



DISTRICT COUNCIL OF
STREAKY BAY

2017/2018

ANNUAL REPORT

Vision

The District will be widely recognised for its quality lifestyle, pristine rural coastline and urban environment. It will continue to explore and expand its economic base whilst maintaining the amenity and character of it's community.



DISTRICT COUNCIL OF
Streaky Bay



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CONTENT

Council Vision Statement, Mission Statement and Core Values.....	1
Streaky Bay District.....	2
Roles of the Elected Members and Staff	4
Involving our Community.....	4
Elected Members Information	5
Training and Development	5
Representation.....	6
Ward Boundaries	6
Section 41 Committees as at 30 June 2018	7
Non Section 41 Committees as at 30 June 2018.....	7
Non Council Committee Representation	7
Council Organisation and Decision Structure	8
Manager, Regulatory Services Report	9
Strategic Planning.....	14
Strategic Management Plan 2016-2026	14
Strategic Direction.....	14
Vision Statement.....	15
Values and Principles.....	15
Strategic Plan Goals	16
Financial Sustainability.....	17
Council Achievements 2017/2018	17
Council Goals for 2018/2019.....	18
Financial and Asset Management Planning	18
Uniform Presentation of Council Finance	18
Annual Business Plan and Budget 2017/2018	19
Executive Officers Remuneration	20
Work Health and Safety Statement	20
Human Resource Programs.....	20
Training and Development	21
Information Statement.....	22
Internal Review of Council Decisions	22
Auditor Remuneration	22
Application of Competition Principles	23
Community Land.....	23
Freedom of Information.....	24
Local Government Act 1999 Registers, Codes of Practice, Policies	28
Local Government (Elections) Act 1999	31

Financial Statements 2017/2018

Eyre Peninsula Local Government Association Annual Report 2017/2018

COUNCIL VISION STATEMENT, MISSION STATEMENT AND CORE VALUES

VISION STATEMENT

Council's vision for the district.

The District will be widely recognised for its quality lifestyle, pristine rural, coastal and urban environments. It will continue to explore and expand its economic base, whilst maintaining the amenity and character of its community.

MISSION STATEMENT

Council's business purpose and role in contributing to the Vision.

Council is committed to:

- Responsibly managing the natural and built environment and maintaining the highly valued character of the district.
- Facilitating economic prosperity, sustainable growth and employment throughout the district.
- Nurturing a sense of community amongst residents and enhancing their quality of life by actions that support their health and safety and through the provision of social and recreational opportunities.
- Providing leadership and ensuring efficient and effective management of its resources.
- Working collaboratively with other governments and bodies.

CORE VALUES

In its decision-making, activities and performance Council is committed to being:

- Open and Accountable
- Informative and Consultative
- Responsible and Responsive
- Fair to All
- Pro-active and Professional

STREAKY BAY DISTRICT



The District Council of Streaky Bay is located some 720 kilometres by road from Adelaide on the picturesque shores of Blanchepoort. It is situated on the West Coast of Eyre Peninsula in South Australia and is surrounded by some of the region's most spectacular and unique coastal attractions and experiences. The Council shares its boundaries with the District Councils of Ceduna in the North West, Ananga Pitjantjatjara Lands in the north east, Wudinna in the east and Elliston in the south.

The Council area includes the townships of Streaky Bay (which is the main service and business centre), Wirrulla, Poochera, Haslam, Sceale Bay, Baird Bay, Eba Anchorage, and Perlubie Landing, covering an area of 6,232 km² with a population of approximately 2,100.

The main industries are agriculture (predominantly grain crops, sheep and cattle) aquaculture, tourism and fishing.

The town hosts a number of local events on an annual basis with the largest being the Streaky Bay Thoroughbred Race Meeting, Perlubie Sports Day, Golf Open, Bowls Whiting Carnival and New Year's Eve Fire Works.

Streaky Bay has a good range of medical facilities including a well-equipped hospital and dentist.

STREAKY BAY DISTRICT

Other facilities that we have to offer in the District include:

Aged Care Facilities	Museums
Building & Construction	Painters
Cabinet Makers	Pharmacist
Cafes	Physiotherapist
Caravan Parks	Plumbers
Churches	Police Stations
Conferencing Facilities	Roadhouses
Dentist	Visitor Information Centre
Doctor	Schools
Electricians	Seafood & Aquaculture Trail
Emergency Services	Service Stations
Hospital & Health Service	Sporting Complexes
Hotels	Supermarkets
Massage Therapists	Tourist Parks
Medical Centre	Visiting Specialists
Motel Accommodation/Holiday Houses	

As a community we are flourishing with new residential development opportunities in the district and more and more people are discovering the beauty and the quality way of life in the Streaky Bay area.



ROLES OF THE ELECTED MEMBERS AND STAFF

The *Local Government Act 1999* prescribes the legal framework which gives councils the power to make local laws and also determines the roles and responsibilities of the elected members and council staff.

The Elected Members serve four year terms. They make the strategic decisions in all the areas of Council's core business including developing Council's policies, operational plans, goals and overseeing its performance. Council's Senior Management Team provides advice to the Elected Members to guide this process.

The Elected Members also serve a role in representing the overall public interest of all the stakeholders in the Council area. The Mayor is the chair of Council meetings, ensuring Council decisions are implemented, and also represents the District at government, civic and ceremonial functions.

The Chief Executive Officer, Management and Staff are provided with delegations from Council to deliver, monitor and implement the day to day services to facilitate the implementation of Council's decision making and strategic plan.

INVOLVING OUR COMMUNITY

Council meetings are held in Council Chambers at 10.00am and 4.00pm alternatively in the Council Chambers at the Visitor Centre on the third Thursday of each month – unless otherwise advertised in the West Coast Sentinel, Council's Website and the Criterion. The public are encouraged to attend these meetings.

Each month the agenda and Council minutes are posted on the Council website or available to read at the main Council office.

Members of the public may seek a deputation to a Council meeting by making an application in writing to the Chief Executive Officer. Approval for such deputations rests with the Mayor.

Council's Public Consultation Policy sets a framework to encourage community involvement in planning and decision making about the services Council provides and the community resources we manage.

Council communicates with residents via the Criterion newspaper which is produced monthly. The newspaper contains articles on Council business, summaries of Council meetings and information on community events and activities.

Council has resolved to hold Community Forums in each town/area twice per year, nominally in March/April and September/October. The Forums provide an additional opportunity for residents to have input into Council's planning and service delivery and to receive performance reports on the progress of the Annual Business Plan.

ELECTED MEMBERS INFORMATION

ALLOWANCES

COUNCIL

Under revisions to the *Local Government Act 1999* a Remuneration Tribunal was established to make a determination regarding Council Member allowances for the 4 year term following the 2014 election.

The Tribunal received public submissions and elected to group councils on the basis of council population, demographics, service provision and geographical coverage. The additional responsibilities for principal and deputy principal members were also taken into account as was the travelling time required to attend meetings.

The Tribunal allocated the District Council of Streaky Bay into Group Five and determined the following allowances for this group:

Mayor	-	\$23,628 paid quarterly in arrears
Deputy Mayor	-	\$7,383 paid quarterly in arrears
Presiding Members of Committees -		\$7,383 paid quarterly in arrears
Elected Members	-	\$5,908 paid quarterly in arrears

The Tribunal also established a Travel Time Payment to be payable to Council Members, excluding Principal Members, of non-metropolitan councils where the Member's place of residence is the following distance or more from the Council's principal office:

50km	\$584 per annum
100km	\$1,168 per annum

COUNCIL ASSESSMENT PANEL (CAP)

Allowances for CAP are set by Councils and for 2017/2018 the allowances were:

Presiding Member	-	\$450 per meeting attended
Members	-	\$380 per meeting attended

TRAINING AND DEVELOPMENT

Elected Members attended several meetings and seminars during 2017/2018

- Council Members' Forum
- EP Regional Mayors Pilot Workshop
- Audit Committee Training Webinar

REPRESENTATION

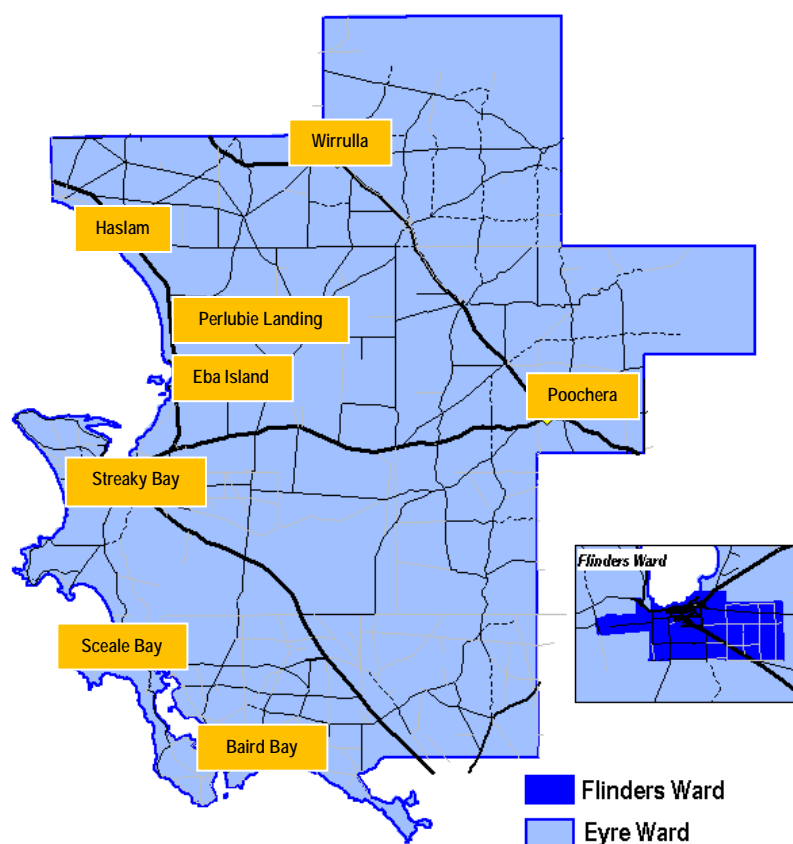
The District Council of Streaky Bay's 1,552 electors are represented by 8 Councillors (including the Mayor) – 4 Councillors per ward. As at 30 June 2018 Council's total representation quota (the number of electors for each Councillor) stood at 1 elected member per 194 electors.

During 2012/2013 Council commenced a Representation Review to determine whether a change of arrangements in respect to representation would result in the electors of the area being more adequately and fairly represented. The review was finalised in October 2013.

As required under Schedule 4 of the Local Government Act 1999, a comparison with councils of similar size/type reveals the following (as at 28 February 2018):

Council	Elected Members	Electors	Representation Quota
Streaky Bay	8	1552	194
Cleve	8	1265	158
Southern Mallee	9	1378	153
Robe	7	1277	182
Tumby Bay	7	2019	288

WARD BOUNDARIES

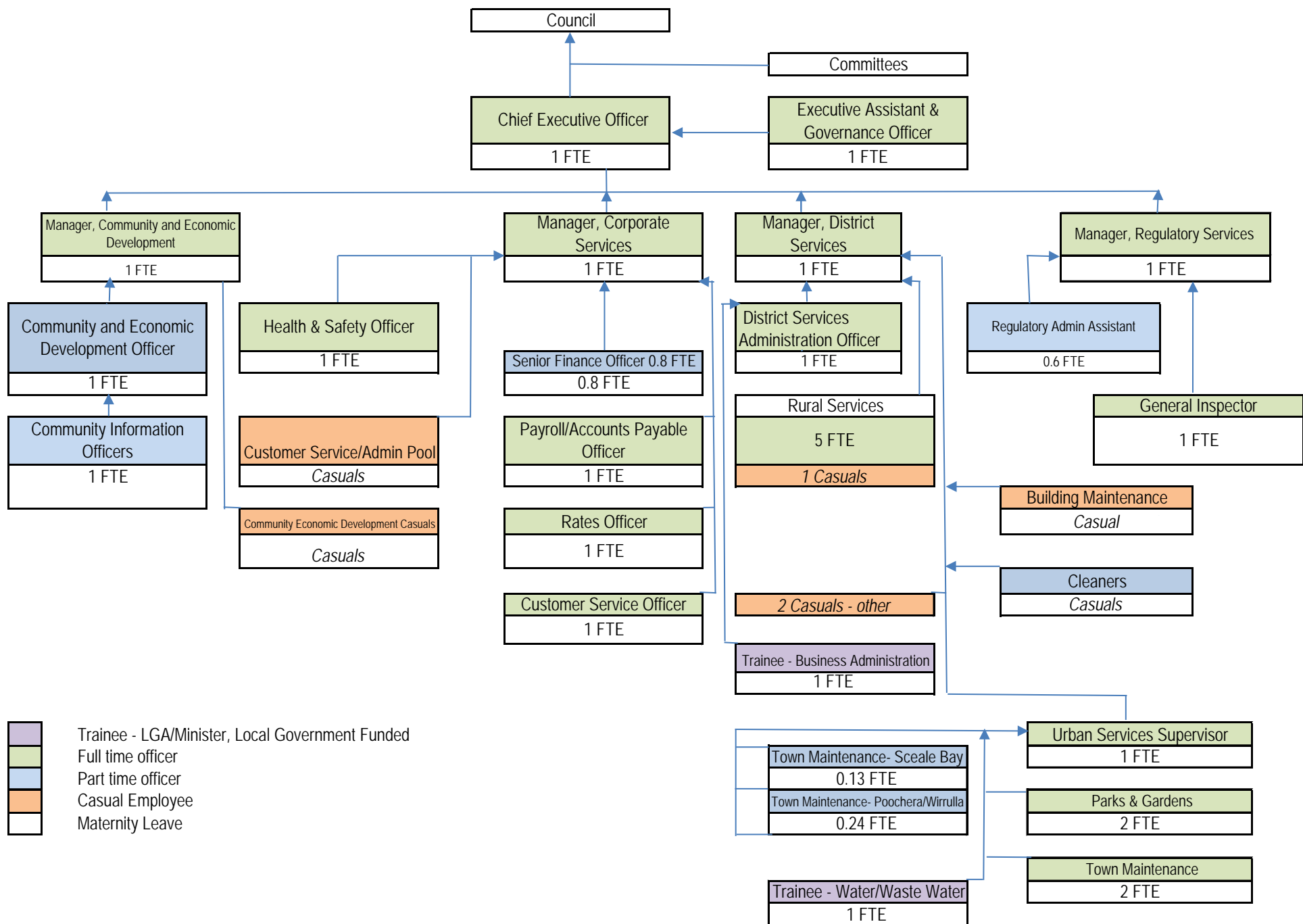


COMMITTEES AS AT 30 JUNE 2018

Council (s41) Committee	Membership
Community and Economic Development Committee	4 Elected Members
Chief Executive Officer's Performance Development Review Committee	4 Elected Members
Finance & Risk Audit Committee	1 Independent Presiding Member 4 Elected Members
Waste Management Committee	5 Elected Members
Strategic Planning Policy Committee	7 Elected Members

Council (non s41) Committees	Membership
Australia Day Award Selection Panel	4 Elected Members Chief Executive Officer
Council Assessment Panel	4 Independent 1 Elected Member

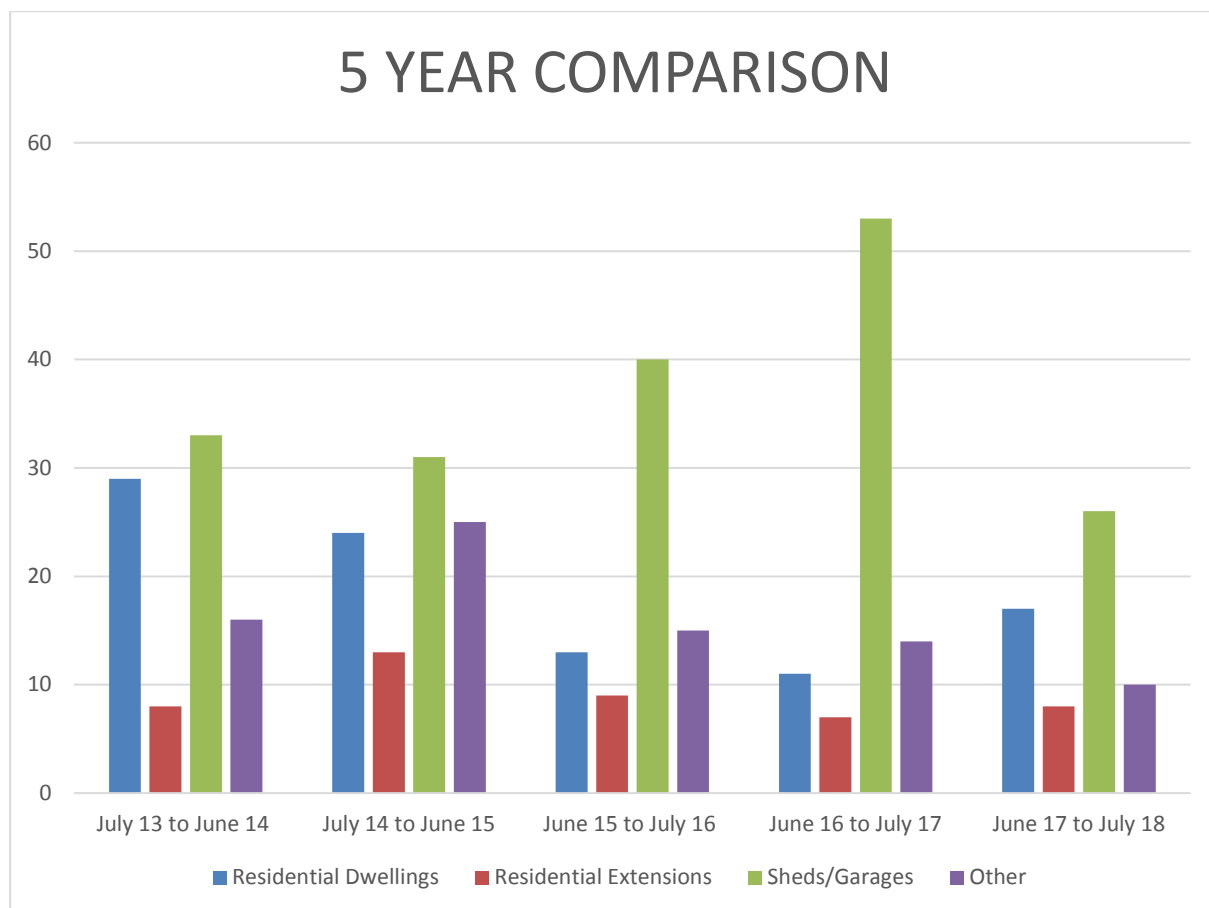
Non Council Committees	Council Representative/s
District Council of Streaky Bay Youth Advisory Committee	1 Elected Member
Eyre Peninsula Local Government Association	1 Elected Member (first delegate) 1 Elected Member (second delegate)
Eyre Peninsula Water Security Reference Group	1 Elected Member
Jetty Pool Working Group	1 Elected Member
Miltaburra Area School Governing Council	1 Elected Member
Native Vegetation Council	1 Elected Member
Regional Development Board Whyalla & Eyre Peninsula Inc.	1 Elected Member
Streaky Bay School Governing Council	1 Elected Member
Streaky Bay and District Road Safety Group	2 Elected Members
Streaky Bay and District Medical Clinic Inc.	1 Elected Member
Streaky Bay Community School Library Board of Management	1 Elected Member
Streaky Bay Hospital Advisory Committee	1 Elected Member
Streaky Bay Senior Citizens Homes	1 Elected Member
Streaky Bay Tourist Promotions Committee	1 Elected Member
Wild Eyre Project and Linking the Chain of Bays Project	1 Elected Member



MANAGER, REGULATORY SERVICES REPORT

NATURAL & BUILT ENVIRONMENT REPORT

DEVELOPMENT / BUILDING STATISTICS



	Residential Dwellings	Residential Extensions	Sheds/ Garages	Other	
July 13 to June 14	29	8	33	16	
July 14 to June 15	24	13	31	25	
June 15 to July 16	13	9	40	15	
June 16 to July 17	11	7	53	14	
June 17 to July 18	17	8	26	10	

The 2017/2018 financial year reflects a small increased in dwelling approvals. However, it appears that there is a decrease in the total amount of applications being lodged and approved.

ENVIRONMENTAL HEALTH

The South Australian Public Health Act 2011 requires Local Government to take responsibility in the administration of public health issues such as sanitation, prevention and control of diseases and investigation of health complaints.

Environmental Health Services are provided to Council by the Wudinna District Council including the assessment of waste water applications and food business inspections. This year 14 waste water applications were lodged and 39 food businesses operated within the district.

Streaky Bay Hospital provided immunisation services to the community during the 2017/2018 financial year on behalf of Council.

Food Safety Week – 8 November 2017

For Food Safety Week 2017 we delivered an information night about meal preparation.

The District Council of Streaky Bay and Brooke Cupples from STAY Fitness & Wellbeing explained how to learn about meal prepping wholesome nourishing foods, portion control, avoiding unhealthy choices and how to save on time and money.

The night also included take home meals, snacks and an information booklet including recipes and tips.



REGULATORY SERVICES

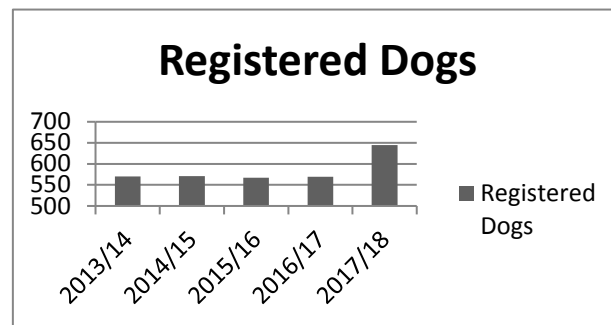
During the 2016/2017 financial year Council commenced the review of it's By-laws. Council has increased the range of the local laws so that existing and possibly future local issues are able to be controlled.

The new By-laws were adopted in the 2017/2018 finical year and commenced on 15 December 2017.

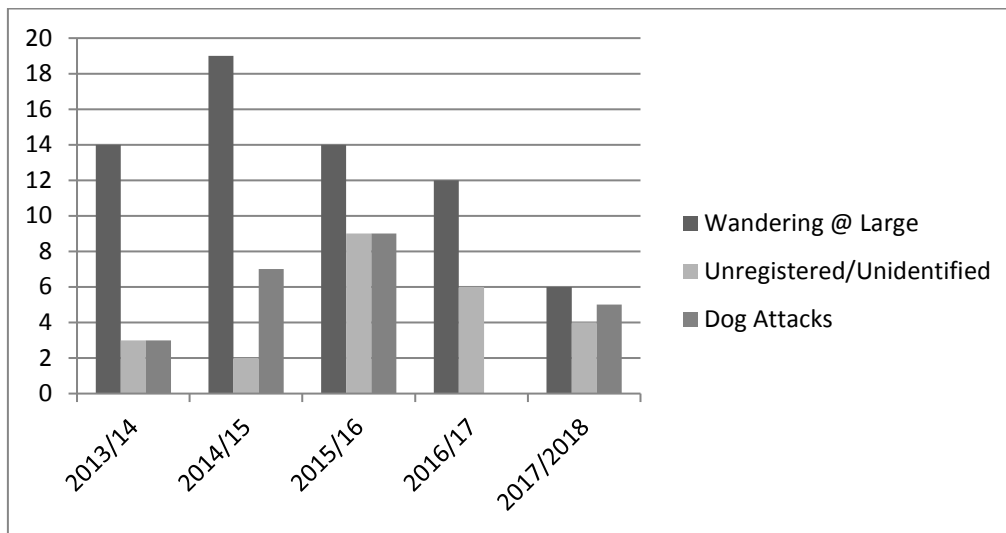
ANIMAL MANAGEMENT

Council commenced a review of its Animal Management Plan. This plan is for a five year period and has been amended to reflect the recent changes to the Dog and Cat Management Act 1995. The proposed changes have a strong focus on public education of good dog and cat ownership.

The approval of the Dog and Cat Management Board is required prior to the plan's implementation.



All dogs over the age of 3 months housed within the District Council of Streaky Bay are required to be registered. This year shows a significant increase in the number of dogs registered within the district.



This year has seen a reduction in wandering dogs and the prevalence of unregistered dogs. However after no dog attacks in the 2016/2017 financial year there again has been an increase in dog attack incidents. It is important for dog owners to remain vigilant and make sure their pets are suitably contained and controlled.

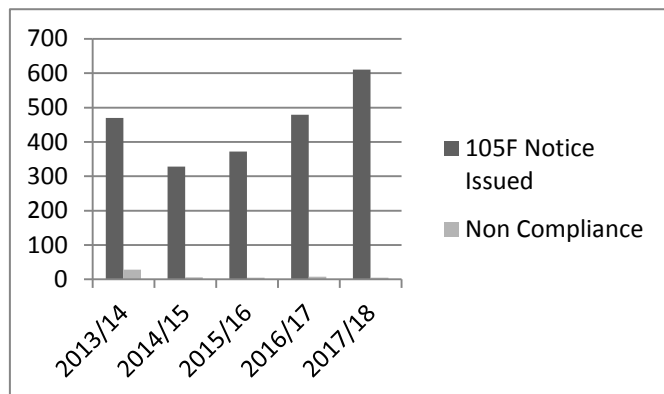
LOCAL NUISANCE AND LITTER CONTROL ACT

The Act came into operation 1 February 2017. During this period Council undertook the following actions:

The number of complaints of local nuisance or littering received by the Council	30
Number of offences expiated under the Act	0
Number of offences under the act that were prosecuted	0
Number of nuisance abatement notices or litter abatement notices issued	0
Number of civil penalties negotiated under Section 34 of the Act	0
Applications by the Council to the Court for orders for civil penalties under Section 34 and the number of orders made by the Court on those applications	0
Any other functions performed by council under the Act	0

FIRE PREVENTION

This Season wasn't a particularly bad fire danger season due to the low levels of rain fall during the year. The lack of rain however meant the district was dryer than usual which would have been a big contributing factor if there was to be a fire. The community was understanding and mowed properties throughout the season.



Two rounds of properties inspections were undertaken with only five properties found not to be complying after being served with a 105f notice.

This year there was a slight increase in non-compliant properties within the district from the previous 2016/2017 financial year. The Council considers the continued work of the community to be an exceptional effort and is pleased to see the continuation of such a positive trend. Council would like to thank the community for their support and efforts surrounding fire prevention.

COMMUNITY LAND

All Council land (except roads) is classified as community land unless resolved to be excluded from that classification.

Council has four community land management plans which comply with the requirements of the Local Government Act:

- The Sporting Facility Community Land Management Plan
- The Fully Developed Reserves Community Land Management Plan
- The Partially Development Reserves Community Land Management Plan
- The Natural Reserves Community Land Management Plan

These plans have been made available for public on the Council website. The Community land register which details all community land within the district is also available on the website.

Council made a small amendment to the Sporting Facility Community Land management Plan to enable the use of the second Streaky Bay oval for the RV camping site.

Jennifer Brewis
Manager, Regulatory Services

STRATEGIC PLANNING

Councils are required to develop and maintain plans for the management of the council area, collectively known as Strategic Management Plans. The plans set out, at a high level, the links to State and regional public policy, growth and financial trends and issues for the council area and the principle activities of the council over at least the coming 4 years.

Strategic management plans are reviewed biannually to not only focus on performance to date but also to provide the opportunity to adjust priorities to take account of changing needs and circumstances.

STRATEGIC MANAGEMENT PLAN 2016-2026

With the expiry of the initial Plan, Council has developed a strategic plan which will guide the provision of services, facilities, projects, infrastructure and advocacy over the next decade (2016-26). The Plan will be the blueprint upon which annual business plans and budgets will be developed.

The Strategic Plan, like all of Council's plans, must be consistent with and represent the aspirations and goals of the district community. To ensure this alignment, draft versions of this plan were made available for public consultation and the feedback received was incorporated into the final plan.

STRATEGIC DIRECTION

Council reviewed its Strategic Plan and adopted the revised edition for 2016-2026 on 2 February 2017. Among other things, the Plan considered regional, state and national objectives and strategies relevant to the social, physical, environmental development and management of Council's area of responsibility.

The Plan identifies key issues and projects which will provide for a range of services and facilities while ensuring the ongoing sustainability and prosperity of Streaky Bay. In addition it incorporates emerging challenges and opportunities.

In reviewing the 2016-2026 Strategic Plan, Council adopted the following Vision Statement, believing that it reflected Council's aspirations for the Streaky Bay community.

VISION STATEMENT

“THE DISTRICT WILL BE RENOWNED FOR ITS QUALITY LIFESTYLE, PRISTINE ENVIRONMENT AND ECONOMIC AND SOCIAL PROSPERITY”

Council’s vision for the district.

The District will be widely recognised for its quality lifestyle, pristine rural, coastal and urban environments. It will continue to explore and expand its economic base, whilst maintaining the amenity and character of its community.

VALUES AND PRINCIPLES

The values and principles which guide all decisions of Council and which are reflected in the Strategic Management Plan can be summarised as follows:

- Responsive Service Delivery
- Good Governance
- Prudent Management
- Genuine Engagement
- Responsible Stewardship
- Professional Performance

STRATEGIC PLAN GOALS

The Strategic Management Plan also sets out seven key goals which are outlined below. These goals are supported by a number of strategies designed to achieve each goal.

GOVERNANCE:

- Council is in a sound financial position and committed to maintaining financial sustainability when finalising the content of its Long-Term Financial Plan, Infrastructure and Asset Management Plan, and in making future annual budget decisions.
- Like many employers (particularly smaller employers remote from major population centres) Council often has difficulty attracting and retaining skilled staff.

INFRASTRUCTURE, BUILDINGS AND OTHER ASSETS:

- Road networks are generally considered to be in good condition and provide the required level of service.
- There is interest in the community to review Heavy Vehicle Access to assist the agricultural industry in the future.

ENVIRONMENT AND PLANNING:

- There has been considerable residential development activity in Streaky Bay and the district's other coastal locations in recent years. Population of inland towns has been declining. The appeal of the district's coastal areas to visitors and retirees will generate population growth and demand for additional housing.
- Development growth and increased tourism has made more apparent the functional shortcomings of the Streaky Bay town centre (e.g. lack of off-street parking). There are a number of key properties that lend themselves to other uses that would enhance functionality. Such a change in land use would stimulate and support ongoing economic development of the town centre and enhance civic amenity.
- There is a growing interest in the community in environmental sustainability.

COMMUNITY, CULTURE AND RECREATION:

- There is strong interest in the arts within the community.
- Council is committed to assisting with addressing the specific needs of young and senior members of its community.
- Council is committed to supporting, advocating for maintaining, and improving health services in our community.

TOURISM:

- The Streaky Bay Township and other coastal locations have experienced considerable tourism growth. This is expected to continue.

BUSINESS UNDERTAKINGS AND ECONOMIC DEVELOPMENT:

- Technological advances and market pressures have resulted in less people employed/earning their living from agriculture.

PUBLIC SAFETY AND REGULATORY SERVICES:

- Council is responsible for the enforcement of various Acts and Regulations and other legal statutes.

FINANCIAL SUSTAINABILITY

In working towards its goals, Council takes a longer term view into its financial planning. Council is committed to ensuring its long-term financial sustainability, which is dependent on ensuring that, on average over time, Council's expenses are at least matched by its revenue.

COUNCIL'S ACHIEVEMENTS FOR 2017/2018

Council has completed the following projects:

- **Aerodrome** – runway
- **Caravan Park** – stormwater management – carryover from 2016/2017
- **Cardio Defib for Life Automated Machine (ADE)** – Visitor Information Centre
- **CWMS** – Replace pump station pump
- **Photocopier** – Visitor Information Centre
- **Plant Replacement Program**
- **Playground Replacement Program**
- **Road Program 2017/2018**
- **Streaky Bay Institute** – repairs
- **Wells Street Traffic Management Plan**
- **Woodlawn Road** – Seale remaining length

Council has commenced the following projects:

- **Bay Road** – carryover from 2016/2017
- **Bay Road** – project design for Stage 2
- **Campgrounds** – Tractors Beach – Stage 2 of Caravan and Camping Guide
- **Caravan Park** – Boundary Fencing – carryover from 2016/2017
- **Caravan Park** – Cabins – 1x3 bedrooms
- **Caravan Park** – Cabins – 2x2 bedrooms
- **Streaky Bay Landfill Remediation** – ongoing
- **Streaky Bay Sports Club** – sealing of driveway behind old club rooms

COUNCIL'S GOALS FOR 2018/2019

In 2018/2019 Council will undertake major capital works to ensure the longevity of existing assets, as well as providing new assets as highlighted in the Strategic Management Plan. The Projects, as per Councils Strategies and Actions, are as follows:

- **Baird Bay Township Coastal Wall**
- **Campgrounds** – Haslam – RV Dump Point
- **Campgrounds** – Tractors Beach – Development
- **Childcare Centre** – Feasibility
- **CWMS** – Pump Station
- **CWMS** – Scada (phone alarm system)
- **CWMS** – Solar Initiatives
- **Dental Clinic** – New Dental Chair and Steriliser
- **Footpath & Kerbing** – Barnes Street (Poochera and Streaky Bay)
- **Foreshore Tourist Park** – Nine (9) Cabins
- **Foreshore Tourist Park** – Recreational Area
- **Haslam** – Playground and Fitness Equipment
- **Occupancy** – Council building/Visitor Centre Consolidation Planning
- **Plant, Equipment and Vehicles**
- **PLEC** – (underground power)
- **Sealed Road** – Bay Road
- **Sealed Roads** – Pygery-Port Kenny Road
- **Solar Initiatives** – Council Buildings
- **Stormwater** – Redding Road, Bay Road Swales
- **Streaky Bay Institute** – façade
- **Township Entrance Statements** – Streaky Bay Engineered Design
- **Unsealed** – Roads – 39km – Resheeting
- **Visitor Centre** – Training/Conference Room Development
- **Waste Management** – Cungenia Landfill Cell Design and build
- **Waste Management** – Cungenia Landfill Land Purchase
- **Wirrulla Oval** – Playground and Shade

FINANCIAL AND ASSET MANAGEMENT PLANNING

Council has been developing the Council's Infrastructure and Asset Management Plan, to better ascertain the optimal timing and level of future maintenance and renewal expenditure on assets, to help minimise whole-life cost of assets.

UNIFORM PRESENTATION OF COUNCIL FINANCE

The LGA's General Meeting in March 2007 resolved that Council budgets include a high-level summary of both operating and capital investment activities prepared on a uniform and consistent basis. Apart from providing a focus on the key measure of a Council's financial sustainability (ie: the operating surplus/deficit), the primary objective of this arrangement is to ensure that Councils provide a common 'core' of financial information, to enable more meaningful comparisons of each Council's finances. Long-term Financial Plans, annual financial statements and mid-year budget reviews are required to be summarised on the same basis.

ANNUAL BUSINESS PLAN AND BUDGET 2017/2018

The Annual Business Plan (ABP) and Budget 2017/2018 was adopted by Council on 19 July 2018 in accordance with s123 of the *Local Government Act 1999*.

The ABP is developed to be consistent with the Strategic Management Plan and a number of projects therein are dependent on grant application success.

Council received reports on project and financial performance on a quarterly basis and more frequently as Council decisions has been required.

As with the strategic plan, the quarterly reviews provide the opportunity for Council to the appropriateness of projects based on changing circumstances and financial imperatives.

EXECUTIVE OFFICERS REMUNERATION

The Senior Management Team, within Council consists of the Chief Executive Officer and 4 Managers.

Annual remuneration (as per below) accounts for the total cost of all fixed remuneration items and is made up of the annual salary, superannuation contributions and fringe benefits tax paid or accrued for the reporting period.

Benefits received by officers of the Senior Management Team may include;

- The provision of a motor vehicle for travel to and from work and include an element of private usage;
- The reimbursement of telephone expenses;
- The reimbursement of out of pocket expenses;
- The payment of memberships to professional bodies.

The following table shows the remuneration details for the Chief Executive Officer and Management Staff of Council. The Benefits include:

- Vehicle
- Telephone

Position In Organisation	Base Salary	Benefits
Chief Executive Officer	\$147,000	Yes
Manager, Corporate Services	\$92,700	Yes
Manager, Regulatory Services	\$94,554	Yes
Manager, District Services	\$92,700	Yes
Manager, Community and Economic Development	\$92,700	Yes

WORK HEALTH AND SAFETY STATEMENT

The District Council of Streaky Bay is a member of the Local Government Association of South Australia (LGA). The Local Government Association is, for the purposes of the Return to Work Act 2014, the nominated Employer for a group of Self Insured Employers which includes all Local Government Identities. The District Council of Streaky Bay as a member of LGA will ensure, so far as is reasonably practicable, the health and safety of workers and others via a Management Systems approach to Work Health and Safety and Return to Work, in line with the organisational vision.

HUMAN RESOURCE PROGRAMS

EQUAL OPPORTUNITY

The District Council of Streaky Bay believes it has a social responsibility towards all members of its community and is required to create an employment environment which reflects the values and needs of the community. Council's current Equal Employment Opportunity Policy Statement adopted by Council 19 March 2009 outlines Council's equity responsibility to encompass our customers, contractors and employees. The policy reflects commitment to create a workplace which is free of discrimination and to which all people are permitted equal access and opportunity to progress to the full extent of their ability.

Employees attended a range of training during 2017/2018. Courses include:

- Chainsaw Maintenance & Safety (Montie DVD)
- Accident Investigation, The Principles of (Montie DVD)
- Falls in the Workplace (Montie DVD)
- Manual Handling (Montie DVD)
- Community Engagement Techniques Improving Participation for Council Officers
- Animal Management Officer Workshop
- White Card – Work Health & Safety Induction
- Fire Prevention Authorised Officer (Regulatory – Issue Schedule 9 Permits)
- Centrelink Agency Training
- Authorised Officer Accreditation – Fire Prevention Officer
- PlayRight-Playground Inspection Level 2 – 305 Operational Course
- Map Info
- Foundations in Public Participation Certificate IAP2 Workshops
- Chemical Accreditation
- Social Media 101
- Microchipping
- Decision making in Administrative & Regulatory Framework
- LWSOS 3G Companion mobile personal safety device
- Emergency Evacuation Procedure for the Workplace (internal)
- Hearing Information Session
- Justice of the Peace
- Workzone Traffic Management
- Records Management Fundamentals & Classification Scheme & Disposal Schedule
- Chainsaw – Operate & Maintain
- First Aid Course (Full)
- Netfest Youth Conference
- Load Restraint
- Diploma of Access Consulting
- Early Induction Planning
- Audit Committee – LGA Webinar
- First Aid – CPR (every 12 months)
- Animal Welfare League – Dog Handling & Transport
- Local Government an Introduction
- Fire Warden
- Mental Health First Aid
- Disability Services Employment Screening
- Aged Care Sector Employment Screening
- Child Related Employment Screening
- Vulnerable Person Related Employment Screening
- Dozer (LZ) Competency check
- Contractor Management – LGARS – TIP Program
- Hazardous Manual Task (TIP)
- SkyTrust (TIP) – Incident/Reporting & Investigation
- Hazardous Manual Tasks/LOTO/Plant (TIP)
- Electrical Testing & Tagging

INFORMATION STATEMENT

Providing public access to official documents and records

Information Requests

There were 3 requests for information under the provisions of the Freedom of Information Act for the 12 months to 30 June 2018.

Confidentiality Provisions

Council

During the 2017/2018 financial year, the confidentiality provisions of s90(2) of the Local Government Act 1999 were used by Council a total of 15 times to consider matters in confidence. Matters considered in confidence in respect of s90(2)(a, b, d) are as follows:

RESOLUTIONS PASSED	2017/2018
Information concerning personal affairs of any person (a)	4
Commercial advantage or prejudice commercial position of Council (b)	10
Commercial information of a confidential nature (not a trade secret) (d)	1
In Confidence	15

During the course of 2017/2018 Council considered matters about a broad range of issues. Matters considered in confidence represented approximately 4.02% of the total matters considered.

Council utilised the provisions of s90 of the Local Government Act 1999 on 15 occasions and of those confidentiality orders 8 expired during the financial year with 6 retained in confidence as at 30 June 2018.

INTERNAL REVIEW OF COUNCIL DECISIONS

In accordance with s270 of the Local Government Act 1999, Council has adopted procedures to review decisions of the council, its employees and other persons acting on behalf of council.

There were nil reviews for request.

AUDITOR REMUNERATION

Council auditors, Dean Newbery & Partners, received remuneration of \$21,012.86 (Inc GST) for the audit of Council's 2017/2018 financial statements. The auditor did not receive any other remuneration from Council for this period.

APPLICATION OF COMPETITION PRINCIPLES

Council does not operate any business activity that meets the criteria of Category One being business activities with an annual turnover in excess of \$2 million or employing assets in excess of \$20 million. Council does operate 3 business activities that are significant:

- Streaky Bay Foreshore Tourist Park.
- Blancheport Heights.
- Streaky Bay Visitor Centre.

Council also provides a Community Bus. This is mostly used by the aged and disabled as a community service obligation, however the bus is made available for hire when not otherwise in use.

Private works are undertaken by Council where there are no viable alternatives (local contractors) for the community to access.

All Council business activities include checks for competitive neutrality. In setting fees and charges the Council has taken into account:

- Relevant Government legislation and policies;
- Community service obligations and impact on residents, ratepayers and visitors to the District of Streaky Bay and the allocation of Council resources and funds to reflect best value practices;
- The impact on competitors – actual and potential including employment, economic and regional development;
- The interests of consumers;
- Council Policies including the Council Contracts Tendering and Purchasing Policy which includes competitive tendering.

There were no complaints in 2017/2018 relating to the Council's application of competitive neutrality.

COMMUNITY LAND

Under the *Local Government Act 1999* all Council land (except roads) is classed as community land unless a Council resolves to exclude it from that classification. Any resolution along these lines is subject to appropriate community consultation.

Council engaged Maloney Field Services to identify all Council land and a number of these properties were excluded prior to 1 January 2003. Since then there has been a review with several more parcels proposed for exclusion and these have been subject to the public consultation process.

1.0 STRUCTURE & FUNCTIONS OF THE COUNCIL

1.1 Full Council

Full Council, consisting of two wards each with four Councillors from which a Mayor is elected, full Council is the decision making body on all policy matters.

Ordinary Meetings of the full Council are held on the third Thursday of every month at 10.00am and 4.00pm alternatively and members of the public are welcome to attend.

1.2 Committees

Committees have been formed to discuss/administer Council and Community business. These Committees meet as required. Members of the public are welcome to attend.

The Committees are as follows:

Council (s41) Committee

Chief Executive Officer's Performance Review Committee
Community and Economic Development Committee
Finance & Risk Audit Committee
Waste Management Committee
Strategic Planning Policy Committee

1.3 Agendas and Minutes

Agendas of all Council and Committees are placed on public display no less than three days prior to those meeting. Minutes are placed on display within five days of the meeting. Public display includes hard copies at the Council Office and access on Council's Website www.streakybay.sa.gov.au

1.4 Delegations

The Chief Executive Officer and other officers have delegated authority from Council to make decisions on a number of specified administrative and policy matters. These In keeping with the legislative requirement:

- To determine policies to be applied by the Council in exercising its discretion and powers;
- To determine the type, range and scope of projects to be undertaken by the Council;
- To develop comprehensive management plans, budgets, financial controls and performance objectives and indicators for the operation of the Council.

FREEDOM OF INFORMATION

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

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

2.0 **SERVICES FOR THE COMMUNITY**

Council considers the community's needs when assessing policies relating to services provided.

Community Land	Caravan Dump Points
Aged Care	Planning & Building Controls
Animal Control	Recreation/Sporting Facilities
Bicycle Track	Parking Bays
Community Halls & Centres	Boat Ramps
Environmental Health Matters	Waste Depots
Immunisation Programs	Foreshore Facilities
Parking Control	Clean Air Control
Parks and Reserves	Playground Equipment
Public Cemeteries	Street Tree Planting
Public Seating	Community Libraries
Roads/Footpaths/Kerbings	Airport
Street Closure	Carparks
Street Lighting	Garbage Collection/Litter Bins
Traffic Control Devices	Stormwater Drainage
War Memorials	Public Toilets

3.0 **PUBLIC PARTICIPATION**

3.1 **Council Meetings**

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

- Deputations – with the permission of the Mayor, a member of the public can address a Committee of the Council personally or on behalf of a group of residents.
- Presentations to Council – with prior notification and arrangement with the Mayor, a member of the public can address the Council on any issue relevant to Council.
- Petitions – written petitions can be addressed to the Council on any issue within Council's jurisdiction.
- Written Requests – a member of the public can write to the Council on any Council policy, activity or service.
- Elected Members – Members of the public can contact their elected members of Council to discuss any issue relevant to Council.

FREEDOM OF INFORMATION

3.2 Community Consultation

The District Council of Streaky Bay consults with local residents on particular issues that affect their neighbourhood. Note-below are examples only:

- Meeting of Electors – All residents and electors are eligible to attend meetings to decide leasing arrangements for Council reserves by local community groups.
- Ward Forums – Forums are held to allow residents to voice their views on any issues affecting their ward and the district.
- Residents are notified of some Development Applications requiring the approval of Council. A number of applications are exempted from Public Notification by the Development Act 1993. When an application is publicly notified, residents have the opportunity both to write to Council expressing their view decision is made.

4.0 ACCESS TO COUNCIL DOCUMENTS

4.1 Documents Available for Inspection

The following documents are available for public inspection at the Council Office, free of charge. Members of the public may purchase copies of these documents and the charges are shown below:

- | | |
|---|--------------------|
| • Council Minutes only (Annual) | \$75.00 Annually |
| • Council Minutes & Reports (Annual) | \$150.00 Annually |
| • Council Minutes Only (Monthly) | \$6.50 Monthly |
| • Council Minutes & Reports (Monthly) | \$12.50 Monthly |
| • The Policy Manual | .30 cents per page |
| • The Corporate Plan | .30 cents per page |
| • The Budget Statement | .30 cents per page |
| • The Annual Report | .30 cents per page |
| • The District Management Plan | .30 cents per page |
| • Council By-laws | .30 cents per page |
| • Annual Financial Statements | .30 cents per page |
| • Supplementary Development Plan (previously on exhibition) | .30 cents per page |
| • Planning Application by Consent | .30 cents per page |
| • Planning Application Register | .30 cents per page |
| • Building Application Register | .30 cents per page |
| • Register of Elected Members Allowances & Benefits | .30 cents per page |
| • Register of Employees' Salaries, Wages & Benefits | .30 cents per page |
| • Assessment Book | .30 cents per page |
| • Register of Fees & Charges levied by Council | .30 cents per page |

All of the above are available on Council's Website www.streakybay.sa.gov.au

FREEDOM OF INFORMATION

4.2 Other Information Request

Request for other information not included in Clause 4.1 will be considered in accordance with the Freedom of Information provisions of the Local Government Act 1999. Under the legislation, an application fee and search fee must be forwarded with the completed request form as provided by the Regulation No. 275 of 1991, unless the application is granted an exemption.

Should the applicant require copies of any documents inspected pursuant to a Freedom of Information request, the charges set out in Clause 4.1 apply.

Freedom of Information Forms should be addressed to:

FREEDOM OF INFORMATION OFFICER
DISTRICT COUNCIL OF STREAKY BAY
PO BOX 179
STREAKY BAY SA 5680

Forms are available at the Council Office.

Applications will be responded to as soon as possible within the statutory thirty days of Council receiving the properly completed Freedom of Information request form, together with the application and search fees.

5.0 AMENDMENT OF COUNCIL RECORDS

A member of the public may gain access to council documents to make amendments concerning their personal affairs by making a request in accordance with the Local Government Act 1999.

A member of the public may then request a correction to any information about themselves that is incomplete, incorrect, misleading or out of date.

LOCAL GOVERNMENT ACT 1999 REGISTERS, CODES OF PRACTICE, POLICIES

REGISTERS

- Accident/Incident Report Log
- Asbestos Register
- Boat Ramp Permit Register
- Burning Permits Register
- By-Laws Register
- Certificate of Titles Register
- Community Asset Register
- Community In-Kind Register
- Community Land Register
- Confidential Items Register
- Confined Space Register
- Council Seal Register
- Delegated Powers Register
- Electrical & RCD Test Register
- Fees and Charges Register
- Fire Extinguisher Register
- Footpath/Cafe Licence Register
- Gifts & Benefits Register
- Hazard Profile
- Hazardous/Dangerous Substance Register – MSD Register
- I-Respond Emergency Support Register
- Key Register
- Members Register of Allowances and Benefits
- Members Register of Interests
- Motion Action Register
- Officers Register of Interest
- Officers Register of Remuneration
- Plant & Equipment Register
- Playgrounds Register
- Policy/Procedure Register
- Pre-Qualified Contractors Register
- Public Roads Register
- Risk Register
- Salary Register
- Tenders, Contracts & Expression of Interest Register
- Training Register
- Volunteer Register

CODES

- Code of Conduct for Council Employees
- Code of Conduct for Council Members
- Code of Practice for Access to Council and Council Committee Meetings and Council Documents
- Complaints Handling Procedure under Council Members Code of Conduct

WHS POLICIES AND PROCEDURES

Work Health Safety & Return to Work Policy

- Workplace Return to Work Procedure
- Suitable Employment Procedure
- Re-employment Procedure (Work Injury)

Hazard Management Policy

- Hazard Management Procedure
- Incident Reporting and Investigation Procedure
- Plant Procedure
- Workplace Inspection Procedure

ADMINISTRATION OF THE WHS MANAGEMENT SYSTEM POLICY

- Planning and Program Development Procedure (Incorporating Management Review)
- WHS Corrective and Preventative Actions Procedure
- WHS Document Management Procedure
- WHS Induction and Training Procedure
- WHS Internal Audit Procedure

COMMUNICATION AND CONSULTATION POLICY

- WHS Consultation, Communication Procedure

WHS CONTRACTOR MANAGEMENT POLICY

- WHS Contractor Management Procedure

WHS EMERGENCY MANAGEMENT POLICY

- First Aid Procedure
- WHS Emergency Management Procedure

HAZARDOUS WORK POLICY

- Asbestos WHS Procedure
- Confined Space Procedure
- Electrical Safety Procedure
- Excavation and Trenching Procedure
- Hazardous Chemicals Procedure
- Hazardous Manual Tasks Procedure
- Hot Work Procedure
- Isolation/Lockout Tag out Procedure
- Prevention of Falls Procedure
- Remote/Isolated Work Procedure
- WHS UVR & Inclement Weather
- Work Zone Traffic Management Procedure

POLICIES

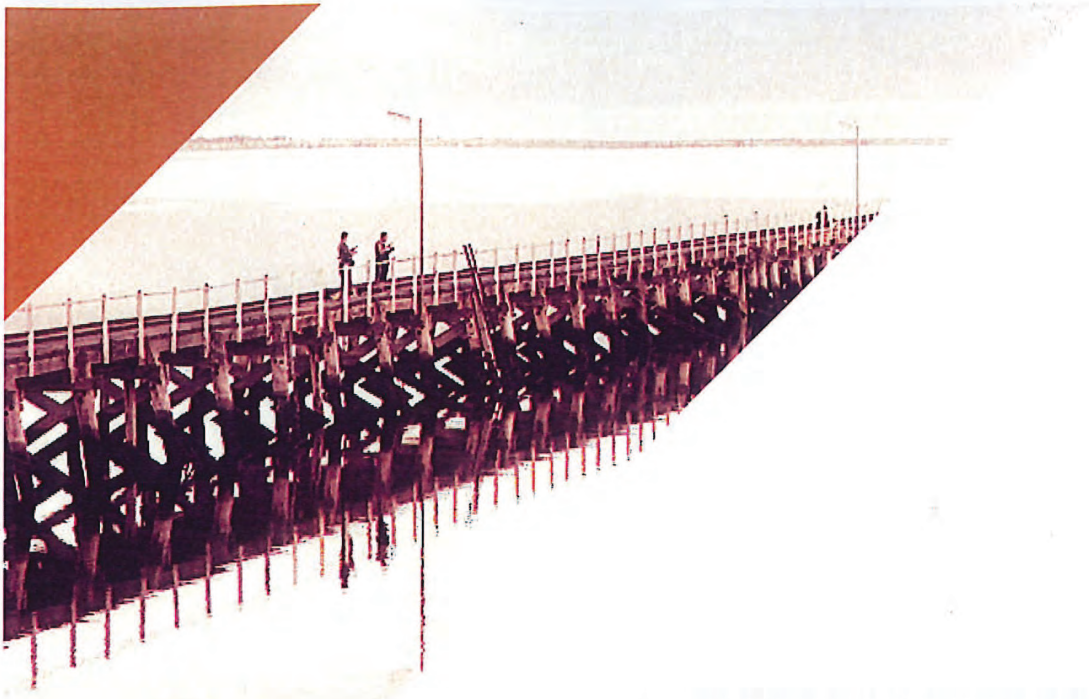
- Accounting Policy
- Advertising Signage Policy
- Animal Management Plan
- Asbestos Management Policy
- Asset Management Policy
- Boat Launch Policy
- Bookings Cancellation & Refund Policy
- Budget Reporting & Amendment Policy
- Building and Swimming Pool Inspection Policy
- Caretaker Policy
- Cat Trap and Trapping Policy
- Cemetery Operating Policy
- Community Bus Hire Policy
- Council Role in Disaster & Emergency Response Policy
- Credit Card Policy
- Cross over, Road Verge & Driveway Policy
- Customer Complaints Policy
- Customer Service Protocol
- Community Wastewater Management Scheme
- Customer Charter Policy
- CWMS Pricing Policy Statement
- Debt Collection Policy
- Disposal of Land & Assets Policy
- Elected Members Records Management Policy
- Enforcement Policy
- Engineering Design Standards
- Environmental Management Policy
- Equal Employment Opportunity Policy
- Fraud & Corruptions Prevention Policy
- Hardship Policy
- Informal Gatherings Policy
- Internal Financial Control Policy
- Internet and Email Policy
- Leases, Licences & Permit Policy
- Leave Entitlement Policy
- Model Guidelines for the Control of Election Signs
- Ombudsman Enquiry Procedure
- Order Making Policy
- Personal Information Security Policy
- Private and Business Use of Road Reserves Policy
- Private Hire of Council Plant & Equipment Policy
- Private Works Policy
- Procedure for Internal Review of Council Decisions Policy (Requests for Services under Section 270 Policy)
- Procurement Policy
- Prudential Management Policy
- Public Consultation Policy
- Public Gates and Grids Policy
- Rate Rebate Policy
- Rating Policy
- Records Management Policy
- Risk Management Policy
- Road Naming & Property Numbering Policy
- Rubble Pits & Royalties Policy
- Safe Environment Policy
- Streaky Bay Institute and Supper Room Hire Policy
- Training Development Policy for Council Members
- Treasury Management Policy
- Tree Management Policy
- Uniform Policy
- Unmade Road Development Policy
- Vegetation on Road Reserves (A)
- Waste Management Policy
- Whistleblower Protection Policy

LOCAL GOVERNMENT (ELECTIONS) ACT 1999

- Campaign Donation Returns prepared by candidates

OTHER POLICIES/PROCEDURES

- Adornment Policy
- Drugs & Alcohol Policy
- Firearms Safety Policy
- Personal Protective Equipment Procedure
- Smoke Free Policy
- Workplace Bullying Policy
- Volunteer Management Policy & Procedure




DISTRICT COUNCIL OF
STREAKY BAY


2017/2018


**FINANCIAL
STATEMENTS**




DISTRICT COUNCIL OF
Streaky Bay

 08 8626 1001

 www.streakybay.sa.gov.au

 29 Alfred Tce / PO Box 179, Streaky Bay SA 5680

 dcstreakyemail@streakybay.sa.gov.au

District Council of Streaky Bay

General Purpose Financial Statements for the year ended 30 June 2018

Contents

Page

1. Council Certificate

2

2. Primary Financial Statements:

- Statement of Comprehensive Income
- Statement of Financial Position
- Statement of Changes in Equity
- Statement of Cash Flows

3

4

5

6

3. Notes to the Financial Statements

7

4. Independent Auditor's Report - Financial Statements

5. Independent Auditor's Report - Internal Controls

6. Certificates of Audit Independence

- Council Certificate of Audit Independence
- Audit Certificate of Audit Independence

District Council of Streaky Bay

General Purpose Financial Statements for the year ended 30 June 2018

Certification of Financial Statements

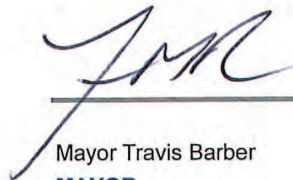
We have been authorised by the Council to certify the financial statements in their final form.

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 2018 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.



Maxine Joy Hentschke
CHIEF EXECUTIVE OFFICER



Mayor Travis Barber
MAYOR

Date: 29.11.18

District Council of Streaky Bay

Statement of Comprehensive Income for the year ended 30 June 2018

\$ '000	Notes	2018	2017
Income			
Rates Revenues	2a	3,836	3,613
Statutory Charges	2b	68	68
User Charges	2c	2,022	1,819
Grants, Subsidies and Contributions	2g	2,840	3,470
Investment Income	2d	110	73
Reimbursements	2e	154	70
Other Income	2f	371	232
Total Income		9,401	9,345
Expenses			
Employee Costs	3a	2,030	1,980
Materials, Contracts & Other Expenses	3b	4,266	3,709
Depreciation & Amortisation	3c	2,866	2,835
Finance Costs	3d	34	46
Total Expenses		9,196	8,570
Operating Surplus / (Deficit)		205	775
Asset Disposal & Fair Value Adjustments	4	(216)	88
Amounts Received Specifically for New or Upgraded Assets	2g	960	127
Physical Resources Received Free of Charge	2i	-	226
Net Surplus / (Deficit) ¹		949	1,216
Other Comprehensive Income			
<i>Amounts which will not be reclassified subsequently to operating result</i>			
Changes in Revaluation Surplus - I,PP&E	9	3,034	684
Total Comprehensive Income		3,983	1,900

¹ Transferred to Statement of Changes in Equity

District Council of Streaky Bay

Statement of Financial Position as at 30 June 2018

\$ '000	Notes	2018	2017
ASSETS			
Current Assets			
Cash and Cash Equivalents	5a	6,038	5,387
Trade & Other Receivables	5b	656	603
Inventories	5c	149	147
Total Current Assets		6,843	6,137
Non-Current Assets			
Financial Assets	6a	191	112
Infrastructure, Property, Plant & Equipment	7a	70,307	67,897
Other Non-Current Assets	6b	2,025	1,689
Total Non-Current Assets		72,523	69,698
TOTAL ASSETS		79,366	75,835
LIABILITIES			
Current Liabilities			
Trade & Other Payables	8a	969	900
Borrowings	8b	441	621
Provisions	8c	859	1,111
Total Current Liabilities		2,269	2,632
Non-Current Liabilities			
Borrowings	8b	150	224
Provisions	8c	46	61
Total Non-Current Liabilities		196	285
TOTAL LIABILITIES		2,465	2,917
Net Assets		76,901	72,918
EQUITY			
Accumulated Surplus		29,348	28,399
Asset Revaluation Reserves	9	47,553	44,519
Total Council Equity		76,901	72,918

District Council of Streaky Bay

Statement of Changes in Equity for the year ended 30 June 2018

\$ '000	Notes	Accumulated Surplus	Asset Revaluation Reserve	Total Equity
2018				
Balance at the end of previous reporting period		28,399	44,519	72,918
a. Net Surplus / (Deficit) for Year		949	-	949
b. Other Comprehensive Income				
- Gain (Loss) on Revaluation of I,PP&E	7a	-	3,034	3,034
Other Comprehensive Income		-	3,034	3,034
Total Comprehensive Income		949	3,034	3,983
Balance at the end of period		29,348	47,553	76,901
2017				
Balance at the end of previous reporting period		27,183	43,835	71,018
a. Net Surplus / (Deficit) for Year		1,216	-	1,216
b. Other Comprehensive Income				
- Gain (Loss) on Revaluation of I,PP&E	7a	-	684	684
Other Comprehensive Income		-	684	684
Total Comprehensive Income		1,216	684	1,900
Balance at the end of period		28,399	44,519	72,918

District Council of Streaky Bay

Statement of Cash Flows

for the year ended 30 June 2018

\$ '000	Notes	2018	2017
Cash Flows from Operating Activities			
<u>Receipts</u>			
Rates Receipts		3,827	3,526
Statutory Charges		75	68
User Charges		2,287	2,001
Grants, Subsidies and Contributions (operating purpose)		2,845	3,478
Investment Receipts		110	73
Reimbursements		169	77
Other Receipts		690	402
<u>Payments</u>			
Payments to Employees		(2,048)	(2,016)
Payments for Materials, Contracts & Other Expenses		(5,153)	(3,707)
Finance Payments		(34)	(46)
Net Cash provided by (or used in) Operating Activities	11b	2,768	3,856
Cash Flows from Investing Activities			
<u>Receipts</u>			
Amounts Received Specifically for New/Upgraded Assets		960	127
Sale of Replaced Assets		50	66
Sale of Surplus Assets		33	6
Sale of Real Estate Developments		72	149
Repayments of Loans by Community Groups		16	25
<u>Payments</u>			
Expenditure on Renewal/Replacement of Assets		(2,126)	(1,381)
Expenditure on New/Upgraded Assets		(773)	(1,107)
Loans Made to Community Groups		(100)	-
Net Cash provided by (or used in) Investing Activities		(1,868)	(2,115)
Cash Flows from Financing Activities			
<u>Receipts</u>			
Proceeds from Bonds & Deposits		5	17
<u>Payments</u>			
Repayments of Borrowings		(254)	(175)
Net Cash provided by (or used in) Financing Activities		(249)	(158)
Net Increase (Decrease) in Cash Held		651	1,583
plus: Cash & Cash Equivalents at beginning of period	11	5,387	3,804
Cash & Cash Equivalents at end of period	11	6,038	5,387

The above statement should be read in conjunction with the accompanying Notes and Significant Accounting Policies.

page 6

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Contents of the Notes accompanying the Financial Statements

Note	Details	Page
1	Significant Accounting Policies	8
2	Income	14
3	Expenses	17
4	Asset Disposal & Fair Value Adjustments	18
	Current Assets	
5a	Cash & Cash Equivalents	19
5b	Trade & Other Receivables	19
5c	Inventories	19
	Non-Current Assets	
6a	Financial Assets	20
6b	Other Non-Current Assets	20
	Fixed Assets	
7a	Infrastructure, Property, Plant & Equipment	21
7b	Valuation of Infrastructure, Property, Plant & Equipment	22
	Liabilities	
8a	Trade & Other Payables	24
8b	Borrowings	24
8c	Provisions	24
9	Asset Revaluation Reserve	24
10	Assets Subject to Restrictions	25 n/a
11	Reconciliation to Statement of Cashflows	25
12a	Functions	27
12b	Components of Functions	28
13	Financial Instruments	29
14	Commitments for Expenditure	32
15	Financial Indicators	33
16	Uniform Presentation of Finances	34
17	Operating Leases	34
18	Superannuation	35
19	Interests in Other Entities	35 n/a
20	Non Current Assets Held for Sale & Discontinued Operations	36 n/a
21	Contingencies & Assets/Liabilities Not Recognised in the Balance Sheet	36
22	Events After the Balance Sheet Date	37
23	Related Party Transactions	37

n/a - not applicable

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 1. Summary of Significant Accounting Policies

The principal accounting policies adopted by Council in the preparation of these consolidated financial statements are set out below.

These policies have been consistently applied to all the years presented, unless otherwise stated.

1 Basis of Preparation

1.1 Compliance with Australian Accounting Standards

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

The financial report was authorised for issue by certificate under regulation 14 of the *Local Government (Financial Management) Regulations 2011* dated 29th November 2018.

1.2 Historical Cost Convention

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

1.3 Critical Accounting Estimates

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates and requires management to exercise its judgement in applying Council's accounting policies.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are specifically referred to in the relevant sections of these Notes.

1.4 Rounding

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

2 The Local Government Reporting Entity

The District Council of Streaky Bay is incorporated under the South Australian *Local Government Act 1999* and has its principal place of business at 29 Alfred Terrace, Streaky Bay. 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.

In recent years the payment of untied financial assistance grants has varied from the annual allocation as shown in the table below:

	Cash Payment Received	Annual Allocation	Difference
2015/16	\$929	\$1,932	-\$1,003
2016/17	\$2,895	\$1,911	+\$984
2017/18	\$2,169	\$2,184	-\$15

Because these grants are untied, the Australian Accounting Standards require that payments be recognised upon receipt. Accordingly, the operating results of these periods have been distorted compared to those that would have been reported

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 1. Summary of Significant Accounting Policies (continued)

had the grants been paid in the year to which they were allocated.

The Operating Surplus Ratio disclosed in Note 15 has also been calculated after adjusting for the distortions resulting from the differences between the actual grants received and the grants entitlements allocated.

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

5.1 Real Estate Assets Developments

Real Estate Assets developments have been classified as Inventory in accordance with AASB 102 and are valued at the lower of cost or net realisable value. Cost includes the costs of acquisition, development, borrowing and other costs incurred on financing of that acquisition and up to the time of sale. Any amount by which cost exceeds the net realisable value has been recognised as an expense.

Revenues arising from the sale of property are recognised in the operating statement when settlement is completed.

5.2 Other Real Estate Held for Resale

Properties not acquired for development, but which Council has decided to sell as surplus to requirements, are recognised at the carrying value at the time of that decision.

Certain properties, auctioned for non-payment of rates in accordance with the Local Government Act but which failed to meet the reserve set by Council and are available for sale by private treaty, are recorded at the lower of the unpaid rates and charges at the time of auction or the reserve set by Council. Holding costs in relation to these properties are recognised as an expense when incurred.

6 Infrastructure, Property, Plant & Equipment

6.1 Initial Recognition

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

All non-current assets purchased or constructed are capitalised as the expenditure is incurred and depreciated as soon as the asset is held "ready for use". Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition, including architects' fees and engineering design fees and all other costs incurred. The cost of non-current assets constructed by the Council includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overhead.

6.2 Materiality

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

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 1. Summary of Significant Accounting Policies (continued)

is applied to the acquisition of land or interests in land.

Office Furniture & Equipment	\$2,000
Other Plant & Equipment	\$2,000
Buildings - new construction/extensions	\$10,000
Parks Furniture & Equipment	\$3,000
Road Infrastructure	\$10,000
Kerbs & Footpaths	\$2,000
Stormwater, Pipes, Drains & Culverts	\$5,000
Community Waste Water Infrastructure	\$5,000

Playground equipment	15 to 20 years
Benches, seats, etc	10 to 25 years

Infrastructure

Sealed Roads – Surface	20 to 25 years
Sealed Roads – Structure	100 years
Unsealed Roads	12 to 33 years
Paving & Footpaths, Kerb & Gutter	20 to 50 years
Drains & Culverts	50 to 100 years
Reticulation Pip– PVC	70 to 80 years
Pumps & Telemetry	20 to 25 years

6.3 Subsequent Recognition

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

6.4 Depreciation of Non-Current Assets

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

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

Major depreciation periods for each class of asset are listed below. Depreciation periods for infrastructure assets have been estimated based on the best information available to Council, but appropriate records covering the entire life cycle of these assets are not available, and extreme care should be used in interpreting financial information based on these estimates.

Plant, Furniture & Equipment

Office Furniture	3 to 15 years
Vehicles and Road-making Equip	3 to 25 years
Other Plant & Equipment	3 to 20 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

6.5 Impairment

Assets whose future economic benefits are not dependent on the ability to generate cash flows, and where the future economic benefits would be replaced if Council were deprived thereof, are not subject to impairment testing.

Other assets that are subject to depreciation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount (which is the higher of the present value of future cash inflows or value in use).

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

6.6 Borrowing Costs

Borrowing costs in relation to qualifying assets (net of offsetting investment revenue) have been capitalised in accordance with AASB 123 "Borrowing Costs". The amounts of borrowing costs recognised as an expense or as part of the carrying amount of qualifying assets are disclosed in Note 3, and the amount (if any) of interest revenue offset against borrowing costs in Note 2.

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 1. Summary of 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 other than grants received from external parties in advance of service delivery, and security deposits held against possible damage to Council assets, are recognised as liabilities until the service is delivered or damage reinstated, or the amount is refunded as the case may be.

8 Borrowings

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

Borrowings are carried at their principal amounts which represent the present value of future cash flows associated with servicing the debt. Interest is accrued over the period to which it relates, and is recorded as part of "Payables".

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

10 Provisions for Reinstatement, Restoration and Rehabilitation

Close down and restoration costs include the dismantling and demolition of infrastructure and the removal of residual materials and remediation and rehabilitation of disturbed areas. Estimated close down and restoration costs are provided for in the accounting period when the obligation arising from the related disturbance occurs and are carried at the net present value of estimated future costs.

Although estimated future costs are based on a closure plan, such plans are based on current environmental requirements which may change. Council's policy to maximise recycling is extending the operational life of these facilities, and significant uncertainty exists in the estimation of the future closure date. Liability for monitoring has been calculated for the next 5 years, and will be subject ongoing reviews.

11 Leases

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

In respect of finance leases, where Council substantially carries all of the risks incident to ownership, the leased items are initially recognised as assets and liabilities equal in amount to the present value of the minimum lease payments. The assets are disclosed within the appropriate asset

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 1. Summary of Significant Accounting Policies (continued)

class and are amortised to expense over the period during which the Council is expected to benefit from the use of the leased assets. Lease payments are allocated between interest expense and reduction of the lease liability, according to the interest rate implicit in the lease.

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

12 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".

For works undertaken on a fixed price contract basis, revenues and expenses are recognised on a percentage of completion basis. Costs incurred in advance of a future claimed entitlement are classified as work in progress in inventory. When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

13 GST Implications

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

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

14 New accounting standards and UIG interpretations

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

The District Council of Streaky Bay has not applied any Australian Accounting Standards and Interpretations that have been issued but are not yet effective.

This year Council has applied AASB 2016-2 Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 107 for the first time. As a result, Council hasn't needed to disclose additional information to explain changes in liabilities arising from financing activities.

Some Australian Accounting Standards and Interpretations have been issued but are not yet effective. Those standards have not been applied in these financial statements. Council will implement them when they are effective.

The standards are not expected to have a material impact upon Council's future financial statements are:

Effective for annual reporting periods beginning on or after 1 January 2017

- AASB 2014-5 *Amendments to Australian Accounting Standards arising from AASB 15*
- AASB 2015-8 *Amendments to Australian Accounting Standards – Effective Date of AASB 15*
- AASB 2016-7 *Amendments to Australian Accounting Standards - Deferral of AASB 15 for Not-for-Profit Entities*

Effective for annual reporting periods beginning on or after 1 January 2018

- AASB 9 *Financial Instruments*

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 1. Summary of Significant Accounting Policies (continued)

- AASB 15 *Revenue from Contracts with Customers*
- AASB 2010-7 *Amendments to Australian Accounting Standards arising from AASB 9 (December 2010)*
- AASB 2014-1 *Amendments to Australian Accounting Standards (Part E)*
- AASB 2014-7 *Amendments to Australian Accounting Standards arising from AASB 9 (December 2014)*
- AASB 2016-3 *Amendments to Australian Accounting Standards – Clarifications to AASB 15*
- AASB 2016-5 *Amendments to Australian Accounting Standards – Classification and Measurement of Share-based Payment Transactions*
- AASB 2016-6 *Amendments to Australian Accounting Standards - Applying AASB 9 Financial Instruments with AASB 4 Insurance Contracts*
- AASB 2017-3 *Amendments to Australian Accounting Standards – Clarifications to AASB 4*
- AASB 2017-4 *Amendments to Australian Accounting Standards – Uncertainty over Income Tax Treatments*
- AASB 1059 *Service Concession Arrangements: Grantors*
- AASB 1059 *Service Concession Arrangements: Grantors* (Appendix D)

Effective for annual reporting periods beginning on or after 1 January 2021

- AASB 17 *Insurance Contracts*
- AASB 17 *Insurance Contracts* (Appendix D)

15 Comparative Figures

To ensure comparability with the current reporting period's figures, some comparative period line items and amounts may have been reclassified or individually reported for the first time within these financial statements and/or the notes.

16 Disclaimer

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

Effective for annual reporting periods beginning on or after 1 January 2019

- AASB 16 *Leases*
- AASB 16 *Leases* (Appendix D)
- AASB 1058 *Income of Not-for-Profit Entities*
- AASB 1058 *Income of Not-for-Profit Entities* (Appendix D)
- AASB 2016-8 *Amendments to Australian Accounting Standards - Australian Implementation Guidance for Not-for-Profit Entities*
- AASB 2017-1 *Amendments to Australian Accounting Standards – Transfers of Investment Property, Annual Improvements 2014-2016 Cycle and Other Amendments*

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 2. Income

\$ '000	Notes	2018	2017
(a). Rates Revenues			
General Rates			
General Rates		3,027	2,910
Less: Mandatory Rebates		(17)	(15)
Less: Discretionary Rebates, Remissions & Write Offs		(5)	(5)
Total General Rates		3,005	2,890
Other Rates (Including Service Charges)			
Natural Resource Management Levy		155	142
Waste Collection		231	204
Community Wastewater Management Systems		421	358
Total Other Rates		807	704
Other Charges			
Penalties for Late Payment		24	19
Total Other Charges		24	19
Total Rates Revenues		3,836	3,613
(b). Statutory Charges			
Development Act Fees		23	28
Town Planning Fees		10	12
Health & Septic Tank Inspection Fees		3	1
Animal Registration Fees & Fines		28	21
Other Licences, Fees & Fines		4	6
Total Statutory Charges		68	68
(c). User Charges			
Cemetery Fees		28	25
Hall & Equipment Hire		2	6
Sundry		168	156
Caravan Park		1,522	1,632
Medical		209	-
CDL		93	-
Total User Charges		2,022	1,819

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 2. Income (continued)

\$ '000	Notes	2018	2017
(d). Investment Income			
Interest on Investments			
- Local Government Finance Authority		93	66
- Banks & Other		13	-
- Loans to Community Groups		4	7
Total Investment Income		110	73
(e). Reimbursements			
Private Works		56	21
Joint Undertakings		64	-
Other		34	49
Total Reimbursements		154	70
(f). Other Income			
Insurance & Other Recoupments - Infrastructure, IPP&E		-	49
Rebates Received		127	168
Sundry		121	15
Medical		123	-
Total Other Income		371	232
(g). Grants, Subsidies, Contributions			
Amounts Received Specifically for New or Upgraded Assets		960	127
Other Grants, Subsidies and Contributions		2,840	3,470
Total Grants, Subsidies, Contributions		3,800	3,597
The functions to which these grants relate are shown in Note 12.			
(i) Sources of grants			
Commonwealth Government		673	2,260
State Government		2,218	1,332
Other		909	5
Total		3,800	3,597

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 2. Income (continued)

\$ '000	Notes	2018	2017
(h). 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		94	-
<i>Less:</i>			
<i>Expended during the current period from revenues recognised in previous reporting periods</i>			
Roads Infrastructure		(52)	52
Parks and Gardens		(42)	42
Subtotal		(94)	94
<i>Plus:</i>			
<i>Amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions</i>			
Parks and Gardens		30	-
Subtotal		30	-
Unexpended at the close of this reporting period		30	94
Net increase (decrease) in assets subject to conditions in the current reporting period		(64)	94
(i). Physical Resources Received Free of Charge			
Buildings		-	226
Total Physical Resources Received Free of Charge		-	226

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 3. Expenses

\$ '000	Notes	2018	2017
(a). Employee Costs			
Salaries and Wages		1,765	1,646
Employee Leave Expense		234	251
Superannuation - Defined Contribution Plan Contributions	18	162	149
Superannuation - Defined Benefit Plan Contributions	18	23	19
Workers' Compensation Insurance		62	93
Less: Capitalised and Distributed Costs		(216)	(178)
Total Operating Employee Costs		2,030	1,980
Total Number of Employees (full time equivalent at end of reporting period)		31	27
(b). Materials, Contracts and Other Expenses			
(i) Prescribed Expenses			
Auditor's Remuneration			
- Auditing the Financial Reports		19	18
Bad and Doubtful Debts		-	(7)
Elected Members' Expenses		97	84
Election Expenses		1	9
Subtotal - Prescribed Expenses		117	104
(ii) Other Materials, Contracts and Expenses			
Contractors		2,734	1,909
Energy		313	489
Legal Expenses		50	45
Levies Paid to Government - NRM levy		155	142
Parts, Accessories & Consumables		350	244
Sundry		547	776
Subtotal - Other Material, Contracts & Expenses		4,149	3,605
Total Materials, Contracts and Other Expenses		4,266	3,709
(iii) Individually significant items			
Landfill Remediation - provision		-	460

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 3. Expenses (continued)

\$ '000	Notes	2018	2017
(c). Depreciation and Amortisation			
Buildings & Other Structures		773	752
Roadworks		1,606	1,791
Footpaths and Kerbing		84	-
Stormwater		33	-
CWMS		102	-
Plant & Equipment		202	221
Furniture & Fittings		66	71
Total Depreciation and Amortisation		2,866	2,835
(d). Finance Costs			
Interest on Loans		34	46
Total Finance Costs		34	46
Note 4. Asset Disposal & Fair Value Adjustments			
Infrastructure, Property, Plant & Equipment			
(i) Assets Renewed or Directly Replaced			
Proceeds from Disposal		50	66
Less: Carrying Amount of Assets Sold		(55)	(68)
Gain (Loss) on Disposal		(5)	(2)
(ii) Assets Surplus to Requirements			
Proceeds from Disposal		33	6
Less: Carrying Amount of Assets Sold		(217)	(7)
Gain (Loss) on Disposal		(184)	(1)
Real Estate Development Assets			
Proceeds from Disposal		71	149
Less: Carrying Amount of Assets Sold		(98)	(58)
Gain (Loss) on Disposal		(27)	91
Net Gain (Loss) on Disposal or Revaluation of Assets		(216)	88

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 5. Current Assets

\$ '000	Notes	2018	2017
(a). Cash & Cash Equivalents			
Cash on Hand at Bank		338	62
Deposits at Call		3,688	5,325
Short Term Deposits & Bills, etc.		2,012	-
Total Cash & Cash Equivalents		6,038	5,387
(b). Trade & Other Receivables			
Rates - General & Other		307	298
Accrued Revenues		11	20
Debtors - General		246	192
GST Recoupment		55	44
Prepayments		24	24
Loans to Community Organisations		13	26
Subtotal		656	604
Less: Allowance for Doubtful Debts		-	(1)
Total Trade & Other Receivables		656	603
(c). Inventories			
Stores & Materials		149	97
Real Estate Developments		-	50
Total Inventories		149	147

District Council of Streaky Bay

Notes to and forming part of the Financial Statements
for the year ended 30 June 2018

Note 6. Non-Current Assets

\$ '000	Notes	2018	2017
(a). Financial Assets			
Receivables			
Loans to Community Organisations		191	112
Total Financial Assets		191	112
(b). Other Non-Current Assets			
(i) Inventories			
Real Estate Developments		946	995
Total Inventories		946	995
(ii) Other			
Capital Works-in-Progress		1,079	694
Total Other		1,079	694
Total Other Non-Current Assets		2,025	1,689
Other disclosures			
Real Estate Developments - Current & Non-Current			
(Valued at the lower of cost and net realisable value)			
Residential		946	1,045
Total Real Estate for Resale		946	1,045
(ii) Apportionment of Real Estate Developments			
Current Assets		-	50
Non-Current Assets		946	995
		946	1,045

District Council of Streaky Bay

Notes to and forming part of the Financial Statements
for the year ended 30 June 2018

Note 7a. Infrastructure, Property, Plant & Equipment

\$ '000	Fair Value Level	as at 30/6/2017				Asset Movements during the Reporting Period						as at 30/6/2018			
		At Fair Value	At Cost	Acc. Dep'n	Carrying Value	Asset Additions		WDV of Asset Disposals	Depreciation Expense (Note 3c)	Adjustments & Transfers	Revaluation Increments to Equity (ARR) (Note 9)	At Fair Value	At Cost	Acc. Dep'n	Carrying Value
						New / Upgrade	Renewals								
Land - Other	2	13,901	7	-	13,908	-	-	(70)	-	-	-	13,831	7	-	13,838
Buildings & Other Structures	2	12,709	152	9,778	3,083	-	56	(68)	(182)	-	-	12,030	208	9,349	2,889
Buildings & Other Structures	3	25,248	1,199	14,257	12,190	119	137	(16)	(591)	84	-	24,885	1,636	14,598	11,923
Roadworks	3	18,707	37,640	19,981	36,366	229	1,531	-	(1,606)	(8,219)	858	37,130	1,760	9,731	29,159
Footpaths and Kerbing	3	-	-	-	-	-	-	-	(84)	2,420	-	2,534	1,042	1,240	2,336
Stormwater	3	-	-	-	-	34	-	-	(33)	1,917	260	2,766	34	622	2,178
CWMS	3	-	-	-	-	-	14	(2)	(102)	3,764	1,916	8,152	14	2,576	5,590
Plant & Equipment		-	2,936	1,064	1,872	69	239	(51)	(202)	-	-	-	3,029	1,102	1,927
Furniture & Fittings		-	944	466	478	38	48	(65)	(66)	34	-	-	883	416	467
Total Infrastructure, Property, Plant & Equipment		70,565	42,878	45,546	67,897	489	2,025	(272)	(2,866)	-	3,034	101,328	8,613	39,634	70,307
Comparatives		70,577	40,408	42,849	68,136	1,333	1,338	(75)	(2,835)	-	684	70,565	42,878	45,546	67,897

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 7b. Valuation of Infrastructure, Property, Plant & Equipment & Investment Property

\$ '000

Valuation of Assets

The fair value of assets and liabilities must be estimated in accordance with various Accounting Standards for either recognition and measurement requirements or for disclosure purposes.

AASB 13 Fair Value Measurement requires all assets and liabilities measured at fair value to be assigned to a "level" in the fair value hierarchy as follows:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Refer to Note 7a for the disclosure of the Fair Value Levels of Infrastructure, Property, Plant and Equipment Assets.

Information on 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.

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.

There is no known market for buildings, infrastructure and other assets. These assets are valued at depreciated current replacement cost. This method involves:

- The determination of the cost to construct the asset (or its modern engineering equivalent) using current prices for materials and labour, the quantities of each being estimated based on recent experience of this or similar Councils, or on industry construction guides where these are more appropriate.
- The calculation of the depreciation that would have accumulated since original construction using current estimates of residual value and useful life under the prime cost depreciation method adopted by Council.

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

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 7b. Valuation of Infrastructure, Property, Plant & Equipment & Investment Property (continued)

\$ '000

Valuation of Assets (continued)

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.

The last revaluation was done by Liquid Pacific Pty Ltd, and was recognised as at 1st July 2015, and all additions since the date of valuation have been recognised at cost

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

Buildings & Other Structures

Buildings and other structures were revalued as at 1 July 2015 by Liquid Pacific Pty Ltd, and all additions since the date of valuation have been recognised at cost

Infrastructure

Transportation assets were valued by Council officers at depreciated current replacement cost based on actual costs incurred, the assumptions and methodology applied by Council Officers has been independently reviewed by Gayler Professional Services. The date of valuation is effective as of 1st July 2017. All acquisitions made after the respective dates of valuation are recorded at cost.

Stormwater drainage infrastructure was valued by Council Officers as at 1st July 2017 at depreciated current replacement cost, based on actual costs incurred. All acquisitions made after the respective dates of valuation are recorded at cost. Methodology was discussed with Gayler Professional Services.

Community wastewater management system infrastructure was valued at depreciated current replacement cost effective from 1st July 2017 by Gayler Professional Services. All acquisitions made after the respective dates of valuation are recorded at cost.

As a result of valuations performed, estimated depreciation expense has increased by \$34k, and has been reflected in Note 3 of the Financial Statements

Footpaths

Footpaths have been maintained as at existing values, and a review will be undertaken in the following year. Last valuation was undertaken as at 30th June 2012.

Plant & Equipment

These assets are recognised on the cost basis

Furniture & Fittings

These assets are recognised on the cost basis

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 8. Liabilities

\$ '000	Notes	2018 Current	2018 Non Current	2017 Current	2017 Non Current
(a). Trade and Other Payables					
Goods & Services		693	-	641	-
Payments Received in Advance		36	-	28	-
Accrued Expenses - Employee Entitlements		56	-	51	-
Accrued Expenses - Other		6	-	7	-
Deposits, Retentions & Bonds		178	-	173	-
Total Trade and Other Payables		969	-	900	-
(b). Borrowings					
Loans		441	150	621	224
Total Borrowings		441	150	621	224
(c). Provisions					
Future Reinstatement / Restoration, etc		468	25	720	25
Employee Entitlements-LSL (including oncosts)		226	21	221	36
Employee Entitlements-AL (including oncosts)		165	-	170	-
Total Provisions		859	46	1,111	61

Note 9. Asset Revaluation Reserve

\$ '000	1/7/2017	Increments (Decrements)	Transfers	Impairments	30/6/2018
Land - Other	12,605	-	-	-	12,605
Buildings & Other Structures	11,225	-	-	-	11,225
Roadworks	16,138	858	-	-	16,996
Footpaths and Kerbing	1,448	-	-	-	1,448
Stormwater	1,034	260	-	-	1,294
CWMS	2,069	1,916	-	-	3,985
Total Asset Revaluation Reserve	44,519	3,034	-	-	47,553
Comparatives	43,835	684	-	-	44,519

PURPOSES OF RESERVES

Asset Revaluation Reserves

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).

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 10. Assets Subject to Restrictions

\$ '000	Notes	2018	2017
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Council does not hold any assets subject to restrictions

Note 11. Reconciliation to Statement of Cash Flows

(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 Statement of Cash Flows is reconciled to the related items in the Balance Sheet as follows:

Total Cash & Equivalent Assets	5	6,038	5,387
Balances per Statement of Cash Flows		6,038	5,387

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

Net Surplus/(Deficit)		949	1,216
Non-Cash Items in Income Statements			
Depreciation, Amortisation & Impairment		2,866	2,835
Non-Cash Asset Acquisitions		-	(226)
Grants for Capital Acquisitions (Treated as Investing Activity Receipts)		(960)	(127)
Net (Gain) Loss on Disposals		216	(88)
Write off of Loans Made to Community Groups		18	-
		3,089	3,610
Add (Less): Changes in Net Current Assets			
Net (Increase)/Decrease in Receivables		(65)	(223)
Change in Allowances for Under-Recovery of Receivables		1	7
Net (Increase)/Decrease in Inventories		(52)	46
Net (Increase)/Decrease in Other Current Assets		(2)	(14)
Net Increase/(Decrease) in Trade & Other Payables		64	75
Net Increase/(Decrease) in Unpaid Employee Benefits		(15)	49
Net Increase/(Decrease) in Other Provisions		(252)	306
Net Cash provided by (or used in) operations		2,768	3,856

District Council of Streaky Bay

Notes to and forming part of the Financial Statements
for the year ended 30 June 2018

Note 11. Reconciliation to Statement of Cash Flows (continued)

\$ '000	Notes	2018	2017
(c). Non-Cash Financing and Investing Activities			
Acquisition of assets by means of:			
- Physical Resources Received Free of Charge	2i	-	226
Amounts recognised in Income Statement		-	226
Total Non-Cash Financing & Investing Activities		-	226

(d). Financing Arrangements

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

Corporate Credit Cards	30	30
LGFA Cash Advance Debenture Facility	908	816

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

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 12a. Functions

Functions/Activities	Income, Expenses and Assets have been directly attributed to the following Functions / Activities. Details of these Functions/Activities are provided in Note 12(b).									
	INCOME		EXPENSES		OPERATING SURPLUS (DEFICIT)		GRANTS INCLUDED IN INCOME		TOTAL ASSETS HELD (CURRENT & NON-CURRENT)	
	Actual 2018	Actual 2017	Actual 2018	Actual 2017	Actual 2018	Actual 2017	Actual 2018	Actual 2017	Actual 2018	Actual 2017
\$ '000										
Administration	4,524	5,215	1,385	1,330	3,139	3,885	1,422	2,216	7,378	6,693
Business	2,077	2,003	1,539	1,534	538	469	-	5	11,790	9,537
Community	432	101	913	378	(481)	(277)	4	2	1,540	1,449
Culture	74	15	219	160	(145)	(145)	4	1	811	920
Economic Development	-	-	347	230	(347)	(230)	-	-	1,260	1,359
Environment	500	393	1,001	1,241	(501)	(848)	-	-	3,481	3,230
Recreation	26	61	730	809	(704)	(748)	-	-	16,691	17,019
Regulatory Services	81	72	303	259	(222)	(187)	-	-	8	3
Transport	1,430	1,265	2,418	2,446	(988)	(1,181)	1,410	1,246	33,144	32,478
Other NEC	257	220	341	183	(84)	37	-	-	3,263	3,147
Total Functions/Activities	9,401	9,345	9,196	8,570	205	775	2,840	3,470	79,366	75,835

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

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 12b. Components of Functions

\$ '000

The activities relating to Council functions are as follows:

BUSINESS UNDERTAKINGS

Caravan Parks & Camp Grounds, Development of Land for Resale, Private Works, Sewerage/CWMS.

COMMUNITY SERVICES

Public Order and Safety, Crime Prevention, Emergency Services, Other Fire Protection, Other Public Order and Safety, Health Services, Pest Control — Health, Immunisation, Other Health Services, Community Support, Children and Youth Services, Community Assistance, Community Transport, Other Community Support, Community Amenities, Cemeteries, Public Conveniences, Car Parking — non-fee-paying, and 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

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

RECREATION

Jetties, Other Marine Facilities, Parks and Gardens, Sports Facilities — Outdoor, Swimming Centres — Outdoor, and Other Recreation.

REGULATORY SERVICES

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

TRANSPORT

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

COUNCIL ADMINISTRATION

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

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 13. Financial Instruments

\$ '000

Recognised Financial Instruments

Bank, Deposits at Call, Short Term Deposits

Accounting Policy:

Carried at lower of cost and net realisable value; Interest is recognised when earned.

Terms & Conditions:

Deposits are returning fixed interest rates between 1.5% and 1.5% (2017: 1.75%). Short term deposits have an average maturity of 90 days and an average interest rate of 2.2%

Carrying Amount:

Approximates fair value due to the short term to maturity.

Receivables

Rates & Associated Charges

(including legals & penalties for late payment)

Note: These receivables do not meet the definition of "financial instruments" and have been excluded from the following disclosures.

Accounting Policy:

Carried at nominal values less any allowance for doubtful debts. An allowance for doubtful debts is recognised (and re-assessed annually) when collection in full is no longer probable.

Terms & Conditions:

Secured over the subject land, arrears attract interest of 0.56% (2017: 0.60%). Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries in the State.

Carrying Amount:

Approximates fair value (after deduction of any allowance).

Receivables

Fees & Other Charges

Accounting Policy:

Carried at nominal values less any allowance for doubtful debts. An allowance for doubtful debts is recognised (and re-assessed annually) when collection in full is no longer probable.

Terms & Conditions:

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

Carrying Amount:

Approximates fair value (after deduction of any allowance).

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 13. Financial Instruments (continued)

\$ '000

Recognised Financial Instruments

Receivables

Other Levels of Government

Accounting Policy:

Carried at nominal value.

Terms & Conditions:

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

Carrying Amount:

Approximates fair value.

Liabilities

Creditors and Accruals

Accounting Policy:

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

Terms & Conditions:

Liabilities are normally settled on 30 day terms.

Carrying Amount:

Approximates fair value.

Liabilities

Interest Bearing Borrowings

Accounting Policy:

Carried at the principal amounts. Interest is charged as an expense as it accrues.

Terms & Conditions:

Secured over future revenues, borrowings are repayable (describe basis); interest is charged at fixed (or variable - describe) rates between 3.6% and 6.6% (2017: 3.75% and 6.6%).

Carrying Amount:

Approximates fair value.

Liabilities

Finance Leases

Accounting Policy:

Accounted for in accordance with AASB 117.

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 13. Financial Instruments (continued)

\$ '000	Due < 1 year	Due > 1 year & ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
2018					
<u>Financial Assets</u>					
Cash & Equivalents	6,038	-	-	6,038	6,038
Receivables	415	69	35	519	516
Total Financial Assets	6,453	69	35	6,557	6,554

<u>Financial Liabilities</u>					
Payables	933	-	-	933	933
Current Borrowings	451	-	-	451	441
Non-Current Borrowings	-	131	35	166	150
Total Financial Liabilities	1,384	131	35	1,550	1,524

\$ '000	Due < 1 year	Due > 1 year & ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
2017					
<u>Financial Assets</u>					
Cash & Equivalents	5,388	-	-	5,388	5,387
Receivables	394	-	-	394	393
Total Financial Assets	5,782	-	-	5,782	5,780

<u>Financial Liabilities</u>					
Payables	872	-	-	872	872
Current Borrowings	657	-	-	657	621
Non-Current Borrowings	-	200	52	252	224
Total Financial Liabilities	1,529	200	52	1,781	1,717

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

	30 June 2018		30 June 2017	
	Weighted Avg Interest Rate	Carrying Value	Weighted Avg Interest Rate	Carrying Value
Other Variable Rates	3.60%	366	3.75%	456
Fixed Interest Rates	6.16%	225	6.20%	389
		591		845

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.

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 13. Financial Instruments (continued)

\$ '000

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.

Note 14. Commitments for Expenditure

\$ '000

Notes

2018

2017

Capital Commitments

Capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities:

Buildings	249	-
Infrastructure	233	34
	<u>482</u>	<u>34</u>

These expenditures are payable:

Not later than one year	482	34
	<u>482</u>	<u>34</u>

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 15. Financial Indicators

	Amounts	Indicator	Prior Periods	
\$ '000	2018	2018	2017	2016

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.

1. Operating Surplus Ratio

Operating Surplus	205	2.2%	8.3%	(2.6%)
Total Operating Income	9,401			

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

2. Net Financial Liabilities Ratio

Net Financial Liabilities	(4,420)	(47%)	(34%)	(22%)
Total Operating Income	9,401			

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.

Adjustments to Ratios

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

Adjusted Operating Surplus Ratio	1.8%	(2.2%)	10.5%
Adjusted Net Financial Liabilities Ratio	(47%)	(34%)	(22%)

3. Asset Sustainability Ratio

Net Asset Renewals	2,076	88%	46%	64%
Infrastructure & Asset Management Plan required expenditure	2,372			

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

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 16. Uniform Presentation of Finances

\$ '000	2018	2017
<p>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.</p> <p>All Councils in South Australia have agreed to summarise annual budgets and long-term financial plans on the same basis.</p> <p>The arrangements ensure that all Councils provide a common 'core' of financial information, which enables meaningful comparisons of each Council's finances.</p>		
Income	9,401	9,345
less Expenses	(9,196)	(8,570)
Operating Surplus / (Deficit)	205	775
Net Outlays on Existing Assets		
Capital Expenditure on Renewal and Replacement of Existing Assets	(2,126)	(1,381)
add back Depreciation, Amortisation and Impairment	2,866	2,835
add back Proceeds from Sale of Replaced Assets	50	66
Subtotal	790	1,520
Net Outlays on New and Upgraded Assets		
Capital Expenditure on New and Upgraded Assets (including Investment Property & Real Estate Developments)	(773)	(1,107)
add back Amounts Received Specifically for New and Upgraded Assets	960	127
add back Proceeds from Sale of Surplus Assets (including Investment Property & and Real Estate Developments)	105	155
Subtotal	292	(825)
Net Lending / (Borrowing) for Financial Year	1,287	1,470

Note 17. Operating Leases

Leases Providing Revenue to the Council

Council owns various buildings, plant and other facilities that are available for hire or lease (on a non-cancellable basis wherever practicable) in accordance with the published revenue policy. Rentals received from such leases are disclosed as rent and hire of non-investment property in Note 2.

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 18. Superannuation

\$ '000

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 2017/18; 9.50% in 2016/17). 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 2016/17) 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, Louise Campbell, FIAA, of Willie Towers Watson as at 30 June 2017. 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.

Note 19. Interests in Other Entities

Council has no interest in any Equity Accounted Businesses such as Joint Ventures, Associates & Joint Operations.

District Council of Streaky Bay

Notes to and forming part of the Financial Statements
for the year ended 30 June 2018

Note 20. Non-Current Assets Held for Sale & Discontinued Operations

\$ '000

Council does not have any Non-Current Assets Held for Sale or any Discontinued Operations

Note 21. Contingencies & Assets/Liabilities Not Recognised in the Balance Sheet

The following assets and liabilities do not qualify for recognition in the Balance Sheet, but knowledge is considered relevant to the users of the financial report in making and evaluating decisions about the allocation of scarce resources.

1. LAND UNDER ROADS

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

At reporting date, Council controlled 1,733 km of road reserves of average width 20 metres.

2. POTENTIAL INSURANCE LOSSES

Council is a multi-purpose organisation providing a large range of building, parks infrastructure, playgrounds and other facilities accessible to the public. At any time, it is likely that claims will have been made against Council that remain unsettled.

Council insures against all known insurable risks using a range of insurance policies, each of which is subject to deductible "insurance excesses", the amount of which varies according to the class of insurance.

Council has recognised the potential losses arising from claims known at reporting date based on average historical net cost (including insurance excess) of similar types of claims. Other potential claims not reported to Council may have existed at reporting date.

3. BANK GUARANTEES

Nil

4. LEGAL MATTERS

Council is the planning consent authority for its area under the Development Act 1993 (as amended). Pursuant to that Act, certain persons aggrieved by a planning decision of the Council may appeal. It is normal practice that parties bear their own legal costs. At the date of these reports, Council had no notice of appeals against planning decisions made prior to reporting date. All known costs have been recognised, but the amount of further costs cannot be known until the appeals are determined.

District Council of Streaky Bay

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 22. Events after the Balance Sheet Date

Events that occur after the reporting date of 30 June 2018, up to and including the date when the financial statements are "authorised for issue" have been taken into account in preparing these statements.

Council has adopted the date of receipt of the Auditors' Report as the appropriate "authorised for issue" date relating to these General Purpose Financial Statements.

Accordingly, the "authorised for issue" date is 29/11/18.

Council is unaware of any material or significant "non adjusting events" that should be disclosed.

Note 23. Related Party Transactions

\$ '000	2018	2017
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Key Management Personnel

Transactions with Key Management Personnel

Mayor, Councillors and Chief Executive Officer

The compensation paid to Key Management Personnel comprises:

Short-Term Employee Benefits	227	184
Total	227	184

Amounts paid as direct reimbursement of expenses incurred on behalf of Council have not been included above.

Receipts from Key Management Personnel comprise:

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

Rentals for Council property	15	16
Income Protection Insurance	2	2
Development Applications	-	2
Private Works	10	-
Total	27	20

2018: Two Elected Members hold positions within Community Organisations and received benefits of \$2k

2018: Two KMP have members of their family employed by Council, amounts paid to employees is \$47k

INDEPENDENT AUDITOR'S REPORT

To the members of the District Council of Streaky Bay

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a general purpose financial report, of the District Council of Streaky Bay (the Council), which comprises the Certification of Financial Statements on the annual statements giving a true and fair view of the financial position and performance, the Statement of Comprehensive Income, the Statement of Financial Position, the Statements of Changes in Equity, the Statement of Cash Flows for the year then ended 30 June 2018 and the notes comprising a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial report of the Council is in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulation 2011*, including;

- (i) giving a true and fair view of the Council's financial position as at 30 June 2018 and of its performance and cash flows for the year then ended; and
- (ii) that the financial records kept by the Council are such as to enable financial statements to be prepared in accordance with Australian Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described as in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Council in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibilities of the Chief Executive Officer for the Financial Report

The Chief Executive Officer is responsible for the preparation and fair presentation of the financial report in accordance with the Australian Accounting Standards (including the Australian Accounting Interpretations), the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011*. This responsibility includes determining that the basis of preparation described in Note 1 is appropriate to meet the need of the members. The Chief Executive Officer's responsibility also includes designing, implementing and maintaining internal controls relevant to enable the preparation of the financial report to be free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Chief Executive Officer is responsible for assessing the Council's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern

basis of accounting unless management either intends to liquidate the Council or to cease operations, or has no realistic alternative but to do so.

The Chief Executive Officer of the Council is responsible for overseeing the Council's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that the audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Council's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Council's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Council to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**DEAN NEWBERY & PARTNERS
CHARTERED ACCOUNTANTS**



**SAMANTHA CRETEN
PARTNER**

Signed on the 29th day of November 2018,
at 214 Melbourne Street, North Adelaide

INDEPENDENT ASSURANCE REPORT ON THE INTERNAL CONTROLS OF THE DISTRICT COUNCIL OF STREAKY BAY

We have audited the Internal Controls of the District Council of Streaky Bay (Council) under the requirements of *Section 129(1)(b) of the Local Government Act 1999* in relation only to the Internal Controls established by the Council to ensure that financial transactions relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities for the period 1 July 2017 to 30 June 2018 have been conducted properly and in accordance with law.

The Council's Responsibility for the Internal Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Council's compliance with *Section 129(1)(b) of the Local Government Act 1999* in relation only to the Internal Controls established by the Council to ensure that financial transactions relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities, based on our procedures have been conducted properly and in accordance with law. Our engagement has been conducted in accordance with applicable Australian Standards on Assurance Engagements ASAE 3100 *Compliance Engagements*, issued by the Australian Auditing and Assurance Standards Board, in order to state whether, in all material respects, the Council has complied with *Section 125 of the Local Government Act 1999* in relation only to the Internal Controls specified above for the period 1 July 2017 to 30 June 2018. ASAE 3100 also requires us to comply with the relevant ethical requirements of the Australian professional accounting bodies.

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

Limitation on Use

This report has been prepared for the members of the Council in accordance with *Section 129(1)(b) of the Local Government Act 1999* in relation to the Internal Controls specified above. We disclaim any assumption of responsibility for any reliance on this report to any persons or users other than the members of the Council, or for any purpose other than that for which it was prepared.

Limitations of Controls

Because of the inherent limitations of any internal control structure it is possible that, even if the controls are suitably designed and operating effectively, the control objectives may not be achieved so that fraud, error, or non-compliance with laws and regulations may occur and not be detected.

An assurance engagement on internal controls is not designed to detect all instances of controls operating ineffectively as it is not performed continuously throughout the period and the tests performed are on a sample basis. Any projection of the outcome of the evaluation of controls to future periods is subject to the risk that the controls may become inadequate because of changes in conditions, or that the degree of compliance with them may deteriorate.

Independence

In conducting our engagement, we have complied with the independence requirements of the Australian professional accounting bodies.

Opinion

In our opinion, the Council has complied, in all material respects, with *Section 129(1)(b) of the Local Government Act 1999* in relation to Internal Controls established by the Council relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities so as to provide reasonable assurance that the financial transactions of the Council have been conducted properly and in accordance with law for the period 1 July 2017 to 30 June 2018.

**DEAN NEWBERY & PARTNERS
CHARTERED ACCOUNTANTS**

A handwritten signature in black ink, appearing to read 'S. Creten', with a stylized flourish at the end.

**SAMANTHA CRETEN
PARTNER**

Signed on the 29th day of November 2018
at 214 Melbourne Street, North Adelaide, South Australia, 5006

District Council of Streaky Bay

General Purpose Financial Statements for the year ended 30 June 2018

Certification of Auditor Independence

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of District Council of Streaky Bay for the year ended 30 June 2018, the Council's Auditor, Dean Newbery and Partners has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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



Maxine Joy Hentschke
CHIEF EXECUTIVE OFFICER



Phil Stevens
PRESIDING MEMBER, AUDIT COMMITTEE

Date: 01/11/2018

Certification of Auditor's Independence

I confirm that, for the audit of the financial statements of the District Council of Streaky Bay for the year ended 30 June 2018, 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*.



SAMANTHA CRETEN

Partner

DEAN NEWBERY & PARTNERS

CHARTERED ACCOUNTANTS

Dated this 29th day of November 2018



EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

Annual Report *2017/2018*





Cover photo:
Sensational Streaky Bay



THE PRESIDENT'S REPORT

This annual report details the last 12 months activity undertaken by the EPLGA, its financial accounts, and operative regional collaborative partnerships.

There has been much change within Local Government during this period, especially with a change of government at the State level challenging Councils to look at potential reform and development.

The ongoing challenge for the EPLGA Board in this changing environment is to continue and improve its:

- *advocacy (and representation) – the EPLGA being the principal regional advocate for Local Government in the region;*
- *governance – continuing to ensure that our business is conducted in accordance with the law and proper standards; and*
- *member services – the EPLGA to continuing to provide member support services as they are needed.*

The EPLGA is also a very important conduit between its member Councils and the Local Government Association of South Australia.

The vision and goal of the EPLGA continues to be to **'enable Eyre Peninsula councils to excel, innovate, and thrive'**, and it has never been more important to the region than now. The region has many emerging opportunities to enhance its governance through cooperation, collaboration and strong leadership. The way that Councils can truly excel, innovate and thrive is by working together to achieve the best outcomes for their communities.

The next 12 months is going to see many developing opportunities as well as the need for change, requiring strong leadership throughout that time. Our region and the EPLGA looks forward to working closely and collaboratively with the new State Government. There are many areas which will need strong collaboration, such as environment, water, planning, transport and infrastructure, agriculture, and tourism policies. In addition to this there are great opportunities for reform in Local Government with a strong relationship between the State and councils.

As President of the EPLGA I look forward to leading my fellow EPLGA Board members in recognising the opportunities to be innovative and forward-thinking as a region. It will require the EPLGA Board and member Councils to have strong and accountable leadership, driving the opportunities for change, while balancing the strengths which we already have as organisations and a region. This leadership and representation throughout our communities and with other levels of government will mean that the Eyre Peninsula will continue to add to its many strengths in the years to come.

I commend the annual report to you.

MAYOR SAM TELFER



THE REGION - Snapshot

Regional Population and Local Government

The region has 11 Local Government Authorities (LGAs). The LGAs are: the City of Whyalla and City of Port Lincoln; and the District Councils of Ceduna, Cleve, Elliston, Franklin Harbour, Kimba, Lower Eyre Peninsula, Streaky Bay, Tumby Bay, and Wudinna.

The regional Local Government area population of 54,288 (ABS 2006 Census), 55,654 (ABS 2011 Census) and 55,919 (ABS 2016 Census) comprises about 3.5% of the South Australian population. These people reside in the eleven Council districts, which collectively occupy 43,779km² or about 19% of the regional land mass. Most of the population (about 64%) live in the regional cities of Whyalla and Port Lincoln.

LOCAL GOVERNMENT AREA	LAND AREA		POPULATION		
	Km ²	% of Region	ABS Census 2006	ABS Census 2011	ABS Census 2016
Whyalla	1,032.5	0.44	21,417	22,089	21,828
Port Lincoln	30.4	0.01	13,604	14,086	14,064
Ceduna	5,427.1	2.33	3,574	3,480	3,408
Cleve	4,506.7	1.94	1,899	1,790	1,771
Elliston	6,500.0	2.79	1,132	1,048	1,045
Franklin Harbour	3,283.0	1.41	1,273	1,213	1,298
Kimba	3,986.2	1.71	1,114	1,089	1,061
Lower Eyre Peninsula	4,771.0	2.05	4,404	4,916	5,510
Streaky Bay	6,232.0	2.68	2,021	2,102	2,074
Tumby Bay	2,615.9	1.12	2,538	2,588	2,610
Wudinna	5,393.8	2.32	1,253	1,253	1,250
Collective Local Government (11 LGA's)	43,778.6	18.8	54,288	55,654	55,919

Table 1: (ABS 2016 Census Local Government Areas data)

In 2016, the region had 2,860 Aboriginal people comprising 5.1% of the regional LGA population. This was notably above the proportions in South Australia (2.3%). 87% of the region's Aboriginal people (2,497) live in the LGAs of Whyalla, Port Lincoln and Ceduna. The greatest concentration is in Ceduna, where Aboriginal people comprise 21.8% of the Council population.

The regional population grew by 3% from 2006, but this was not consistent across the region as a whole. The District Councils of Ceduna, Cleve, Elliston, Kimba and Wudinna experienced population decline. Population growth was also experienced in the coastal Councils of Franklin Harbour, Streaky Bay, Tumby Bay, Lower Eyre Peninsula, Whyalla and Port Lincoln.

The demographic change is caused by several factors, with the desire for a sea change lifestyle being a key reason. Streaky Bay and Tumby Bay are very desirable coastal locations and new estate developments have been established to cater for growing housing demand, notably by retirees from the agricultural sector.



The higher population growth in the District Council of Lower Eyre Peninsula stems from several locational and lifestyle advantages, including proximity to numerous coastal townships, Port Lincoln and Port Lincoln Airport.

Population Ageing

The regional population is ageing. People aged 65 years and over comprised 18.2% of the regional population, which is above the 15.7% rate for Australia, but below the rate of 18.3% for South Australia.

PEOPLE 65 YEARS OF AGE AND OVER	Region	%	South Australia	%	Australia	%
2006 ABS Census		14.3		15.4		13.3
2006 Median Age		38		39		37
2011 ABS Census		15.5		16.2		14.0
2011 Median Age		39		39		37
2016 ABS Census		18.2		18.3		15.7
2016 Median Age		42		40		38

Table 2: (ABS Census 2006, 2011 and 2016).

The population 65 years and over grew by 3.9% from 2006, exceeding the growth rate of 2.9% for South Australia and 2.4% for Australia.

The District Council of Tumby Bay has the oldest population profile with a mean age of 50 whilst Kimba has the youngest population (0 -14 years) – 23.2% of the population.

Projections indicate that South Australia's population aged 65 and over will increase to 22.6% in 2020 and to 25.7% by 2030. It is also known that approximately 30% of young people leave the region each year for employment and study in metropolitan Adelaide. The combination of a growing aged sector and diminishing numbers of young people is not sustainable, and has serious implications for future workforce provision.

Pending Baby Boomer retirements will diminish the labour force of skilled and experienced labour and create employment openings for young people.

Regional Economic Snapshot

The key industries include manufacturing, agriculture, fishing, and aquaculture; however tourism and mining are fast emerging industries with substantial potential for future growth. Industrial diversity is one of the region's greatest attributes, and underpins its comparative advantage and business competitiveness. Diversity is important for economic growth and sustainability, because it provides resilience through not being reliant on a single industry or product for prosperity.

However, industrial diversity is not evenly spread across the region. Manufacturing and steel processing is focused in Whyalla. Agriculture is the key industry in lower Eyre Peninsula, Tumby Bay, Cleve, Elliston, Kimba, Streaky Bay, Franklin Harbour and Wudinna. Nearly all (96%) of the region's aquaculture jobs are provided in Port Lincoln, Lower Eyre Peninsula, Cleve, Ceduna and Franklin Harbour. Most of the region's fishing jobs (76%) are based in Port Lincoln. Tourism activity is predominantly focussed in coastal areas. The region's industries and economy have also changed since 2001. Agriculture has been the primary economic driver in many Council districts. However, larger farming properties, smarter management practices, and new technologies have reduced employment opportunities in agri-businesses, which saw agricultural employment decline between 2001 and 2016.

In the same period, employment in the health care and social assistance industry has grown largely due to the ageing of the regional population and increased demand for aged care services.



These following industries produced almost three-quarters of the region's total exports.

- **mining:** iron and non-ferrous ore, and exploration and mining support services,
- **agriculture:** grains and sheep, and
- **manufacturing:** iron and steel production and processed seafood products.

Regional Economic Summary

The Eyre Peninsula is a highly productive region, generating exports worth over \$4 billion per annum and GRP of approximately \$4.2 billion. With regional GRP of approximately \$4.2 billion, the Eyre Peninsula provided over 4% of the State economy.

On a per capita basis, as the Eyre Peninsula population is approximately 3.5% of the State population, the region is exceeding its fair contribution to the State economy. However a per capita analysis undersells the importance of the region to the State economy, which needs to be put into context.

- **Agriculture Industry:** The region is renowned for its high quality grains and, on average, produces 40% of the State's wheat crop, approximately 25% of the barley crop and 22% of canola. Approximately 97% of the region's grain crop is exported.
- **Fishing and Aquaculture:** The region is reputed internationally for its premium seafood. On average, the region produces 100% of South Australia's Southern Bluefin Tuna (with approximately 99% of tuna exported to Japan); along with 100% of the State's farmed marine finfish; 97% of oysters, 92% of mussels, and about 62% of the State's abalone production. In total, an estimated 82% of South Australia's seafood product is exported from the Eyre Peninsula. (Regions SA, *Regions in Focus: Whyalla and Eyre Peninsula*, July 2015).

Other State Government economic priorities are to *unlock the full potential of South Australia's resources*, and to enhance State prosperity by *promoting international connections and engagement* to increase exports. The region produces in the vicinity of 45% of GSP for iron and steel manufacturing, which highlights the importance of Whyalla to the State economy.

The region might only contribute approximately 4% of GSP, however the growth and sustainability of the Eyre Peninsula is vital to the achievement of key State Government economic priorities. As an overview, the regional economy is extremely diverse due to the broad range of industries generating exports and GRP. This is a great strength, which underpins the region's comparative advantages and economic resilience.

MEMBER COUNCILS 2017/2018

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



THE LOCAL GOVERNMENT REPRESENTATIVES/ APPOINTMENTS

EPLGA Board Executive:

President	Mayor Sam Telfer	DC Tumby Bay
Immediate Past President	Mayor Bruce Green	City of Port Lincoln
Deputy President	Mayor Dean Johnson	DC Kimba
Chief Executive Officer	Mrs Deb Larwood	DC Kimba

The President (LGA Board and SAROC) and Deputy President (Proxy LGA Board and Proxy SAROC) were our nominated representatives to the LGA Board, SA Regional Organisation of Councils (SAROC) and other forums. The Executive Officer was also a SAROC voting delegate.

Regional Governance Panel for Review of Decisions (Pursuant to the Ombudsman's Right to Review report):

Position	Name	Council
Manager Corporate Services	George Karzis	DC Elliston
Mayor	Dean Johnson	DC Kimba
Councillor	Newton Luscombe	Wudinna DC
Chief Executive Officer	Trevor Smith	DC Tumby Bay
Chief Executive Officer	Chris Cowley	City of Whyalla
Councillor	David Knox	City of Whyalla
Chief Executive Officer	Peter Arnold	DC Cleve
Councillor	Chris Tarrant	DC Cleve

The Ombudsman's Right to Review Report - Recommendation 5 requires Councils to respond, through the auspices of regional Local Government to establish a regional panel of independent reviewers to assist member Councils in reviewing decisions when required.

There was 1 review of decision investigation commenced/ conducted by the Regional Governance Panel in the 2017/18 year.

Chief Executive Officers Committee:

All Chief Executive Officers of member Councils or nominee in their absence.

Engineering & Works Committee:

The committee is comprised of all Engineers, Operations or Works Managers from member Councils or nominee in their absence.

EP Mineral & Energy Resources Community Development Taskforce (EPLGA Taskforce):

- Chair – Rob Kerin.
- State Government representatives from Deputy Premier/Treasurer or nominee; Minister for Regional Development or nominee; Member for Giles; Member for Flinders; senior officers from the Department of State Development (non-voting) and the Department of Planning, Transport and Infrastructure (non-voting).
- SACOME – Chief Executive Officer.
- LGA of SA – CEO, Matt Pinnegar or nominee.
- EPLGA – President Mayor Green and Executive Officer, Tony Irvine (non-voting).
- Local Councils – a Mayor and CEO from a Council directly affected by mineral and energy resources or exploration – Mayor Eleanor Scholz (Wudinna); CEO Trevor Smith (Tumby Bay).
- EPNRM – Presiding Member and Regional Manager (non-voting).
- RDAWEP – Chairperson and Chief Executive Officer (non-voting).
- Coordinator Geoff Dodd (non-voting).
- Other members as required for specific purposes (non-voting).



Eyre Peninsula Power Supply Reference Group:

The entire EPLGA Board members

EPLGA Health Working Party

The EPLGA Board at its 1 December 2017 meeting established a Health Working Party to develop strategies for the recruitment of health professionals for long term careers in the region.

Membership of the Working Party will comprise the President and representatives (Elected Members) from member Councils. Member Councils may seek to be members of the Working Party at any time by applying to the EPLGA Board for inclusion. They may also withdraw as they wish but advise the EPLGA Board of such. Members of the Health Working Party will nominate a proxy to attend a meeting if the member is unable to participate. The EPLGA Executive Officer will be a non-voting member.

The Working Party may invite other relevant parties/State agencies/regional organisations to the meetings as required, but are non-voting, e.g. Minister or nominee, SA Country Health, relevant unions, relevant associations, regional businesses, regional health professionals, local MP's, etc.)

Joint Planning Board Staff Group

The EPLGA Board nominated the following persons to the JPB Staff Group:

Chief Executive Officers (1 to Chair):

1. Geoffrey Moffatt (DC Ceduna)
2. Deb Larwood (Chair – DC Kimba)
3. Trevor Smith (DC Tumby Bay)

Plus current participating Council planning staff and or local contractors working with them in this function:

1. Jen Brewis (DC Streaky Bay)
2. Laurie Collins (DC Kimba, Cleve and Franklin Harbour)
3. Leith Blacker (DC Lower Eyre Peninsula)

The group met to discuss the new Development, Planning and Infrastructure legislation in relation to joint planning boards and also provided input into the development of the business case to allow individual Councils to make a decision of whether they wish to be a party to a regional joint planning board or not.

Other Groups

The Eyre Peninsula Local Government Association Board also has the following groups, which did not meet in 2017/18:-

- Coastal Councils Group
- CWMS Users Group
- Internal Controls Group
- Procurement Group
- Roads Working Group
- Waste Group
- Public Health Plans Group

Other Regional Organisations:

Regional Development Australia Whyalla and Eyre Peninsula Inc:

Deputy Mayor Bryan Trigg , Chair/Executive	- DC Cleve
Cr Colin Carter	- City of Whyalla
Mayor Allan Suter, Executive Member	- DC Ceduna
Cr Clare McLaughlin	- City of Whyalla

Eyre Peninsula Natural Resources Management Board:

Mr Geoffrey Moffatt	- CEO, DC Ceduna
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Zone Emergency Management Committee:

Mayor Julie Low (Presiding Member)	- DC Lower Eyre Peninsula
Tony Irvine, Executive Officer	- EPLGA
Rod Pearson, Chief Executive Officer	- DC Lower Eyre Peninsula
Grant Drummond, General Manager Operations	- DC Ceduna
Ivan Noble, Works Manager	- DC Cleve

Membership as from 1 December 2017:

Deputy Mayor Bryan Trigg (Presiding Member)	- DC Cleve
Mr Andrew Buckham	- Wudinna DC
Mr Arthur Johnstone	- DC Elliston
Mr Phil Cameron	- DC Elliston
Cr. Newton Luscombe	- DC Wudinna
Vacant	- City of Port Lincoln
Tony Irvine	- EPLGA

Eyre Peninsula Integrated Climate Change Adaptation Committee (now in recess):

Mayor Sam Telfer	- DC Tumby Bay
Tony Irvine, Executive Officer	- EPLGA

Eyre Peninsula Integrated Climate Change Sector Agreement Steering Committee:

Tony Irvine, Executive Officer	- EPLGA
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South Australian Regional Organisation of Councils (SAROC) Executive Officers Committee:

Tony Irvine, Executive Officer	- EPLGA
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Eyre Peninsula Water Taskforce:

All member Councils – Mayors and CEO's	
Tony Irvine	- EPLGA

Eyre Peninsula Demand and Supply Statement Reference Group

Tony Irvine, Executive Officer	- EPLGA
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EPLGA Board Members 2017/18

Under the terms of the EPLGA Charter, the following Board appointments were current as at 30 June 2018.

MEMBER COUNCIL	BOARD MEMBER	DEPUTY BOARD MEMBER
Ceduna	Allan Suter (Mayor)	Lynton Brown (D/Mayor)
Cleve	Roger Nield (Mayor)	Bryan Trigg (D/Mayor)
Elliston	Kym Callaghan (Chair)	Dave Allchurch (D/Chair)
Franklin Harbour	Robert Starr (Mayor)	Michael Williams (D/Mayor)
Kimba	Dean Johnson (Mayor)	Graeme Baldock (D/Mayor)
Lower Eyre Peninsula	Julie Low (Mayor)	Don Millard (D/Mayor)
Port Lincoln	Bruce Green (Mayor)	Neville Starke (D/Mayor)
Streaky Bay	Travis Barber (Mayor)	Philip Wheaton (D/Mayor)
Tumby Bay	Sam Telfer (Mayor)	Geoff Stewart (D/Mayor)
Whyalla	Lyn Breuer (Mayor)	Clare McLaughlin (Councillor)
Wudinna	Eleanor Scholz (Mayor)	Ned Luscombe (D/Mayor)



ANNUAL CONFERENCE AND BOARD MEETINGS SCHEDULE

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

Meetings Held in 2017/18

Friday, 1 September 2017	Tumby Bay	
Friday, 1 December 2017	Wudinna	
26 - 28 February 2018	Port Lincoln	Conference
Friday, 29 June 2018	Whyalla	

Future Meeting Dates and Locations

Wednesday, 27 September 2018	Wudinna	
Thursday, 7 December 2018	Wudinna	
February/March 2019 (TBD by host)	Kimba	Conference
Friday, 28 June 2019	Wudinna	
Friday, 6 September 2019	Ceduna	
Friday, 6 December 2019	Wudinna	
February/March 2020 (TBD by host)	Wudinna	Conference
Friday, 26 June 2020	Wudinna	
Friday, 4 September 2020	Lower EP	
Friday, 4 December 2020	Wudinna	
February/March 2021 (TBD by host)	Cowell	Conference
Friday, 25 June 2021	Wudinna	
Friday, 10 September 2021	Port Lincoln	
Friday, 10 December 2021	Wudinna	
February/March 2022 (TBD by host)	Cleve	Conference
Friday, 24 June 2022	Wudinna	
Friday, 2 September 2022	Kimba	
Friday, 2 December 2022	Wudinna	
February/March 2023 (TBD by host)	Streaky Bay	Conference
Friday, 30 June 2023	Wudinna	
Friday, 1 September 2023	Cowell	
Thursday, 1 December 2022	Wudinna	
February/March 2024 (TBD by host)	Elliston	Conference
Friday, 28 June 2024	Wudinna	
Friday, 6 September 2024	Cleve	
Friday, 6 December 2024	Wudinna	
February/March 2025 (TBD by host)	Tumby Bay	Conference
Friday, 27 June 2025	Wudinna	
Friday, 5 September 2025	Elliston	
Friday, 5 December 2025	Wudinna	
February/March 2026 (TBD by host)	Whyalla	Conference
Friday, 26 June 2026	Wudinna	



REPORT OF ACTIVITIES 2017/18

EPLGA core activities always include reacting to legislation and policy changes that may have a negative impact on our region. This year ongoing concerns and/or participation have been with the following matters:

- Natural Resources Management – joint partnership planning, delivery of services.
- Regional Recognition/Lobbying – ongoing on various matters as they arise.
- Mining and Impacts – continuation of the taskforce.
- Emergency Management – regional planning and Council planning, followed by implementation.
- Development, Planning and Infrastructure Act Reform.
- Coastal Access issues, development of a Coastal Alliance – state-wide.
- Various roads and waste issues – regional road strategy review.
- Regional Strategy for LGA – decentralisation and election lobbying.
- Regional Capacity Funding – General funding and Rubble Royalties.
- Marine Infrastructure Planning – DPTI, jetty leases, etc.
- SAROC – meetings and regional Executive Officers' meetings.
- LGA Governance/Organisational Review – Councils of the Future.
- Mobile phone hotspots – Elliston and other developments.
- Water planning – state of the resource, etc.
- Energy planning – resulting from blackouts – renewables, transmission upgrade consultation, hydrogen trial plant, etc.
- Regional planning – JPB, RDAWEP, EPNRM, DPTI, etc.
- Financial assistance and supplementary road funding – ongoing issues of South Australia's injustice.
- Health – local sub-regional issues, public health planning, doctors shortages etc.
- Outreach Services:
 - Regional Procurement;
 - CEO's Committee;
 - Engineering & Works Committee;
 - Regional training and seminars delivery;
 - Shared Services – DPTI pilot; and
 - Long term financial planning;
- Roadside Native Vegetation – regional planning and management issues.
- Regional Climate Change Adaptation Plan finalisation of the Eyre Peninsula Integrated Climate Change Agreement [EPICCA].
- Tourism – RDAWEP - restructure to sub-regional groups, Food and Tourism Prospectus, RV, Coastal Access and Caravan Strategy.
- Aged Care at the local Council level – Council's role.
- NHVR impacts on farm machinery movements.
- Transport Plan and SLRP prioritisation and funding applications.
- Oil and gas exploration in the Great Australian Bight.
- Joint submissions with RDAWEP on various issues.



PROGRAMS AND TASKFORCE REPORTS – CURRENT STATUS

OUTREACH SERVICES PROGRAM (LGA)

The LGA has reviewed the program and whilst in 2018/19 the funding has been halved, it will cease as from 2019/20 due to changes to the LGA governance arrangements.

EP INTEGRATED CLIMATE CHANGE ADAPTATION (EPICCA)

The future of EPICCA was discussed in November 2017, at the Steering Group meeting and again in March 2018 at the Working Group meeting. The key partner organisations all chose not to enter in to another sector agreement and therefore the EPICCA Committee went into recess. This was mainly due to Climate Change considerations being now fully integrated into normal operations of each of the partner organisations. The level of awareness within industry sectors is substantially raised from work undertaken over the past 8 years and other pressures. In conclusion it was recognised that the 'need' for EPICCA was no longer there.

Regional collaboration on projects, such as the LiDAR project will continue, and if anything, EPICCA is just placing an additional layer of work on the partner organisations that are already operating with limited resources.

EP MINERAL & ENERGY RESOURCES COMMUNITY DEVELOPMENT TASKFORCE

As required under the terms of reference for the taskforce as adopted by the EPLGA, the following report is presented to the EPLGA on the activities of the EP Minerals & Energy Resources Community Development Taskforce (taskforce) over the past 12 months.

The taskforce conducted 2 meetings during the financial year, which enabled the membership to hear presentations on current mining, industrial and energy issues from various industry and community groups and provided the opportunity to ask questions and participate in active discussion with presenters and government representatives on the various issues.

The 9th meeting held on August 29th with 25 members, associates and guests attending received deputations and presentations from the following speakers.

Jeanine Carruthers, Stakeholder Engagement Manager, Resources Engineering Skills Alliance who spoke on the Resources Ready Online Program, where a structured series of workshops and mentoring is provided to businesses.

Phase 1 workshops being streamed to 2 nodes:

- Upper Spencer Gulf and Gladstone and Central Queensland.

Program outcomes for businesses include:

- Develop and refine their resources strategy.
- Strengthened resources industry knowledge.
- Creating industry networks.
- Accessing mentoring, coaching and consultancy resources.

Phase 2 of the program will encompass a greater area such as Port Hedland, Darwin, Northern Queensland, Hunter Valley and Newcastle.

David Christensen, Managing Director and Evelyn Poole Renascor Resources: Siviour Graphite Deposit Project.

David presented an overview of the Siviour Graphite Project, a high quality, large graphite deposit discovered in the vicinity of Arno Bay.

The project is relatively unique in regard to its long life and high quality and accessibility.



The project scoping study presents:

- High NPV
- Low cost production
- Flat laying orientation
- Largest graphite deposit in Australia
- Potential to produce concentrates competitive with largest graphite deposits in world.
- Downstream processing potential
- Ultra high purity of product

As with many mineral projects, significant time and investment is required to progress from discovery to production.

With an energy market and new energy storage systems continuing to evolve, the Renascor Resources Graphite project could be a significant future business on the Eyre Peninsula.

Jacques-Entienne Michael, Country Manager Statoil: Great Australian Bight Exploratory Drilling Program.

Jac Michael presented an overview of Statoil's world oil and gas exploration and discovery history, inclusive of 40 years of successful drilling in the North Sea with over 6,000 wells, 40 fields and inclusive of 60 deep water wells.

Statoil is seeking to build on the history of activity in the GAB and is preparing to drill 1 well.

Statoil representatives have met with a broad range of stakeholders inclusive of fisheries, aquaculture, tourism, conservation, local and state governments, MP's and Aboriginal groups. Key messages to date:

- Need for transparency
- All risk, no benefit (some see local benefits)
- Seismic noise effects
- Compensation mechanism (local business continuity during any incident)
- Emergency response planning
- Most are not anti-oil and gas exploration.

Terry Visser, Statoil representative also added that the Department of Industry, Innovation and Science is undertaking a road show in early 2018, incorporating information on the pre-release phase, more input from stakeholders, fishing and aquaculture sectors and possible release of more pre-award information.

Geoff Rogers, Technical Director, Enlighten Power Systems: Alternative energy generation plan-Karpowership.

Geoff Rogers outlined alternative power generation outcomes to the historical stationary power generation systems utilized around the world.

Karpowership offers the ability to have a vessel carrying a power generation system moored at a port facility and 'plugged into' a distribution network.

The beauty of such a portable system is to be able to move the generator to the required location and utilise existing power network for distribution in a short period of time.

The system is currently in use in several overseas locations.

Dan Woodyatt, Director Resources Land Access Strategy, DSD: Mining Act Review status update

Dan presented an overview of the Leading Practice Mining Act review. Current stages are:

- Discussion November 2016 – January 2017
- Engagement March 2017
- Decision June 2017
- Draft for approval August 2017.

To date 103 written submissions received (including a submission from the EP Mineral & Energy Community Development Taskforce)



A release of update and policy directions has been produced.

It is hoped that the new Mining Act will have benefits for all, inclusive of miners, landowners, community and industry.

The draft amendments are still to be tabled with the State Government.

Other Business as discussed by members included:

Chairman:

- Local employment in mining industries important and region needs to put work in to ensure maximum benefits are achieved by community.
- Power grid preplanning required by Government for future economic development, issue raised with Premier through Economic Development Board.
- Attendance as rep of oyster industry at a briefing with Chevron in Perth. Statoil spoken highly of by Chevron. Chevron need to continue with consultation and address issues with Fishing Industry, particularly the matter of Capping Stack.

Eleanor Scholz spoke on the community consultation session conducted by Iron Road and provided an update on the development of a village within Wudinna by Council to encourage the workforce to stay in the town.

Jeanine Carruthers encouraged members and the mining companies to support students that undertake the Mining and Civil Engineering skills training program.

Dion Dorward stated that the training courses are an ongoing problem and have been raised with the Training and Skills Commission, with funding being a major concern.

Rebecca Knol updated the taskforce on the Group Electricity Buying project and provided an overview of activities within the mining industry.

Taskforce Coordinator – Geoff Dodd updated the taskforce on the following items:

- Statoil GAB exploration program.
- Mining Act review.
- ESCOSA enquiry – Reliability and Quality of Electricity Supply on the Eyre Peninsula as commissioned by the State Treasurer. A draft report was presented to the Treasurer on the 31 May 2017. The Commission identified various technical options that would improve the reliability and quality of supply on the Eyre Peninsula.
- Electranet Consultation Report and Workshop-attended a consultation workshop seeking community input on Electranet's future options for transmission line replacement on Eyre Peninsula.
- SA Power Networks Strategic Planning Workshop-attended a workshop with approximately 25 community members.
- Taskforce Work Plan and Questionnaire- a questionnaire on Local Government's preparedness and strategic planning for impacts on their communities should significant mining activities commence on the Eyre Peninsula was distributed to all EP Councils.

The 10th Meeting of the Taskforce held March 27 2018 was attended by 22 members and guests.

Presentations included:

Peter Scott, Economic Development Manager RDAWEP: "Green Hydrogen and Ammonia Demonstrator for Port Lincoln".

Peter outlined the process associated with the development of hydrogen energy, benefits and future prospects.

Companies involved with the Port Lincoln Hydrogen Energy demonstrator plant include, The Hydrogen Utility (H2U), Thyssenkrupp and State Government.

Next phase of the project will be the development of a business case followed by construction.

Timeframe is 2 – 5 years pending demonstration of viability by the business case.



Terry Burgess, Chair Central Eyre Iron Project (CEIP) Taskforce Steering Group.

Terry spoke of the benefits associated with infrastructure development and the need for an all of government approach to the initiative.

The purpose of the CEIP Taskforce is to get all government agencies together that are working on the project. It is a cross agency taskforce to work with Iron Road to capture economic opportunities from a complex high value project.

The CEIP Taskforce reports to the Minister.

Potential economic development opportunities identified by the CEIP Taskforce:

- Local industry participation program.
- Workforce and skills development in regional businesses.
- TAFE training scale and scope.
- Increased water supply, mining desalination infrastructure and distribution.
- Grain export facilities through Cape Hardy.
- Residential development for population growth.
- Industrial planning and development (Cape Hardy).
- Wudinna airstrip upgrade.
- Native vegetation offset.
- Improved telecommunications infrastructure.

Dion Dorward spoke on the grain transport savings for farmers associated with the development of Cape Hardy Port.

Dwayne Povey, Chief Geologist, Lincoln Minerals

Dwayne updated the Taskforce on Lincoln Mineral's Kookaburra Gully graphite Project and associated organizational changes.

Current financial pressure on company has determined that the Kookaburra Gully Graphite project cannot progress. Lincoln Minerals has submitted a draft PEPR to the DPC and received a request for additional information to complete the studies.

Other approvals being progressed include:

- Preliminary design
- Road maintenance agreements with DC Tumby Bay
- EPA licence.

Community consultation with key stakeholders has been undertaken to obtain feedback while pausing the project.

Terry Visser, Senior Project Advisor Statoil Australia

Terry advised the taskforce of the following:

- Statoil is continuing to work closely with NOPSEMA.
- The next phase of the project will be continuing consultation.
- Financially Statoil is a very transparent company.
- Expected start date of drilling has changed to late 2019.
- Hoping for support from incoming Government.

Members Reports

Phil de Courcey CEO RESA – provided an update on the METS Ignited project funds round 2 for businesses in Port Lincoln, Whyalla and Port Augusta with Ceduna participating as part of the supply chain development.



Alexandra Blood Executive Director Mineral Resources DSD provided an update on the following issues:

- 100 day plan before and during election.
- Petroleum, first meeting in the southeast regarding the moratorium.
- Mining Act review.
- Restructure of departments following change of government.
- Department of treasury and finance to include an industry investment department.
- Business as usual with current activities.
- Royalties for regions included in the plan.

Rebecca Knol CEO SACOME

SACOME's focus in lead up to election:

- State Economic Development.
- Energy.
- Infrastructure.
- Legislation and Regulation.
- Priority to better understand the drilling moratoria in the South East of the State.
- Members discussed the impact of the moratoria.

In general business the results of the questionnaire, distributed to Eyre Peninsula Councils in August 2017 was discussed.

Rob Kerin and Terry Burgess stated that they were prepared to provide a presentation to all Mayors, Chairpersons and CEO's.

The taskforce resolved that the investigation, design, development and sustainability of a Special Economic Zone encompassing the Eyre Peninsula region be pursued by the Eyre Peninsula Local Government Association and that a report on the outcomes of the investigation be forwarded to the Taskforce.

Minutes of all taskforce meetings, together with some of the presentations have been made available on the EPLGA website.

It has been acknowledged by the taskforce members that the meetings have been an important and relevant forum for presenting regional issues to high level Government Department representatives, providing access to Ministers and keeping members informed of mining and energy developments and potential impacts on the region.

The Minister for Mining and Energy, the Hon Dan van Holst Pellekaan has indicated his support for the EP Mineral & Energy Resources Community Development Taskforce and has expressed a desire to attend a future meeting when possible.

Feedback on the meetings from members and guests has been very positive. The taskforce has developed into a high level Eyre Peninsula regional, industry and State Government network.

Geoff Dodd

Taskforce Coordinator

REGIONAL TRAINING

The Executive Officer of the EPLGA encourages Councils to participate in LGA sponsored training programs and other training sessions/seminars. The Executive Officer provides advice to the LGA on locations and timing of training to avoid clashes with regional seasonal events such as harvest, as well as other scheduled events. As part of the independently conducted Outreach Services Pilot Program survey, the following statement was made with regard to training:



"Regional Training has been very successful and continues to be supported and valued by officers and elected members:

Details	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Sessions Conducted	22	12	18	10	4	10
Participants	236	176	365	202	55	118
Estimated Savings	\$264,320	\$197,120	\$408,800	\$226,240	\$61,600	\$132,160

Expense Line	\$ Approx.
Travel	350
Accommodation	150
Meals	100
Lost time	520
Total	1120

There are also the non-dollar benefits through increased participation and therefore increased skills, experience and networking within the region."

The sessions ran in the last 12 months were:

Date	Training	Location	Attendees
25 August 2017	Microsoft Word: Advanced	TAFE SA - Port Lincoln	7
31 August 2017	Report Writing	Port Lincoln Council	7
19 - 20 March 2018	Records Management Fundamentals	Port Lincoln	19
26 March 2018	Introduction to Community Engagement - Elected Members	Port Lincoln	3
26 March 2018	Introduction to Community Engagement - Council Officers	Port Lincoln	19
29 May 2018	Voters Roll Compilation - 2 sessions	Wudinna and Port Lincoln	16
29 May 2018	Caretaker Policy Information Session	Wudinna	18
21 June 2018	Handling Conflict Situations for Council Officers	Port Lincoln	20
28 March 2018	Early Induction Planning (NEW)	Wudinna	9
			118

Regional Training: - Summary savings to Councils over the years:

Details	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Sessions Conducted	22	12	18	10	4	10
Participants	236	176	365	202	55	118
Estimated Savings	\$264,320	\$197,120	\$408,800	\$226,240	\$61,600	\$132,160

CORPORATE PLAN 2016 - 19

The Council Mayors and Chief Executive Officers of the EPLGA have contributed to the development of the EPLGA Corporate Plan. It was clear from responses to our 2015 survey that the member Councils placed great importance on the following:



- *advocacy (and representation) – the EPLGA being the principal regional advocate for Local Government in the region;*
- *governance – continuing to ensure that our business is conducted in accordance with the law and proper standards;*
- *member services – the EPLGA to continue to provide member support services as they are needed; and*
- *outreach services – connecting Councils with desirable services offered by the LGA of SA.*

To avoid confusion between the Business Plan prepared by respective Councils, the EPLGA uses the term 'Management Plan or Corporate Plan'. The Management Plan is for the period 2016 – 2019 and reviewed annually, incorporating an updated annual work plan and budget for the current year. It also includes the current strategic directions of the EPLGA for that period. Each year through the Annual Business Plan process the Corporate Plan Strategies and Actions are refined to those still outstanding or ongoing strategies and actions.

MANAGEMENT PLAN PERFORMANCE FOR 2017 – 18

Goal Area 1.1 Advocacy and Representation

Core Activities

- 1.1.1 Represent and strengthen the common values of members
- 1.1.2 Represent members and regional objectives in engagement and liaison with key stakeholder agencies – e.g. LGA, DPTI, PIRSA
- 1.1.3 Provide a lobbying platform to promote the interests and issues of member Councils to other levels of government

Comments:

Advocacy and representation is demonstrated through lobbying of other levels of government, which occurs as and when needed and often through the SAROC, LGA Board and in collaboration with the other regional organisations. Strong efforts have been made to engage the State Agencies like DPTI through shared service opportunities. The main issue is representing and strengthening common values of members is getting 11 Councils to be 1 voice.

Strategic Actions

- 1.1.4 Develop effective working relationships between the EPLGA and member Councils and external stakeholder agencies and organisations
- 1.1.5 Develop key EPLGA messages to demonstrate maximum alignment to the State Strategic Plan and Economic Priorities, in particular economic reform and jobs, climate change and renewable energy
- 1.1.6 Develop the understanding of and commitment to mutuality of interests to optimise benefit for member Councils across the region from advocacy and partnerships
- 1.1.7 Lead the completion of the Economic Development Strategy and Regional Strategic Plan, and identify and lead the development of regional strategic responses to key issues as and when required.

Comments:

Effective working relationships can be challenging through differing opinions. The Regional Joint Planning Board espoused through the Planning, Development and Infrastructure Act 2016 is one such framework that could assist with the above strategic actions. The JPB Pilot has concluded as at 30 June 2018, with participating individual Councils required to assess the Business Case early in the 2018/19 year for decision of involvement or not in a regional JPB.

Goal Area 1.2 Governance

Core Activities

- 1.2.1 Comply with legislative requirements
- 1.2.2 Identify and pursue the resourcing needs of members
- 1.2.3 Manage EPLGA financial and other resources for maximum member benefit, and based on the principle that recurrent operational expenses must be funded by recurrent operational revenue



Comments:

1.2.8 and 1.2.10 are compliant. 1.2.9 has, to date, been met through such programs as the Outreach Service but this concludes in the current format as at 30 June 2018. Serious consideration needs to be directed around 1.2.9 and the identification by member Councils of their future needs.

Strategic Actions

- 1.2.4 Investigate and identify options to improve local government and regional governance, including alternative governance models, strategic planning and land use planning for the region
- 1.2.5 Assist member Councils in meeting legislative compliance
- 1.2.6 Develop and manage formal alliance and partnership arrangements with partner agencies and entities – e.g. RDAWEP, EPNRM, EPICCA
- 1.2.7 Pursue collaborative initiatives with partner agencies – e.g. joint submissions on strategic issues with RDAWEP, EPNRM, and EPICCA

Comments:

As previously mentioned some actions could be met thorough such initiatives as the JPB Pilot. Assistance to Councils in meeting compliance is mainly focussed on assisting Councils to share and assist one another where expertise is not available, etc. The staff committees are useful in this process. The other regional organisations are encouraged to work closely with member Councils and to investigate opportunities for region wide projects to maximise procurement benefits, etc.

Goal Area 1.3 Member Services

Core Activities

- 1.3.1 Maintain the cycle of quarterly meetings to enable collective decision-making and enhance member networking
- 1.3.2 Maintain and support members with the coordination of the annual conference
- 1.3.3 Identify resourcing gaps and needs, and pursue resolutions to key issues in liaison with members
- 1.3.4 Facilitate initiatives to attract funding and investment
- 1.3.5 Provide advisory and support services to Elected Members
- 1.3.6 Coordinate strategic meetings and presentations on key issues; including the provision of key speakers to provide information, contact and support services
- 1.3.7 Coordinate delivery of Council-supported training and development initiatives in the region

Comments:

All core activities are being met with significant success in these activities such as training at a regional level which brings considerable savings to individual Councils.

Strategic Actions

- 1.3.8 Continue to facilitate the activities of the EP Mineral & Energy Resources Community Development Taskforce.
- 1.3.9 Develop value-added services for member Councils, based on collective or regional value and cost-benefit
- 1.3.10 Facilitate and promote the development of shared procurement initiatives
- 1.3.11 Facilitate the development of a regional transport strategy, including the identification of road priorities and road funding proposals
- 1.3.12 Establish and facilitate specialised interest groups, such as Council works managers and compliance staff
- 1.3.13 Maintain communications with member Councils and the regional community through; media releases, website, newsletter and formal means of communication
- 1.3.14 Establish an annual business (work) plan for the Executive Officer to manage and report against

Comments:

Please refer to the EP Mineral & Energy Resources Community Development Taskforce annual report included in this document.



RDAWEP and the EPNRM Board have, over the last 12 months, worked with the EPLGA and member Councils to add value to regional projects like Eyes on Eyre, the Lidar project, etc. where all parties benefit. The regional transport strategy will continue to be refined as priorities change on an annual basis. This strategy attempts to align to individual Council 1 to 5 year priorities. Again the staff regional committees assist in developing and refining regional strategy recommendation to the EPLGA Board. The Executive Officer maintains communications with member Councils through various means and reports against his Annual Work Plan to the EPLGA Board on a quarterly basis.

Goal Area 1.4 Outreach Services

Core Activities

- 1.4.1 Participate in the development of an annual outreach engagement program that aligns with Council and LGA priorities
- 1.4.2 Facilitate the delivery of outreach programs and services being provided by the LGA and its entities
- 1.4.3 Liaise with and report to LGA representatives as required about the provision and delivery of the outreach program

Comments:

All of the above is compliant but will cease in the current format as at 30 June 2019. The EPLGA Board will then be required to decide on how it wishes to continue the work in this area. During the early part of the 2019 calendar year the EPLGA Board will be required to undertake a strategic planning exercise as the current one concludes.

Strategic Actions

- 1.4.4 Advocate long-term continuity of the Outreach Services model for optimal effectiveness and efficiency in meeting LGA and EPLGA program objectives, i.e. 3-days per week funded by members and 2-days funded by the LGA
- 1.4.5 Identify key issues impacting on Councils and LGA services desired by Councils, and the support and services required from the LGA to resolve these matters

Comments:

This service will cease at 30 June 2019 – refer comments above.



KEY PERFORMANCE INDICATORS

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

KPI	MEASURED BY	TARGET SCORE
Member General Satisfaction	Number of formal complaints	Zero complaints from members Actual: Zero complaints received.
Member attendance at meetings, workshops, training	Number of members who are represented	All members Actual: Usually all 11 Councils represented.
Competitive funding secured	Dollars secured	Equal to membership (\$184K) Actual External Funding: (\$171k) Target not met.
Achieved annual work plan		All items either achieved or timeframes for completion, and process, in place. Some subject to external funding. Actual: On target
EPLGA is represented at LGA regions meetings	Number of meetings attended	100% Actual: 100%
Co-ordinate regional training activities on EP	Number of days training sessions per year	At least 6 Actual: 10
Annual review of Executive Officer	Final achievement score	Actual: Report of satisfactory performance by President and executive Committee after surveying all member councils.
Greater media activity	Number of interviews and media releases	At least 1 interview per month. Media releases at least every 2 months. Actual: Meeting target

EPLGA COMMITTEE REPORTS

All Committee minutes are on the EPLGA website for viewing via the following link: - <http://eplga.com.au/>

USE OF FINANCIAL RESOURCES

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

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

**FINANCIAL ACCOUNTS
FOR THE YEAR ENDED
30TH JUNE 2018**

CONTENTS

Statement of Income & Expenditure

Balance Sheet

Notes to the Accounts

Board Certificate

Audit Report

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

STATEMENT OF INCOME & EXPENDITURE

FOR THE YEAR ENDED 30TH JUNE, 2018

		2018	2017
	NOTE	\$	\$
<u>INCOME</u>			
Grants Received	2	170,598	205,847
Interest Received		7,647	7,784
Project Income - EP Councils	3	5,680	6,250
Membership Fees	4	184,028	167,301
Reimbursable Expenses		405	
<u>TOTAL INCOME</u>		368,358	387,182
<u>EXPENDITURE</u>			
Administration		9,377	9,111
Advertising & Promotion		3,245	51
Audit Fees		1,500	1,400
Bank Charges & Taxes		83	109
Computer Expenses		810	1,273
Employee Expenses		147,836	136,037
Insurance		5,842	5,773
Legal Costs		1,039	2,818
Meeting Expenses		4,480	5,574
President's Expenses		2,250	2,250
Project Expenditure	5	142,979	171,906
Secretarial Services		18,450	18,000
Telephone		980	1,258
Travel & Accommodation		15,205	14,785
<u>TOTAL EXPENDITURE</u>		354,076	370,345
<u>NET SURPLUS/<DEFICIT)</u>		\$ 14,282	\$ 16,837

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 30TH JUNE, 2018

	2018	2017
	NOTE	\$
Net Surplus/(Deficit)	14,282	16,837
Extraordinary Items		
TOTAL NET <u>SURPLUS/(DEFICIT)</u>	14,282	16,837
Surplus Funds at July 1	226,244	209,408
SURPLUS/(DEFICIT)	240,526	226,245
<u>ACCUMULATED <u>SURPLUS/(DEFICIT)</u></u>		
<u>AT 30TH JUNE, 2018</u>	\$ 240,526	\$ 226,245

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

STATEMENT OF FINANCIAL POSITION

AS AT 30TH JUNE, 2018

	2018	2017
NOTE	\$	\$
<u>EQUITY</u>		
Accumulated Surplus	\$ 240,526	\$ 226,245
REPRESENTED BY		
<u>CURRENT ASSETS</u>		
Cash at Bank	6 281,322	341,649
Income Accrued	1,669	1,845
GST Receivable	12,884	6,645
Prepayments	3,781	1,959
<u>TOTAL ASSETS</u>	299,656	352,098
<u>CURRENT LIABILITIES</u>		
Sundry Creditors	7 3,836	3,755
Creditors	5,403	3,784
Unspent Project Funds	8 10,801	92,210
Provision for Holiday Pay	16,412	6,831
Prov'n for Long Service Leave	9 22,678	19,273
	59,130	125,853
<u>NET ASSETS</u>	\$ 240,526	\$ 226,245

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. This financial report is a special purpose financial report prepared for use by Board and members of the association. The Board has determined that the association is not a reporting entity.
2. The financial report has been prepared on historical cost basis and does not take into account changing money values or except where stated current valuations of non-current assets. The statements are prepared on an accruals basis.
3. Provision is made in respect of the association's liability for annual and long service leave at balance date. Long service leave is accrued from an employee's start date. Leave provision is based on current wages as at reporting date, and does not include on-costs.

	2018	2017
	\$	\$

NOTE 2 - Grants Received

LGA of SA - Outreach Service	50,000	50,000
LGA of SA - Regional Capacity	120,598	155,847
	<u>\$ 170,598</u>	<u>\$ 205,847</u>

NOTE 3 - Project Income - EP Councils

Emergency Management Planning	\$ 5,680	\$ 6,250
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NOTE 4-Membership Fees

District Council of Ceduna	15,142	13,355
District Council of Cleve	13,009	11,769
District Council of Elliston	12,045	10,397
District Council of Franklin Harbour	12,209	10,531
District Council of Kimba	12,075	10,425
Wudinna District Council	12,256	10,579
District Council of Lower Eyre Peninsula	16,985	16,016
District Council of Streaky Bay	13,704	12,141
District Council of Tumby Bay	14,115	12,469
City of Whyalla	35,304	33,863
City of P01i Lincoln	27,184	25,756
	<u>\$ 184,028</u>	<u>\$ 167,301</u>

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS **FOR THE YEAR ENDED 30TH JUNE, 2018**

	2018	2017
	\$	\$
NOTE 5 - Project Expenditure		
Unspent Funds at 1 July	(92,210)	(42,130)
Committee & Working Group Mtg	3,777	6,223
Emergency Management Planning	4,042	337
EP Integrated Climate Change Agreement Program	7,683	24,701
Mining Taskforce	25,109	40,446
CORES EP	6,828	
Coast & Wayfind Assess Project	35,000	
LIDAR Project	90,000	
Regional Governance-JPB Pilot	8,161	
Regional HML Signage Project	35,250	
Regional Native Vegetation Management Plan		50,000
Regional Roads Strategy	8,538	
Shared Services EBACC Project		119
Unspent Funds at 30 June	10,801	92,210
	<u>\$ 142,979</u>	<u>\$ 171,906</u>

NOTE 6 - Cash at Bank		
BankSA Society Cheque Account	42,782	51,734
Bendigo Bank Term Deposit	158,845	155,369
LGFA	79,695	125,482
LGFA - Cores EP		9,064
	<u>\$ 281,322</u>	<u>\$ 341,649</u>

NOTE 7 - Sundry Creditors		
PAYG Withheld	2,612	2,552
Superannuation	1,224	1,203
	<u>\$ 3,836</u>	<u>\$ 3,755</u>

NOTE 8 - Unspent Project Funds		
Regional Capacity Building		62,081
Cores - EP	2,236	9,064
EP Integrated Climate Change Agreement Program		12,500
CWMS Group	8,565	8,565
	<u>\$ 10,801</u>	<u>\$ 92,210</u>

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE, 2018

	2018	2017
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	\$	\$
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NOTE 9 - Prov'n for Long Service Leave

District Council of Tumby Bay	6,562	6,562
Eyre Peninsula Local Govt. Association	16,116	12,711
	<u>\$ 22,678</u>	<u>\$ 19,273</u>

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

BOARD CERTIFICATE

The Board have determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The Board of the association declares that:

the financial statements and notes present fairly the association's financial position as at 30th June 2018 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;

- 2 in the Board's opinion there are reasonable grounds to believe that the association will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board:

signed

position

Dated this day of20....

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

4 Tasman Terrace, PO Box 2180

Port Lincoln, SA 5606

Telephone: (08) 86821899

Facsimile: (08) 8682 1408

Email: gpk@gpk.com.au

ABN 64 945 523 972

ACN 007 909 382

To the members of Eyre Peninsula Local Government Association,

Report on the financial report

We have audited the accompanying financial reports, being a special purpose financial report, of Eyre Peninsula Local Government Association, for the year ended 30th June 2018.

The responsibility of the members of the Board for the financial report

The members of the Board are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the financial reporting requirements of the Local Government Act 1999 and are appropriate to meet the needs of the members. The Board's responsibility also includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with Australian auditing standards. These auditing standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's 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 members of Board, as well as evaluating the overall presentation of the financial report.

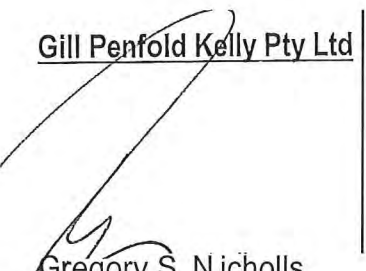
The financial report has been prepared for distribution to members for the purpose of fulfilling the Board's financial reporting responsibilities under the Local Government Act 1999. We

disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Auditor's opinion

In our opinion the financial report of the Eyre Peninsula Local Government Association presents fairly the operations and financial position of the association for the year ended 30th June 2018.

Gill Penfold Kelly Pty Ltd



Gregory S Nicholls

24th August 2018

4 Tasman Terrace, Port Lincoln SA 5606