

# Regional Council of Goyder



## Annual Financial Statements

For the financial year

July 1<sup>st</sup> 2021 – June 30<sup>th</sup> 2022

# Regional Council of Goyder

## General Purpose Financial Reports

### for the year ended 30 June 2022

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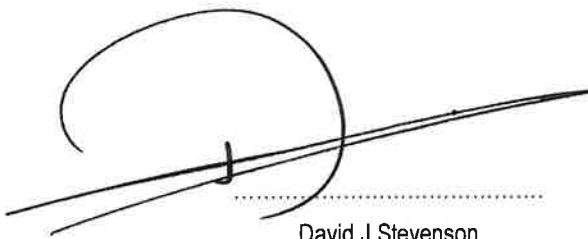
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**Regional Council of Goyder  
Annual Financial Statements  
for the year ended 30 June 2022**

**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 2022 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.

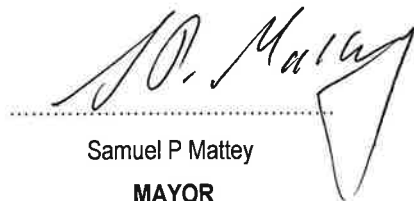


David J Stevenson

**CHIEF EXECUTIVE OFFICER**

Date:

20 September 2022



Samuel P Matthey

**MAYOR**

**Regional Council of Goyder**  
**Statement of Comprehensive Income**  
**for the year ended 30 June 2022**

	Notes	2022 \$	2021 \$
<b>INCOME</b>			
Rates	2	6,070,118	5,827,647
Statutory charges	2	126,712	129,089
User charges	2	1,357,033	1,269,161
Grants, subsidies and contributions	2	5,564,012	4,434,643
Investment income	2	35,425	53,764
Reimbursements	2	143,458	1,589,513
Other income	2	180,356	224,624
<b>Total Income</b>		<b>13,477,114</b>	<b>13,528,441</b>
<b>EXPENSES</b>			
Employee costs	3	3,687,298	3,857,225
Materials, contracts & other expenses	3	4,796,929	5,872,350
Depreciation, amortisation & impairment	3	4,461,485	4,470,551
Finance costs	3	12,139	36,643
<b>Total Expenses</b>		<b>12,957,851</b>	<b>14,236,769</b>
<b>OPERATING SURPLUS / (DEFICIT)</b>		<b>519,263</b>	<b>(708,328)</b>
Asset disposal & fair value adjustments	4	(302,315)	(239,987)
Amounts received specifically for new or upgraded assets	2	740,445	1,222,511
<b>NET SURPLUS / (DEFICIT) (transferred to Equity Statement)</b>		<b>957,393</b>	<b>274,196</b>
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>957,393</b>	<b>274,196</b>

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

**Regional Council of Goyder**  
**Statement of Financial Position**  
as at 30 June 2022

		2022	2021
	Notes	\$	\$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	5	8,451,813	6,339,504
Trade & other receivables	5	2,070,533	2,385,841
Inventories	5	1,103,777	986,670
<b>Total Current Assets</b>		<b>11,626,123</b>	<b>9,712,015</b>
<b>Non-current Assets</b>			
Financial assets	6	55,509	26,502
Infrastructure, property, plant & equipment	7	95,934,733	97,150,593
Other non-current assets	6	2,192,890	2,477,155
<b>Total Non-current Assets</b>		<b>98,183,132</b>	<b>99,654,250</b>
<b>Total Assets</b>		<b>109,809,255</b>	<b>109,366,265</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade & other payables	8	2,378,259	2,291,654
Borrowings	8	152,242	210,528
Provisions	8	523,783	571,337
<b>Total Current Liabilities</b>		<b>3,054,284</b>	<b>3,073,519</b>
<b>Non-current Liabilities</b>			
Borrowings	8	340,405	814,129
Provisions	8	193,732	215,176
<b>Total Non-current Liabilities</b>		<b>534,137</b>	<b>1,029,305</b>
<b>Total Liabilities</b>		<b>3,588,421</b>	<b>4,102,824</b>
<b>NET ASSETS</b>		<b>106,220,834</b>	<b>105,263,441</b>
<b>EQUITY</b>			
Accumulated Surplus		22,072,241	21,602,702
Asset Revaluation Reserves	9	82,518,347	82,518,347
Other Reserves	9	1,630,246	1,142,392
<b>TOTAL EQUITY</b>		<b>106,220,834</b>	<b>105,263,441</b>

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

**Regional Council of Goyder**  
**Statement of Changes in Equity**  
**for the year ended 30 June 2022**

		Acc'd Surplus	Asset Rev'n Reserve	Other Reserves	TOTAL EQUITY
2022	Notes	\$	\$	\$	\$
Balance at end of previous reporting period		21,602,702	82,518,347	1,142,392	105,263,441
<b>Net Surplus / (Deficit) for Year</b>		957,393	-	-	957,393
<b>Other Comprehensive Income</b>					
Transfers between reserves		(487,854)	-	487,854	-
<b>Balance at end of period</b>	9	<u>22,072,241</u>	<u>82,518,347</u>	<u>1,630,246</u>	<u>106,220,834</u>

2021	Notes	\$	\$	\$	\$
Balance at end of previous reporting period		21,542,958	82,518,347	927,940	104,989,245
<b>Net Surplus / (Deficit) for Year</b>		274,196	-	-	274,196
<b>Other Comprehensive Income</b>					
Transfers between reserves		(214,452)	-	214,452	-
<b>Balance at end of period</b>	9	<u>21,602,702</u>	<u>82,518,347</u>	<u>1,142,392</u>	<u>105,263,441</u>

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

**Regional Council of Goyder**  
**Statement of Cash Flows**  
**for the year ended 30 June 2022**

		2022	2021
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>Notes</b>	<b>\$</b>	<b>\$</b>
<b>Receipts:</b>			
Rates - general & other		6,072,381	5,867,275
Fees & other charges		139,383	141,998
User charges		1,510,268	1,333,684
Investment receipts		46,326	66,539
Grants utilised for operating purposes		5,771,721	4,207,493
Reimbursements		90,685	1,753,472
Other revenues		1,042,093	1,042,643
<b>Payments:</b>			
Employee costs		(3,763,878)	(3,780,530)
Materials, contracts & other expenses		(5,703,911)	(7,376,485)
Finance payments		(12,139)	(5,629)
<b>Net Cash provided by (or used in) Operating Activities</b>		<b>5,192,929</b>	<b>3,250,460</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
<b>Receipts:</b>			
Amounts specifically for new or upgraded assets		740,445	1,222,511
Sale of replaced assets		-	442,818
Repayments of loans by community groups		39,620	7,000
<b>Payments:</b>			
Expenditure on renewal/replacement of assets		(2,737,327)	(5,091,753)
Expenditure on new/upgraded assets		(526,348)	(965,897)
Loans made to community groups		(65,000)	-
<b>Net Cash provided by (or used in) Investing Activities</b>		<b>(2,548,610)</b>	<b>(4,385,321)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>Receipts:</b>			
<b>Payments:</b>			
Repayments of borrowings		(532,010)	(204,469)
<b>Net Cash provided by (or used in) Financing Activities</b>		<b>(532,010)</b>	<b>(204,469)</b>
<b>Net Increase (Decrease) in cash held</b>		<b>2,112,309</b>	<b>(1,339,330)</b>
Cash & cash equivalents at beginning of period	11	6,339,504	7,678,834
<b>Cash &amp; cash equivalents at end of period</b>	<b>11</b>	<b>8,451,813</b>	<b>6,339,504</b>

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

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 1 - Significant Accounting Policies**

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

**1 Basis of Preparation**

**1.1 Compliance with Australian Accounting Standards**

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

The financial report was authorised for issue by certificate under regulation 14 of the Local Government (Financial Management) Regulations 2011.

**1.2 Historical Cost Convention**

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

**1.3 Critical Accounting Estimates**

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

**1.4 Rounding**

All amounts in the financial statements have been rounded to the nearest dollar.

**1.5 Covid-19**

The COVID-19 pandemic has impacted the 2021/22 financial statements. The financial impacts are a direct result of either Council's response to the pandemic or due to mandatory shutdowns as directed by the Australian Government and the advice from the Australian Government Department of Health and SA Health.

Examples include; COVID leave expenditure of \$47,074 in July 2021 due to the mandatory shutdown, legal expenditure of \$19,262 due to the Council Vaccination Policy implementation

It is expected further financial impacts of \$25,000 will flow into the 2022/23 financial year but these have been largely taken into account during the development of the budget process for 2022/23. The budget assumptions for 2022/23 assume a continued easing of restrictions put in place by the government. Council has determined that there is no material uncertainty that casts doubt on Council's ability to continue as a going concern.

**2 The Local Government Reporting Entity**

The Regional Council of Goyder is incorporated under the SA Local Government Act 1999 and has its principal place of business at 1 Market Square, Burra SA. These consolidated 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.

Other entities in which Council has an interest but does not control are reported in Note 18.



# Regional Council of Goyder

## Notes to and forming part of the Financial Statements

### for the year ended 30 June 2022

#### Note 1 - Significant Accounting Policies

### 3 Income recognition

#### 3.1 Revenue

The Council recognises revenue under AASB 1058 Income of Not-for-Profit Entities (AASB 1058) or AASB 15 Revenue from Contracts with Customers (AASB 15) when appropriate.

In cases where there is an 'enforceable' contract with a customer with 'sufficiently specific' performance obligations, the transaction is accounted for under AASB 15 where income is recognised when (or as) the performance obligations are satisfied (i.e. when it transfers control of a product or service to a customer). Revenue is measured based on the consideration to which the Council expects to be entitled in a contract with a customer.

In other cases, AASB 1058 applies when a not-for-profit (NFP) entity enters into transactions where the consideration to acquire an asset is significantly less than the fair value of the asset principally to enable the entity to further its objectives. The excess of the asset recognised (at fair value) over any 'related amounts' is recognised as income immediately, except in the case where a financial asset has been received to enable the council to acquire or construct a recognisable non-financial asset that is to be controlled by the council. In this case, the council recognises the excess as a liability that is recognised over time in profit and loss when (or as) the entity satisfies its obligations under the transfer.

In recent years, the payment of untied grants (financial assistance grants/ local roads/ supplementary grants) has varied from the annual allocation as shown in the table below:

	Cash Payment Received	Annual Allocation	Difference	
2016-17	\$5,010,578	\$3,308,321	+	\$1,702,257
2017-18	\$3,668,654	\$3,619,211	+	\$49,443
2018-19	\$4,152,533	\$3,603,628	+	\$548,905
2019-20	\$3,393,895	\$3,642,570	-	-\$248,675
2020-21	\$2,846,227	\$3,462,041	-	-\$615,814
2021-22	\$4,576,645	\$3,367,132	+	\$1,209,513

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.

#### 3.2 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. 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 are recognised over time using the input method, with costs incurred compared to total expected costs used as a measure of progress. When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 1 - Significant Accounting Policies**

**4 Cash, Cash Equivalents and Other Financial Instruments**

**4.1 Cash, Cash Equivalent Assets**

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.

**4.2 Other Financial Instruments**

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 also form 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.

Capital works still in progress at balance date are recognised as other non-current assets and transferred to infrastructure, property, plant & equipment when completed ready for use.

**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 in Note 7. No capitalisation threshold is applied to the acquisition of land or interests in land.

**6.3 Subsequent Recognition**

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

**6.4 Depreciation of Non-Current Assets**

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

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

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 1 - Significant Accounting Policies**

Major depreciation periods for each class of asset are shown in Note 7. Depreciation periods for infrastructure assets have been estimated based on the best information available to Council, but appropriate records covering the entire life cycle of these assets are not available, and extreme care should be used in interpreting financial information based on these estimates.

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

**8 Borrowings**

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

Loans are carried at their principal amounts which represent the present value of future cash flows associated with servicing the debt. Interest is accrued over the period to which it relates and is recorded as part of "Payables". Interest free loans are carried at their nominal amounts; interest revenues foregone by the lender effectively being a reduction of interest expense in the period to which it relates.

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 1 - Significant Accounting Policies**

**9 Provisions**

**9.1 Employee Benefits**

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 on costs) 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 on costs) 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	3.24% (2021, 1.94%)
Weighted average settlement period	7 years (2021, 7 years)

An accrual is made for sick leave as the Enterprise Agreement No 9-2021 (AWU) and the Municipal Officers Enterprise Agreement No 3-2021 (ASU) provides for payouts of employee accrued sick leave of between 2.5% and 12.5% on termination of employment. The payout % is based on the length of service as at the date of termination.

Superannuation:

The Council makes employer superannuation contributions in respect of its employees to the Host Plus Superannuation Scheme. The Scheme has two types of membership, each of which is funded differently. Details of the accounting policies applied and Council's involvement with the schemes are reported in Note 17.

**10 Leases**

The Council assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Council as a lessee:

The Council recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

**i) Right-of-use assets**

The Council recognises right-of-use assets at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, lease payments made at or before the commencement date less any lease incentives received and the estimate of costs to be incurred to restore the leased asset.

Right of use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets, as follows - Nil.

The right-of-use assets are also subject to impairment. Refer to the accounting policies in section 6.5 - Impairment of non-financial assets above.

**ii) Lease liabilities**

At the commencement date of the lease, the Council recognises lease liabilities measured at the present value of lease payments to be made over the lease term. In calculating the present value of lease payments, the Council uses its incremental borrowing rate or the interest rate implicit in the lease.

**11 Joint Ventures and Associated Entities**

Council participates in cooperative arrangements with other Councils for the provision of services and facilities. Council's interests in cooperative arrangements are accounted for in accordance with AASB 128 Investments in Associates and are set out in detail in Note 18.

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 1 - Significant Accounting Policies**

**12 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.

**13 New and amended standards and interpretations**

The Council applied for the first-time certain standards and amendments, which are effective for annual periods beginning on or after 1 January 2021. New standards and amendments relevant to the Council are listed below. The Council has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

*Amendments to AASB 16 Covid-19 Related Rent Concessions:*

In 2020, the AASB issued AASB 2020-4, Amendments to AASBs - Covid-19-Related Rent Concessions. The amendments provide relief to lessees from applying AASB 16 guidance on lease modification accounting for rent concessions arising as a direct consequence of the Covid-19 pandemic. As a practical expedient, a lessee may elect not to assess whether a Covid-19 related rent concession from a lessor is a lease modification. A lessee that makes this election accounts for any change in lease payments resulting from the Covid-19 related rent concession the same way it would account for the change under IFRS 16, if the change were not a lease modification. The amendment was intended to apply until 30 June 2021, but as the impact of the Covid-19 pandemic is continuing, in 2021 the AASB extended the period of application of the practical expedient to 30 June 2022. The amendment applies to annual reporting periods beginning on or after 1 April 2021. This amendment had no impact on the consolidated financial statements of the Group.

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**  
**Note 2 - INCOME**

	2022	2021
	\$	\$
<b>RATES REVENUES</b>		
<u>General Rates</u>	4,949,146	4,735,066
Less: Mandatory rebates	(26,202)	(25,551)
Less: Discretionary rebates, remissions & write offs	(589)	(3,462)
	<u>4,922,355</u>	<u>4,706,053</u>
<u>Other Rates</u> (including service charges)		
Landscape levy	285,707	282,038
Waste collection	448,041	432,890
Community wastewater management systems	371,341	363,122
	<u>1,105,089</u>	<u>1,078,050</u>
<u>Other Charges</u>		
Penalties for late payment	42,674	43,544
	<u>42,674</u>	<u>43,544</u>
	<u>6,070,118</u>	<u>5,827,647</u>
<b>STATUTORY CHARGES</b>		
Development Act fees	27,289	14,731
Town planning fees	19,171	40,080
Health & Septic Tank Inspection fees	11,092	5,565
Animal registration fees & fines	51,643	55,820
Expiation fees	1,671	-
Search Fees	15,846	12,893
	<u>126,712</u>	<u>129,089</u>
<b>USER CHARGES</b>		
Cemetery fees	28,205	29,656
Council House Rent	15,540	17,430
Eudunda Community Centre Rent	3,900	3,792
Passport Product	135,866	123,353
Burra & Goyder Visitor Information Centre	13,850	7,444
Waste Disposal Fees	12,003	11,420
Road Rents	108,480	98,709
Burra Caravan Park Fees	207,700	196,000
Paxton Square Cottages Fees	814,798	765,100
Swimming Pool Fees	8,150	9,055
Sporting Reserves/Halls reimbursement	4,347	4,903
Sundry	4,194	2,299
	<u>1,357,033</u>	<u>1,269,161</u>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 2 - INCOME**

	2022	2021
	\$	\$
<b>INVESTMENT INCOME</b>		
Interest on investments:		
Local Government Finance Authority	15,198	14,721
Banks	18,873	39,043
Loans to community groups	1,354	-
	<u>35,425</u>	<u>53,764</u>
<b>REIMBURSEMENTS</b>		
- for roadworks	-	1,409,250
- for private works	36,374	35,512
- for training	600	19,516
- for insurance claims	7,744	13,413
- for Star Club Officer	37,200	40,580
- for Arts & Cultural Facilitator	50,000	50,000
- other	11,540	21,242
	<u>143,458</u>	<u>1,589,513</u>
<b>OTHER INCOME</b>		
Diesel fuel rebate	87,438	89,611
Rebates received	53,107	72,685
Sundry	39,811	62,328
	<u>180,356</u>	<u>224,624</u>
<b>GRANTS, SUBSIDIES, CONTRIBUTIONS</b>		
Amounts received specifically for new or upgraded assets	740,445	1,222,511
Other grants, subsidies and contributions		
Untied - Financial Assistance Grant	4,576,645	2,846,227
Roads to Recovery	685,169	1,027,709
Star Club Officer	50,000	50,000
Drought Communities	-	388,000
Library & Communications	1,698	1,707
Stormwater Management Plan	-	75,000
National Australia Day Council	20,000	21,000
Office for Ageing	-	25,000
Burra Mine Office Digital Augmentation	206,500	-
Sundry	24,000	-
	<u>5,564,012</u>	<u>4,434,643</u>
	<u>6,304,457</u>	<u>5,657,154</u>
<i>The functions to which these grants relate are shown in Note 12.</i>		
<b>Sources of grants</b>		
Commonwealth government	1,509,114	1,436,709
State government	4,795,343	2,997,934
Other	-	1,222,511
	<u>6,304,457</u>	<u>5,657,154</u>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**  
**Note 2 - INCOME**

	2022	2021
	\$	\$
<b>Individually Significant Item</b>		
<i>In May 2022 Grants Commission funding for 2022/23 of 75% was paid to Council. This is in contrast to 50% which was paid in advance from 2017/18 to 2021/22.</i>	2,678,314	-
<b>Conditions over grants &amp; contributions</b>		
<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>	-	44,147
<i>Less: expended during the current period from revenues recognised in previous reporting periods:</i>	-	-
<i>Subtotal</i>	-	-
<i>Plus: amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions</i>		
<i>Special Local Roads</i>	-	(44,147)
<i>Roads to Recovery Funding</i>	494,471	-
<i>Eudunda Skate Park Development</i>	286,629	-
<i>Burra Heritage Passport Signage Project</i>	143,000	-
<i>Burra Historic Mine Office Project</i>	173,493	-
<i>Subtotal</i>	1,097,593	(44,147)
<i>Unexpended at the close of this reporting period</i>	1,097,593	-
<i>Net increase / (decrease) in assets subject to conditions in the current</i>	1,097,593	(44,147)



**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 3 - EXPENSE**

	Notes	2022 \$	2021 \$
<b>EMPLOYEE COSTS</b>			
Salaries and Wages		2,900,112	3,048,492
Employee leave expense		400,639	395,334
Superannuation - defined contribution plan contributions	17	351,167	349,831
Superannuation - defined benefit plan contributions	17	27,912	33,481
Workers' Compensation Insurance		171,009	161,627
Other		79,645	108,408
Less: Capitalised and distributed costs		(243,186)	(239,948)
<b>Total Operating Employee Costs</b>		<b>3,687,298</b>	<b>3,857,225</b>
 <b>Total Number of Employees</b>		<b>39</b>	<b>46</b>
<i>(Full time equivalent at end of reporting period)</i>			
<b>MATERIALS, CONTRACTS &amp; OTHER EXPENSES</b>			
<u>Prescribed Expenses</u>			
Auditor's Remuneration			
- Auditing the financial reports		12,063	12,000
Bad and Doubtful Debts		-	21,687
Elected members' expenses		128,946	130,148
Election expenses		1,318	1,145
Subtotal - Prescribed Expenses		142,327	164,980
<u>Other Materials, Contracts &amp; Expenses</u>			
Contractors - General		427,362	809,500
Contractors - Raising & Crushing Rubble		818,369	463,335
Contractors - Maintenance Transport Infrastructure		257,806	221,607
Contractors - Roadworks		-	918,581
Contractors - PSC, BCP, Heritage Sites		289,159	329,078
Contractors - CWMS		116,953	227,452
Materials		751,176	814,490
Electricity		188,702	204,261
Rubble		52,385	49,008
Water		94,708	79,785
Insurances - General		374,733	346,587
Contributions (Capital Projects, Ward Funds)		112,323	82,059
Levies paid to government - Landscape levy		285,550	282,723
Machinery - Registration & Insurance		171,175	147,123
IT & Communications		178,706	159,543
Sundry		535,495	572,238
Subtotal - Other Materials, Contracts & Expenses		4,654,602	5,707,370
		<b>4,796,929</b>	<b>5,872,350</b>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 3 - EXPENSE**

	2022	2021
Notes	\$	\$
<b>DEPRECIATION, AMORTISATION &amp; IMPAIRMENT</b>		
<b>Depreciation</b>		
Buildings	395,729	390,929
Infrastructure : Sport & Recreation	151,895	154,891
Infrastructure : Transport	3,295,661	3,168,173
Infrastructure : CWMS	113,587	133,255
Infrastructure : Housing & Community Amenity	78,403	72,766
Plant & Machinery	807,632	840,219
Furniture & Fittings	96,374	97,471
	<u>4,939,281</u>	<u>4,857,704</u>
Less: Capitalised and distributed costs	(477,796)	(387,153)
	<u><b>4,461,485</b></u>	<u><b>4,470,551</b></u>
<b>FINANCE COSTS</b>		
Interest on Loans	12,139	36,643
	<u><b>12,139</b></u>	<u><b>36,643</b></u>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 4 - ASSET DISPOSALS AND FAIR VALUE ADJUSTMENTS**

	2022	2021
	\$	\$
<b>INFRASTRUCTURE, PROPERTY, PLANT &amp; EQUIPMENT</b>		
<i>Assets renewed or directly replaced</i>		
Proceeds from disposal	-	442,818
Less: Carrying amount of assets sold/disposed	<u>302,315</u>	<u>682,805</u>
<b>NET GAIN (LOSS) ON DISPOSAL OR REVALUATION OF ASSETS</b>	<u>(302,315)</u>	<u>(239,987)</u>

**Note 5 - CURRENT ASSETS**

**CASH & EQUIVALENT ASSETS**

Cash on Hand and at Bank	103,522	339,249
Deposits at Call	<u>8,348,291</u>	<u>6,000,255</u>
	<u>8,451,813</u>	<u>6,339,504</u>

**TRADE & OTHER RECEIVABLES**

Rates - General & Other	584,794	590,758
Rates postponed for State Seniors	5,566	1,865
Accrued Revenues	108,983	72,801
Debtors - general	89,670	98,310
Deed of Gift - Robertstown Solar	1,100,000	1,100,000
Other levels of Government	19,441	227,150
GST Recoupment	103,303	167,993
Prepayments	41,716	98,876
Loans to community organisations	16,960	20,587
Sundry	100	7,501
	<u>2,070,533</u>	<u>2,385,841</u>

**INVENTORIES**

Stores & Materials	<u>1,103,777</u>	<u>986,670</u>
	<u>1,103,777</u>	<u>986,670</u>

**Note 6 - NON-CURRENT ASSETS**

**FINANCIAL ASSETS**

**Receivables**

Loans to community organisations	<u>55,509</u>	<u>26,502</u>
	<u>55,509</u>	<u>26,502</u>

**OTHER NON-CURRENT ASSETS**

Capital Works-in-Progress	<u>2,192,890</u>	<u>2,477,155</u>
	<u>2,192,890</u>	<u>2,477,155</u>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT (IPP&E)**

	Fair Value Level	2021				2022			
		\$				\$			
		Fair Value	Cost	Acc' Dep'n	Carrying Amount	Fair Value	Cost	Acc' Dep'n	Carrying Amount
Land - CT - MV	2	927,000	-	-	927,000	927,000	-	-	927,000
Land - CT - DRC	3	2,549,051	37,093	-	2,586,144	2,549,051	37,093	-	2,586,144
Buildings - DRC	3	12,984,336	1,341,979	(7,493,067)	6,833,248	12,873,334	1,546,039	(7,637,947)	6,781,426
Buildings - MV	2	7,486,000	559,406	(1,122,951)	6,922,455	7,486,000	801,368	(1,292,971)	6,994,397
Infrastructure : Sport & Recreation	3	7,395,500	1,487,713	(3,361,729)	5,521,484	7,120,500	1,523,196	(3,283,457)	5,360,239
Infrastructure : Bridges	3	2,749,836	955,335	(1,083,285)	2,621,886	2,341,135	955,335	(939,470)	2,357,000
Infrastructure : Footpaths	3	2,419,855	312,688	(1,087,720)	1,644,823	2,419,855	537,702	(1,153,123)	1,804,434
Infrastructure : Kerbing & Gutter	3	11,657,639	196,279	(5,843,464)	6,010,454	11,657,639	196,279	(6,009,419)	5,844,499
Infrastructure : Pavement	3	30,667,144	461,655	(9,891,324)	21,237,475	30,667,144	461,655	(10,234,904)	20,893,895
Infrastructure : Drainage	3	15,863,422	931,834	(5,873,081)	10,922,175	15,863,422	1,446,445	(6,146,797)	11,163,070
Infrastructure : Signs	3	1,415,912	136,057	(1,200,911)	351,058	1,415,912	140,019	(1,278,576)	277,355
Infrastructure : Sealed Roads	3	10,191,725	1,522,559	(6,378,189)	5,336,095	10,191,725	1,522,559	(6,939,054)	4,775,230
Infrastructure : Sheeted Roads	3	26,946,364	4,619,298	(18,459,477)	13,106,185	26,946,364	6,531,513	(20,225,583)	13,252,294
Infrastructure : CWMS	3	6,261,415	187,537	(3,879,255)	2,569,697	6,261,415	211,347	(3,992,842)	2,479,920
Infrastructure : Housing & Community Amenity		-	3,250,759	(517,145)	2,733,614	-	3,912,582	(591,780)	3,320,802
Plant & Equipment		-	12,105,644	(5,461,295)	6,644,349	-	12,165,855	(6,247,974)	5,917,881
Minor Plant		-	421,907	(231,964)	189,943	-	431,004	(252,917)	178,087
Furniture & Fittings		-	1,844,420	(851,912)	992,508	-	1,958,246	(937,186)	1,021,060
<b>Total IPP&amp;E</b>		139,515,199	30,372,163	(72,736,769)	97,150,593	138,720,496	34,378,237	(77,164,000)	95,934,733
<b>Comparatives</b>		140,369,616	25,245,334	(69,348,038)	96,266,912	139,515,199	30,372,163	(72,736,769)	97,150,593

*This Note continues on the following pages.*

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT**

	2021	Carrying Amounts Movement During the Year				2022
	\$	\$				\$
	Carrying Amount	Additions		Disposals	Dep'n	Carrying Amount
		New / Upgrade	Renewals			
Land - CT - MV	927,000	-	-	-	-	927,000
Land - CT - DRC	2,586,144	-	-	-	-	2,586,144
Buildings - DRC	6,833,248	15,830	188,230	(30,173)	(225,709)	6,781,426
Buildings - MV	6,922,455	-	241,962	-	(170,020)	6,994,397
Infrastructure : Sport & Recreation	5,521,484	-	35,483	(44,833)	(151,895)	5,360,239
Infrastructure : Bridges	2,621,886	-	-	(222,515)	(42,371)	2,357,000
Infrastructure : Footpaths	1,644,823	54,312	170,702	-	(65,403)	1,804,434
Infrastructure : Kerbing & Gutter	6,010,454	-	-	-	(165,955)	5,844,499
Infrastructure : Pavement	21,237,475	-	-	-	(343,580)	20,893,895
Infrastructure : Drainage	10,922,175	4,361	510,250	-	(273,716)	11,163,070
Infrastructure : Signs	351,058	-	3,962	-	(77,665)	277,355
Infrastructure : Sealed Roads	5,336,095	-	-	-	(560,865)	4,775,230
Infrastructure : Sheeted Roads	13,106,185	-	1,912,215	-	(1,766,106)	13,252,294
Infrastructure : CWMS	2,569,697	-	23,810	-	(113,587)	2,479,920
Infrastructure : Housing & Community Amenity	2,733,614	296,775	373,610	(4,794)	(78,403)	3,320,802
Plant & Equipment	6,644,349	60,211	-	-	(786,679)	5,917,881
Minor Plant	189,943	9,097	-	-	(20,953)	178,087
Furniture & Fittings	992,508	85,762	39,164	-	(96,374)	1,021,060
<b>Total IPP&amp;E</b>	<b>97,150,593</b>	<b>526,348</b>	<b>3,499,388</b>	<b>(302,315)</b>	<b>(4,939,281)</b>	<b>95,934,733</b>
<b>Comparatives</b>	<b>96,266,912</b>	<b>965,897</b>	<b>5,458,292</b>	<b>(682,804)</b>	<b>(4,857,704)</b>	<b>97,150,593</b>

*This note continues on the following pages.*

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 7 (con't) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT**

**Valuation of Assets**

**General Valuation Principles**

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

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

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

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

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

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

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

**Fair value hierarchy level 3 valuations of buildings, infrastructure and other assets:** There is no known market for these assets and they are valued at depreciated current replacement cost. This method involves:

The determination of the cost to construct the asset (or its modern engineering equivalent) using current prices for materials and labour, the quantities of each being estimated based on recent experience of this or similar Councils, or on industry construction guides where these are more appropriate.

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. Accordingly, formal sensitivity analysis does not provide useful information.

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 7 (con't) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT**

**Capitalisation thresholds** used for Council's computers is \$1,000 and a threshold of \$2,000 is utilised for remaining assets. No capitalisation threshold is applied to the acquisition of land or interests in land.

**Estimated Useful Lives:** Useful lives are estimated for each individual asset. In estimating useful lives, regard is had to technical and commercial obsolescence, as well as legal and other limitations on continued use. The range of useful lives for a representative range of assets is shown below, although individual assets may have an estimated total useful life of greater or lesser amount:

**Plant, Furniture & Equipment**

Office Equipment & Furniture	5 to 10 years
Vehicles and Road-making Equipment	5 to 20 years
Other Plant & Equipment	5 to 10 years

**Building & Other Structures**

Buildings	20 to 100 years
Park Structures	20 to 40 years
Playground equipment	10 to 50 years

**Infrastructure**

Bridges	42 to 83 years
Footpaths & Paving	43 years
Kerbing & Guttering	71 years
Pavement	77 to 100 years
Drainage	50 to 100 years
Floodways	20 to 100 years
Signs	20 years
Sealed Roads – Surface	19 to 25 years
Unsealed Roads – Surface	18 to 20 years
Reticulation Pipes	50 to 70 years
Pumps & Telemetry	15 to 20 years
Dams	100 years
Bores	20 to 40 years

**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.

The following asset categories were valued by Mid North Valuations as at 1st July 2018 at market value cost and current written down value. All subsequent additions have been recognised at cost.

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 7 (con't) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT**

As at 1st July 2018 Council have recognised assets such as buildings and structures that exist on Council land yet are leased to external bodies such as Sporting Organisations, CFS and SA Ambulance. All subsequent additions have been recognised at cost. The next revaluation is scheduled to occur as at 1st July 2023.

1. Land CT – MV
2. Land CT – DRC
3. Buildings – DRC
4. Buildings – MV
5. Infrastructure – Sport and Recreation

**Infrastructure**

The following asset categories were revalued as at 1st July 2018 by Tonkin Consulting. All subsequent additions have been recognised at cost.

The next revaluation is scheduled to occur as at 1st July 2023.

1. Infrastructure – Footpaths
2. Infrastructure – Kerbing and Gutters
3. Infrastructure – Pavement
4. Infrastructure – Drainage
5. Infrastructure – Signs
6. Infrastructure – Sealed Roads
7. Infrastructure – Sheeted Roads
8. Infrastructure – Bridges

The asset category Infrastructure CWMS (Community Wastewater Management System) was revalued by Alano Water as at 1st July 2018 at depreciated current replacement cost. All subsequent additions have been recognised at cost.

The next revaluation is scheduled to occur as at 1st July 2023.

The asset category Infrastructure Housing & Community Amenity is recorded at cost.

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

**Plant & Machinery, Minor Plant and Furniture & Fittings**

These asset categories are recorded at cost.



**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 8 - LIABILITIES**

	2022		2021	
	\$		\$	
<b>TRADE &amp; OTHER PAYABLES</b>	<b>Current</b>	<b>Non-current</b>	<b>Current</b>	<b>Non-current</b>
Goods & Services	312,838	-	480,122	-
Payments received in advance	3,202	-	-	-
Accrued expenses - employee entitlements	142,649	-	157,632	-
Accrued expenses - other	80,297	-	99,226	-
Trusts	35,787	-	35,787	-
Deed of Gift (Solar River), Local Roads Community Infrastructure funding, Copper Coast Council - World Heritage contribution	1,802,580	-	1,518,816	-
Other Payables	906	-	71	-
	<u>2,378,259</u>	<u>-</u>	<u>2,291,654</u>	<u>-</u>
 <b>BORROWINGS</b>				
Loans	152,242	340,405	210,528	814,129
	<u>152,242</u>	<u>340,405</u>	<u>210,528</u>	<u>814,129</u>
 <i>All interest bearing liabilities are secured over the future revenues of the Council.</i>				
 <b>PROVISIONS</b>				
LSL Employee entitlements (including oncosts)	313,903	71,188	303,799	70,527
AL Employee entitlements (including oncosts)	209,880	122,544	267,538	144,649
	<u>523,783</u>	<u>193,732</u>	<u>571,337</u>	<u>215,176</u>

**Movements in Provisions - 2022 year only**  
(current & non-current)

	Leave Provision
Opening Balance	786,513
Add Unwinding of present value discounts	-
Additional amounts recognised	400,639
(Less) Payments	469,637
Unused amounts reversed	-
Add (Less) Remeasurement Adjustments	-
Closing Balance	<u>717,515</u>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 9 - RESERVES**

<b>ASSET REVALUATION RESERVE</b>	<b>1/7/2021</b>	<b>Net Increments/ (Decrements)</b>	<b>Transfers, Impairments</b>	<b>30/6/2022</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Land	3,261,005	-	-	3,261,005
Buildings	18,749,719	-	-	18,749,719
Infrastructure : Sport & Recreation	4,077,235	-	-	4,077,235
Infrastructure : Bridges	1,922,186	-	-	1,922,186
Infrastructure : Footpaths	1,625,150	-	-	1,625,150
Infrastructure : Kerbing & Gutter	7,544,704	-	-	7,544,704
Infrastructure : Pavement	20,948,184	-	-	20,948,184
Infrastructure : Drainage	6,765,531	-	-	6,765,531
Infrastructure : Signs	605,882	-	-	605,882
Infrastructure : Sealed Roads	3,924,111	-	-	3,924,111
Infrastructure : Sheeted Roads	11,553,800	-	-	11,553,800
Infrastructure : CWMS	1,540,840	-	-	1,540,840
<b>TOTAL</b>	<b>82,518,347</b>	<b>-</b>	<b>-</b>	<b>82,518,347</b>
<b>Comparatives</b>	<b>82,518,347</b>	<b>-</b>	<b>-</b>	<b>82,518,347</b>

<b>OTHER RESERVES</b>	<b>1/7/2021</b>	<b>Transfers to Reserve</b>	<b>Transfers from Reserve</b>	<b>30/6/2022</b>
Ward Recreation Funds	21,534	-	(1,425)	20,109
Ward Capital Project Funds	84,651	2,613	-	87,264
Burra CWMS	461,828	-	(329,877)	131,951
Eudunda CWMS	-	268,334	-	268,334
Waste Management	35,380	-	(25,587)	9,793
Burra Caravan Park	170,548	72,318	-	242,866
Paxton Square Cottages	79,443	-	(79,443)	-
Burra Passport Product	113,647	104,142	-	217,789
Development Fees	141,112	-	-	141,112
Burra Cemetery Headstone	2,287	-	-	2,287
Roads to Recovery	-	494,471	-	494,471
Dog Control	31,962	-	(17,692)	14,270
<b>TOTAL OTHER RESERVES</b>	<b>1,142,392</b>	<b>941,878</b>	<b>(454,024)</b>	<b>1,630,246</b>
<b>Comparatives</b>	<b>927,940</b>	<b>301,978</b>	<b>(87,526)</b>	<b>1,142,392</b>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**  
**Note 9 - RESERVES**

**PURPOSES OF RESERVES**

**Asset Revaluation Reserve**

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

**(Other Reserves)**

Ward Recreation Funds	for financial assistance to community groups for Sports and Recreation projects
Capital Projects Funds	for financial assistance to community groups for capital projects and major maintenance of council owned buildings
Community Wastewater Management	to account for surplus from operations of the schemes to fund future expansion and upgrade of Councils CWM systems (STEDS) in the towns of Eudunda and Burra
Waste Management	to account for surplus funds from operation of the Waste Collection system, for future upgrades and capital costs
Burra Caravan Park	to account for surplus funds from operations of the Burra Caravan park for future upgrades, capital costs and maintenance
Paxton Square Cottages	to account for surplus funds from operations of the Paxton Square Cottages for future upgrades, capital costs and maintenance
Burra Passport Product	to fund the maintenance of council owned heritage sites within Burra
Development Fees	to account for any surplus of development application fees for development projects with a value over \$5 million, over and above the cost of processing the development proposal
Burra Cemetery Headstone	to account for income received for the restoration of headstones at the Burra Cemetery
Roads to Recovery	to account for Roads to Recovery Funded projects carried forward to 2022/23
Dog Control	to account for excess income over expenditure for the Dog control function - to be allocated to capital projects future years

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 10 - ASSETS SUBJECT TO RESTRICTIONS**

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.

	<b>2022</b>	2021
<b>CASH &amp; FINANCIAL ASSETS</b>	<b>\$</b>	<b>\$</b>
Unexpended amounts received from Federal Government		
 <b><u>Department of Infrastructure</u></b>		
Local Roads Community Infrastructure Phase 2	-	310,816
Local Roads Community Infrastructure Phase 3	<b>767,234</b>	-
 <b><u>Department of Environment and Heritage</u></b>		
Burra Historic Mine Office Project	<b>173,493</b>	206,500
<b>TOTAL ASSETS SUBJECT TO EXTERNALLY IMPOSED RESTRICTIONS</b>	<b>940,727</b>	517,316

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**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	2022 \$	2021 \$
Total cash & equivalent assets	5	<u>8,451,813</u>	<u>6,339,504</u>
Balances per Cash Flow Statement		<u>8,451,813</u>	<u>6,339,504</u>

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

Net Surplus (Deficit)	957,393	274,196
Non-cash items in Income Statement		
Depreciation, amortisation & impairment	4,461,485	4,470,551
Net increase (decrease) in unpaid employee benefits	(83,981)	78,620
Grants for capital acquisitions treated as Investing Activity	(740,445)	(1,222,511)
Net (Gain) Loss on Disposals	<u>302,315</u>	<u>239,987</u>
	4,896,767	3,840,843
Add (Less): Changes in Net Current Assets		
Net (increase) decrease in receivables	311,681	198,240
Net (increase) decrease in inventories	(117,107)	(222,165)
Net increase (decrease) in trade & other payables	<u>101,588</u>	<u>(566,458)</u>
<b>Net Cash provided by (or used in) operations</b>	<u>5,192,929</u>	<u>3,250,460</u>

**(c) Non-Cash Financing and Investing Activities**

**(d) Financing Arrangements**

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

Corporate Credit Cards	12,000	12,000
LGFA Cash Advance Debenture facility	2,266,054	3,751,186

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 12 - FUNCTIONS**

INCOMES, EXPENSES AND ASSETS HAVE BEEN DIRECTLY ATTRIBUTED TO THE FOLLOWING FUNCTIONS & ACTIVITIES

	INCOME		EXPENSES		OPERATING SURPLUS (DEFICIT)		GRANTS INCLUDED IN INCOME		TOTAL ASSETS HELD (CURRENT & NON-CURRENT)	
	ACTUAL	ACTUAL	ACTUAL	ACTUAL						
	2022 \$	2021 \$	2022 \$	2021 \$	2022 \$	2021 \$	2022 \$	2021 \$	2022 \$	2021 \$
Administration	5,024,832	4,835,234	2,244,751	2,218,363	2,780,082	2,616,871	-	-	8,383,833	6,339,504
Public Order & Safety	75,514	78,068	167,210	145,633	(91,696)	(67,565)	20,000	21,000	-	-
Health	3,766	1,649	36,168	30,176	(32,401)	(28,527)	-	-	-	-
Social Security & Welfare	14,018	38,244	39,434	54,301	(25,417)	(16,057)	-	25,000	-	-
Housing & Community Services	934,408	915,327	1,602,885	1,670,870	(668,477)	(755,543)	-	-	6,006,260	5,885,278
Sport Recreation & Culture	382,871	158,889	1,648,524	1,582,488	(1,265,653)	(1,423,599)	711,827	583,707	18,485,391	18,740,597
Agricultural Services	326,522	321,371	337,896	330,188	(11,374)	(8,817)	-	-	-	-
Mining & Manufacture	-	1,961	753,619	505,183	(753,619)	(503,222)	-	-	1,518,530	1,675,585
Transport & Communication	2,245,404	3,235,136	4,805,644	5,718,098	(2,560,240)	(2,482,962)	2,418,546	2,363,277	62,530,988	63,420,919
Economic Affairs	1,174,913	1,093,050	996,818	1,633,538	178,095	(540,488)	-	-	3,279,010	3,236,177
NEC - Other Purposes	3,294,866	2,849,512	324,903	347,931	2,969,963	2,501,581	3,154,084	2,664,170	9,605,243	10,068,205
<b>TOTALS</b>	<b>13,477,114</b>	<b>13,528,441</b>	<b>12,957,851</b>	<b>14,236,769</b>	<b>519,263</b>	<b>(708,328)</b>	<b>6,304,457</b>	<b>5,657,154</b>	<b>109,809,255</b>	<b>109,366,265</b>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 12 (con't) - COMPONENTS OF FUNCTIONS**

The activities relating to Council functions are as follows:

**1. Council Administration**

Governance, Administration, Elected Members, Organisational support services, Accounting/Finance, Payroll, Human Resources, Information Technology, Communication, Rates Administration, Records Management, Contract Management, Customer Service, Other Support Services

**2. Public Order & Safety**

Dog and Cat Management, Emergency Services, Fire Prevention/protection, Citizenship Ceremonies, Australia Day celebrations, Littering, abandoned vehicles

**3. Health**

Health services, Immunisation, Preventive Health Services, Community Health Programmes

**4. Social Security & Welfare**

Community Transport Network, Services for the Aged and Disabled, Children and youth services, Family and Neighbourhood Support, Community Centres, Other Community Support

**5. Housing & Community Services**

Planning Services, Cemetery Administration, Public Conveniences, Sanitation & Garbage collection, Waste transfer stations, Sewerage/CWMS, support for Goyder Community Management Committees, Housing – Council Houses, Street lighting, health

**6. Sport, Recreation & Culture**

Burra Community School Library, Eudunda and Robertstown Community Library, Halls, Parks & gardens, Reserves, Sporting Grounds, Swimming Pools, Heritage assets, Burra Art Gallery, Burra and Eudunda TV facilities, Museums, Star Club Field Officer, Arts and Cultural Facilitator.

**7. Agricultural Services**

Agricultural Water, Landcare, Natural Resources Management Levy, Drum Muster Programme, Pest Control

**8. Mining & Manufacture**

Building Assessment, Rubble raising and quarrying

**9. Transport**

Bridges, Footpaths and Kerbing, Roads – sealed, Roads – formed, Roads – natural formed, Roads – unformed, Traffic Management, LGGC – roads (formula funded), and other transport

**10. Economic Development & Business Undertakings**

Burra & Goyder Visitor Information Centre, Regional Development, Support to Local Businesses, Tourism, Burra Caravan Park, Paxton Square Cottages, Paxton Convention Centre

**11. NEC – Other Purposes**

Donations, community engagement, community newsletters, LGGC – general purpose, plant hire & depots, drought recovery co-ordinator, COVID-19 activities

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**  
**Note 13 - FINANCIAL INSTRUMENTS**

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

**Accounting Policies - Recognised Financial Instruments**

**Bank, Deposits at Call, Short Term Deposits**

**Accounting Policy:** initially recognised at fair value and subsequently measured at amortised cost, interest is recognised when earned

**Terms & conditions:** Deposits are returning a fixed interest rate of 0.37% (2021: 0.75% and 0.85%). Short term deposits are with the LGFA at an interest rate of 1.05% (2021: 0.3%).

**Carrying amount:** approximates fair value due to the short term to maturity.

**Receivables - Rates & Associated**

**Accounting Policy:** initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method

**Terms & conditions:** Secured over the subject land, arrears attract interest of 3.05% (2021: 3.3%) Although 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:** initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method

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

**Carrying amount:** approximates fair value (after deduction of any allowance).

**Liabilities - Creditors and Accruals**

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

**Terms & conditions:** Liabilities are normally settled on 30 day terms.

**Carrying amount:** approximates fair value.

**Liabilities - Interest Bearing Borrowings**

**Accounting Policy:** initially recognised at fair value and subsequently at amortised cost, interest is charged as an expense using the effective interest rate

**Terms & conditions:** secured over future revenues, borrowings are **Cash Advance Debenture Loans**, interest is charged quarterly with variable rates between 2.05% and 2.8% (2021: 6.75%)

**Carrying amount:** approximates fair value.



**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**  
**Note 13 - FINANCIAL INSTRUMENTS (con't)**

**Liquidity Analysis**

<b>2022</b>	<b>Due &lt; 1 year</b>	<b>Due &gt; 1 year ≤ 5 years</b>	<b>Due &gt; 5 years</b>	<b>Total Contractual Cash Flows</b>	<b>Carrying Values</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b><u>Financial Assets</u></b>					
Cash & Equivalents	8,451,813	-	-	8,451,813	8,451,813
Receivables	2,039,310	36,597	24,055	2,099,962	2,022,739
<b>Total</b>	<b>10,491,123</b>	<b>36,597</b>	<b>24,055</b>	<b>10,551,775</b>	<b>10,474,552</b>
<b><u>Financial Liabilities</u></b>					
Payables	2,155,313	-	-	2,155,313	2,155,313
Current Borrowings	154,307	-	-	154,307	152,242
Lease Liabilities	-	-	-	-	-
Non-Current Borrowings	-	367,979	-	367,979	340,405
<b>Total</b>	<b>2,309,620</b>	<b>367,979</b>	<b>-</b>	<b>2,677,599</b>	<b>2,647,960</b>

<b>2021</b>	<b>Due &lt; 1 year</b>	<b>Due &gt; 1 year; ≤ 5 years</b>	<b>Due &gt; 5 years</b>	<b>Total Contractual Cash Flows</b>	<b>Carrying Values</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b><u>Financial Assets</u></b>					
Cash & Equivalents	6,339,504	-	-	6,339,504	6,339,504
Receivables	2,287,305	26,585	-	2,313,890	2,313,467
<b>Total</b>	<b>8,626,809</b>	<b>26,585</b>	<b>-</b>	<b>8,653,394</b>	<b>8,652,971</b>
<b><u>Financial Liabilities</u></b>					
Payables	2,034,794	-	-	2,034,794	2,034,796
Current Borrowings	240,073	-	-	240,073	210,528
Lease Liabilities	16,456	-	-	16,456	-
Non-Current Borrowings	-	750,754	130,147	880,901	814,129
<b>Total</b>	<b>2,291,323</b>	<b>750,754</b>	<b>130,147</b>	<b>3,172,224</b>	<b>3,059,453</b>

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

	<b>30 June 2022</b>		<b>30 June 2021</b>	
	<b>Weighted Average Interest Rate</b>	<b>Carrying Value</b>	<b>Weighted Average Interest Rate</b>	<b>Carrying Value</b>
	<b>%</b>	<b>\$</b>	<b>%</b>	<b>\$</b>
Other Variable Rates	2.07	492,647	1.32	650,058
Fixed Interest Rates	-	-	6.75	374,599
		<b>492,647</b>		<b>1,024,657</b>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 13 - FINANCIAL INSTRUMENTS (con't)**

**Net Fair Value**

All carrying values approximate fair value for all recognised financial instruments. There is no recognised market for the financial assets of the Council.

**Risk Exposures:**

Credit Risk represents the loss that would be recognised if counterparties fail to perform as contracted. The maximum credit risk on financial assets of the Council is the carrying amount, net of any impairment. 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.

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 14 - COMMITMENTS FOR EXPENDITURE**

	2022	2021
Notes	\$	\$
<b>Capital Commitments</b>		
Capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities:		
Bridges	-	432,982
Drainage & Floodways	-	194,776
Kerbing & Footpaths	237,082	-
Park Infrastructure	12,150	-
	<u>249,232</u>	<u>627,758</u>
These expenditures are payable:		
Not later than one year	249,232	627,758
	<u>249,232</u>	<u>627,758</u>
<b>Other Expenditure Commitments</b>		
Audit Services - September 2022	6,000	12,000
Chief Executive Officer Employment Contract - June 2026	943,020	235,755
Photocopiers (6) - October 2026	126,531	112,340
Burra Cleaning Contract - March 2023	66,867	-
	<u>1,142,418</u>	<u>360,095</u>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 15 - FINANCIAL INDICATORS**

	2022	2021	2020
<b>Operating Surplus Ratio</b>			
<u>Operating Surplus</u>	3.9%	(5.2%)	(0.5%)
Total Operating Income			

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

**Net Financial Liabilities Ratio**

<u>Net Financial Liabilities</u>	(52%)	(34%)	(44%)
Total Operating Income			

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

**Adjustments to Ratios**

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

<b>Adjusted Operating Surplus Ratio</b>	(5.2%)	(3.1%)	3.9%
<b>Adjusted Net Financial Liabilities Ratio</b>	(35%)	(23%)	(29%)

**Asset Renewal Funding Ratio**

<u>Outlays on Existing Assets</u>	65%	77%	80%
Asset Renewals - IAMP			

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.

**Ratio Analysis:**

The adjusted Operating Surplus of (5.2%) is marginally less than Council's minimum benchmark of 0% due to expenditure items carried forward from 2020/21 into the 2021/22 financial year.

The adjusted Net Financial Liabilities ratio of (35%) is greater than the Council minimum benchmark of 20% due to Council's financial assets being far greater than Council's financial liabilities.

The Asset Renewal Funding Ratio is 35% less than the ratio established in the Long Term Financial Plan primarily due to \$2.3M capital expenditure work in progress as at the 30th June 2022 carried forward to the 2022/23 financial year and due to be capitalised on completion.

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 16 - UNIFORM PRESENTATION OF FINANCES**

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

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

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

	2022	2021
	\$	\$
Income	13,477,114	13,528,441
Expenses	<u>(12,957,851)</u>	<u>(14,236,769)</u>
<b>Operating Surplus / (Deficit)</b>	<b>519,263</b>	<b>(708,328)</b>

**Net Outlays on Existing Assets**

Capital Expenditure on renewal and replacement of Existing Assets	(2,737,327)	(5,091,753)
Add back Depreciation, Amortisation and Impairment	4,461,485	4,470,551
Proceeds from Sale of Replaced Assets	<u>-</u>	<u>442,818</u>
	<b>1,724,158</b>	<b>(178,384)</b>

**Net Outlays on New and Upgraded Assets**

Capital Expenditure on New and Upgraded Assets <i>(including investment property &amp; real estate developments)</i>	(526,348)	(965,897)
Amounts received specifically for New and Upgraded Assets	740,445	1,222,511
	<u>214,097</u>	<u>256,614</u>
<b>Net Lending / (Borrowing) for Financial Year</b>	<b><u>2,457,518</u></b>	<b><u>(630,098)</u></b>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 17 – SUPERANNUATION**

The Council makes employer superannuation contributions in respect of its employees to Host Plus Super. 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 (9.5% in 2020-21; 10.0% in 2021-22). 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 2020-21) 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 119.34(a), Council does not use defined benefit accounting for these contributions.

The most recent actuarial investigation was conducted by the Fund's actuary, Louise Campbell, FIAA, of Willis Towers Watson as at 30 June 2022. 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.

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 18 - INTERESTS IN OTHER ENTITIES**

**REGIONAL SUBSIDIARIES**

Council is one of 15 Councils that are members of the Legatus Group (Central Local Government Region of SA) incorporated under the Local Government Act 1999. The financials of the group have not been included into Council's Annual Financial Statements as they are not considered to be material.

**Note 19 - CONTINGENT ASSETS AND CONTINGENT LIABILITIES**

The following assets and liabilities do not qualify for recognition in the Statement of Financial Position but knowledge of those items is considered relevant to user of the financial report in making and evaluating decisions about the allocation of scarce resources.

**1. LAND UNDER ROADS**

As reported elsewhere in these Statements, Council is of the opinion that it is not possible to attribute a value sufficiently reliably for these assets to qualify for recognition, and accordingly land under roads has not been recognised 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.

At reporting date, Council controlled 3,467 km of road reserves of average width 20 metres.

**2. POTENTIAL INSURANCE LOSSES**

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

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

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

**3. LEGAL EXPENSES**

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

**Note 20 – EVENTS OCCURRING AFTER STATEMENT OF FINANCIAL POSITION DATE**

There are no significant events to be disclosed after balance date.

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2022**

**Note 21 - RELATED PARTY DISCLOSURES**

**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, 10 persons were paid the following total compensation:

	<b>2022</b>	2021
	\$	\$
Salaries, allowances & other short term benefits	<b>676,178</b>	614,870
Post-employment benefits	<b>58,230</b>	55,515
Long term benefits	-	-
Termination benefits	-	-
<b>TOTAL</b>	<b>734,408</b>	670,385

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

	<b>2022</b>	2021
	\$	\$
Contributions for fringe benefits tax purposes	-	-
Planning and building applications fees	<b>884</b>	1,308
Rentals for Council property	-	-
<b>TOTAL</b>	<b>884</b>	1,308

**PARTIES RELATED TO KEY MANAGEMENT PERSONNEL**

Key management personnel or close family members (including related parties) lodged two planning and building applications during the year. In accordance with the Local Government Act 1999, these persons took no part in the assessment or approval processes for these applications. Total fees for the applications paid in 2021/22 was \$884 which was paid in full as at 30th June 2022.

One elected member has three close family members on the board of the Burra Sports and Community Club. Council made payments of \$4,590 to the club during the 2021/22 financial year. There is no outstanding payments as at 30th June 2022.

One elected member has a financial interest in properties from which Council raised rubble and extracted water for road making purposes paying compensation for disruption and royalties at the rate applicable to third parties. The properties from which the rubble was raised and water extracted were selected by Council Staff based on the distance to the work site and the quality of the rubble for the required purpose. The total amount calculated on normal commercial terms in 2021/22 amounted to \$281 which was paid in full as at the 30th June 2022.

One close family member of an elected member was employed by Council under the Regional Council of Goyder Enterprise Agreement No 9-2021. The total amount paid to the employee including superannuation benefits in 2021/22 is \$30,450 which was paid in full as the 30th June 2022.



## Regional Council of Goyder Independent Auditor's Report

We have audited the attached financial statements, being a general purpose financial report, of the Regional Council of Goyder (Council) for the year ended 30 June 2022.

### Opinion

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

- a) to present fairly the financial position of the Council as at the 30 June 2022 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 Council 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 Council to meet the requirements of the 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 the 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 16458

Signed at Grange this 12 October 2022

## Independent Assurance Report on the Internal Controls of the Regional Council of Goyder

We have audited the compliance of the Regional Council of Goyder (Council) with the requirements of Section 125 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 2021 to 30 June 2022 have been conducted properly and in accordance with law.

### Opinion

In our opinion, the Council has complied, in all material respects, with *Section 125* of the *Local Government Act 1999* in relation to Internal Controls established by the Council in relation 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 2021 to 30 June 2022.

### Basis for Opinion

For the audit of the Council 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.

### Limitation on Use

This report has been prepared for the members of the Council in accordance with *Section 129* 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.

### Inherent Limitations

Due to the inherent limitations of any compliance procedure, it is possible that fraud, error or non-compliance may occur and not be detected. A reasonable assurance engagement is not designed to detect all instances of non-compliance with *Section 125* of the *Local Government Act 1999* in relation to the Internal Controls specified above, as the engagement is not performed continuously throughout the period and the procedures performed in respect of compliance with *Section 125* of the *Local Government Act 1999* in relation to the Internal Controls specified above are undertaken on a test basis.

### 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* in relation to Internal Controls 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.

### Our Responsibility

Our responsibility is to express an opinion on the Council's compliance with *Section 125* 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. 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 2021 to 30 June 2022. *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 and implementation of controls on a sample basis based on the assessed risks.

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**

Chartered Accountant

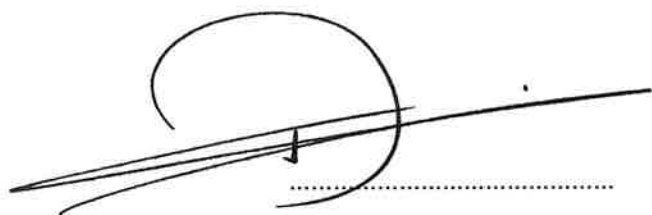
Registered Company Auditor 16458

Signed at Grange this 12 October 2022

**Regional Council of Goyder**  
**Annual Financial Statements**  
**for the year ended 30 June 2022**  
**CERTIFICATION OF AUDITOR INDEPENDENCE**

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of the Regional Council of Goyder for the year ended 30 June 2022, 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*.

A stylized signature consisting of a large loop and a horizontal line.

David J Stevenson  
CHIEF EXECUTIVE OFFICER

A cursive signature.

Dafydd Llewelyn  
PRESIDING MEMBER AUDIT COMMITTEE

Date: 20 September 2022

## REGIONAL COUNCIL OF GOYDER

### Annual Financial Statement

For the year ended 30 June 2022

### Audit Certificate of Audit Independence

We confirm that, for the audit of the financial statements of the Regional Council of Goyder for the year ended 30 June 2022, we have maintained our independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting Professional and Ethical Standards Board, in accordance with the *Local Government Act 1999 and the Local Government (Financial Management) Regulations 2011* made under that Act.

This statement is prepared in accordance with the requirements of Regulation 22 (5) *Local Government (Financial Management) Regulations 2011*.



**Ian G McDonald FCA**

Date: 30 August 2022