

Appendix 1: 2017/18 Annual Budget & Financial Statements

Comprehensive Income Statement

\$'000	Current		
	Actual 2015/16	Forecast 2016/17	Budget 2017/18
Income			
Rates	3,941	4,231	4,322
Statutory Charges	85	67	67
User Charges	172	154	168
Grants, Subsidies and Contributions	921	1,459	1,201
Investment Income	44	44	43
Reimbursements	251	385	146
Other Income	68	90	65
Total Income	5,482	6,430	6,012
Expenses			
Employee Costs	1,503	1,556	1,602
Materials, Contracts & Other Expenses	2,393	3,494	2,663
* Depreciation, Amortisation & Impairment	1,633	1,949	1,949
Finance Costs	71	35	114
Total Expenses	5,600	7,034	6,328
OPERATING SURPLUS/(DEFICIT)	- 118	- 604	- 316
Asset Disposal & Fair Value Adjustments	-5		
Amounts Received Specifically for New or Upgraded Ass	137	0	205
NET SURPLUS/(DEFICIT)	14	- 604	- 111
Other Comprehensive Income	0	0	0
TOTAL COMPREHENSIVE INCOME	14	- 604	- 111

***Note:**

The original depreciation budget for 2016/17 was \$1.575M. This has been adjusted in the 2016/17 end of year forecast to \$1.949M. This adjustment reflects the movement in depreciation because of changes to accounting standards, the addition of \$14M in Cape Jaffa assets and the revaluation of Council assets.

Capital Works Budget

2017/18 CAPITAL WORKS

		NEW	RENEWAL
LAND & BUILDINGS		\$390,000	\$10,000
Unique Asset ID	Asset Name		
NEW	KINGSTON CARAVAN PARK PURCHASE	\$350,000	
NEW	CARAVAN PARK ROADS	\$40,000	
BUILD00021	CAPE JAFFA TOWNSHIP TOILET UPGRADE		\$10,000
FOOTPATHS		\$50,000	\$50,000
Unique Asset ID	Asset Name		
NEW	GOUGH STREET (Agnes - James)	\$25,000	
NEW	CHARLES STREET (Agnes - James)	\$25,000	
-	MARIA CREEK (Family Tree Park)		\$25,000
-	WYOMI BEACH (Replacement)		\$25,000
SEALED ROADS		\$0	\$224,331
Unique Asset ID	Asset Name		
ROAD101801	CLARKE 1		\$27,348
ROAD102101	COULTHARD 1		\$2,045
ROAD103504	GOLFLINKS 4		\$432
ROAD105201	JOHN FUJNTS 1		\$180
ROAD106401	MARIA 1		\$2,027
ROAD106601	MARINE PARADE - BEACH ACCESS 1		\$2,385
ROAD107601	OLD SCHOOL 1		\$1,607
ROAD111803	WILHELMINA 3		\$3,053
ROAD100307	AGNES 7		\$9,767
ROAD100308	AGNES 8		\$9,767
ROAD101505	CAMERON 5		\$5,167
ROAD102701	EAST - WEST LANE 1		\$2,279
ROAD103701	GOUGH 1		\$9,069
ROAD104601	HUTCHINGS 1		\$9,877
ROAD104901	JAMES 1		\$8,068
ROAD105001	JANET 1		\$2,223
ROAD107301	MURRABINA 1		\$684
ROAD109109	SALTWELL 9		\$33,057
ROAD109111	SALTWELL 11		\$45,771
ROAD110402	STRICKLAND 2		\$9,139
ROAD110403	STRICKLAND 3		\$11,486
ROAD111501	VENN 1		\$8,855
ROAD111801	WILHELMINA 1		\$4,530
ROAD112002	YOUNG 2		\$9,970
ROAD112004	YOUNG 4		\$5,546
UNSEALED ROADS		\$0	\$741,821
Unique Asset ID	Asset Name		
ROAD201909	BLACKFORD 9		\$38,246
ROAD201910	BLACKFORD 10		\$37,763
ROAD202403	BUTCHERS 3		\$39,538
ROAD203226	COOKE 26		\$22,704
ROAD211508	TAPFIELD 8		\$42,892
ROAD205112	HENRY CREEK 12		\$39,612
ROAD206401	MAIL BRIDGE 1		\$38,089
ROAD206403	MAIL BRIDGE 3		\$33,871
ROAD206404	MAIL BRIDGE 4		\$33,436
ROAD206405	MAIL BRIDGE 5		\$33,890
ROAD208301	OLD COORONG 1		\$37,705
ROAD209104	PETHERICK 4		\$49,918
ROAD209110	PETHERICK 10		\$29,872
ROAD209109	PETHERICK 9		\$35,459
ROAD211101	STARLING 1		\$53,656
ROAD213201	WILLIAMS - NORTH LANE 1		\$39,994
ROAD213501	WOOLUMBOOL 1		\$58,487
ROAD213507	WOOLUMBOOL 7		\$41,688
	ROADS CONTINGENCY		\$35,000
INFRASTRUCTURE OTHER		\$911,000	\$38,000
	HERITAGE SIGNAGE x 25 sites	\$45,000	
	TOURISM SIGNAGE (Coastal Drive - Southports HWY and Pink Beach Road)	\$15,000	
	MARIA CREEK SOLAR LIGHTING (24 lights)	\$36,000	
	MAIN STREET PLANTER BOXES & TREES	\$15,000	
	WYOMI BEACH ROCK SEAWALL (\$400K grant from Coastal Protection Board over 5 years = 80	\$800,000	
	CWMS PROBE SENSOR REPLACEMENT		\$16,000
	CWMS CONTROL BOXES		\$22,000
EQUIPMENT OTHER		\$1,545,000	\$185,000
	LIGHT VEHICLE REPLACEMENT		\$170,000
	SLASHER DECK	\$18,000	
	SAND MANAGEMENT DREDGE (Subject to funding support from CJDC)	\$1,527,000	
	SUNDRY WORK PLANT & EQUIPMENT		\$15,000
2017/18 Totals		\$2,896,000	\$1,249,152

NOTE: Council's road network has been divided into segments to assist in the management of asset maintenance programs. Road segments within the township are from intersection to intersection and in rural areas segments are 2km in length.

Uniform Presentation of Finances

\$'000	Actual 2015/16	Current Forecast 2016/17	Budget 2017/18
Income	5,482	6,430	6,012
Less Expenditure	(5,600)	(7,034)	(6,328)
Operating Surplus/(Deficit)	(118)	(604)	(316)
Less Net Outlays on Existing Assets			
Capital Expenditure on Renewal/Replacement	1,404	1,060	1,249
Less Depreciation, Amortisation and Impairment	(1,633)	(1,949)	(1,949)
Less Proceeds from Sale of Replaced Assets	(84)	(29)	(87)
Total Net Outlays on Existing Assets	(313)	(918)	(787)
Less Net Outlays on New and Upgraded Assets			
Capital Expenditure on New/Upgraded Assets	322	491	2,896
Less Amounts received for New/Upgraded Assets	(137)		(205)
Less Proceeds from Sale of Surplus Assets		-	
Total Net Outlays on New/Upgraded Assets	185	491	2,691
Net Lending/(Borrowing) for Financial Year	10 -	177 -	2,220

Statement of Cash Flow

\$'000	Actual 2015/16	Current Forecast 2016/17	Budget 2017/18
Cash Flows from Operating Activities			
<u>Receipts</u>			
Rates Receipts	3,940	4,231	4,322
Statutory Charges	85	67	67
User Charges	172	154	168
Grants, Subsidies and Contributions	921	1,459	1,201
Investment Receipts	44	44	43
Reimbursements	251	385	146
Other Receipts	517	90	65
<u>Payments</u>			
Payments to Employees	(1,516)	(1,556)	(1,602)
Payments for Materials, Contracts & Other Expenses	(2,818)	(3,494)	(2,663)
Finance Payments	(77)	(35)	(114)
	1,519	1,345	1,633
Net (increase)/decrease in inventories		-	
Net Cash provided by (or used in) Operating Activities	1,519	1,345	1,633
Cash Flows from Investing Activities			
<u>Receipts</u>			
Amounts Received Specifically for New/Upgraded Assets	137	0	205
Sale of Replaced Assets	84	29	87
Repayments of Loans by Community Groups	9	24	17
<u>Payments</u>			
Expenditure on Renewal/Replacement of Assets	(1,404)	(1,060)	(1,249)
Expenditure on New/Upgraded Assets	(322)	(491)	(2,896)
Loans Made to Community Groups	-	-	-
Net Cash provided by (or used in) Investing Activities	(1,496)	(1,498)	(3,836)
Cash Flows from Financing Activities			
<u>Receipts</u>			
Proceeds from Borrowings	15	0	2330
<u>Payments</u>			
Repayments of Borrowings	(212)	(173)	(511)
Net Cash provided by (or used in) Financing Activities	(197)	(173)	1,819
Net Increase (Decrease) in Cash Held	- 174	- 326	- 384
Plus Cash & Cash Equivalents at beginning of period	2398	2,224	1,898
Cash & Cash Equivalents at end of period	2,224	1,898	1,514

Statement of Financial Position

\$'000	Current		
	Actual 2015/16	Forecast 2016/17	Budget 2017/18
ASSETS			
Current Assets			
Cash and Cash Equivalents	2,224	1,898	1,514
Trade & Other Receivables	145	145	145
Inventories	98	98	98
Total Current Assets	2,467	2,141	1,757
Non-Current Assets			
Financial Assets	2,915	2,891	2,874
* Infrastructure, Property, Plant & Equipment	62,235	75,808	77,917
Total Non-Current Assets	65,150	78,699	80,791
TOTAL ASSETS	67,617	80,840	82,548
LIABILITIES			
Current Liabilities			
Trade & Other Payables	318	318	318
Borrowings	169	179	511
Provisions	348	348	348
Total Current Liabilities	835	845	1,177
Non-Current Liabilities			
Borrowings	3,161	2,978	4,465
Provisions	92	92	92
Total Non-current Liabilities	3,253	3,070	4,557
TOTAL LIABILITIES	4,088	3,915	5,734
NET ASSETS	63,529	76,925	76,814
EQUITY			
Accumulated Surplus	24,717	23,883	23,686
Asset Revaluation Reserve	37,424	51,424	51,424
Other Reserves	1,388	1,618	1,704
TOTAL COUNCIL EQUITY	63,529	76,925	76,814

*Note:

The original non-current assets budget for 2016/17 has been adjusted from \$64.671M to \$78.699M to reflect \$14M of additional Cape Jaffa assets.

Statement of Changes in Equity

\$'000	Accumulated Surplus	Asset Revaluation Reserve	Other Reserves	Total Equity
2017/18				
Opening Balance	23,883	51,424	1,618	76,925
Net Surplus / (Deficit) for Year	-	111	-	111
Transfers between Reserves	-86		86	
Balance at the end of period	23,686	51,424	1,704	76,814
2016/17				
Opening Balance	24,717	51,424	1,388	63,515
Net Surplus / (Deficit) for Year	-	604	-	604
Transfers between Reserves	-230		230	
Balance at the end of period	23,883	51,424	1,618	76,925

Financial Indicators

\$'000	Actual 2015/16	Current Forecast 2016/17	Budget 2017/18
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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

Operating Surplus Ratio

Target is >0 before Capital Revenues

Operating Surplus/(deficit) divided by Operating Revenue	-2%	-9%	-5%
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Net Financial Liabilities Ratio

Target is >0% and < 100% before Capital Revenues

Total Liabilities less (Cash, Trade & receivables, financial assets) Divided by Operating Revenue	-22%	-16%	20%
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The Net Financial Liabilities Ratio calculation excludes the community and Cape Jaffa Loans as these are owed back to Council and only considers Councils cash and loans. A negative ratio means that Council has more cash than loans.

Asset Sustainability Ratio

Target is > 80% and < 100% over a 3 year rolling program

Expenditure on net renewal/replacement of assets Divided by Optimal level of such expenditure per Asset Management Plans	95%	55%	95%
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