

# Regional Council of Goyder



## Annual Financial Statements

For the financial year

July 1<sup>st</sup> 2020 – June 30<sup>th</sup> 2021

**Regional Council of Goyder**  
**General Purpose Financial Reports**  
**for the year ended 30 June 2021**

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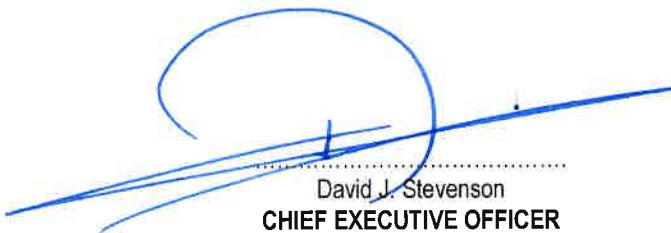
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**Regional Council of Goyder  
Annual Financial Statements  
for the year ended 30 June 2021**

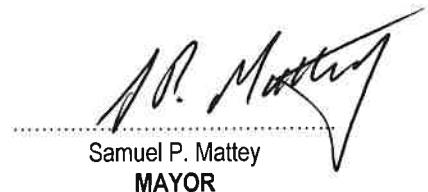
**CERTIFICATION OF FINANCIAL STATEMENTS**

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 2021 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



Samuel P. Matthey  
MAYOR

Date:

21 September 2021

**Regional Council of Goyder**  
**Statement of Comprehensive Income**  
**for the year ended 30 June 2021**

	Notes	2021 \$	2020 \$
<b>INCOME</b>			
Rates	2	5,827,647	5,805,698
Statutory charges	2	129,089	104,409
User charges	2	1,269,161	816,013
Grants, subsidies and contributions	2	4,434,643	4,550,178
Investment income	2	53,764	130,392
Reimbursements	2	1,589,513	727,607
Other income	2	224,624	248,128
<b>Total Income</b>		<b>13,528,441</b>	<b>12,382,425</b>
<b>EXPENSES</b>			
Employee costs	3	3,857,225	3,145,720
Materials, contracts & other expenses	3	5,872,350	5,124,377
Depreciation, amortisation & impairment	3	4,470,551	4,121,167
Finance costs	3	36,643	52,328
<b>Total Expenses</b>		<b>14,236,769</b>	<b>12,443,592</b>
<b>OPERATING SURPLUS / (DEFICIT)</b>		<b>(708,328)</b>	<b>(61,167)</b>
Asset disposal & fair value adjustments	4	(239,987)	(449,839)
Amounts received specifically for new or upgraded assets	2	1,222,511	1,376,144
<b>NET SURPLUS / (DEFICIT) (transferred to Equity Statement)</b>		<b>274,196</b>	<b>865,138</b>
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>274,196</b>	<b>865,138</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 2021**

		2021	2020
	Notes	\$	\$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	5	6,339,504	7,678,834
Trade & other receivables	5	2,385,841	2,573,167
Inventories	5	986,670	764,505
<b>Total Current Assets</b>		<b>9,712,015</b>	<b>11,016,506</b>
<b>Non-current Assets</b>			
Financial assets	6	26,502	44,416
Infrastructure, property, plant & equipment	7	97,150,593	96,266,912
Other non-current assets	6	2,477,155	2,456,542
<b>Total Non-current Assets</b>		<b>99,654,250</b>	<b>98,767,870</b>
<b>Total Assets</b>		<b>109,366,265</b>	<b>109,784,376</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade & other payables	8	2,291,654	2,837,229
Borrowings	8	210,528	265,871
Provisions	8	571,337	563,079
<b>Total Current Liabilities</b>		<b>3,073,519</b>	<b>3,666,179</b>
<b>Non-current Liabilities</b>			
Borrowings	8	814,129	963,255
Provisions	8	215,176	165,697
<b>Total Non-current Liabilities</b>		<b>1,029,305</b>	<b>1,128,952</b>
<b>Total Liabilities</b>		<b>4,102,824</b>	<b>4,795,131</b>
<b>NET ASSETS</b>		<b>105,263,441</b>	<b>104,989,245</b>
<b>EQUITY</b>			
Accumulated Surplus		21,602,702	21,542,958
Asset Revaluation Reserves	9	82,518,347	82,518,347
Other Reserves	9	1,142,392	927,940
<b>TOTAL EQUITY</b>		<b>105,263,441</b>	<b>104,989,245</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 2021**

		Acc'd Surplus	Asset Rev'n Reserve	Other Reserves	TOTAL EQUITY
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	<b>21,602,702</b>	<b>82,518,347</b>	<b>1,142,392</b>	<b>105,263,441</b>

		Acc'd Surplus	Asset Rev'n Reserve	Other Reserves	TOTAL EQUITY
2020	Notes	\$	\$	\$	\$
Balance at end of previous reporting period		19,702,979	82,518,347	1,902,781	104,124,107
<b>Net Surplus / (Deficit) for Year</b>		865,138	-	-	865,138
<b>Other Comprehensive Income</b>					
Transfers between reserves		974,841	-	(974,841)	-
<b>Balance at end of period</b>	9	<b>21,542,958</b>	<b>82,518,347</b>	<b>927,940</b>	<b>104,989,245</b>

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 2021**

		2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>Notes</b>	<b>\$</b>	<b>\$</b>
<b>Receipts:</b>			
Rates - general & other		5,867,275	5,906,820
Fees & other charges		141,998	104,409
User charges		1,333,684	897,479
Investment receipts		66,539	138,548
Grants utilised for operating purposes		4,207,493	3,700,438
Reimbursements		1,753,472	1,145,525
Other revenues		1,042,643	2,476,411
<b>Payments:</b>			
Employee costs		(3,780,530)	(3,073,328)
Materials, contracts & other expenses		(7,376,485)	(6,406,280)
Finance payments		(5,629)	(65,784)
<b>Net Cash provided by (or used in) Operating Activities</b>		<b>3,250,460</b>	<b>4,824,238</b>
 <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
<b>Receipts:</b>			
Amounts specifically for new or upgraded assets		1,222,511	1,376,144
Sale of replaced assets		442,818	46,636
Repayments of loans by community groups		7,000	17,754
<b>Payments:</b>			
Expenditure on renewal/replacement of assets		(5,091,753)	(4,630,305)
Expenditure on new/upgraded assets		(965,897)	(1,124,342)
<b>Net Cash provided by (or used in) Investing Activities</b>		<b>(4,385,321)</b>	<b>(4,314,113)</b>
 <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>Receipts:</b>			
<b>Payments:</b>			
Repayments of borrowings		(204,469)	(192,210)
<b>Net Cash provided by (or used in) Financing Activities</b>		<b>(204,469)</b>	<b>(192,210)</b>
<b>Net Increase (Decrease) in cash held</b>		<b>(1,339,330)</b>	<b>317,915</b>
 Cash & cash equivalents at beginning of period	11	7,678,834	7,360,919
<b>Cash &amp; cash equivalents at end of period</b>	11	<b>6,339,504</b>	<b>7,678,834</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 2021**

**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.

**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.

**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:



**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

**Note 1 - SIGNIFICANT ACCOUNTING POLICIES**

	<b>Cash Payment Received</b>	<b>Annual Allocation</b>	<b>Difference</b>	
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

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.

**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

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

**Note 1 - SIGNIFICANT ACCOUNTING POLICIES**

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.

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**

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

**Note 1 - SIGNIFICANT ACCOUNTING POLICIES**

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**

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".

**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	1.94% (2020, 0.88%)
Weighted average settlement period	7 years (2020, 7 years)

An accrual is made for sick leave as the Enterprise Agreement No 8-2018 (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 Statewide 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**

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

**Note 1 - SIGNIFICANT ACCOUNTING POLICIES**

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 Does not participate in cooperative arrangements with other Councils for the provision of services and facilities.

**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 2020. 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 101 and AASB 108 Definition of Material:

The amendments provide a new definition of material that states, "information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity." The amendments clarify that materiality will depend on the nature or magnitude of information, either individually or in combination with other information, in the context of the financial statements. A misstatement of information is material if it could reasonably be expected to influence decisions made by the primary users. These amendments had no impact on the financial statements of, nor is there expected to be any future impact to the Council.

Amendments to AASB 16 Covid-19 Related Rent Concessions:

In 2020, the AASB issued AASB 2020-4, Amendments to AASs - 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 applies to annual reporting periods beginning on or after 1 June 2020. 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 2021**  
**Note 2 - INCOME**

	2021 \$	2020 \$
<b>RATES REVENUES</b>		
<u>General Rates</u>	4,735,066	4,735,578
Less: Mandatory rebates	(25,551)	(26,369)
Less: Discretionary rebates, remissions & write offs	(3,462)	(212)
	<u>4,706,053</u>	<u>4,708,997</u>
<u>Other Rates</u> (including service charges)		
Natural Resource Management levy	282,038	271,107
Waste collection	432,890	410,998
Community wastewater management systems	363,122	355,598
	<u>1,078,050</u>	<u>1,037,703</u>
<u>Other Charges</u>		
Penalties for late payment	43,544	58,998
	<u>43,544</u>	<u>58,998</u>
	<u>5,827,647</u>	<u>5,805,698</u>
<b>STATUTORY CHARGES</b>		
Development Act fees	14,731	21,008
Town planning fees	40,080	18,272
Health & Septic Tank Inspection fees	5,565	4,885
Animal registration fees & fines	55,820	50,389
Expiation fees	-	177
Seach fees	12,893	9,678
	<u>129,089</u>	<u>104,409</u>
<b>USER CHARGES</b>		
Cemetery fees	29,656	29,680
Council House Rent	17,430	14,820
Eudunda Community Centre Rent	3,792	3,900
Passport Product	123,353	74,522
Burra & Goyder Visitor Information Centre	7,444	7,055
Waste Disposal Fees	11,420	12,164
Road Rents	98,709	93,820
Burra Caravan Park Fees	196,000	146,394
Paxton Square Cottages Fees	765,100	415,083
Swimming Pool Fees	9,055	9,508
Sporting Reserves/Halls reimbursement	4,903	4,543
Sundry	2,299	4,524
	<u>1,269,161</u>	<u>816,013</u>
<b>INVESTMENT INCOME</b>		
Interest on investments:		
Local Government Finance Authority	14,721	29,205
Banks & other	39,043	86,393
Loans to community groups	-	522
SLUOS refund interest	-	14,272
	<u>53,764</u>	<u>130,392</u>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**  
**Note 2 - INCOME (con't)**

	2021 \$	2020 \$
<b>REIMBURSEMENTS</b>		
- for roadworks	1,409,250	573,693
- for private works	35,512	33,359
- for training	19,516	-
- for insurance claims	13,413	20,231
- for Star Club Officer	40,580	39,275
- for Arts & Cultural Facilitator	50,000	37,500
- other	21,242	23,549
	<u>1,589,513</u>	<u>727,607</u>
<b>OTHER INCOME</b>		
Diesel fuel rebate	89,611	109,190
Rebates received	72,685	77,098
SLUOS Refund	-	23,654
Sundry	62,328	38,186
	<u>224,624</u>	<u>248,128</u>
<b>GRANTS, SUBSIDIES, CONTRIBUTIONS</b>		
Amounts received specifically for new or upgraded assets	1,222,511	1,376,144
Other grants, subsidies and contributions		
Untied - Financial Assistance Grant	2,846,227	3,393,895
Roads to Recovery	1,027,709	1,027,709
Star Club Officer	50,000	50,000
Conservation Management Plan	-	20,564
Drought Communities	388,000	39,323
Library & Communications	1,707	1,698
Stormwater Management Plan	75,000	-
National Australia Day Council	21,000	-
Office for Ageing	25,000	-
Sundry	-	16,989
	<u>4,434,643</u>	<u>4,550,178</u>
	<u>5,657,154</u>	<u>5,926,322</u>
<i>The functions to which these grants relate are shown in Note 12.</i>		
<b>Sources of grants</b>		
Commonwealth government	1,436,709	1,087,596
State government	2,997,934	3,462,582
Other	1,222,511	1,376,144
	<u>5,657,154</u>	<u>5,926,322</u>
<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</i>		
<i>Unexpended at the close of the previous reporting period</i>	44,147	788,253
<i>Less: expended during the current period from revenues recognised in previous</i>		
Flood Damage Remediation Funding	-	(301,931)
Roads to Recovery Funding	-	(442,175)
<i>Subtotal</i>	-	(744,106)
<i>Plus: amounts recognised as revenues in this reporting period but not yet expended</i>		
Special Local Roads	(44,147)	-
<i>Subtotal</i>	(44,147)	-
<i>Unexpended at the close of this reporting period</i>	-	44,147
<i>Net increase / (decrease) in assets subject to conditions in the current</i>	<u>(44,147)</u>	<u>(744,106)</u>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

**Note 3 - EXPENSE**

	Notes	2021 \$	2020 \$
<b>EMPLOYEE COSTS</b>			
Salaries and Wages		3,048,492	2,548,957
Employee leave expense		395,334	361,124
Superannuation - defined contribution plan contributions	17	349,831	303,962
Superannuation - defined benefit plan contributions	17	33,481	40,203
Workers' Compensation Insurance		161,627	142,049
Other		108,408	89,366
Less: Capitalised and distributed costs		<u>(239,948)</u>	<u>(339,941)</u>
<b>Total Operating Employee Costs</b>		<b><u>3,857,225</u></b>	<b><u>3,145,720</u></b>
<b>Total Number of Employees</b>		<b>46</b>	<b>40</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		12,000	12,000
Bad and Doubtful Debts		21,687	-
Elected members' expenses		130,148	135,334
Election expenses		1,145	2,268
Subtotal - Prescribed Expenses		<u>164,980</u>	<u>149,602</u>
<u>Other Materials, Contracts &amp; Expenses</u>			
Contractors - General		809,500	832,523
Contractors - Raising & Crushing Rubble		463,335	442,758
Contractors - Maintenance Transport Infrastructure		221,607	228,890
Contractors - Roadworks		918,581	437,099
Contractors - PSC, BCP, Heritage Sites		329,078	259,495
Contractors - Insurance Claim		-	23,760
Contractors - CWMS		227,452	265,646
Materials		814,490	717,104
Electricity		204,261	229,641
Rubble		49,008	24,098
Water		79,785	104,032
Insurances - General		346,587	327,672
Contributions (Capital Projects, Ward Funds)		82,059	46,987
Levies paid to government - Landscape levy		282,723	270,884
Machinery - Registration & Insurance		147,123	141,176
IT & Communications		159,543	147,073
Sundry		572,238	475,937
Subtotal - Other Materials, Contracts & Expenses		<u>5,707,370</u>	<u>4,974,775</u>
		<b><u>5,872,350</u></b>	<b><u>5,124,377</u></b>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**  
**Note 3 - EXPENSE con't**

	2021	2020
	\$	\$
<b>DEPRECIATION, AMORTISATION &amp; IMPAIRMENT</b>		
<b>Depreciation</b>		
Buildings	390,929	370,213
Infrastructure : Sport & Recreation	154,891	146,178
Infrastructure : Transport	3,168,173	3,047,960
Infrastructure : CWMS	133,255	145,406
Infrastructure : Housing & Community Amenity	72,766	61,307
Plant & Machinery	840,219	753,675
Furniture & Fittings	97,471	90,593
	<u>4,857,704</u>	<u>4,615,332</u>
Less: Capitalised and distributed costs	<u>(387,153)</u>	<u>(494,165)</u>
	<u>4,470,551</u>	<u>4,121,167</u>
<b>FINANCE COSTS</b>		
Interest on Loans	<u>36,643</u>	<u>52,328</u>
	<u>36,643</u>	<u>52,328</u>



**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

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

	2021	2020
	\$	\$
<b>INFRASTRUCTURE, PROPERTY, PLANT &amp; EQUIPMENT</b>		
<i>Assets renewed or directly replaced</i>		
Proceeds from disposal	442,818	46,636
Less: Carrying amount of assets sold	<u>682,805</u>	<u>496,475</u>
<b>NET GAIN (LOSS) ON DISPOSAL OF ASSETS</b>	<u>(239,987)</u>	<u>(449,839)</u>

**Note 5 - CURRENT ASSETS**

<b>CASH &amp; EQUIVALENT ASSETS</b>		
Cash on Hand and at Bank	339,249	12,941
Deposits at Call	<u>6,000,255</u>	<u>7,665,893</u>
	<u>6,339,504</u>	<u>7,678,834</u>
<b>TRADE &amp; OTHER RECEIVABLES</b>		
Rates - General & Other	590,758	631,006
Rates postponed for State Seniors	1,865	1,245
Accrued Revenues	72,801	89,638
Debtors - general	98,310	50,613
Deed of Gift - Robertstown Solar	1,100,000	1,100,000
Other levels of Government	227,150	-
GST Recoupment	167,993	143,542
Prepayments	98,876	541,874
Loans to community organisations	20,587	9,673
Sundry	7,501	5,576
Total	<u>2,385,841</u>	<u>2,573,167</u>
<b>INVENTORIES</b>		
Stores & Materials	<u>986,670</u>	<u>764,505</u>
	<u>986,670</u>	<u>764,505</u>

**Note 6 - NON-CURRENT ASSETS**

<b>FINANCIAL ASSETS</b>		
<b>Receivables</b>		
Loans to community organisations	<u>26,502</u>	<u>44,416</u>
<b>TOTAL FINANCIAL ASSETS</b>	<u>26,502</u>	<u>44,416</u>
<b>OTHER NON-CURRENT ASSETS</b>		
Capital Works-in-Progress	<u>2,477,155</u>	<u>2,456,542</u>
	<u>2,477,155</u>	<u>2,456,542</u>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

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

	Fair Value Level	2020				2021			
		\$				\$			
		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	2,550,551	37,093	-	2,587,644	2,549,051	37,093	-	2,586,144
Buildings - DRC	3	13,220,336	1,266,010	(7,380,604)	7,105,742	12,984,336	1,341,979	(7,493,067)	6,833,248
Buildings - MV	2	7,486,000	506,049	(957,725)	7,034,324	7,486,000	559,406	(1,122,951)	6,922,455
Infrastructure : Sport & Recreation	3	7,395,500	687,042	(3,206,838)	4,875,704	7,395,500	1,487,713	(3,361,729)	5,521,484
Infrastructure : Bridges	3	3,366,753	208,279	(1,373,929)	2,201,103	2,749,836	955,335	(1,083,285)	2,621,886
Infrastructure : Footpaths	3	2,419,855	147,323	(1,028,675)	1,538,503	2,419,855	312,688	(1,087,720)	1,644,823
Infrastructure : Kerbing & Gutter	3	11,657,639	159,547	(5,677,948)	6,139,238	11,657,639	196,279	(5,843,464)	6,010,454
Infrastructure : Pavement	3	30,667,144	461,655	(9,547,744)	21,581,055	30,667,144	461,655	(9,891,324)	21,237,475
Infrastructure : Drainage	3	15,863,422	249,244	(5,614,903)	10,497,763	15,863,422	931,834	(5,873,081)	10,922,175
Infrastructure : Signs	3	1,415,912	132,047	(1,123,380)	424,579	1,415,912	136,057	(1,200,911)	351,058
Infrastructure : Sealed Roads	3	10,191,725	878,138	(5,846,584)	5,223,279	10,191,725	1,522,559	(6,378,189)	5,336,095
Infrastructure : Sheeted Roads	3	26,946,364	3,213,489	(16,772,098)	13,387,755	26,946,364	4,619,298	(18,459,477)	13,106,185
Infrastructure : CWMS	3	6,261,415	164,797	(3,745,999)	2,680,213	6,261,415	187,537	(3,879,255)	2,569,697
Infrastructure : Housing & Community Amenity		-	3,162,888	(444,378)	2,718,510	-	3,250,759	(517,145)	2,733,614
Plant & Equipment		-	11,802,827	(5,661,716)	6,141,111	-	12,105,644	(5,461,295)	6,644,349
Minor Plant		-	406,323	(211,074)	195,249	-	421,907	(231,964)	189,943
Furniture & Fittings		-	1,762,583	(754,443)	1,008,140	-	1,844,420	(851,912)	992,508
<b>Total IPP&amp;E</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
<b>Comparatives</b>		<b>141,988,320</b>	<b>19,572,124</b>	<b>(66,185,990)</b>	<b>95,374,454</b>	<b>140,369,616</b>	<b>25,245,334</b>	<b>(69,348,038)</b>	<b>96,266,912</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 2021**

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

	2020 \$	CARRYING AMOUNT MOVEMENTS DURING YEAR				2021 \$
	Carrying Amount	Additions		Disposals	Dep'n	Carrying Amount
		New / Upgrade	Renewals			
Land - CT - MV	927,000	-	-	-	-	927,000
Land - CT - DRC	2,587,644	2,500	-	(4,000)	-	2,586,144
Buildings - DRC	7,105,742	-	75,969	(122,760)	(225,703)	6,833,248
Buildings - MV	7,034,324	-	53,357	-	(165,226)	6,922,455
Infrastructure : Sport & Recreation	4,875,704	658,993	141,678	-	(154,891)	5,521,484
Infrastructure : Bridges	2,201,103	-	747,056	(280,935)	(45,338)	2,621,886
Infrastructure : Footpaths	1,538,503	-	165,365	-	(59,045)	1,644,823
Infrastructure : Kerbing & Gutter	6,139,238	-	36,732	-	(165,516)	6,010,454
Infrastructure : Pavement	21,581,055	-	-	-	(343,580)	21,237,475
Infrastructure : Drainage	10,497,763	139,472	543,118	-	(258,178)	10,922,175
Infrastructure : Signs	424,579	-	4,010	-	(77,531)	351,058
Infrastructure : Sealed Roads	5,223,279	44,770	599,651	-	(531,605)	5,336,095
Infrastructure : Sheeted Roads	13,387,755	-	1,405,809	-	(1,687,379)	13,106,185
Infrastructure : CWMS	2,680,213	-	22,740	-	(133,256)	2,569,697
Infrastructure : Housing & Community Amenity	2,718,510	-	87,871	-	(72,767)	2,733,614
Plant & Equipment	6,141,111	22,741	1,574,936	(275,109)	(819,330)	6,644,349
Minor Plant	195,249	15,584	-	-	(20,890)	189,943
Furniture & Fittings	1,008,140	81,837	-	-	(97,469)	992,508
<b>Total IPP&amp;E</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>
<b>Comparatives</b>	<b>95,374,454</b>	<b>1,191,525</b>	<b>4,812,740</b>	<b>(496,475)</b>	<b>(4,615,332)</b>	<b>96,266,912</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 2021**

**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.

**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.

# Regional Council of Goyder

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### for the year ended 30 June 2021

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

**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 45 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.

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

**Regional Council of Goyder**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**for the year ended 30 June 2021**

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

**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 2021**

**Note 8 - LIABILITIES**

	2021		2020	
	\$		\$	
<b>TRADE &amp; OTHER PAYABLES</b>	<b>Current</b>	<b>Non-current</b>	<b>Current</b>	<b>Non-current</b>
Goods & Services	480,122	-	1,058,862	-
Accrued expenses - employee entitlements	157,632	-	136,749	-
Accrued expenses - other	99,226	-	68,212	-
Trusts	35,787	-	39,302	-
Deed of gift, Drought Community Funding	1,518,816	-	1,525,000	-
Other Payables	71	-	9,104	-
	<u>2,291,654</u>	<u>-</u>	<u>2,837,229</u>	<u>-</u>
<b>BORROWINGS</b>				
Loans	210,528	814,129	265,871	963,255
	<u>210,528</u>	<u>814,129</u>	<u>265,871</u>	<u>963,255</u>

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

**PROVISIONS**

LSL Employee entitlements (including oncosts)	303,799	70,527	312,947	53,867
AL Employee entitlements (including oncosts)	267,538	144,649	250,132	111,830
	<u>571,337</u>	<u>215,176</u>	<u>563,079</u>	<u>165,697</u>

**Movements in Provisions - 2021 year only**  
(current & non-current)

	Leave Provisions
Opening Balance	728,776
Add Unwinding of present value discounts	-
Additional amounts recognised	479,931
(Less) Payments	410,396
Unused amounts reversed	-
Add (Less) Remeasurement Adjustments	(11,798)
Closing Balance	<u>786,513</u>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

**Note 9 - RESERVES**

<b>ASSET REVALUATION RESERVE</b>		1/7/2020	Net Increments/ (Decrements)	Transfers, Impairments	30/6/2021
	<b>Notes</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>	1/7/2020	Transfers to Reserve	Transfers from Reserve	30/6/2021
Ward Recreation Funds	-	21,534	-	21,534
Ward Capital Project Funds	92,118	-	(7,467)	84,651
Burra CWMS	411,165	50,663	-	461,828
Waste Management	77,898	-	(42,518)	35,380
Burra Caravan Park	112,773	57,775	-	170,548
Paxton Square Cottages	4,632	74,811	-	79,443
Burra Passport Product	32,084	81,563	-	113,647
Development Fees	141,112	-	-	141,112
Burra Cemetery Headstone	2,287	-	-	2,287
Dog Control	16,330	15,632	-	31,962
Warranty - Copperhouse Road	37,541	-	(37,541)	-
<b>TOTAL OTHER RESERVES</b>	<b>927,940</b>	<b>301,978</b>	<b>(87,526)</b>	<b>1,142,392</b>
<b>Comparatives</b>	<b>1,902,781</b>	<b>51,812</b>	<b>(1,026,653)</b>	<b>927,940</b>



**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**  
**Note 9 - RESERVES (con't)**

**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)**

**Council has a number of financial reserves which are maintained for specific purposes. Details are as follows:**

<b>Ward Recreation Funds</b>	for financial assistance to community groups for Sports and Recreation projects
<b>Capital Projects Funds</b>	for financial assistance to community groups for capital projects and major maintenance of council owned buildings
<b>Community Wastewater Management (STEDS)</b>	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
<b>Waste Management</b>	to account for surplus funds from operation of the Waste Collection system, for future upgrades and capital costs
<b>Burra Caravan Park</b>	to account for surplus funds from operations of the Burra Caravan park for future upgrades, capital costs and maintenance
<b>Paxton Square Cottages</b>	to account for surplus funds from operations of the Paxton Square Cottages for future upgrades, capital costs and maintenance
<b>Burra Passport Product</b>	to fund the maintenance of council owned heritage sites within Burra
<b>Development Fees</b>	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
<b>Burra Cemetery Headstone</b>	to account for income received for the restoration of headstones at the Burra Cemetery
<b>Dog Control</b>	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 2021**

**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>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>CASH &amp; FINANCIAL ASSETS</b>		
Unexpended amounts received from Federal Government		
<b><u>Department of Infrastructure</u></b>		
Local Road Community Infrastructure Phase 3	<b>310,816</b>	-
<b><u>Department of Environment and Heritage</u></b>		
Burra Historic Mine Office Project	<b>206,500</b>	-
<b>TOTAL ASSETS SUBJECT TO EXTERNALLY IMPOSED RESTRICTIONS</b>	<b>517,316</b>	-

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**  
**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	2021 \$	2020 \$
Total cash & equivalent assets	5	<u>6,339,504</u>	<u>7,678,834</u>
Balances per Cash Flow Statement		<u>6,339,504</u>	<u>7,678,834</u>

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

Net Surplus (Deficit)	274,196	865,138
Non-cash items in Income Statement		
Depreciation, amortisation & impairment	4,470,551	4,121,167
Net increase (decrease) in unpaid employee benefits	78,620	105,140
Grants for capital acquisitions treated as Investing Activity	(1,222,511)	(1,376,144)
Net (Gain) Loss on Disposals	<u>239,987</u>	<u>449,839</u>
	3,840,843	4,165,140
Add (Less): Changes in Net Current Assets		
Net (increase) decrease in receivables	198,240	(598,285)
Net (increase) decrease in inventories	(222,165)	(157,154)
Net increase (decrease) in trade & other payables	<u>(566,458)</u>	<u>1,414,537</u>
<b>Net Cash provided by (or used in) operations</b>	<u>3,250,460</u>	<u>4,824,238</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	3,751,186	3,751,186

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

**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	ACTUAL	ACTUAL				
	2021 \$	2020 \$	2021 \$	2020 \$	2021 \$	2020 \$				
Administration	4,835,234	4,853,915	2,218,363	2,264,362	2,616,871	2,589,553	-	-	6,339,504	7,678,834
Public Order & Safety	78,068	51,693	145,633	100,760	(67,565)	(49,067)	21,000	-	-	-
Health	1,649	8,379	30,176	31,203	(28,527)	(22,824)	-	-	-	-
Social Security & Welfare	38,244	29,963	54,301	43,829	(16,057)	(13,866)	25,000	15,000	-	-
Housing & Community Services	915,327	884,869	1,670,870	1,680,987	(755,543)	(796,118)		1,989	5,885,278	5,598,723
Sport Recreation & Culture	158,889	144,562	1,582,488	1,317,866	(1,423,599)	(1,173,304)	583,707	642,218	18,740,597	18,224,523
Agricultural Services	321,371	313,423	330,188	318,226	(8,817)	(4,803)	-	-	-	-
Mining & Manufacture	1,961	13,482	505,183	628,836	(503,222)	(615,354)	-	-	1,675,585	910,301
Transport & Communication	3,235,136	2,443,805	5,718,098	4,805,247	(2,482,962)	(2,361,442)	2,363,277	1,833,165	63,420,919	63,387,710
Economic Affairs	1,093,050	664,504	1,633,538	929,289	(540,488)	(264,785)	-	530,564	3,236,177	3,338,609
NEC - Other Purposes	2,849,512	2,973,830	347,931	322,987	2,501,581	2,650,843	2,664,170	2,903,386	10,068,205	10,645,676
<b>TOTALS</b>	<b>13,528,441</b>	<b>12,382,425</b>	<b>14,236,769</b>	<b>12,443,592</b>	<b>(708,328)</b>	<b>(61,167)</b>	<b>5,657,154</b>	<b>5,926,322</b>	<b>109,366,265</b>	<b>109,784,376</b>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

**Note 12 (continued) - 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, Heritage, 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

**11. NEC – Other Purposes**

Donations, community engagement, community newsletters, LGGC – general purpose, plant hire & depots, drought communities projects, 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 2021**

**Note 13 - FINANCIAL INSTRUMENTS**

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

**Accounting Policies - Recognised Financial Instruments**

<b>Bank, Deposits at Call, Short Term Deposits</b>	<p><b>Accounting Policy:</b> initially recognised at fair value and subsequently measured at amortised cost, interest is recognised when earned</p> <p><b>Terms &amp; conditions:</b> Deposits are returning fixed interest rates between 0.75% and 0.85% (2020: 1.6% and 1.7%). Short term deposits are with the LGFA at an interest rate of 0.3% (2020: 0.45%).</p> <p><b>Carrying amount:</b> approximates fair value due to the short term to maturity.</p>
<b>Receivables - Rates &amp; Associated</b>	<p><b>Accounting Policy:</b> initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method</p> <p><b>Terms &amp; conditions:</b> Secured over the subject land, arrears attract interest of 3.3% (2020: 3.45%) Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries in the State.</p> <p><b>Carrying amount:</b> approximates fair value (after deduction of any allowance).</p>
<b>Receivables - Fees &amp; other charges</b>	<p><b>Accounting Policy:</b> initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method</p> <p><b>Terms &amp; conditions:</b> 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.</p> <p><b>Carrying amount:</b> approximates fair value (after deduction of any allowance).</p>
<b>Liabilities - Creditors and Accruals</b>	<p><b>Accounting Policy:</b> Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Council.</p> <p><b>Terms &amp; conditions:</b> Liabilities are normally settled on 30 day terms.</p> <p><b>Carrying amount:</b> approximates fair value.</p>
<b>Liabilities - Interest Bearing Borrowings</b>	<p><b>Accounting Policy:</b> initially recognised at fair value and subsequently at amortised cost, interest is charged as an expense using the effective interest rate</p> <p><b>Terms &amp; conditions:</b> secured over future revenues, borrowings are repayable principal and interest; interest is charged at a fixed rate of 6.75% (2020: 6.75%)</p> <p><b>Carrying amount:</b> approximates fair value.</p>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

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

**Liquidity Analysis**

2021	Due < 1 year	Due > 1 year ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
	\$	\$	\$	\$	\$
<b>Financial Assets</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>Financial Liabilities</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>

2020	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
	\$	\$	\$	\$	\$
<b>Financial Assets</b>					
Cash & Equivalents	7,678,834	-	-	7,678,834	7,678,834
Receivables	2,031,716	44,416	-	2,076,132	2,075,709
<b>Total</b>	<b>9,710,550</b>	<b>44,416</b>	<b>-</b>	<b>9,754,966</b>	<b>9,754,543</b>
<b>Financial Liabilities</b>					
Payables	2,633,000	-	-	2,633,000	2,632,268
Current Borrowings	311,533	-	-	311,533	265,871
Lease Liabilities	17,952	16,456	-	34,408	-
Non-Current Borrowings	-	902,470	165,325	1,067,795	963,255
<b>Total</b>	<b>2,962,485</b>	<b>918,926</b>	<b>165,325</b>	<b>4,046,736</b>	<b>3,861,394</b>

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

	30 June 2021		30 June 2020	
	Weighted Average Interest Rate	Carrying Value	Weighted Average Interest Rate	Carrying Value
	%	\$	%	\$
Other Variable Rates	1.32	650,058	2.20	799,930
Fixed Interest Rates	6.75	374,599	6.75	429,196
		<u>1,024,657</u>		<u>1,229,126</u>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

**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 2021**

**Note 14 - COMMITMENTS FOR EXPENDITURE**

	2021	2020
	\$	\$
<b>Capital Commitments</b>		
Capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities:		
Roads & Footpaths	-	25,000
Plant & Equipment	-	46,000
Bridges	432,982	81,085
Drainage & Floodways	194,776	650,000
	<u>627,758</u>	<u>802,085</u>
These expenditures are payable:		
Not later than one year	627,758	802,085
	<u>627,758</u>	<u>802,085</u>
<b>Other Expenditure Commitments</b>		
Other non-capital expenditure commitments		
Audit Services	12,000	24,000
Chief Executive Officer Employment Contract	235,755	462,264
Photocopiers (5)	112,340	147,114

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

**Note 15 - FINANCIAL INDICATORS**

	2021	2020	2019
<b>Operating Surplus Ratio</b>			
<u>Operating Surplus</u>	(5.2%)	(0.5%)	8.7%
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>	(34%)	(44%)	(46%)
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>	(3.1%)	3.9%	5.1%
<b>Adjusted Net Financial Liabilities Ratio</b>	(23%)	(29%)	(36%)

**Asset Renewal Funding Ratio**

<u>Net Outlays on Existing Assets</u>	77%	80%	89%
Net 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 (3.1%) is marginally less than Council's minimum benchmark of 0% due to expenditure items carried forward from 2019/20 into the 2020/21 financial year.

The adjusted Net Financial Liabilities ratio 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 23% less than the ratio established in the Long Term Financial Plan primarily due to capital expenditure work in progress as at the 30th June 2021 carried forward into the 2021/22 financial year. Capital work in progress of \$2.4M will be capitalised in future financial years.

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

**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

	2021	2020
	\$	\$
Income	13,528,441	12,382,425
Expenses	<u>(14,236,769)</u>	<u>(12,443,592)</u>
<b>Operating Surplus / (Deficit)</b>	<b>(708,328)</b>	<b>(61,167)</b>
 <b>Net Outlays on Existing Assets</b>		
Capital Expenditure on renewal and replacement of Existing Assets	(5,091,753)	(4,630,305)
Add back Depreciation, Amortisation and Impairment	4,470,551	4,121,167
Proceeds from Sale of Replaced Assets	<u>442,818</u>	<u>46,636</u>
	<b>(178,384)</b>	<b>(462,502)</b>
 <b>Net Outlays on New and Upgraded Assets</b>		
Capital Expenditure on New and Upgraded Assets	(965,897)	(1,124,342)
Amounts received specifically for New and Upgraded Assets	1,222,511	1,376,144
	<u>256,614</u>	<u>251,802</u>
<b>Net Lending / (Borrowing) for Financial Year</b>	<b><u>(630,098)</u></b>	<b><u>(271,867)</u></b>

**Regional Council of Goyder**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2021**

**Note 17 – SUPERANNUATION**

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 2019-20; 9.50% in 2020-21). 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 2019-20) 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 Willie Towers Watson as at 30 June 2020. 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 2021**

**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 2021**

**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>2021</b>	2020
	\$	\$
Salaries, allowances & other short term benefits	614,870	618,746
Post-employment benefits	55,515	54,484
Long term benefits	-	-
Termination benefits	-	-
<b>TOTAL</b>	<b>670,385</b>	<b>673,230</b>

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

	<b>2021</b>	2020
	\$	\$
Contributions for fringe benefits tax purposes	-	-
Planning and building applications fees	1,308	1,842
Rentals for Council property	-	-
<b>TOTAL</b>	<b>1,308</b>	<b>1,842</b>

**PARTIES RELATED TO KEY MANAGEMENT PERSONNEL**

Key management personnel or close family members (including related parties) lodged one planning and building application 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 2020/21 was \$1,308 which was paid in full as at 30th June 2021.

One elected member has three close family members on the board of the Burra Sports and Community Club. Council made payments of \$28,548 to the club during the 2020/21 financial year. There is no outstanding payments as at 30th June 2021.

Two elected members have 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 2020/21 amounted to \$4,405 and \$1,298 was outstanding as at the 30th June 2021

One close family member of an elected member is employed by Council under the Regional Council of Goyder Enterprise Agreement No 8-2018. The total amount paid to these employees including superannuation benefits in 2020/21 is \$65,910 which was paid in full as at 30th June 2021.

## 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 2021.

### 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 2021 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 22 September 2021

## 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 2020 to 30 June 2021 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 2020 to 30 June 2021.

### 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 2020 to 30 June 2021. *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 22 September 2021

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**Regional Council of Goyder**  
**Annual Financial Statements**  
**for the year ended 30 June 2021**

**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 2021, the Council's Auditor, Ian G. McDonald 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*.



David J. Stevenson  
CHIEF EXECUTIVE OFFICER



Dafydd Llewellyn  
PRESIDING MEMBER  
AUDIT COMMITTEE

Date: 21/9/2021

## REGIONAL COUNCIL OF GOYDER

### Annual Financial Statement

For the year ended 30 June 2021

### 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 2021, 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: 31 August 2021