

Yorke Peninsula Council 2016/17 Annual Report

Council Information

Office Locations

Maitland Office (Principal Office)
8 Elizabeth Street
MAITLAND 5573

Minlaton Office
18 Main Street
MINLATON 5575

Warooka Office (Tues & Thurs Only)
Player Street
WAROOKA 5575

Yorke town Office
15 Edithburgh Road
YORKETOWN 5575

Contact Details

Postal Address: PO Box 57
MAITLAND SA 5573

Phone: (08) 8832 0000

Fax: (08) 8853 2494

Email: admin@yorke.sa.gov.au

Website: www.yorke.sa.gov.au

Facebook: /YorkePeninsulaCouncil

Table of Contents

Introduction

From the Mayor	2
From the CEO	3

Overview

Fast Facts	4
Strategic Highlights	6
Financial Overview	10
Key Financial Ratios	13

Our Council

Elected Members	15
Council Decision Making Structure And Meetings	18
Record of Attendance	18
Council Committees	19
Notice Of Meetings	22
Delegations	22
Elected Member Training And Development	22
Allowances	23
Council Planning Framework	24
Tendering and Procurement	25
National Competition Policy	25
Management Plans for Community Land	25
Confidential Items	26
Council Registers, Codes And Policies	28
Freedom of Information	30
Representation Review	31
Review Of Internal Decisions	32
Managing Complaints	33

Our Organisation

Corporate Management Team and Organisational Structure	37
Corporate Management Team Allowances	37
Australia Day and Citizen of the Year Awards	38
Citizenship Ceremony	38
Hometown Hero Welcomed at Yorketown	39
Grants and Awards	40
Customer Service	42
Organisational Development	43
Risk Management	46
Youth Services	47
Assets and Infrastructure Services	48
Corporate and Community Services	54
Development Services	63

Our Performance

Annual Business Plan Performance	71
Performance – Strategic Plan	74
Legislative Requirements	77

PART 2

Audited Financial Statements	81
------------------------------	----

PART 3

Legatus Group Annual Report	132
-----------------------------	-----

From the Mayor



It is with pleasure that I present the 2016/17 Annual Report.

During the year the announcement by the State Government that Yorke Peninsula had been successfully chosen as the preferred site for South Australia's first shellfish restoration reef to be sited in Gulf St Vincent, was a major windfall for the Council and the region.

The 4-hectare site is the first construction phase of the now Windara Reef and it is made up of 60 custom-made concrete structures and over 800 tonnes of Yorke Peninsula limestone and covered with Pacific Oyster shells and juvenile native oysters. The project will deliver major environmental, social-economic, tourism and recreational fishing and will be of great benefit to our wider community. Windara Reef is a partnership between the South Australian Government, The Nature Conservancy, Yorke Peninsula Council, RecFish SA, University of Adelaide and the Yorke Peninsula community; with support from the Federal Government through the National Stronger Regions Fund.

Once again throughout 2016/17 Council has continued to work closely with the State Government and the Yorke Peninsula Councils Alliance on matters affecting our local communities and this continues to be one of Council's key focus priority area.

As Mayor, I have continued to represent our Council at Regional, State and Federal Government Levels. During this year Council has continued to foster stronger relationships with various groups including:

- Progress Associations and other Community Groups within our local communities
- YP Councils Alliance (Wakefield Regional, Copper Coast, Barunga West, Yorke Peninsula)
- South Australian Regional Organisation of Councils (SAROC)
- Local Government Association of South Australia (LGA)
- Legatus
- Other Local Government Agencies
- State Government Ministers and their Departments
- Our Federal and State Government Representatives

On a personal note, it gives me a great deal of pleasure to be out and about in our region, attending events within many of our local communities. The time, effort and dedication that our local progress associations and other community and sporting organisations put into making Yorke Peninsula the best place to live, work and play is to be commended. On behalf of Council and the broader community I thank everyone who is involved in improving or enhancing their local area.

I commend the 2016/17 Annual Report to you.

A handwritten signature in black ink, reading "Ray Agnew".

**Ray Agnew OAM JP
MAYOR**



Each year seems to pass by quicker than the previous and 2016/17 was certainly no exception.

As with most of South Australia, the Yorke Peninsula was battered by the September 2016 severe weather event. Council's Business Continuity Plan was activated and Council was able to maintain operations despite most of the Peninsula being without power or phones. Some towns experienced power outages of up to 21 hours. Council's outdoor staff were kept busy clearing roads of fallen trees, replacement of signs, coastal infrastructure stabilising and attending to power failures which affected the functionality of the community wastewater management schemes.

Unfortunately, our iconic Port Victoria and Port Rickaby jetties experienced major damage with significant portions of both jetties completely destroyed. Council worked with the Department of Planning, Transport and Infrastructure (DPTI) (the asset owner) to partially open both jetties before Christmas and continued working to have both jetties fully reopened in time for Easter.

In September 2016 major changes were introduced to Council's bush camping sites. A new online booking system was introduced allowing visitors to book their permits prior to camping. New signage was installed and the fees for camping were overhauled to ensure consistency across all camping sites. Campers can now obtain daily, weekly, monthly and annual permits with discounts for local ratepayers. New camping sites were introduced and the fees from permits are being reinvested to improving the infrastructure at the camping areas.

A key focus of this year is on ensuring financial sustainability and as shown via our key financial ratios (refer page 13), our financial position has improved markedly. Most notably, the work undertaken to improve the asset sustainability ratio (capital expenditure on the renewal and replacement of existing assets).

Council also commenced a three year programme of service level reviews with the aim of identifying appropriate levels of service and organisational efficiencies.



Council's northern work gang worked tirelessly on completing the Clinton Road project. In 2016/17 Council benefitted with more than double Roads to Recovery funding and additional Special Local Roads grant funding. Originally planned as a five year project, this injection of funding enabled Council to complete this major project ahead of schedule.

Council was also able to accelerate the roadside vegetation maintenance programme.

After many years of Council actively advocating for this project, the Oyster Reef Restoration project was worked on throughout all of 2016/17. All tiers of government, non-government, industry, private enterprise and community all joined forces in this multi-million dollar project. The project, led by The Nature Conservancy will see the building of a 20 hectare marine reef, making it the largest recreational marine reef in Australia. (Stage 1 of the reef was launched in August 2017).

I am proud of what we have accomplished over the year and my thanks go to all staff and volunteers for their ongoing support and dedication.

I would also like to thank the Mayor and Councillors for their continuing support to our community.

A handwritten signature in black ink that reads "Andrew Cameron". The signature is fluid and cursive.

Andrew Cameron
CHIEF EXECUTIVE OFFICER



Fast Facts

**5,900
km²**

total area serviced by Council

1:1.9

current population density

11,278

current population per ABS Regional
Population Growth data issued
28/07/2017

9,166

number of electors enrolled as at 30
June 2017

3

is the number of wards

12

Elected Members including the
Mayor

25.4km

total length of constructed footpaths

3,890km

total length of our road network
(largest of any South Australian
Council)

13,892

current number of rateable properties
in the Council area

485km

total length of our spectacular coastline

495

development applications granted in 2016/17

\$30.1 million

value of development applications granted in 2016/17

\$31.91 million

operating expenditure for 2016/17

\$32.03 million

operating income for 2016/17

\$294.17 million

total value of community assets (land, buildings, roads, CWMS etc.) owned by Council

4 + 8

the number of libraries and depot libraries

4,637

active library members

70,447

total library items loaned in 2016/17 (excluding school library loans)

177,696

total website page views for 2016/17

362

total Facebook posts for 2016/17

459,986

total views from these Facebook posts in 2016/17

July 2016

Council's endorsed the commencement of public consultation in relation to establishing new bush camping sites in the vicinity of Parara, Port Minlacowie, Foul Bay Boat Ramps and Len Baker Reserve.

Council endorsed the 2016/17 Annual Business Plan and Adoption of the Budget including adoption of valuation, determination of basis for differential rates, the declaration of general rates and separate rates plus the community wastewater management schemes, water supply schemes, the waste collection and recycling annual service charges.

Mayor Ray Agnew conducted a Citizenship Ceremony for four participants.

August 2016

Council endorsed to undertake re-sheeting of the carpark at the Minlaton District School.

Council resolved that the area known as Daly Head be designated as a bush camping area and that the bush camping fees to apply effective 1 September 2016 for the designated camping grounds at Daly Head, The Gap, The Bamboos, Tiparra Rocks, Wauraltee Beach and Barkers Rocks to ensure consistency with all other designated bush camping areas. From this point in time, a single permit allows campers to stay at any of Council's bush camping areas.

Mayor Ray Agnew attended the 50th Anniversary of Long Tan Commemoration at Bublacowie Military Museum.

Council staff met with landowners regarding the Clinton Road redesign and land acquisition process.

September 2016

Council provided a donation of \$500 in support of Quentin Agius' attendance at the World Archaeological Congress in Kyoto Japan.

Council allocated \$161k of community grant funding to a total of 43 community groups (see page 55 for further detail).

A total of \$49.5k in annual contributions was provided 33 to Progress Associations.

The implementation of the Voluntary Food Safety Rating Scheme (Scores on Doors) designed by SA Health was endorsed.

Submissions in response to the community engagement on the proposed revocation of the community land classification for Section 625 Hundred of Clinton, 1439 Kainton Road, Kainton, were considered and Council gave approval to proceed with seeking Ministerial approval for the revocation for the purpose of transferring the properties to Kainton Recreation Grounds and Hall Committee In for no monetary cost.

Council strongly objected to drilling in the Great Australian Bight through a formal submission to the National Offshore Petroleum Safety Environmental Management Authority.

Approval was granted for the Port Victoria Progress Association to receive "RV Friendly Town Status".

October 2016

Cr Trevor Davey resigned his position as Deputy Mayor and following a secret ballot, Cr Scott Hoyle was appointed Deputy Mayor for the remainder of the current term, expiring in November 2018. Council's recognition and appreciation of Cr Davey's service as the Deputy Mayor was formally noted. Cr Davey continues on as an Elected Member representing the Kalkabury ward.

Council endorsed the tender process for a three-year roadside vegetation contract for 2016/17 – 2018/19.

Following community consultation started in July 2016, Council moved that Parara, Port Minlacowie, Foul Bay Boat Ramps and Len Baker Reserve be designated as bush camping areas. Council also endorsed \$10k expenditure for the purpose of fencing and delineations works to be carried out across various bush camping locations.

Mayor Ray Agnew attended a Cultural Day at Share and Care Minlaton where he conducted a 'mock' Citizenship Ceremony and responded to various questions from participants.

At the inaugural South Australian Walking Awards held at the Goodwood Community Centre, Council received the Local Government-Organisation Award for the Walk the Yorke project.

November 2016

At the 2016 SA Tourism Awards, Council's Walk the Yorke project and Council's Port Vincent Foreshore Caravan Park received 'silver' awards in their respective categories.

Mayor Ray Agnew and Cr Naomi Bittner supported local producers at the Yorke Peninsula stand at the ACBC Immigration SA China Networking Event in the Adelaide Town Hall.

To honour 32 years of dedicated service, Elected Members and past and present Council staff attended Ranger Colin Thyer's retirement at the Yorketown Town Hall.

Mayor Ray Agnew, Elected Members and Council staff attended various Remembrance Day Services across the Peninsula.

December 2016

A Councillor's motion was adopted to conduct a review of Township Speed Limits that are not governed by the default speed limit of 50 km per hour and that consultation occur with all affected communities to gain an understanding of their preferred solution.

A number of updated policies were endorsed. These policies were: Purchasing and Procurement (PO058), Records Management Policy (PO063), Street, Road and Public Place Naming (PO126), Elected Members Entitlements, Facilities, Services and Expenses (PO089), Elected Members Training and Development (PO135) and Elected Members Training Plan (PO135A).

Council formally supported the 'Community Welcomes Recreational Vehicles' programme.

January 2017

A very busy Australia Day for Mayor Ray Agnew, a number of Elected Members and staff, commencing with breakfast celebrations at Stansbury, then travelling to Port Victoria for the flag raising ceremony, and in the afternoon with the Mayor presiding over the Yorke Peninsula Council Citizen of the Year Awards.

Council endorsed a project contribution of \$492k representing 1/3 of the project cost for the Minlaton Stage 2 Main Street Powerline Undergrounding Project in addition to a further \$200k for restoration and street scaping following the undergrounding works.

An application was lodged with the South Australian Tourism Commission to host a stage of the 'Tour Down Under' in 2018.

February 2017

A contribution of \$1,000 was awarded to the Corny Point Progress Association to subsidise their operating costs and \$760 was awarded to the Pine Point Progress Association for the same purpose.

Council endorsed \$71k expenditure for the installation of six bin modules (\$12k), fencing (\$9k) and the installation of two enviro toilets (\$50k) at various bush camping areas.

Celebrations were held to mark the 20th anniversary of the first meeting in 1997 of the amalgamated Council. A morning tea was held in the Council Chambers with invited guests, former and current Councillors and Senior Staff. It was a very enjoyable opportunity to reflect on Council's achievements over those 20 years.

Mayor Ray Agnew conducted a Citizenship Ceremony at the Minlaton Council Chambers.

March 2017

Council supported a financial assistance grant of \$10k to the Pine Point Progress Association Inc for the purpose of setting up an Australia Post approved post office box facility on the condition that 50% is to be reimbursed to Council within 18 months of the completion of the project.

Council resolved to provide requested funding to cover costs relating to the proposed seawall at Chinaman Wells via a fixed low-interest, fixed term loan from the LGA Finance Authority over a 10 year period at no cost to Council.

Council granted consent for a memorial wall to be constructed at Bluff Beach, subject to all relevant legislative approvals being granted.

\$4k was committed for the replacement of five crossovers in Port Vincent and \$8k for the replacement of the entrance ramp to the Yorketown Council office building via the Access Advisory Working Party.

Council wrote to the Health Minister, the Honourable Jack Snelling, and the Minister for Regional Development, the Honourable Geoff Brock, urgently requesting the decision to cancel surgeries at Yorketown hospital from 1 April 2017 be cancelled until appropriate community consultation was held and an impact study on the health outcome of the Southern Yorke Peninsula could be conducted.

April 2017

Council formally supported the Local Government Associations; opposition to rate capping in any form and agreed to participate in the public awareness campaign including placing information in quarterly rates notices.

Mayor Ray Agnew and Councillors Stock and Bittner attended the Local Government Community Cabinet functions, presentations and community sessions.

A number of ANZAC Day services across the Peninsula were attended and wreaths laid on behalf of Council.

Cr Jeff Cook was a special guest speaker at the History Festival launch at Ardrossan.

May 2017

Following periods of community consultation, Council approved road process orders for portions of unmade roads for the purpose of selling land to nominated companies.

Council also gave approval for seeking Ministerial approval for the revocation of community land of Council owned properties on Black Point Road.

Mayor Ray Agnew had the honour of starting participants at the Ardrossan Marathon Fun Run.

Mayor Ray Agnew also hosted celebrations for National Volunteers Week.

June 2017

Council approved the installation of an outdoor gym at Ardrossan.

\$1.5k was approved as sponsorship for the 2018 Men's and Women's Prestige Medley if the Ardrossan Bowls Club were successful in their tender submission. (Note: Ardrossan Bowls Club have since been successful in this bid and will host the 2018 Men's Prestige Medley in March 2018).

Via the Access Advisory Working Party, \$4k was approved for the replacement of seven crossovers in Edithburgh.

Council was successful in securing funds via an Open Space Grant application with Minlaton receiving \$26k and Point Turton Nature Playground securing \$157k for the Point Turton Nature Playground.

Mayor Ray Agnew conducted a Citizenship Ceremony for three new citizens. This brought the total to 99 citizens that Mayor Ray had presided over in his term as Mayor.

The following section presents a snapshot of Council’s financial performance for 2016/17 including comparisons to previous years. The full audited financial statements are provided as Part 2 of this report.

Operating Income

Council Income is derived from various sources including rates, fees and charges, interest, investment revenue and grants and contributions. A breakdown of Council’s 2016/17 income sources is shown below.

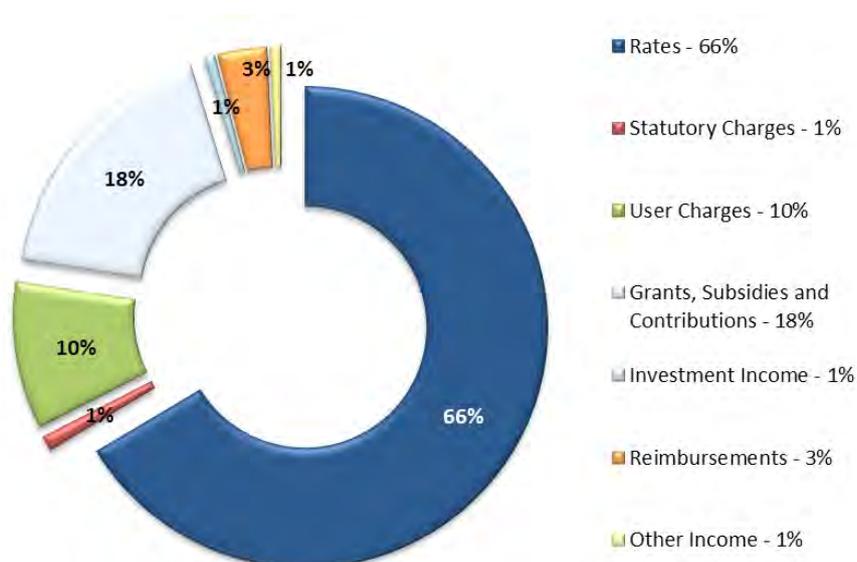


Figure 1: Breakdown of 2016/17 Total Operating Income

Operating Income received during 2016/17 was \$32.03 million. Total income increased by \$4.4m (16.2%) compared to 2015/16. This is due to a number of reasons, mainly Council receiving a Financial Assistance Grant (FAGs) payment of \$1.14m in advance for the 2017/18 financial year which was required to be recognised as operating income in 2016/17. Secondly, total rates, (made up of general rates, NRM levy, waste collection, water supply and community wastewater management systems) increased across the board.

If this FAGs payment is discounted from these figures, Council’s adjusted operating income is \$30.88m (down from the reported \$32.03m). The increase in User Charges is predominately due to caravan park revenue from the five Council owned parks. The increase shown in grant funding is due to advance payment of FAGs and Roads to Recovery grant funding. Further details about grant funding can be found on page 40.

One of the larger increases occurred in the Reimbursement account due to reimbursement received from the State Government for the repairs to the Port Victoria and Port Rickaby jetties following the severe storm damage in September 2016.

Total Income (\$'000)	2016/17	2015/16	2014/15	2013/14	2012/13	2011/12
Rates	21,269	19,998	19,110	17,940	16,430	15,326
Statutory Charges	334	391	367	407	379	442
User Charges	3,195	2,961	2,866	2,787	2,861	2,674
Grants, Subsidies and Contributions	5,721	3,094	4,227	2,705	3,397	4,132
Investment Income	234	251	184	166	251	292
Reimbursements	1,052	577	610	660	570	651
Other Income	225	284	375	296	212	393
TOTAL	32,030	27,556¹	27,739	24,961	24,100	23,910

Table 1: Yearly Comparison of Total Operating Income

¹ To ensure comparability with the 2016/17 figures, some comparative line items and amounts may have been reclassified or individually reported for the first time within the financial statements.

Operating Expenditure

Operating Expenses consist of employee costs, materials, contracts and other expenses and depreciation and other expenses. A breakdown of Council's 2016/17 expenses is shown below.

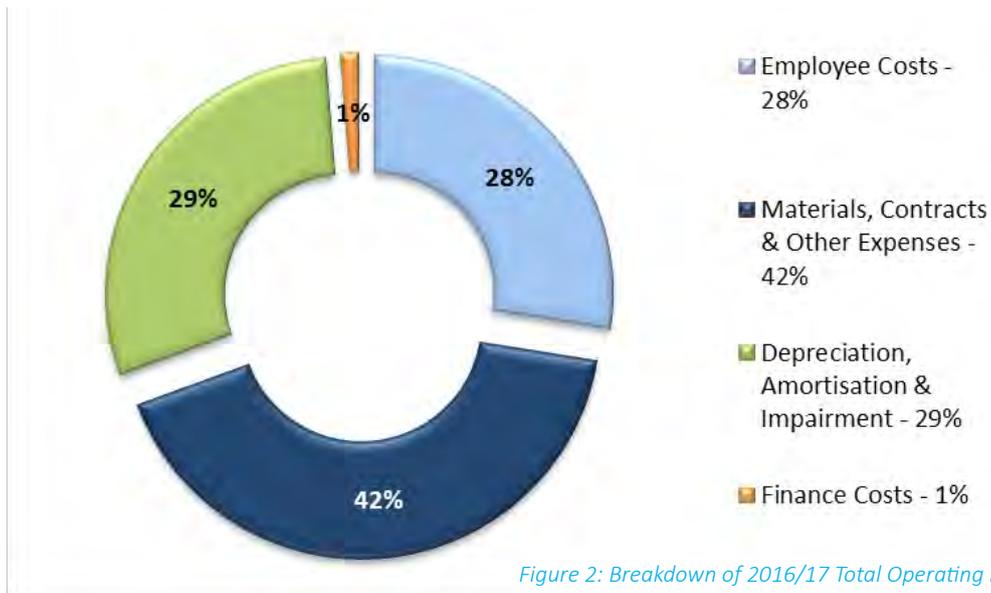


Figure 2: Breakdown of 2016/17 Total Operating Expenditure

Operating Expenses totalled \$31.92 million in 2016/17, which was a 7% (\$2.1m) increase over the previous year. Operating employee costs increased by \$537k with labour costs for capital works declining. Other factors in this increase were employee leave expenses (taken and paid out) and Workers Compensation Insurance increase of \$89k.

The largest increase (14.7%) was in relation to material and contract expenses (up by \$1.7m). In line with the increase in State Government reimbursements (as outlined in the operating income analysis), much of the increase can be attributed to the cost of repairs to the storm damaged Port Victoria and Port Rickaby jetties. Council also made an additional investment in 2016/17 in roadside vegetation maintenance with contractors used to accelerate the programme.

An increase in the NRM levy collected has also been reported in line with the revenue collected by Council on behalf of NRM. Council is required by legislation to raise funds by way of a levy and effectively operates as a revenue collector for the NRM Board. Council is advised how much is to be remitted and Council has no input into how the levy is spent. This is determined by the NRM Board. The increase to the NRM levy in 2016/17 was \$198k.

Total Expenses (\$'000)	2016/17	2015/16	2014/15	2013/14	2012/13	2011/12
Employee Costs	8,787	8,250	8,006	7,422	7,140	6,502
Materials, Contracts & Other Expenses	13,362	11,652	12,599	12,279	11,152	11,008
Depreciation, Amortisation & Impairment	9,376	9,513	8,256	8,438	8,827	9,333
Finance Costs	394	411	300	240	303	369
TOTAL	31,919	29,826 ²	29,161	28,379	27,422	27,212

Table 2: Yearly Comparison of Total Operating Expenses

² To ensure comparability with the 2016/17 figures, some comparative line items and amounts may have been reclassified or individually reported for the first time within the financial statements.

Actual Performance against Original Budget

Council's budget is reviewed monthly and formally updated each quarter to ensure targets are being met, cash flow is maintained and changes to the adopted budget are endorsed by Council. The analysis below is based on the original adopted 2016/17 budget.

The following table identifies that as at 30 June 2017 Council made significant improvements to the overall bottom line, moving from a budgeted deficit to finishing the year with a surplus.

However, as described in earlier sections, this surplus is mainly due to the timing of payments of Council's Financial Assistance Grant. A payment of \$1.14m was made in advance for the 2017/18 financial years which was required to be recognised as income in the 2016/17 financial year. The adjusted net operating result is therefore a \$1.03m deficit.

Total Income (\$'000)	2016/17 Actual	2016/17 Budget	Variance	% Variance
Rates	21,269	21,209	60	0.3%
Statutory Charges	334	415	-81	-19.5%
User Charges	3,195	3,115	80	2.6%
Grants, Subsidies and Contributions	5,721	2,686	3,035	113.0%
Investment Income	234	193	41	21.2%
Reimbursements	1,052	414	638	154.1%
Other Income	225	55	170	309.1%
TOTAL	32,030	28,087	3,943	14.0%
Operating Expenses (\$'000)				
Employee Costs	8,787	8,500	287	3.4%
Materials, Contracts & Other Expenses	13,362	12,726	636	5.0%
Depreciation, Amortisation & Impairment	9,376	9,075	301	3.3%
Finance Costs	394	477	-83	-17.4%
TOTAL	31,919	30,778	1,141	3.7%
NET OPERATING RESULT	111	-2,691	2,802	-104.1%

Table 3: Actual vs. Budgeted



Council has adopted a set of key financial ratios in line with the targets set in the Yorke Peninsula Council's Long Term Financial Plan and Annual Business Plan.

These financial ratios 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.

Indicator	2016/17	2015/16	2014/15	2013/14	2012/13	2011/12
Operating Surplus Ratio	0%	-8%	-9%	-20%	-21%	-23%

This ratio identifies the percentage that the major controllable revenue source varies from operating expenses. A positive ratio indicates the total rates (net of NRM levy) available to help fund proposed capital expenditure. A negative (-) ratio indicates the percentage increase in total rates that would be required to achieve a break-even operating result.

Adjusted Operating Surplus Ratio	-3%	-4%	-16%	-20%	-21%	-27%
---	------------	------------	-------------	-------------	-------------	-------------

Similar to the operating surplus ratio, however, in recent years the Federal Government has made advance payments prior to 30 June from future year allocations of financial assistance grants. This ratio adjusts for the resulting distortion in the disclosed operating result for each year.

Net Financial Liabilities Ratio	10%	12%	11%	9%	6%	7%
--	------------	------------	------------	-----------	-----------	-----------

The net financial liabilities ratio is a measure of the significance of the net amount owed by a Council at the end of a financial year compared with its operating revenue for the year. An increase in the net financial liabilities ratio usually indicates that a Council has increased debt funding but may sometimes mean a Council is incurring higher operating expenses (e.g. as a result of additional maintenance or depreciation costs associated with acquiring new assets).

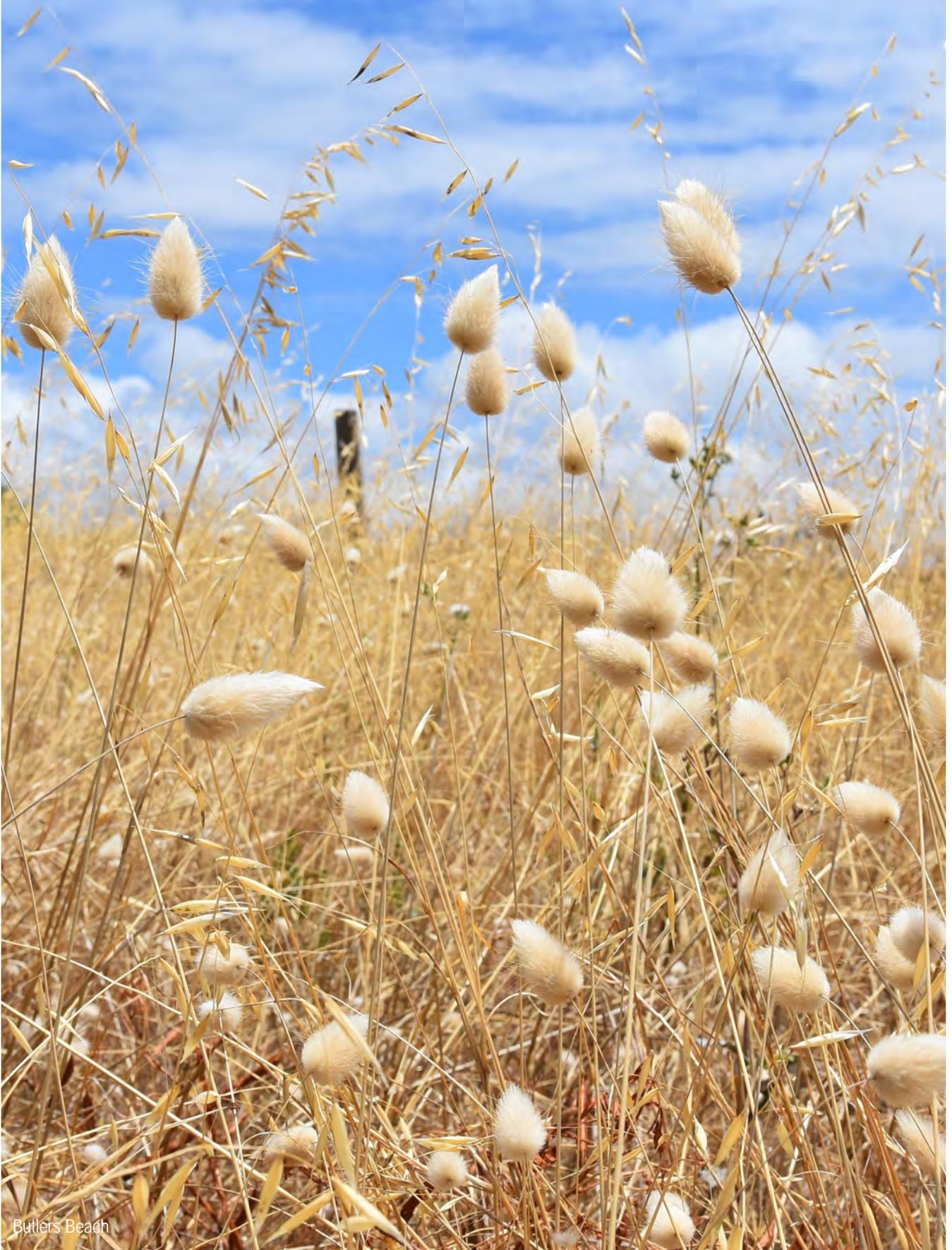
Asset Sustainability Ratio	84%	49%	53%	49%	40%	27%
-----------------------------------	------------	------------	------------	------------	------------	------------

This ratio indicates the extent to which existing non-financial assets are being renewed and replaced compared with depreciation provisions included in operating expenses. This ratio excludes capital expenditure on the acquisition of new/additional assets.

Table 4: Key Financial Ratios



OUR COUNCIL



Butlers Beach

Elected Members

Council is made up of 12 Elected Members, one of whom is the Mayor, and all are elected by eligible voters. In accordance with the Local Government (Elections) Act 1999, elections are held every four years, with the last election held in November 2014.

The next Council election will be held in November 2018.

The elected Mayor as at 30 June 2017 was:

Mayor Ray Agnew OAM JP

Address: PO Box 57
Maitland SA 5573

E-mail: mayor@yorke.sa.gov.au

Telephone: 0419 847 292



The elected members as at 30 June 2017 were as follows:

Kalkabury Ward

Cr. Trevor Davey, Cr. Alan Headon, Cr. David Langford and Cr. Tania Stock



Gum Flat Ward

Cr. Naomi Bittner, Cr. Jeff Cook and Deputy Mayor Scott Hoyle



Innes/Petonvale Ward

Cr. Darren Braund, Cr. Veronica Brundell, Cr. Adam Meyer and Cr. John Rich





Kalkabury Ward

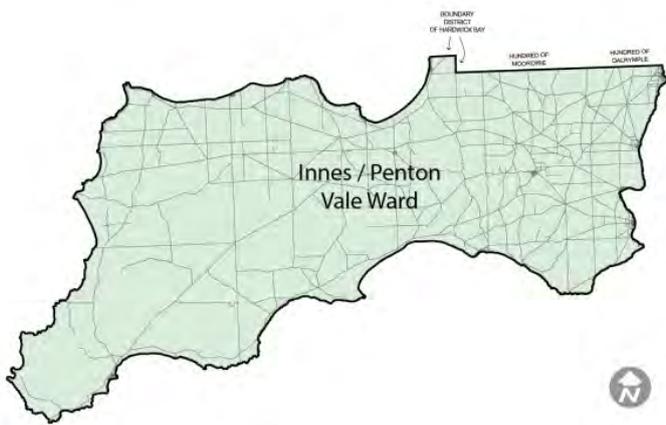
Southern boundaries of the Hundreds of Kilkerran, Maitland and Cunningham



Gum Flat Ward

Northern boundaries of the Hundreds of Wauraltee and Muloowurtie.

Southern boundaries of the Hundreds of Ramsey and Minlacowie, continuing around the northern boundary of the district of Hardwicke Bay.



Innes/Pentonvale Ward

Northern boundary of Hardwicke Bay, continuing along the northern boundaries of the Hundreds of Moorowie and Dalrymple.



Maitland Canola

The Elected Body are the decision makers for Council. Ordinary meetings are usually held on the second Wednesday of every month at 5.30pm. The meetings are held at the Council Chamber, 57 Main Street, Minlaton and are open to the public.

During 2016/17, the Elected Members held thirteen Council Meetings (12 Ordinary and one Special) and made a total of 356 decisions. A yearly comparison is provided below.



Figure 3: Council Meetings Held and Decisions Made

Record of Attendance

Elected Members	Ordinary Meetings
Mayor, Ray Agnew OAM	13
Deputy Mayor Scott Hoyle	11
Cr. Naomi Bittner	10
Cr. Darren Braund	12
Cr. Veronica Brundell	12
Cr. Jeff Cook	10
Cr. Trevor Davey	11
Cr. Alan Headon	13
Cr. David Langford	11
Cr. Adam Meyer	13
Cr. Tania Stock	11
Cr. John Rich	13

Table 5: Meeting Attendance - Ordinary Meetings



Elected Members also attend an informal monthly workshop with senior staff, generally on the fourth Wednesday of each month at 5.30pm. These workshops are also open to the public and provide an opportunity for Elected Members to receive and clarify information. No decisions are made in these informal workshops.

Principal Committees have been formed to meet statutory obligations. Principal committee meetings are scheduled in line with their Terms of Reference. The principal committees are:

- Audit Committee
- Development Assessment Panel
- Section 101A Strategic Planning and Policy Development Committee
- Yorke Peninsula Building Fire Safety Committee (Section 71 (19) Development Act)

Minutes of the principal committee meetings are made publicly available via Council's website as soon as practicable following the meeting.

Audit Committee

The Audit Committee is established under Section 41 of the Local Government Act 1999 and Local Government (Financial Management) Variation Regulations 2006, to meet the purposes of Section 126 of the Local Government Act 1999.

The Committee is appointed by Council and consists of three Elected Members of Council and two independent members. The members of the Audit Committee during the year were:-

- Mr Peter Brass (Chair)
- Mr David Hurley (for the period 1 July 2016 – 30 November 2016)
- Mr Robert Reiman (for the period 1 December 2016 – 30 June 2017)
- Councillor John Rich
- Councillor Scott Hoyle
- Councillor Tania Stock

Yorke Peninsula Council maintains an Internal Audit function which reports regularly to the Audit Committee. The key role of Internal Audit is to ensure compliance with key policies and processes and to enhance business performance by recommending improvements in process effectiveness, efficiency and economy.

The Audit Committee's focus for the next 12 – 24 months is firmly in the areas of internal audit, internal controls, asset management and risk management. This is in addition to the normal governance and financial responsibilities of the Audit Committee.

The Audit Committee met four times throughout the year. While five meetings were scheduled for the year, the scheduled meeting for 28 September 2016 was cancelled due to severe weather and communications and power outages across the majority of the Council area.



Development Assessment Panel

The Development Assessment Panel (The Panel) is a body formed by Council in accordance with the Development Act 1993. The Panel is granted delegated powers that are administered in accordance with the Terms of Reference as determined by resolution of the Council. The delegations allow the Panel to act as the relevant Authority under the Development Act to approve or refuse certain types of development applications within the Council area. All other development applications not considered by the Panel, are considered by authorised officers of Council under delegated powers.

The Panel is comprised of seven members consisting of three Elected Members, three independent members and an independent Presiding Member. The members of the Development Assessment Panel during the year were:-

- Mr Rodney Button (Presiding Member)
- Ms Debra Agnew
- Ms Susan Avey
- Mr Peter Tonkin
- Councillor Jeff Cook
- Councillor Scott Hoyle
- Councillor John Rich

During the 2016/17 financial year, the Panel conducted 7 meetings and considered 14 applications.

	Approved	Deferred pending further information	Approval to proceed to full assessment	Withdrawn	Refused	TOTAL
2008/09	53	0	0	0	7	60
2009/10	50	0	0	0	9	59
2010/11	47	3	0	1	0	51
2011/12	31	2	0	0	0	33
2012/13	19	1	2	1	0	23
2013/14	25	2	0	0	3	30
2014/15	15	1	0	0	4	20
2015/16	6	4	0	0	1	11
2016/17	12	1	0	0	1	14

Table 6: Applications Considered by the Development Assessment Panel



Special Purpose Working Parties

A number of Special Purpose Working Parties have been established to assist Council with engagement, research and co-ordination of a specific function of Council. These Working Parties comprise Elected Members, staff and the public, whose principal aim is to investigate and/or advise Council on particular issues or manage specified property. Currently the Working Parties are:

- Access Advisory Working Party
- Art Exhibition Working Party
- Grants Working Party
- Edithburgh Tidal Pool Working Party
- Bush Camping Working Party
- Alcohol Management Dry Zone Working Party
- Bush Fire Prevention Working Party
- Coastal Infrastructure Working Party
- Tender Evaluation Panel

Yorke Peninsula Building Fire Safety Committee

Council's Building Fire Safety Committee has responsibility for matters relating to section 71 of the Development Act 1993, which requires public buildings to be compliant with building, fire and safety requirements. During 2016/2017 the committee met four times and undertook the following:

- 20 fire safety audit inspections, covering 15 premises
- Issued reports to building owners identifying inadequate fire safety standards or equipment
- Assisted building owners or occupiers with cost effective solutions to reduce fire risks
- Follow up inspections to ensure fire safety issues were addressed.

Nil notices were issued pursuant to section 71 of the Development Act 1993 during 2016/17. Two (2) notices remain in force from the previous financial years.

The Building Fire Safety Committee consists of Council staff and two independent members. The members of the Building Fire Safety Committee during the year were:-

- Mr Peter Harmer (Presiding Member)
- Mr Julian Aggiss
- Mr Roger Brooks (staff)
- Mr Allan Cotton (staff)
- Mr Gareth Harrison – Deputy Member (staff) (for the period 1 July 2016 – September 2016)
- Mr Totem Douangmala – Deputy Member (staff) (for the period 1 October 2016 - 30 June 2017)
- Mr Phillip Watters – Deputy Member (staff)



Notice Of Meetings

Notices of all Council and Statutory meetings and agendas are available for public viewing:

- at all Council offices three days before each meeting
- on the Council website (www.yorke.sa.gov.au) as soon as practicable

Delegations

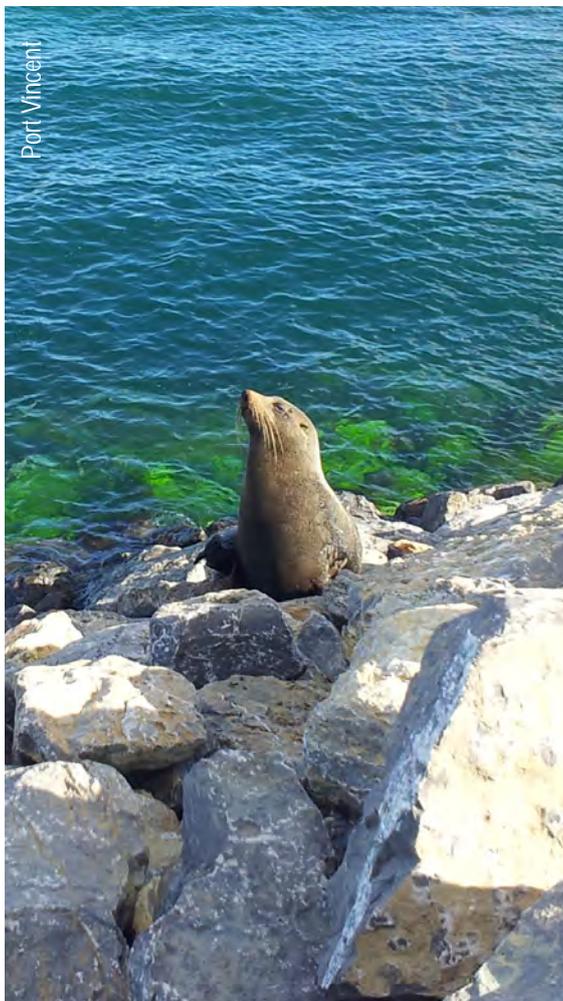
The Chief Executive Officer and other administrative personnel have the delegated authority from Council to make certain decisions on specified administrative and policy matters. These delegations are listed in the Delegations Register and are reviewed annually in accordance with legislative responsibilities:

- to determine policies to be applied by the Council
- 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 of Council operations.

Council makes decisions, which direct and/or determine its activities and functions including approving works and services, and the related resources.

Elected Member Training And Development

Training and development activities are undertaken to assist Elected Members in the performance and discharge of their functions and duties in accordance with the Local Government Act 1999. Council has provided a range of training opportunities for our Elected Members, as highlighted below:



Training Course	No. Attending
2016 Roads & Works Conference	5
LGA Conference and AGM	2
LG Professionals National Congress and Business Expo	1
National General Assembly Canberra	2
Conflict of Interest and Informal Gatherings	1
LGA Ordinary General Meeting and Conference	1
Records Management Awareness Update	9
Yorke and Mid North Regional Forum – “Our Mega Future”	1
SA Regional Tourism Summit	1
Women’s Network Forum	1
Waste SA Conference	1
Waste Management Association Conference	1
2016 Women’s Conference	1

Table 7: 2016/17 Elected Member Attendance at Training



Pine Point

A member of Council is entitled to receive an annual allowance for performing and discharging their official function and duties. Elected Member allowances are set by an independent remuneration tribunal, in accordance with Section 76 of the Local Government Act 1999.

For 2016/17, our Council was determined as 'Group 3' and the allowances are set out below:

Ordinary Council (Group 3)	Annual Allowance
Mayoral	\$52,192
Deputy Mayor	\$16,285
Elected Members	\$13,028

Table 8: 16/17 Elected Member Allowances

In addition to the allowance, Council provide Elected Members with either a Surface Pro or iPad computing device. Official Council business travel expenses are also reimbursed. The Mayor is provided with a vehicle, mobile phone, iPad and computer for conduct of official Council business.

Members of the Audit Committee and the Development Assessment Panel are remunerated per sitting as documented in the table below:

Audit Committee	Allowance
Chairperson	\$450
Independent Member	\$350
Development Assessment Panel	Allowance
Chairperson	\$150
Independent Member	\$100

Table 9: Council Committee Allowances

Independent Audit Committee members are also reimbursed for associated travel costs.

Council Planning Framework

The Yorke Peninsula Council 2016-2020 Strategic Management Plan is supported by a range of plans, which all work together to achieve Council's vision and goals and guides Council's strategic and operational decision making. How these plans align is illustrated below.

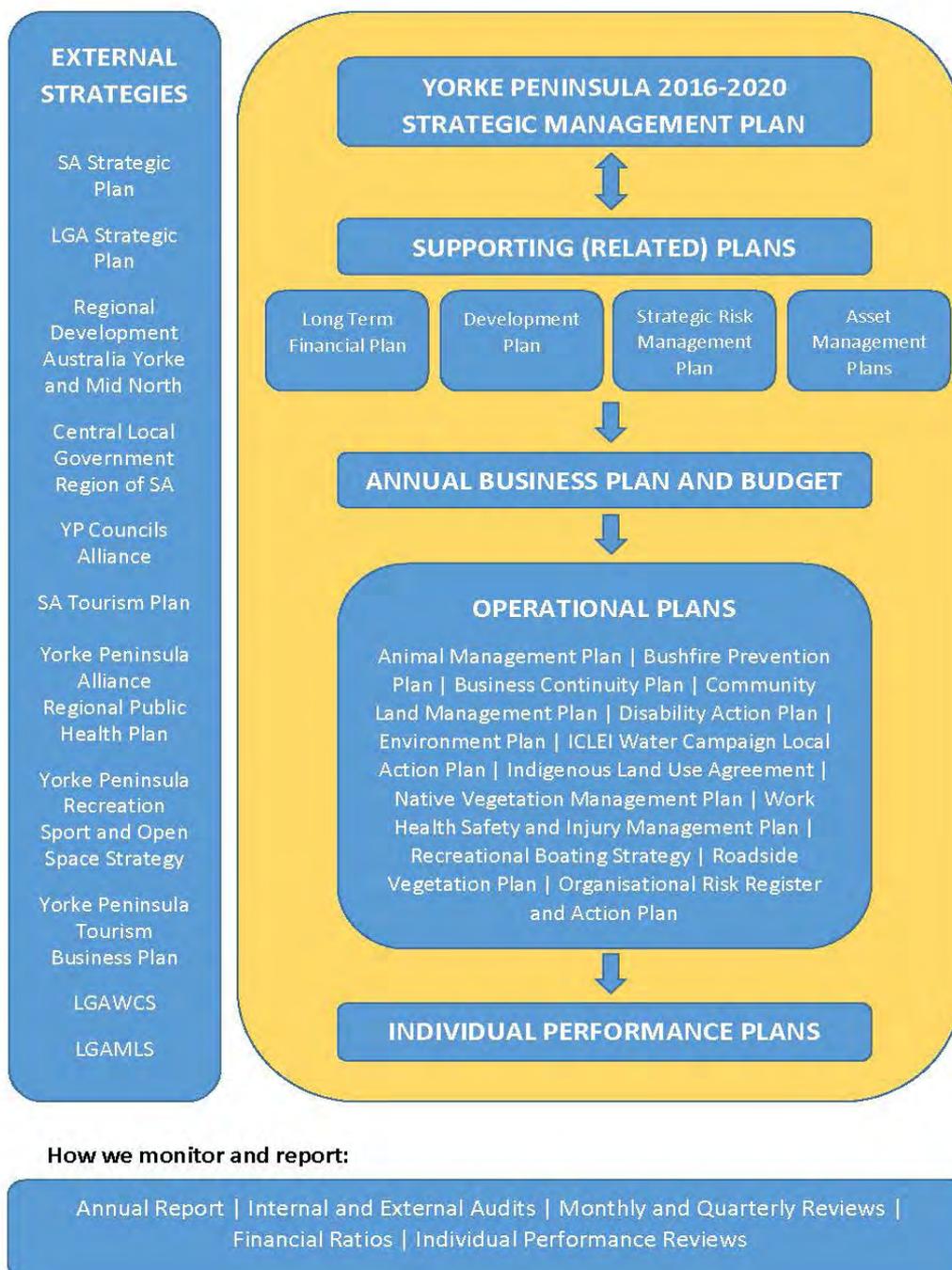


Figure 4: Council's Planning Framework

Tendering and Procurement

Council's Tender and Quotation and Purchase of Goods and Services Policies and supporting procedures, have been developed pursuant to Section 49 of the Local Government Act 1999. Refer to PO058 Purchasing and Procurement Policy (available on Council's website) which was reviewed, updated and adopted in December 2016.

National Competition Policy

Council has identified the operation of four Caravan Parks as 'category 2 business activities' under the National Competition Policy.

To ensure that the identified caravan parks are not operating with any anti-competitive advantage, Council conducts an annual market survey of all Caravan Park operations within the Council area. We are pleased to report that the Council operated Caravan Parks are charging market rates, relevant to the area and are therefore not applying any anti-competitive principles.

During the reporting period, Council received one complaint about the application of competitive neutrality, specifically in relation to Council's advertising of its owned and managed caravan parks. An investigation was conducted and it was found that Council had not breached any anti-competitive principles.

Management Plans for Community Land

Community Land Management Plans guide the development and use of land pursuant to the requirement under Chapter 11 of the Local Government Act 1999, and to provide a community focus for the use and maintenance of these important land holdings.

All land has been identified and captured on a Community Land Register. During 2016/17 Council had nil acquisitions and there were two disposals.



Confidential Items

During 2016/17 Council undertook twenty in camera closed sessions to discuss Confidential Items in accordance with Sections 90 (2) and (3) (a) (d) (g) (k) of the Local Government Act 1999, as follows, with successful tender information being partially released:

13/07/2016	Corny Point Road – Unsealed Road Construction
10/08/2016	Material Supply Tender 151/2016
14/09/2016	Minlaton Depot Addition Tender 153/2016
14/09/2016	Edithburgh Boat Ramp Works Tender 154/2016
14/09/2016	Chief Executive Officers Performance Appraisal
9/11/2016	Unsealed Road Construction Tender
9/11/2016	Purchase of one (1) Patrol Grader Tender 155/2016
9/11/2016	Update on Project – Construction of four (4) caravan park cabins at the Marion Bay Caravan Park Tender 128/2015
14/12/2016	Purchase of one (1) 90HP (Minimum) Tractor Tender 156/2017
18/01/2017	Bitumen Seal Programme 2016/17 Tender 158/2016
18/01/2017	Roadside Vegetation Clearance 2016/17 Tender 157/2016
8/02/2017	Black Point Boat Ramp Walkways Tender 160/2016
8/03/2017	Caravan Park Cabin Tender 162/2016
8/03/2017	Sealed Road Shoulder Rework Tender 163/2017
8/03/2017	Planning and Consultancy Tender 161/2017
8/03/2017	Programmed Maintenance and Painting Tender 159/2016
12/04/2017	Purchase of one (1) Construction Grader Tender 164/2017
10/05/2017	Purchase of one (1) Minimum 90KW Tractor Tender 165/2017
14/06/2017	Code of Conduct for Council Members Complaint
28/06/2017	Code of Conduct for Council Members Complaint



Songvaar Wreck



Clan Ranald Dive Site

The following confidential items were released for public record during 2016/17:

- 10/06/2015 Five (5) 4 x 2 Cab Chassis Utilities Tender 126/2015
- 8/07/2015 Bulk Fuel Supply Tender 130/2015
- 12/08/2015 Walk the Yorke Bitumen Services Tender 131/2015
- 9/09/2015 Bitumen Emulsion Supply 2015-18 136/2015
- 9/09/2015 Material Supply 2015-16 Tender 135/2015
- 14/10/2015 4WD Wheel Loader – North Tender 137/2015
- 14/10/2015 4WD Wheel Loader – South Tender
- 14/10/2015 Bitumen Supply Tender 2015-16 141/2015
- 14/10/2015 Construction Grader Tender 139/2015
- 14/10/2015 Self-Propelled Vibratory Single Drum Roller Tender 140/2015
- 14/10/2015 Chief Executive Officers Performance Appraisal
- 25/11/2015 Recovery Action Unpaid Rates
- 9/12/2015 Roadside Vegetation Maintenance Tender 146/2015
- 9/12/2015 Clinton Road Construction Tender 143/2015
- 9/12/2015 Concrete Repairs and Associated Works, Maitland Town Hall
- 20/01/2016 Electronic Document and Records Management System
- 9/03/2016 PABX Phone System Tender
- 9/03/2016 Construction of four caravan park cabins at Marion Bay Caravan Park
- 9/03/2016 Unsealed Road Construction Tender
- 13/04/2016 Tender to Lease the Maitland Children’s Centre



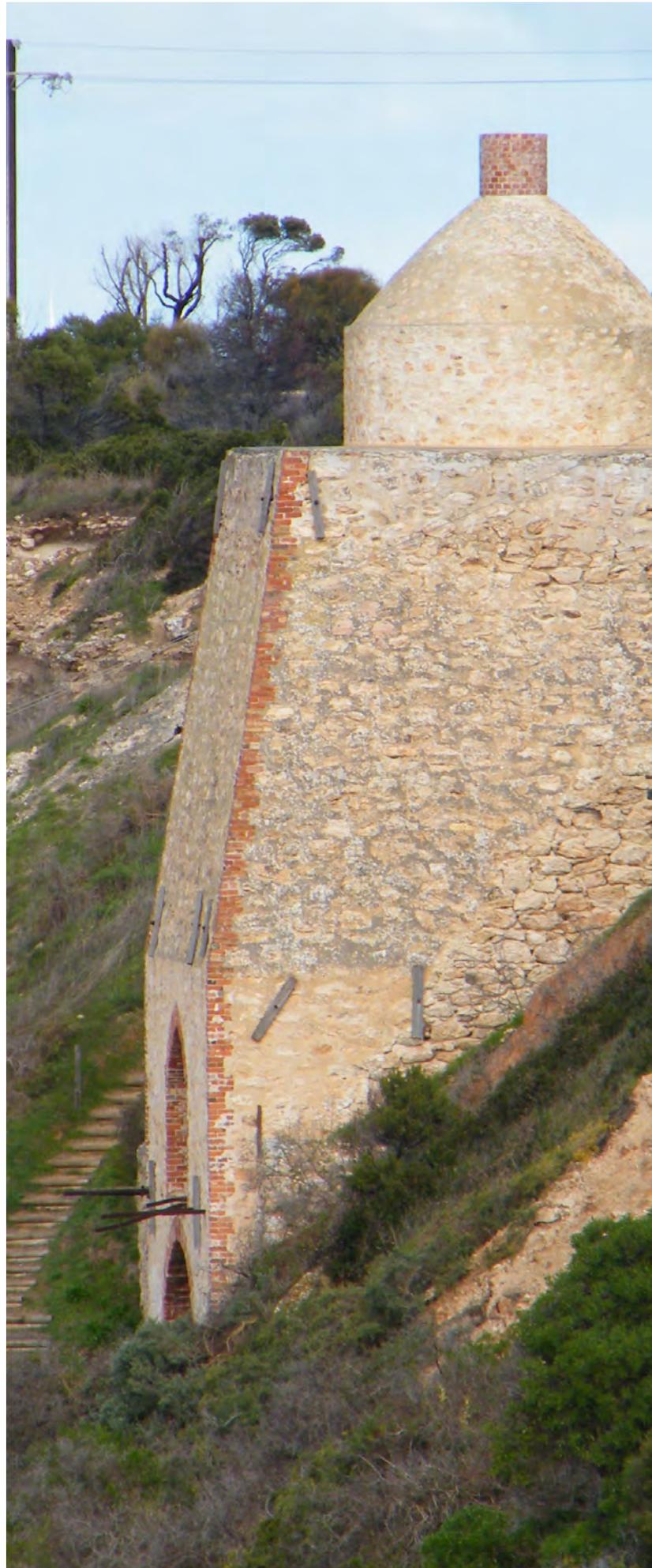
Council maintains a series of registers, codes and policies in accordance with the Local Government Act 1999 and the Local Government (Elections) Act 1999. These are:

Registers

- Register of Members Interests (Ordinary Return)
- Register of Members Interests 2014 (Primary Return)
- Register of Elected Members Allowances and Benefits
- Register of Officers Remuneration, Salaries and Benefits
- Register of Officers Interests (Ordinary Return)
- Register of Officers Interests (Primary Return)
- Register of Fees and Charges
- Community Land Management Plans
- Register of Community Land
- Register of Public Roads
- Register of By-Laws
- Register of Elected Members Gifts and Benefits
- Register of Officers Gifts and Benefits

Codes

- Section 63 Code of Conduct for Elected Members – Statutory
- Section 92 Code of Practice for Access to Council Meetings, Committee Meetings and Documents (Policy reference: PO015)
- Section 110 Code of Conduct for Employees – Statutory





Lime Kiln, Wool Bay

Statutory Policies

Section 49	Purchasing and Procurement Policy
Section 50	Community Engagement Policy
Section 77 (1)(b) Section 78	Elected Members Facilities, Services and Expenses Policy (incl Elected Member travel)
Section 80A	Elected Member Training and Development Policy
Section 125	Internal Control Project –Framework & Implementation Plan
Section 219	Street, Road and Public Place Naming Policy
Section 259	Order Making Policy
Section 270	Internal Review of Council Decisions Policy

New Policies

The ongoing review of Council policies continues, as a result there were eight new policies developed, with many others being updated to reflect changes to legislation, best practice and other requirements:

PO152	Information Systems Acceptable Use Policy
PO153	Information Systems Access Control Policy
PO154	Password and Authentication Policy
PO155	External Grant Funding Policy
PO156	Internal Financial Control Policy
PO157	Camping on Council Land
PO158	Special Leave With and Without Pay Policy
PO159	Secondary Employment Policy

This Information Statement is published by Council in accordance with the requirements of Section 9 (1) & (1a) of the Freedom of Information Act 1991. An updated Information Statement will be published at least every 12 months and will be incorporated into the Annual Report and placed on Council's website.

Under this legislation, an application fee must be forwarded with the appropriately completed request form unless the applicant is granted an exemption. Copies of any documents inspected, pursuant to a Freedom of Information request, will incur charges as set out in the Act.

Freedom of Information request forms are available at the Council offices and should be addressed to:

Mrs Jackie Reddaway
 Executive Assistant to the Chief Executive Officer and Mayor
 Accredited FOI Officer
 PO Box 57
 MAITLAND SA 5573

During 2016/17 four Freedom of Information applications were received. A yearly comparison is provided below.

	New Applications	Access granted	Access Refused
2006/07	1	1	0
2007/08	1	1	0
2008/09	1	1	0
2009/10	1	1	0
2010/11	1	0	1
2011/12	2	2	0
2012/13	2	2	0
2013/14	3	3	0
2014/15	1	1	0
2015/16	0	0	0
2016/17	4	4	0

Table 10: Yearly Comparison of Freedom of Information Applications





Representation Review

The total representation quota is the number of electors for each Elected Member. Per the Local Government Act 1999, a Council is required to conduct a review of its representation at least once in every eight years or when specified by the Electoral Commissioner and the number of electors for a ward varies from the ward quota by more than 20%.

The purpose of the review is to determine whether the community would benefit from an alteration to its composition or ward structure.

Council's last review, including two separate rounds of public consultations, was concluded on 11 September 2013. The review resulted in Council formally resolving to retain its current composition but introduce an amended three ward structure which was more evenly balanced in elector numbers.

The following table compares the Yorke Peninsula Council's representation quota with neighbouring and other comparable councils. The representation quota is determined by dividing the total number of electors by the number of Elected Members (including Mayors).

The Australian classification of local government defines each council based on its population, the population density and the proportion of the population that is classified as urban for the council. As shown below, the Yorke Peninsula Council is classified as Rural Agricultural – Very Large (RAV). Other neighboring Councils have been classified as Rural Agricultural – Large (RAL).

Council	No. of Elected Members	No. of Electors	Ratio	Class.
Adelaide Plains	10	5,819	1:581	RAL
Clare & Gilbert Valleys Council	10	6,676	1:667	RAL
Copper Coast	11	11,047	1:1004	RAV
Light Regional	11	10,145	1:922	RAV
Port Pirie Council	10	12,910	1:1,291	RAV
Wakefield Regional Council	10	4,775	1:477	RAL
Yorke Peninsula Council	12	9,194	1:766	RAV

Table 11: Representation Quotas 2016/17. Source: LGA SA

Review Of Internal Decisions

Council is committed to ensuring its customers are provided with an open, responsive and accountable process for reviewing grievances.

Council's Complaints Policy (PO147) adopts a three-tiered approach to categorising and managing complaints with the third tier being an internal review in accordance with the Review of Internal Decisions Policy (PO037).

The Review of Internal Decisions Policy serves to provide a fair, consistent and structured process for Council's customers if they are dissatisfied with a previous decision made by Council (including Council employees or other persons acting on behalf of the Council), in accordance with the requirements under Section 270 of the Local Government Act 1999.

During 2016/17 two (2) requests were received for an internal review of a Council decision in respect to:

- Concerns were raised in relation to the tender process for the reconstruction of the Port Rickaby and Port Victoria jetties. A complete review of all matters raised was undertaken and a response provided to the complainant.
- A request to review the decision made by the Council, during its meeting held on Wednesday 10 May 2017, to revoke land at Black Point was received. The matter has been referred for independent review and is currently under review.

Council's Review of Internal Decisions Policy (PO037) is published on Council's website and can be accessed by hovering over the 'About Us' tab and clicking on 'Policies' under the 'Forms, plans and publications' section. Alternatively, the policy is available by contacting any of Council's offices.





Managing Complaints

Council is committed to continually improving the service it provides and all feedback received is considered a mechanism for collecting information on Council's performance in the eyes of the community. In many cases feedback relates to a request for service (Customer Service Requests) or an expression of gratitude, however occasionally Council receives complaints which are managed in accordance with its Complaints Policy (PO147).

A copy of this policy is available on Council's Website and can be accessed by hovering over the 'About Us' tab and clicking on 'Policies' under the 'Forms, plans and publications' section.

A complaint is defined as an expression of dissatisfaction with a product or service provided by Council, or its representative, that has failed to reach the standard stated, implied or expected. A complaint to Council may relate to a decision by Council or its employees which may affect a ratepayer, community member, organisation or business.

The following is NOT considered a complaint:

- A request for Council services (unless it is a second request, where there was no response to the first).
- A request for documents, information or explanation of policies or procedures.
- A request for Council to exercise a regulatory function (unless it is a second request, where there was no response to the first).
- The lodging of an appeal or objection in accordance with a statutory process, standard procedure or policy (unless this is recorded as a complaint about Council's decision making. – this will be dealt with under Review of Council Decisions Policy).
- A submission relating to the exercise of a regulatory function (e.g. an objection to a development application or a submission on a policy).
- Disputes between neighbours.
- Civil liability matters.
- Matters already being dealt with through a Court process.

A total of seventy seven (77) complaints were received during 2016/17. Refer to next page for an outline of what the complaints were in relation to.

1. Lack of response and resolution in regards to slashing fees	20. Dispute over lease terms
2. Lack of response and action relating to footpath issue Warooka	21. Condition of Balgowan boat ramp
3. Lack of response regarding unfinished roadworks Arthurton	22. Condition of Balgowan boat ramp
4. Failure to respond to request to address road condition	23. Response to development matter and Balgowan boat ramp enquiry
5. Lack of response to request for pedestrian access and pathways issue	24. Dissatisfaction with grading undertaken on a road. Requesting be redone
6. Dissatisfied with response - Request for Second Waste Collection	25. Safety concerns Balgowan Northern Beach access
7. Failure to empty bin and availability of staff to take complaint	26. Response to request to clear gutters and trim trees.
8. Late payment fee on rates	27. Cleanliness of Maitland Town Hall
9. Lack of response to request for works on Pipeline Road	28. Process for development notification in relation to Native Title
10. Lack of response regarding hot mix operations complaints in Marion Bay	29. Safety concerns and repair timeframes relating to Balgowan Northern Beach access
11. Dissatisfaction with upgrade to Cutline Road	30. Lack of online account payment options
12. Dissatisfaction with process undertaken to determine location of Berry Bay toilets	31. Safety concerns Balgowan boat ramp.
13. Lack of action and response to request for footpath remediation	32. Stormwater run off
14. Unfinished work Troubridge Shores Reserve	33. Unfinished work to curb and footpath damage
15. Complaint relating a potential breach of the National Competition Policy	34. Follow up to fire prevention matter
16. Lack of action regarding signage and various other requests Hardwicke Bay	35. Lack of response regarding pot holes and overhanging trees
17. Location of Berry Bay toilets and failure to acknowledge Strategic Management Plan Feedback	36. Dissatisfaction with expiation issued
18. Difficulties with online payment system	37. Unsafe works undertaken during stay at caravan park
19. Spreading fertiliser while playground in use	38. Lack of response to stormwater issues Karilla St Pt Clinton

39. Lack of response to stormwater issues Cumberland St Pt Clinton	59. Black Point Boat Ramp slippery surface
40. Dissatisfied with service during stay at caravan park	60. Condition of James Well roads
41. Lack of response to stormwater issues. Culverts blocked and property flooded	61. Condition of Standpipe and Lodge Roads
42. Dissatisfaction with rate increase	62. Stormwater Drainage and property flooding issues Stansbury Road Yorketown
43. Lack of response regarding request to relocate sign	63. Lack of Repair Works to Boat Ramp, and Northern Beach Access at Balgowan - rates and water issues
44. Lack of response and action relating to footpath and drainage issue	64. Error relating to interment of ashes
45. Lack of response to request for tree trimming - Sandy Church Road Sandilands	65. Lack of response to request for kerbing James Well
46. Issues with electricity supply at Council owned caravan park	66. Development related issues for business related premises
47. Difficulties with camping permit system	67. Dissatisfied with proposed outdoor gym location and consultation process
48. Lack of response to request for works on Weetulta Road	68. Staff approach during management of a development complaint
49. Lack of response regarding condition of unsealed road at Arthurton	69. Repairs Balgowan Northern Beach access
50. Dissatisfaction with the method of tree trimming	70. Dispute over charges for electrical testing and tagging
51. Lack of response regarding pot holes drainage and signs at Weetulta	71. Failure to collect rubbish
52. Concerns regarding the motion to rescind the upgrade to the Black Point Boat Ramp.	72. Port Julia Jetty light not working
53. Dissatisfaction with control of stormwater into the sea	73. Gravel unloaded at Warooka Oval
54. Concerns regarding the exclusion of an Elected Member from email correspondence.	74. Condition of Hundred Line Road The Pines
55. Lack of Street Sweeping and request for increase in Green Waste Collection	75. Condition of Hundred Line Road The Pines
56. Dissatisfaction with consultation process for Berry Bay Toilets	76. Roadside vegetation clearance – Nalyappa Road
57. Height of Boat Ramp Shelter Pine Point – Public safety issue	77. Stormwater run off
58. Repairs Balgowan Northern Beach access	

Seventy six (76) of the complaints have been finalised in accordance with Council's Complaints Policy. Council staff are currently working towards a suitable resolution for the remaining complaint with the respective complainant having been informed of the process towards resolution.

Information on submitting a complaint can be found under the 'Complaints' tab on the home page of Council's website or from any Council office.

OUR ORGANISATION



At 30 June 2017, the Corporate Management Team consisted of the Chief Executive Officer and three Directors as shown below



Andrew Cameron, Chief Executive Officer

Key Functions:

Australia Day Awards, Citizenship Ceremonies, Economic Development, Governance, Internal Audit, Policy Development, Strategic Planning and Youth Services



Trevor Graham, Director Assets and Infrastructure Services

Key Functions:

Asset Management, Cemetery Maintenance, CWMS Maintenance/ Repairs, Footpath Construction/ Maintenance, Infrastructure Development, Jetties Management, Parks & Reserves, Public Lighting, Road Construction/ Maintenance, Road Safety Control, Roadside Vegetation, Stormwater Drainage/ Construction, Waste Management and Water Supply Infrastructure



David Harding, Director Corporate and Community Services

Key Functions:

Arts, Caravan Parks, Communications, Community Library Services, Community Support Programmes
Finance, Financial Compliance, Human Resources, Information Technology, Internal Controls, Leisure Options, Organisational Development, Payroll, Public Relations, Rates & Assessments, Records Management, Risk Management, Training, Work Health and Safety and Visitor Information Centre



Roger Brooks, Director Development Services

Key Functions:

Animal Management, Boat Ramp Permits, Building Assessment, Building Fire Safety, Café Licences, Cemeteries, Development Control, Disability Action Plan, Dry Areas Management, Environmental Health, Fire Prevention & Safety, Food Inspection, General Inspectors, Heritage, Leases/Licences/Permits, Limited Liquor Licences, Parking & Traffic Control and Public Buildings Maintenance

In addition to the key functions outlined above, the Local Government Act 1999 specifies that the Chief Executive Officer is responsible for (but not limited to), the day to day operations and affairs of council, ensuring that all assets and resources of the council are properly managed and maintained, providing advice and reports to the council and ensuring that the policies and lawful decisions of the Council are implemented in a timely and efficient manner.

Corporate Management Team Allowances

Salary packages for members of the Corporate Management Team include salary, superannuation, a motor vehicle and mobile phone. All benefits for all staff are recorded in the Officers Remuneration, Salaries and Benefits Register.

Council's Australia Day celebrations are held on Australia Day and hosted by Mayor Ray Agnew OAM in the Minlaton Town Hall, with the community are invited to attend the Australia Day Programme.

The Australia Day 2017 programme started with an Australian Affirmation Ceremony and all community members present were invited to take part in the Ceremony. The affirmation is a statement of commitment to the values that all Australians share. It is based on the Australian Citizenship Pledge made by new citizens and is a voluntary statement that can be made by all Australians on Australia Day as a special way to express our national pride and spirit.

Following this, three categories of awards were presented at the Australia Day 2017 Programme.

Citizen of the Year

Mr Peter Stockings. Awarded for his dedication to economic development and growth of the Yorke Peninsula region over many years.

Community Group or Event of the Year

Yorketown Progress Association. Awarded for their outstanding development of Weaners Flat Reserve.

Special Recognition of Young Citizens of the Year

Maitland Music and Arts Club's August production of "Annie" and "Annie" Junior jointly staged by the Arts Club and its Youth Theatre and performing Arts School, in October.



Citizenship Ceremony

Throughout 2016/17 the Mayor presided over three citizenship ceremonies, welcoming a total of eight new citizens to our region.



Hometown Hero Welcomed at Yorketown

Ahead of the Clipsal 500 event, Council supported the Yorketown Progress Association to welcome home Yorketown local, Dr Ryan Story and his V8 Racing Team colleagues Dick Johnson, Fabian Coulthard and Scott McLaughlin from DJR Team Penske.

Ryan, who is the Managing Director at DJR Team Penske thrilled locals by stopping in at the Yorketown oval along with the team and the V8 racing cars on their way to the Clipsal 500 on 28 February 2017.

On behalf of the Yorke Peninsula Council and the wider community, Mayor Ray Agnew said "it was his absolute pleasure to welcome Dr. Ryan Story back home to Yorketown".

The Council and the community were thrilled to have some of the Clipsal Magic at Yorketown. Council was pleased to support and partner with the Yorketown Progress Association in making the event a reality.

The oval was filled with local school children, former school mates of Ryan's, every local 'rev head' and practically everyone one else in the community.

Mayor Ray Agnew in his official speech wished Ryan and the team all the best for the big race at the 2017 Clipsal 500 event. The Mayor's speech must have made an impact as the DJR Team Penske finished the week with excellent results.

Our Organisation



L-R: Dr Ryan Story, Fabian Coulthard, Scott McLaughlin, Dick Johnson, Mayor Ray Agnew & Greg "Rusty" Rust



Scott McLaughlin & Fabian Coulthard



L-R: Andrew Cameron, David Harding, Mayor Ray Agnew & Roger Brooks



Grants and Awards Grant Funding

Successfully obtaining grant funding is an important function for Council and provides a mechanism for delivering additional projects that would otherwise have to be sourced through additional rates. Grant funding can be viewed in two components – regular (known) Federal and State funding and also competitive grants which involve writing winning submissions and successfully obtaining funding from a limited pool of available funding.

In 2016/17 the Yorke Peninsula Council obtained a total of \$8 million grant funding for operating and capital projects (\$5.7m for operating and \$2.3m for capital). A breakdown of all grant funding received is provided below.

Project	Funding Agency	Funding \$
Point Pearce MUNS Grant	Office for Local Government – Department of Planning Transport & Infrastructure	\$90,369
National Youth Week “youTHRIVE”	Department for Communities and Social Inclusion	\$4,000
Stronger Communities – Construction of Adventure Play Space (Outdoor Gym)	Department of Infrastructure and Regional Development	\$20,000
Construction of Ardrossan Outdoor Gym	Contribution from Ardrossan Progress Association	\$5,000
Construction of Edithburgh Outdoor Gym	Contribution from Edithburgh Progress Association	\$5,000
Road Safety Education	Donation from YP Road Safety Group	\$3,415
Ardrossan Stormwater Reuse – Stage 3	Contribution from Ardrossan Progress Association	\$65,973
Ardrossan Jetty Shelters	Department Environment, Water and Natural Resources	\$14,000
Ardrossan Jetty Shelters	Contribution from Ardrossan Progress Association	\$5,000
Point Turton Playspace & Bike Track Upgrade	Planning and Development Fund, Department of Planning, Transport and Infrastructure	\$157,260
Minlaton Township Concept Plans	Open Spaces and Places for People, Department of Planning, Transport and Infrastructure	\$26,000
Edithburgh Tidal Pool Project	Contribution from Edithburgh Progress Association	\$34,000
Stansbury Playground Fence Project	Contribution from Stansbury Progress Association	\$10,000
Weaners Flat Ablutions	Contribution from Yorketown Progress Association	\$3,000
Price Flood Protection Detailed Design	Coast Protection Board	\$10,000
Yorketown Aerodrome - Remote Airstrip Upgrade	Department of Infrastructure and Regional Development	\$20,000
YP Leisure Options – Home and Community Care SA	Department for Communities and Social Inclusion	\$91,540
YP Leisure Options - Commonwealth Home Support Programme	Commonwealth Home Support	\$16,267
YP Leisure Options – Living Skills Group Brokerage	Disability SA	\$27,278
YP Leisure Options - Living Skills Individual	Disability SA	\$5,994
YP Leisure Option – Ad-hoc Services – Living Skills Programme	Disability SA	\$5,574
Library Funding	Public Library Service	\$15,053
General Purpose Grants (Sealed Roads Income)	Local Government Grants Commission	\$1,189,079
Roads to Recovery (Sealed Roads Income)	Roads to Recovery	\$1,922,674
Special Local Roads (Clinton Road)	Local Government Grants Commission	\$1,995,440
General Purpose	Local Government Grants Commission	\$2,174,436
ANZAC Books	Contribution from Maitland Community Library	\$629
Regional Youth Traineeships	Local Government Association	\$48,635
Training Subsidies	Commonwealth Grants Scheme	\$21,279
Ardrossan Effluent	Individual ratepayer contributions via Land Management Agreements	\$14,283
Hardwicke Bay Effluent	Individual ratepayer contributions via Land Management Agreements	\$4,800
Point Turton Effluent	Individual ratepayer contributions via Land Management Agreements	\$3,325
TOTAL		\$8,009,303

Table 12: Total Grant received in 2016/17

Awards

Council is proud of the following outstanding achievements throughout 2016/17.

Award	Category	Project	Date
Inaugural Walking SA Awards	Local Government Award	Walk the Yorke	13/10/2016
2016 SA Tourism Awards – Silver Medal	New Tourism Business	Walk the Yorke	04/11/2016
2016 SA Tourism Awards – Silver Medal	Caravan & Holiday Parks	Port Vincent Foreshore Caravan Park	04/11/2016
KESAB Sustainable Communities	Best Overall Project	Walk the Yorke	15/11/2016
Local Government Authorised Person's Seminar	Best New Initiative	Online Burn-off Notification System	25/05/2017

Table 13: Awards received in 2016/17

2016
South Australian
Tourism Awards
FINALIST



L-R: Council Officers - Stewart Germaine, Phil Herrmann & Ben Cowley

Our Organisation



L-R: Council Operations Manager, Wendy Keech, Chair, Walking SA & Mayor Ray Agnew



Customer Service

Council is committed to providing quality services to the community and our Customer Service Charter outlines our commitment to high quality and accessible development, asset management and maintenance, corporate and community services that meet the needs of the local government community.

This charter provides information and direction to our staff and customers on our service standards and feedback mechanisms.

customer service charter



What you can expect from us

- We will be open and honest when communicating with you.
- We will provide consistent and accurate information in response to your enquiry.
- We will carefully listen to identify your needs to address your enquiry in an efficient manner.
- We will deal with your enquiry in a respectful and courteous manner.
- We will support and recognise diversity in our community.

Our Response to you

- **Phone** – we endeavour to answer your call promptly, should we be unavailable, please leave a detailed message and our customer service staff will return your call.
- **Person** - staff are available to assist you during normal working hours.
- **Written/Email** - written enquiries or complaints will be formally acknowledged and responded to in a timely manner in accordance with Council policy.
- Should you require specific staff who are unavailable, customer service staff will pass on a detailed message.

What we expect from you

- Treat our staff with respect.
- Work with us to find a solution.
- Provide accurate and complete information when communicating with us.
- Give constructive feedback both positive and negative.
- Respect the community in which we live in and the rights of all customers.

Getting the Right Balance

- We value your feedback and aim to act on issues as they arise, this includes things we do well and things we can improve on.
- We want to know if you have a concern about something as this allows us to address it promptly and reduces the chance of the problem happening again.
- While most problems or enquiries can be dealt with and resolved expeditiously, there are times when a detailed investigation may be required. This can take some time and we will endeavour to keep you informed as we progress through the investigation.

CONTACT DETAILS

Opening Hours: 8:30am – 5:00pm (Mon-Fri)
 Postal Address: PO Box 57, Maitland SA 5573
 Email: admin@yorke.sa.gov.au
 Phone: (08) 8832 0000
 Fax: (08) 8853 2494

OFFICE LOCATIONS

8 Elizabeth Street Maitland
 18 Main Street Minlaton
 15 Edithburgh Road Yorketown
 3 Player Street Warooka

Figure 5: Yorke Peninsula Council's Customer Service Charter

Updated: 03/07/2017

Equal Employment Opportunity

Council is committed to the principles of Equal Employment Opportunity (EEO) and providing a workplace in which people are treated with fairness, dignity and respect. This is supported by the “Fair Treatment Policy” which also encompasses anti-discrimination, harassment, bullying as well as the principles of EEO.

Council is working towards gender balance across all age groups within the organisation and provide job sharing arrangements in addition to staff having parental leave incentives and flexible working arrangements. Refer to next section for a breakdown of gender balance, age groupings and flexible working arrangements.

People and Culture

As at 30 June 2017, Yorke Peninsula Council employed a total of 140 staff comprising full time, part time and casual employees with the total full-time equivalent (EFT) was 117.69.

The breakdown of staffing profiles is provided as Figures 6-8.

Regional Youth Traineeship Programme

Council is one of 34 participating local government authorities supporting Minister Brock’s Regional Youth Traineeship Initiative. Council supported youth employment opportunities in our region by taking on five trainees in 2016/17.

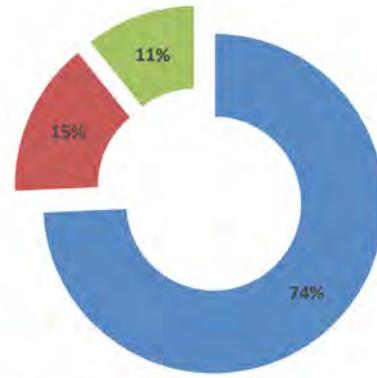


Figure 6: Employees by Status

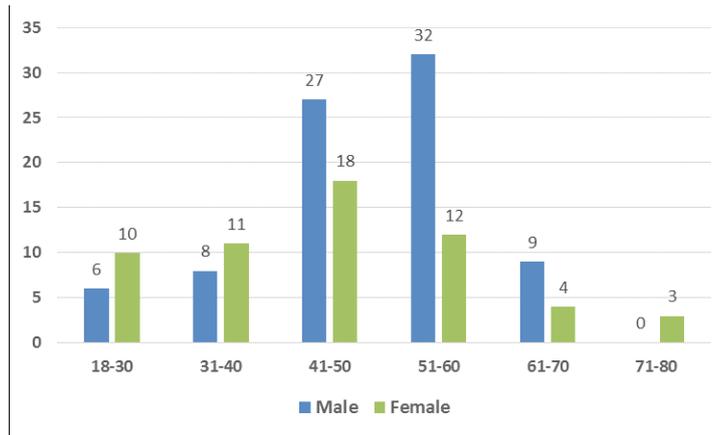


Figure 7: Employees by Age and Gender

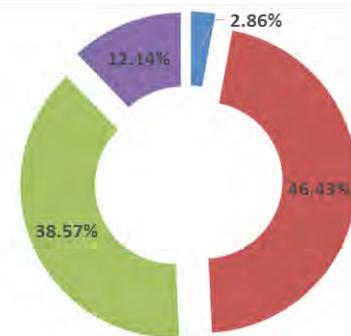


Figure 8: Employees by Department



Council Trainees L-R: Rebecca Launer, Mel Hoyle, Georgie Brokenshire and Sarah Wittke



How we look after staff

Corporate Health

Council is committed to ensuring the health and wellbeing of our staff and work in collaboration with the Local Government Association and Corporate Health Group to provide an annual wellbeing programme.

The programme is all about taking care of Council's most important assets – our people through the promotion of a healthy, positive and balanced workforce. Our programme throughout the year offers flu vaccinations, skin screenings and health assessments and promotes a healthy work life balance through informative workshops. The participation rates for 2016/17 were:

- 50 online health programme users
- 35 health assessments;
- 63 skin screenings; and
- 80 flu shots.

Recognition of Service Awards

Council recognises long standing employees by rewarding and acknowledging milestones in their working life. These milestones are acknowledged every five years starting at the 10th year of employment with Council awards being presented by the Mayor at the annual staff Christmas breakfast.

During 2016/17, staff acknowledged for their years of service included:

- 1 staff with 25 years of service;
- 1 staff with 20 years of service;
- 1 staff with 15 years of service; and
- 5 staff with 10 years of service.

Remuneration

Many factors play a role in determining remuneration levels for Council professionals, including work value, job complexity and benchmarking against other Local Government entities. This ensures remuneration levels for executives are appropriate, and Council is well placed to retain and attract professionals who have the skills to help delivery value-for-money services to the community. Salary levels for all staff are shown below.

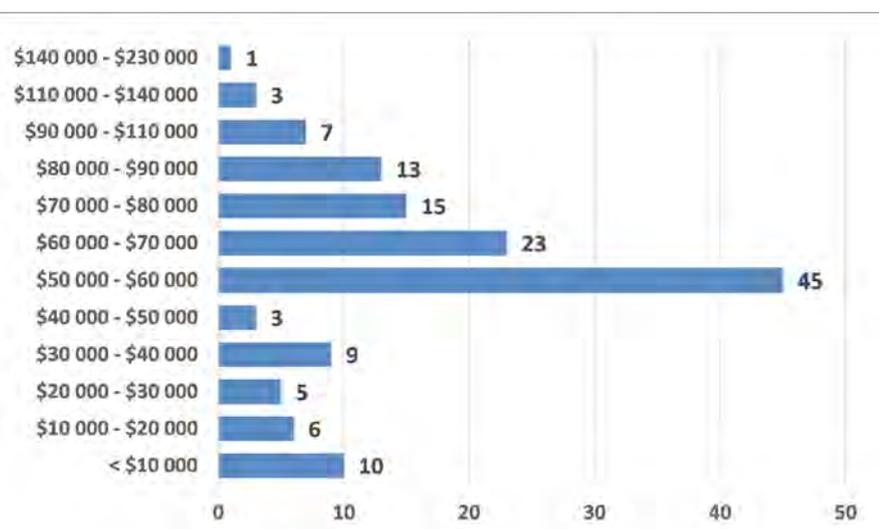


Figure 9: Employees by Salary Range

Re-skilling our workforce

Council offers many opportunities for career progression as well as support for further training and development, including tertiary study assistance. Over the past twelve months Council has reinforced this commitment by providing staff with accredited training opportunities including legislative requirements focussed on having a safe, knowledgeable and skilled workforce. Essential competency based training provided in 2016/17 includes:

- Perform Dogging
- Work Zone Traffic Management refresher (1 day)
- Work Zone Traffic Management new (2 day)
- Work at Heights
- HSR (5 day)
- Playground Safety Training
- Aerodrome Reporting Officers Course
- Fire Warden training
- White card
- Chainsaw

Professional development is also provided to staff to keep abreast of updates and information within their disciplines of expertise and has included:-

- CPA Congress
- IPA Congress
- Local Government Financial Professionals Conference
- IR Conference
- Return to Work Training for IRC/ICC
- State Environmental Health Conference
- State Emergency Management Plan (SEMP) Implementation Briefing
- FBT Training
- AIBS SA Chapter conference
- Local Government Tendering Requirements

Overall 306 staff attended at 91 training sessions – both internal and external totalling 2,400 hours.

Training and Development

Council ensures that training is arranged whilst considering EEO principles. This is achieved through organising training according to the needs of Council and individual employee career development considerations; providing group training opportunities so that all staff are given equal opportunity to participate at the same time and the continuous examination of in-house and external training courses programmes.



Council is committed to ensuring risk management is undertaken to assist our ability to achieve set strategic, operational, financial and regularity objectives.

Council's risk management progress and processes are reported to the Audit Committee. As an independent committee, this assists Council in the conduct of its responsibilities for risk management for its business.

Audit Committee members also review the effectiveness of the Council's internal controls and risk management systems. Progress with risk management activities such as Maturity Risk Assessments of Council, implementation of a Business Continuity Plan and development of a Strategic Risk Register are also tabled at Audit Committee meetings.

The Risk Profile Risk Review conducted by the Local Government Risk Services (LGRS) is undertaken annually. The outcomes of the audit, resulting action plan and status of those actions are also reported to the Audit Committee at each meeting.



Work Health and Safety (WHS)

Council's commitment to a safe work place includes continuing to support health and wellbeing programmes such as health assessments, influenza immunisation and skin "spot" checks.

The health and safety of the workforce is also supported by the Work Health and Safety and Injury Management Committee which provides a consultative forum for management and employees of Council to constructively discuss workplace health and safety matters in accordance with legislative requirements. This includes continually reviewing essential WHS processes and procedures. Health and Safety Representatives (HSRs) who are members of the Work Health and Safety and Injury Management Committee, provide updates at each meeting on safety positives and initiatives being undertaken in their workgroups.

The WHS High Risk Officer has been working from all four of Council's Depots (Maitland, Minlaton, Warooka and Yorketown) spending a day at each Depot each week. This has assisted Operational and Works personnel with WHS general enquires, providing feedback and reporting on compliance requirements and conducting research as requested.

Council participates in the Annual South Australian Performance Standards for Self-Insurers (PSSI) audit conducted by the Local Government Association Mutual Liability Scheme (LGAMLS). This audit is another way of ensuring Council continues to manage and monitor WHS compliance to legislative obligations and capture opportunities to continually improve its systems in accordance with regulatory, Council and the self-insurer requirements.

The Workplace Monitoring Calendar continues to assist the WHS Team to monitor legislative and/or regulatory compliances by reminding stakeholders of their obligations and reporting the status of compliance to the WHS and IM Committee and the Corporate Management Team (CMT).

WHS reporting to the CMT is undertaken quarterly and this ensures the CMT is kept up-to-date on reported incidents, hazard reporting, corrective actions, KPI Audit Action Plan close out scheduled, compliance requirements met as per Workplace Monitoring Calendar and the progress of the WHS and IM Plan and Programme.





Council's Strategic Plan and the Yorke Peninsula Alliance Regional Public Health Plan (the Plan) recognise that public health and wellbeing are core components of a robust community and highlight the priority areas and some of the challenges facing the region.

The Plan sets out specific goals towards improved health and wellbeing for all residents. Youth and the aged, in particular, are identified as the demographics that require the greatest support within the Council area and that there are very few sustainable engagement programmes currently available in the region.

Currently Council promotes participation and mentoring as key tools in addressing some of the Priority Actions and appreciates the value in providing opportunities for young people and members of the community working together. Through adopting a whole of community approach, Council have successfully worked together with multiple parties including State and Federal Government departments, local businesses, community organisations and young people to:

- Celebrate the official opening of the Minlaton Skate Park with over 100 community members enjoying skate board demonstrations and competitions, music, activities and food
- Create unique, colourful and relevant murals within the townships of Pt Vincent and Ardrossan, transforming a fence and a bridge into beautiful artworks
- Assist in the completion of new lunchroom facilities for community members to enjoy at Clem's Shed in Yorketown
- Secure funding through the Sustainable Communities Programme to design and develop outdoor gym spaces within the Ardrossan and Edithburgh townships for the benefit of the whole community in respect of health, wellbeing and social participation
- Provide young people within the Yorke Peninsula region with the opportunity to enjoy two free, fun and engaging National Youth Week "youTHRIVE" events. Over 700 community members celebrated with local music and food along with a variety of activities, information and entertainment
- Present a community movie and music night in Warooka where young people and their families were entertained by some very talented local artists followed by a feature movie shown on Council's 6 metre by 7 metre blow up screen
- Continue the weekly social engagement activities in Yorketown where participants have been able to influence and contribute to their local communities as well as develop practical, hands on skills through working with skilled seniors at the local community shed.

Involvement in these projects has offered participants the opportunity to develop a sense of contribution and pride in their community along with an insight into the requirements of preparing for medium to large scale projects/events.

The Participation and Mentoring Programme also assists young people in preparing for their transition from schooling into the workforce. Rendering a meaningful contribution to their community can also assist in developing confidence and self-esteem. These principles prove imperative in ensuring a positive future for young people and while contributing to a healthy, sustainable community.

Enormous benefits exist for communities that are prepared to capitalise on the resources offered by young people and the Yorke Peninsula Council values the youth population as a critical contributor. Council has also tapped into these resources by working with young people in work experience placements as a mutual investment in our future.

By working with the community and building upon its strong partnerships, Council will continue to positively contribute to the wellbeing of young people and the broader community, fostering strong communities and promoting sustainable growth.

In addition to planned works for 2016/17, Council's Construction and Maintenance workers responded to more than 640 Customer Service Requests throughout the year.

These activities included responding to acts of vandalism, maintenance and replacement of signs and traffic control devices, maintenance to public buildings and amenities, stormwater infrastructure installation and maintenance, driveway installations, street tree pruning and street scaping, roadside vegetation clearance, maintenance to coastal infrastructure, kerb and footpath maintenance, sealed and unsealed road maintenance, removal of illegal roadside rubbish, maintenance of playground infrastructure, cemetery maintenance and clean up from storm damage.

Asset Management

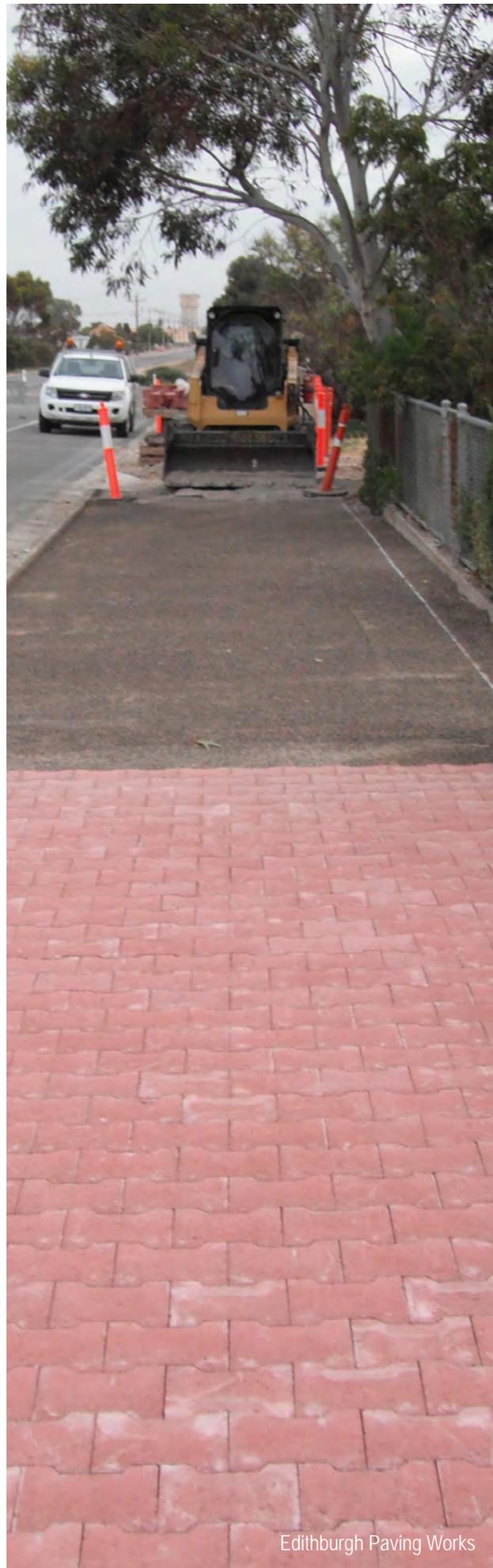
Data collection on the unsealed road network is ongoing. Data to be collected includes core samples to determine material depth and quality, road width, crossfall shape, drainage and vegetation. All data is plotted via GPS and captured in Council's GIS system. Data collected will be used to assist Council to develop future works programmes and budgets.

All Council's Assets and Infrastructure Services managers and supervisory staff have been allocated an iPad, which will feature the GIS mapping system, to assist them with the process of data collection, and the management of various projects they are responsible for. The first of these iPads have been distributed to relevant staff.

Council engaged a contractor to undertake CCTV inspection and GPS plotting of the Community Wastewater Management Scheme (CWMS) and stormwater infrastructure. This work was undertaken to assess the condition of pipework and to identify infrastructure that was not previously captured within Council's GIS. Council also engaged a contractor to undertake survey work on the Balgowan, Bluff Beach, Chinaman Wells, Hardwicke Bay, Port Rickaby and Port Victoria CWMS schemes, and the Balgowan and Port Rickaby water schemes in order to have detailed plans drawn up for each location.

Council engaged a contractor to provide floor plans for fourteen (14) of Council's town halls and the majority of its public amenity facilities. These plans will be used in the development of condition surveys of each building, as well as for other legislative requirements. Council has subscribed to Buildings.PLUS, a web-based condition survey tool and asset planning system designed specifically for buildings. Staff are currently in the process of setting up Buildings.PLUS so that condition surveys can be undertaken.

Staff completed a review of the current Plant and Machinery Register. The Register was previously in Excel format but is now held in Conquest. With the completion of the review, all relevant information has been identified and made up to date for each department.



Edithburgh Paving Works

National Tree Day

National Tree Day has been held annually since 1996 and is Australia's largest community tree planting and nature care event. The Yorke Peninsula Council actively participates in National Tree Day, coordinating several planting sites across the Council area.

In 2016, Council's Operations staff assisted the following schools with site identification and preparation, and tree planting, as part of National Tree Day:

- Ardrossan Area School
- Maitland Area School
- Maitland Lutheran School
- Minlaton District School
- Port Vincent Primary School
- Stansbury Primary School
- St Columba's Memorial School
- Warooka Primary School
- Yorketown Area School

In total these schools planted approximately 1,100 trees, which provide many ecosystem services including increasing biodiversity and suppressing weeds.

Gum Flat Restoration Project

Council's Operations staff assisted the Minlaton and District Progress Association with their Gum Flat Restoration Project, by bringing together key stakeholders and supporting a regular working bee onsite.

Key stakeholders include: Prince Alfred College, Minlaton District Early Learning Centre, Natural Resources Northern and Yorke, and Minlaton District School. All stakeholders are committed to visiting Gum Flat four times per year and have commenced works, including walking trail construction, weed removal, restoration works and mountain bike track planning.

As well as participating in the working bees, students from the Wambana Campus also lead nature play activities for children from the Early Learning Centre. Over three days in June 2017 the District School also undertook works onsite, including tree planting and weed removal, as well as landscape design and signage development as part of their Middle School Community Service Program.

The Progress Association are also actively engaging with the Nharangga community, as a key aspiration of the project is to promote indigenous cultural connections to Gum Flat.



2016 National Tree Day

Point Turton Natural Playspace and Bike Track Project

Council successfully applied for a grant of \$157,260 (GST exclusive) from the Department of Planning, Transport and Infrastructure's Open Space Grant Program through the Planning and Development Fund for the Point Turton Natural Playspace and Bike Track Project.

The Project will see a redevelopment of the existing playground and reserve space to include elements such as a bike track, embankment and tunnel mound slides, rockers, various swings, natural timber climbing structures, water and sand play equipment, and facilities such as a picnic shelter, gravel and cement pathways, and decking. A key element will be landscaping with indigenous plants that support nature play.

During 2016/17 this project was focussed on the actual applying for the grant funding and works related to designing the space. A Working Party of the Point Turton Progress Association Inc initiated and assisted with the creation of the concept design, and will be proactively involved in its ongoing project management.

The total estimated cost for this project is \$258,390 (GST exclusive) of which \$157,260 (GST exclusive) will be funded by the grant. Council's contribution will be \$30,140 (GST exclusive), which will consist of wages (labour), plant, contractual services and materials. The balance of \$70,990 (GST exclusive) will be contributed by the Point Turton Progress Association Inc through reimbursement of expenditure incurred by Council (\$22,000) and non-cash contribution of services by various local trades, Point Turton Progress Association Inc members and associated volunteers in completing various stages of the project.

Storm Damage Repairs to Port Rickaby and Port Victoria Jetties

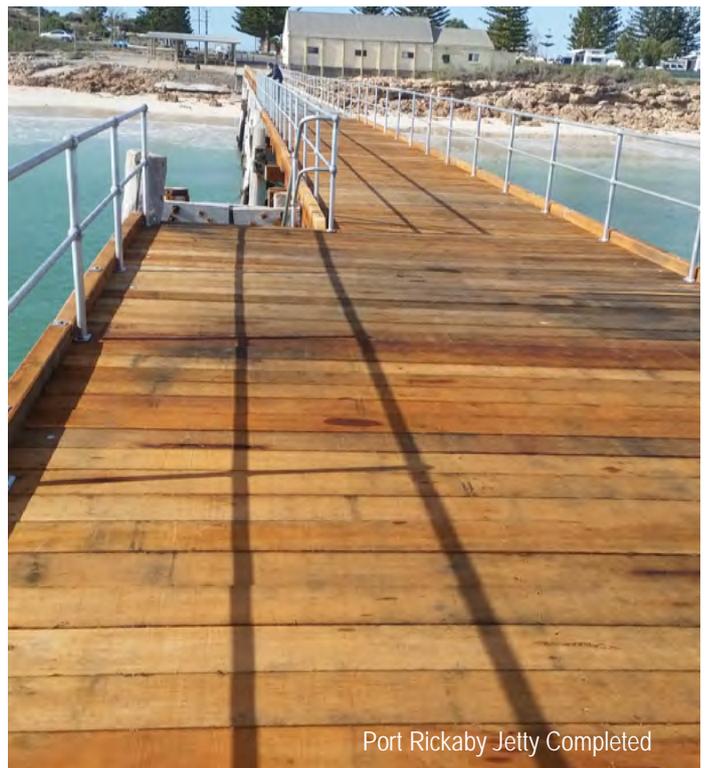
On 29 September 2016, the Yorke Peninsula experienced a severe storm event with the western coastline bearing the brunt of these storms. As a result of this weather event the Port Rickaby and Port Victoria jetties were severely damaged, with significant portions of both jetties being completely destroyed.

As state government assets vested to Council, Council worked with the Department of Planning, Transport and Infrastructure (DPTI), as the asset owner, to repair the jetties.

Early works were undertaken in late 2016 to ensure both jetties could be partially opened before Christmas and the summer school holidays. Major works commenced in early 2017 and both jetties were fully reopened in time for Easter.



Port Rickaby Jetty Repairs



Port Rickaby Jetty Completed



Road Infrastructure

Addressing transport needs is a high priority for Council. Every effort is made to upgrade and maintain the road network of approximately 3,890km (sealed and unsealed) within allocated resources. Council apply the principles outlined within its Transport Asset Management Plan (TAMP) to ensure service levels are balanced throughout the district.

Road segment renewals identified within the TAMP are programmed for reconstruction, subject to available resources. The TAMP objectives enable maintenance and intervention programmes to be applied and adjusted ensuring the road condition does not fall below a reasonable standard.

Throughout 2016/17 Council undertook road construction activities on sections of the following roads:

Sealed Road Construction

- Clinton Road (8km) – Rural
- Osprey Street – Port Julia

Unsealed Road Construction

- Brutus Road
- Corny Point Road
- Cutline Road
- Daly Head Road
- Dump Road
- Gun Club Road
- McCauley Road (by Contractor)
- North Coast Road
- North South Road (by Contractor)
- Old Coast Road
- Old Port Vincent Road
- Pine Point Road (by Contractor)
- Sheoak Flat Road
- South Coast Road
- Waterloo Bay Road
- Wattle Point Road
- Weavers North Road

Patch Sheeting

- Bridgman Road
- Cook Road
- Graham Road
- Johnson Road
- Kenny Road
- Mason Road
- McCauley Road
- Mine Hill Road
- Old Boundary Road
- Pioneer Road
- Rowntree Road

Shoulder Rework

- Bayview Road (Point Turton)
- Corny Point Road
- Lime Kiln Road (Port Vincent)
- Point Turton Road
- Port Vincent Road (Port Vincent)

These roads were selected to have road construction activities undertaken based on their rating within the Transport Asset Management Plan, to keep the rate of deterioration of the road under control, thereby ensuring the road condition did not fall below a reasonable standard.

Other Road Related Activities

The current Patrol Grading model applied by Council (four sectors with two operators working 3 x 12 hour shifts per week) ensures maximum efficiencies are sustained at a serviceable level throughout the district.

The frequency of grades is determined by the road category, as identified within the TAMP, and natural elements. Other activities include street sweeping and jetpatching upon the sealed road network.

Clinton Road Upgrade

In 2014/15 Council was successful in receiving funding through the Special Local Roads Program to upgrade the 17.5km unsealed section of the Clinton Road, between Ardrossan Road and Melton South Road to a sealed surface. The project was originally planned as a five year project; however, additional funding received in years two and three of the project meant that it was completed in this financial year.

The upgrading of the remaining unsealed section of the Clinton Road to a sealed surface means the Clinton Road in its entirety, from Maitland to the Yorke Highway, is now a sealed road. This has reduced travel times from Maitland to Adelaide by approximately 10 minutes, when compared to travelling via the Maitland Road to Ardrossan and then the Yorke Highway from Ardrossan.



Roadside Vegetation Maintenance Works Tender

In 2016/17 Council engaged a contractor to undertake roadside vegetation clearance activities on identified road sections throughout the district for a three year period. The first year of this contract resulted in roadside vegetation maintenance activities being applied to 350km of road corridor length in the Hundreds of Carribie, Clinton, Cunningham, Dalrymple, Kilkerran, Koolywartie, Maitland, Melville, Moorowie, Para Wurlie, Ramsay, Tiparra and Warrenben, improving road safety throughout the Council area.

Council also undertakes roadside vegetation maintenance activities in-house on a scheduled basis.



Waste Management

Council (via contractors) continues to provide a kerbside waste and recycling collection service and Transfer Station outlets for waste and recycling material. Collection of green waste also forms part of the waste contract with townships serviced on a monthly basis.

Approximately 4,279 tonnes of mixed waste was collected in 2016/17 with an estimated 1,061 tonnes (25%) of recyclable material diverted from landfill. During this period approximately 1,139 tonnes of green waste was collected and processed, with material utilised for rehabilitation purposes and community use.

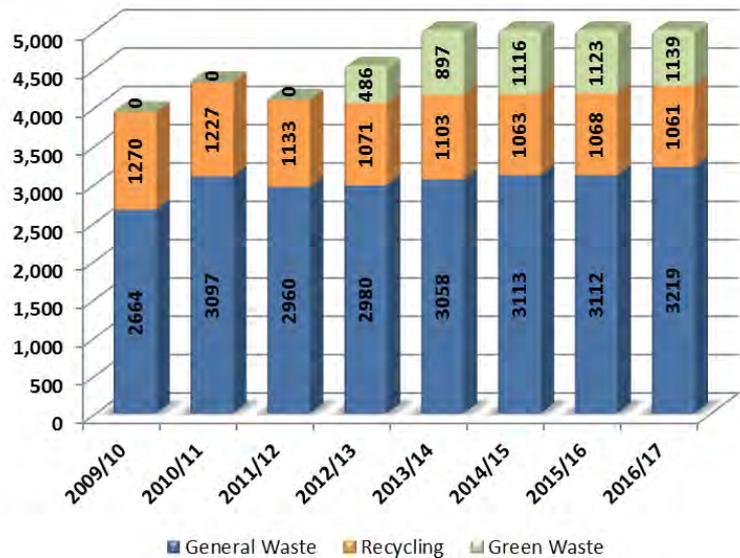


Figure 10: Comparative Breakdown of Waste Collection

Our Organisation

The chart below outlines the breakdown of waste streams collected at Transfer Stations for the 2016/17 financial year. An aggregated total of 707.80 tonnes of material was received across the three (3) sites.

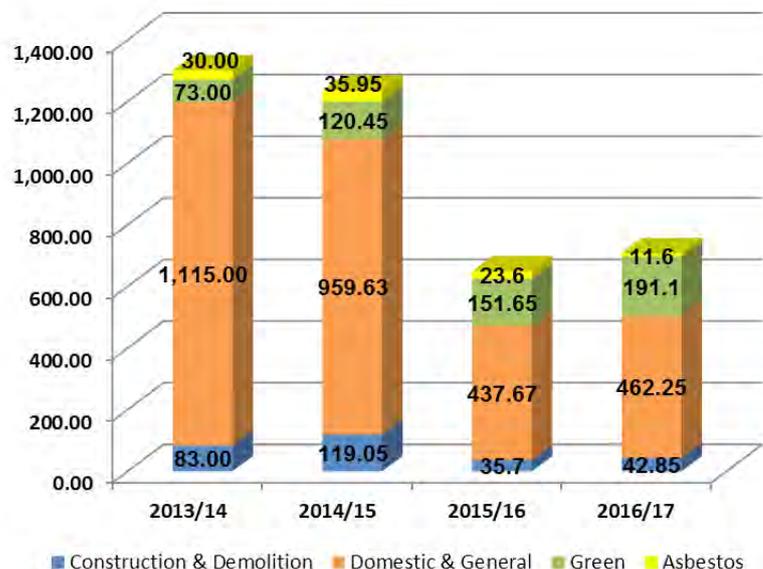


Figure 11: Comparative Breakdown of Tonnes Collected at Transfer Stations

Community Grants

Council remains committed to assisting local groups through a series of grants and support programmes. Each year Council sets aside annual funding totalling approximately one percent of the rates revenue for the current financial year.

The Community Grants programme provides the opportunity for organisations to participate in and contribute to the community by funding projects, programmes and activities which achieve recreation, culture, environmental, community, social development or welfare outcomes.

In 2016/17, 43 payments for Community Grants totalling \$161,060 were made to community groups and organisations. A detailed list of all funding recipients is provided in Table 14.

As well as the budgeted one percent of rates revenue, Council also allocated \$49.5k to fund local Progress Associations, or similar, to assist them in the valuable work they do in maintaining the local facilities and services.

Furthermore, in addition to these two set allocations of funding, Council also has a small amount of discretionary funding for sponsorships and donations. In 2016/17 Council provided over \$12k in discretionary funding which included sponsorship for the Yorke Berry Bay Surf Jam, Point Pearce Football and Netball Carnival, Gynburra Festival, Footlight Incs Rave Dance and the Edithburgh Carols by the Sea.

Donations included support for 12 school awards and presentation nights, the Hannay Prize for the Warooka Primary School, the Minlaton Music Muster, Pt Vincent Memorial Bowling Club, NAIDOC school initiatives and a few donations to individuals to assist with SAPSASA costs, World Archaeological Congress and an indigenous marathon.



Edithburgh Carols by the Sea

Organisation	Funding
Friends of Wauraltee & Districts	\$2,800
Corny Point Progress Association	\$5,000
Ardrossan RSL Sub Branch	\$3,457
Port Vincent Uniting Church	\$2,100
Marion Bay Township	\$5,000
Ardrossan Football Club	\$4,000
Port Clinton Progress Association	\$3,850
Ardrossan Community & Men's Shed	\$4,686
Ardrossan Aboriginal Parent Group	\$3,000
CYP National Trust	\$500
Ardrossan Oval Development Committee	\$5,000
Friends of Yorketown Hospital	\$4,200
Warooka & District Parenting Group	\$5,000
Edithburgh Progress Association	\$2,000
Pine Point Progress Association	\$4,000
Maitland Scout Group	\$5,000
Edithburgh Museum	\$4,000
Minlaton Senior Citizens Club	\$1,500
Yorketown Golf Club	\$5,000
The Pines Community Association	\$5,000
Weetulta Recreation Park	\$3,003
St Benedicts Anglican Church	\$820
Southern Yorke Peninsula Community Telecentre	\$1,700
Minlaton Bowling Club	\$3,448
Warooka Progress Association	\$5,000
Minlaton Golf Club	\$2,000
Arthurton Bowling Club	\$5,000
SA Country Womens Assoc. Minlaton	\$1,329
Port Victoria Progress Association	\$5,000
Stansbury Sports & Community Club	\$5,000
Black Point Progress Association	\$1,500
Curramulka Community Club	\$5,000
SYP Agricultural Show Society - Minlaton	\$3,000
Coobowie Progress Association	\$4,352
Wool Bay Progress Association	\$5,000
Warooka Bowling Club	\$2,321
Minlaton Cricket Club	\$5,000
Curramulka Cultural Heritage Group	\$3,960
Port Vincent Sailing Club	\$5,000
Edithburgh RSL & Bowling Club	\$4,000
Ardrossan Sports & Recreation Centre	\$5,000
Royal Volunteer Coastal Patrol SA	\$5,000
Minlaton & District Progress Association	\$4,534
TOTAL	\$161,060

Table 14: 2016/17 Community Grant Recipients





Caravan Parks

Yorke Peninsula Council Caravan Parks have continued to grow and expand their brand and have undertaken a number of significant collaborative marketing projects. The ongoing improvements which have been made in infrastructure and services being offered has gained the attention of both the State and National Caravanning Industry bodies. Some of the more significant achievements include the following:

- Installation of CCTV
- Bikes for hire
- Direct deposit banking
- Professional photography
- Washing machine and dryer contracts
- Joint marketing
- Gold medal for Star Ratings Australia



Financial Services

During 2016/17 the Financial Services team continued to deliver and manage Council's day to day finance functions such as payment of invoices, collection of rates and other income, management of cash and loans, reconciliation of accounts, preparation and review of budgets, financial and management reporting, legislative compliance etc. In addition to these activities, the focus was once again on financial governance especially in regard to long term financial sustainability and achievement of Council's Long Term Financial Plan (LTFP) objectives. This focus was reemphasised to staff and Elected Members through increased training, presentations and easy to understand, strategic reporting, all linked back to the LTFP and its strategic key performance indicators.

The team continued to implement process improvements resulting from Internal Audit recommendations and the demand for 'internal financial controls' that provide reasonable assurance that assets are safeguarded and our financial reporting is accurate and reliable.

Council adopted its ten (10) year LTFP in March 2014 and the latest revision to the plan was adopted in May 2016. The objective of the LTFP is to ensure that Council remains financially sustainable and is able to provide at least the current level of services over the next 10 years. Council identified that its operating deficits and asset replacement levels have been below local government sector targets and the revised LTFP recognises the need for Council to remain financially viable whilst increasing its asset replacement programs.

A major review of the current LTFP is underway given the various changes to internal and external environments and circumstances which will drive future budgets, commencing with 2018/19 and provide to the community an indication of Council's proposed future financial performance. The revised LTFP will see Council move closer to industry targets in relation to operating results and asset sustainability progressively over the next 10 year period.

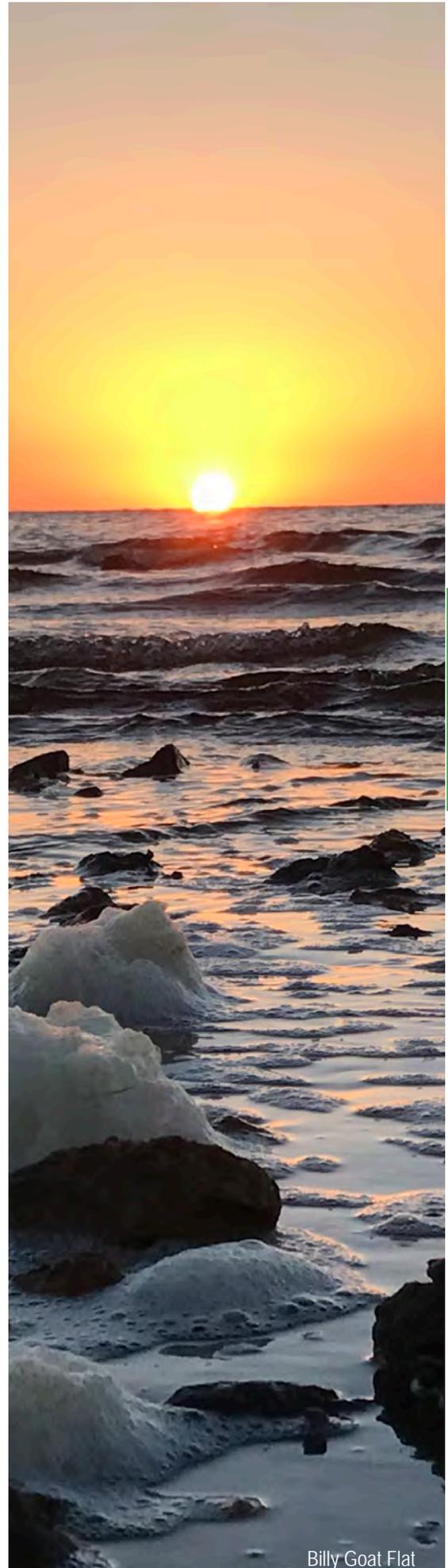
The LTFP is also used as a tool to ensure that the impact in to the future of budget variations, and proposed new projects, are fully understood before any changes are adopted. This plan will be reviewed and released for public consultation as soon as practicable in early 2018.

Information Services

The Information Services team continued their focus on organisational improvement projects.

These projects included the development of a Council intranet, upgrades and improvement of mobility systems and ongoing hardware replacement. All of these projects have contributed to improved customer service for community interactions with Council.

The Information Services team also concentrated on Council's back end IT infrastructure such as servers, disaster recovery processes and network consolidation to ensure Council operations continue without interruption.



Leisure Options

Yorke Peninsula Leisure Options (YPLO) programme was established 20 April 2001 as a Community Care Programme, to ensure those in our community who were frail aged or a young adult living with a disability were provided with a service that supported them and provided an outlet that included them within their community. Throughout the years of service provision, YPLO has built on its original values, providing access to community via transport as well as relationships being built with volunteers who offer a wealth of information through their own life experiences as well as providing a connection within the wider community.

Programmes to achieve the values of YPLO include: successfully holding their own community events, a stall at the Minlaton Show and an annual quiz night which is overseen by staff but predominately run by the YPLO members. Funds raised from these events are utilised to support the YPLO programme including the purchase of a large smart TV and new kitchen equipment.

With the implementation of NDIS beginning its rollout through our region in January 2018, now is the time for our members to be supported and assisted through this process. This includes assistance with their choices and encouragement to recognise which 'supports' will make a real difference in living a life that is as independent as possible. Through funding received from SA HACC, YPLO is able to offer advocacy services enabling members and their carers to receive individual support and step by step guidance through application processes and accessing external services.

Over the years YPLO has grown considerably. The programmes, members, volunteers and staff have increased in numbers along with growing partnerships with other services within the local area as well as the State. Longstanding partnerships between Leisure Options and Prince Alfred College (PAC) has seen our members have a strong involvement with PAC Wambana Camp attendees, a valuable relationship for all involved.

Our partnership with MADEC enables their students to complete their placement within our programme in order to meet the requirements of studying Community Studies such as Disability Services. This affiliation provides a greater insight into the needs of our community and the supports available to assist them.

The groups YPLO currently have in place are:-

- Art and Craft (Minlaton)
- Mature Aged Group/Wood Shed (Minlaton)
- Fun and Games (Minlaton)
- Cooking (Minlaton)
- Independent Living Skills (Minlaton)
- Tree Propagation (Yorketown)
- Edithburgh Connect Group (Edithburgh)





The groups (including provided transport if appropriate) are all volunteer based, with the addition of a support worker for those needing additional assistance. Our Independent Living Skills Group which is funded by Disability SA is staffed by experienced and trained support workers, focusing on skills development and community interaction.

YPLO is currently funded through three separate areas:

- Federal Government, Commonwealth Home Support Programme funded until November 2018 (\$16,027);
- State Government, Home and Community Care Programme funded to 30 June 2018 (\$91,540); and
- State Government supporting individual brokerage arrangements until the implementation of the National Disability Insurance Scheme funded to 30 June 2018 being (\$25,450).

Leisure Options has two buses with a combined seating capacity of 22. Planned excursions enable our members to access the same pleasurable activities as all members of our community including an annual two to three night holiday. In 2016 the members stayed in the Adelaide Hills and are looking forward to the 2017 planned trip.

The Tree Propagation Group offers opportunities for learning about native trees and shrubs, seed propagation and splitting and how to plant and support young seedlings, within a social group. The Tree Propagation Group also offers native plants that are grown from seed and supplied to the local community for a small fee with funds reinvested back to the group.



Libraries

The Council and local communities, with support from Libraries of South Australia and the Department for Education and Child Development (DECD), provide four main libraries on the Peninsula and Council is directly responsible for the eight ancillary depot libraries.

Yorke Peninsula Libraries have continued to work together to provide a high level of community service. A number of author events have been held throughout the region which have been well received by the community. There has been a continued focus on service provision, with a full review of library services being undertaken in conjunction with Public Libraries SA.



Tourism

Yorke Peninsula attracts approximately 1 million visitors to the whole region each year, which highlights the significance of tourism on local economic benefits and employment.

Council funds the Yorke Peninsula Tourism organisation, in conjunction with the Copper Coast Council and the South Australia Tourism Commission.

Yorke Peninsula Tourism is charged with the responsibility of encouraging further investment and growth of tourism in our region and attracting visitors to the region – increasing awareness of Yorke Peninsula as a must see holiday destination.

Yorke Peninsula Tourism activities for 2016/17 include:-

- Generating significant media coverage from regional to National and International coverage
- Attending Melbourne and Sydney Caravan & Camping Shows where many potential visitors expressed keenness to visit our region;
- Development of the new "Coastal Way" for the Yorke Peninsula region with the SA Tourism Commission
- Significant support provided to our region's tourism operators from online bookability through to intensive marketing knowledge and up-skilling.



Visitor Information Centre

Yorke Peninsula Visitor Centre (YPVC) continues to provide a high standard of customer service, welcoming visitors to Yorke Peninsula, providing them with information and encouraging them to stay longer in our part of the world. The YPVC remains an accredited visitor centre displaying the blue and yellow 'i' logo and operates with four staff members (1 x full time and 3 x part time) and limited volunteers (down to just two by the end of the financial year).

A new system of bush camping permits was introduced in September 2016, utilising the YPVC's Bookeasy system. The YPVC staff and volunteers were kept busy during the peak holiday periods, explaining the changes and supporting the visitors as they became accustomed to purchasing permits online. Bush camping income has increased over the past nine months, with many people making the switch to purchasing their permits online via the tourism website www.visityorkepeninsula.com.au.

The website also promotes Walk the Yorke, with trail notes being updated as the YPVC receive feedback and information from the people who have completed the trail. The Visitor Information Services Coordinator has assisted with the development of topographical maps for the Walking Trail. These maps are available from the visitor centre as well as information outlets and other distribution points throughout the Peninsula and in Adelaide.

The YPVC's annual visitation numbers are provided as Figure 12.



Figure 12: Annual Visitation to YPVC

Note: the method of reporting changed in 2016/17 from using 'door counter' statistics to recording actual enquiries in person (excludes enquiries via email or phone).



Access Advisory Committee

Membership of the Access Advisory Committee comprises a member from each Progress Association, two Councillors and Council staff.

Annually, Council contributes \$25,000 towards access issues throughout the area.

Projects committed and completed during the 2016/17 financial year include:

-
- Access ramp in the township of Ardrossan.
- Installed a safe access crossing and signage for the visually impaired in the township of Stansbury.
- Installation of a disabled ramp to the entrance of the school in Port Clinton.
- Addition of hand rails in the Stansbury foreshore public toilets.
- Access ramp in the township of Port Victoria.
- Four access ramps in the township of Maitland.
- Upgrade and installation of five crossovers in Port Vincent.
- Disabled car park delineation and signage installed at CYP Library, Maitland.
- Four access ramps installed in the township of Edithburgh.

Animal Management

Council's Animal Management Plan, adopted pursuant to the Dog and Cat Management Act, aims to encourage responsible pet ownership, where people and pets integrate safely and harmoniously within the community. The plan also recognises that companion animals are part of the community, contributing to quality of life. Council is committed to ensuring that the needs of animals and their owners are accommodated while recognising the different needs of all members of the community and meeting legislative requirements.

Council received 2,678 dog registrations since 1 July 2016, generating an income of \$70,917. All income received from dog registrations are spent on dog management initiatives throughout the district.

The majority of cat complaints received by Council related to feral/un-owned cats.

Boat Launching Facilities

Council owns and maintains 33 boat launching facilities, eight of which require a Boat Launch Permit or a daily ticket from a vending machine prior to their use, which generated \$147,234 during the 2016/17 financial year.

Regular patrols of the boat ramps shows that only a very small percentage of users of the facilities do not have an appropriate permit/ticket to launch their boats. Ten persons who launched their boats without a permit/ticket in 2016/17 were issued with a \$100 Expiation Notice.



Ardrossan

Bush Camping

Membership of the Bush Camping Working Party comprises of four Councillors and Council staff. The annual budget for 2016/17 was \$100,000.

The most significant outcome for 2016/17 was the streamlining of how bush camping permits are purchased and the restructuring of fees, offering nightly, weekly, monthly and annual permits. On 1 September 2016, the way in which customers could purchase a bush camping permit changed, with the introduction of purchasing bush camping permits online, via Council's website.

Since the implementation of the online permits, Council's Rangers have monitored the locations to ensure users are paying and to educate campers about the requirement to purchase an online bush camping permit. The success of the online permit system negates the need for Council Rangers to collect or carry cash. All permits are facilitated online by the customer or with the assistance of Customer Service and Visitor Information Staff.

The bush camping fee is charged for staying at all 19 of Council's bush camping locations, which generated a total of \$58,052.26 for the 2016/17 financial year.

The successful restructure of the bush camping permit system has enabled Council to collect and analyse data, which assists the Bush Camping Working Party to make recommendations in regard to projects that will better enhance the bush camping facilities and improve visitor experience, and further, the data also enables Council Officers to forecast staffing requirements in the field.

Projects committed for the 2016/17 financial year included:-

- Installation of signage at all of the 19 Bush Camping locations.
- Addition of Len Barker Reserve, Port Minlacowie, Parara and Foul Bay Boat Ramp as gazetted bush camping locations.
- Fencing and delineation works carried out across various camp locations.
- Rubbish management – installation of bin modules.
- Installation of two Enviro toilets to be sited at Parara and Port Minlacowie. (currently under construction)
- Dump Point, Minlaton (currently under investigation.)

Initiatives introduced throughout the year included:-

- Bush Camping brand and logo
- Informative signage with maps, QR code and photographs of surrounding area
- Online bush camping permit system
- Introduction of nightly, weekly, monthly and annual permits
- Promotional photographic competition to promote bush camping
- Online bush camping surveys to collate feedback



Development Applications

Development applications received during 2016/2017 financial year were marginally lower than the previous year however this represented a 12.4% increase in the value of developments being assessed by Council.

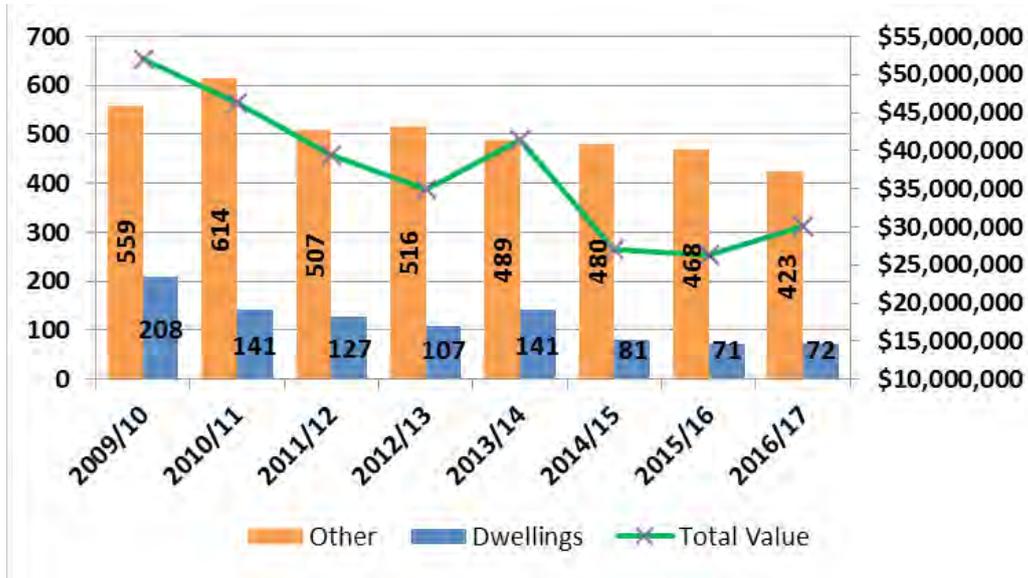


Figure 13: Annual Comparison of Development Applications by Type and Value

Development Plan Review

Edithburgh Town & Surrounds DPA

Council continues to work towards completion of the Edithburgh Town & Surrounds DPA. Ongoing negotiations with the Development Assessment Commission has resulted in further information regarding stormwater retention and land availability and zone mapping being requested and supplied.

The DPA is currently with the Commission with an outcome pending.

Balgowan Settlement DPA

The Balgowan DPA is currently with the Development Assessment Commission prior to proceeding to the Minister for approval. Council consultants have been working with Local representatives in order to provide the areas first self-sufficient infrastructure development that could enhance the opportunity to develop regional land into the future.



Sultana Point

Fire Prevention

Council is part of the Yorke Peninsula Fire Ban District. The Fire Danger Season commenced on 15 November 2016 and concluded at the end of April 2017. Two Hundred and eight (208) Schedule 9 Permits were issued by Council staff for the 2017 Conditional Burning Season to farmers to burn off their land from 15 February to 30 April 2017. This is a very similar number to previous years.

A condition of a Schedule 9 permit is that they must notify Council prior to the burn off. With the introduction of Council's new website in 2016, Council had the opportunity to review and improve the online burn-off notification service for the 2017 burn off season. The new service has the following features and improvements;

- An online burn-off notification form accessed from the front page of Council's website.
- The notifications can be submitted and viewed on any device such as a PC, iPad or iPhone.
- The system automates the day to day availability of the form depending on the time and environmental conditions reducing the need for daily manual management by Council staff.
 - The system automatically enables access to the form at 5pm the day before burning is permitted and disables access at the designated time (1pm).
 - The system automatically recognises days of a total fire ban via integration with the CFS website and removes access to the form.
 - The system automatically recognises public holidays via integration with the State data warehouse and removes access to the form.
- The online form uses google maps integration to allow the user to drop a pin locating the proposed burn on a map, increasing the accuracy of the burn off location data.
- The location data is collated on a map and updated in real time on Council's website showing all the proposed burn offs on a particular day.
- No need for staff to run a report generation process for the various stakeholders (SAPOL and CFS) as this information is available live on the website.
- CFS and SAPOL are given special access to the live information, so that they can obtain the phone number of the permit holder via the web site to enable them to make contact with them in emergency situations.
- Council's Fire Prevention Officers can view the data live in the field and easily obtain the information to ascertain if a permit holder is complying with the conditions of a permit.

The new Online Burn-off Notification system has been extremely well received by many sections of our community. Local farmers used the live data to monitor fires in the area as did the general public. The local Country Fire Service (CFS) brigades and SAPOL also regularly used the data to ascertain if a proposed burn was occurring in the vicinity. The pin pointing of the proposed burn-off on a map was relatively easy for the permit holders as they knew exactly the site for the proposed burn-off. Over 55% of the burn off notifications were submitted online by the permit holder, which saves Council staff a considerable amount of data entry time that resulted from incoming phone calls.

Fuel reduction notices are issued to protect the property from fire and to reduce the likelihood of an outbreak or spread of a fire on the land. From time to time, it has been necessary for Council to engage contractors to reduce the fuel levels, stipulated in the notice, and landowners were subsequently invoiced for the work. The property inspections went well during the start of the Fire Danger Season with our new computer system. 1,423 notices were sent out to landholders to reduce the fire hazard on their properties. Council engaged the services of a contractor to mow 43 allotments as a result of non-compliance which was half that of last season.





Food Safety

Routine and follow up inspections of food businesses are undertaken throughout the year. Council now uses the voluntary Food Safety Rating Scheme (Scores on Doors) developed by SA Health to guide food inspections. This provides a visual performance indicator, which helps provide measurable food safety goals for food business owners. The score rating system also helps put importance on high risk areas of food handling with higher scores assigned to these areas. Routine inspections seek to determine the knowledge and skill level of the persons involved in food preparation and sale, along with the general cleanliness and suitability of the premises. It also provides advice and support to all food businesses, ensuring a continual improvement in the safety of food handling practices.

Council's Environmental Health Officer (EHO) also deals with food complaints from the public; such complaints may be about the quality or safety of food for sale, observed food handling practices or other related matters that concern a consumer. Food Recalls are brought to the attention of the EHO via emails from the Department of Health and if requested, the EHO may check food premises shelves to ensure the implicated food has been removed from sale.

Food safety training can also be conducted by the EHO, especially for volunteer groups that may not be able to cover the cost of accredited training.

Legionella

Legionnaires' disease (Legionellosis) is a serious and sometimes fatal form of pneumonia caused by the bacteria Legionella. Legionella bacteria are found naturally in the environment and thrive in warm water and warm damp places. They are commonly found in bodies of water, soil and potting mix.

People most at risk of getting sick from the bacteria are older people (usually 50 years of age or older), people who are current or former smokers, those who have a chronic lung disease (like emphysema) and people who have weak immune systems from diseases like cancer, diabetes, or kidney failure.

People usually get Legionnaires' disease by breathing in Legionella bacteria in very fine droplets of water called aerosols. Such aerosols are often associated with cooling towers and warm water systems. In the Yorke Peninsula Council area three sites at which warm water systems are in place have been registered with Council and annual audit reports of the systems are received.

Limited Liquor Licences

Throughout the year Council received several requests for limited liquor licences and/or the extension to existing liquor licences for some premises.

During the 2016/17 financial year Council gave support to 24 requests for a limited liquor licence. The licences were granted for events on both Council owned property and privately owned premises.



Public Health

The South Australian Public Health Act 2011 charges Councils with the responsibility of preserving, protecting and promoting public health within its area. Environmental Health Officers (EHO) may receive complaints from community members about matters they perceive as a public health risk.

The EHO needs to investigate and consider if there is a risk to public health and what action needs to be taken to alleviate it. During the reporting period complaints have been received concerning the risk from:

- Offensive odours
- Illegal wastewater discharge
- Noise
- Asbestos
- Living conditions
- Potential contamination
- Failing effluent disposal systems
- Pests
- Water quality
- Air pollution
- Quality or safety of food for sale



Swimming Pools

Council has 5 swimming pools and 2 toddler wading pools, associated with tourist accommodation, that are monitored during the summer season to ensure good standards of hygiene and disinfection are maintained.

Waste Control Systems

The Environmental Health Officer (EHO) role includes the ongoing assessment of wastewater applications and inspecting the installation of these approved systems. Such applications cover:-

- local sewer schemes,
- common wastewater management schemes,
- on-site disposal via septic/aerobic tank and soakage/irrigation area,
- on-site disposal incorporating pressure dosed soakage beds, these can be particularly useful for small blocks and difficult sites,
- off-site disposal of effluent via a holding tank for properties within 100m of the high water mark (sensitive coastal zone) – holding tanks are not allowed for new developments and are only considered for particular locations.

OUR PERFORMANCE



The Yorke Peninsula Council's 2016/17 Annual Business Plan identified a range of budgeted operating and capital projects. The table below highlights the performance against actual expenditure for the year.

Projects	2016/17 Actual Expenditure	2016/17 Adopted Budget	\$ Variance	% Variance
Buildings and Other Structures				
Storage Shed - Minlaton Town Hall	8,354	25,000	-16,646	-67%
Minlaton Town Hall Floor Resurfacing	48,275	48,000	275	1%
Maitland Depot - CWMS Storage Shed	26,513	30,000	-3,487	-12%
Minlaton Depot - Office/Lunch Room Extension	107,407	100,000	7,407	7%
Marion Bay Caravan Park Building Repairs and Rainwater Tanks	24,792	40,000	-15,208	-38%
Point Turton Caravan Park BBQ Shelter	0	15,000	-15,000	-100%
Port Vincent Caravan Park Amenities Upgrade	31,352	35,000	-3,648	-10%
Port Vincent Caravan Park Cabin Verandah Repairs	53,214	50,000	3,214	6%
Yorke town Caravan Park Camp Kitchen Renovation	693	2,000	-1,307	-65%
Public Toilets Renovation - Stansbury Playground	9,840	10,000	-160	-2%
Port Rickaby Concept Plan - Hall and CP	22,411	50,000	-27,589	-55%
Unisex Disabled Toilets - Price Playground	40,661	45,000	-4,339	-10%
Ardrossan Jetty Shelters	37,784	40,000	-2,216	-6%
Transportation Infrastructure and Footpaths				
Unsealed roads : Brutus Road	154,477	137,856	16,621	12%
Unsealed roads : Cutline Road	124,738	122,298	2,440	2%
Unsealed roads : Daly Head Road	119,499	127,784	-8,285	-6%
Unsealed roads : Dump Road	107,905	102,794	5,111	5%
Unsealed roads : Gun Club Road	61,134	60,782	352	1%
Unsealed roads: Nalyappa Road	78,076	150,000	-71,924	-48%
Unsealed roads : Old Coast Road	105,856	107,441	-1,585	-1%
Unsealed roads : Old Vincent Road	108,673	104,688	3,985	4%
Unsealed roads : South Coast Road	83,850	131,663	-47,813	-36%
Unsealed roads : Waterloo Road	120,569	126,732	-6,163	-5%
Unsealed roads : Wattle Point Road	129,248	148,334	-19,086	-13%
Unsealed roads : Weavers North Road	129,349	136,785	-7,436	-5%
Sealed roads : Clinton Road	2,742,332	2,994,629	-252,297	-8%
Rubble Raising	0	200,000	-200,000	-100%

Projects	2016/17 Actual Expenditure	2016/17 Adopted Budget	\$ Variance	% Variance
Transportation Infrastructure and Footpaths				
Reseal Allocation	498,562	500,000	-1,438	0%
Upgrade Shoulders on Sealed Roads	264,632	250,000	14,632	6%
Sheoak Flat Road (section)	54,979	60,000	-5,021	-8%
Kerbing Cumberland Road and Cooper Street - Port Clinton	30,797	20,000	10,797	54%
Footpath paving - Maitland Hospital Footpath	26,300	35,000	-8,700	-25%
Footpath upgrade : Edith Street : Edithburgh	41,976	45,000	-3,024	-7%
Road Infrastructure Renewals - Contractors	1,719,200	1,674,800	44,400	3%
Stormwater				
Maitland pumps and pipework: council water truck fill point	25,632	20,000	5,632	28%
High Street, Balgowan : Storm Water Kerbing	120,130	143,000	-22,870	-16%
Community Wastewater Management Systems				
Various Schemes	430,147	534,450	-104,303	-20%
Water Schemes				
Hardwicke Bay	2,833	6,500	-3,667	-56%
Marion Bay Desalination Plan	30,220	12,500	17,720	142%
Plant				
Equipment – Minor Plant	28,176	30,000	-1,824	-6%
Plant and Machinery Purchases	1,014,269	1,086,000	-71,731	-7%
Vehicles	425,718	398,000	27,718	7%
Other Assets				
Upgrade and Seal Ardrossan Boat Ramp Car Park	21,545	25,000	-3,455	-14%
Port Vincent Foreshore Walkway	20,165	20,000	165	1%
Nature Playground - Point Turton	3,046	40,000	-36,954	-92%
Cemeteries Capital Works	0	20,000	-20,000	-100%
Seawater Flooding Project Continuation	18,000	20,000	-2,000	-10%
Disabled Access Committee	25,701	25,000	701	3%
Edithburgh Tidal Pool Renovations	82,150	84,000	-1,850	-2%
Edithburgh Boat Ramp Extension	27,461	70,000	-42,539	-61%
Port Victoria Boat Ramp Floating Pontoon Extension	0	27,000	-27,000	-100%
Caravan Park Topographical Study	9,020	25,000	-15,980	-64%

Projects	2016/17 Actual Expenditure	2016/17 Adopted Budget	\$ Variance	% Variance
Caravan Park Computers and Booking Systems	11,800	11,800	0	0%
Caravan Park Signage	7,000	7,000	0	0%
Caravan Park Equipment	48,000	48,000	0	0%
IT Equipment	71,000	85,200	-14,200	-17%
New Systems and Upgrades	93,110	71,000	22,100	31%
Disaster Recovery Equipment	12,500	12,500	0	0%
Business Improvement Initiatives	0	25,000	-25,000	-100%
Grant Funded Community Projects	0	25,000	-25,000	-100%
Stansbury Playground Fence Replacement	17,440	20,000	-2,560	-13%
TOTAL	9,658,501	10,618,536	-960,025	-9%

Table 15: Actual Business Plan Performance vs. Budgeted

As at 30 June 2017 Table 11 indicates an underspend for the year. However, within the table it identifies a number of positive and negative variances for a range of reasons. Specifically these were:-

- The new storage shed at the Minlaton Town Hall was required to be rolled-over to the 2017/18 financial year due to delays in sourcing materials and contractors.
- Point Turton Caravan Park BBQ shelter project did not proceed due to land tenure issues. Funds were diverted into the Port Vincent new cabin project.
- Works had commenced on the Port Rickaby Concept Plan, The remaining funds have been rolled into 2017/18 with the project scheduled to be finalised by the end of 2017.
- Nalyappa Road project was completed with savings diverted to another road project.
- South Coast Road is a rolling construction project over a couple of financial years. All works planned were completed.
- Port Victoria Boat Ramp Floating Pontoon Extension project was completed with the assistance of the local Progress Association with the asset transfers and invoicing still to be completed.
- The budget allocated for rubble raising was reinvested into other capital road projects.
- All planned Community Wastewater Management System projects were completed. The underspend against the Community Wastewater Management Systems has been reinvested into the Point Turton Scheme extension planned in 2017/18.
- The capital works planned at the cemeteries were rolled over to 2017/18.
- Both the Nature Playground at Point Turton and the Edithburgh Boat Ramp extension projects have been rolled over to 2017/18.

On top of the planned 2016/17 capital works programme, Council staff also finalised a number of projects (in excess of \$4 million) which were rolled over from the 2015/16 financial year.

Budget allocations are reviewed every quarter as required by Council's PO142 Budget Reporting and Amendment Policy, with all changes submitted to Council for endorsement. Whilst every care is taken in developing Council's Annual Business Plan other priorities will always emerge throughout the course of the year that take precedence.

In addition, this Council continually seeks to attract additional grant funding in order to implement key projects for the benefit of the community without any additional burden on our rate payers. Therefore, when Council is successful in obtaining additional grant funding during the year, all planned projects must be re-prioritised due to the limited resources available to carry out the works.

The Yorke Peninsula Council's 2016-2020 Strategic Management Plan (the Plan) provides the foundation for Council to plan for the future. The Plan outlines priorities and sets out what must be achieved. The Plan was last reviewed, updated and came into effect on 1 July 2016.

The following table outlines Council's performance in completing the strategies outlined within the Plan.

Reporting frameworks and data sets are still under construction for all indicators outlined in the Plan. Full reporting of progress against these indicators will commence in 2017/18.

Legend

- ✓ Completed
- On Hold / Deferred
- 🌱 Ongoing activity
- Not completed
- ★ Not yet commenced



Goal 1 – Economically Prosperous Peninsula

- 1.1 Provide easier, streamlined development approval application process 
- 1.2 Deliver strategic and responsible land use planning 
- 1.3 Improve visitor experiences, infrastructure, signage, information and support 
- 1.4 Support local events and help attract new events 
- 1.5 Partner and build positive relationships with key stakeholders (e.g. Regional Development Australia, Central Local Government Region, YP Tourism and Progress Associations) to progress tourism and business growth, including enabling the attraction of niche businesses 
- 1.6 Identify opportunities to advocate on behalf of key industries (e.g. agriculture, tourism etc.) 
- 1.7 Support employment opportunities for our community 
- 1.8 Explore opportunities for 'missing or sub-standard' infrastructure (e.g. freight movement, function centre, large accommodation etc.) 
- 1.9 Efficient delivery of permits, leases and licences 

Goal 2 – Community Connected through Infrastructure

- 2.1 Develop and deliver on Asset Management Plans for all asset classes 
- 2.2 Utilise technology to provide easy access to Council information (e.g. planned infrastructure works, location of public facilities, events etc.) 
- 2.3 Provide disability access infrastructure 
- 2.4 Create partnerships with State Government to maintain State's assets (roads, jetties etc.) 
- 2.5 Explore provision of new infrastructure 
- 2.6 Install and upgrade appropriate traffic control device management 
- 2.7 Upgrade and beautification of open (recreation) spaces (e.g. playgrounds, water parks, BBQ areas etc.) 

Goal 3 – Valued and Restored Environment

- 3.1 Improve efficiency of watering public spaces 
- 3.2 Implement actions to improve water quality 
- 3.3 Partnership and advocacy with NRM to secure environmental projects 
- 3.4 Support Progress Associations and other community groups to improve environmental outcomes 
- 3.5 Review the Roadside Vegetation Management Plan and recommend updates to the Native Vegetation Council 
- 3.6 Develop Environmental Management Plan 
- 3.7 Develop and implement a Coastal Management Strategy 
- 3.8 Continue to effectively manage the collection, recycling and disposal of waste 
- 3.9 Integrate environmental sustainability consideration in land use planning and development 

Our Performance

Strategies		Status
Goal 4 – Community Engaged and Supported		
4.1	Invest in youth activities and events	
4.2	Explore possibility of an annual "health/wellbeing" event	
4.3	Support and/or deliver community events, workshops and skills training, including school programs	
4.4	Continue providing community grants, donations and sponsorships	
4.5	Continue delivering compliance and environmental health services and inspections	
4.6	Audit, assess, rationalise and upgrade community meeting halls and meeting spaces	
4.7	Foster productive working relationships with Progress Associations	
4.8	Continue providing cemetery services and finalise the cemeteries project	
4.9	Continue Dry Area management	
4.10	Continue to provide Council's 'Leisure Options' services	
4.11	Review and improve accessibility to library services	
4.12	Continuous improvement in communicating with and engaging the community	
4.13	Support key community initiatives provided by 3rd parties (e.g. YP Community Transport)	
Goal 5 – Responsible Governance		
5.1	Openness and transparency of reporting Council's performance	
5.2	Effective leadership and informed decision making	
5.3	Meet all legislative requirements and compliance with Council's internal controls	
5.4	Seek alternate income streams and ensure financial sustainability	
5.5	Undertake effective risk management	
5.6	Workplace wellbeing programs	
5.7	Improved mobility, accessibility, efficiency of staff via Information Technology solutions	
5.8	Continuous improvement of Council processes	
5.9	Develop programs and actions to become an Employer of Choice	
5.10	Celebrate, communicate and promote Council's achievements	

Table 16: Strategic Plan Performance

The following table demonstrates Yorke Peninsula Council's compliance with the Local Government Act 1999 (SA) and the Local Government Regulations.

Local Government Act				
Requirement	Title	Page	Met	
S128 (9) (a & b)	Information on the remuneration payable to its auditor for work performed during the relevant financial year, distinguishing between- <ul style="list-style-type: none"> • Remunerations payable for the annual audit of the council's financial statements; and • Other remuneration; <p>If a person ceased to be the auditor of the council during the relevant financial year, other than by virtue of the expiration of his or her term of appointment and not being reappointed to the office – the reason or reasons why the appointment of the council's auditor came to an end.</p>	98	✓	
S131	Annual Report to be prepared and adopted by 30 November in each year relating to the operations of the council for the financial year ending in the preceding 30 June. The Council must provide a copy of its Annual Report to: <ul style="list-style-type: none"> • Each member of Council; • Presiding Member of both Houses of Parliament. <p>Council must make copies available for inspection on Council's website and principal office. Members of the public may purchase a hard copy from the Council's principal office (Maitland).</p>	N/A	✓	
Schedule 2				
S12	Subsidiaries: A report including audited financial statements must be incorporated into the Yorke Peninsula Council's Annual Report.	N/A	N/A	
S28	Regional Subsidiaries: A report including audited financial statements must be incorporated into the Yorke Peninsula Council's Annual Report.	132	✓	
Schedule 4				
1(a)	Audited financial statements of the Council for the relevant year.	81	✓	Our Performance
1(b)	A list of registers that are required to be kept under the Local Government Act 1999 and the Local Government (Elections) Act 1999.	28	✓	
1(c)	A list of codes of conduct or practice required under the Local Government Act 1999 and the Local Government (Elections) Act 1999.	28	✓	
1(f)	Information on the allowances paid to members of the council or council committees.	23	✓	
1(g)	Information on the number of senior executive officers and information on the kinds of allowances, bonuses and benefits that are made available to those officers as part of a salary package.	37	✓	
1(ga)	A report on the use of sections 90(2) and 91(7) by the council and its council committees containing the information required by the regulations.	26	✓	
1(gb)	A report on the applications made to the council under the Freedom of Information Act 1991 during the relevant financial year containing the information required by the regulations.	30	✓	
1(h)	A statement of- <ol style="list-style-type: none"> 1. The council's representation quota; and 2. The average representation quota for council of a similar size and type; and 3. When the council next intends to conduct a review under Chapter 3 Part 1 Division 2; and 4. The procedures that are available under Chapter 3 for electors to make submissions on representation under this Act. 	31	✓	

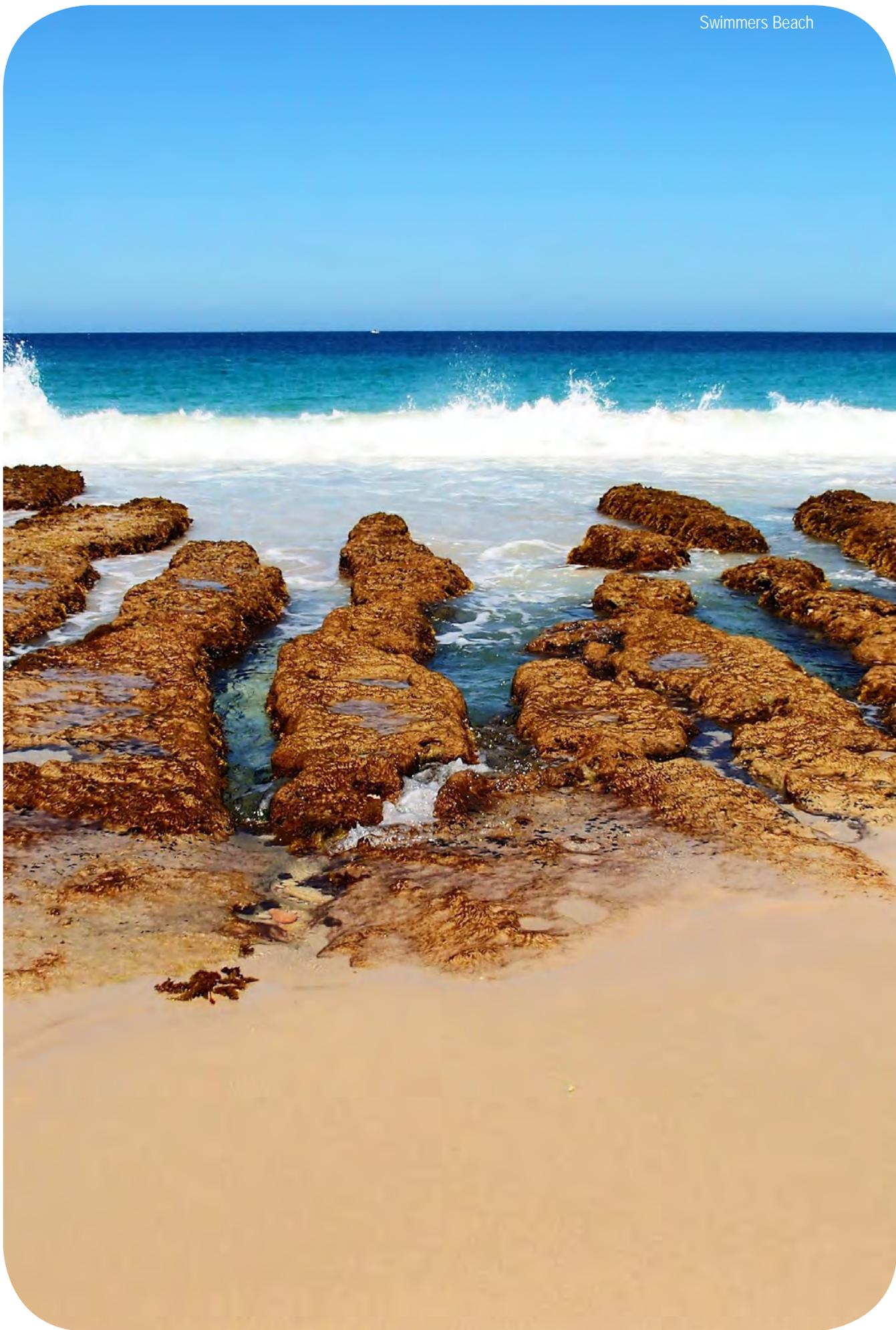
Local Government Act

Requirement	Title	Page	Met
2(a)	The council's performance in implementing its strategic management plans during the relevant financial year, and the council's projections and targets under its plan for the next financial year.	74	✓
2(ab)	The council's performance against its annual business plan for the relevant financial year.	71	✓
2(b)	The extent to which activities for the council have been subjected to competitive tender or other measures to ensure services are delivered cost-effectively, and the extent (if any) to which the council has pursued policies for purchasing local goods and services.	25	✓
2(c)	The decision-making structure of the council.	18	✓
2(ca)	The training and development activities for members of the council during the relevant financial year.	22	✓
2(d)	The implementation of equal opportunity programs, and other human resource management or development programs, during the relevant financial year.	43	✓
2(e)	The progress of the council in preparing or finalising any management plans for community land required under the Chapter 11.	25	✓
2(f)	Other matters prescribed by the regulations.	N/A	✓

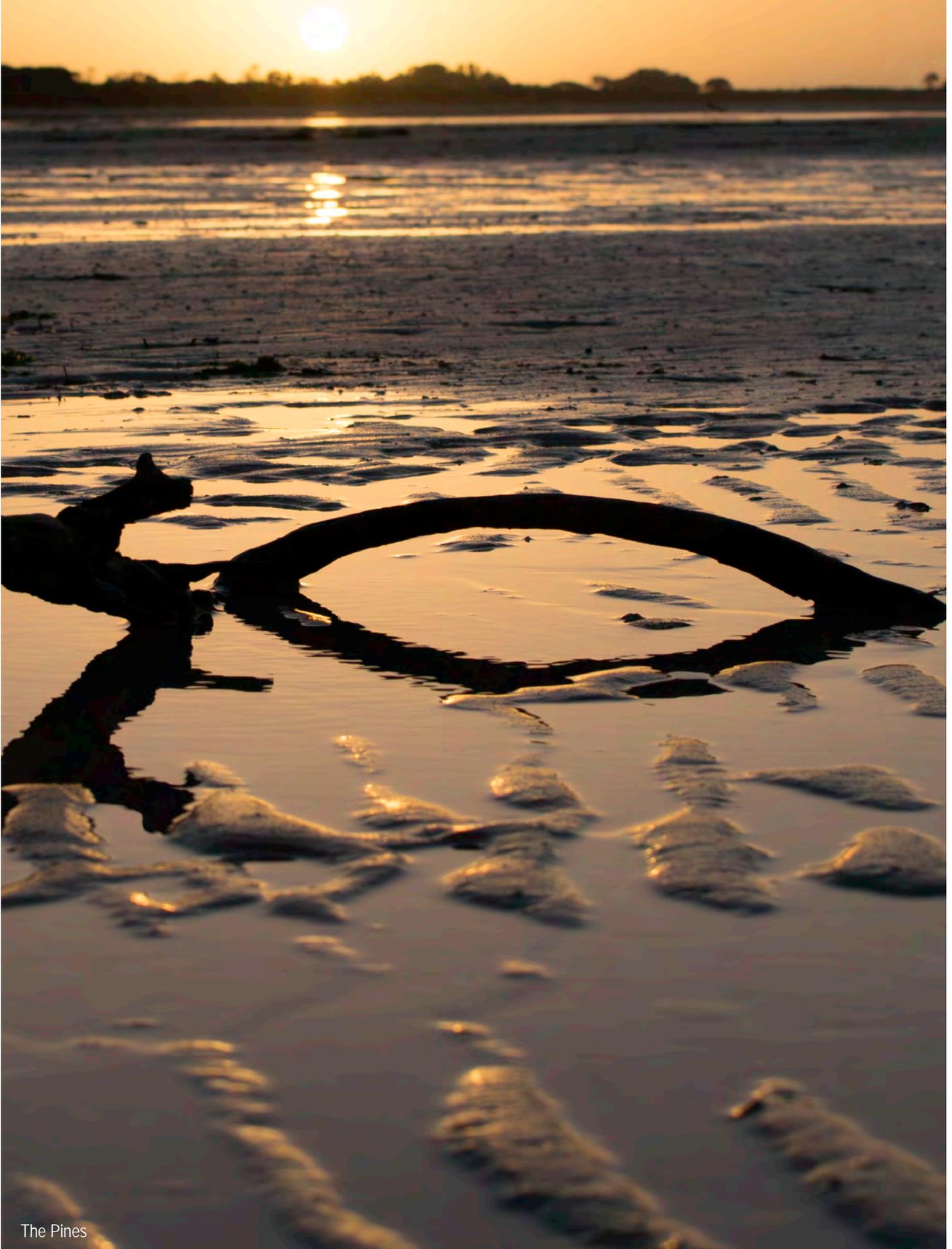
Local Government (General) Regulations

S10	<p>(1) Pursuant to section 131(5)(b) of the Act, the South Australian Local Government Grants Commission is a prescribed body.</p> <p>(2) For the purposes of section 131(5) of the Act, the relevant day by which an annual report must be submitted is 31 December in the financial year immediately following the end of the financial year to which the annual report relates.</p>	N/A	✓
S35(1)	<p>For the purpose of clause 1(ga) of Schedule 4 of the Act-</p> <p>(a) In the case of a report on the use of section 90(2) of the Act, the following information is required:</p> <ol style="list-style-type: none"> 1. The total number of orders made under that subsection in the financial year; 2. The date and subject of each order within the ambit of subparagraph (i); 3. In relation to each paragraph ((a) to (n)) of section 90(3) of the Act- the number of times in the financial year that an order made under section 90(2) was made on the basis that the information or matter fell within the ambit of the paragraph; and <p>(b) In the case of a report on the use of section 91(7) of the Act, the following information is required:</p> <ol style="list-style-type: none"> 1. The total number of orders made under that subsection in the financial year; 2. The number of orders made under that subsection that expired, ceased to apply or were revoked during the year; 3. The number of orders made under that subsection that remained operative at the end of the financial year (but not including orders made before 15 November 2010); 4. The date and subject of each order within the ambit of subparagraph (i) or (iii). 	26	✓
S35(2)	<p>Pursuant to clause 1(i) of Schedule 4 of the Act, the report required under section 270(8) is prescribed, being:-</p> <p>S270 "Procedures for review of decisions and requests for services":</p> <p>(8) A council must, on an annual basis, initiate and consider a report that relates to-</p> <ol style="list-style-type: none"> (a)) the number of applications for review made under this section; and (b) the kinds of matters to which the applications related; and (c) the outcomes of the applications under this sections; and (d) such other matters as may be prescribed by the regulations. 	32	✓

Table 17: Annual Reporting Legislative Requirements



FINANCIAL STATEMENTS



Yorke Peninsula Council

GENERAL PURPOSE FINANCIAL STATEMENTS
for the year ended 30 June 2017



Yorke Peninsula Council

General Purpose Financial Statements for the year ended 30 June 2017

Contents	Page
1. Council Certificate	83
2. Primary Financial Statements:	
- Statement of Comprehensive Income	84
- Statement of Financial Position	85
- Statement of Changes in Equity	86
- Statement of Cash Flows	87
3. Notes to the Financial Statements	88
4. Independent Auditor's Report - Financial Statements	125
5. Independent Auditor's Report - Internal Controls	127
6. Certificates of Audit Independence	
- Council Certificate of Audit Independence	129
- Audit Certificate of Audit Independence	130

Yorke Peninsula Council

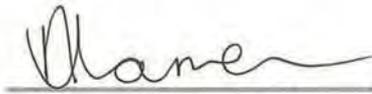
General Purpose Financial Statements for the year ended 30 June 2017

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 2017 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.



Andrew Cameron
CHIEF EXECUTIVE OFFICER



Ray Agnew
MAYOR

Date: 8th November 2017

Yorke Peninsula Council

Statement of Comprehensive Income for the year ended 30 June 2017

\$ '000	Notes	2017	2016
Income			
Rates Revenues	2a	21,269	19,998
Statutory Charges	2b	334	391
User Charges	2c	3,195	2,961
Grants, Subsidies and Contributions	2g	5,721	3,094
Investment Income	2d	234	251
Reimbursements	2e	1,052	577
Other Income	2f	225	284
Total Income		32,030	27,556
Expenses			
Employee Costs	3a	8,787	8,250
Materials, Contracts & Other Expenses	3b	13,362	11,652
Depreciation, Amortisation & Impairment	3c	9,376	9,513
Finance Costs	3d	394	411
Total Expenses		31,919	29,826
Operating Surplus / (Deficit)		111	(2,270)
Asset Disposal & Fair Value Adjustments	4	(3,201)	(4,111)
Amounts Received Specifically for New or Upgraded Assets	2g	2,288	1,968
Physical Resources Received Free of Charge	2i	-	100
Net Surplus / (Deficit) ¹		(802)	(4,313)
Other Comprehensive Income			
<i>Amounts which will not be reclassified subsequently to operating result</i>			
Changes in Revaluation Surplus - I,PP&E	9a	353	(35,118)
Total Other Comprehensive Income		353	(35,118)
Total Comprehensive Income		(449)	(39,431)

¹ Transferred to Equity Statement

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

Yorke Peninsula Council

Statement of Financial Position as at 30 June 2017

\$ '000	Notes	2017	2016
ASSETS			
Current Assets			
Cash and Cash Equivalents	5a	6,926	6,957
Trade & Other Receivables	5b	1,986	1,313
Inventories	5c	758	980
Total Current Assets		9,670	9,250
Non-Current Assets			
Financial Assets	6a	692	783
Infrastructure, Property, Plant & Equipment	7a	294,175	294,516
Total Non-Current Assets		294,867	295,299
TOTAL ASSETS		304,537	304,549
LIABILITIES			
Current Liabilities			
Trade & Other Payables	8a	2,101	1,448
Borrowings	8b	648	642
Provisions	8c	2,273	1,880
Total Current Liabilities		5,022	3,970
Non-Current Liabilities			
Borrowings	8b	7,541	7,980
Provisions	8c	236	412
Total Non-Current Liabilities		7,777	8,392
TOTAL LIABILITIES		12,799	12,362
Net Assets		291,738	292,187
EQUITY			
Accumulated Surplus		(10,082)	(8,841)
Asset Revaluation Reserves	9a	300,690	300,337
Other Reserves	9b	1,130	691
Total Council Equity		291,738	292,187

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

Yorke Peninsula Council

Statement of Changes in Equity for the year ended 30 June 2017

\$ '000	Notes	Accumulated Surplus	Asset Revaluation Reserve	Other Reserves	Total Equity
2017					
Balance at the end of previous reporting period		(8,841)	300,337	691	292,187
a. Net Surplus / (Deficit) for Year		(802)	-	-	(802)
b. Other Comprehensive Income					
- Gain (Loss) on Revaluation of I,PP&E	7a	-	353	-	353
Other Comprehensive Income		-	353	-	353
Total Comprehensive Income		(802)	353	-	(449)
c. Transfers between Reserves		(439)	-	439	-
Balance at the end of period		(10,082)	300,690	1,130	291,738
2016					
Balance at the end of previous reporting period		(4,594)	335,455	757	331,618
a. Net Surplus / (Deficit) for Year		(4,313)	-	-	(4,313)
b. Other Comprehensive Income					
- Gain (Loss) on Revaluation of I,PP&E	7a	-	(35,118)	-	(35,118)
Other Comprehensive Income		-	(35,118)	-	(35,118)
Total Comprehensive Income		(4,313)	(35,118)	-	(39,431)
c. Transfers between Reserves		66	-	(66)	-
Balance at the end of period		(8,841)	300,337	691	292,187

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

Yorke Peninsula Council

Statement of Cash Flows for the year ended 30 June 2017

\$ '000	Notes	2017	2016
Cash Flows from Operating Activities			
<u>Receipts</u>			
Rates Receipts		21,118	19,940
Statutory Charges		334	391
User Charges		3,195	2,961
Grants, Subsidies and Contributions (operating purpose)		5,721	3,094
Investment Receipts		234	251
Reimbursements		1,052	577
Other Receipts		225	406
<u>Payments</u>			
Payments to Employees		(8,447)	(8,410)
Payments for Materials, Contracts & Other Expenses		(13,144)	(12,601)
Finance Payments		(394)	(411)
Net Cash provided by (or used in) Operating Activities	11b	9,894	6,198
Cash Flows from Investing Activities			
<u>Receipts</u>			
Amounts Received Specifically for New/Upgraded Assets		2,288	1,968
Sale of Replaced Assets		472	480
Repayments of Loans by Community Groups		99	75
<u>Payments</u>			
Expenditure on Renewal/Replacement of Assets		(8,315)	(5,095)
Expenditure on New/Upgraded Assets		(4,040)	(4,653)
Loans Made to Community Groups		-	(520)
Net Cash provided by (or used in) Investing Activities		(9,496)	(7,745)
Cash Flows from Financing Activities			
<u>Receipts</u>			
Proceeds from Borrowings		209	1,630
Proceeds from Bonds & Deposits		4	3
<u>Payments</u>			
Repayments of Borrowings		(642)	(598)
Net Cash provided by (or used in) Financing Activities		(429)	1,035
Net Increase (Decrease) in Cash Held		(31)	(512)
plus: Cash & Cash Equivalents at beginning of period	11	6,957	7,469
Cash & Cash Equivalents at end of period	11	6,926	6,957

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

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Contents of the Notes accompanying the Financial Statements

Note	Details	Page
1	Significant Accounting Policies	89
2	Income	95
3	Expenses	97
4	Asset Disposal & Fair Value Adjustments	99
	Current Assets	
5a	Cash & Cash Equivalents	100
5b	Trade & Other Receivables	100
5c	Inventories	100
	Non-Current Assets	
6	Financial Assets	100
	Fixed Assets	
7a	Infrastructure, Property, Plant & Equipment	101
7b	Valuation of Infrastructure, Property, Plant & Equipment	103
	Liabilities	
8a	Trade & Other Payables	106
8b	Borrowings	106
8c	Provisions	107
	Reserves	
9a	Asset Revaluation Reserve	107
9b	Other Reserves	107
10	Assets Subject to Restrictions	109
11	Reconciliation to Statement of Cashflows	110
12a	Functions	111
12b	Components of Functions	112
13	Financial Instruments	113
14	Commitments for Expenditure	117
15	Financial Indicators	118
16	Uniform Presentation of Finances	120
17	Operating Leases	121
18	Superannuation	122
19	Contingencies & Assets/Liabilities Not Recognised in the Balance Sheet	123
20	Related Party Transactions	124

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

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.

AASB 2016-4 Recoverable Amount of Non-Cash-Generating Specialised Assets of Not-for-Profit Entities has been adopted early in the preparation of these financial reports.

This Standard removes the requirement for impairment testing of non-cash generating specialised assets that are carried at fair value. The early adoption of this Standard has not resulted in any changes to any amounts disclosed in these reports.

The financial report was authorised for issue by certificate under regulation 14 of the *Local Government (Financial Management) Regulations 2011* dated 8th November 2017.

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

Yorke Peninsula Council is incorporated under the South Australian *Local Government Act 1999* and has its principal place of business at 8 Elizabeth Street, Maitland. 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.

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 1. Summary of Significant Accounting Policies (continued)

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
2014/15	\$3,417,961	\$2,239,436	+\$1,178,525
2015/16	\$1,063,202	\$2,235,365	- \$1,172,163
2016/17	\$3,363,515	\$2,219,769	+\$1,143,746

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 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.

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

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

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

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 1. Summary of Significant Accounting Policies (continued)

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.

Useful lives estimates in use from 1 July 2015:

Plant, Furniture & Equipment

Office Equipment	5 to 10 years
Office Furniture	5 to 20 years
Vehicles/Road-making Equip	3 to 8 years
Other Plant & Equipment	5 to 15 years

Building & Other Structures

Buildings – masonry	50 to 100 years
Buildings – other	20 to 40 years
Park Structures – masonry	50 to 100 years
Park Structures – other	20 to 40 years
Playground equipment	5 to 15 years
Benches, seats, etc.	10 to 20 years

Infrastructure

Sealed Roads – Upper Surface	17 to 30 years
Sealed Roads – Lower Surface	80 to 90 years
Sealed Roads – Pavement	80 to 90 years
Unsealed Roads – Wearing Surface	15 to 50 years
Unsealed Roads – Low Base & Earthwork	90 to 400 years
Paving & Footpaths	30 to 60 years
Drains, Kerb & Gutter	80 years
Culverts	50 to 75 years
Flood Control Structures	80 to 100 years
Reticulation Pipes – PVC	50 to 60 years
Reticulation Pipes – other	25 to 65 years

Pumps & Telemetry	15 to 25 years
-------------------	----------------

Other Assets

Reserve Furniture	5 to 15 years
Artworks	indefinite

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.

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

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 1. Summary of Significant Accounting Policies (continued)

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.

Weighted avg. discount rate	1.50% (2016, 1.75%)
-----------------------------	---------------------

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

Council has a recorded Provision for Waste Management which facilitates rehabilitation of the following six closed landfill sites – Price, Port Victoria, Arthurton, Ramsey, Warooka (including leachate monitoring) and Foul Bay. Council will review and update where deemed necessary the liability recorded (shown as a Provision) in Council's Statement of Financial Position to ensure the liability accurately reflects the future landfill monitoring obligations of the Council in accordance with its EPA licence requirements.

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.

11 Leases

Lease arrangements have been accounted for in accordance with Australian Accounting Standard 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 class, and are amortised to expense over the period

Note 1. Summary of Significant Accounting Policies (continued)

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.

Yorke Peninsula Council has not applied any Australian Accounting Standards and Interpretations that have been issued but are not yet effective excluding those listed in 1.1 above.

This year Council has applied AASB 124 Related Party Disclosures for the first time. As a result Council has disclosed more information about related parties and transactions with those related parties. This information is presented in Note 23.

Other amended Australian Accounting Standards and Interpretations which were issued at the date of authorisation of the financial report, but have future commencement dates are not likely to have a material impact on the financial statements.

As at the date of authorisation of the financial statements, the standards and interpretations listed below were in issue but not yet effective.

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 2016-1 *Amendments to Australian Accounting Standards – Recognition of Deferred Tax Assets for Unrealised Losses [AASB 112]*
- AASB 2016-2 *Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 107*

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 1. Summary of Significant Accounting Policies (continued)

- 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 13 February 2017

- AASB 2017-2 *Amendments to Australian Accounting Standards - Further Annual Improvements 2014- 16 Cycle*

Effective for annual reporting periods beginning on or after 13 December 2017

- AASB 2017-1 *Amendments to Australian Accounting Standards - Transfers of Investment Property, Annual Improvements 2014-2016 Cycle and Other Amendments*

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

- AASB 9 *Financial Instruments (December 2009)*
- 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 1057 *Application of Australian Accounting Standards*
- 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*

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

- AASB 16 *Leases*
- AASB 2016-8 *Amendments to Australian Accounting Standards – Australian Implementation Guidance for Not-for-Profit Entities*
- AASB 1058 *Income of Not-for-Profit Entities*
- AASB 2016-8 *Amendments to Australian Accounting Standards - Australian Implementation Guidance for Not-for-Profit Entities*

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.

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 2. Income

\$ '000	Notes	2017	2016
(a). Rates Revenues			
General Rates			
General Rates		16,229	15,413
Less: Mandatory Rebates		(104)	(100)
Less: Discretionary Rebates, Remissions & Write Offs		(20)	(63)
Total General Rates		16,105	15,250
Other Rates (Including Service Charges)			
Natural Resource Management Levy		954	753
Waste Collection		2,594	2,408
Water Supply		144	139
Community Wastewater Management Systems		1,407	1,361
Total Other Rates		5,099	4,661
Other Charges			
Penalties for Late Payment		65	57
Legal & Other Costs Recovered		-	30
Total Other Charges		65	87
Total Rates Revenues		21,269	19,998
(b). Statutory Charges			
Development Act Fees		180	188
Town Planning Fees		-	29
Health & Septic Tank Inspection Fees		34	32
Animal Registration Fees & Fines		78	86
Parking Fines / Expiation Fees		8	7
Other Registration Fees		11	12
Sundry		23	37
Total Statutory Charges		334	391
(c). User Charges			
Cemetery Fees		27	24
Commercial Activity Revenue		94	60
Hall & Equipment Hire		30	30
Property Lease		-	6
Sundry		97	77
Commercial Activity Revenue (Caravan Parks)		2,578	2,457
Boat Ramp Fees		147	144
Refuse Disposal		58	56
Water		164	107
Total User Charges		3,195	2,961

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 2. Income (continued)

\$ '000	Notes	2017	2016
(d). Investment Income			
Interest on Investments			
- Local Government Finance Authority		175	195
- Banks & Other		13	18
- Loans to Community Groups		46	38
Total Investment Income		234	251
(e). Reimbursements			
Roadworks		6	11
Private Works		2	-
Community Group Reimbursements		51	57
Insurance Reimbursements		180	295
Government Agencies Reimbursements		732	42
Other		81	172
Total Reimbursements		1,052	577
(f). Other Income			
Rebates Received		168	165
Sundry		57	119
Total Other Income		225	284
(g). Grants, Subsidies, Contributions			
Amounts Received Specifically for New or Upgraded Assets		2,288	1,968
Other Grants, Subsidies and Contributions		5,721	3,094
Total Grants, Subsidies, Contributions		8,009	5,062
The functions to which these grants relate are shown in Note 12.			
(i) Sources of grants			
Commonwealth Government		1,977	4,712
State Government		5,878	326
Other		154	24
Total		8,009	5,062

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 2. Income (continued)

\$ '000	Notes	2017	2016
(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		11	58
<i>Less:</i>			
<i>Expended during the current period from revenues recognised in previous reporting periods</i>			
Heritage & Cultural Services		(11)	(48)
Subtotal		(11)	(48)
<i>Plus:</i>			
<i>Amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions</i>			
Heritage & Cultural Services		-	1
Open Space and Places for People Grants		183	-
Regional Aviation Access Programme - Remote Airstrip Upgrade Grant		5	-
Road Safety Awareness Donation		3	-
Untied - Financial Assistance Grants (Paid in Advance)		1,144	-
Subtotal		1,335	1
Unexpended at the close of this reporting period		1,335	11
Net increase (decrease) in assets subject to conditions in the current reporting period		1,324	(47)

Note 3. Expenses

(a). Employee Costs

Salaries and Wages		7,423	7,427
Employee Leave Expense		845	579
Superannuation - Defined Contribution Plan Contributions	18	567	540
Superannuation - Defined Benefit Plan Contributions	18	192	203
Workers' Compensation Insurance		426	337
Other		280	316
Less: Capitalised and Distributed Costs		(946)	(1,152)
Total Operating Employee Costs		8,787	8,250
 Total Number of Employees (full time equivalent at end of reporting period)		 118	 114

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 3. Expenses (continued)

\$ '000	Notes	2017	2016
(b). Materials, Contracts and Other Expenses			
(i) Prescribed Expenses			
Auditor's Remuneration			
- Auditing the Financial Reports		25	18
Bad and Doubtful Debts		-	1
Elected Members' Expenses		287	319
Election Expenses		1	1
Operating Lease Rentals - Non-Cancellable Leases	17		
- Minimum Lease Payments		52	97
Subtotal - Prescribed Expenses		365	436
(ii) Other Materials, Contracts and Expenses			
Contractors		3,059	2,917
Energy		667	596
Roadside Vegetation Maintenance - Contractors		398	-
Legal Expenses		101	95
Levies Paid to Government - NRM levy		954	756
Levies - Other		55	65
Parts, Accessories & Consumables		1,361	1,347
Professional Services		435	331
Sundry		608	767
Water		556	579
Insurance		463	504
Professional Services - Waste Management		2,512	2,367
Community Grants / Donations / Sponsorship		199	200
Storm Damage Repairs - Jetty Infrastructure		705	-
Contribution - Community Seawall		209	-
License Fees - Information Technology		186	207
Subscriptions		69	63
Plant & Machinery - Registration		113	112
Contribution - Yorke Peninsula Community Transport		69	52
Contribution - Yorke Peninsula Tourism		46	44
Contribution - Regional Development Australia		29	28
Telephones		137	121
Bank Charges		66	65
Subtotal - Other Material, Contracts & Expenses		12,997	11,216
Total Materials, Contracts and Other Expenses		13,362	11,652

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 3. Expenses (continued)

\$ '000	Notes	2017	2016
(c). Depreciation, Amortisation and Impairment			
(i) Depreciation and Amortisation			
Buildings & Other Structures		2,157	2,177
Stormwater Drainage		163	163
CWMS		480	478
Transport Infrastructure		5,018	5,027
Water Scheme Infrastructure		70	73
Plant & Equipment		834	967
Furniture & Fittings		203	139
Other Assets		433	489
Subtotal		9,358	9,513
(ii) Impairment			
Plant & Equipment		6	-
Other Assets		12	-
Subtotal		18	-
Total Depreciation, Amortisation and Impairment		9,376	9,513
(d). Finance Costs			
Interest on Overdraft and Short-Term Drawdown		-	-
Interest on Loans		394	411
Total Finance Costs		394	411

Note 4. Asset Disposal & Fair Value Adjustments

Infrastructure, Property, Plant & Equipment

(i) Assets Renewed or Directly Replaced

Proceeds from Disposal	472	480
Less: Carrying Amount of Assets Sold	(3,673)	(4,591)
Gain (Loss) on Disposal	(3,201)	(4,111)
Net Gain (Loss) on Disposal or Revaluation of Assets	(3,201)	(4,111)

* The new Asset Management System records disposal of assets where capital work upgrade/renewal has been undertaken. Under this system disposals were recorded against CWMS (\$50,000 - disposals), Transport Infrastructure (\$521,000 - disposals), Water Scheme Infrastructure (\$8,000 - disposals), Plant & Equipment (\$333,000 - disposals), Furniture & Fittings (\$50,000 - write off obsolete information technology assets) and Other Assets (\$2,711,000 - disposals and write off of duplicate assets capitalised in Buildings & Structures)

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 5. Current Assets

\$ '000	Notes	2017	2016
(a). Cash & Cash Equivalents			
Cash on Hand at Bank		289	1,098
Deposits at Call		6,637	5,859
Total Cash & Cash Equivalents		6,926	6,957
(b). Trade & Other Receivables			
Rates - General & Other		594	443
Accrued Revenues		55	86
Debtors - General		751	172
GST Recoupment		237	230
Prepayments		258	283
Loans to Community Organisations		91	99
Total Trade & Other Receivables		1,986	1,313
(c). Inventories			
Stores & Materials		737	953
Trading Stock		21	27
Total Inventories		758	980

Note 6. Non-Current Assets

Financial Assets

Receivables

Loans to Community Organisations		692	783
Total Financial Assets		692	783

Yorke Peninsula Council

Notes to and forming part of the Financial Statements
for the year ended 30 June 2017

Note 7a (i) Infrastructure, Property, Plant & Equipment

\$ '000	Fair Value Level	as at 30/6/2016				Asset Movements during the Reporting Period										as at 30/6/2017			
		At Fair Value	At Cost	Accumulated Dep'n	Carrying Value	Asset Additions		WDV/ of Asset Disposals	Depreciation Expense (Note 3c)	Impairment Loss (recognised in P/L) (Note 3c)	WIP Transfers	Adjustments & Transfers	Revaluation Decrements to Equity (ARR) (Note 9)	Revaluation Increments to Equity (ARR) (Note 9)	At Fair Value	At Cost	Accumulated Dep'n	Carrying Value	
						New/ Upgrade	Renewals												Revaluation Decrements to Equity (ARR) (Note 9)
Capital Work in Progress		-	798	-	798	289	97	-	-	-	(736)	-	-	-	-	396	-	396	
Land	2	73,572	296	-	73,868	110	-	-	-	-	-	-	-	-	-	406	-	73,878	
Buildings & Other Structures	2	5,251	2,182	1,109	6,324	140	-	-	(196)	-	-	-	-	-	-	2,322	1,307	8,288	
Buildings & Other Structures	3	86,704	1,093	47,808	39,989	66	501	-	(1,961)	-	61	230	-	-	-	1,951	49,769	38,686	
Stormwater Drainage	3	12,050	61	3,428	8,685	85	-	-	(163)	-	-	-	-	-	-	146	3,588	8,608	
CWMS	3	24,872	513	6,862	16,523	86	254	(50)	(460)	-	-	-	90	-	-	853	9,284	16,424	
Transport Infrastructure	3	229,544	4,433	106,355	127,622	2,959	5,813	(521)	(5,018)	-	560	174	263	-	-	13,949	107,438	131,862	
Water Scheme Infrastructure	3	3,801	41	845	2,997	14	19	(8)	(70)	-	-	-	-	-	-	74	800	2,951	
Plant & Equipment	3	-	11,978	4,741	7,237	96	1,344	(333)	(834)	(6)	-	83	-	-	-	12,256	4,670	7,566	
Furniture & Fittings		-	2,820	1,369	1,451	73	140	(50)	(203)	-	175	47	-	-	-	2,866	1,233	1,633	
Other Assets		-	13,742	4,718	9,024	102	147	(2,711)	(433)	(12)	-	(534)	-	-	-	9,716	4,135	5,583	
Total Infrastructure, Property, Plant & Equipment		495,794	37,965	179,233	294,516	4,040	8,315	(3,673)	(9,358)	(18)	-	-	353	-	431,571	44,837	182,333	294,175	
Comparatives		483,191	31,394	190,655	333,890	4,752	5,037	(4,592)	(9,513)	-	-	-	(35,617)	639	435,794	37,955	179,233	294,516	

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

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

Fair Value Hierarchy Level 2 Valuations

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

Fair Value Hierarchy Level 3 Valuations of Land

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

Fair Value Hierarchy Level 3 Valuations of Buildings, Infrastructure and Other Assets

There is no known market for 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.

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

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

\$ '000

Valuation of Assets (continued)

Other Information

At 1 July 2004 upon the transition to AIFRS, Council elected pursuant to AASB 1.D5 to retain a previously established deemed cost under GAAP as its deemed cost. With subsequent addition at cost, this remains as the basis of recognition of non-material asset classes.

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

Following introduction of the Conquest Asset Management System, partial disposal of capital assets during upgrade and renewal has been recorded for the first time in 2014-15 in Council's Statement of Comprehensive Income.

Highest and best use

The following non financial assets of Council are being utilised at other than their highest and best use:

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

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

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

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

Transition to AASB 13 - Fair Value Measurement

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

Notes to and forming part of the Financial Statements
for the year ended 30 June 2017

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.

Freeholdland 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. 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.

- Basis of valuation: Fair Value
- Date of valuation: 1 July 2013
- Date of next valuation: 1 July 2018
- Valuer: Andrea Carolan, Maloney Field Services

Buildings & Other Structures

Buildings and other structures were revalued as at 1 July 2013 by Maloney Field Services in accordance with AASB 13: Fair Value Measurement. AASB 13 requires the disclosure of fair value information according to the relevant level in the fair value hierarchy. The following tables provide the fair values of the entity's assets measured and recognised on a recurring basis after initial recognition, categorised within the fair value hierarchy.

	Date of latest valuation	Fair Value Measurement using:			Total
		Level 1 Quoted prices in active mkts \$'000	Level 2 Significant observable inputs \$'000	Level 3 Significant unobservable inputs \$'000	
2017					
Land	01/07/13	-	73,978	-	73,978
Buildings and Structures	01/07/13	-	7,575	88,655	96,230
Total Property, Plant and Equipment		-	81,553	88,655	170,208
2016					
Land	01/07/13	-	73,868	-	73,868
Buildings and Structures	01/07/13	-	7,434	87,797	95,231
Total Property, Plant and Equipment		-	81,302	87,797	169,099

- Basis of valuation: Fair Value
- Date of valuation: 01 July 2013
- Date of next valuation: 01 July 2018
- Valuer: Andrea Carolan, Maloney Field Services

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

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

\$ '000

Valuation of Assets (continued)

Infrastructure

Transport Infrastructure

Transportation Infrastructure assets were valued by Tonkin Consulting as at 1 July 2015. This revaluation was based on an update to the 1 July 2013 transport valuation to take into consideration the changes Council has made to road categories and service levels in the Transport Asset Management Plan adopted by Council in October 2015 and the componentisation of asset types, which involved the removal of residuals. The resultant decrease in transport asset of \$35.82 million was driven by the review of construction, maintenance and renewal standards for the road network undertaken in the Transport Asset Management Plan which was adopted following community consultation in October 2015. Conversely the resultant increase in depreciation of \$790,000 when compared to 2014-2015 has occurred due to review and reduction of the estimated useful lives of long-life components following detailed analysis of parameters in relation to these assets. During the 2016-17 financial year (as at 1 July 2016) approximately 1.8km of sealed road not previously captured as a Council asset was added to Transport Infrastructure through revaluation utilising the 1 July 2015 valuation rates. This addition resulted in an increased to depreciation of \$4,302 per annum.

- Basis of valuation: Written down current replacement cost
- Date of valuation: 1 July 2015
- Date of next valuation: 01 July 2018
- Valuer: Rod Ellis, Tonkin Consulting

Stormwater Drainage

Stormwater drainage infrastructure assets were valued by Tonkin Consulting at 1 July 2014 at written down current replacement cost. During this revaluation Stormwater infrastructure assets not previously valued were located in various townships and locations across the district as a result of the introduction of GIS mapping. Additional assets were valued at approximately \$5.1m. All acquisitions made after the respective dates of valuation are recorded at cost.

- Basis of valuation: Written down current replacement cost
- Date of valuation: 1 July 2014
- Date of next valuation: 01 July 2019
- Valuer: Rod Ellis, Tonkin Consulting

Community Wastewater Management Schemes

Community Wastewater Management Schemes infrastructure assets were valued by Tonkin Consulting at 1 July 2014 at written down current replacement cost. During this revaluation CWMS Infrastructure assets not previously valued were identified in five townships from land divisions undertaken by developers, amounting to approximately \$3.9m. During the 2016-17 financial year (as at 1 July 2016) a number of CWMS home connections and gravity drains not previously captured as a Council asset was added to Transport Infrastructure through revaluation utilising the 1 July 2014 valuation rates. These additions resulted in an increased to depreciation of \$1,886 per annum.

All acquisitions made after the respective dates of valuation are recorded at cost.

- Basis of valuation: Written down current replacement cost
- Date of valuation: 1 July 2014
- Date of next valuation: 01 July 2019
- Valuer: Rod Ellis, Tonkin Consulting

Yorke Peninsula Council

Notes to and forming part of the Financial Statements
for the year ended 30 June 2017

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

\$ '000

Valuation of Assets (continued)

Infrastructure (continued)

Water Supply Schemes

Water Supply Schemes infrastructure assets were valued by Tonkin Consulting at 1 July 2015 at written down current replacement cost. All acquisitions made after the respective dates of valuation are recorded at cost.

- Basis of valuation: Written down current replacement cost
- Date of valuation: 1 July 2015
- Date of next valuation: 01 July 2019
- Valuer: Rod Ellis, Tonkin Consulting

Plant & Equipment

These assets are recognised on the cost basis.

All other Assets

Pursuant to Council's election, these assets are recognised on the cost basis.

These include Other Assets and Minor Plant.

Note 8. Liabilities

\$ '000	Notes	2017 Current	2017 Non Current	2016 Current	2016 Non Current
(a). Trade and Other Payables					
Goods & Services		1,555	-	961	-
Payments Received in Advance		7	-	41	-
Accrued Expenses - Employee Entitlements		218	-	166	-
Accrued Expenses - Other		308	-	271	-
Deposits, Retentions & Bonds		13	-	9	-
Total Trade and Other Payables		2,101	-	1,448	-
(b). Borrowings					
Loans		648	7,541	642	7,980
Total Borrowings		648	7,541	642	7,980

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

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 8. Liabilities

\$ '000	Notes	2017		2016	
		Current	Non Current	Current	Non Current
(c). Provisions					
Employee Entitlements (including oncosts)		2,258	129	1,880	219
Future Reinstatement / Restoration, etc		15	107	-	193
Total Provisions		2,273	236	1,880	412

Note 9. Reserves

\$ '000	1/7/2016	Increments (Decrements)	Transfers	Impairments	30/6/2017
(a). Asset Revaluation Reserve					
Land	73,286	-	-	-	73,286
Buildings & Other Structures	48,995	-	-	-	48,995
Stormwater Drainage	9,758	-	-	-	9,758
CWMS	15,330	90	-	-	15,420
Transport Infrastructure	150,895	263	-	-	151,158
Water Scheme Infrastructure	2,073	-	-	-	2,073
Total Asset Revaluation Reserve	300,337	353	-	-	300,690
Comparatives	335,455	(35,118)	-	-	300,337

\$ '000	1/7/2016	Tfrs to Reserve	Tfrs from Reserve	Other Movements	30/6/2017
(b). Other Reserves					
Balgowan Water Supply	32	66	(38)	-	60
Black Point Water Supply	58	65	(48)	-	75
Combined Effluent Reserve	251	1,422	(1,083)	-	590
Hardwicke Bay Effluent Augmentation	182	5	-	-	187
Hardwicke Bay Water Supply	76	72	(25)	-	123
Hardwicke Bay Water Augmentation	41	-	-	-	41
Point Souttar Effluent Augmentation	51	3	-	-	54
Total Other Reserves	691	1,633	(1,194)	-	1,130
Comparatives	757	18	(84)	-	691

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 9. Reserves (continued)

\$ '000

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).

Balgowan Water Supply

Investment of surplus funds from water service charges levied for Balgowan, as required by legislation.

Black Point Water Supply

Surplus funds from service charges levied are appropriated to assist with the maintenance and capital replacement of the scheme in the future.

Combined Effluent Reserve

Surplus funds from service charges levied are appropriated to assist with the maintenance and capital replacement of the various schemes in the future as per motion of Council at 12th June 2007 meeting.

Hardwicke Bay Effluent Augmentation

Contribution from land division (as condition of approval) to assist future effluent infrastructure installation/upgrade.

Hardwicke Bay Water Supply

Surplus funds from service charges levied are appropriated to assist with the maintenance and capital replacement of the scheme in the future.

Hardwicke Bay Water Augmentation

Contribution from land division (as condition of approval) to assist future water infrastructure installation/upgrade.

Point Souttar Effluent Augmentation

Contribution (as condition of approval) to assist future effluent infrastructure installation/upgrade.

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 10. Assets Subject to Restrictions

\$ '000	Notes	2017	2016
<p>The uses of the following assets are restricted, wholly or partially, by legislation or other externally imposed requirements. The assets are required to be utilised for the purposes for which control was transferred to Council, or for which the revenues were originally obtained.</p>			
Infrastructure, Property, Plant & Equipment			
<i>Country Fire Service Stations</i>			
Ardrossan		56	56
Balgowan		150	150
Port Clinton		77	77
Curramulka		29	29
Maitland		60	60
Minlaton		54	54
Port Victoria		109	109
<i>Caravan Parks</i>			
Ardrossan		591	597
Coobowie		2,835	2,893
Edithburgh		1,625	1,669
Minlaton		294	300
Pine Point		402	409
Port Clinton		436	436
Port Rickaby		1,305	1,331
Port Victoria		545	556
Stansbury / Oyster Point		3,185	3,262
Yorke town		808	808
<i>Fauna & Wildlife Parks</i>			
Minlaton		120	120
<i>Parklands</i>			
Ardrossan Scout Hall		94	94
Minlaton Basketball Stadium and Courts		286	286
Edithburgh Oval		209	209
Yorke town Lions Clubrooms		640	643
Warooka Museum		96	96
Total Infrastructure, Property, Plant & Equipment		14,006	14,244
Total Assets Subject to Externally Imposed Restrictions		14,006	14,244

Yorke Peninsula Council

Notes to and forming part of the Financial Statements
for the year ended 30 June 2017

Note 11. Reconciliation to Statement of Cash Flows

\$ '000	Notes	2017	2016
(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	6,926	6,957
Balances per Statement of Cash Flows		6,926	6,957
(b). Reconciliation of Change in Net Assets to Cash from Operating Activities			
Net Surplus/(Deficit)		(802)	(4,313)
Non-Cash Items in Income Statements			
Depreciation, Amortisation & Impairment		9,376	9,513
Non-Cash Asset Acquisitions		-	(100)
Grants for Capital Acquisitions (Treated as Investing Activity Receipts)		(2,288)	(1,968)
Net (Gain) Loss on Disposals		3,201	4,111
		9,487	7,243
Add (Less): Changes in Net Current Assets			
Net (Increase)/Decrease in Receivables		(681)	36
Net (Increase)/Decrease in Inventories		222	(203)
Net Increase/(Decrease) in Trade & Other Payables		649	(1,052)
Net Increase/(Decrease) in Unpaid Employee Benefits		288	123
Net Increase/(Decrease) in Other Provisions		(71)	51
Net Cash provided by (or used in) operations		9,894	6,198
(c). Non-Cash Financing and Investing Activities			
Acquisition of assets by means of:			
- Physical Resources Received Free of Charge	2j	-	100
Amounts recognised in Income Statement		-	100
Total Non-Cash Financing & Investing Activities		-	100
(d). Financing Arrangements			
Unrestricted access was available at balance date to the following lines of credit:			
Bank Overdrafts		100	100
Corporate Credit Cards		36	37
LGFA Cash Advance Debenture Facility		3,000	3,000

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

Yorke Peninsula Council

Notes to and forming part of the Financial Statements
for the year ended 30 June 2017

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 2017	Actual 2016	Actual 2017	Actual 2016	Actual 2017	Actual 2016	Actual 2017	Actual 2016	Actual 2017	Actual 2016	
\$ '000											
Business Undertakings	2,646	2,516	2,071	2,119	575	397	-	-	22,407	22,642	
Community Services	342	242	2,742	1,254	(2,400)	(1,012)	158	170	33,501	9,011	
Culture	136	312	235	1,018	(99)	(706)	106	84	2,208	20,952	
Community Wastewater Management	1,430	1,381	1,118	1,327	312	54	22	24	17,410	17,463	
Environment	954	845	2,175	1,409	(1,221)	(564)	80	65	10,871	15,647	
Recreation	256	95	2,919	1,893	(2,663)	(1,798)	70	-	52,898	56,705	
Regulatory Services	331	314	1,516	284	(1,185)	30	-	-	187	182	
Tourism	20	67	276	292	(256)	(225)	-	-	113	41	
Transport & Communication	3,112	2,074	8,817	8,221	(5,705)	(6,147)	3,111	1,980	140,189	136,940	
Waste Management	2,657	2,470	2,631	2,456	26	14	-	-	1,379	1,407	
Water Supply	308	240	240	317	68	(77)	-	-	2,992	3,069	
Council Administration	19,838	17,000	7,179	9,236	12,659	7,764	2,174	771	20,382	20,490	
Total Functions/Activities	32,030	27,556	31,919	29,826	111	(2,270)	5,721	3,094	304,537	304,549	

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.

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 12b. Components of Functions

\$ '000

The activities relating to Council functions are as follows:

BUSINESS UNDERTAKINGS

Caravan Parks, Electricity Supply, Gravel Pits / Quarries, Marinas / Boat Havens, Private Works, Property Portfolio, and Other.

COMMUNITY SERVICES

Public Order and Safety, Crime Prevention, Emergency Services, Other Fire Protection, Other Public Order and Safety, Health Services, Pest Control – Health, Immunisation, Nursing Homes, Preventive Health Services, Other Health Services, Community Support, Elderly Citizens Facilities, Home Assistance Scheme, Other Services for the Aged and Disabled, Child Care Centres, Children and Youth Services, Community Assistance, Family and Neighbourhood Support, Other Community Support, Community Amenities, Bus Shelters, Cemeteries / Crematoria, Public Conveniences, Car Parking – non-fee-paying, Telecommunications Networks, and Other Community Amenities.

CULTURE

Library Services, Mobile Libraries and Housebound Services, Static Libraries, Other Library Services, Cultural Services, Cultural Venues, Heritage, Museums and Art Galleries, and Other Cultural Services.

COMMUNITY WASTEWATER MANAGEMENT

Community Wastewater Management Schemes

ECONOMIC DEVELOPMENT

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

ENVIRONMENT

Agricultural Services, Agricultural Water, Animal/Plant Boards, Landcare, Other Agricultural Services, Other Environment, 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 – Indoor, Sports Facilities – Outdoor, Swimming Centres – Indoor, 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, Bus Service, Footpaths and Kerbing, Roads – sealed, Roads – formed, Roads – natural formed, Roads – unformed, Traffic Management, LGGC – roads (formula funded), and Other Transport.

WASTE MANAGEMENT

Waste Management, Domestic Waste, Green Waste, Recycling, Transfer Stations, Waste Disposal Facility and Other Waste Management.

WATER SUPPLY

Water Supply - domestic

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.

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 1.59% (2016: 1.9% and 2.45%). Short term deposits have an average maturity of 60 days and an average interest rate of 1.94% (2016: 60 days and 1.96%).

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. 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).

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

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 on a monthly basis; interest is charged at fixed rates between 4.00% and 7.95% (2016: 4.00% and 7.95%).

Carrying Amount:

Approximates fair value.

Liabilities

Finance Leases

Accounting Policy:

Accounted for in accordance with AASB 117.

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 13. Financial Instruments (continued)

\$ '000	Due < 1 year	Due > 1 year & ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
2017					
Financial Assets					
Cash & Equivalents	6,926	-	-	6,926	6,926
Receivables	1,396	-	-	1,396	2,084
Other Financial Assets	-	497	378	875	692
Total Financial Assets	8,322	497	378	9,197	9,702
Financial Liabilities					
Payables	1,575	-	-	1,575	1,575
Current Borrowings	1,026	-	-	1,026	648
Non-Current Borrowings	-	3,975	5,572	9,547	7,541
Total Financial Liabilities	2,601	3,975	5,572	12,148	9,764

\$ '000	Due < 1 year	Due > 1 year & ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
2016					
Financial Assets					
Cash & Equivalents	6,957	-	-	6,957	6,957
Receivables	913	-	-	913	1,653
Other Financial Assets	-	475	491	966	783
Total Financial Assets	7,870	475	491	8,836	9,393
Financial Liabilities					
Payables	1,011	-	-	1,011	1,011
Current Borrowings	1,044	-	-	1,044	642
Non-Current Borrowings	-	3,944	6,372	10,316	7,980
Total Financial Liabilities	2,055	3,944	6,372	12,371	9,633

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

	30 June 2017		30 June 2016	
	Weighted Avg Interest Rate	Carrying Value	Weighted Avg Interest Rate	Carrying Value
Fixed Interest Rates	4.72%	8,189	4.76%	8,622
		8,189		8,622

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.

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

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.

Yorke Peninsula Council

Notes to and forming part of the Financial Statements
for the year ended 30 June 2017

Note 14. Commitments for Expenditure

\$ '000	Notes	2017	2016
---------	-------	------	------

(a). Capital Commitments

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

Transport Infrastructure	8	1,817
Other assets	275	100
Furniture & Fittings	-	13
Buildings & Structures	699	7
CWMS	199	-
Stormwater Infrastructure	3	-
	1,184	1,937

These expenditures are payable:

Not later than one year	1,184	1,937
Later than one year and not later than 5 years	-	-
Later than 5 years	-	-
	1,184	1,937

(b). Other Expenditure Commitments

Other expenditure committed for (excluding inventories) at the reporting date but not recognised in the financial statements as liabilities:

Audit Services	24	45
Waste Management Services	4,230	7,059
Employee Remuneration Contracts	1,642	1,289
Consulting Service Agreement	30	-
Roadside Vegetation Management	-	172
	5,926	8,565

These expenditures are payable:

Not later than one year	3,500	3,526
Later than one year and not later than 5 years	2,426	5,039
Later than 5 years	-	-
	5,926	8,565

(c). Finance Lease Commitments

Council has no Finance Leases.

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 15. Financial Indicators

\$ '000	Amounts	Indicator	Prior Periods	
	2017	2017	2016	2015

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	111			
Total Operating Revenue	32,030	0.4%	(8.2%)	(6.1%)

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

1a. Adjusted Operating Surplus Ratio

In recent years the Federal Government has made advance payments prior to 30th June from future year allocations of financial assistance grants, as explained in Note 1. The Adjusted Operating Surplus Ratio adjusts for the resulting distortion in the disclosed operating result for each year.

	(1,033)			
	32,030	(3.2%)	(4.0%)	(10.3%)

2. Net Financial Liabilities Ratio

Net Financial Liabilities	3,195			
Total Operating Revenue	32,030	10%	12%	11%

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.

3. Asset Sustainability Ratio

Net Asset Renewals	7,843			
Infrastructure & Asset Management Plan required expenditure	9,358	84%	49%	53%

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

* Amounts shown above an asterisk (*) indicate that depreciation expense has been used as a proxy, pending finalisation of the Infrastructure and Asset Management Plans.

Yorke Peninsula Council

Notes to and forming part of the Financial Statements
for the year ended 30 June 2017

Note 15. Financial Indicators - Graphs (continued)

<p>1. Operating Surplus Ratio</p> <table border="1"> <thead> <tr> <th>Year</th> <th>Ratio %</th> </tr> </thead> <tbody> <tr> <td>2015</td> <td>-6.1%</td> </tr> <tr> <td>2016</td> <td>-8.2%</td> </tr> <tr> <td>2017</td> <td>0.4%</td> </tr> </tbody> </table>	Year	Ratio %	2015	-6.1%	2016	-8.2%	2017	0.4%	<p>Purpose of Operating Surplus Ratio</p> <p>This indicator is to determine the percentage the operating revenue varies from operating expenditure</p>	<p>Commentary on 2016/17 Result</p> <p>2016/17 Ratio 0.4%</p> <p>Operating Surplus Ratio for 2017 impacted positively as a result of 50% of the Financial Assistance Grant received in advance.</p>
Year	Ratio %									
2015	-6.1%									
2016	-8.2%									
2017	0.4%									
<p>1a. Adjusted Operating Surplus Ratio</p> <table border="1"> <thead> <tr> <th>Year</th> <th>Ratio %</th> </tr> </thead> <tbody> <tr> <td>2015</td> <td>-10.3%</td> </tr> <tr> <td>2016</td> <td>-4.0%</td> </tr> <tr> <td>2017</td> <td>-3.2%</td> </tr> </tbody> </table>	Year	Ratio %	2015	-10.3%	2016	-4.0%	2017	-3.2%	<p>Purpose of Adjusted Operating Surplus Ratio</p> <p>This indicator is to determine the percentage the operating revenue (adjusted for timing differences in the Financial Assistance Grant) varies from operating expenditure</p>	<p>Commentary on 2016/17 Result</p> <p>2016/17 Ratio -3.2%</p> <p>Adjusted Operating Surplus Ratio matches Financial Assistance Grant income to the relevant year returning a modest improvement in underlying financial performance for 2017 compared to 2016.</p>
Year	Ratio %									
2015	-10.3%									
2016	-4.0%									
2017	-3.2%									
<p>2. Net Financial Liabilities Ratio</p> <table border="1"> <thead> <tr> <th>Year</th> <th>Ratio %</th> </tr> </thead> <tbody> <tr> <td>2015</td> <td>11%</td> </tr> <tr> <td>2016</td> <td>12%</td> </tr> <tr> <td>2017</td> <td>10%</td> </tr> </tbody> </table>	Year	Ratio %	2015	11%	2016	12%	2017	10%	<p>Purpose of Net Financial Liabilities Ratio</p> <p>This indicator shows the significance of the net amount owed to others, compared to operating revenue</p>	<p>Commentary on 2016/17 Result</p> <p>2016/17 Ratio 10%</p> <p>Net Financial Liabilities Ratio is slightly better than 2016 due to increased cash primarily due to advance payment of Financial Assistance Grant.</p>
Year	Ratio %									
2015	11%									
2016	12%									
2017	10%									
<p>3. Asset Sustainability Ratio</p> <table border="1"> <thead> <tr> <th>Year</th> <th>Ratio %</th> </tr> </thead> <tbody> <tr> <td>2015</td> <td>53%</td> </tr> <tr> <td>2016</td> <td>49%</td> </tr> <tr> <td>2017</td> <td>84%</td> </tr> </tbody> </table>	Year	Ratio %	2015	53%	2016	49%	2017	84%	<p>Purpose of Asset Sustainability Ratio</p> <p>This indicator aims to determine if assets are being renewed and replaced in an optimal way</p>	<p>Commentary on 2016/17 Result</p> <p>2016/17 Ratio 84%</p> <p>Increased focus on asset renewal compared to previous years and availability of additional funding has resulted in this ratio being significantly higher than previous years.</p>
Year	Ratio %									
2015	53%									
2016	49%									
2017	84%									

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 16. Uniform Presentation of Finances

\$ '000	2017	2016
<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	32,030	27,556
less Expenses	(31,919)	(29,826)
Operating Surplus / (Deficit)	111	(2,270)
less Net Outlays on Existing Assets		
Capital Expenditure on Renewal and Replacement of Existing Assets	8,315	5,095
less Depreciation, Amortisation and Impairment	(9,376)	(9,513)
less Proceeds from Sale of Replaced Assets	(472)	(480)
Subtotal	(1,533)	(4,898)
less Net Outlays on New and Upgraded Assets		
Capital Expenditure on New and Upgraded Assets (including Investment Property & Real Estate Developments)	4,040	4,653
less Amounts Received Specifically for New and Upgraded Assets	(2,288)	(1,968)
less Proceeds from Sale of Surplus Assets (including Investment Property & and Real Estate Developments)	-	-
Subtotal	1,752	2,685
Net Lending / (Borrowing) for Financial Year	(108)	(57)

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 17. Operating Leases

\$ '000	2017	2016
---------	------	------

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.

(i) Investment Property

Rentals received, and outgoings reimbursed, in relation to Investment Property are also disclosed in Note 2. These lease agreements, all of which are classified as operating leases, are made on a non-cancellable basis wherever practicable

Council has not classified any Land or Buildings as "Investment Property".

Leases commitments under all non-cancellable lease agreements, are as follows:

Not later than one year	334	329
Later than one year and not later than 5 years	582	804
Later than 5 years	238	153
	<u>1,154</u>	<u>1,286</u>

(ii) Lease Payment Commitments of Council

Council has entered into non-cancellable operating leases for various items of computer equipment.

No contingent rentals were paid during the current or previous reporting periods.

No lease imposes any additional restrictions on Council in relation to additional debt or further leasing.

Leases in relation to computer and office equipment permit Council, at expiry of the lease, to elect to re-lease return or acquire the equipment leased

No lease contains any escalation clause.

Commitments under non-cancellable operating leases that have not been recognised in the financial statements are as follows:

Not later than one year	34	44
Later than one year and not later than 5 years	37	71
Later than 5 years	-	-
	<u>71</u>	<u>115</u>

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

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 2016/17; 9.50% in 2015/16). 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 2015/16) of "superannuation" salary.

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

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

The most recent actuarial investigation was conducted by the Fund's actuary, A C Miller, FIAA, of Russell Employee Benefits Pty Ltd as at 30 June 2014. The Trustee has determined that the current funding arrangements are adequate for the expected Salarylink liabilities. However, future financial and economic circumstances may require changes to Council's contribution rates at some future time.

Contributions to Other Superannuation Schemes

Council also makes contributions to other superannuation schemes selected by employees under the "choice of fund" legislation. All such schemes are of the accumulation type, where the superannuation benefits accruing to the employee are represented by their share of the net assets of the scheme, and no further liability attaches to the Council.

Yorke Peninsula Council

Notes to and forming part of the Financial Statements
for the year ended 30 June 2017

Note 19. 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.

COMMUNITY SEAWALL LOANS FUNDED BY SEPARATE RATE REQUEST

During the financial year Council resolved to contribute towards the construction of seawalls for two separate groups of ratepayers. It was resolved that these contributions were to be funded by new loans to be taken out by Council with both principle and interest to be repaid to Council by the affected ratepayers via a separate rate levied against their properties over the next 10 years (being the term of the loan). Council is confident that all amounts owed under the agreement will be recovered.

The value of loans (inclusive of principle and interest) to be repaid via separate rate over 10 year period are listed below:

- Chinaman Wells Seawall \$258,329.80
- Point Turton Seawall \$225,943.60

Yorke Peninsula Council

Notes to and forming part of the Financial Statements for the year ended 30 June 2017

Note 20. Related Party Transactions

\$ '000

2017

Key Management Personnel

Transactions with Key Management Personnel

The Key Management Personnel of the Council include the Mayor, Councillors, CEO and certain prescribed officers under section 112 of the *Local Government Act 1999*. In all, 16 persons were paid the following total compensation:

The compensation paid to Key Management Personnel comprises:

Salaries, Allowances & Other Short Term Benefits	864
Post-Employment Benefits	64
Total	<u>928</u>

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:

Contributions for Fringe Benefits Tax purposes	8
Total	<u>8</u>

Four close family members of key management personnel are employed by Council in accordance with the terms of the Award, and as recorded in the public Register of Salaries maintained in accordance with section 105 of the *Local Government Act 1999*.

Key management personnel or close family members (including related parties) lodged a total of three planning and building applications during the year. In accordance with the *Local Government Act 1999*, these persons declared conflicts of interest and took no part in the assessment or approval process for these applications.

Four planning and building approvals, with and without conditions, were granted during the year (including 2 lodged the previous year); 1 remains to be finalised at the end of the year. Total fees for these applications (all of which were payable subsequent to lodgement) amounted to \$567.47.

Key management personnel own a business from which various supplies and services were purchased as required or account in accordance with Council's Purchasing and Procurement Policy. Total purchases amounted to \$8,496 (GST Inclusive) for the financial year with no amounts unpaid at the end of year.

A relative of key management personnel is a director of a business awarded a construction contract during the year. The construction contract was awarded through a quotation process undertaken during the year in accordance with Council's Purchasing and Procurement Policy. Total payment for services rendered under this contract amounted to \$40,433.51 (GST Inclusive) with no amounts outstanding at the end of the year. Services in addition to this contract were also provided to Council during the financial year to the value of \$2,345.04 (GST Inclusive) with no amounts outstanding for payment at year end.

INDEPENDENT AUDITOR'S REPORT

To the members of the Yorke Peninsula Council

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a general purpose financial report, of the Yorke Peninsula Council (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 2017 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 2017 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**



**JIM KEOGH
PARTNER**

Signed on the 10th day of November 2017,
at 214 Melbourne Street, North Adelaide

INDEPENDENT ASSURANCE REPORT ON THE INTERNAL CONTROLS OF THE YORKE PENINSULA COUNCIL

We have audited the Internal Controls of the Yorke Peninsula Council (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 2016 to 30 June 2017 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 2016 to 30 June 2017. 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 2016 to 30 June 2017.

**DEAN NEWBERY & PARTNERS
CHARTERED ACCOUNTANTS**



**JIM KEOGH
PARTNER**

Signed on the 10th day of November 2017
at 214 Melbourne Street, North Adelaide, South Australia, 5006

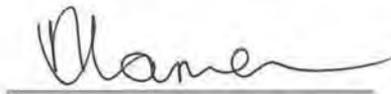
Yorke Peninsula Council

General Purpose Financial Statements for the year ended 30 June 2017

Certification of Auditor Independence

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Yorke Peninsula Council for the year ended 30 June 2017, the Council's Auditor, Dean Newbery & 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*.



Andrew Cameron
CHIEF EXECUTIVE OFFICER



Peter Brass
PRESIDING MEMBER, AUDIT COMMITTEE

Date: 8th November 2017

Certification of Auditor's Independence

I confirm that, for the audit of the financial statements of the Yorke Peninsula Council for the year ended 30 June 2017, 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*.



JIM KEOGH

Partner

DEAN NEWBERY & PARTNERS

CHARTERED ACCOUNTANTS

Dated this 10th day of November 2017

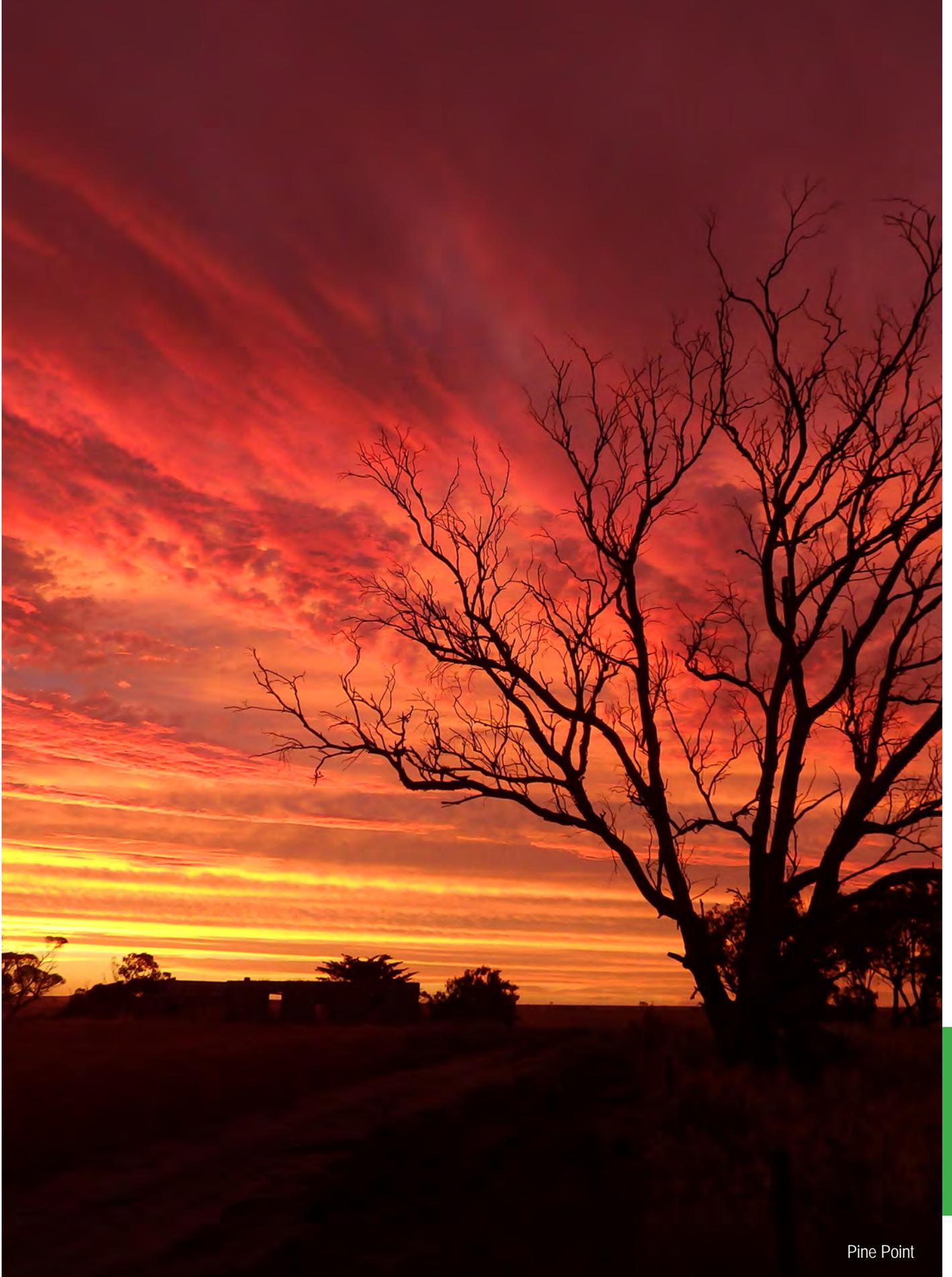
Office:
214 Melbourne Street
North Adelaide SA 5006

All Correspondence:
PO Box 755
North Adelaide SA 5006

T: (08) 8287 4777
F: (08) 8239 0895
E: admin@deannewbery.com.au

Liability limited by a scheme approved under Professional Standards Legislation

REGIONAL SUBSIDIARIES



Subsidiaries

Pine Point



2016/2017 ANNUAL REPORT

This report was adopted at the Annual General Meeting of the Legatus Group held on 8 September 2017.

The Legatus Group Charter clause 6.3 Annual Report

6.3.1 The Legatus Group must each year, produce an Annual Report summarising the activities, achievements and financial performance of the Legatus Group for the preceding Financial Year.

6.3.2 The Annual Report must incorporate the audited financial statements of the Legatus Group for the relevant Financial Year.

6.3.3 The Annual Report must be provided to the Constituent Councils by 30 September each year.

The Legatus Group is a regional subsidiary of:

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

The Central Local Government Region was established in 1998 under Section 200 of the Local Government Act 1934 as a controlling authority. It now continues in existence and as a regional subsidiary of its member Councils under Part 2 of Schedule 2 of the Local Government Act 1999 by the provisions of Section 25 of the Local Government (Implementation) Act 1999. In 2016 the Central Local Government Region of South Australia adopted the name of Legatus Group to which it is now referred.

The Legatus Group is established to:

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

The Legatus Group is a body corporate and is governed by a Board of Management which has the responsibility to manage all activities of the group and ensure that they act in accordance with its Charter. The Region's area spans the Barossa Valley through the Clare Valley, Yorke Peninsula, Adelaide Plains, Mid and Upper North districts through to the Flinders Ranges, covering 27 per cent of the incorporated area of the State and comprising some 27 per cent of the State's population outside of Adelaide.

Contact Details: Address: 155 Main North Road CLARE SA 5453 PO Box 419 CLARE SA 5453 Telephone: 08 88422222 Email: ceo@legatus.sa.gov.au Website: www.legatus.sa.gov.au

Legatus Group Board of Management: The Board shall consist of all the principal members of the Constituent Councils which for 2016/2017 were:

Council	Delegate
Adelaide Plains Council	Mayor Tony Flaherty
Clare & Gilbert Valleys Council	Mayor Allan Aughey OAM
Copper Coast Council	Mayor Paul Thomas AM
District Council of Barunga West	Mayor Cynthia Axford
District Council of Mount Remarkable	Mayor Sandra Wauchope replaced by Mayor Colin Nottle
District Council of Orroroo Carrieton	Chairman Kathie Bowman
District Council of Peterborough	Mayor Ruth Whittle OAM
Light Regional Council	Mayor Bill O'Brien
Northern Areas Council	Mayor Denis Clark
Port Pirie Regional Council	Mayor John Rohde
Regional Council of Goyder	Mayor Peter Matthey
The Barossa Council	Mayor Bob Sloane
The Flinders Ranges Council	Mayor Peter Slattery
Wakefield Regional Council	Mayor Rodney Reid
Yorke Peninsula Council	Mayor Ray Agnew OAM

Office Bearers for 2016/17

Chairman:	Mayor Peter Matthey
Deputy Chairs:	Mayor Denis Clark Mayor Sandra Wauchope (until 18 November 2016) Mayor Allan Aughey (from 18 November 2016)
Executive Members:	Mayor Rodney Reid Mayor Ray Agnew OAM
Delegate to the LGA Board representing the Central Region of the LGA Constitution:	Mayor Denis Clark (Northern Areas) LGA Board Member Mayor Peter Matthey (Goyder) LGA Board Member Mayor Allan Aughey OAM (Clare & Gilbert Valley) LGA Deputy Board Member
Chief Executive Officer:	Mr David J. Stevenson (until 5 June 2017) Mr Simon Millcock (from 5 June 2017)
Auditor:	Mr Ian G. McDonald FCA

Meetings of the Legatus Group

The following meetings of the Board of Management were held during the 2016/17 year:

- Annual General Meeting 19 August 2016
- Ordinary Meeting 19 August 2016
- Ordinary Meeting 18 November 2016
- Ordinary Meeting 17 February 2017
- Special Meeting 31 March 2017
- Ordinary Meeting 19 May 2017

Committee Meetings

There were five committees formed in 2016/2017

Committee	Members	Meeting Dates
Executive Committee	<ul style="list-style-type: none"> • Mayor Peter Matthey (Chair) • Mayor Denis Clark • Mayor Sandra Wauchope/Mayor Allan Aughey • Mayor Rodney Reid • Mayor Ray Agnew 	Nil
Audit Committee	<ul style="list-style-type: none"> • Mayor Ray Agnew (Chair) • Chair Kathie Bowman • Mayor Colin Nottle (19 May 2017) • Dr Andrew Johnson • Mr Colin Davies 	24 February 2017
Management Group	<ul style="list-style-type: none"> • Mr Colin Byles (Northern Areas) (Chair) • Mr Martin McCarthy (Barossa) • Mr Andrew Cole (Barunga West) • Mr Roy Blight (Clare & Gilbert Valleys) • Mr Peter Harder (Copper Coast) • Mr Colin Davies (Flinders Ranges) • Mr John Brak (Goyder) and Mr Griff Campbell (acting CEO January until June 2017) • Mr Brian Carr (Light) • Mr Wayne Hart (Mt Remarkable) • Mr Stephen Rufus (Orroroo/Carrieton) • Mr Peter McGuinness (Peterborough) • Dr Andrew Johnson (Pirie Regional) • Mr Christopher Parish (Wakefield) then Mr Jason Kuchel 	5 August 2016 14 October 2016 1 December 2016 3 February 2017 30 June 2017

	<ul style="list-style-type: none"> • Mr Andrew Cameron (Yorke Peninsula) 	
Road & Transport Infrastructure Advisory Committee:	<ul style="list-style-type: none"> • David Hassett (Wakefield), • Fred Linke (Barunga West), • Lee Wallis (Goyder), • Peter Porch (Northern Areas), • Kieren Chappell (Light) • Colin Davies (Flinders Ranges), • Stephen Rufus (Orroroo), • Jo-Anne Buchanan (RDA), • Steve Kaesler (Barossa) 	10 April 2017 19 April 2017
Regional Climate Change Steering Committee	<ul style="list-style-type: none"> • Kelly-Anne Saffin (RDA Yorke & Mid North) • Trevor Naismith (Natural Resources Northern Yorke) • David Stevenson • Michelle Benison (Department of Environment, Water and Natural Resources) 	7 November 2016 30 Jan 2017 6 March 2017 1 May 2017

CHAIRMAN'S REPORT

It has been my pleasure to serve as your Chairman in 2016/17 and I would like to take this opportunity to report on some of the highlights from the year. We developed and adopted a suite of major policies in education, health, national resource management, regional development, roads and infrastructure, sports and recreation. It is however important now as we move closer to the State election that our major policies reflect our regional needs.

The Roads Infrastructure Advisory Committee undertook the 2017/18 Special Local Roads program and it would appear from notice received yesterday that our application this year has been successful.

Our battle to see a quality outcome to the NRM Levy debacle remains unsatisfactorily resolved, but that wasn't from the lack of effort put in across the local government sector and in particular our region. But rather a broader misunderstanding by Minister Hunter to see that local government shouldn't be burdened with the necessity to collect a state tax which seemingly then bears little to no resemblance to the costs of delivering services on the ground by his department and NRM boards alike.

On a similar note work to reduce the red tape and improve efficiency in Crown lands has continued, albeit been met with echoes of complexity and time delays from the state government.

The region has been proactive in supporting the challenges and changing environment our regional and rural hospitals and health services find themselves in. Without these critical services, the very foundations of our towns are continuing to be threatened.

Our effort to encourage and foster closer working relationships with the RDA were slowed when the federal government announced a national review. The review is now complete and it would appear little significance will come of it. However, we remain close allies and maintain local government can be a continuing catalyst for efficient and effective delivery of economic development across the region.

The work the region has done to have rubble royalties removed has made significant progress over the year. This is a shining example of how our region has been able to garner support across the entire state through perseverance and collaboration. It is also an example of how the LGA can work closely with regions in a support role.

Our Charter was reviewed and there are still some minor amendments to make, but given this has been the most substantial change in the Charter for many years I'm pleased Councils have worked positively toward improving our governance.

The Regional Transport Plan 2030 is due for completion soon; this work will help improve the understanding and complexities of our regional road transport networks, their purpose and the users. There are ever increasing size vehicles using regional Council roads to move large volumes of agricultural products. Also, the burgeoning tourism and community connectivity needs.

The Mega Trends Forum was held earlier this year in association with the RDA and NRM, the region hosted a very successful day and the key note speaker Dr John Hewson was blunt and insightful about politics and business in South Australia and nationally.

In closing we have also appointed a new CEO, I hope Simon is settling in and wish him well.

Mayor Peter Matthey

Chairman Legatus Group

Achievements for 2016/17

Within the focus areas for Legatus Group:

1. BOARD OPERATION AND GOVERNANCE

Operation of Legatus Group is in accordance with legislative requirements and the boards policies and procedures.

- Committees that operated under the Charter all conducted their operations within their terms of reference.
- Employment of Procurement Officer July 2016 and offer for extension May 2017.
- Managed the contract for Climate Change Project Officer.
- Appointment of a new Chief Executive Officer in June 2017.
- Adoption of the 2016/17 Business Plan and Budget.
- Acquittals to the Local Government on all funding and Research and Development Scheme were completed.
- Policy Development and Implementation
- Ten Year Strategic Plan progressing

- Brand & Identity Plan – name change / logo and website developed
- Charter Review completed
- Policies and procedures developed and accepted including employee policies
- Relocation of Office

2. LOCAL GOVERNMENT LEADERSHIP AND SUSTAINABILITY

Legatus Group are well regarded by its members and stakeholders as a valid and relevant organisation that assists with regional collaboration and is supportive of actions on key identified regional priorities.

Support members to engage collaboratively to improve service delivery, resourcing and financial capacity including through identified procurement activities.

Increased awareness by key stakeholders and political decision makers of key regional issues.

These progressed in 2016/2017 and increased development of the Legatus Group occurred through several partnerships and one of major importance is that with the Local Government Association of South Australia. This included major funding through the Outreach Program and the Regional Capacity building allocations. These programs have allowed the Legatus Group to become a stronger and more relevant to our Constituent Councils. This has occurred in the form of cost and organisational efficiencies and with enhanced alignment across our region in the form of sub regional and whole of region initiatives. The year has engendered an alignment of LGA strategies and actions with the Legatus Group region and this is relevant to both organisations as they are critical objective to both.

This alignment has allowed Legatus Group to progress with appropriate policies and procedures and establish procurement and a new website. During the year, there was continued progress against a number of priority activities.

The transition from Central Local Government Region into the Legatus Group was completed which enabled the development of a new Charter and the creation of a contemporary brand and image. A significant amount of work was completed in conjunction with the selected Brand Agency to define the work brief and produce a design and style guide for use in all communications.

Once this branding exercise was completed, we were able to immediately use the style guide as the basis to engage with our I.T. provider and jointly develop the Legatus website. The Website architecture, layout, content and level of interactivity was completed with the formal launch occurring in Q4 2016

The offering included submitted images from each of our Member Councils as well as a 'Members Only' section that provides access to a range of procurement documentation for use in normal day to day Council procurement activities.

Other partnerships which have been of importance during 2016/2017 has been with the various Regional Development Australia (RDA) and Natural Resource Management (NRM) Organisations that cover the Legatus Group region. Due to the complexity of these various regions a focus has seen 2016/2017 focus on working with the RDA Yorke Mid North (YMN) and Northern and Yorke NRM. Expanding into the other RDA's and NRM's needs to also be considered.

Legatus Group continued to be an active member of the South Australian Regional Organisation of Councils and has benefitted from the support of the 5-other regional Executive Officers.

3. REGIONAL & COMMUNITY SUSTAINABILITY

The long-term regional economic, environmental and social sustainability is fostered through pro-active, innovative, efficient and collaborative approaches to priority issues.

Projects

Project	Topic / Commentary / Detail
Regional Procurement (more detailed report provided)	<ul style="list-style-type: none"> • Legatus Group strategic alliance to establish a collaborative regional approach to the procurement function • MoU by member Councils to collectively acknowledge the value, benefit and objectives of the Legatus Procurement Group • Legatus website and the first Legatus Tender being called through this medium (supply of bulk diesel fuel)
Regional Climate Change	<ul style="list-style-type: none"> • Guideline to Plan Climate Change Actions tendered <ul style="list-style-type: none"> ○ Literature review and implementation plan with guidelines for individual councils tested along with development of monitoring and case studies developed. • Final draft of Coast Adaptation report submitted • Inundation mapping progressed with Yorke Peninsula Council • Draft sector agreement completed • Regular steering committee meetings held
Regional Rubble Royalty repeal	<ul style="list-style-type: none"> • Progress with Department of State Development and Cement Concrete & Aggregates Australia with positive impact and successful outcomes to be achieved with outstanding matter being the decision on distances and possible repeal • Data collection from across State collated and distributed
Regional Alliance RDAY&MN and NRMN&Y	<ul style="list-style-type: none"> • Legatus Group relocates to the regional agency hub as a co-tenant with both RDAY&MN and NRMN&Y • Regional Plan being progressed with all 3 organisations being partners • Sub regional leaders program progressing
Regional Crown Land Red Tape Reduction	<ul style="list-style-type: none"> • Progress made with Department of Environment, Water and Natural Resources and Crown Lands • Prioritising by region and ability to work with Crown Lands on identified strategic land to progress
Community Waste Management Scheme	<ul style="list-style-type: none"> • CWMS Management Committee confirmed funding to Legatus Group for the formation of the Central Local Government Region CWMS User Group. • Initial meeting held and proposal by Rashlee Pty Ltd for a 12-month program to developed.

State Recoveries Procedure	<ul style="list-style-type: none"> • Relevant data documented on the Clare and Gilbert Valleys Council claim through the State Recoveries Office for damages relating to the extreme weather event experienced in the region in September of 2016. • Review required and need to establish the support of the LGA to advocate the case on our behalf to the State Government.
Regional Transport Plan for Legatus	<ul style="list-style-type: none"> • HDS Australia commenced work on the 2030 Regional Transport Plan • Desk top research undertaken • Formation of Legatus Transport & Infrastructure Advisory Committee
National Disability Insurance Scheme	<ul style="list-style-type: none"> • Membership of the Yorke Mid North Hub delivering project and action plans in partnership with RDA YMN.

PROCUREMENT

Following the identification of procurement as a function of the Legatus Group, Paul Kennedy was contracted for 12 months on 25.07.2016 as the Legatus Group Procurement Officer.

The key aspect of the procurement function is to form an alliance to improve respective procurement activity and to benefit from economies of scale. This is designed to reduce the cost of services to ratepayers and ensure a coordinated approach to the regional procurement of goods and services. A procurement Memorandum of Understanding (MoU) was signed by the CEO's of all the Legatus Group in November 2016.

The Legatus Procurement Working Group was established with a nominated representative from each Council to meet, identify, discuss, review and prioritise the regional procurement activity. These Working Group meetings commenced ??? and ?? were held. These meetings actively encouraged the cultivation of cross communication, sharing of information, experiences and practical examples of problems and solutions.

Some excellent knowledge has been gathered and the spirited nature of discussions has ensured their constructive value.

Following the development and implementation of the new Legatus website, a standardised suite of procurement working documents was produced and loaded for immediate on-line access by our Member Councils. This full working set of templates are both best practice and have also been legalised. The suite of documents totals some 650 pages in number and are downloadable for members who then only need to place their individual council logo on the required set.

Our thanks go to The Barossa Council for their assistance in compiling these documents.

This has provided an immediate saving in labour, whilst at the same time standardising the procurement documents in use throughout the region. The website is also accessible for registered suppliers to access tender opportunities in addition to being able to download a complete sample set of Work, Health and Safety documents and tools.

A formal Legatus Procurement Policy was developed and published in Quarter 1, 2017 that sets out in detail the standards and processes that will be adopted for the provision of services, purchasing of goods and services and the disposal of land and other assets.

The policy addresses the key elements of the conduct of the Legatus Group in these areas and the principles that will guide its decision-making process.

Key principles include the compliance with our statutory obligations and the National Competition Policy and our participation with other spheres of government, community groups and the private sector in service delivery.

A critical component of the Policy is that full consideration is taken of the impact of service delivery on community and social issues.

The Legatus Group clearly states that a main procurement consideration is the existence of local suppliers of the goods or services and the subsequent impact on the local economy if the goods or services were purchased from outside of the region.

The Legatus Procurement Working Group is proving an ideal forum to bring together Member Council staff who have a procurement responsibility with a view to cultivating cross communication, collaboration in procurement planning and the identification of regional procurement opportunities. There have been 22 topics relevant to procurement that have been discussed.

Over the 2016/17 financial year, the procurement working group meetings have averaged seven attendees from the twelve participating Councils.

All Member Council Mayor's and CEO's signed the Procurement MoU as a clear demonstration of the support of all Councils for the procurement initiative.

It is imperative that this in principle support is translated into on the ground attendance and participation in the activities of the group.

The Local Government Association Procurement are undertaking an aggressive plan of revenue expansion and Legatus Group engaged with them to assess the potential for a closer working relationship between the two groups. With no decision made during 2016/2017.

The Diesel Fuel Tender which commenced in ??? proved to be a lengthier process than was initially intended and should be completed in early 2017/2018. It was appropriate to engage with our legal counsel to ensure that the first proposed Legatus contract was in accordance with current best industry practice.

They recommended some changes be implemented and this resulted in the addition of around three months of discussions as a proposed contract was drafted and revised several times. The tender process had reached the completion of the first assessment team meeting. It was following this initial assessment meeting that a participating Council removed themselves from the process for confidential reasons. This introduced a range of logistical and probity complexities that were required to again be overseen by our legal team.

A new specification document then needed to be drafted to reflect the reduced volume of the overall tender. This was supplied back to the market along with the draft contract document for the tenderers to review and resubmit their offering.

The initial annual saving to the region was in the vicinity of \$45K per annum and we expect this to reduce by around 25% with the lower annual volumes.

Work commenced on the 2017/18 Procurement Plan is to assemble all the capital budgets from our councils to deliver:

- A regional summary spreadsheet that details the budgeted expenditure by Councils which will be broken down by category.
- A recommended strategic procurement plan by category for consideration.
- The Legatus Procurement Working Group will then meet, review and prioritise the regional procurement activity.

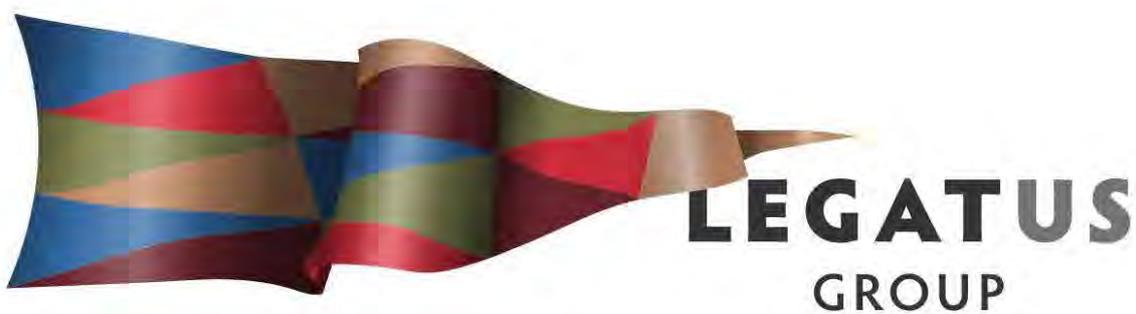
- Participating members will confirm their individual category data sets and commit to joining in to the joint procurement process.
- Legatus Group will then undertake the preparation of specifications and tender documents in accordance with the prioritised procurement plan.
- The market engagement will be in accordance with the Legatus Procurement Policy.
- Tenders and quotations will be received, collated and prepared for assessment by the participating members.
- Recommendations are then submitted to the Legatus Board for ratification and contracts and purchase orders will be awarded subject to the direction of the board.
- Legatus Group will then undertake the contract management and post procurement review of each decision to ensure that all efficiencies and cost savings are captured and reported on.
- The early indication is that around \$40mill of combined Member Council procurement activity can be processed through this collaborative approach.

This joint initiative will be a clear demonstration of the value in maintaining a centralised procurement function that will result in:

- Reduce the regional duplication of procurement activity
- Produce improved cost savings and return greater operational efficiencies
- Improved probity and risk
- The stimulation of regional collaboration and economic development

**CENTRAL LOCAL GOVERNMENT REGION OF
SOUTH AUSTRALIA**

trading as



ANNUAL FINANCIAL STATEMENTS
for the financial year

1 July 2016 – 30 June 2016

As adopted at the Annual General Meeting held 8 September 2017

LEGATUS GROUP
General Purpose Financial Reports
for the year ended 30 June 2017

TABLE OF CONTENTS

	<u>Page</u>
Group Certificate	146
Principal Financial Statements	
Statement of Comprehensive Income	147
Statement of Financial Position	148
Statement of Changes in Equity	149
Statement of Cash Flows	150
Notes to, and forming part of, the Principal Financial Statements	
Note 1 - Significant Accounting Policies	151
Note 2 - Income	154
Note 3 - Expenses	155
Note 4 - Asset Disposal & Fair Value Adjustments	156
Note 5 - Current Assets	156
Note 6 - Non-Current Assets	156
Note 7 - Plant & Equipment	157
Note 8 - Liabilities	158
Note 9 - Reserves	158
Note 10 - Assets Subject to Restrictions	NR
Note 11 - Reconciliation of Cash Flow Statement	159
Note 12 - Functions	159
Note 13 - Financial Instruments	160
Note 14 - Expenditure Commitments	NR
Note 15 - Financial Indicators	161
Note 16 - Uniform Presentation of Finances	162
Note 17 - Operating Leases	NR
Note 18 - Superannuation	NR
Note 19 - Interests in Other Entities	NR
Note 20 - Discontinued Operations and Non-Current Assets held for sale	NR
Note 21 - Assets & Liabilities not Recognised	NR
Note 22 - Events Occurring After Reporting Date	NR
Note 23 - Related Party Transactions	163
	(NR - Not Required)
Audit Report - Financial Statements	
Audit Report - Internal Controls	
Council Certificate of Audit Independence	
Audit Certificate of Audit Independence	

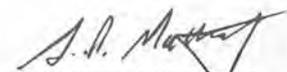
LEGATUS GROUP
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2017

CERTIFICATION OF FINANCIAL STATEMENTS

We have been authorised by the Group 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 Group's financial position at 30 June 2017 and the results of its operations and cash flows for the financial year.
- internal controls implemented by the Group provide a reasonable assurance that the Group's financial records are complete, accurate and reliable and were effective throughout the financial year.
- the financial statements accurately reflect the Group's accounting and other records.


.....
Simon Millcock
Chief Executive Officer


.....
Mayor Samuel Peter Matthey
President

Date:

LEGATUS GROUP

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 30 June 2017

		2017	2016
	Notes	\$	\$
INCOME			
Grants, subsidies and contributions	2	348,889	316,166
Investment income	2	12,205	13,869
Reimbursements	2	25,105	-
Other income	2	194,538	154,140
Total Income		<u>580,737</u>	<u>484,175</u>
EXPENSES			
Employee costs	3	261,600	92,626
Materials, contracts & other expenses	3	279,405	264,741
Depreciation, amortisation & impairment	3	9,487	3,243
Finance costs	3	24	-
Total Expenses		<u>550,516</u>	<u>360,610</u>
OPERATING SURPLUS / (DEFICIT)		30,221	123,565
NET SURPLUS / (DEFICIT)		<u>30,221</u>	<u>123,565</u>
transferred to Equity Statement			
Total Other Comprehensive Income		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME		<u>30,221</u>	<u>123,565</u>

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

LEGATUS GROUP

STATEMENT OF FINANCIAL POSITION
as at 30 June 2017

	Note	2017	2016
ASSETS	s	\$	\$
Current Assets			
Cash and cash equivalents	5	719,859	556,783
Trade & other receivables	5	<u>25,404</u>	<u>124,056</u>
Total Current Assets		<u>745,263</u>	<u>680,839</u>
Non-current Assets			
Infrastructure, property, plant & equipment	7	<u>23,799</u>	<u>30,110</u>
Total Non-current Assets		<u>23,799</u>	<u>30,110</u>
Total Assets		<u>769,062</u>	<u>710,949</u>
LIABILITIES			
Current Liabilities			
Trade & other payables	8	47,649	18,928
Provisions	8	<u>5,214</u>	<u>6,060</u>
Total Current Liabilities		<u>52,863</u>	<u>24,988</u>
Non-current Liabilities			
Provisions	8	<u>172</u>	<u>155</u>
Total Non-current Liabilities		<u>172</u>	<u>155</u>
Total Liabilities		<u>53,035</u>	<u>25,143</u>
NET ASSETS		<u>716,027</u>	<u>685,806</u>
EQUITY			
Accumulated Surplus		121,695	113,143
Other Reserves	9	<u>594,332</u>	<u>572,663</u>
TOTAL EQUITY		<u>716,027</u>	<u>685,806</u>

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

LEGATUS GROUP

STATEMENT OF CHANGES IN EQUITY
for the year ended 30 June 2017

		Accumulated Surplus	Other Reserves	TOTAL EQUITY
2017	Note	\$	\$	\$
Balance at end of previous reporting period		113,143	572,663	685,806
Net Surplus / (Deficit) for Year		30,221		30,221
Other Comprehensive Income				
Transfers between reserves	9	(21,669)	21,669	-
Balance at end of period		121,695	594,332	716,027
2016				
Balance at end of previous reporting period		68,145	494,096	562,241
Net Surplus / (Deficit) for Year		123,565		123,565
Other Comprehensive Income				
Transfers between reserves		(78,567)	78,567	-
Balance at end of period		113,143	572,663	685,806

LEGATUS GROUP

STATEMENT OF CASH FLOWS
for the year ended 30 June 2017

	Notes	2017 \$	2016 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
<u>Receipts</u>			
Investment receipts		12,205	14,132
Grants utilised for operating purposes		490,490	224,444
Reimbursements		15,400	-
Other revenues		188,416	217,562
<u>Payments</u>			
Employee costs		(266,402)	(81,342)
Materials, contracts & other expenses		(273,833)	(326,485)
Finance payments		(24)	-
Net Cash provided by (or used in) Operating Activities		166,252	48,311
 CASH FLOWS FROM INVESTING ACTIVITIES			
<u>Receipts</u>			
<u>Payments</u>			
Expenditure on renewal/replacement of assets		-	(33,353)
Expenditure on new/upgraded assets		(3,176)	-
Net Cash provided by (or used in) Investing Activities		(3,176)	(33,353)
 CASH FLOWS FROM FINANCING ACTIVITIES			
<u>Receipts</u>			
<u>Payments</u>			
Net Increase (Decrease) in cash held		163,076	14,958
Cash & cash equivalents at beginning of period	11	556,783	541,825
Cash & cash equivalents at end of period	11	719,859	556,783

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

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2017

Note 1 - SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

1. Basis of Preparation

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

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

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

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

1.1 Historical Cost Convention

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

1.2 The Local Government Reporting Entity

The Legatus Group ("the Group") is a regional subsidiary under Section 43 and Schedule 2 of the Local Government Act 1999.

The Constituent Councils are:

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

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

1.3 Income recognition

Income is measured at the fair value of the consideration received or receivable. Income is recognised when the Group 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 Group's operations for the current reporting period.

1.4 Cash, Cash Equivalents and other Financial Instruments

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

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

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

1.5 Property, Plant & Equipment

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

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

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

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

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

Major depreciation periods for each class of asset are shown in Note 7.

1.6 Payables

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

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

Employee Benefits

Salaries, Wages & Compensated Absences

The Group has two employees as at the 30th June 2017, a Chief Executive Officer and a Regional Procurement Officer. 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.

Weighted average discount rate	2.10% (2016, 2.08%)
Weighted average settlement period	10 years (2016, 10 years)

No accrual is made for sick leave as the Group's 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. The Group does not make payment for untaken sick leave.

Superannuation

The Group contributes the statutory 9.5% SGC superannuation to the nominated superannuation funds for the Chief Executive Officer and Regional Procurement Officer.

GST Implications

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

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

Pending Accounting Standards

Certain new accounting standards and UIG interpretations have been published that are not mandatory for the 30 June 2017 reporting period and have not been used in preparing these reports.

AASB 7	Financial Instruments – Disclosures
AASB 9	Financial Instruments
AASB 15	Revenue from Contracts with Customers
AASB 17	Leases
AASB 1058	Income of Not-for-Profit Entities

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

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

The Group is of the view that other than AASB 16 and AASB 1058, none of the above new standards or interpretations will affect any of the amounts recognised in the financial statements, but that they may impact certain information otherwise disclosed.

Accounting Standard AASB 1058 Income of Not-for-Profit Entities may have a material effect on the amounts disclosed in these reports, particularly in revenues from grants & subsidies, but does not commence until the 2019/20 financial period, and it is not Group's intention to adopt this Standard early.

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

for the year ended 30 June 2017

Note 2 - INCOME

	2017	2016
	\$	\$
INVESTMENT INCOME		
Interest on investments		
Local Government Finance Authority	12,117	13,795
Banks & other	88	74
	12,205	13,869
REIMBURSEMENTS		
Legal, Climate Change, USGRPG	25,105	-
	25,105	-
OTHER INCOME		
Council Contributions	159,545	154,140
Sundry	34,993	-
	194,538	154,140
GRANTS, SUBSIDIES, CONTRIBUTIONS		
Sundry	348,889	316,166
	348,889	316,166
<i>Sources of grants</i>		
State government	348,889	231,166
Other	-	85,000
	348,889	316,166
<i>Conditions over grants & contributions</i>		
<i>Grants and contributions which were obtained on the condition that they be expended for specified purposes or in a future period, but which are not yet expended in accordance with those conditions, are as follows:</i>		
<i>Unexpended at the close of the previous reporting period</i>	221,570	143,003
<i>Less: expended during the current period from revenues recognised in previous reporting periods</i>		
A009-Special Projects	(6,281)	-
P009-Climate Change	(4,761)	-
P015-Local Government Reform	-	(48,952)
P026-Strategic Procurement	(31,100)	-
P022-Roads & Transport	-	(127)
P023-Outreach Collaboration Project	-	(52,923)
P027-LG Reform - Incentive Risk	-	(5,471)
<i>Subtotal</i>	(42,142)	(107,473)
<i>Plus: amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions</i>		
P022-Roads & Transport	11,314	-
P024-Climate Change Co-ordinator 2015-17	43,943	-
P025-Outreach Phase 2	33,235	50,000
P026-Strategic Procurement	-	31,100
P028-Regional Capacity Building	98,086	104,940
<i>Subtotal</i>	186,578	186,040
<i>Unexpended at the close of this reporting period</i>	366,006	221,570
<i>Net increase (decrease) in assets subject to conditions in the current reporting period</i>	144,436	78,567

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2017

Note 3 - EXPENSES

	2017	2016
	\$	\$
EMPLOYEE COSTS		
Salaries and Wages	209,804	75,887
Employee leave expense	15,991	6,217
Superannuation	20,785	7,209
Insurance	2,550	872
CEO relocation	3,761	-
Professional Development	1,007	-
FBT	7,702	2,441
Total Operating Employee Costs	<u>261,600</u>	<u>92,626</u>
<i>Total Number of Employees</i>	2	1
<i>(Full time equivalent at end of reporting period)</i>		
MATERIALS, CONTRACTS & OTHER EXPENSES		
<u>Prescribed Expenses</u>		
Auditor's Remuneration		
- Auditing the financial reports	1,650	1,683
Subtotal - Prescribed Expenses	<u>1,650</u>	<u>1,683</u>
<u>Other Materials, Contracts & Expenses</u>		
Contractors & Consultants	202,888	220,098
Legal Expenses	8,202	8,639
Unleaded Fuel	4,934	3,410
Members Allowances & Support	4,264	6,024
Meetings & Conferences	4,852	3,175
Insurance	7,624	7,585
Rental - Premises	10,581	3,182
Advertising	1,050	2,093
Accommodation	3,959	915
Airfares	2,157	1,361
Travel : Reimbursement	7,036	15
Catering & Meals	4,768	1,098
Telephone & Internet	4,434	455
Postages/Stationery/IT	5,586	4,408
Sundry	5,420	600
Subtotal - Other Materials, Contracts & Expenses	<u>277,755</u>	<u>263,058</u>
	<u>279,405</u>	<u>264,741</u>
DEPRECIATION		
Motor Vehicle	6,311	3,243
Computers & Software	3,176	-
	<u>9,487</u>	<u>3,243</u>
FINANCE COSTS		
Interest on bank account	24	-
	<u>24</u>	<u>-</u>

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2017

	2017	2016
	\$	\$

Note 4 - ASSET DISPOSAL & FAIR VALUE ADJUSTMENTS

	Nil	Nil
--	-----	-----

Note 5 - CURRENT ASSETS

CASH & EQUIVALENT ASSETS

Cash on Hand and at Bank	77,915	21,879
Deposits at Call	<u>641,944</u>	<u>534,904</u>
	<u>719,859</u>	<u>556,783</u>

TRADE & OTHER RECEIVABLES

Accrued Revenues	2,687	2,610
Debtors - general	12,139	-
Other levels of Government	-	115,434
GST Recoupment	10,578	4,421
Prepayments	<u>-</u>	<u>1,591</u>
	<u>25,404</u>	<u>124,056</u>

Note 6 - NON-CURRENT ASSETS

FINANCIAL ASSETS	Nil	Nil
------------------	-----	-----

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2017

Fair Value Level	2016 \$				2017 \$			
	AT FAIR VALUE	AT COST	ACCUM DEPN	CARRYING AMOUNT	AT FAIR VALUE	AT COST	ACCUM DEPN	CARRYING AMOUNT
Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT								
Motor Vehicle	-	33,353	(3,243)	30,110	-	33,353	(9,554)	23,799
Computers & Software	-	772	(772)	-	-	3,948	(3,948)	-
TOTAL PLANT & EQUIPMENT	-	34,125	(4,015)	30,110	-	37,301	(13,502)	23,799
<i>Comparatives</i>	-	772	(772)	-	-	34,125	(4,015)	30,110

2016 \$	CARRYING AMOUNT MOVEMENTS DURING YEAR \$							2017 \$		
	CARRYING AMOUNT	New/Upgrade	Additions Renewals	Disposals	Depreciation	Impairment	Transfers In		Out	Net Revaluation
Motor Vehicle	30,110	-	-	-	(6,311)	-	-	-	-	23,799
Computers & Software	-	3,176	-	-	(3,176)	-	-	-	-	-
TOTAL PLANT & EQUIPMENT	30,110	3,176	-	-	(9,487)	-	-	-	-	23,799
<i>Comparatives</i>	-	33,353	-	-	(3,243)	-	-	-	-	30,110

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2017

Note 8 - LIABILITIES

	2017		2016	
	\$		\$	
TRADE & OTHER PAYABLES	Current	Non-current	Current	Non-current
Goods & Services	23,399		317	
Accrued expenses - employee entitlements	1,096	-	5,069	-
GST & PAYG	23,154	-	13,542	-
	<u>47,649</u>	<u>-</u>	<u>18,928</u>	<u>-</u>
PROVISIONS				
Employee entitlements (including oncosts)	5,214	172	6,060	155
	<u>5,214</u>	<u>172</u>	<u>6,060</u>	<u>155</u>

Note 9 - RESERVES

OTHER RESERVES	1/7/2016	Transfers to Reserve	Transfers from Reserve	30/6/2017
General Reserve	31,093	-	-	31,093
1 A009-Special Projects	17,341	-	(2,000)	15,341
2 P003-Waste Management	16,273	-	-	16,273
P009-Climate Change	4,761	-	(4,761)	-
P015-Local Government Reform	111,048	-	(111,048)	-
3 P022-Roads & Transport	26,578	11,314	-	37,892
4 P024-Climate Change Co-Ordinator 2015-17	19,529	43,943	-	63,472
5 P025-LG Outreach Phase 2	50,000	33,235	-	83,235
P026-Strategic Procurement	31,100	-	(31,100)	-
6 P027-LG Reform - Incentive Risk	160,000	-	(16,000)	144,000
7 P028-Regional Capacity Building	104,940	98,086	-	203,026
TOTAL OTHER RESERVES	<u>572,663</u>	<u>186,578</u>	<u>(164,909)</u>	<u>594,332</u>
	<u>494,096</u>	<u>346,040</u>	<u>(267,473)</u>	<u>572,663</u>

PURPOSES OF RESERVES

Other Reserves

1 A007-Special Projects

LGA funded support programme

2 P003-Waste Management

State Government funded technical support programme

3 P022-Roads & Transport

CLGR funded programme - Regional Development Australia Freight Strategy

4 P024-Climate Change Co-ordinator 2015-17

Regional Partners and State Government funded programme

5 P025-LG Outreach Phase 2

LGA funded programme

6 P027-LG Reform - Incentive Risk

CEO Performance fund

7 P028-Regional Capacity Building

Region rubble royalty % returned for project allocation 2017/18 on

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2017

Note 11 - RECONCILIATION TO CASH FLOW STATEMENT

(a) Reconciliation of Cash

Cash Assets comprise highly liquid investments with short periods to maturity subject to insignificant risk of changes of value. Cash at the end of the reporting period as shown in the Cash Flow Statement is reconciled to the related items in the Balance Sheet as follows:

	Notes	2017 \$	2016 \$
Total cash & equivalent assets	5	<u>719,859</u>	<u>556,783</u>
Balances per Cash Flow Statement		<u>719,859</u>	<u>556,783</u>

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

Net Surplus (Deficit)		30,221	123,565
Non-cash items in Income Statement			
Depreciation, amortisation & impairment		9,487	3,243
Net increase (decrease) in unpaid employee benefits		<u>(4,802)</u>	<u>11,284</u>
		<u>34,906</u>	138,092
Add (Less): Changes in Net Current Assets			
Net (increase) decrease in receivables		98,652	(59,763)
Net increase (decrease) in trade & other payables		<u>32,694</u>	<u>(30,018)</u>
Net Cash provided by (or used in) operations		<u>166,252</u>	<u>48,311</u>

(c) Non-Cash Financing and Investing Activities

(d) Financing Arrangements

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

Corporate Credit Cards		5,000	2,000
------------------------	--	-------	-------

Note 12 - FUNCTIONS

The activities of the Region are categorised into the following programmes

- 1 A009-Special Projects
- 2 P003-Waste Management
- 3 P009-Climate Change
- 4 P015-Local Government Reform
- 5 P022-Roads & Transport
- 6 P023-Outreach Collaboration Project
- 7 P024-Climate Change Co-Ordinator 2015-17
- 8 P025-LG Outreach Phase 2
- 9 P026-Strategic Procurement
- 10 P027-LG Reform - Incentive Risk
- 11 P028-Regional Capacity Building

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

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

for the year ended 30 June 2017

Note 13 - FINANCIAL INSTRUMENTS

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

Accounting Policies - Recognised Financial Instruments

Bank, Deposits at Call, Short Term Deposits	<p>Accounting Policy: Carried at lower of cost and net realisable value; Interest is recognised when earned.</p> <p>Short term deposits are available on 24 hour call with the LGFA and have an interest rate of 1.5% as at 30 June 2017</p> <p>Carrying amount: approximates fair value due to the short term to maturity.</p>
Receivables - Trade & Other Debtors	<p>Accounting Policy: Carried at nominal value.</p> <p>Terms & conditions: Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals and do not bear interest.</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
Liabilities - Creditors and Accruals	<p>Accounting Policy: Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Group.</p> <p>Terms & conditions: Liabilities are normally settled on 30 day terms.</p> <p>Carrying amount: approximates fair value.</p>

Liquidity Analysis

2017	Due < 1 year	Due > 1 year, ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets	\$	\$	\$	\$	\$
Cash & Equivalents	719,859	-	-	719,859	719,859
Receivables	22,717	-	-	22,717	22,717
Total	742,576	-	-	742,576	742,576
Financial Liabilities					
Payables	46,553	-	-	46,553	46,553
Total	46,553	-	-	46,553	46,553
2016	Due < 1 year	Due > 1 year, ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets	\$	\$	\$	\$	\$
Cash & Equivalents	556,783	-	-	556,783	556,783
Receivables	121,446	-	-	121,446	121,446
Total	678,229	-	-	678,229	678,229
Financial Liabilities					
Payables	13,859	-	-	13,859	13,859
Total	13,859	-	-	13,859	13,859

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 Group.

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 Group is the carrying amount, net of any allowance for doubtful debts. All Group 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 Group's boundaries, and there is no material exposure to any individual debtor.

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

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

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

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2017

Note 15 - FINANCIAL INDICATORS

	2017	2016	2015
--	------	------	------

These Financial Indicators have been calculated in accordance with *Information Paper 9 - Local Government Financial Indicators* prepared as part of the LGA Financial Sustainability Program for the Local Government Association of South Australia. Detailed methods of calculation are set out in the SA Model Statements.

The Information Paper was revised in May 2015 and the financial indicators for previous years have been re-calculated in accordance with the revised formulas.

Operating Surplus Ratio

<u>Operating Surplus</u>	5.0%	26.0%	(60.0%)
Total Operating Revenue			

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

Net Financial Liabilities Ratio

<u>Net Financial Liabilities</u>	-119%	-135%	-113%
Total Operating Revenue			

Net Financial Liabilities are defined as total liabilities less financial assets. These are expressed as a percentage of total operating revenue.

Asset Sustainability Ratio

<u>Net Asset Renewals</u>	0%	0%	0%
Infrastructure & Asset Management Plan required expenditure			

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

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2017

Note 16 - UNIFORM PRESENTATION OF FINANCES

The following is a high level summary of both operating and capital investment activities of the Group prepared on a simplified Uniform Presentation Framework basis.

All Councils in South Australia have agreed to summarise annual budgets and long-term financial plans on the same basis.

The arrangements ensure that all Councils provide a common 'core' of financial information, which enables meaningful comparisons of each Council's finances

	2017	2016
	\$	\$
Income	580,737	484,175
<i>less</i> Expenses	<u>550,516</u>	<u>360,610</u>
Operating Surplus / (Deficit)	30,221	123,565
<i>less</i> Net Outlays on Existing Assets		
Capital Expenditure on renewal and replacement of Existing Assets	-	33,353
Depreciation, Amortisation and Impairment	<u>(9,487)</u>	<u>(3,243)</u>
	(9,487)	30,110
<i>less</i> Net Outlays on New and Upgraded Assets		
	<u>3,176</u>	-
Net Lending / (Borrowing) for Financial Year	<u>36,532</u>	<u>93,455</u>

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2017

Note 23 - RELATED PARTY DISCLOSURES

KEY MANAGEMENT PERSONNEL

The Key Management Personnel of the Group include the 15 Mayors/Chairpersons of the constituent Councils and the CEO. In all, 3 persons were paid the following total compensation:

	2017 \$
Salaries, allowances & other short term benefits	
Post-employment benefits	
Long term benefits	TBA
Termination benefits	
TOTAL	

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

	2017 \$
Contributions for fringe benefits tax purposes	Nil
TOTAL	

PARTIES RELATED TO KEY MANAGEMENT PERSONNEL

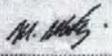
KMP and relatives of KMPs own retail businesses from which various supplies were purchased as required either for cash or on 30 day account. Purchases from none of these individual businesses exceeded \$x,xxx during the year.

**LEGATUS GROUP
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2017**

CERTIFICATION OF AUDITOR INDEPENDENCE

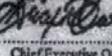
To the best of our knowledge and belief, we confirm that, for the purpose of the audit of The Legatus group for the year ended 30 June 2017, the Council's Auditor, Ian G McDonald has maintained his independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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


.....
Chief Executive Officer
The Borough Council


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

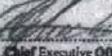

.....
Chief Executive Officer
The Borough Council


.....
Chief Executive Officer
Ligite Regional Council


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


.....
Chief Executive Officer
Port Phillip Regional Council


.....
Chief Executive Officer
Yorke Peninsula Council


.....
Chief Executive Officer
Walesfield Regional Council


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


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


.....
Chief Executive Officer
Regional Council of Croydon


.....
Chief Executive Officer
Ardenland Plains Council


.....
Chief Executive Officer
Northern Plains Council


.....
Chief Executive Officer
District Council of Ororo-Carrion


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


.....
Chairman
Legatus Group
Board of Management

Date:

Ian G McDonald FCA



Legatus Group Independent Auditor's Report

We have audited the attached financial statements, being a general purpose financial report, of Legatus Group, for the year ended 30 June 2017.

Opinion

In our opinion, the financial statements of the Authority are properly drawn up:

- a) to present fairly the financial position of the Authority as at the 30 June 2017 and the results of its operations for the period then ended, and;
- b) according to Australian Accounting Standards.

Basis for Opinion

For the audit of the Authority we have maintained our independence in accordance with the relevant ethical requirements of APES 110 Section 290. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information – Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report is prepared to assist the authority to meet the requirements of Local Government Act 1999 together with the Local Government (Financial Management Regulations 2011). As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the members.

Responsibilities of Management for the Financial Report

The Board of Management is responsible for the preparation of the financial report in accordance with Local Government Act 1999 together with the Local Government (Financial Management Regulations 2011) and for such internal control as management determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Report

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the schedule 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 judgment, including the assessment of the risks of material misstatement in the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation 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 association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial report.

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

Ian G McDonald FCA
Registered Company Auditor

Dated at Grange this 4th day of September 2017

Ian 0419 620 906
ianmcdonald@creativeauditing.org

www.creativeauditing.com.au
PO Box 75, Henley Beach SA 5022
ABN 13 550 494 869

Nancy 0408 832 848
nancytran@creativeauditing.org

Ian G McDonald FCA



4 September 2017

Mayor Peter Matthey
Chairperson
Legatus Group
PO Box 168
Crystal Brook SA 5523

Dear Mayor Matthey,

Please be advised that we have now completed the external financial audit of the Legatus Group for the financial year ended 30 June 2017.

The audit opinion has been signed without qualification.

1. Report on Matters Arising from the Audit

There is no matter that requires a report to the Minister.

We are satisfied with the action taken in relation to our audit communication during the year.

The Auditor's Independence Declaration has been provided to the Chief Executive Officer.

2. Adequacy of the Internal Control Environment

In our opinion the Subsidiary's internal control environment is adequate. A review of the internal control framework documentation should be undertaken annually.

Please do not hesitate to contact us if further information is required.

Yours sincerely,

Ian McDonald

CC: Simon Millcock

ian 0419 620 906
ianmcdonald@creativeauditing.org

www.creativeauditing.com.au
PO Box 75, Henley Beach SA 5022
ABN 13 550 494 869

Nancy 0408 832 848
nancytran@creativeauditing.org

Ian G McDonald FCA



Legatus Group
Independent Auditor's Report

We have audited the attached financial statements, being a general purpose financial report, of Legatus Group, for the year ended 30 June 2017.

Opinion

In our opinion, the financial statements of the Authority are properly drawn up:

- a) to present fairly the financial position of the Authority as at the 30 June 2017 and the results of its operations for the period then ended, and;
- b) according to Australian Accounting Standards.

Basis for Opinion

For the audit of the Authority we have maintained our independence in accordance with the relevant ethical requirements of APES 110 Section 290. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information – Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report is prepared to assist the authority to meet the requirements of Local Government Act 1999 together with the Local Government (Financial Management Regulations 2011). As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the members.

Responsibilities of Management for the Financial Report

The Board of Management is responsible for the preparation of the financial report in accordance with Local Government Act 1999 together with the Local Government (Financial Management Regulations 2011) and for such internal control as management determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Report

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the schedule 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 judgment, including the assessment of the risks of material misstatement in the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation 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 association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial report.

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

Ian G McDonald FCA
Registered Company Auditor

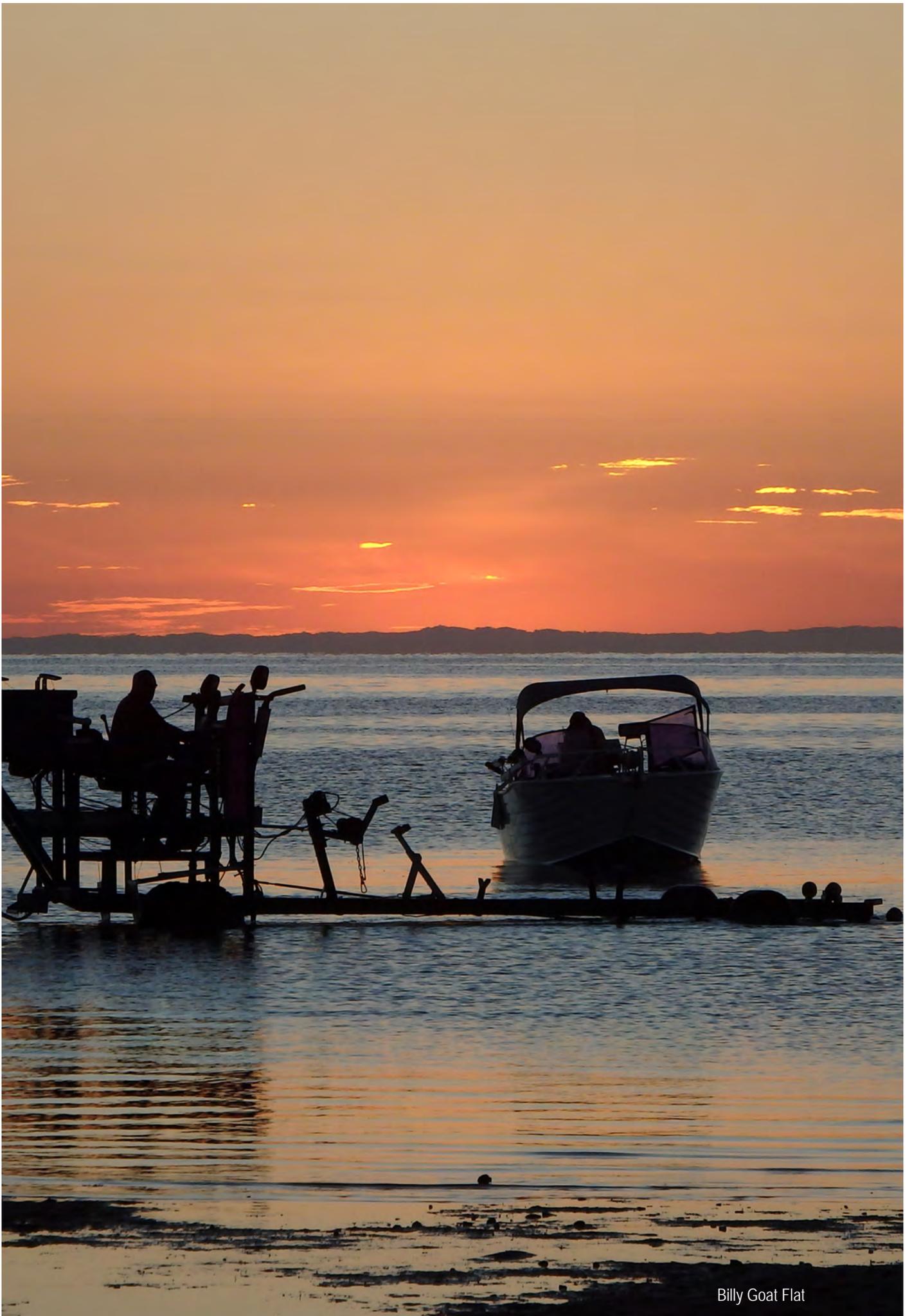
Dated at Grange this 4th day of September 2017

www.creativeauditing.com.au

ian 0419 620 906
ianmcdonald@creativeauditing.org

PO Box 75, Henley Beach SA 5022
ABN 13 550 494 869

Nancy 0408 832 848
nancytran@creativeauditing.org



Billy Goat Flat