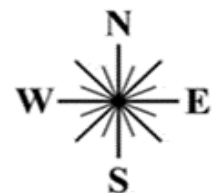




Central Darling Shire Council

SPECIAL SCHEDULES
for the year ended 30 June 2017

*“Realising quality opportunities for all in the
Central Darling Shire through Effective Leadership,
Community Involvement and Facilitation of Services”*



Central Darling Shire Council

Special Schedules for the year ended 30 June 2017

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¹ Special Schedules are not audited (with the exception of Special Schedule 8).

Background

(i) These Special Schedules have been designed to meet the requirements of special purpose users such as;

- the NSW Grants Commission
- the Australian Bureau of Statistics (ABS),
- the NSW Office of Water (NOW), and
- the Office of Local Government (OLG).

(ii) The financial data is collected for various uses including;

- the allocation of Financial Assistance Grants,
- the incorporation of Local Government financial figures in national statistics,
- the monitoring of loan approvals,
- the allocation of borrowing rights, and
- the monitoring of the financial activities of specific services.

Central Darling Shire Council

Special Schedule 1 – Net Cost of Services
for the year ended 30 June 2017

\$'000

Function or activity	Expenses from continuing operations	Income from continuing operations		Net cost of services
		Non-capital	Capital	
Governance	125	–	–	(125)
Administration	4,646	958	–	(3,688)
Public order and safety				
Fire service levy, fire protection, emergency services	224	–	–	(224)
Beach control	–	155	–	155
Enforcement of local government regulations	–	–	–	–
Animal control	100	2	–	(98)
Other	–	–	–	–
Total public order and safety	324	157	–	(167)
Health	–	–	–	–
Environment				
Noxious plants and insect/vermin control	–	10	–	10
Other environmental protection	162	33	–	(129)
Solid waste management	201	89	–	(112)
Street cleaning	121	–	–	(121)
Drainage	–	–	–	–
Stormwater management	2	–	–	(2)
Total environment	486	132	–	(354)
Community services and education				
Administration and education	208	–	–	(208)
Social protection (welfare)	–	–	–	–
Aged persons and disabled	36	71	–	35
Children's services	–	–	–	–
Total community services and education	244	71	–	(173)
Housing and community amenities				
Public cemeteries	57	5	–	(52)
Public conveniences	35	–	–	(35)
Street lighting	–	–	–	–
Town planning	–	–	–	–
Other community amenities	–	11	–	11
Total housing and community amenities	92	16	–	(76)
Water supplies	1,432	2,320	–	888
Sewerage services	310	171	–	(139)

Central Darling Shire Council

Special Schedule 1 – Net Cost of Services (continued)
for the year ended 30 June 2017

\$'000

Function or activity	Expenses from continuing operations	Income from continuing operations		Net cost of services
		Non-capital	Capital	
Recreation and culture				
Public libraries	–	–	–	–
Museums	–	–	–	–
Art galleries	–	–	–	–
Community centres and halls	63	–	–	(63)
Performing arts venues	–	–	–	–
Other performing arts	–	–	–	–
Other cultural services	–	–	–	–
Sporting grounds and venues	89	–	–	(89)
Swimming pools	494	–	–	(494)
Parks and gardens (lakes)	83	–	–	(83)
Other sport and recreation	–	–	–	–
Total recreation and culture	729	–	–	(729)
Fuel and energy	–	–	–	–
Agriculture	–	–	–	–
Mining, manufacturing and construction				
Building control	–	–	–	–
Other mining, manufacturing and construction	–	–	–	–
Total mining, manufacturing and const.	–	–	–	–
Transport and communication				
Urban roads (UR) – local	–	–	–	–
Urban roads – regional	–	–	–	–
Sealed rural roads (SRR) – local	–	–	–	–
Sealed rural roads (SRR) – regional	6,722	8,170	–	1,448
Unsealed rural roads (URR) – local	5,064	4,509	1,374	819
Unsealed rural roads (URR) – regional	–	–	–	–
Bridges on UR – local	–	–	–	–
Bridges on SRR – local	–	–	–	–
Bridges on URR – local	–	–	–	–
Bridges on regional roads	–	–	–	–
Parking areas	–	–	–	–
Footpaths	144	–	120	(24)
Aerodromes	–	–	–	–
Other transport and communication	–	–	–	–
Total transport and communication	11,930	12,679	1,494	2,243
Economic affairs				
Camping areas and caravan parks	54	23	–	(31)
Other economic affairs	427	251	–	(176)
Total economic affairs	481	274	–	(207)
Totals – functions	20,799	16,778	1,494	(2,527)
General purpose revenues ⁽¹⁾		8,359		8,359
Share of interests – joint ventures and associates using the equity method	–	–		–
NET OPERATING RESULT ⁽²⁾	20,799	25,137	1,494	5,832

(1) Includes: rates and annual charges (including ex gratia, excluding water and sewer), non-capital general purpose grants, interest on investments (excluding externally restricted assets) and interest on overdue rates and annual charges (2) As reported in the Income Statement

Central Darling Shire Council

Special Schedule 2(a) – Statement of Long Term Debt (all purpose)

for the year ended 30 June 2017

\$'000

Classification of debt	Principal outstanding at beginning of the year			New loans raised during the year	Debt redemption during the year		Transfers to sinking funds	Interest applicable for year	Principal outstanding at the end of the year		
	Current	Non-current	Total		From revenue	Sinking funds			Current	Non-current	Total
Loans (by source)											
Commonwealth Government	-	-	-							-	-
NSW Treasury Corporation	-	-	-							-	-
Other State Government	-	-	-							-	-
Public subscription	-	-	-							-	-
Financial institutions	102	786	888	-	165	-	-	39	102	621	723
Other	-	-	-							-	-
Total loans	102	786	888	-	165	-	-	39	102	621	723
Other long term debt											
Ratepayers advances	-	-	-							-	-
Government advances	-	-	-							-	-
Finance leases	-	-	-							-	-
Deferred payments	-	-	-							-	-
Total long term debt	-	-	-	-	-	-	-	-	-	-	-
Total debt	102	786	888	-	165	-	-	39	102	621	723

Notes: excludes (i) internal loans and (ii) principal inflows/outflows relating to loan re-financing.

This schedule is prepared using the **face value** of debt obligations, rather than **fair value** (which are reported in the GPFS).

Central Darling Shire Council

Special Schedule 3 – Water Supply Income Statement

Includes all internal transactions, i.e. prepared on a gross basis
for the year ended 30 June 2017

\$'000	Actuals 2017	Actuals 2016
A Expenses and income		
Expenses		
1. Management expenses		
a. Administration	33	11
b. Engineering and supervision	2	–
2. Operation and maintenance expenses		
– dams and weirs		
a. Operation expenses	7	11
b. Maintenance expenses	7	16
– Mains		
c. Operation expenses	21	11
d. Maintenance expenses	76	80
– Reservoirs		
e. Operation expenses	–	–
f. Maintenance expenses	36	24
– Pumping stations		
g. Operation expenses (excluding energy costs)	–	10
h. Energy costs	56	38
i. Maintenance expenses	10	7
– Treatment		
j. Operation expenses (excluding chemical costs)	230	281
k. Chemical costs	70	60
l. Maintenance expenses	178	155
– Other		
m. Operation expenses	4	2
n. Maintenance expenses	12	32
o. Purchase of water	–	–
3. Depreciation expenses		
a. System assets	627	619
b. Plant and equipment	–	–
4. Miscellaneous expenses		
a. Interest expenses	–	–
b. Revaluation decrements	–	–
c. Other expenses	–	–
d. Impairment – system assets	–	–
e. Impairment – plant and equipment	–	–
f. Aboriginal Communities Water and Sewerage Program	–	–
g. Tax equivalents dividends (actually paid)	–	–
5. Total expenses	1,369	1,357

Central Darling Shire Council

Special Schedule 3 – Water Supply Income Statement (continued)

Includes all internal transactions, i.e. prepared on a gross basis
for the year ended 30 June 2017

\$'000	Actuals 2017	Actuals 2016
Income		
6. Residential charges		
a. Access (including rates)	471	395
b. Usage charges	437	394
7. Non-residential charges		
a. Access (including rates)	–	–
b. Usage charges	–	–
8. Extra charges	–	–
9. Interest income	35	33
10. Other income	–	–
10a. Aboriginal Communities Water and Sewerage Program	–	–
11. Grants		
a. Grants for acquisition of assets	1,374	495
b. Grants for pensioner rebates	–	–
c. Other grants	–	–
12. Contributions		
a. Developer charges	–	–
b. Developer provided assets	–	–
c. Other contributions	–	–
13. Total income	2,317	1,317
14. Gain (or loss) on disposal of assets	–	–
15. Operating result	948	(40)
15a. Operating result (less grants for acquisition of assets)	(426)	(535)

Central Darling Shire Council

Special Schedule 3 – Water Supply Income Statement (continued)

Includes all internal transactions, i.e. prepared on a gross basis
for the year ended 30 June 2017

\$'000	Actuals 2017	Actuals 2016
B Capital transactions		
Non-operating expenditures		
16. Acquisition of fixed assets		
a. New assets for improved standards	-	-
b. New assets for growth	-	-
c. Renewals	664	171
d. Plant and equipment	-	-
17. Repayment of debt	-	-
18. Totals	664	171
Non-operating funds employed		
19. Proceeds from disposal of assets	-	-
20. Borrowing utilised	-	-
21. Totals	-	-
C Rates and charges		
22. Number of assessments		
a. Residential (occupied)	-	-
b. Residential (unoccupied, ie. vacant lot)	-	-
c. Non-residential (occupied)	-	-
d. Non-residential (unoccupied, ie. vacant lot)	-	-
23. Number of ETs for which developer charges were received	- ET	- ET
24. Total amount of pensioner rebates (actual dollars)	\$ -	\$ -

Central Darling Shire Council

Special Schedule 4 – Water Supply Statement of Financial Position

Includes internal transactions, i.e. prepared on a gross basis
as at 30 June 2017

\$'000	Actuals Current	Actuals Non-current	Actuals Total
ASSETS			
25. Cash and investments			
a. Developer charges	–	–	–
b. Special purpose grants	–	–	–
c. Accrued leave	–	–	–
d. Unexpended loans	–	–	–
e. Sinking fund	–	–	–
f. Other	1,001	–	1,001
26. Receivables			
a. Specific purpose grants	–	–	–
b. Rates and availability charges	869	–	869
c. User charges	–	–	–
d. Other	–	–	–
27. Inventories	–	–	–
28. Property, plant and equipment			
a. System assets	–	25,523	25,523
b. Plant and equipment	–	–	–
29. Other assets	–	–	–
30. Total assets	1,870	25,523	27,393
LIABILITIES			
31. Bank overdraft	–	–	–
32. Creditors	26	–	26
33. Borrowings	–	–	–
34. Provisions			
a. Tax equivalents	–	–	–
b. Dividend	–	–	–
c. Other	–	–	–
35. Total liabilities	26	–	26
36. NET ASSETS COMMITTED	1,844	25,523	27,367
EQUITY			
37. Accumulated surplus			11,547
38. Asset revaluation reserve			15,820
39. Other reserves			–
40. TOTAL EQUITY			27,367
Note to system assets:			
41. Current replacement cost of system assets			43,865
42. Accumulated current cost depreciation of system assets			(18,342)
43. Written down current cost of system assets			25,523

Central Darling Shire Council

Special Schedule 5 – Sewerage Service Income Statement

Includes all internal transactions, i.e. prepared on a gross basis
for the year ended 30 June 2017

\$'000	Actuals 2017	Actuals 2016
A Expenses and income		
Expenses		
1. Management expenses		
a. Administration	–	–
b. Engineering and supervision	–	–
2. Operation and maintenance expenses		
– mains		
a. Operation expenses	–	–
b. Maintenance expenses	167	50
– Pumping stations		
c. Operation expenses (excluding energy costs)	–	–
d. Energy costs	8	6
e. Maintenance expenses	41	120
– Treatment		
f. Operation expenses (excl. chemical, energy, effluent and biosolids management costs)	8	–
g. Chemical costs	–	–
h. Energy costs	–	–
i. Effluent management	–	–
j. Biosolids management	–	–
k. Maintenance expenses	–	1
– Other		
l. Operation expenses	–	–
m. Maintenance expenses	–	–
3. Depreciation expenses		
a. System assets	78	77
b. Plant and equipment	–	–
4. Miscellaneous expenses		
a. Interest expenses	–	–
b. Revaluation decrements	–	–
c. Other expenses	–	–
d. Impairment – system assets	–	–
e. Impairment – plant and equipment	–	–
f. Aboriginal Communities Water and Sewerage Program	–	–
g. Tax equivalents dividends (actually paid)	–	–
5. Total expenses	302	254

Central Darling Shire Council

Special Schedule 5 – Sewerage Service Income Statement (continued)

Includes all internal transactions, i.e. prepared on a gross basis
for the year ended 30 June 2017

\$'000	Actuals 2017	Actuals 2016
Income		
6. Residential charges (including rates)	166	142
7. Non-residential charges		
a. Access (including rates)	–	–
b. Usage charges	–	–
8. Trade waste charges		
a. Annual fees	–	–
b. Usage charges	–	–
c. Excess mass charges	–	–
d. Re-inspection fees	–	–
9. Extra charges	–	–
10. Interest income	5	4
11. Other income	–	–
11a. Aboriginal Communities Water and Sewerage Program	–	106
12. Grants		
a. Grants for acquisition of assets	–	–
b. Grants for pensioner rebates	–	–
c. Other grants	–	–
13. Contributions		
a. Developer charges	–	–
b. Developer provided assets	–	–
c. Other contributions	–	–
14. Total income	171	252
15. Gain (or loss) on disposal of assets	–	–
16. Operating result	(131)	(2)
16a. Operating result (less grants for acquisition of assets)	(131)	(2)

Central Darling Shire Council

Special Schedule 5 – Sewerage Service Income Statement (continued)

Includes all internal transactions, i.e. prepared on a gross basis
for the year ended 30 June 2017

\$'000	Actuals 2017	Actuals 2016
B Capital transactions		
Non-operating expenditures		
17. Acquisition of fixed assets		
a. New assets for improved standards	-	-
b. New assets for growth	-	-
c. Renewals	-	-
d. Plant and equipment	-	-
18. Repayment of debt	-	-
19. Totals	-	-
Non-operating funds employed		
20. Proceeds from disposal of assets	-	-
21. Borrowing utilised	-	-
22. Totals	-	-
C Rates and charges		
23. Number of assessments		
a. Residential (occupied)	-	-
b. Residential (unoccupied, ie. vacant lot)	-	-
c. Non-residential (occupied)	-	-
d. Non-residential (unoccupied, ie. vacant lot)	-	-
24. Number of ETs for which developer charges were received	- ET	- ET
25. Total amount of pensioner rebates (actual dollars)	\$ -	\$ -

Central Darling Shire Council

Special Schedule 6 – Sewerage Service Statement of Financial Position

Includes internal transactions, i.e. prepared on a gross basis
as at 30 June 2017

\$'000	Actuals Current	Actuals Non-current	Actuals Total
ASSETS			
26. Cash and investments			
a. Developer charges	-	-	-
b. Special purpose grants	-	-	-
c. Accrued leave	-	-	-
d. Unexpended loans	-	-	-
e. Sinking fund	-	-	-
f. Other	342	-	342
27. Receivables			
a. Specific purpose grants	-	-	-
b. Rates and availability charges	105	-	105
c. User charges	-	-	-
d. Other	-	-	-
28. Inventories	-	-	-
29. Property, plant and equipment			
a. System assets	-	4,016	4,016
b. Plant and equipment	-	-	-
30. Other assets	-	-	-
31. Total assets	447	4,016	4,463
LIABILITIES			
32. Bank overdraft	-	-	-
33. Creditors	13	-	13
34. Borrowings	-	-	-
35. Provisions			
a. Tax equivalents	-	-	-
b. Dividend	-	-	-
c. Other	-	-	-
36. Total liabilities	13	-	13
37. NET ASSETS COMMITTED	434	4,016	4,450
EQUITY			
38. Accumulated surplus			1,689
39. Asset revaluation reserve			2,761
40. Other reserves			-
41. TOTAL EQUITY			4,450
Note to system assets:			
42. Current replacement cost of system assets			6,027
43. Accumulated current cost depreciation of system assets			(2,011)
44. Written down current cost of system assets			4,016

Central Darling Shire Council

Notes to Special Schedules 3 and 5 for the year ended 30 June 2017

Administration ⁽¹⁾

(item 1a of Special Schedules 3 and 5) comprises the following:

- Administration staff:
 - Salaries and allowance
 - Travelling expenses
 - Accrual of leave entitlements
 - Employment overheads.
- Meter reading
- Bad and doubtful debts
- Other administrative/corporate support services

Engineering and supervision ⁽¹⁾

(item 1b of Special Schedules 3 and 5) comprises the following:

- Engineering staff:
 - Salaries and allowance
 - Travelling expenses
 - Accrual of leave entitlements
 - Employment overheads.
- Other technical and supervision staff:
 - Salaries and allowance
 - Travelling expenses
 - Accrual of leave entitlements
 - Employment overheads.

Operational expenses (item 2 of Special Schedules 3 and 5) comprise the day to day operational expenses excluding maintenance expenses.

Maintenance expenses (item 2 of Special Schedules 3 and 5) comprise the day to day repair and maintenance expenses. (Refer to Section 5 of the Local Government Asset Accounting Manual regarding capitalisation principles and the distinction between capital and maintenance expenditure).

Other expenses (item 4c of Special Schedules 3 and 5) includes all expenses not recorded elsewhere.

Revaluation decrements (item 4b of Special Schedules 3 and 5) is to be used when I,PP&E decreases in FV.

Impairment losses (item 4d and 4e of Special Schedules 3 and 5) are to be used when the carrying amount of an asset exceeds its recoverable amount (refer to page D-31).

Aboriginal Communities Water and Sewerage Program (item 4f of Special Schedules 3 and 5) is to be used when operation and maintenance work has been undertaken on behalf of the Aboriginal Communities Water and Sewerage Program. Similarly, income for item 11a of Special Schedule 3 and item 12a of Special Schedule 5 are for services provided to the Aboriginal Communities Water and Sewerage Program and is not part of Council's water supply and sewerage revenue.

Residential charges ⁽²⁾ (items 6a, 6b and item 6 of Special Schedules 3 and 5 respectively) include all income from residential charges. Item 6 of Schedule 3 should be separated into 6a access charges (including rates if applicable) and 6b usage charges.

Non-residential charges ⁽²⁾ (items 7a, 7b of Special Schedules 3 and 5) include all income from non-residential charges separated into 7a access charges (including rates if applicable) and 7b usage charges.

Trade waste charges (item 8 of Special Schedule 5) include all income from trade waste charges separated into 8a annual fees, 8b usage charges and 8c excess mass charges and 8d re-inspection fees.

Other income (items 10 and 11 of Special Schedules 3 and 5 respectively) include all income not recorded elsewhere.

Other contributions (items 12c and 13c of Special Schedules 3 and 5 respectively) including capital contribution for water supply or sewerage services received by Council under Section 565 of the *Local Government Act*.

Notes:

⁽¹⁾ Administration and engineering costs for the development of capital works projects should be reported as part of the capital cost of the project and not as part of the recurrent expenditure (ie. in item 16 for water supply and item 17 for sewerage, and **not** in items 1a and 1b).

⁽²⁾ To enable accurate reporting of **residential revenue from usage charges**, it is essential for councils to accurately separate their residential (item 6) charges and non-residential (item 7) charges.

Central Darling Shire Council

Special Schedule 7 – Report on Infrastructure Assets as at 30 June 2017

\$'000

Asset class	Asset category	Estimated cost to bring assets to satisfactory standard	Estimated cost to bring to the agreed level of service set by Council	2016/17 Required maintenance ^a	2016/17 Actual maintenance	Net carrying amount	Gross replacement cost (GRC)	Assets in condition as a percentage of gross replacement cost				
								1	2	3	4	5
Buildings	Buildings	1,520	55	117	68	9,649	8,893					100%
	Buildings – non-specialised	305	35	178	85	–	2,587					100%
	Buildings – specialised	50	10	15	10	–	2,570					100%
	Community Services	815	130	10	93	–	5,929					100%
	Council Housing	1,700	45	65	141	–	6,299					100%
	Water	277	–	30	5	–	3,563					100%
	Economic Activity	512	–	40	–	–	–					
	Transport	10	–	110	–	–	–					
	Amenities / Toilets	25	5	135	–	–	2,057					100%
	Sub-total	5,214	280	700	402	9,649	31,898	0.0%	0.0%	0.0%	0.0%	100.0%
Other structures	Other structures	–	–	–	–	4,424	–					
	Sub-total	–	–	–	–	4,424	–	0.0%	0.0%	0.0%	0.0%	0.0%
Roads	Sealed roads	600	800	476	265	60,618	70,400					100%
	Unsealed roads	3,684	2,800	2,800	2,357	22,583	44,240					100%
	Bridges	200	15	25	41	10,416	19,080					100%
	Footpaths	300	85	50	74	1,002	1,510					100%
	Bulk earthworks	–	–	–	–	24,234	–					
	Kerb and Gutter	100	5	25	1	–	2,400					100%
	Aerodromes	400	76	180	144	–	7,220					100%
	Other	–	–	–	–	5	–					
	Sub-total	5,284	3,781	3,556	2,882	118,858	144,850	0.0%	0.0%	0.0%	0.0%	100.0%

Central Darling Shire Council

Special Schedule 7 – Report on Infrastructure Assets as at 30 June 2017 (continued)

\$'000

Asset class	Asset category	Estimated cost to bring assets to satisfactory standard	Estimated cost to bring to the agreed level of service set by Council	2016/17 Required maintenance ^a	2016/17 Actual maintenance	Net carrying amount	Gross replacement cost (GRC)	Assets in condition as a percentage of gross replacement cost				
								1	2	3	4	5
Water supply network	Water supply network	100	100	100	100	25,417	2,360					100%
	Mains	100	64	100	62	–	12,220					100%
	Treatment Plants	5,075	120	300	485	–	3,236					100%
	Bores	15	1	–	1	–	1,687					100%
	Weirs, Storage Tanks	8,000	22	150	15	–	17,210					100%
	Stop Valves	200	5	–	1	–	408					100%
	Pipeline	3,200	30	200	20	–	3,519					100%
	Pump Station	450	17	–	59	–	2,480					100%
	Sub-total	17,140	359	850	743	25,442	43,120	0.0%	0.0%	0.0%	0.0%	100.0%
Sewerage network	Sewerage network	–	7	8	113	4,016	1,635					100%
	Pumping Station	600	50	150	49	–	906					100%
	Ponds (Treatment)	100	5	20	8	–	3,141					100%
	Rising Mains	80	15	20	1	–	345					100%
	Sub-total	780	77	198	171	4,016	6,027	0.0%	0.0%	0.0%	0.0%	100.0%

Central Darling Shire Council

Special Schedule 7 – Report on Infrastructure Assets as at 30 June 2017 (continued)

\$'000

Asset class	Asset category	Estimated cost to bring assets to satisfactory standard	Estimated cost to bring to the agreed level of service set by Council	2016/17 Required maintenance ^a	2016/17 Actual maintenance	Net carrying amount	Gross replacement cost (GRC)	Assets in condition as a percentage of gross replacement cost				
								1	2	3	4	5
Stormwater drainage	Stormwater drainage	–	–	–	–	1,013	18					100%
	Box Culverts	10	–	5	–	–	55					100%
	Pipes	200	2	20	3	–	1,025					100%
	Pits	20	2	5	3	–	132					100%
	Head Walls	20	–	5	–	–	21					100%
	Outlets	100	2	10	–	–	29					100%
	Sub-total	350	6	45	6	994	1,280	0.0%	0.0%	0.0%	0.0%	100.0%
Open space/recreational assets	Swimming pools	250	150	120	118	–	3,700					100%
	Recreation	300	100	150	140	–	2,077					100%
	Sub-total	550	250	270	258	–	5,777	0.0%	0.0%	0.0%	0.0%	100.0%
	TOTAL – ALL ASSETS	29,318	4,753	5,619	4,462	163,383	232,952	0.0%	0.0%	0.0%	0.0%	100.0%

Notes:

a Required maintenance is the amount identified in Council's asset management plans.

Infrastructure asset condition assessment 'key'

1	Excellent	No work required (normal maintenance)
2	Good	Only minor maintenance work required
3	Average	Maintenance work required
4	Poor	Renewal required
5	Very poor	Urgent renewal/upgrading required

Condition	Description here...
Condition	Description here...
Condition	Description here...
Condition	Description here...
Condition	Description here...

Central Darling Shire Council

Special Schedule 7 – Report on Infrastructure Assets (continued)
for the year ended 30 June 2017

\$ '000	Amounts	Indicator	Benchmark	Prior periods	
	2017	2017		2016	2015
Infrastructure asset performance indicators * consolidated					
1. Infrastructure renewals ratio					
Asset renewals ⁽¹⁾	3,113	94.36%	>= 100%	0.00%	97.01%
Depreciation, amortisation and impairment	3,299				
2. Infrastructure backlog ratio					
Estimated cost to bring assets to a satisfactory standard	29,318	21.07%	< 2%	18.36%	19.31%
Net carrying amount of infrastructure assets	139,149				
3. Asset maintenance ratio					
Actual asset maintenance	4,462	0.79	> 1.00	0.70	0.78
Required asset maintenance	5,619				
4. Cost to bring assets to agreed service level					
Estimated cost to bring assets to an agreed service level set by Council	4,753	2.04%		0.00%	
Gross replacement cost	232,952				

Notes

* All asset performance indicators are calculated using the asset classes identified in the previous table.

⁽¹⁾ Asset renewals represent the replacement and/or refurbishment of existing assets to an equivalent capacity/performance as opposed to the acquisition of new assets (or the refurbishment of old assets) that increases capacity/performance.

Central Darling Shire Council

Special Schedule 7 – Report on Infrastructure Assets (continued) for the year ended 30 June 2017

<p>1. Infrastructure renewals ratio</p> <p>Benchmark: — 100.00% Source for benchmark: Code of Accounting Practice and Financial Reporting #25</p>	<p>Purpose of asset renewals ratio</p> <p>To assess the rate at which these assets are being renewed relative to the rate at which they are depreciating.</p>	<p>2016/17 Ratio 94.36%</p>
<p>Benchmark: — 100.00% Source for benchmark: Code of Accounting Practice and Financial Reporting #25</p>	<p>■ Ratio achieves benchmark ■ Ratio is outside benchmark</p>	
<p>2. Infrastructure backlog ratio</p> <p>Benchmark: — 2.00% Source for benchmark: Code of Accounting Practice and Financial Reporting #25</p>	<p>Purpose of infrastructure backlog ratio</p> <p>This ratio shows what proportion the backlog is against the total value of a Council's infrastructure.</p>	<p>2016/17 Ratio 21.07%</p>
<p>Benchmark: — 2.00% Source for benchmark: Code of Accounting Practice and Financial Reporting #25</p>	<p>■ Ratio achieves benchmark ■ Ratio is outside benchmark</p>	
<p>3. Asset maintenance ratio</p> <p>Benchmark: — 1.00 Source for benchmark: Code of Accounting Practice and Financial Reporting #25</p>	<p>Purpose of asset maintenance ratio</p> <p>Compares actual vs. required annual asset maintenance. A ratio above 1.0 indicates Council is investing enough funds to stop the infrastructure backlog growing.</p>	<p>2016/17 Ratio 0.79 x</p>
<p>Benchmark: — 1.00 Source for benchmark: Code of Accounting Practice and Financial Reporting #25</p>	<p>■ Ratio achieves benchmark ■ Ratio is outside benchmark</p>	
<p>4. Cost to bring assets to agreed service level</p>	<p>Purpose of agreed service level ratio</p> <p>This ratio provides a snapshot of the proportion of outstanding renewal works compared to the total value of assets under Council's care and stewardship.</p>	<p>2016/17 Ratio 2.04%</p>

Central Darling Shire Council

Special Schedule 7 – Report on Infrastructure Assets (continued)
for the year ended 30 June 2017

\$ '000	Benchmark	Water 2017	Sewer 2017	General ⁽¹⁾ 2017
Infrastructure asset performance indicators by fund				
1. Infrastructure renewals ratio				
<u>Asset renewals ⁽²⁾</u>				
Depreciation, amortisation and impairment	>= 100%	0.00%	0.00%	120.01%
	prior period:	0.00%	0.00%	0.00%
2. Infrastructure backlog ratio				
<u>Estimated cost to bring assets to a satisfactory standard</u>				
Net carrying amount of infrastructure assets	< 2%	67.37%	19.42%	10.39%
	prior period:	47.52%	14.40%	11.55%
3. Asset maintenance ratio				
<u>Actual asset maintenance</u>				
Required asset maintenance	> 1.00	0.87	0.86	0.78
	prior period:	0.41	0.71	0.74
4. Cost to bring assets to agreed service level				
<u>Estimated cost to bring assets to an agreed service level set by Council</u>				
Gross replacement cost		0.83%	1.28%	2.35%

Notes

- (1) General fund refers to all of Council's activities except for its water and sewer activities which are listed separately.
- (2) Asset renewals represent the replacement and/or refurbishment of existing assets to an equivalent capacity/performance as opposed to the acquisition of new assets (or the refurbishment of old assets) that increases capacity/performance.

Central Darling Shire Council

Special Schedule 8 – Permissible Income Calculation

for the year ended 30 June 2018

\$'000		Calculation 2016/17	Calculation 2017/18
Notional general income calculation ⁽¹⁾			
Last year notional general income yield	a	756	792
Plus or minus adjustments ⁽²⁾	b	–	–
Notional general income	c = (a + b)	756	792
Permissible income calculation			
Special variation percentage ⁽³⁾	d	0.00%	0.00%
Or rate peg percentage	e	1.80%	1.50%
Or crown land adjustment (incl. rate peg percentage)	f	0.00%	0.00%
Less expiring special variation amount	g	–	–
Plus special variation amount	h = d x (c – g)	–	–
Or plus rate peg amount	i = c x e	14	12
Or plus Crown land adjustment and rate peg amount	j = c x f	–	–
Sub-total	k = (c + g + h + i + j)	770	804
Plus (or minus) last year's carry forward total	l	16	(6)
Less valuation objections claimed in the previous year	m	–	–
Sub-total	n = (l + m)	16	(6)
Total permissible income	o = k + n	786	798
Less notional general income yield	p	792	798
Catch-up or (excess) result	q = o – p	(6)	(0)
Plus income lost due to valuation objections claimed ⁽⁴⁾	r	–	–
Less unused catch-up ⁽⁵⁾	s	–	–
Carry forward to next year	t = q + r – s	(6)	(0)

Notes

- (1) The notional general income will not reconcile with rate income in the financial statements in the corresponding year. The statements are reported on an accrual accounting basis which include amounts that relate to prior years' rates income.
- (2) Adjustments account for changes in the number of assessments and any increase or decrease in land value occurring during the year. The adjustments are called 'supplementary valuations' as defined in the *Valuation of Land Act 1916*.
- (3) The 'special variation percentage' is inclusive of the rate peg percentage and where applicable Crown land adjustment.
- (4) Valuation objections are unexpected changes in land values as a result of land owners successfully objecting to the land value issued by the Valuer-General. Councils can claim the value of the income lost due to valuation objections in any single year.
- (5) Unused catch-up amounts will be deducted if they are not caught up within 2 years. Usually councils will have a nominal carry forward figure. These amounts can be adjusted for in setting the rates in a future year.
- (6) Carry forward amounts which are in excess (an amount that exceeds the permissible income) require ministerial approval by order published in the *NSW Government Gazette* in accordance with section 512 of the *Local Government Act 1993*. The OLG will extract these amounts from Council's Special Schedule 8 in the financial data return (FDR) to administer this process.

Central Darling Shire Council

Special Schedule 8 – Independent Auditors Report for the year ended 30 June 2018

Report on Special Schedule 8

We have audited the accompanying special purpose financial statement comprising the reconciliation of total permissible general income (Special Schedule 8) of Central Darling Shire Council for the year ending 30 June 2018.

Responsibility of Council for Special Schedule 8

The Council is responsible for the preparation and fair presentation of Special Schedule 8 in accordance with the Local Government Code of Accounting Practice and Financial Reporting (Guidelines) Update No. 23. This responsibility includes the maintenance of adequate accounting records and internal controls designed to prevent and detect fraud and error; designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of Special Schedule 8 that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on Special Schedule 8 based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether Special Schedule 8 is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in Special Schedule 8. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of Special Schedule 8, whether due to fraud or error. 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 Special Schedule 8.

Because of the inherent limitations of an audit, together with the inherent limitations of internal control, there is an unavoidable risk that some material misstatements may not be detected, even though the audit is properly planned and performed in accordance with Australian Auditing Standards.

In making our risk assessments, we consider internal controls relevant to the entity's preparation of Special Schedule 8 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 entity's internal control.

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

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.

Audit opinion

In our opinion, Special Schedule 8 of Central Darling Shire Council for 2017/18 is properly drawn up in accordance with the requirements of the Office of Local Government and in accordance with the books and records of the Council.

Basis of accounting

Without modifying our opinion, we advise that this schedule has been prepared for distribution to the Office of Local Government for the purposes of confirming that Council's reconciliation of Council's total permissible general income is presented fairly. As a result, the schedule may not be suitable for another purpose.

FIRM NAME

Partner Name here...

Partner

Dated at Sydney this XXth day of XXXXXXXX, 2017