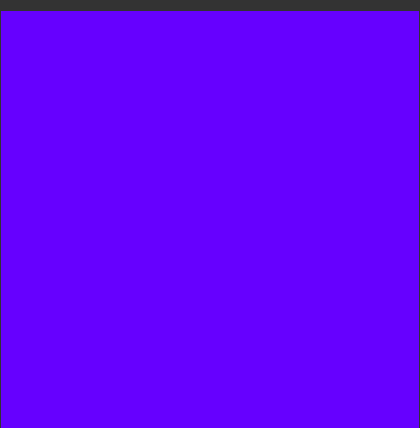
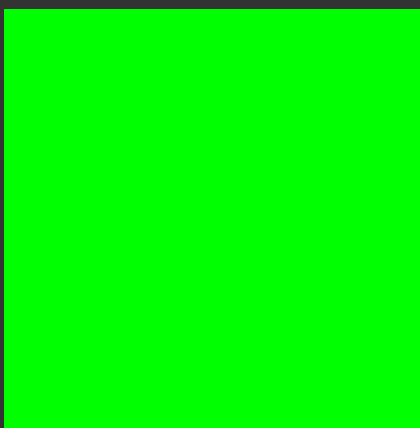
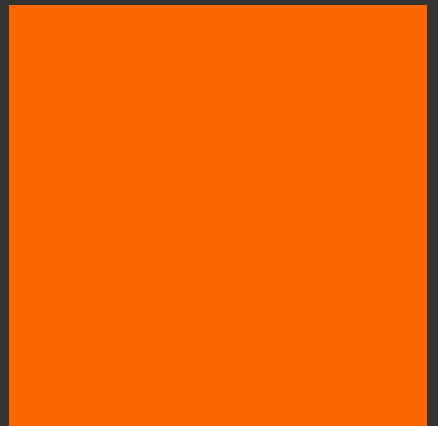
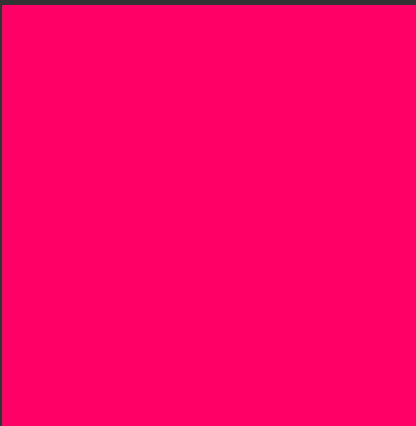
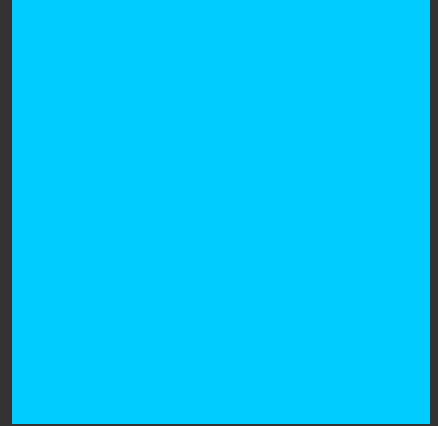


Clare & Gilbert Valleys Council ANNUAL REPORT

2014 /15



The Year in Review

The Clare & Gilbert Valleys Council presents the Annual Report on the work of the Council for 2014/15 in accordance with the requirements of the Local Government Act 1999 as amended.

Works

As with previous years 2014/15 was once again a busy and well filled year that ensured Council staff were kept busy with both programmed and unforeseen works. 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.

Works continued on improving water for re-use at the Clare Waste Water Facility. This is a challenge due to the amount of stormwater that enters the pipe network illegally. Council staff are investigating options to further improve water quality.

Volunteer organisations and individuals again provided invaluable support to Council and these organisations contribute a significant amount to our community. Their work often is unseen by the wider community but the benefit is provided to all in terms of cleaner and enhanced environments. Many volunteers work or have their own business and donate their time. On behalf of Council – thank you.

Recreation & Lifestyle

The 2014/15 financial year has proven to be a busy and successful year for The Valleys Lifestyle Centre. The overwhelmingly successful Mr. Mick Clare SA Masters Games was the standout event over this period. The 2015 SA Masters Games was the first multi-sport event hosted by the Clare & Gilbert Valleys Council and was well supported by the local community. Clare was host to just over 1,400 competitors from all over Australia and overseas for the four day event with competitors competing across 23 sports. This exceeded the targeted number of athletes by approximately 40%. In another first for this event, new sports were introduced to the Games and the Valleys such as Rugby and Indoor Rowing. The vast majority of the competitors were very complimentary about the Clare Valley, its people and the Games themselves. The event was publicly recognised as a success at the Brand SA Regional Awards, winning the Sport Category and being a finalist for the Festival and Events Category.

The Clare Valley Tennis International Tournament was held from 21 February to 1 March 2015. This was a successful women's tournament that attracted international players to the Clare Valley along with their supporting crew. The tournament was free for the public to view with some great matches being played throughout the tournament. Tennis SA was happy with the success of the tournament, with the tournament being nominated for an award with Sport SA.

Libraries

The refurbished Clare Library, which was renamed the “Clare Valley Discovery Centre”, was officially opened on 23 August 2014, as the concluding event of Childrens Book Week. 1,122 people visited during the day.

The project was 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. This unique project allowed the integration of tourist information with library services and the dual role allowed the library to be open seven days a week for borrowing and facilities use. It provided the community with an enhanced and vastly improved service, which was 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. The centre was a nominee for the Jim Crawford award for innovation in Libraries in August 2014.

The tourist information component of the service was transferred to the Clare Valley Food, Wine and Tourism Centre managed by the Clare Valley Alliance in March 2015.

Programs for adults and children have continued including the popular home library service in Clare and Saddleworth. All branches, including Auburn, have access to free internet and WiFi and assistance, through lifelong learning programs, to help bridge the digital divide and build foundation information and digital literacy skills in the community. Preschool story time (Toddler Tales), school holiday programs and Childrens Book Week was all been well attended and build vital literacy skills.

Friends of the Library provided valuable assistance through fundraising and through assistance at events such as the Biggest Morning Tea, morning and afternoon teas for library customers, and at library events.

A successful program of author events was conducted including visits by:

Craig Smith who launched the Children’s Book Week program with an audience of 350 in August

Angela Goode who had events at Saddleworth and Clare Libraries - Top dogs : a celebration of great Australian working dogs

Val Oldfield - No beating about the bush : 10 years living with the dust, dingoes and extraordinary characters of the Birdsville Track

Kelvin Crombie - Gallipoli : the road to Jerusalem

Monica McInerney - Hello from the Gillespies

Bill “Swampy” Marsh - Amazing Grace : Stories of faith and friendship from outback Australia

Kellie Alsop – Run tree run

Loretta Hill - The girl in steel-capped boots



Children’s Book Week launch with Craig Smith in Clare Town Hall

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.

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, 11 Australian Citizenship Certificates were presented by Mayor Aughey OAM.



Mayor Aughey OAM presenting Australian Citizen Certificates to Ellen Siv & Alan Kellock

Fire Prevention

The Clare & Gilbert Valleys Council continue to encourage all property owners & residents to undertake fire prevention measures on their properties.

Council's routine property inspections were undertaken and as a result 362 Schedule 12 Notices were issued, an increase from the 344 that were issued last financial year. Whilst there was a slight increase in the number of issued notices, there was a reduction in the number of reminder notices issued, showing 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

Council continues to work with the City of Playford to provide the school based immunisation program to the Riverton and Clare High Schools in accordance with the National Immunisation Program.

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 with a team of 52 volunteers from across the Mid North.

The MNCPN has also a ten seater wheelchair accessible 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 who contribute 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 2015

Citizen of the Year

Brian Duke, Alan Farwell and Bev de Vries - Citizens of the Year
Zack Holland - Young Citizen of the Year

Community Events of the Year

2014 Clare Show -150 years of Shows in Clare
Waterloo Soldiers Memorial Hall Committee and Tom Kruse Centenary

Regulatory Services

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

They include but are not limited to:

- The Development Act
- The Heritage Act
- National Construction Code of Australia
- The South Australian Public 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 land divisions, 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 pursuant to Schedule 8 of the Development Regulations to the Department of Environment, Water and Natural Resources (DEWNR) Heritage Branch or 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

Council provides a wide range of services within its Development section. Council's Development Officers assess development applications for various forms of development against the provisions of the Development Act 1993 and Regulations 2008 and against the relevant provisions of the Clare & Gilbert Valleys Development Plan. Council staff assess various forms of development to determine their appropriateness or otherwise through a detailed process.

The majority of applications processed by Council were 'consent' or 'complying' applications which do not require public notification, these applications were assessed under delegation.

Some applications are considered as Category 2 or 3 forms of development pursuant to the Development Act required public notification. Similarly, those forms of development classed as 'non-complying' followed the public notification process.

306 development applications were received between 1 July 2014 and 30 June 2015. As a comparison, 308 development applications were received between 1 July 2013 and 30 June 2014 and 282 were received between 1 July 2012 and 30 June 2013.

Building Surveying

Council's Development Officer - Building assesses development applications for compliance with the National Construction Code of Australia, the Development Act and the Development Regulations.

Developments are classed depending on their use with Class 1 and 10 grouped as dwelling and domestic outbuilding construction and Class 2 to 9 grouped as commercial and industrial type buildings.

Assessment of applications for building rules includes but is not limited to review of the following, site preparation, footings and slabs, construction detail, roof and wall cladding, energy efficiency, building fire safety, safe movement and access.

South Australian Public Health Act

The South Australian Public Health Act requires Council to ensure that appropriate guidelines and standards are enforced to maintain and promote public health. The Public Health Act sets out the provisions to control, regulate and enforce health related matters.

Council maintains its responsibilities under the Public Health Act and further improves ongoing regulatory compliance whilst promoting public health concerns through the community.

Waste Control

A total of 78 waste control system applications were received in 2014/15. Those that did not have connections into Council owned and operated community wastewater management schemes were mainly for "aerobic" wastewater treatment systems.

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 continues to manage its responsibilities in surveillance and inspection in line with the Food Act and the National Food Safety Standards. Food safety and hygiene information packs are available to all food business, community and charitable organisation in the Council region upon request.

Food business operators have a legal responsibility to ensure that not only are their premises in a clean and hygienic state, but also to ensure that the food they serve is safe and suitable for human consumption. Council provides an ongoing focus on food safety standards and public education.

Animal Management

Over the course of the 2014/15 Council continued to promote responsible pet ownership throughout the Council area by means of advertisements & social media, promoting microchipping, desexing & 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.

Animal Management (cont)

In the 2014/15 financial year the total number of dogs registered with Council was 2,135 dogs. Council continued to offer free registrations to new dogs registered with Council regardless of age (those who received a free first time registration in the previous financial year were now required to pay the annual fee).

Dogs impounded due to wandering at large climbed from 61 dogs to 71 dogs being impounded throughout the financial year. Of those 71 dogs, 65 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 re-homing.

As per previous years Council has decided not to introduce any Cat Management Legislation. Instead Council provides a form of mediation between affected residents as well as providing information relating to responsible cat ownership. Residents are able to hire a cat trap free of charge in cases where feral cats are causing a problem for the particular resident, although this may change with the revision of the Dog & Cat Management Act 1999.

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

Building Fire Safety

Local Government plays an important role in protecting the ongoing safety of building occupiers and users. Council is required under legislation to have a Building Fire Safety Committee, the Committee is charged with the responsibility for all matters arising under Section 71 of the Development Act.

The Committee is made up of 3 members, Council's Development Officer - Building, a representative of the CFS and a independent Building Surveyor. The Committee meet on a quarterly basis and undertake inspections of commercial or accommodation premises to determine the adequacy of fire safety for occupants.

Finance

Clare & Gilbert Valleys Council acknowledges with respect the Commonwealth Financial support provided to the Council by the Federal Government. These grants have enabled Council to provide vital public infrastructure.

The 2014/15 operating result has been favourably impacted by an advance payment by the Federal Government of approximately 50% of the annual Financial Assistance Grant. The amount received was \$496k.

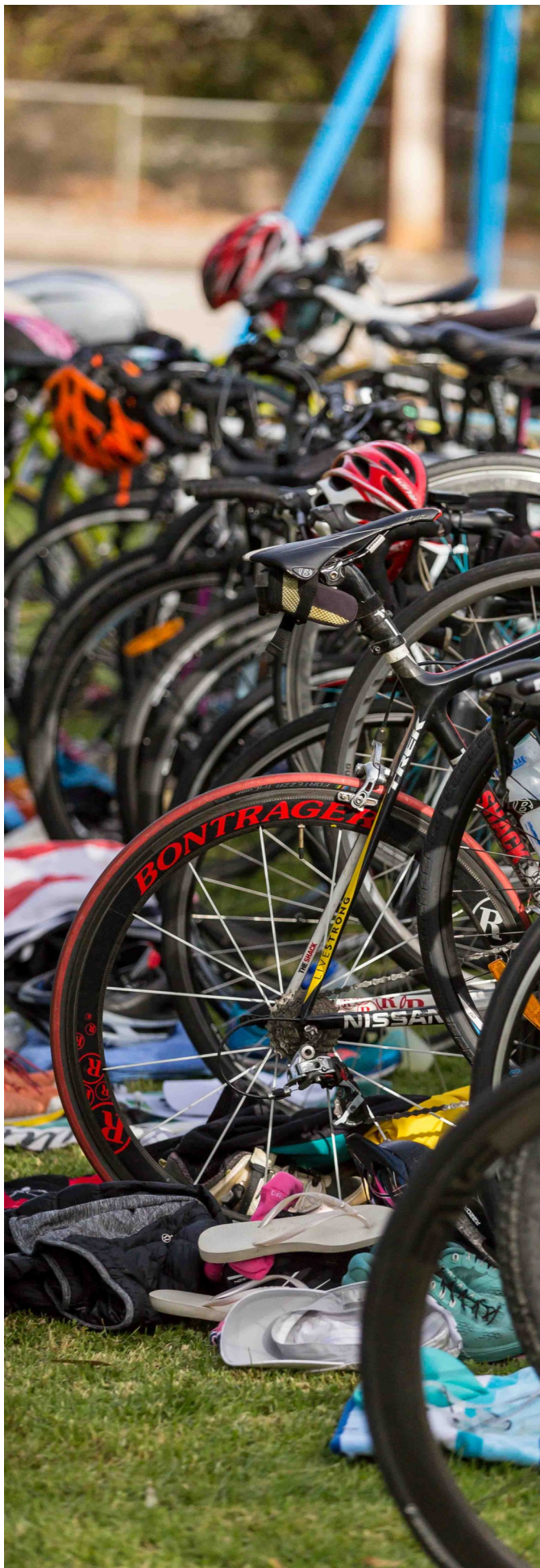
Despite this increase in funds the year ended with a small operating deficit of \$16k.

A possible future liability to the member Councils of the Mid North Community Passenger Network was recognized but fell within the budget range for depreciation and impairment.

Land and Building assets were revalued at 1 July 2014 with assets controlled by third parties being excluded from Council's financial statements.

The financial indicators (Note 15) which are used to measure financial sustainability are all within the target ranges.

The Uniform Presentation of Finances (Note 16) showed a net lending for the year of \$910k.



Contents

10	Council Profile
13	Projections and Targets for 2015/16
19	Performance against Annual Business Plan 2014/15
27	Clare & Gilbert Valleys Council Community Plan 2020
33	Application of Competition Principles – National Competition Policy
34	Decision making structure of Council
37	Human Resources Management
41	Community Land
41	Registers, Codes & Policies
44	Competitive Tendering & Cost Effective Services
44	Auditor's Remuneration
45	Council Members
49	Council Committees
51	Confidentiality
53	Freedom of Information Statement 2014/15
55	Audit Committee Annual Report 2014/15
60	Financial Summary
63	Clare & Gilbert Valley Council Annual Financial Statements for the year ended 30 June 2015
65	Central Local Government Region of South Australia Annual Report for 2014/15

Council Profile

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.



Sunset over Tarlee

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 - 6,747

Number of Non-Rateable Assessments - 545

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

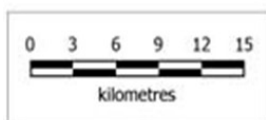
19 Belvidere Road, Saddleworth

Libraries:

33 Old North Road, Clare

19 Belvidere Road, Saddleworth

6 St Vincent Street, Auburn



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.

Projections and Targets for 2015/16

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 Council Members, including the ongoing use of Information Communication Technology 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 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.
9. 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.
10. Continue to support Community Committees with a budget allocation of \$3,000.
11. Promote the Mid North Community Passenger Network which is hosted by Council to continue the improvement of services to the community.
12. Continue to assist the community to risk manage community events.
13. Continue to develop/review Council's Emergency Management Plans and Business Continuity Plans.
14. Provision of financial support for a Youth Development role \$42,000.

Library & Information

1. Review days of operation and opening times to achieve budget allocation.
2. Consolidate and strengthen the *One Card* (State) Network. Continue to provide access to quality information and resources.
3. Build partnerships within the local community.
4. Consolidate, review and respond to community needs for lifelong learning programs including digital literacy and early learning programs.
5. Manage and promote collections both physical and digital.
6. Develop "community space" aspect of the Library Service.

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.
7. Conversion to new IT Software.
8. Changeover to new auditors—Galpins.
9. Internal control development.
10. Procurement system development.

Infrastructure

1. Community Waste Water Plants – infrastructure renewal – pumps or aerators.
2. Off-Street car parking - Seal Burton Street car park opposite car wash, Clare.
3. Scholz Park Cottage - Electrical upgrade.
4. Waste Management - Build a Riverton transfer station, pending EPA and development approval & community consultation.
5. Stormwater & Drainage - Norman Drive and Maynard Road, Clare. Clare Township Catchment Study.
6. Floodsafe Plan - Dry Sand Shed at Clare and Riverton (subject to Grant Funding).
7. Footpath Renewal - Riverton, continuation of Stage 1, and Main North Road, Clare within Clare central business district.
8. Parks & Gardens - Off Leash Dog Park, Clare.
9. Footpaths & Kerbing - Footpath and kerbing, South Street, Auburn. Footpath Blyth Rd, Clare. Footpath and kerbing- tree damage as required.
10. Roads to be Sealed:-

Roads to Recovery Grant

Min - Man Road – preconstruction activities to be completed
Torr Street, King Street and Bright Street, Mintaro to be sealed
Hicks Road (portion), Armagh to be sealed

Roads to be resealed

Industrial Street, Sevenhill,
School Street, Sevenhill,
Jenner Street, Sevenhill,
Anton St from School St to Industrial St, Sevenhill,
Glebe Close, Clare (reconstruction & seal),
Hentschke Road, Clare
Young Street, Clare

Infrastructure (cont)

Jacka Rd , Mintaro
Kingston Rd, Mintaro
Mill St, Mintaro from Burra St to Wakefield St

Muanu Road (Part), Bocconoc Park

Auburn – Manoora – from Overton Rd to Marydale Rd and from Sniper Rd to
Byrne Rd
Cairns Crescent, Riverton

Roads to be sealed
South Street, Auburn

12. Rural Roads to be Resheeted—

Basham Rd from MacDonald Rd to Stradbroke Rd, Stanley Flat
Blenheim Rd from Leasingham-Mintaro Rd to Sandows Rd, Watervale
Blocks Rd Riverton from Farm Driveway to Road Reserve, Riverton
Blocks Rd Riverton from Rhynie-Marrabel Rd to Windy Hill Rd, Riverton
Blocks Rd Riverton from Road Reserve to Old Main North Rd, Riverton
Blocks Rd Riverton from Windy Hill Rd to Farm Driveway, Riverton
College Rd from End of Seal at Town Boundary to Spring Farm Rd, Sevenhill
Crawfords Rd from Saddleworth Rd to Hazeleigh Rd, Saddleworth
Edwards Rd from Floodway to Quarry Rd, Polish Hill River
H. Behn Rd from Powerline North Rd to Main Rd , Steelton
Hazeleigh Rd from Crawford Rd to Hut Rd, Saddleworth
Hazeleigh Rd from End of Seal, East of Steelton Rd to Crawford Rd,
Saddleworth
Hazeleigh Rd from Hut Rd to Steelton Rd, Saddleworth
Heysen Rd from Murrays Rd, Marrabel south to the Council boundary
McInerney Rd from Road Reserve to Garryowen Rd, Riverton
McInerney Rd from Start of Sheeting to Road Reserve, Riverton
Mt George Rd from Farm Driveway, Auburn
Mt Rufus Rd from Claremont Rd to The Gap Rd, Polish Hill River
Mt Rufus Rd from Road Reserve at to Claremont Rd, Hill River
Mt Rufus Rd from The Gap Rd to Road Reserve, Polish Hill River
Mt Rufus Rd from Road Reserve to Polish Hill Rd, Polish Hill River
Old Blyth Rd from Scobie Rd to Hicks Rd, Armagh
Old Burra Rd East from Hilltown Rd to Weckert Rd, Hill River
Old Main Rd South from Hoopers Rd to Connells Rd, Giles Corner
Powerline North Rd from H. Behns Rd to Pluckehahns Rd, Steelton
Powerline South Rd from south of Range Rd to Church Rd, Marrabel
Powerline South Rd from Rowett Rd to Tothill Rd, Marrabel
Powerline South Rd from Tothill Rd to end of sheeting at Road Reserve,
Marrabel
Riverton-Undalya Rd from Mitchells Rd to Slape Rd, Riverton
Riverton-Undalya Rd from Riverton Rd to Road Reserve, Riverton
Rowett Rd from Light River Rd to Quarry Rd, Marrabel
Rowett Rd from Main Road to Light River Rd, Marrabel
Rowett Rd from Powerline South Rd to Main Road , Marrabel

Infrastructure (cont)

- Salter Springs Rd from end of seal to bend, Rhynie
 - Sandows Rd from Leasingham-Mintaro Rd to St Andrews Rd, Watervale
 - Sandows Rd from St Andrews Rd to Quigley Rd, Auburn
 - Schulz Rd from Barrier Hwy to Old Main North Rd , Riverton
 - Schulz Rd from Old Main North Rd to Sheoak Rd , Riverton
 - Sheoak Rd from Marrett Rd to Hannaford Rd, Riverton
 - Sommerville Rd from Lehman Creek Rd to Hilltown Rd, Hilltown
 - Spring Farm Rd from Stone Cutting Rd to Sevenhill-Mintaro Rd, Sevenhill
 - Spring Farm Rd from Sevenhill-Mintaro Rd to Pawelski Rd, Penwortham
 - Steelton Rd from Crawford Rd to Hazeleigh Rd North, Saddleworth
 - Steelton Rd from end of Seal to Crawford Rd, Saddleworth
 - Steelton Rd from Hazeleigh Rd North to Ricketts Rd, Saddleworth
 - Stradbroke Rd from Basham Rd to Rossmore Rd, Stanley Flat
 - Taylor Rd from Winery Rd to Kenworthy Rd, Auburn
 - Toringa Rd, Farrell Flat
13. Road Signs – Completion of the Rural Property Addressing project and replacement of damaged signs.
 14. Replacement “Simmos Bridge” on Hazeleigh Road, Saddleworth (Subject to Grant Funding).

Recreation & Lifestyle

1. Provide ongoing support to local sporting groups and associations with details of grant funding opportunities to help build a healthy and vibrant community.
2. Increase marketing through a variety of media to promote all recreation services and programs, specifically the Riverton Pool and The Valleys Lifestyle Centre.
3. Continue to seek and deliver major sporting events for the region.
4. Work to improve customer service, traffic management and retention for all recreation services provided by Council.
5. Seek grant funding opportunities for recreation projects for Council owned assets.
6. Work closely with the Clare Sports Club to improve services and increase use of the function centre.
7. Continue to be part of the Clare Half Marathon Committee to promote the event and increase entries.
8. Build on the successful implementation of activities such as revolution cycling classes, local running group and Council offered sporting programs such as Futsal, Gymnastics, Play-Gym, Club Active and Ladies Netball.
9. Plan and deliver the inaugural Wine, Wheels and Whiting cycling event to link tourism and recreation with the District Council of Copper Coast and Bike SA.
10. Conduct a review of the future operation and management of the Valleys Lifestyle Centre and Riverton Swimming Pool.
11. Develop an events strategy and funding model.

Development, Environment & Regulatory Services

1. Finalise the District Townships and Settlements Development Plan Amendment Report and update Council's Development Plan policy accordingly.
2. Encourage development that reflects the desired character outcomes for the Clare and Gilbert Valleys.
3. Communicate with applicants and developers to ensure best development outcomes.
4. Retain and strengthen the economic potential of Primary Production land.
5. Identify and protect places of heritage and cultural significance, and desired town character.
6. Encourage development to be above the minimum Energy Efficiency Star Rating for environmental sustainability.
7. Preparation of the Clare Township Development Plan Amendment.



Timber frame - inspected under Building Rules, Local Government



Ruin by Gleeson Wetlands, Clare

Performance against Annual Business Plan 2014/15

Corporate Governance	
2014/15 KEY ACTIONS	2014/15 OUTCOMES
Hold regular Council meetings and Council workshops.	All meetings and workshops conducted with one Council meeting held in the community of Mintaro.
Hold community forums including those for Peak Bodies and Community Committees.	Community Committees and Peak Body recognition evenings held in February 2015 and March 2015.
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 Council Members, including the ongoing use of Information Community Technology and self-assessment and training.	Council Members have continued to embrace the iPads within the Council Chamber and therefore are working towards technology based Council meetings and workshops. Mandatory Council Member Induction Training was completed by February 2015.
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.	Policies that required review with the new Council were adopted on 17 November, 2014. Delegations register reviewed as required by legislation.
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.	Work Health Safety Policies, Procedures and documents are continuing to be reviewed as required by legislation and self insured performance indicators.
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.	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

2014/15 KEY ACTIONS	2014/15 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 maintain insurance reimbursements with an annual allocation of \$58,500 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 \$7,000.	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/review Council's Emergency Management Plans and Business Continuity Plans.	Council has developed the Emergency Management Plan and Business Continuity Plan.



Playground at Saddleworth Recreation Ground

Recreation Facilities

2014/15 KEY ACTIONS	2014/15 OUTCOMES
Continue to update, review and follow the recreation business plan.	The recreation business plan is continually reviewed and updated as required.
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.	Grant funding opportunities are continually sought and applied for by Council.
Provide local sporting groups and organisations with details of grant funding opportunities to help build a healthy and vibrant community.	Council continues to provide local sporting groups and organisations with grants and funding details to help build a healthy and vibrant community.
Increase marketing through a variety of mediums to promote services and programs at Riverton Pool and The Valleys Lifestyle Centre	Council continues to market services and programs for both The Valleys Lifestyle Centre and the Riverton Pool through a variety of media.
Plan, event manage and deliver the 2015 Clare SA Masters Games in conjunction with the local community and Sport SA.	The 2015 Mr. Mick Clare SA Masters Games was successfully planned and event managed and delivered in conjunction with the local community.
Work to improve customer service, improve traffic management and centre retention.	Council has implemented in house training sessions for all staff at the Centre to assist in continually improving customer service and traffic management. A retention program has been put into action to assist in the retention of existing members and also to increase membership base through new memberships.
Work closely with the Clare Sports Club to improve services and increase use of the Function Centre.	Council has continued to liaise with Clare Sports Club management to increase the use and services of the Function Centre. The Clare Sports Club was heavily utilised as part of the 2015 Mr. Mick Clare SA Masters Games and also held the official function for the Clare Valley International Tennis Tournament.
Continue to be part of the Clare Half Marathon Committee to promote the event and increase entries.	Council has continued to support and promote the Clare Half Marathon with entries anticipated to exceed 600.
Build on the successful implementation of activities such as bootcamps, local running group and Council offered sporting programs.	Council has continued to seek and implement new activities for both existing patrons of The Valleys Lifestyle Centre and to attract new members. The Valleys Lappers is one example of a new activity implemented which has met with success.

Development, Infrastructure & Environment

2014/15 KEY ACTIONS	2014/15 OUTCOMES
Infrastructure	
Resheeting approximately 81.5 kilometres of unsealed	The following roads were resheeted - Weckert Rd, Morrison Rd, Neagles Rock Rd, Old Burra Rd, Hilltown Rd, Spring Farm Rd, Moccundunda North Rd, Old Blyth Rd, Scobie Rd, Catholic Church Rd, Claremont Rd, Great Northern Rd, Mt Horrocks Rd, Polish Hill Rd, Square Mile Rd, St Andrews Rd, Trillians Hill Rd, Wakefield Rd, Mt Rufus Rd. Flood Damage Sheetting - Callery Rd, Frederick Rd, Pindari Rd and Vogts Rd.—Total resheeted approximately 50kms.
Reseal approximately 4.5 kilometres of sealed township roads.	The following roads were resealed — Archer St, Curling St & King St, Auburn; and, Warenda Rd, Wendouree Rd, York Rd, between Gillen & Gleesons Sts, Neagles Rock Rd, Wright Place, Hartley Road and Daly St, Clare. Total sealed 5kms.
Development & Environment	
Progress the District Townships and Settlements Development Plan Amendment Report for various townships within the Clare & Gilbert Valleys Council area.	The District Townships and Settlements Development Plan Amendment Report investigations, public and agency consultations have been completed. The document has been finalised and will be submitted to Council and subsequently the Minister for approval.
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.	Progressing the Development Plan Amendment Reports identified as priorities in Council's Strategic Directions Review to ensure that there is an adequate supply of appropriately zoned land available for development.
Identify and protect places of heritage and cultural significance, and desired town character.	State and Local Heritage places are listed within Council's Development Plan and applications are assessed to ensure that they are compatible with the characteristics of the heritage place. Council staff consult with Heritage Advisors to ensure that the heritage character is preserved.
Strategically plan and manage town growth.	Continue to provide adequate allocation of resources to manage growth pressures, and continue to review Development Plan Policies.

Development, Infrastructure & Environment

2014/15 KEY ACTIONS	2014/15 OUTCOMES
Continue to review planning policy through the Development Plan Amendment process.	Progressing the priority Development Plan Amendment Reports so that state, regional and local policy align ensuring that local policy is relevant.
Encourage development to be above the minimum Energy Efficiency Star Rating for environmental sustainability.	Developments are assessed against the relevant provisions contained with the Building Code of Australia, ensuring the necessary requirements are met.



Large rainwater tank for fire fighting purposes that received development approval for the Clare Valley Aerodrome

Library & Information	
2014/15 KEY ACTIONS	2014/15 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.
Consolidate and strengthen the <i>One Card</i> (State) Library Management Network. Continue to build partnership with Riverton School Community Library.	Improvement of both collection and customer databases. Ongoing staff training to build knowledge and competence in managing the system. Heather Lymburn is northern representative on State Library management user group. Continued systems support of the Riverton Community Library.
Design interior space at the <i>Clare Discovery Centre</i> to meet customers' needs.	Clare Valley Discovery Centre interior modified to incorporate Visitor Information Centre. Where possible existing furniture was recycled. Children's section was remodelled to incorporate greater flexibility and showcase collection.
Evaluate opening hours at the <i>Clare Discovery Centre</i> to assess they meet changing community needs and the dual role of the centre.	Report containing an overview of opening hours was presented to the May 2015 Council meeting, following the establishment of the Clare Valley Wine Food & Tourism Centre.
Continue to consolidate the library and visitor information functions of the centre.	In the period 1/7/14 - 22/3/15 approximately 16,000 visitors were assisted by staff. The Visitor Centre function was terminated from the Library service on 23 March 15.
Extend lifelong learning programs to help bridge the digital divide and build foundation information literacy skills in the community	Informal one on one digital literacy help has been extended to include formal classes once a week. From 1 May 2015 classes will be increased to twice a week.

Finance

2014/15 KEY ACTIONS	2014/15 OUTCOMES
Steer the annual budget setting processes.	Annual Business Plan and Budget 2014/15 was adopted by Council on 18 June 2014, 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.	Annual Financial Statements for the year ended 30 June 2014 were adopted on 17 November 2014 following a successful audit by Council's independent external auditors.
Facilitate the finalisation of the review of the Infrastructure and Asset Management Plan (IAMP).	Ongoing
Revise ten year Long Term Financial Plan in conjunction with the IAMP.	Ongoing
Continue to assist the Audit Committee as required by the Local Government Act.	Audit Committee Meetings held 11 August 2014, 3 November 2014, 11 February 2015 and 5 May 2015.





2015 Wine Grapes ready for vintage adjacent to the Reisling Trail

Clare & Gilbert Valleys Council Community Plan 2020

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.



Part of Mr Micks Clare SA Masters
Game Opening Ceremony

District Governance

This focus area includes Administration, Council 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.



Storm Cloud over Auburn

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.



The Write Week's 2014 official opening was held in the Clare Valley Discovery Centre. Pictured is Mayor Allan Aughey, OAM, The Write Week Committee and guest authors from around Australia.

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.



One of the registered dogs in the Council area

Application of Competition Principles – National Competition Policy

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.

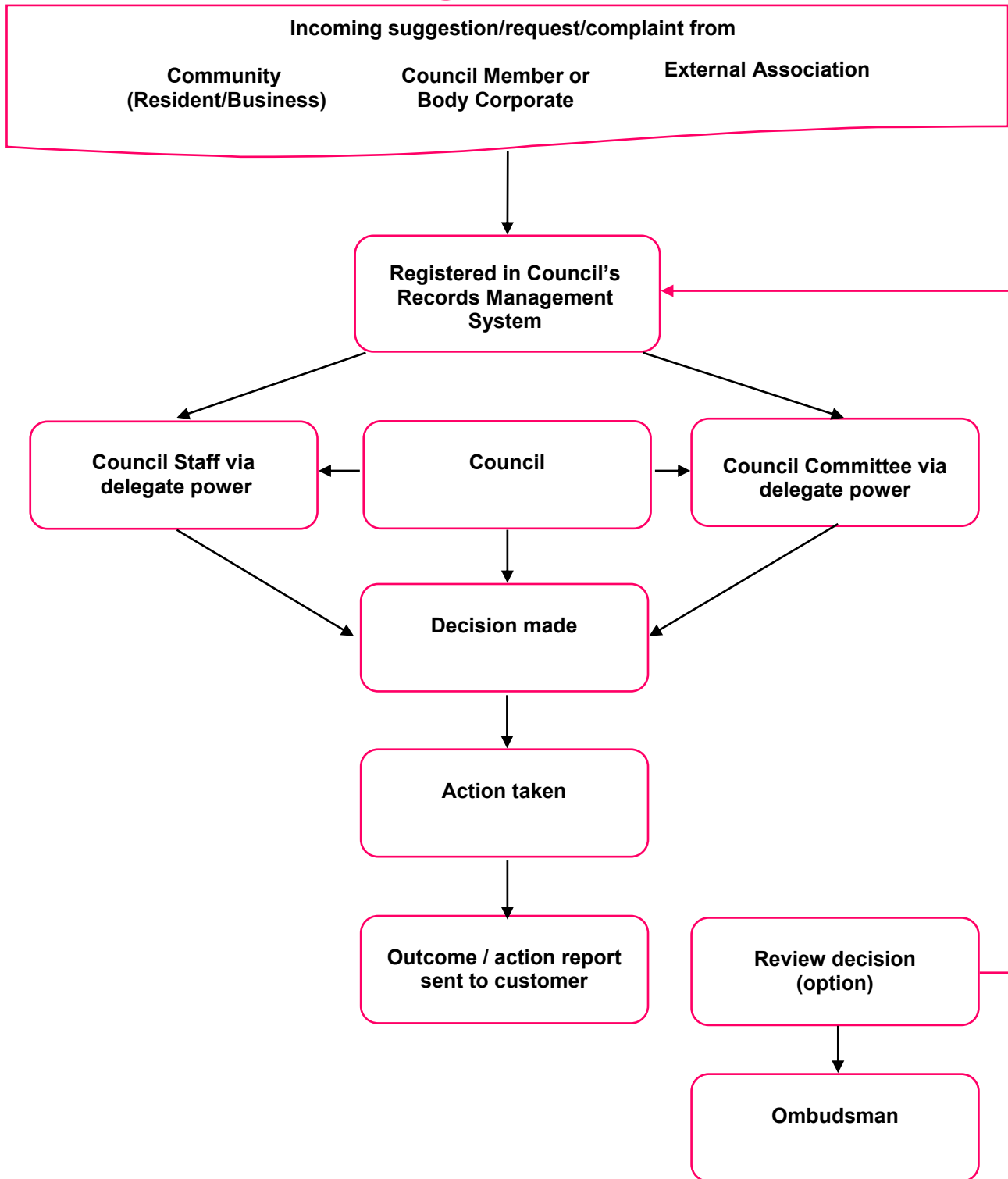
Category One business activities are those with an annual revenue in excess of \$2 million, or employing assets with a value in excess of \$20 million.

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 Committees established under Section 41 of the Local Government Act:

Auburn Recreation Park
Auburn Institute
Clare Town Hall
Manoora Hall
Riverton Recreation Ground Committee
Youth Advisory Committee
Dry Zone Working Party
Fire Prevention Committee
Clare and Gilbert Arts Committee
Mid North Community Passenger Network Committee
Audit 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



Canola crop near Mintaro

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.

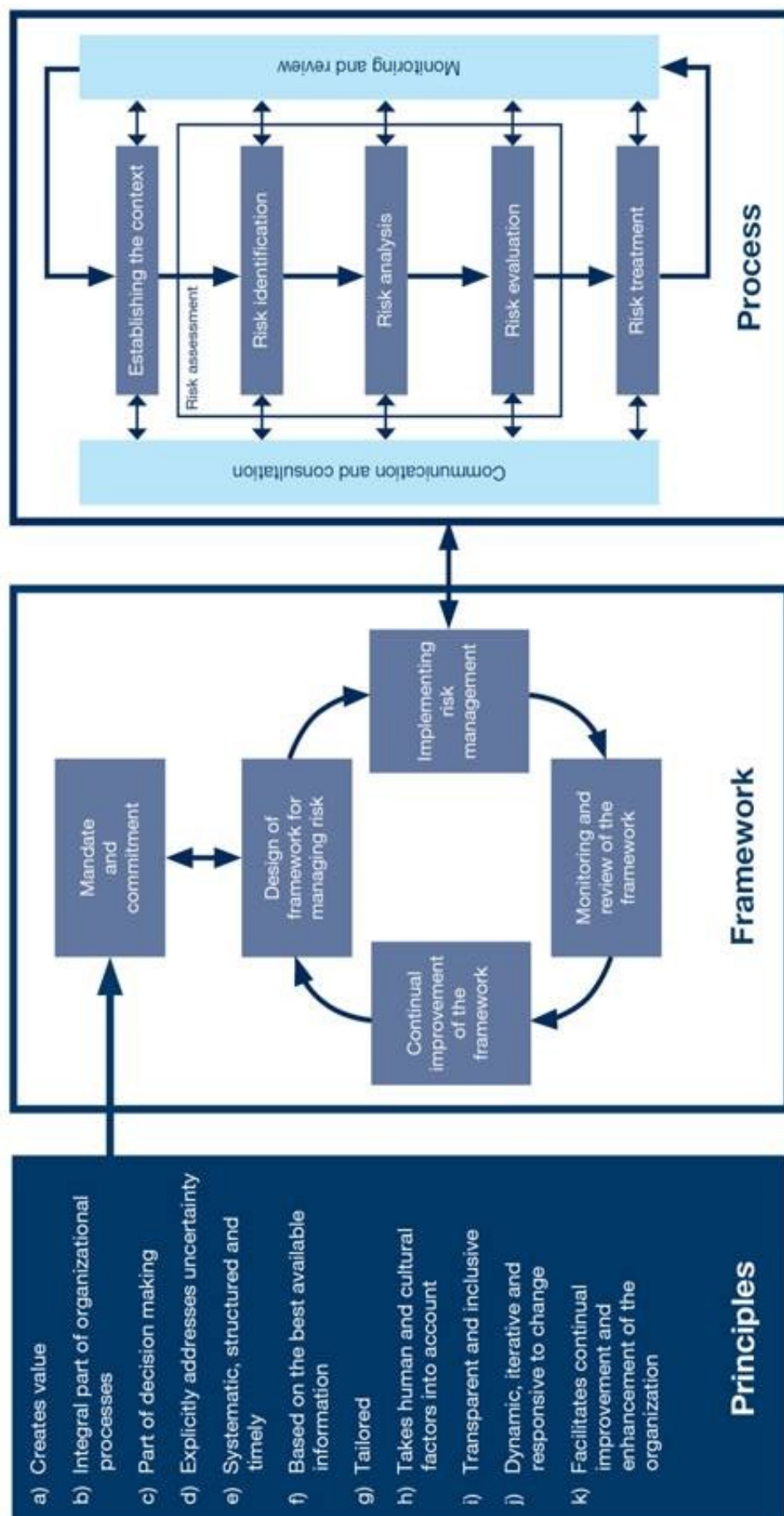
Work Health Safety & Welfare

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.



Information on Remuneration of Senior Officers

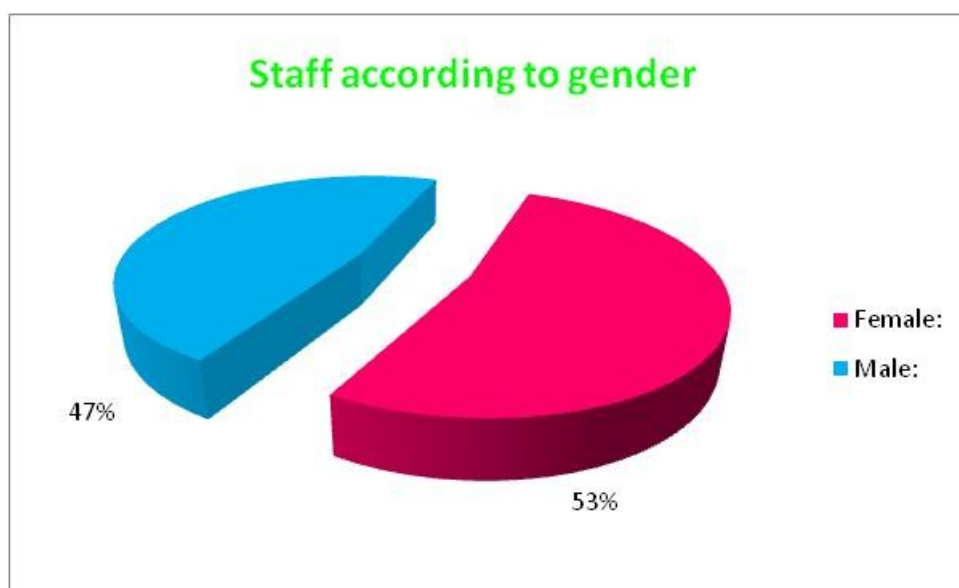
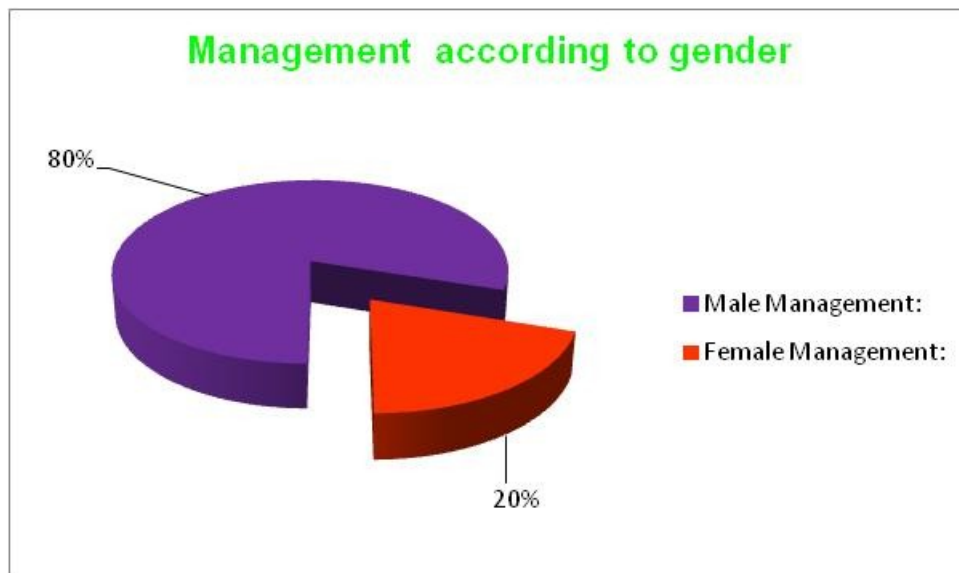
As at 30 June 2015, the executive team consisted of the Chief Executive Officer and 4 Managers. The executive team were paid total remuneration packages in the range of \$100k to \$191k.

These packages variously includes:

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

Human Resources – Council Staff

Council employed a total workforce of 62 people which was equivalent to 53 full time employees as at 30 June 2015.



COUNCIL STRUCTURE 2014/15

COUNCIL—COMPRISING MAYOR AUGHEY OAM AND 9 AREA COUNCILLORS

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 Kunoith

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 Jim Cousins

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 has been completed in 2015.

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.

Following the approval of the Minister of Local Government and in accordance with the requirements of the Local Government Act, the Council revoked the community land classification for :

Lot 312, Lot 261, Lot 262 Gleeson Street, Clare.

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—Council Members
- Register of Ordinary Interest— Council Members
- Register of Primary & Ordinary Interest—Council Chief Executive Officer
- Register of Allowances and Benefits—Council Members
- Register of Remuneration, Salaries and Benefits—Employees
- Register of Public Roads
- Register of Community Land



Sunrise east of Watervale overlooking towards Mintaro

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 Council Members
- Concession Pricing Policy
- Corporate Card Usage Policy
- Council Meeting Rotations
- Council Members' Allowances and Benefits Policy
- Customer Service Protocol
- CWMS Customer Service Charter Policy
- Deferment of Rates Due to Hardship Policy
- Development Assessment Procedures Policy
- Development Plan Consent Delegations Policy
- Council Member Induction Policy
- Council Member Vacancy Policy
- Council Members Appointment to External Boards
- Council Members Training and Development Policy
- Emergency Response Operations Policy
- Ennis Park Policy
- Entranceways Policy
- European Wasp Policy
- Financial Hardship CWMS Policy
- Fines on Rates of Estate Properties
- Fraud & Corruption Prevention Policy
- Gifts & Benefits Register Council Members
- Inspection of Building Work Policy
- Interaction of the Development Act, 1993 the State Records Act 1997 and the Freedom of Information Act 1991 with the Copyright
- Internal Review of Council Decisions Policy
- Late Payment of Rates and Sale of Land for Non Payment
- 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 Policy 2015
- Rate Rebate Policy 2014
- Records Management Policy
- Request for Service Policy
- Risk Management Framework Policy 2013
- 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
- Unreasonable Complaint Conduct Policy
- Tree Management 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
- Welcome to Country—Acknowledge of Country
- Whistleblower Protection Policy

Competitive Tendering & Cost Effective Services

Purchasing Policies –

Council continues to strive to provide value for money in service delivery to the ratepayers of the Clare & Gilbert Valleys Council through the adoption and utilisation of purchasing and procurement Policies. In compliance with Section 49 of the Local Government Act 1999, Council has reviewed and adopted the Competitive Tendering, Contracting, Purchasing, Sale and Disposal of Land & Other Assets Policy encompassing the following:

- Monetary limits;
- Use of Local Government Corporates Services Supply Agreements;
- Preferred Supplier Register;
- Quotations, tendering and evaluation;
- Outsourcing Council functions;
- Opportunities to enhance local economic development and growth.
- Additional considerations such as environment, buying locally, Australian made, health and safety and quality.
- Disposal of surplus goods, materials and Council land.
- During the past financial year the Council used the competitive tender process 13 times.

Auditor's Remuneration

Council Auditor for 2014/15 was Ian McDonald. Remuneration paid for the annual audit of Council's financial statement was \$9,900.

Council Members



Standing: Roy Blight (Chief Executive Officer), Cr Lucy Drummond, Cr Tim Siv, Cr Jeremy Kells, Cr Dianne Schwarz, Cr Wayne Molineux

Seated: Cr Nedd Golding (Deputy Mayor), Cr Elizabeth Calvert, Mayor Allan Aughey OAM, Cr Helen Perry and Cr Ian Burfitt

The *Local Government (Elections) Act 1999* requires that elections will be held at intervals of four years, with the last election occurring in November 2014. The next scheduled election will be in November 2018.

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.

Council Members of the Council

Council Members allowances	
Mayor	\$46,162
Deputy Mayor	\$14,425
Councillors	\$11,541

The allowances after the November 2014 Election were determined by the South Australian Remuneration Tribunal in accordance with the Local Government Act.

In addition, Council 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 where applicable. Allowances of \$336 and \$560 per annum is payable to Council Members whose usual place of residence is within the relevant Council area and is located at least 30 kms but less than 50 kms and 50 km to 100 km, respectively, from Council’s principal office.

Meeting Attendance

A total of 12 Ordinary Council meetings and eight (8) Special Council meetings were held during the year.

Meetings attended from July 2014 to October 2014

Council Members	<u>Ordinary Meetings Attended</u>	<u>Special Meetings Attended</u>
Mayor Allan Aughey OAM	4	1
Deputy Mayor Cr Dianne Schwarz	4	
Cr Elizabeth Calvert	3	1
Cr Janet Kench	4	1
Cr Wayne Molineux	4	1
Cr Helen Perry	4	1
Cr Alan Rye	3	
Cr Nedd Golding	4	
Cr Wayne Thomas	4	1
Cr Sue Wurst	4	

Meetings attended from November 2014 to June 2015

Council Members	<u>Ordinary Meetings Attended</u>	<u>Special Meetings Attended</u>
Mayor Allan Aughey OAM	7	7
Deputy Mayor Cr Nedd Golding	8	6
Cr Elizabeth Calvert	8	7
Cr Lucy Drummond	7	7
Cr Ian Burfitt	8	7
Cr Helen Perry	8	7
Cr Jeremy Kels	8	6
Cr Wayne Molineux	8	4
Cr Dianne Schwarz	8	7
Cr Tim Siv	8	3

Council Members' Training

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

- Council and Committee Meetings
- Completed Mandatory Council Member Training
- Local Government Association – Annual General Meeting



Mural of Mr Knapstein and Mr Castine enjoying Clare Valley Wine painted by Vivian Ziersch

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.

Electors will be advised when and how they will be able to make submissions as part of the community consultation process for the Elector Representation Review.

The current representation quota for the Council is 736 electors per Council 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	7,300	912
Clare & Gilbert Valleys	9	6,630	736
Grant	9	5,544	616
Light	10	9,948	995
Mallala	9	5,824	647
Naracoorte Lucindale	10	5,778	578
Renmark Paringa	8	6,367	796
Tatiara	9	4,524	503
Wakefield	9	4,730	526

Council Committees

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 which was increased to \$250 per meeting at the April Council Meeting plus travelling. The Audit Committee Annual Report 2014-2015 is included on page 48.

	Appointed Council Meeting	Term Expires
Independent Members		
Presiding Member—Mr John Comrie	April 2015	April 2019
Mr Grant Norman	April 2011	April 2015
Ms Jillian Wood	July 2011	July 2015
Council Members		
Mayor Allan Aughey OAM	November 2014	November 2018
Cr Wayne Thomas	November 2011	November 2014
Cr Jeremy Kells	November 2014	November 2018



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 \$449 per meeting plus overnight accommodation. The Independent Members receive an allowance of \$208 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
Council 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

	Appointed Council Meeting	Term Expires
Independent Members		
Presiding Member - Stephen Hains	January 2015	December 2017
Independent Member - Greg Pulford	January 2015	December 2017
Craig Thomson	January 2015	December 2017
Paul Mickan	January 2015	December 2017
Council Members		
Deputy Presiding Member - Cr Helen Perry	January 2015	December 2017
Cr Ian Burfitt	January 2015	December 2017
Cr Tim Siv	January 2015	December 2017

Confidentiality

Under Section 90(2) & 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 2014 to 30 June 2015

Refer page 52 for table.

The number of orders that expired or ceased to apply during the 2014/15 financial year: 19

The number of orders that were revoked during the 2014/15 year: 0

The number of orders that remained operative during the 2014/15 financial year: 5

Council undertakes a review of any orders made under Section 91(7). 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

Confidentiality (cont)

Date	Subject	Section	Released
21/7/2011	CEO Review Report	90(3)(a)	
19/3/2012	Enterprise Agreement AWU—2012	90(3)(a)	5/12/2015
16/4/2012	Sale of Land for Non-Payment of rates	90(3)(a)	
21/5/2012	Clare Valley Visitor Information Centre Submissions	90(3)(d)	1/1/2015
20/8/2012	Sale of Land—Deceased Estates	90(3)(a)	
20/8/2012	Sale of Land—Non Payment of Rates	90(3)(a)	
15/10/2012	Clare Valley Visitor Information Centre	90(3)(d)	1/2/2015
19/11/2012	Clare Valley Visitor Information Centre	90(3)(d)	1/2/2015
10/12/2012	Clare Valley Visitor Information Centre	90(3)(d)	1/2/2015
9/9/2013	EOI Visitor Information Outlet	90(3)(d)	1/2/2015
21/10/2013	EOI Visitor Information Outlet	90(3)(d)	1/2/2015
5/5/2014	CEO Review Report	90(3)(a)	
1/9/2014	Clare Courthouse Property	90(3)(d)	27/4/2015
17/11/2014	Stormwater Drainage Management Clare	90(3)(d)	17/1/2015
16/2/2015	Lot 30 Lot 8 Simpsom Court	90(3)(d)	May 2015
27/4/2015	IT Software	90(3)(d)	27/4/2015
27/4/2015	Mechanical Street Sweeping Tender	90(3)(d)	31/5/2015
27/4/2015	Clare Courthouse Property	90(3)(d)	27/4/2015
27/4/2015	Enterprise Agreement 2015 AWU	90(3)(d)	27/4/2015
27/4/2015	Revaluation of Land & Buildings Assets—Appointment	90(3)(d)	27/4/2015
27/4/2015	Discovery Holiday Park	90(3)(d)	27/4/2015
27/4/2015	Chief Executive Officer Performance Review	90(3)(a)	27/4/2015
18/5/2015	Comprehensive Review of Community Plan, Long Term Financial Plan and Infrastructure & Asset Management Plan	90(3)(d)	18/5/2015
18/5/2015	Chief Executive Officer Performance Review	90(3)(a)	18/5/2015

Freedom Of Information Statement 2014/15

This Information Statement is published by the Clare & Gilbert Valleys Council to meet the requirements of Section 9 of the Freedom of Information Act 1991 ("the Act"). An updated Information Statement will be 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 1999 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. The Mayor is elected by the electors of the area (not chosen by the members of the Council) and 9 Councillors are elected by the electors of the area as a representative of the area as a whole. It operates as a single area council with no Wards.

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 & Minutes of monthly Council meetings are placed on public display at the Council offices and also posted on Councils 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 to 30 June 2015, Council received 4 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 the 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 **\$33.00**.

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 2014/15

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 2014/15 Financial year.

The Committee comprises of five members, three of whom are Independent Members and two being Council 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 2015	April 2019
Independent Member – Mr Grant Norman	Council Meeting April 2011	April 2015
Independent Member—Mr Ian Swan	Council Meeting April 2015	April 2019
Independent Member – Mrs Jillian Wood	Council Meeting July 2011	July 2015
Council Member – Mayor Allan Aughey OAM	Council Meeting November 2014	November 2018
Council Member – Councillor Wayne Thomas	Council Meeting November 2010	November 2014
Council Member—Council Jeremy Kells	Council Meeting November 2014	November 2018

Conduct of Meeting

The Committee met on four occasions during the 2014/15 financial year with the following attendance:

Date	No. of Members attending
11 August 2014	4
7 November 2014	4
11 February 2015	4
5 May 2015	3

Committee Member	No. of Meetings attended
Mr John Comrie	4/4
Mr Grant Norman	3/4
Mrs Jillian Wood	2/4
Mayor Allan Aughey OAM	1/4
Cr Wayne Thomas	2/2 - term concluded
Cr Jeremy Kells	2/2 - term commenced

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

Committee Activities

The following table sets out the main issues addressed by the Committee during 2014/15

Principal Issues	Comments	Recommendations from meeting
11 August 2014		
Infrastructure and Asset Management Plan (IAMP)	A Draft Infrastructure and Asset Management Plan was provided to the Committee.	Adopted for presentation to Council subject to minor edits.
Long Term Financial Plan (LTFP)	An updated Draft Long Term Financial Plan was provided to the Committee.	Adopted for presentation to Council subject to minor edits.
Financial Treatment of Community Wastewater Management Systems (CWMS) Treated Wastewater	A report was prepared in response to Cr W Thomas' Question on Notice carried at the 5 May 2014 Audit Committee Meeting	Committee received the report and requested that a policy document be developed setting up accounting and charges for effluent water. A future discussion paper is to come back to this committee to help with policy development.
Terms of Reference Review	Terms of Reference reviewed and minor changes adopted	Adopted for presentation to Council subject.
Audit Committee Self Assessment	A Draft Self Assessment document was presented for review.	Adopted. Committee members to complete assessments. Upon compilation the results are to be reflected in the 2013/14 Annual Report.
Consensus Items <ul style="list-style-type: none"> Updated Work Program 2014/15 		
7 November 2014		
Draft Annual Financial Statements 2013/14	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.
Draft Annual Report 2013/14	A draft report detailing the Council's achievements in the 2013/14 year was presented.	Adopted for presentation to Council subject to minor edits
Draft Strategic Risk Register	A Draft Risk Register was presented.	The Risk Register to be provided to the Audit Committee at least annually and upon changes.

LGE Software Update	A project briefing for the migration from LGS to supported alternative software was presented for review.	To provide a briefing on the performance of LGE on Council's server at the next meeting. Prior to any firm decision on software provision to replace LGS, the Audit Committee be invited to provide input.
Central Local Government Region Annual Financial Statements for 2013-2014	Report presented	Report noted.
Consensus Items <ul style="list-style-type: none"> Updated Work Program 2014/15 		
11 February 2015		
Financial Treatment of Community Wastewater Management Systems (CWMS) Treated Wastewater	A discussion paper on the financial treatment of CWMS wastewater was presented.	A study of costs, revenue and pricing associated with Council's CWMS services considering water recycling issues and potential future recycling opportunities was recommended to be undertaken during 2015 and a detailed report prepared. Pending this report, a note in the financials would be the appropriate method of recording donations of treated water. The committee requested to be consulted regarding the development of the brief for the study and that the item be included on the Audit Committee Works Program.
Overview of 2013/14 Financial Performance	In accordance with the requirements of Regulation 10 of the Local Government (Financial Management) Regulations 2011, a report comparing the audited financial results of the Council for 2013/14 with the previous financial year was presented	Preparation and consideration of the report was noted.
LGE Software Update	A report on the computer system conversion was provided.	The Committee noted the intention to migrate to a new computer system before 1 July 2016 and that further research should be undertaken to provide sufficient information to allow for an informed decision. As additional information becomes available, a further report would be required for the Committee to assist in informing decision making.

Consensus Items		
<ul style="list-style-type: none"> Updated Work Program 2014/15 		
5 May 2015		
IT Software Future	An updated report providing an overview of Council's current computer system, the necessity to migrate to another software system, alternative solutions and financial implications was presented.	Authorisation was given to waive the provision of competitive tendering and that IT Vision be engaged to provide a software solution for Council. Migration from LGS to Synergy from IT Vision effective 1 July 2016.
5 May 2015 (cont)		
Appointment of Independent Members	Council resolutions provided	The Council resolutions regarding the appointment of Mr Ian Swan as an Independent Member and the re-appointment of Mr John Comrie as Presiding Member, both appointments for a term of four years were noted.
Appointment of External Auditor	The term of the current auditor expired on 30 June 2015 and under the requirements of section 128 (6) of the Act, were not eligible for reappointment. A summary of expressions of interest and a recommendation were provided.	Upon consideration of the applications received the Committee concurred with the recommendation that Galpins be appointed to the position of external auditor for the five year period commencing 1 July 2015.
Budget 2015/16 Financial Year	The draft Budget for 2015/16 was submitted to Council for discussion at a workshop on 29 April 2015 and a second workshop on 4 May 2015 to review additional information.	The Audit Committee to be kept informed of the budget process with the Draft Budget to be considered by the Committee preferably before its adoption for public consultation but definitely prior to its final adoption by Council. Updates of the financial treatment of the CWMS be prepared for consideration by the Committee. Revaluation of Land & Buildings be completed and the revised valuations and depreciation be regarded in the final adopted budget if possible.

Revaluation of Land and Buildings Assets	Council has resolved to appoint Maloney Field Services to carry out the revaluation of Land and Buildings in compliance with AASB13 and effective as at 1 July 2014. Revaluation to be completed by 30 June 2015.	Maloney Field Services be requested to provide valuations effective as at 30 June 2015 in addition to valuations as at 1 July 2014.
Internal Financial Controls	Changes to legislation now require Council auditors to provide an opinion on Council's internal controls. The changes become effective for country councils for the coming financial year and to ensure compliance Council's internal control policies and procedures will need to be in place and documented for 1 July 2015.	Noted that Control Track software developed under the guidance of the Local Government Financial Management Group is being used to facilitate this requirement.
Legislative Compliance Audit	Kelley Jones Lawyers conducted this Audit at Council on 18 and 19 May 2015. This involved scrutiny of documents gathered and interviews with employees responsible for legislative compliance.	The report to be provided to the Audit Committee at its next meeting.
Consensus Items <ul style="list-style-type: none"> • Updated Work Program 2014/15 		

The Audit Committee conducted a 2014/15 Self Assessment Survey.

Work Program for 2015/16 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
- 2014-2015 Annual Statements
- 2015-2016 Annual Business Plan and Budget
- 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

Loans

Council's debt reduced by \$837k to \$9,063k at 30 June 2015. Of this amount \$500k relates to the CWMS schemes with repayments being made from the service charges in the relevant towns. This amount also included \$415k borrowed by Council on behalf of community groups who are responsible for the repayments.

Capital

Capital expenditure for the year was \$3.57m of which \$2.03m was spent on renewal and upgrade of the road network.

Other Capital items included:

Operating plant and equipment	\$ 673k
Minor Plant	\$ 81k
Cemetery shelters at Watervale, Riverton and Clare	\$ 30k
Playground equipment for Torr Park Mintaro	\$ 49k
Bain Rotunda restoration	\$ 12k
Winkler Cottage restoration	\$ 5k

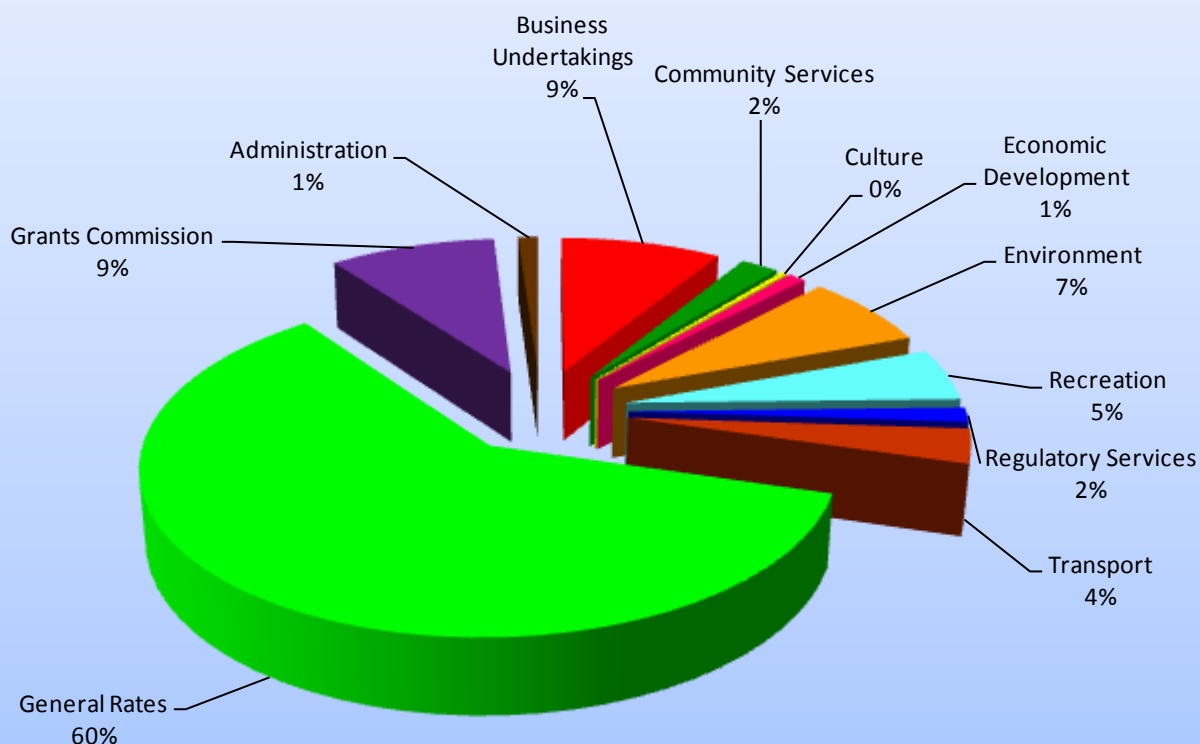
Projects at Pioneer Park, Quarry Hill Lookout and Riverton funded with assistance from Federal Government grants were also completed during the year.

Operating Result

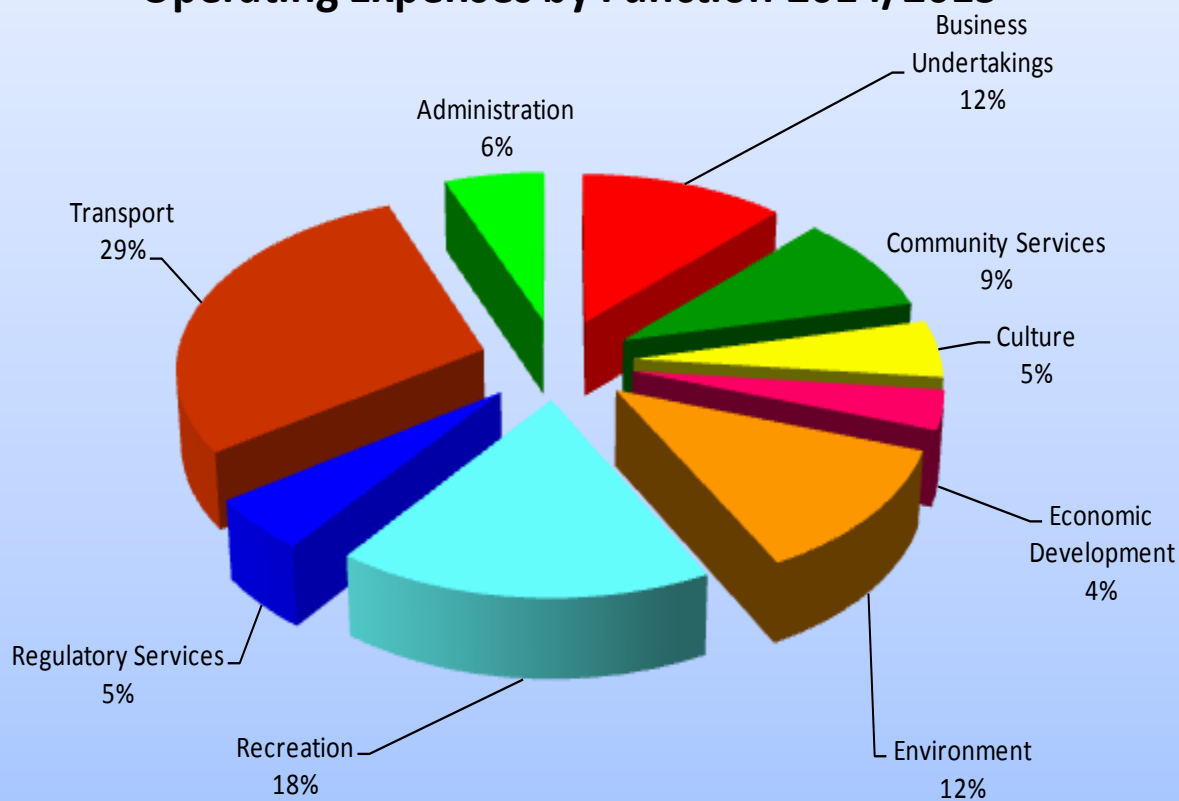
The year ended with a small operating deficit of \$16k.

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

Operating Income by Function 2014/2015



Operating Expenses by Function 2014/2015





Clare Valley Model Engineers—Model Train

Clare & Gilbert Valleys Council

Annual Financial Statements for the year ended 30 June 2015

CLARE & GILBERT VALLEYS COUNCIL

General Purpose Financial Reports for the year ended 30 June 2015

TABLE OF CONTENTS

	<u>Page</u>
Council Certificate	1
Principal Financial Statements	
Statement of Comprehensive Income	2
Statement of Financial Position	3
Statement of Changes in Equity	4
Statement of Cash Flows	5
 Notes to, and forming part of, the Principal Financial Statements	
Note 1 - Significant Accounting Policies	N1
Note 2 - Income	N6
Note 3 - Expenses	N9
Note 4 - Asset Disposal & Fair Value Adjustments	N11
Note 5 - Current Assets	N12
Note 6 - Non-Current Assets	N13
Note 7 - Infrastructure, Property, Plant & Equipment & Investment Property	N14
Note 8 - Liabilities	N19
Note 9 - Reserves	N20
Note 10 - Assets Subject to Restrictions	N21
Note 11 - Reconciliation of Cash Flow Statement	N22
Note 12 - Functions	N23
Note 13 - Financial Instruments	N25
Note 14 - Expenditure Commitments	N27
Note 15 - Financial Indicators	N28
Note 16 - Uniform Presentation of Finances	N29
Note 17 - Operating Leases	N30
Note 18 - Superannuation	N31
Note 19 - Interests in Other Entities	N32
Note 20 - Assets & Liabilities not Recognised	N33
 Audit Report - Financial Statements	
Council Certificate of Audit Independence	
Audit Certificate of Audit Independence	


CLARE & GILBERT VALLEYS COUNCIL


**ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2015**

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 2015 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
Date: 11 November 2015.


.....
Allan Aughey
MAYOR

CLARE & GILBERT VALLEYS COUNCIL

STATEMENT OF COMPREHENSIVE INCOME for the year ended 30 June 2015

	Notes	2015 \$'000	2014 \$'000
INCOME			
Rates	2	11,397	10,992
Statutory charges	2	235	326
User charges	2	1,380	1,314
Grants, subsidies and contributions	2	2,058	2,308
Investment income	2	226	271
Reimbursements	2	144	158
Other income	2	221	186
Total Income		15,661	15,555
EXPENSES			
Employee costs	3	3,953	3,729
Materials, contracts & other expenses	3	6,629	6,621
Depreciation, amortisation & impairment	3	4,430	4,110
Finance costs	3	665	717
Total Expenses		15,677	15,177
OPERATING SURPLUS / (DEFICIT)		(16)	378
Asset disposal & fair value adjustments	4	9	(363)
Physical resources received free of charge	2	-	29
NET SURPLUS / (DEFICIT)		(7)	44
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	(2,886)	(2,083)
Impairment (expense) / recoupments offset to asset revaluation reserve	9	(363)	(365)
Total Other Comprehensive Income		(3,249)	(2,448)
TOTAL COMPREHENSIVE INCOME		(3,256)	(2,404)

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

CLARE & GILBERT VALLEYS COUNCIL
STATEMENT OF FINANCIAL POSITION
as at 30 June 2015

	Notes	2015 \$'000	2014 \$'000
ASSETS			
Current Assets			
Cash and cash equivalents	5	8,918	8,041
Trade & other receivables	5	793	892
Other financial assets	5	250	434
Inventories	5	263	568
Total Current Assets		10,224	9,935
Non-current Assets			
Financial assets	6	376	387
Infrastructure, property, plant & equipment	7	162,254	166,210
Other non-current assets	6	56	446
Total Non-current Assets		162,686	167,043
Total Assets		172,910	176,978
LIABILITIES			
Current Liabilities			
Trade & other payables	8	920	1,149
Borrowings	8	967	905
Provisions	8	1,042	899
Total Current Liabilities		2,929	2,953
Non-current Liabilities			
Borrowings	8	8,096	9,029
Provisions	8	79	126
Liability - Equity accounted Council businesses	6	192	-
Total Non-current Liabilities		8,367	9,155
Total Liabilities		11,296	12,108
NET ASSETS		161,614	164,870
EQUITY			
Accumulated Surplus		10,182	9,952
Asset Revaluation Reserves	9	143,651	146,900
Other Reserves	9	7,781	8,018
TOTAL EQUITY		161,614	164,870

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 2015

		Accumulated Surplus	Asset Revaluation Reserve	Other Reserves	TOTAL EQUITY
2015	Notes	\$'000	\$'000	\$'000	\$'000
Balance at end of previous reporting period		9,952	146,900	8,018	164,870
Net Surplus / (Deficit) for Year		(7)	-	-	(7)
Other Comprehensive Income					
Gain on revaluation of infrastructure, property, plant & equipment		-	(2,886)	-	(2,886)
Impairment (expense) / recoupments offset to asset revaluation reserve		-	(363)	-	(363)
Transfers between reserves		237	-	(237)	-
Balance at end of period		10,182	143,651	7,781	161,614
2014					
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					
Changes in revaluation surplus - infrastructure, property, plant & equipment		-	(2,083)	-	(2,083)
Impairment (expense) / recoupments offset to asset revaluation reserve		-	(365)	-	(365)
Transfers between reserves		1,545	-	(1,545)	-
Balance at end of period		9,952	146,900	8,018	164,870

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 2015

	Notes	2015 \$'000	2014 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
<u>Receipts</u>			
Rates - general & other		11,439	10,764
Fees & other charges		235	326
User charges		1,554	1,429
Investment receipts		2,114	2,562
Grants utilised for operating purposes		239	280
Reimbursements		161	114
Other revenues		879	1,431
<u>Payments</u>			
Employee costs		(3,801)	(3,743)
Materials, contracts & other expenses		(7,094)	(7,145)
Finance payments		(668)	(792)
Net Cash provided by (or used in) Operating Activities		5,058	5,226
CASH FLOWS FROM INVESTING ACTIVITIES			
<u>Receipts</u>			
Sale of replaced assets		251	117
Sale of surplus assets		89	123
Net disposal of investment securities		184	-
Repayments of loans by community groups		41	37
<u>Payments</u>			
Expenditure on renewal/replacement of assets		(3,151)	(4,804)
Expenditure on new/upgraded assets		(693)	(901)
Net purchase of investment securities		-	(16)
Loans made to community groups		(35)	-
Net Cash provided by (or used in) Investing Activities		(3,314)	(5,444)
CASH FLOWS FROM FINANCING ACTIVITIES			
<u>Receipts</u>			
Proceeds from borrowings		35	-
Proceeds from Trust Funds		4	1
<u>Payments</u>			
Repayments of borrowings		(906)	(850)
Net Cash provided by (or used in) Financing Activities		(867)	(849)
Net Increase (Decrease) in cash held		877	(1,067)
Cash & cash equivalents at beginning of period	11	8,041	9,108
Cash & cash equivalents at end of period	11	8,918	8,041

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 2015

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 2015

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. In June 2015 an amount of \$496,072 of the 2015/2016 grant was paid which had the effect of reducing the operating deficit. (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 2015

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 2015

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 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.

11 GST Implications

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

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

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

Note 1 – SIGNIFICANT ACCOUNTING POLICIES (continued)

12 Pending Accounting Standards

Certain new accounting standards and UIG interpretations have been published that are not mandatory for the 30 June 2015 reporting period and have not been used in preparing these reports.

AASB 7	Financial Instruments – Disclosures
AASB 9	Financial Instruments
AASB 15	Revenue from Contracts with Customers
AASB 124	Related Party Disclosures

Standards containing consequential amendments to other Standards and Interpretations arising from the above - AASB 2010-7, AASB 2014-1, AASB 2014-3, AASB 2014-4, AASB 2014-5, AASB 2014-6, AASB 2014-7, AASB 2014-8, AASB 2014-9, AASB 14-10, AASB 15-1, AASB 15-2, AASB 15-3, AASB 15-4 and AASB 2015-6.

(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 2015

Note 2 - INCOME

	Notes	2015 \$'000	2014 \$'000
RATES REVENUES			
<u>General Rates</u>		9,535	9,170
Less: Mandatory rebates		(125)	(114)
Less: Discretionary rebates, remissions & write offs		(33)	(58)
		<u>9,377</u>	<u>8,998</u>
<u>Other Rates</u> (including service charges)			
Natural Resource Management levy		326	321
Waste collection		640	636
Community wastewater management systems		987	983
		<u>1,953</u>	<u>1,940</u>
<u>Other Charges</u>			
Penalties for late payment		67	54
		<u>11,397</u>	<u>10,992</u>
STATUTORY CHARGES			
Development Act fees		51	41
Town planning fees		97	90
Health & Septic Tank Inspection fees		26	30
Animal registration fees & fines		51	51
Environment control fines		-	1
CWMS fees		10	113
		<u>235</u>	<u>326</u>
USER CHARGES			
Cemetery/crematoria fees		45	58
Caravan Park fees		249	245
Cultural activities		8	3
Hall & equipment hire		31	23
Library services		15	7
Recreation fees		705	722
Tourism		115	34
Waste management fees		104	105
Sundry		108	117
		<u>1,380</u>	<u>1,314</u>
INVESTMENT INCOME			
Interest on investments			
Local Government Finance Authority		179	220
Banks & other		15	18
Loans to community groups		32	33
		<u>226</u>	<u>271</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

NOTE 2 - INCOME (continued)

	Notes	2015 \$'000	2014 \$'000
REIMBURSEMENTS			
- for private works		14	2
- by joint undertakings		30	38
- other		100	118
		<u>144</u>	<u>158</u>
OTHER INCOME			
Donations received		105	128
Sundry		116	58
		<u>221</u>	<u>186</u>
GRANTS, SUBSIDIES, CONTRIBUTIONS			
Individually significant items		496	1,019
Other grants, subsidies and contributions		1,562	1,289
		<u>2,058</u>	<u>2,308</u>
<i>The functions to which these grants relate are shown in Note 12.</i>			
Sources of grants			
Commonwealth government		352	369
State government		1,591	1,829
Other		115	110
		<u>2,058</u>	<u>2,308</u>
Individually Significant Items			
Commonwealth Regional Development Australia (RDAF) Grants		-	369
2015/2016 Local Government Financial Assistance Grant Advance Payment. (Refer Note 1 Item 3)		496	-
Department Planning Transport & Infrastructure (DPTI) Incentive Grant		-	200
DPTI road contribution		-	450
		<u>496</u>	<u>1019</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

NOTE 2 - INCOME (continued)

	Notes	2015 \$'000	2014 \$'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>		829	2,654
<i>Less: expended during the current period from revenues recognised in previous reporting periods</i>			
<i>Roads Infrastructure</i>		(329)	(1,984)
<i>Environment</i>		(40)	-
<i>Recreation</i>		(70)	-
<i>Heritage & Cultural Services</i>		(12)	(45)
<i>Subtotal</i>		(451)	(2,029)
<i>Plus: amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions</i>			
<i>Roads Infrastructure</i>		43	105
<i>Environment</i>		2	4
<i>Recreation</i>		5	95
<i>Subtotal</i>		50	204
<i>Unexpended at the close of this reporting period</i>		428	829
<i>Net increase (decrease) in assets subject to conditions in the current reporting period</i>		(401)	(1,825)
PHYSICAL RESOURCES RECEIVED FREE OF CHARGE			
<i>Library Books</i>		-	29
TOTAL PHYSICAL RESOURCES RECEIVED		-	29

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

Note 3 - EXPENSES

	Notes	2015 \$'000	2014 \$'000
EMPLOYEE COSTS			
Salaries and Wages		3,389	3,382
Employee leave expense		479	415
Superannuation - defined contribution plan contributions	18	164	112
Superannuation - defined benefit plan contributions	18	191	232
Workers' Compensation Insurance		99	122
Other		42	41
Total Employee Costs		4,364	4,304
Less: Capitalised and distributed costs		(411)	(575)
Total Operating Employee Costs		3,953	3,729
Total Number of Employees		53	55
<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		207	154
Election expenses		36	3
Subtotal - Prescribed Expenses		252	166
<u>Other Materials, Contracts & Expenses</u>			
Contractors		3,657	4,095
Energy		381	696
Insurance		403	408
Levies paid to government - NRM levy		325	320
- Other Levies		582	25
Parts, accessories & consumables		1,029	911
Subtotal - Other Materials, Contracts & Expenses		6,377	6,455
		6,629	6,621

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

Note 3 - EXPENSES (cont)

	Notes	2015 \$'000	2014 \$'000
DEPRECIATION, AMORTISATION & IMPAIRMENT			
Depreciation			
Buildings & Other Structures		964	1,021
Infrastructure			
- Roads, footways & kerbing		2,318	2,278
- Bridges		106	99
- Other road infrastructure		63	50
- CWMS		248	246
- Stormwater drainage		48	46
Plant & Equipment		520	421
Furniture & Fittings		61	23
Other Assets		9	43
Impairment			
Roads, footways & kerbing		192	365
Bridges		172	-
Plant & Equipment		192	-
		<u>4,893</u>	<u>4,592</u>
Less: Capitalised and distributed costs		(100)	(117)
Less: Impairment expense offset to asset revaluation reserve	9	<u>(363)</u>	<u>(365)</u>
		<u>4,430</u>	<u>4,110</u>
FINANCE COSTS			
Interest on overdraft and short-term drawdown			
Interest on Loans		647	702
Unwinding of present value discounts		20	22
Less: Capitalised and distributed costs		<u>(2)</u>	<u>(7)</u>
		<u>665</u>	<u>717</u>

CLARE & GILBERT VALLEYS COUNCIL

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
for the year ended 30 June 2015**

Note 4 - ASSET DISPOSAL & FAIR VALUE ADJUSTMENTS

	Notes	2015 \$'000	2014 \$'000
INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT			
<i>Assets renewed or directly replaced</i>			
Proceeds from disposal		251	117
Less: Carrying amount of assets sold		<u>266</u>	<u>184</u>
Gain (Loss) on disposal		<u>(15)</u>	<u>(67)</u>
<i>Assets surplus to requirements</i>			
Proceeds from disposal		90	124
Less: Carrying amount of assets sold		<u>66</u>	<u>420</u>
Gain (Loss) on disposal		<u>24</u>	<u>(296)</u>
 NET GAIN (LOSS) ON DISPOSAL OR REVALUATION OF ASSETS		 <u>9</u>	 <u>(363)</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

Note 5 - CURRENT ASSETS

	Notes	2015 \$'000	2014 \$'000
CASH & EQUIVALENT ASSETS			
Cash on Hand and at Bank		267	125
Deposits at Call		8,651	7,916
		<u>8,918</u>	<u>8,041</u>
TRADE & OTHER RECEIVABLES			
Rates - General & Other		539	579
Rates postponed for State Seniors		5	7
Accrued Revenues		41	53
Debtors - general		103	58
GST Recoupment		61	168
Prepayments		-	1
Loans to community organisations		44	40
Total		<u>793</u>	<u>906</u>
Less: Allowance for Doubtful Debts		-	14
		<u>793</u>	<u>892</u>
OTHER FINANCIAL ASSETS			
Investment		250	434
		<u>250</u>	<u>434</u>
INVENTORIES			
Stores & Materials		263	568
		<u>263</u>	<u>568</u>

Amounts included in other financial assets that are not expected to be received within 12 months of reporting date are disclosed in Note 13.

CLARE & GILBERT VALLEYS COUNCIL

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
for the year ended 30 June 2015**

Note 6 - NON-CURRENT ASSETS

	Notes	2015 \$'000	2014 \$'000
FINANCIAL ASSETS			
Receivables			
Loans to community organisations		<u>376</u>	<u>387</u>
TOTAL FINANCIAL ASSETS		<u>376</u>	<u>387</u>
 OTHER NON-CURRENT ASSETS			
Capital Works-in-Progress		<u>56</u>	<u>446</u>
		<u>56</u>	<u>446</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

	Fair Value Level	2014 \$'000				2015 \$'000			
		AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT	AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT
Land	2	12,217	356	-	12,573	12,714	11	-	12,725
Buildings & Other Structures	2	-	-	-	-	3,868	-	(2,576)	1,292
Buildings & Other Structures	3	61,821	2,924	(25,479)	39,266	54,587	599	(20,721)	34,465
Infrastructure									
- Roads, footways & kerbing	3	120,868	6,954	(36,819)	91,003	118,936	9,031	(37,512)	90,455
- Bridges	3	10,466	394	(3,616)	7,244	10,465	474	(3,721)	7,218
- Other road infrastructure	3	-	578	(167)	411	-	695	(185)	510
- CWMS	3	13,868	37	(4,385)	9,520	13,867	81	(4,633)	9,315
- Stormwater drainage	3	3,096	134	(1,057)	2,173	3,096	134	(1,105)	2,125
Plant & Equipment		-	6,318	(2,793)	3,525	-	6,488	(2,829)	3,659
Furniture & Fittings		-	499	(353)	146	-	531	(413)	118
Library Books		349	-	-	349	349	32	(9)	372
TOTAL INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT		222,685	18,194	(74,669)	166,210	217,882	18,076	(73,704)	162,254
Comparatives		226,039	14,653	(72,199)	168,493	222,685	18,194	(74,669)	166,210

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 2015

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

	2014	CARRYING AMOUNT MOVEMENTS DURING YEAR								2015
	\$'000	\$'000								\$'000
	CARRYING AMOUNT	Additions		Disposals	Depreciation	Impairment	Transfers		Net Revaluation	
	New/Upgrade	Renewals	In				Out			
Land	12,573	12	-	(63)	-	-	-	-	203	12,725
Buildings & Other Structures	-	-	-	-	(79)	-	-	-	1,371	1,292
Buildings & Other Structures	39,266	333	266	-	(885)	(55)	-	-	(4,460)	34,465
Infrastructure										
- Roads, footways & kerbing	91,003	522	1,556	-	(2,318)	(308)	-	-	-	90,455
- Bridges	7,244	61	19	-	(106)	-	-	-	-	7,218
- Other road infrastructure	411	117	45	-	(63)	-	-	-	-	510
- CWMS	9,520	43	-	-	(248)	-	-	-	-	9,315
- Stormwater drainage	2,173	-	-	-	(48)	-	-	-	-	2,125
Plant & Equipment	3,525	9	913	(268)	(520)	-	84	(84)	-	3,659
Furniture & Fittings	146	-	33	-	(61)	-	7	(7)	-	118
Library Books	349	-	32	-	(9)	-	-	-	-	372
TOTAL INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT	166,210	1,097	2,864	(331)	(4,337)	(363)	91	(91)	(2,886)	162,254
Comparatives	168,493	599	4,396	(603)	(4,227)	(365)	-	-	(2,083)	166,210

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 2015

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.

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 2015

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 2015

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

Other Assets
Library Books
Artworks

7 years
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, deriving from a valuation at 1 July 2014 at current replacement cost. Additions are recognised at cost.

Buildings & Other Structures

Buildings and other structures were revalued as at 1 July 2014 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 2015

Note 8 - LIABILITIES

		2015 \$'000		2014 \$'000	
TRADE & OTHER PAYABLES	Notes	Current	Non-current	Current	Non-current
Goods & Services		430	-	756	-
Payments received in advance		40	-	-	-
Accrued expenses - employee entitlements		182	-	125	-
Accrued expenses - other		154	-	157	-
Deposits, Retentions & Bonds		78	-	78	-
Other		36	-	33	-
		<u>920</u>	<u>-</u>	<u>1,149</u>	<u>-</u>

BORROWINGS

Loans		967	8,096	905	9,029
		<u>967</u>	<u>8,096</u>	<u>905</u>	<u>9,029</u>

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

PROVISIONS

Employee entitlements (including oncosts)		1,042	79	899	126
		<u>1,042</u>	<u>79</u>	<u>899</u>	<u>126</u>

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

641

562

Movements in Provisions - 2015 year only (current & non-current)

	Employee Entitlements
Opening Balance	1,025
Add Unwinding of present value discounts	20
(Less) Payments	(3)
Add (Less) Remeasurement Adjustments	79
Closing Balance	<u>1,121</u>

LIABILITY - EQUITY ACCOUNTED COUNCIL BUSINESSES

Mid North Community Passenger Network	19	192	-
		<u>192</u>	<u>-</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

Note 9 - RESERVES

ASSET REVALUATION RESERVE	1/7/2014	Net Increments (Decrements)	Transfers, Impairments	30/6/2015
Notes	\$'000	\$'000	\$'000	\$'000
Land	10,360	203	-	10,563
Buildings & Other Structures	31,040	(3,089)	-	27,951
Infrastructure				
- Roads, footways & kerbing	93,402	-	(191)	93,211
- Bridges	5,506	-	(172)	5,334
- CWMS	5,371	-	-	5,371
- Stormwater drainage	1221	-	-	1,221
TOTAL	146,900	(2,886)	(363)	143,651
<i>Comparatives</i>	<i>149,348</i>	<i>(2,083)</i>	<i>(365)</i>	<i>146,900</i>

OTHER RESERVES	1/7/2014	Transfers to Reserve	Transfers from Reserve	30/6/2015
CWMS Reserves	2,148	524	(18)	2,654
Off Street Parking Reserve	19	-	(19)	-
Clare Caravan Park Reserve	1,940	-	-	1,940
Waste Management Reserve	842	157	-	999
Unspent Grants & Loans Reserve	1,940	538	(1,426)	1,052
Clare Open Space Reserve	64	-	(39)	25
Riverton Open Space Reserve	60	-	(48)	12
Mid North Community Passenger Network Reserve	248	94	-	342
Windfarm Roads Infrastructure Reserve	757	-	-	757
TOTAL OTHER RESERVES	8,018	1,313	(1,550)	7,781
<i>Comparatives</i>	<i>9,563</i>	<i>3,247</i>	<i>(4,792)</i>	<i>8,018</i>

PURPOSES OF RESERVES

Asset Revaluation Reserve

The asset revaluation reserve is used to record increments and decrements arising from changes in fair value of non-current assets (less any subsequent impairment losses, where applicable).

Other Reserves

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

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

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

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 development of open space areas

Riverton Open Space Reserve - developer contributions towards development 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

CLARE & GILBERT VALLEYS COUNCIL

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
for the year ended 30 June 2015**

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 2015

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	2015 \$'000	2014 \$'000
Total cash & equivalent assets	5	8,918	8,041
Balances per Cash Flow Statement		<u>8,918</u>	<u>8,041</u>

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

Net Surplus (Deficit)	(7)	44
Non-cash items in Income Statement		
Depreciation, amortisation & impairment	4,429	4,110
Net increase (decrease) in unpaid employee benefits	145	(35)
Accrued Interest	(3)	-
Premiums & discounts recognised & unwound	7	22
Change in allowances for under-recovery	-	(29)
Net (Gain) Loss on Disposals	(9)	363
	<u>4,562</u>	<u>4,475</u>
Add (Less): Changes in Net Current Assets		
Net (increase) decrease in receivables	105	362
Net (increase) decrease in inventories	305	(196)
Net increase (decrease) in trade & other payables	86	572
Net increase (decrease) in other provisions	-	13
Net Cash provided by (or used in) operations	<u>5,058</u>	<u>5,226</u>

(c) Non-Cash Financing and Investing Activities

Acquisition of assets by means of:		
- Physical resources received free of charge	3	29
	<u>-</u>	<u>29</u>

(d) Financing Arrangements

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

7 7

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

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	2015	2014	2015	2014		
	2015	2014	2015	2014	\$'000	\$'000	\$'000	\$'000		
Business Undertakings	1,382	1,487	939	888	443	599	10,987	11,345		
Community Services	327	321	1,533	1,300	(1,206)	(979)	19,167	16,470		
Culture	51	47	885	742	(834)	(695)	4,108	4,182		
Economic Development	157	42	614	337	(457)	(295)	980	473		
Environment	1,129	1,144	2,001	2,108	(872)	(964)	3,466	3,755		
Recreation	810	1,288	2,920	3,534	(2,110)	(2,246)	19,042	25,639		
Regulatory Services	226	219	829	730	(603)	(511)	28	155		
Transport & Communication	516	1,005	4,770	4,600	(4,254)	(3,595)	98,193	98,957		
Plant Hire & Depot/Indirect	19	-	20	-	(1)	-	4,104	3,800		
Unclassified Activities		201	-	187	-	14	-	-		
Council Administration	11,044	9,801	974	751	10,070	9,050	1,431	622		
TOTALS	15,661	15,555	15,485	15,177	176	378	2,058	2,308	172,909	176,992

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 2015

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

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 2015

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	<p>Accounting Policy: Carried at lower of cost and net realisable value; interest is recognised when earned.</p> <p>Terms & conditions: Deposits are returning fixed interest rates of 2% (2014: 2.5%). Short term deposits have an average maturity of 180 days and an average interest rates of 2.8% (2014: 180 days, 3.5%).</p> <p>Carrying amount: approximates fair value due to the short term to maturity.</p>
<p>Receivables - Rates & Associated Charges (including legals & penalties for late payment)</p> <p>Note: These receivables do not meet the definition of "financial instruments" and have been excluded from the following disclosures.</p>	<p>Accounting Policy: Carried at nominal values less any allowance for doubtful debts. An allowance for doubtful debts is recognised (and re-assessed annually) when collection in full is no longer probable.</p> <p>Terms & conditions: Secured over the subject land, arrears attract interest of 0.6458% (2014: 0.6667%) Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries in the State.</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
Receivables - Fees & other charges	<p>Accounting Policy: Carried at nominal values less any allowance for doubtful debts. An allowance for doubtful debts is recognised (and re-assessed annually) when collection in full is no longer probable.</p> <p>Terms & conditions: Unsecured, and do not bear interest. Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries.</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
Receivables - other levels of government	<p>Accounting Policy: Carried at nominal value.</p> <p>Terms & conditions: Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of 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 Council.</p> <p>Terms & conditions: Liabilities are normally settled on 30 day terms.</p> <p>Carrying amount: approximates fair value.</p>
Liabilities - Interest Bearing Borrowings	<p>Accounting Policy: Carried at the principal amounts. Interest is charged as an expense as it accrues.</p> <p>Terms & conditions: secured over future revenues, borrowings are repayable 6 monthly; interest is charged at fixed rates between 5% and 7.9% (2014: 6.12% and 7.9%)</p> <p>Carrying amount: approximates fair value.</p>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

Note 13 (cont) - FINANCIAL INSTRUMENTS

Liquidity Analysis

2015	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	8,918	-	-	8,918	8,918
Receivables	278	277	225	780	625
Other Financial Assets	250	-	-	250	250
Total	9,446	277	225	9,948	9,793
Financial Liabilities					
Payables	584	-	-	584	584
Current Borrowings	1,568	-	-	1,568	967
Non-Current Borrowings	-	6,102	4,374	10,476	8,096
Total	2,152	6,102	4,374	12,628	9,647

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

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

	30 June 2015		30 June 2014	
	Weighted Average Interest Rate	Carrying Value	Weighted Average Interest Rate	Carrying Value
	%	\$'000	%	\$'000
Other Variable Rates	6.8	9,063	6.77	9,934
		<u>9,063</u>		<u>9,934</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. All Council investments are made with the SA Local Government Finance Authority and are guaranteed by the SA Government. Except as detailed in Notes 5 & 6 in relation to individual classes of receivables, exposure is concentrated within the Council's boundaries, and there is no material exposure to any individual debtor.

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

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

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

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

Note 14 - COMMITMENTS FOR EXPENDITURE

	Notes	2015 \$'000	2014 \$'000
Capital Commitments			
Capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities:			
Land		-	100
		-	100
These expenditures are payable:			
Not later than one year		-	100
		-	100
Other Expenditure Commitments			
Audit services		82	18
Waste management services		2,737	3,176
Employee remuneration contracts		1,232	1,222
CWMS plant maintenance contract		153	230
		<u>4,204</u>	<u>4,646</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

Note 15 - FINANCIAL INDICATORS

	2015	2014	2013
--	------	------	------

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

Operating Surplus	(0%)	4%	9%
Rates - general & other less NRM levy			

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

TARGET: Between 0% and 15% over any five year period

Adjusted Operating Surplus Ratio	(5%)	8%	9%
----------------------------------	------	----	----

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.

NOTE: From 1 July 2015 the Operating Surplus Ratio will be calculated by dividing the operating surplus / (deficit) by the operating revenue. As a result the historical figures in the 2015/2016 Budget have been reworked to reflect the change and to provide meaningful comparison.

Net Financial Liabilities Ratio

Net Financial Liabilities	6%	15%	10%
Total Operating Revenue			

TARGET: Greater than zero but less than 100%

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.

Asset Sustainability Ratio

Net Asset Renewals	87%	108%	100%
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.

TARGET: Greater than 90% but less than 110% over a rolling three year period

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

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

	2015 \$'000	2014 \$'000
Income	15,661	15,555
less Expenses	<u>15,677</u>	<u>15,177</u>
Operating Surplus / (Deficit)	(16)	378
less Net Outlays on Existing Assets		
Capital Expenditure on renewal and replacement of Existing Assets	3,151	4,804
Depreciation, Amortisation and Impairment	(4,430)	(4,110)
Proceeds from Sale of Replaced Assets	<u>(251)</u>	<u>(117)</u>
	(1,530)	577
less Net Outlays on New and Upgraded Assets		
Capital Expenditure on New and Upgraded Assets (including investment property & real estate developments)	693	901
Proceeds from Sale of Surplus Assets (including investment property and real estate developments)	<u>(89)</u>	<u>(123)</u>
	604	778
Net Lending / (Borrowing) for Financial Year	<u>910</u>	<u>(977)</u>

CLARE & GILBERT VALLEYS COUNCIL

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
for the year ended 30 June 2015**

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 2015

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 the Accumulation section and/or Salarylink. All other employees (including casuals) have all contributions allocated to the Accumulation section.

Accumulation only Members

Accumulation only members receive both employer and employee contributions on a progressive basis. Employer contributions are based on a fixed percentage of ordinary time earnings in accordance with superannuation guarantee legislation (9.50% in 2014/15; 9.25% in 2013/14). No further liability accrues to the Council as the superannuation benefits accruing to employees are represented by their share of the net assets of the Fund.

Salarylink (Defined Benefit Fund) Members

Salarylink is a defined benefit scheme where the benefit payable is based on a formula determined by the member's contribution rate, number of years and level of contribution and final average salary. Council makes employer contributions to Salarylink as determined by the Fund's Trustee based on advice from the appointed Actuary. The rate is currently 6.3% (6.3% in 2013/14) of "superannuation" salary.

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

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

The most recent actuarial investigation was conducted by the Fund's actuary, A C Miller, FIAA, of Russell Employee Benefits Pty Ltd as at 30 June 2014. 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 2015

Note 19 - INTERESTS IN OTHER ENTITIES

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. The liability to member Councils in the event of the dissolution of the network has been recognised in the Balance Sheet. (Note 8).

(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
Clare & Gilbert Valleys Dry Zone Committee
Bushfire Prevention 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 governments, private enterprise and the community.
- (d) To develop further co-operation between its constituent councils for the benefit of the communities of the region.

There are 15 member Councils who are each entitled to membership on the Board with equal voting rights.

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 2015**

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

The following assets and liabilities do not qualify for recognition in the Balance Sheet but knowledge of those items is considered relevant to users of the financial reports 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 at cost, but transferred to fair value at the 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, 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 2015.

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 2015, 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 McDonald FCA
Chartered Accountant
Registered Company Auditor 16458

Liability limited by a scheme approved under Professional Standards Legislation

Signed this 12th day of November 2015 at Adelaide, South Australia

234 Waymouth St
Adelaide SA 5000

PO Box 75
Henley Beach SA 5022

☎ 0419 620 906 / 0408 832 848
☎ 08 8356 6397

CLARE & GILBERT VALLEYS COUNCIL

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015

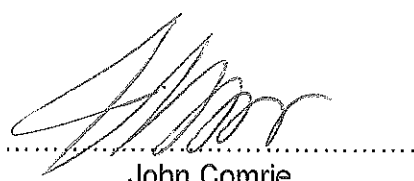
CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of the Clare & Gilbert Valleys Council for the year ended 30 June 2015, the Council's Auditor, Ian G McDonald FCA, has maintained his independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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



Roy D Blight
CHIEF EXECUTIVE OFFICER



John Comrie
PRESIDING MEMBER
AUDIT COMMITTEE

Date: 2 November 2015



Clare & Gilbert Valleys Council
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2015

STATEMENT BY AUDITOR

7.8.1.1.4
O

15-010728

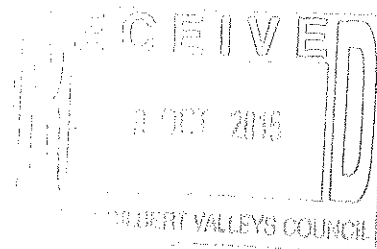
Carol file

I confirm that, for the audit of the financial statements of the Clare & Gilbert Valleys Council for the year ended 30 June 2015, 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 30th day of October 2015



Liability limited by a scheme approved under Professional Standards Legislation

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 2014/15 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 2014/2015

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

CENTRAL LOCAL GOVERNMENT
REGION of SA Inc



Annual Financial
Statements

For the financial year

July 1st 2014 – June 30th 2015

Central Local Government Region of SA Inc

General Purpose Financial Reports for the year ended 30 June 2015

TABLE OF CONTENTS

	<u>Page</u>
Region Certificate	3
Principal Financial Statements	
Statement of Comprehensive Income	4
Statement of Financial Position	5
Statement of Changes in Equity	6
Statement of Cash Flows	7
 Notes to, and forming part of, the Principal Financial Statements	
Note 1 - Significant Accounting Policies	8
Note 2 - Income	11
Note 3 - Expenses	12
Note 4 - Asset Disposal & Fair Value Adjustments	12
Note 5 - Current Assets	12
Note 7 - Property, Plant & Equipment	13
Note 8 - Liabilities	14
Note 9 - Reserves	14
Note 11 - Reconciliation of Cash Flow Statement	15
Note 12 - Functions	15
Note 13 - Financial Instruments	16
Note 16 - Uniform Presentation of Finances	17
Note 19 - Interests in Other Entities	18
 Audit Report - Financial Statements	
Region Certificate of Audit Independence	
Audit Certificate of Audit Independence	

Central Local Government Region of SA Inc

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 June 2015

CERTIFICATION OF FINANCIAL STATEMENTS

We have been authorised by the Region 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 2015 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: 24/8/15

Central Local Government Region of SA Inc

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 30 June 2015

	Notes	2015 \$	2014 \$
INCOME			
Grants, subsidies and contributions	2	285,555	852,300
Investment income	2	18,419	16,070
Other income	2	193,714	171,950
Total Income		<u>497,688</u>	<u>1,040,320</u>
EXPENSES			
Employee costs	3	-	93,259
Materials, contracts & other expenses	3	796,701	697,046
Depreciation, amortisation & impairment	3	850	5,101
Total Expenses		<u>797,551</u>	<u>795,406</u>
OPERATING SURPLUS / (DEFICIT)		(299,863)	244,914
Asset disposal & fair value adjustments	4	(12,602)	-
NET SURPLUS / (DEFICIT)		(312,465)	244,914
transferred to Equity Statement			
Total Other Comprehensive Income		-	-
TOTAL COMPREHENSIVE INCOME		<u>(312,465)</u>	<u>244,914</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 2015

	Notes	2015 \$	2014 \$
ASSETS			
Current Assets			
Cash and cash equivalents	5	541,825	749,243
Trade & other receivables	5	64,293	119,804
Total Current Assets		606,118	869,047
Non-current Assets			
Property, plant & equipment	7	-	28,907
Total Non-current Assets		-	28,907
Total Assets		606,118	897,954
LIABILITIES			
Current Liabilities			
Trade & other payables	8	43,877	23,248
Total Liabilities		43,877	23,248
NET ASSETS		562,241	874,706
EQUITY			
Accumulated Surplus		68,145	25,212
Other Reserves	9	494,096	849,494
TOTAL EQUITY		562,241	874,706

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 2015

		Accumulated Surplus	Other Reserves	TOTAL EQUITY
2015	Notes	\$	\$	\$
Balance at end of previous reporting period		25,212	849,494	874,706
Net Surplus / (Deficit) for Year		(312,465)		(312,465)
Other Comprehensive Income				
Transfers between reserves		355,398	(355,398)	-
Balance at end of period		68,145	494,096	562,241
2014				
Balance at end of previous reporting period		3,486	626,306	629,792
Net Surplus / (Deficit) for Year		244,914		244,914
Other Comprehensive Income				
Transfers between reserves		(223,188)	223,188	-
Balance at end of period		25,212	849,494	874,706

Central Local Government Region of SA Inc

STATEMENT OF CASH FLOWS

for the year ended 30 June 2015

	Notes	2015 \$	2014 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
<u>Receipts</u>			
Investment receipts		19,089	16,474
Grants & Council Contributions		438,015	906,483
Other revenues		96,095	122,464
<u>Payments</u>			
Employee costs		-	(105,421)
Materials, contracts & other expenses		(776,072)	(791,909)
Net Cash provided by (or used in) Operating Activities		(222,873)	148,091
 CASH FLOWS FROM INVESTING ACTIVITIES			
<u>Receipts</u>			
Sale of surplus assets		15,455	-
Net Cash provided by (or used in) Investing Activities		15,455	-
 CASH FLOWS FROM FINANCING ACTIVITIES			
Net Cash provided by (or used in) Financing Activities		-	-
Net Increase (Decrease) in cash held		(207,418)	148,091
 Cash & cash equivalents at beginning of period	11	749,243	601,152
Cash & cash equivalents at end of period	11	541,825	749,243

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 2015

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 Orreroo/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.

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.

Employee Benefits

Salaries, Wages & Compensated Absences

As at 30th June 2015 the Region does not have any employees and hence there are no employee provisions at the reporting date.

Superannuation

The Region had no employees for the financial year ended 30th June 2015.

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.

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 15	Revenue from Contracts with Customers
AASB 124	Related Party Disclosures

Standards containing consequential amendments to other Standards and Interpretations arising from the above - AASB 2010-7, AASB 2014-1, AASB 2014-3, AASB 2014-4, AASB 2014-5, AASB 2014-6, AASB 2014-7, AASB 2014-8, AASB 2014-9, AASB 14-10, AASB 15-1, AASB 15-2, AASB 15-3, AASB 15-4, AASB 15-5 and AASB 2015-6.

(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.

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

Note 2 - INCOME

	Notes	2015 \$	2014 \$
INVESTMENT INCOME			
Local Government Finance Authority		18,312	15,961
Banks & other		107	109
		<u>18,419</u>	<u>16,070</u>
OTHER INCOME			
Council Contributions		152,460	148,159
Sundry		41,254	23,791
		<u>193,714</u>	<u>171,950</u>
GRANTS, SUBSIDIES, CONTRIBUTIONS			
Other grants, subsidies and contributions		285,555	852,300
		<u>285,555</u>	<u>852,300</u>
Sources of grants			
Commonwealth government		39,954	376,950
State government		235,601	56,000
Other (inc NRM)		10,000	419,350
		<u>285,555</u>	<u>852,300</u>

Conditions over grants & contributions

Grants and contributions which were obtained on the condition that they be expended for specified purposes or in a future period, but which are not yet expended in accordance with those conditions, are as follows:

Unexpended at the close of the previous reporting period	516,994	285,876
Less: expended during the current period from revenues recognised in previous reporting periods		
P010-Windfarm Liaison	(27,593)	(20,010)
P008-Coastal Councils Project	-	(69,027)
P009-Climate Change	(95,703)	(8,918)
P014-Water Project	-	(21,439)
P003-Waste Management	(15,635)	-
P016-Upper Spencer Gulf RSP	(182,941)	-
P018-Policy Amendment Review	(30,000)	-
P019-Coastal Adaptation	(30,000)	-
P020-Risk Assessment	(30,000)	-
P022-Roads & Transport	(680)	-
Sub total	<u>(412,552)</u>	<u>(119,394)</u>
Plus: amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions		
P003-Waste Management	-	18,434
A009-Special Projects	13,305	543
P024-Climate Change Co-ordinator 2015-17	25,000	-
P022-Roads & Transport	-	5,927
P023-Outreach Collaboration Project	256	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
Sub total	<u>38,561</u>	<u>350,512</u>
Unexpended at the close of this reporting period	<u>143,003</u>	<u>516,994</u>
Net increase (decrease) in assets subject to conditions in the current reporting period	<u>(373,991)</u>	<u>231,118</u>

Central Local Government Region of SA Inc
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
for the year ended 30 June 2015

Note 3 - EXPENSES

	Notes	2015 \$	2014 \$
EMPLOYEE COSTS			
Salaries and Wages		-	73,877
Employee leave expense		-	7,163
Superannuation - defined contribution plan contributions		-	6,251
FBT		-	5,968
Total Operating Employee Costs		<u>-</u>	<u>93,259</u>
Total Number of Employees		-	-
<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	1,650
Other Audit/Accounting Fees		-	486
Subtotal - Prescribed Expenses		<u>1,650</u>	<u>2,136</u>
<u>Other Materials, Contracts & Expenses</u>			
Contractors & Consultants		732,691	552,016
Energy & Fuel		9	4,383
Grants		25,000	79,000
Members Allowances & Support		4,176	4,058
Meetings & Conferences		5,064	22,216
Insurance		5,701	8,687
Sundry		22,410	24,550
Subtotal - Other Materials, Contracts & Expenses		<u>795,051</u>	<u>694,910</u>
		<u>796,701</u>	<u>697,046</u>
DEPRECIATION, AMORTISATION & IMPAIRMENT			
Depreciation			
Motor Vehicle		850	5,101
		<u>850</u>	<u>5,101</u>

Note 4 - ASSET DISPOSAL & FAIR VALUE ADJUSTMENTS

PROPERTY, PLANT & EQUIPMENT

Assets surplus to requirements

Proceeds from disposal	15,455	-
Less: Carrying amount of assets sold	28,057	-
NET GAIN (LOSS) ON DISPOSAL OR REVALUATION OF ASSETS	<u>(12,602)</u>	<u>-</u>

Note 5 - CURRENT ASSETS

CASH & EQUIVALENT ASSETS

Cash on Hand and at Bank	20,979	129,379
Deposits at Call	520,846	619,864
	<u>541,825</u>	<u>749,243</u>

TRADE & OTHER RECEIVABLES

Accrued Revenues	2,873	3,543
Debtors - general	40,235	90,000
GST Recoupment	21,185	26,261
	<u>64,293</u>	<u>119,804</u>

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

		2014 \$		2015 \$		
Fair Value Level		AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT	CARRYING AMOUNT
Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT						
Motor Vehicle		-	35,915	(7,008)	28,907	-
Software		-	772	(772)	-	(772)
TOTAL PROPERTY, PLANT & EQUIPMENT		-	36,687	(7,780)	28,907	-
Comparatives		-	36,687	(2,679)	34,008	28,907

		CARRYING AMOUNT MOVEMENTS DURING YEAR							2015		
		\$								\$	
2014	CARRYING AMOUNT	Additions		Disposals	Depreciation	Impairment	Transfers		Net Revaluation	CARRYING AMOUNT	
		New /Upgrade	Renewals				In	Out			
Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT											
Motor Vehicle	28,907	-	-	(28,057)	(850)	-	-	-	-	-	
Software	-	-	-	-	-	-	-	-	-	-	
TOTAL PROPERTY, PLANT & EQUIPMENT	28,907	-	-	(28,057)	(850)	-	-	-	-	-	
Comparatives	34,008	-	-	-	(5,101)	-	-	-	-	28,907	

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

Note 8 - LIABILITIES

	Notes	2015		2014	
		Current	Non-current	Current	Non-current
TRADE & OTHER PAYABLES					
Goods & Services		2,420	-	8,615	-
Accrued expenses - Contractors		41,457	-	14,633	-
		43,877	-	23,248	-

Note 9 - RESERVES

OTHER RESERVES	1/7/2014	Transfers to Reserve	Transfers from Reserve	30/6/2015
General Reserve	12,500	18,593	-	31,093
1 P003-Waste Management	31,908	-	(15,635)	16,273
2 A009-Special Projects	4,036	13,305	-	17,341
3 P009-Climate Change	100,464	-	(95,703)	4,761
4 P024-Climate Change Co-Ordinator 2015-17	-	25,000	-	25,000
5 P010-Wind Farm Liaison	27,593	-	(27,593)	0
6 P015-Local Government Reform	320,000	-	-	320,000
7 P016-Upper Spencer Gulf RSP	182,941	-	(182,941)	0
8 P018-Policy Alignment Review	30,000	-	(30,000)	0
9 P019-Coastal Adaptation	30,000	-	(30,000)	0
10 P020-Risk Assessment	30,000	-	(30,000)	0
11 P022-Roads & Transport	27,385	-	(680)	26,705
12 P023-Outreach Collaboration Project	52,667	256	-	52,923
TOTAL OTHER RESERVES	849,494	57,154	(412,552)	494,096
Comparatives	626,306	350,512	(127,324)	849,494

PURPOSES OF RESERVES

(Other Reserves)

- 1 **P003-Waste Management**
State Government funded technical support programme - completion 2015/16
- 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 Alliance and includes engagement of technical support and seed distribution - completion 2014-15
- 4 **P023-Climate Change Co-ordinator 2015-17**
Regional Partners and State Government funded programme - Project managed by Yorke and Mid North Alliance and includes engagement of technical support and seed distribution - completion 2013/14
- 5 **P010-Wind Farm Liaison**
LGA funded programme - windfarm planning guide - completion 2014/15
- 6 **P015-Local Government Reform**
CLGR funded programme - Council Shared Services
- 7 **P016-Upper Spencer Gulf Regional Sustainability Project**
State Government funded technical support programme - completion 2014/15
- 8 **P018-Policy Amendment Review**
NRM funded project - completion 2014/15
- 9 **P019-Coastal Adaptation**
NRM funded project - completion 2014/15
- 10 **P020-Risk Assessment**
NRM funded project - completion 2014/15
- 11 **P022-Roads & Transport**
CLGR funded programme - Regional Development Australia Freight Strategy
- 12 **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 2015

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	2015 \$	2014 \$
Total cash & equivalent assets	5	541,825	749,243
Balances per Cash Flow Statement		541,825	749,243

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

Net Surplus (Deficit)	(312,465)	244,914
Non-cash items in Income Statement		
Depreciation, amortisation & impairment	850	5,101
Net increase (decrease) in unpaid employee benefits	-	(12,162)
Net (Gain) Loss on Disposals	12,602	-
	(299,013)	237,853
Add (Less): Changes in Net Current Assets		
Net (increase) decrease in receivables	55,511	(64,555)
Net increase (decrease) in trade & other payables	20,629	(25,207)
Net Cash provided by (or used in) operations	(222,873)	148,091

(c) Non-Cash Financing and Investing Activities

-	-
---	---

(d) Financing Arrangements

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

Corporate Credit Cards	2,000	2,000
------------------------	-------	-------

Note 12 - FUNCTIONS

The activities of the Region are categorised into the following programmes

1 A009-Special Projects	14 P020-Risk Assessment
2 P003-Waste Management	15 P022-Roads & Transport
3 P008-Coastal Councils	16 P023-Outreach Collaboration Project
4 P009-Climate Change	
5 P024-Climate Change Co-ordinator 2015-17	
6 P010-Wind Farm Liaison	
7 P011-Regional Broadband	
8 P013-Environment & Roadside Vegetation	
9 P014-Regional Water Supply	
10 P015-Local Government Reform	
11 P016-Upper Spencer Gulf RSP	
12 P018-Policy Alignment Review	
13 P019-Coastal Adaptation	

Income and expenses have been attributed to the 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 2015

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. Short term deposits are available on 24 hour call with the LGFA and has an interest rate of 2% as at 30 June 2015. Carrying amount: approximates fair value due to the short term to maturity.
Receivables - Trade and Other Debtors	Accounting Policy: Carried at nominal value. Terms & conditions: Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of State and Federal Governments. Carrying amount: approximates fair value (after deduction of any allowance).
Liabilities - Creditors and Accruals	Accounting Policy: Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Region. Terms & conditions: Liabilities are normally settled on 30 day terms. Carrying amount: approximates fair value.

Liquidity Analysis

2015	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets	\$	\$	\$	\$	\$
Cash & Equivalents	541,825	-	-	541,825	541,825
Receivables	64,293	-	-	64,293	64,293
Total	606,118	-	-	606,118	606,118
Financial Liabilities					
Payables	2,420	-	-	2,420	2,420
Total	2,420	-	-	2,420	2,420

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	8,615	-	-	8,615	8,615
Total	8,615	-	-	8,615	8,615

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 2015

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

	2015 \$	2014 \$
Income	497,688	1,040,320
less Expenses	<u>797,551</u>	<u>795,406</u>
Operating Surplus / (Deficit)	(299,863)	244,914
less Net Outlays on Existing Assets		
Depreciation, Amortisation and Impairment	<u>(850)</u>	<u>(5,101)</u>
	(850)	(5,101)
less Net Outlays on New and Upgraded Assets		
Proceeds from Sale of Surplus Assets	<u>(15,455)</u>	<u>-</u>
	(15,455)	-
Net Lending / (Borrowing) for Financial Year	<u>(283,558)</u>	<u>250,015</u>

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2015

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 2015
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 2015, 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.

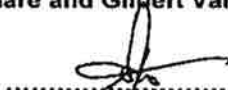
This statement is prepared in accordance with the requirements of Regulation 22(3) *Local Government (Financial Management) Regulations 2011*.



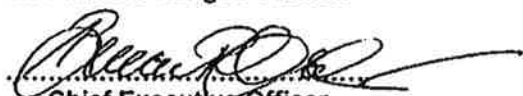
.....
Chief Executive Officer
The Barossa Council



.....
Chief Executive Officer
Clare and Gilbert Valleys Council



.....
Chief Executive Officer
The Flinders Ranges Council



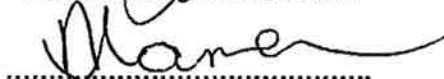
.....
Chief Executive Officer
Light Regional Council



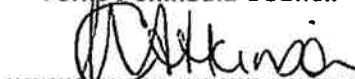
.....
Chief Executive Officer
District Council of Mount Remarkable



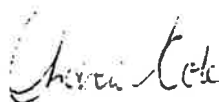
.....
Chief Executive Officer
Port Pirie Regional Council



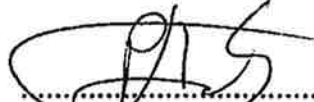
.....
Chief Executive Officer
Yorke Peninsula Council



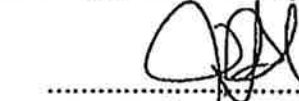
.....
Chief Executive Officer
Wakefield Regional Council



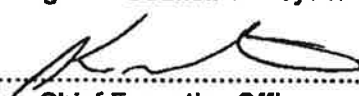
.....
Chief Executive Officer
District Council of Barunga West



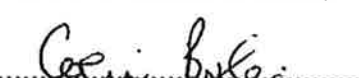
.....
Chief Executive Officer
District Council of the Copper Coast



.....
Chief Executive Officer
Regional Council of Goyder



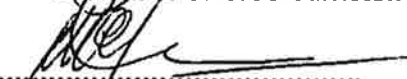
.....
Chief Executive Officer
District Council of Mallala



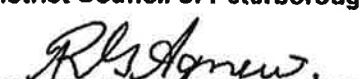
.....
Chief Executive Officer
Northern Areas Council



.....
Chief Executive Officer
District Council of Orroroo-Carrieton



.....
Chief Executive Officer
District Council of Peterborough



.....
Chairman
Central Local Government Region
Board of Management

CENTRAL LOCAL GOVERNMENT REGION OF SA INC

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

STATEMENT BY AUDITOR

I confirm that, for the audit of the financial statements of Central Local Government Region of SA for the year ended 30 June 2015, 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 20 day of July 2015

**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 2015 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 2015.

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 2015, 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**

Liability limited by a scheme approved under Professional Standards Legislation

Signed 5 day of October 2015, at Adelaide, South Australia