

Appendix 1

**2021-2022 ANNUAL BUDGET
& FINANCIAL STATEMENTS**



COMPREHENSIVE INCOME STATEMENT

\$'000	Current			
	Actual 2019/20	Original 2020/21	Forecast 2020/21	Budget 2021/22
Income				
Investment Income	53	76	76	42
Grants, Subsidies and Contributions	1,599	683	1,202	1,050
Other Income	39	43	43	31
Rates General & Other	4,874	5,073	5,080	5,440
Reimbursements	266	161	146	142
Statutory Charges	84	80	92	83
User Charges	618	573	636	710
Total Income	7,533	6,689	7,275	7,498
Expenses				
Depreciation, Amortisation & Impairment	2,077	2,044	2,109	2,119
Employee Costs	2,004	2,046	2,177	2,220
Finance Costs	98	100	100	86
Materials, Contracts & Other Expenses	3,741	3,375	3,577	3,811
Total Expenses	7,920	7,565	7,963	8,236
OPERATING SURPLUS/(DEFICIT)	(387)	(876)	(688)	(738)
Asset Disposal & Fair Value Adjustments	(119)			
Amounts Received Specifically for New or Upgraded Assets	284	859	1061	287
Physical Resources Received Free of Charge	472			
NET SURPLUS/(DEFICIT)	250	(17)	373	(451)
Other Comprehensive Income				
Changes in Revaluation Surplus				237
TOTAL COMPREHENSIVE INCOME	250	(17)	373	(214)

UNIFORM PRESENTATION OF FINANCES

\$'000	Actual 2019/20	Original 2020/21	Current Forecast 2020/21	Budget 2021/22
Income	7,533	6,689	7,275	7,498
Less Expenditure	(7,920)	(7,565)	(7,963)	(8,236)
Operating Surplus/(Deficit)	(387)	(876)	(688)	(738)
Less Net Outlays on Existing Assets				
Capital Expenditure on Renewal/Replacement	1,222	1,993	2,452	1,584
Less Depreciation, Amortisation and Impairment	(2,077)	(2,044)	(2,109)	(2,119)
Less Proceeds from Sale of Replaced Assets	(93)	(278)	(140)	(243)
Total Net Outlays on Existing Assets	(948)	(329)	203	(778)
Less Net Outlays on New and Upgraded Assets				
Capital Expenditure on New/Upgraded Assets	301	1,131	1,428	745
Less Amounts received for New/Upgraded Assets	(284)	(859)	(1,061)	(287)
Less Proceeds from Sale of Surplus Assets	(163)	-	(120)	
Total Net Outlays on New/Upgraded Assets	(146)	272	247	458
Net Lending/(Borrowing) for Financial Year	707	(819)	(1,138)	(418)

STATEMENT OF CASH FLOW

\$'000	Actual 2019/20	Original 2020/21	Current Forecast 2020/21	Budget 2021/22
Cash Flows from Operating Activities				
<u>Receipts</u>				
Rates Receipts	4,873	5,067	5,084	5,430
Statutory Charges	84	79	94	84
User Charges	679	575	657	705
Grants, Subsidies and Contributions	1,641	725	1,218	1,106
Investment Receipts	53	76	78	43
Reimbursements	307	174	167	142
Other Receipts	515	105	36	28
<u>Payments</u>				
Payments to Employees	(2,010)	(2,047)	(2,182)	(2,219)
Payments for Materials, Contracts & Other Expenses	(4,199)	(3,266)	(3,475)	(3,789)
Finance Payments	(114)	(104)	(97)	(91)
Net (increase)/decrease in inventories	1,829	1,384	1,580	1,439
Net Cash provided by (or used in) Operating Activities	1,829	1,384	1,580	1,439
Cash Flows from Investing Activities				
<u>Receipts</u>				
Amounts Received Specifically for New/Upgraded Assets	284	859	1061	287
Sale of Replaced Assets	93	278	140	243
Sale of Surplus Assets	163	-	120	-
Repayments of Loans by Community Groups	332	332	332	325
<u>Payments</u>				
Expenditure on Renewal/Replacement of Assets	(1,222)	(1,993)	(2,452)	(1,585)
Expenditure on New/Upgraded Assets	(301)	(1,131)	(1,428)	(745)
Loans Made to Community Groups		-		
Net Cash provided by (or used in) Investing Activities	(651)	(1,655)	(2,227)	(1,475)
Cash Flows from Financing Activities				
<u>Receipts</u>				
Proceeds from Borrowings	0	50	18	0
<u>Payments</u>				
Repayments of Borrowings	(378)	(385)	(384)	(399)
Net Cash provided by (or used in) Financing Activities	(378)	(335)	(366)	(399)
Net Increase (Decrease) in Cash Held	800	(606)	(1,013)	(435)
Plus Cash & Cash Equivalents at beginning of period	2,637	2,655	3,437	2,424
Cash & Cash Equivalents at end of period	3,437	2,049	2,424	1,989

STATEMENT OF FINANCIAL POSITION

\$'000	Actual 2019/20	Original 2020/21	Current	
			Forecast 2020/21	Budget 2021/22
ASSETS				
Current Assets				
Cash and Cash Equivalents	3,437	2,049	2,424	1,989
Trade & Other Receivables	792	693	702	334
Inventories	62	84	67	72
Total Current Assets	4,291	2,826	3,193	2,395
Non-Current Assets				
Financial Assets	3,172	2,847	2,846	2,846
Infrastructure, Property, Plant & Equipment	86,861	89,067	88,372	88,577
Total Non-Current Assets	90,033	91,914	91,218	91,423
TOTAL ASSETS	94,324	94,740	94,411	93,818
LIABILITIES				
Current Liabilities				
Trade & Other Payables	415	504	495	514
Borrowings	382	399	398	400
Provisions	319	308	303	303
Total Current Liabilities	1,116	1,211	1,196	1,217
Non-Current Liabilities				
Borrowings	4,306	5,152	3,922	3,522
Provisions	58	82	74	74
Total Non-current Liabilities	4,364	5,234	3,996	3,596
TOTAL LIABILITIES	5,480	6,445	5,192	4,813
NET ASSETS	88,844	88,295	89,219	89,005
EQUITY				
Accumulated Surplus	26,713	26,263	27,088	26,637
Asset Revaluation Reserve	60,897	60,897	60,897	61,134
Other Reserves	1,234	1,135	1,234	1,234
TOTAL COUNCIL EQUITY	88,844	88,295	89,219	89,005

STATEMENT OF CHANGES IN EQUITY

\$'000	Accumulated Surplus	Asset Revaluation Reserve	Other Reserves	Total Equity
2021/22				
Opening Balance	27,088	60,897	1,234	89,219
Net Surplus / (Deficit) for Year	(214)			(214)
Transfers between Reserves				
Balance at the end of period	26,637	61,134	1,234	89,005
2020/21				
Opening Balance	26,713	60,897	1,234	89,101
Net Surplus / (Deficit) for Year	375			375
Gain Loss on revaluation				
Transfers between Reserves				
Balance at the end of period	27,088	60,897	1,234	89,219

FINANCIAL INDICATORS

\$'000	Actual 2019/20	Current Forecast 2020/21	Budget 2021/22
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These Financial Indicators have been calculated in accordance with the Information Paper 9 - Local Government Financial Indicators prepared as part of the LGA Financial Sustainability Program for the Local Government Association of South Australia. Detailed methods of calculation are set out in the SA Model Statements

Operating Surplus Ratio

Target is -0.2% and 2% in any one year (5 year average of 0%)

Operating Surplus/(deficit)	-5.10%	-9.44%	-9.85%
divided by Operating Revenue			

Net Financial Liabilities Ratio

Target is 0% and 100%

Total Liabilities less (Cash, Trade & receivables, financial assets)	-26.00%	-10.71%	-4.74%
Divided by Operating Revenue			

Asset Renewal Funding Ratio

Target is 90% and 110% in any one year (5 year average of 100%)

Expenditure on net renewal/replacement of assets	71%	158.84%	87.08%
Management Plans			