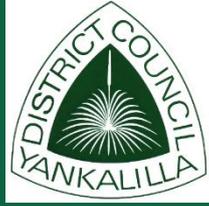


District Council of Yankalilla 2016/17 Annual Report





Council would like to acknowledge the following location photographs used in the production of the 2016/17 Annual Report

Document Location	Photographer	District Location
Front Cover	nEverest Photography	Cape Jervis Port
Page 3	Nigel Morris	Normanville Storm
Page 4	nEverest Photography	Myponga Dam
Page 12	nEverest Photography	Hills above Yankalilla
Page 13	Nigel Morris	Morgans Beach, Cape Jervis
Page 13	Sharon Baker	2017 Australia Day event Bungala Park
Page 17	Sharon Baker	2017 Australia Day Awards recipients
Page 20	Fleurieu Coast Business Assoc.	Winter Promotions booklet
Back Cover	SATC	Deep Creek Conservation Park

Under Section 131 of the Local Government Act 1999 Council must, on or before 30 November in each year prepare and adopt an annual report relating to the operations of the council for the financial year ending on the preceding 30 June.

This document presents the Annual Report for the District Council of Yankalilla for the 2016/17 financial year.



2016/17 Annual Report

Contents

1. Overview	4
2. From the Mayor	5
3. Council Members	6
4. Council.....	7
5. Committees.....	8
6. External Groups.....	9
7. Subsidiaries	9
8. Governance	10
9. Administration	12
10. Our Performance Highlights.....	13





1. Overview

The District Council of Yankalilla is one hour from Adelaide and stewards some 750 square kms of South Australia's glorious Fleurieu Peninsula. Nature is supreme in this part of the world. From the high rainfall dairy country of Parawa to lush pine forests and pristine conservation parks, there's more than 600kms of roadways to explore. With 2,700kms of seasonal and permanent watercourses and 80kms of rugged coastline where the hills meet the sea, our rivers meet the cooling waters of Gulf St Vincent and Backstairs Passage. With 25kms of clean sandy beaches it's no wonder that around 5,200 people choose to call this place home – farmers, artists, retirees and many thousands more weekend residents and seasonal holiday-makers.

The southern Fleurieu region has a long history of both Indigenous and European settlement due to its high rainfall, productive soils and attractive landscape. Indigenous people, who are the traditional owners of the land, first inhabited much of the District Council of Yankalilla.

Many names in the district, including the townships of Yankalilla, Carrickalinga and Myponga, originate from the Kurna language. The Kurna, Ngarrindjeri and Ramindjeri peoples all have active native title claims pursuant to the Native Title Act under assessment and Council is actively participating in their resolution.

The area was settled by Europeans in the early 1830s and was identified as a possible location for South Australia's capital city. The township of Yankalilla was established in 1839 and officially proclaimed in 1854. The district was a productive agricultural area in the early years of settlement, providing livestock, grain and flour for the colony.

The 2016 Census (conducted by the Australian Bureau of Statistics) identified the estimated resident population of the district to be 5,251 people. Our population continues to grow – during the past 10 years we have grown 23.7 per cent, compared with 10.3 per cent growth for the whole state.

A significant part-time population, who own holiday homes within our area, is not officially counted with more than 40 per cent of dwellings in the district listed as being unoccupied at the time of the 2016 census. During peak holiday periods, population numbers swell considerably as part-time residents and visitors make use of holiday homes and tourist accommodation.





2. From the Mayor

Often, we don't look back and reflect on where we have come from and what has been achieved in that time. Three years ago we could have easily been swallowed up by one of our neighbours as we were viewed as being unviable. Today we deliver better services, think proactively towards increasing those services and are kicking goals.

The most common remark from residents is that our region has the highest rates. I understand the remark but when compared to our neighbours we are very comparable. On the other hand, the rate rise this year is down on other years and with efficiencies a lot more has been delivered to the community by way of increased spending on infrastructure, maintaining our assets at a higher level and completing projects.

This Council came to office in November 2014, and from the first planning session it was quite clear that their intentions were to get things done and try their hardest to consult with the community to find out what they wanted done. The elected body has influenced a lot of good things, including street scaping, community grants, a better quality road network, economic development through business support and tourism, more support for the arts, supporting the sporting bodies and their deliveries, health and wellbeing and better accessibility for our visitors through the available Wi-Fi.

Our peers are very complimentary about the advancements we are making with limited resources, and in all aspects of our business. The more that is delivered, the more people want or expect. This is great because it gives management and staff the incentive to work proactively to deliver more positive outcomes.

Achievements that I am particularly proud of include:

- Supporting cultural events like the Festival Fleurieu and the arts
- Beautifying our streetscape with plantings and artefacts
- New capital works replacing old with new, eg the Memorial Park Bridge
- A large number of community organisations benefitting from the ongoing commitment to grants programs
- Helping fund young people to participant in Operation Flinders
- Investing \$2.3m in our road network
- Public toilet renewal at Second Valley and a new toilet facility built at Bungala Park
- Street tree plantings
- The yellow pot plants at the post office
- Free WiFi in our towns
- A RV dump point
- Free Bikes for our tourists.

There is a long way to go though, as we have really only caught up on the back log. Now we can get creative and work to improve our environment by implementing better storm water management, work on the Bungala water course, create more and improved walking trails and work with Government departments and politicians to partner on projects including the Heysen Trail, Deep Creek National Park, Myponga Reservoir, our beaches and coast line, our road networks and agricultural businesses.

I look forward to seeing what we can achieve in 2017/18.



Glen Rowlands
Mayor



3. Council Members

Council comprises nine councillors to represent two wards. Light Ward elects five councillors to represent the townships of Yankalilla, Normanville and Carrickalinga. Those townships represent approximately 60 per cent of the district’s population. Field Ward elects four councillors to represent the remaining rural and coastal residents and ratepayers. The nine councillors collectively elect one of themselves as the Mayor.

Mayor Glen Rowlands
Light Ward



Council Area Map



Field Ward

Deputy Mayor Janet Jones
Councillor Simon Rothwell



Field Ward Map:



Councillor Peter O’Neil
Councillor David Olsson



Light Ward

Councillor Rachel Preston
Councillor Bruce Spilsbury



Light Ward Map:



Councillor Leonie Fitzgerald
Councillor Rick Williams





4. Council

Council Process

The District Council of Yankalilla delivers a vast range of services and it is important that those services respond to the needs of the community. The Mayor and Councillors act as the democratic link between the Council Administration and the community it serves, to make sure citizens' voices are heard.



All major policy decisions are made by elected Councillors, who then delegate the day-to-day running of the Council to its Administration. It is the Administration's job to turn the Councillors' decisions regarding the Council's policies and priorities into action.

Council Meetings

Council meetings are held on the third Tuesday of each month at 4.00 pm, and are open to the public. A public forum where ratepayers, residents and others may address or question Council, takes place soon after the commencement of the Council meeting.

Special meetings are called as needed to address urgent matters prior to the next ordinary meeting of Council. Special meetings are open to the public.

Notices of meetings and agendas are available for public viewing at the Council office or on Council's website, three clear days before each meeting date.

Minutes of all public meetings are also available at the Council office and on Council's website.

Representation

State legislation requires Council to review its electoral representation at least once in every eight years.

Council completed a review into elector representation in March 2017 in accordance with the schedule for all local government representation reviews. The Review was certified by the State Electoral Commissioner.

The process provided opportunities for electors to make submissions on an initial Options Paper that was subsequently followed by a draft Representation Review Report. This is the process that will be followed for the next review which will be undertaken in accordance with timing determined by the Minister and published in the Government Gazette.

After giving detailed consideration to all public submissions, Council resolved to retain the current structure and composition of Council, but make an alteration to the boundary between Field and Light Wards to achieve the closest equality of representation between both areas.

Council's representation quota is currently 438 (the amount ascertained by dividing the number of electors for the area of the Council by the number of members who constitute the Council). Details of the quota of electors per councillor, and a comparison with other South Australian councils of a similar size, appear in the table below.

Council	No of Electors	Mayor or Chairperson	No of Councillors	No of Wards	Quota
Barunga West District Council	1,987	Chairperson	9	0	220
Ceduna District Council	2,116	Mayor	8	0	264
Goyder Regional Council	3,045	Chairperson	7	4	435
Kangaroo Island Council	3,389	Mayor	9	0	376
Kingston District Council	1,892	Mayor	7	0	270
Lower Eyre Peninsula District Council	3,617	Chairperson	7	0	516
Mt. Remarkable District Council	2,167	Chairperson	7	2	309
Northern Areas Council	3,417	Chairperson	9	4	379
Southern Mallee District Council	1,395	Chairperson	9	2	155
Tumby Bay District Council	2,038	Chairperson	7	0	291
Yankalilla District Council	3,944	Chairperson	9	2	438



5. Committees

Council Committees are created under Section 41 of the Local Government Act, 1999, with the exception of the Development Assessment Panel which is established under Section 56A of the Development Act, 1993.

Council may establish Committees to:

- Assist the Council in the performance of its functions
- Inquire into, and report to the Council on, matters within the ambit of the Council's responsibilities
- Provide advice to the Council
- Exercise, perform or discharge delegated powers, functions or duties.

When establishing a Committee, Council must determine the reporting and accountability requirements for the Committee.

Development Assessment Panel

Council has a Development Assessment Panel (DAP) established under section 56A of the Development Act 1993 and Development Regulations 2008. This panel considers all development applications that are not dealt with by staff as delegated by Council.

The DAP met **ten** times during 2016/17 and comprises of four independent members, including the presiding member, and three Elected Members and are paid an allowance as follows:

Name	Position	Allowance per Meeting
Simon Weidenhofer	Presiding Member	\$400
Kate Shierlaw	Deputy Presiding	\$350
Damian Dawson	Independent Member	\$350
Sue Giles	Independent Member	\$350
Bruce Spilsbury	Councillor	\$350
Peter O'Neil	Councillor	\$350
Rick Williams	Councillor	\$350

Council has established the following Committees under Section 41 of the Local Government Act 1999:

Audit Committee

Required by legislation, audit committees are part of the financial reporting framework of Council and oversee and monitor the management of the financial reporting process.

In 2016/17 the Audit Committee met **five** times. Membership comprises of four Elected Members, an independent presiding officer and an independent member as follows:

Name	Position	Allowance per Meeting
Jeffery Lucy	Presiding Member	\$1,000
David Panter	Independent Member	\$300
Glen Rowlands	Councillor	Nil
Bruce Spilsbury	Councillor	Nil
Peter O'Neil	Councillor	Nil

Strategic Directions Committee

Council established this committee in June 2013 to replace both the Strategic Planning and Development Committee and the Community Development and Support Committee. Membership comprises all Elected Members, without any additional allowances and its role includes:

- Developing plans and budgets for implementation of Council's goals
- Community consultation
- Developing policies to support Council in achieving its goals
- Advocating on behalf of Council to gain support from other levels of government
- Advising Council on matters that will affect its ability to achieve its goals
- Providing advice to Council on all aspects of its planning obligations in accordance with Section 101A of the Development Act 1993.

The committee did not meet during 2016/17.



Chief Executive Performance and Remuneration Review Committee

The Committee consists of three members to review the performance and remuneration of the Chief Executive and make recommendations to Council. The committee meets on an as needed basis. In 2016/17 the Committee met on **four** occasions.

The Committee consists of the following Members

Name	Position	Allowance per Meeting
Glen Rowlands	Presiding Member	Nil
Janet Jones	Councillor	Nil
David Olsson	Councillor	Nil

All Section 41 committee meetings are open to the public, except when a committee determines an item must be dealt with 'in confidence'.

Future dates of the committee meetings are listed on Council's website, where the agendas and minutes are also published.

All meetings are held at the District Council of Yankalilla – 1 Charles Street Yankalilla.

6. External Groups

Council participates in several state and regional committees, boards and associations whose operations add value to the district. One or more councillors or staff represent the Council within these groups.

In 2016/17 Council was a member of:

- Adelaide Hills, Fleurieu and Kangaroo Island Regional Development Australia
- Fleurieu Peninsula Tourism
- Local Government Association of SA
- Fleurieu Alliance
- Southern & Hills Local Government Association
- Fleurieu Regional Waste Authority
- Fleurieu Community Services Committee
- Kangaroo Island Ports Management Group

7. Subsidiaries

Two of the above groups are formal council subsidiaries, established under Section 43 of the Local Government Act.

Fleurieu Regional Waste Authority



The Fleurieu Regional Waste Authority (FRWA) is an authority formed by the member councils of the Fleurieu Peninsula in South Australia in order to manage their waste and recycling.

FRWA is responsible for each council's waste operations, including kerbside collection of waste and operation of their waste and recycling depots. FRWA is a fine example of local governments working together to achieve efficiencies across boundaries.

In 2016/17 Council was represented on the Authority by Mayor Glen Rowlands and Chief Operations Officer, Andy Baker.

The Fleurieu Regional Waste Authority Annual Report for 2016/17 is attached at Appendix 2.

Members of the Authority are:



Southern & Hills Local Government Association



The Southern & Hills Local Government Association (S&HLGA) was established to improve the wellbeing of the region and its community. The S&HLGA undertakes a regional coordinating, representational, advocating and marketing role on behalf of its member councils.

In 2016/17 Council was represented on the board by the Mayor Glen Rowlands and Chief Executive Nigel Morris.

The S&HLGA Annual Report for 2016/17 is attached at Appendix 3.

Members of the Association are:





8. Governance

Councillor and Committee Support Allowances

All Councillors receive a general allowance to compensate them for time spent in meetings and on Council business. The annual amounts are set by an independent remuneration tribunal, are indexed to the Consumer Price Index and are paid monthly in advance.

The 2016/17 provided allowances were as follows:

Position	Amount
Mayor	\$37,112
Deputy Mayor	\$11,597
Councillors	\$9,278

The chairs of Section 41 committees receive an allowance equivalent to that of the Deputy Mayor. In 2016/17 the Mayor was the chair of all Section 41 committees so did not receive an additional allowance.

In addition, Councillors may claim reimbursement of travel, internet, telephone and some other expenses, incurred within the Council area.

Full details of the Council policy on allowances and benefits are available on Council’s website. A register of Elected Member allowances, benefits and reimbursements may be viewed at the Council office.

Freedom of Information Requests

Requests for information that are not generally readily available to the public will be considered in accordance with the Freedom of Information Act, 1991. Under this legislation the application fee must be forwarded with the completed request form unless the applicant is granted a fee exemption. The fees are set by the State Government and are reviewed each year. Members of the public may apply under Freedom of Information (FOI) for access to the Council’s documents concerning his or her personal affairs and for amendment of those records. The application form can be obtained from the Council office or downloaded from the Council’s website. FOI request forms and a list of fees and charges applicable to requests are available from the Council office. The form and the list of charges can also be downloaded from the Council’s website at

www.yankalilla.sa.gov.au or from the State Records website at www.archives.sa.gov.au.

Freedom of Information enquiries and requests should be addressed to: Freedom of Information Officer, District Council of Yankalilla, PO Box 9, Yankalilla 5203. Applicants will receive a response as soon as possible and within the statutory 30 calendar days of Council receiving the properly completed FOI request form together with the application and search fees. During 2016/17 Council processed two Freedom of Information requests and provided its annual return to State Records.

Internal Review

A person who may be aggrieved by a Council decision can request an internal review of the decision in accordance with Section 270 of the Local Government Act, 1999. During 2016/17 no internal reviews were requested. Members of the public also may lodge a complaint with the Ombudsman’s Office. These are reported on by the Ombudsman.

Council meetings held in confidence

The Council holds regular meetings throughout the year and some matters, due to their nature, may be closed to the public and considered in confidence as required by Schedule 4 of the Local Government Act, 1999 and the Local Government (General) Regulation 22 A.

The figures below include confidentiality orders from Council, Special Council and all Council committees for 2016/17.

Topic	Number
Section 90(2) Orders to go into confidence	6
Section 90(3) Grounds under which orders were made	
90(3)(a) Personal Affairs	4
90(3)(b) Commercial in confidence	2
Section 91(7) Orders made to keep documents or information confidential	3



List of Mandatory Policies, Codes, Procedures and Registers (Local Government Act, 1999)

Policies

- Public Consultation Policy
- Complaint Handling
- Elected Members' Allowances and Benefits
- Elected Members' Training and Development
- Naming of Public Places
- Order Making
- Procurement
- Request for Service
- Risk Management
- Whistleblower Protection

Codes

- Code of Conduct – Council Members
- Code of Conduct – Council Employees
- Code of Practice – Meetings and Documents – Access and Procedures

Procedures

- Internal Review of Council Decisions (Section 270) Procedure
- Council Member Code of Conduct Complaint Handling Procedure
- Request for Service Procedure

Registers

- By-laws
- Community Land
- Delegations
- Fees and Charges (list of)
- Public Roads
- Rates Assessment Record
- Register of Interests – Elected Members, Audit Committee and DAP Independent Members
- Register of Allowances and Benefits – Elected Members
- Register of Remuneration, Salaries and Benefits – Employees
- Register of Interests – Employees

Local Government (Elections) Act, 1999

- Caretaker Policy
- Register of Campaign Donations Returns

Dog and Cat Management Act, 1995

- Register of Dogs

Reporting

National Competition Policy

It is an obligation under the Clause 7 Statement on the Application of Competition Principles to Local Government and under the Competition Principles Agreement for each Council, to include in its Annual Report certain relevant information as follows: Council has not commenced or ceased any significant business activity as defined by the Clause 7 statement during this financial year. No complaints were received during 2016/17.

By-laws currently gazetted:

The District Council of Yankalilla by-laws were gazetted in the SA Gazette and expire 25 December 2023. Council's by-laws are as follows:

- Permits and Penalties
- Local Government Land
- Roads
- Moveable Signs
- Dogs
- Nuisance Caused by Building Sites.

Training and Development activities for members of the Council

The District Council of Yankalilla is committed to providing training and development for Elected Members. Training helps ensure Council has accountability and transparency. It assists Council in remaining compliant with all relevant legislation, standards and codes. To broaden their knowledge and skills, Elected Members have the opportunity to attend training sessions, workshops and conferences throughout the year.

Training was provided in relation to Aboriginal Heritage and by the Ombudsman in addition to 12 Elected Member forum/workshops (held throughout the year). Opportunities were also available to attend training sessions provided by the LGA.



9. Administration

Senior Management

In 2016/17 the executive management team comprised the Chief Executive and two senior managers.

The Chief Executive is employed on a performance-based contract negotiated with Council. The salary package consists of a cash component along with private use of a vehicle, superannuation, internet and phone reimbursement and the privilege of working in the best region within Australia.

Mr. Nigel Morris commenced duties as Chief Executive in December 2015 after spending the previous seven and a half years at the City of Burnside having held the General Manager positions of Corporate Services, Urban Services and Community and Development Services.

The two senior managers were employed on performance-based contracts. Their packages also include an option of a private use of a vehicle along with internet and phone reimbursements.

Council's publicly available register of salaries and allowances contains full details.



The senior management team and other relevant officers have delegated authority to make operational decisions to administer Council policies. Council officers also formulate policy options and recommendations for Council determination.



Organisation Restructure

The review of the entire organisation structure was completed to ensure Council was able to perform at a high functioning and efficient and effective level. The end result has seen a structure with a focus on Customer and Community, Operations and Strategy and Environment.

All of the staff position descriptions were reviewed and tailored and an annual process for review implemented.

Enterprise Agreement

In 2016/17 the outdoor staff Enterprise Agreement was renegotiated.

Training and development programs were continued to be offered to staff.

Equal Employment Opportunity

Council continued to run an equal employment opportunity program.



10. Our Performance Highlights

We are proud of our many achievements highlighted throughout this Annual Report. This includes progressing the short term and long term goals of the District Council of Yankalilla Strategic Plan 2014-2018 Looking to the Horizon, which provides a platform and base for Council decision-making.

Council’s Vision for the District is:

‘A Community with an enriched quality of life.’

We aim to achieve our Vision by:

- Building on our sense of community
- Maintaining our built and natural environments
- Providing strong leadership and prudent stewardship
- Delivering services to our community within a responsible financial framework

Highlights of our achievements from our four key result areas are detailed below:

Our Community Goal:

A vibrant, cohesive, diverse community providing a healthy, quality lifestyle

Operation Flinders

This program takes participants between the age of 14 and 18 on an eight day exercise in the far northern Flinders Ranges. Teams trek 100 km through the spectacular Flinders Ranges. They learn basic bush survival skills, are taught to abseil, discover Indigenous culture and learn of the rich history of the Flinders Ranges.

Ten young men from our district participated in the Yankalilla Chapter exercise in May.

All the funds required to support the trip were raised in a collaborative campaign by Council, local businesses and community groups.

Most participants have nominated to become Peer Group Mentors for future Operation Flinders exercises.



Community Connect

Council has been a founding partner in the establishment of Community Connect - a weekly coffee and chat session, which aims to provide a friendly drop-in space for residents, provide information about services and a place to connect with others. Regional support agencies attend on a rotating roster basis providing more awareness of their services within our community and facilitating service delivery to individuals and families in the district.

What’s On & Summer Program

Every month the Community Centre staff co-ordinate a program of events for adults and children eg Giggle & Wiggle, Animals Anonymous, Cooking for All Ages, Lego Fun Club.

In January more than 200 residents and holidaymakers took part in a variety of activities to kick start the New Year.



Our Community Goal Continued:

Partnership with District Schools

Carly Ryan Foundation Visit to Yankalilla Area School
Council offered the opportunity for 102 students from Year 7-11 and teachers to attend a presentation about online safety by Sonya Ryan – founder, The Carly Ryan Foundation.

The Carly Ryan Foundation has been instrumental in campaigning to have an eSafety Commissioner appointed in Australia and for the removal of inappropriate material from social media sites.

Rebekha Sharkie MP attended and spoke about Sonya's work to have 'Carly's Law' bill presented to Parliament. In June 2017 'Carly's Law' was passed in Federal Parliament. It is now illegal for adults to misrepresent their age to minors online for the purpose of grooming with the intent to meet that child.

Road Safety and Driver Awareness Workshop

With Council's support, 30 Year 10 Yankalilla Area School students attended this training at Victor Harbor.

Myponga L.A.P. (Learning Assistance Programme) Garden Project

Council, along with Myponga Primary School staff and volunteers, established a vegetable garden for students who may require extra assistance. This outdoor program allows children to extend their learning experiences in a supported informal environment.

Community Bus

The weekly community bus shopping service operates every Thursday. It has a small base of regular clients who rely on this service for their essential shopping visits to the chemist, supermarkets and post office.

Our Mystery Bus trips run every second Wednesday of the month. Last year we had 118 weekly shopping passengers and 75 attended the mystery tours.



Fleurieu Coast Free Bike Scheme

The scheme is a joint initiative by Council and the Department of Planning, Transport and Infrastructure.

A total of 25 bikes have been stationed at three nodes on the Fleurieu – 21 Junk Street in Yankalilla, the Visitor Information Centre and soon to be at the Normanville Beach Caravan Park.



Community Transport Program

Council runs a community transport program with three cars that Council funds and maintains. Administration is funded by a grant from the Commonwealth Home Support Program (CHSP) which is contracted to July 2020.

Approximately 35 volunteer drivers take the local residents to their various medical appointments throughout the region and the CBD.

Statistics for the Community Transport Program for 2016/17:

- The three vehicles completed **112,950 km** in total down 10.8 per cent from previous year, (**37,650 km** per car per year);
- Transported **1,568 passengers** down 10.1 per cent from previous year (average of **1.5** passengers per trip and **30 passengers** per week);
- The program provided **3,047** service deliveries during the year, to and from appointments in Adelaide and across the Fleurieu region - a 13 per cent decrease on the previous year;
- Approximately 47.7 per cent of the appointments are to the Victor harbor region, 21.4 per cent to the FMC, 14.1 per cent to the CBD, 12.6 per cent to the local agencies, 2.7 per cent to Noarlunga, 1.5 per cent other.
- 28.8 trips per car/per month;
- Approximately **25** regularly available drivers to coordinate with an average age of **70.6** years;
- **193 active** clients (*) are registered with an average age of **75.3** years.

(*) used the service at least once or indicated they wish to remain on file since transfer to CHSP mid 2015)



Our Community Goal Continued:

Community Library

The Yankalilla Library is currently located in the Centre and is open to the public 25 hours per week, Tuesday to Saturday.

In 2016/2017 the Library served 39,010 customers lending 30,134 items from our collection to our local library members and in house visitors. This represents on average 31 customers and 25 loans for each hour we are open to the public. Yankalilla Library is a member of the One Card Network of libraries in South Australia and as such sent out and received almost 40,000 items in 2016/2017 to satisfy requests for our own community and those customers around the State.

Our nine volunteers contributed 733 hours of work to support the staff to deliver services to the community. Our volunteers support Library programs, day-to-day operations and offer one-on-one technology support to our community.

Projects undertaken in 2016/2017 have included the installation of the RFID self-check equipment which resulted in a very successful uptake of 63 per cent of loans being transacted via the self-check. A move to a larger staff workroom has resulted in much improved workflow and efficiency in stock cataloguing and processing with the result that stock is now received, catalogued and out to the public to borrow within five working days.

A strong partnership building focus has been at the heart of programs delivered to the community. The Yankalilla and District Historical Society and the Library deliver a weekly Local and Family History Service at the Library as well as five community general local history presentations attended by 124 people. The Society and the Library celebrated History Month in May 2017 with the successful celebration of the second in the Society's book series - "Old Yankalilla".

The Library provided venue support for the successful Festival Fleurieu "Meet the Local Authors" series of talks as well as celebrations of national and international events and well-attended school holiday programs.

As well as print and online books, the Library also supports the community with a wide variety of Council

and Community information, print, scan and copy facilities, magazines and newspapers as well as access to free Wi-Fi and four public computers which provided 1466 computer sessions and 17,457 prints and/or photocopies in 2016/2017.

Library Concept Plans Unveiled

Concept plans and a Draft Site Master Plan have been developed for the new Yankalilla Library. Council has endorsed an exciting new building for the site (as pictured) which will be an extension and significant expansion of the existing building at 181 Main South Road. This will enable the new building to successfully house the Library, a digitally enabled co-working space, and our Community Centre while also returning the current Library space to youth services.

The concept plans for the new Library follow on from the consultation undertaken in 2015. From community consultation, five key priorities were identified as critical to the new Library: quiet spaces, natural light, dedicated children's spaces, exhibition and display spaces and technology. This concept plan address all those needs.

The Library concept also ensures that the facility sits within the vision outlined by the Public Libraries Board, namely that libraries are hubs of knowledge, creativity and innovation, bringing together the physical and digital worlds and providing opportunities for learning and leisure. The Draft Site Master Plan takes into consideration the full precinct and includes outdoor spaces connected to indoor spaces, spaces for children, youth, adults and older people and easy access throughout the site.



Regional Programs

Council in 2016/17 continued to financially contribute to community programs in the Fleurieu region, including Fleurieu Families, Southern Volunteering, Positive Ageing, and the Star Club Program.

Our Community Goal Continued:

Australia Day

Almost 300 locals and visitors attended the 2017 Australia Day celebrations at Bungala Park, where a large crowd gathered to celebrate the day.

After guest speaker, John Shepherd (Australia Day Ambassador) spoke, Mayor Glen Rowlands conducted a citizenship ceremony for five new Australian Citizens to the district.

New citizens, Steve Parsons, Derek & Trish Henderson and Bill & Linda Jones.



Mayor Rowlands also presented the Australia Day awards as follows:

Community Event of the Year was awarded to the **2016 Yankalilla Cruise – Rotary Club of Yankalilla**. This annual event now attracts hundreds of classic cars and enthusiast owners to a weekend full of entertainment both on and off the Yankalilla Memorial Sportsgrounds.



Mayor’s Award was presented to **Greg Crawford** in recognition of his outstanding service to the community through his CFS achievements since 1974.



Sonya Jensen was named **Citizen of the Year** in recognition of her significant contributions in support of the Normanville Tennis Club over many years. As well as being Junior Coordinator for 15 years, Sonya’s roles have included Team Manager, Coach and Association representative. Her award was collected by her son William.



Community Grant Recipients for 2016/17 were also presented with their respective cheques to fund their community initiative.





Our Economic Development Goal:

A robust, prosperous economy that is innovative and adaptable

Free WiFi – Yankalilla & Normanville Foreshore

Following the successful pilot in the Normanville Main Street, Free Wi-Fi is now up and running and available for use in Yankalilla, the Jetty Caravan Park and Normanville foreshore areas.

Council has continued to take advantage of the early introduction of the NBN to the district to extend our Free Wi-Fi.

The continuing rollout of the Free Wi-Fi is part of our strategic plan to “Capitalise on the NBN” and will help promote local businesses with longer stays of visitors, assist with tourism for visitors seeking internet usage and provide additional access to residents.



Council also removed fees for using Wi-Fi at the Visitor Information Centre, so all Council provided Wi-Fi is now free to use.

Fostering Business Connection – Do Business Fleurieu Coast

Our tourism team actively supports initiatives of the Fleurieu Coast Business Association (FCBA). The Visitor Information Centre assisted in the promotion and distribution of FCBA’s *Winter Deals* program.

The Fleurieu Coast undertook a China Market Destination Assessment to identify potential tourism experiences suitable for this market. The follow up ‘Understanding China’ Workshop was well attended with approximately 70 industry representatives, including from the Fleurieu Coast.

Raising the District’s Profile

Yankalilla Bay Visitor Information Centre were proud recipients of a Bronze Award in the 2016 South Australian Tourism Awards, receiving state and national recognition.

The RV Friendly Towns: Year 1 project was finalised with the installation of the RV Dump Point on the corner of Arthur Street and Main Street, Yankalilla. User comments entered in the log appreciated the convenient location and ease of access.

Council has approved an RV parking bay as part of the Bungala Park Masterplan.

Council has continued its bronze partnership with Fleurieu Living Magazine, gaining significant coverage and editorial.

We’ve been taking tourism to the people in 2016/17, with our pop-up visitor information centre participating in a number of community events. Offering full booking and ticketing services, we facilitate an outstanding visitor experience while increasing sales.

Electric Vehicle Charging Station

In conjunction with Regional Development Australia, Council have installed our District’s first electric vehicle charging station in Andrews Avenue Normanville. Part of the electric highway (commissioned by RDA), the Normanville charging station is part of a link between Adelaide, Strathalbyn, Goolwa, Victor Harbor and Kangaroo Island.

The highway provides an environmentally sustainable and innovative approach for tourists seeking a new experience and helps to maintain the region’s clean and green image that supports many industries and competitive advantage for our local businesses.



Our Economic Development Goal continued:

District and Township Entry Signage

After the successful installation of the first stage of the District Gateway and Township Arrival Signs earlier in the year, the second stage of the project has now been completed.

District Entry Signs are now installed at Pages Flat and Willow Creek, complementing those installed at Sellicks Hill and Cape Jervis earlier. Township Arrival Signs have also now been installed at Myponga Beach, Carrickalinga, Delamere, Rapid Bay and Cape Jervis. One Locality sign was also installed at Wattle Flat.

This has been a collaborative project and we would like to thank the local communities for supporting us with their ideas, thoughts and feedback. Their contributions have shaped each township sign to best reflect the character and diversity of each town.

We would also like to thank Exhibition Studios and their team of local contractors for bringing the material supply, manufacture and installation of the signs together on time and on budget.

Council has committed to continuing this project in its recently endorsed Annual Business Plan & Budget for 2017/18.

Partnerships with training organisations

In 2016/17 Council continued to partner with TAFE SA and Regional Development Australia to deliver free or low cost training programs for residents of our district. The following courses were delivered from The Centre and Council offices, (saving time and travel expenses by not having to attend at Noarlunga or Victor Harbor):

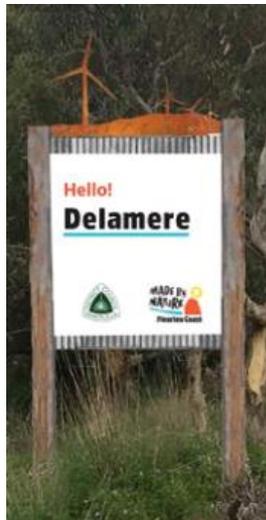
- Food safety and responsible service of alcohol
- Work-zone traffic management
- Barista courses
- Hair and beauty
- MYOB essentials

Council was successful in obtaining funding through the Regional Youth Traineeship program to create two traineeship roles in horticulture. The positions were awarded to two young local residents enabling them to stay in the district to work, rather than moving further afield. The program is delivered by the Local Government Association on behalf of the State Government.

SA Tourism Awards

Congratulations to the Yankalilla Visitor Information Centre (VIC) who won bronze at the recent SA Tourism Awards.

The awards recognise the best experiences and operators in South Australia, with the VIC winning in the Visitor Information Services category. This recognises the consistent delivery of high quality and face-to-face information services to the visitor.



Our Economic Development Goal continued:

Event Management

Council works closely with local events in promotion and ticketing. A highlight in 2017, the Fleurieu Festival, saw more than 1,800 tickets processed through the Visitor Information Centre.

Council's tourism team has built strong relationships with event coordinators from outside the region, proactively assisting them to navigate staging their events in our region. By working collaboratively, we were able to secure major events including the 2016 National Dog Trials, Surf Life Saving SA Masters Carnival, RAA Southern Rally and 2017 Tom Quilty Endurance Ride.



Organisations and groups of interest

In 2016/17 Council continued working with various groups of interest to connect people to opportunities and find bottom-up, place based solutions to boost business. This has improved connectedness across the district.

Council provides a conduit of information and resources to local groups of interest, regional bodies and state government organisations such as:

- Fleurieu Coast Business Association
- Fleurieu Peninsula Tourism / SA Tourism Commission
- Regional Development Australia Adelaide Hills, Fleurieu and KI
- Mount Lofty Ranges World Heritage Bid Project Management Group

National Broadband Network and Reducing the Digital Divide

Following on from last year's successful 'Digital Business Online' workshop series, a one-on-one mentoring program was completed by five local businesses.

The NBN tower in Second Valley successfully went live in August 2016. A subsequent NBN community forum was well received and attended. NBN Co has since worked with the Second Valley community to distribute information via local newsletters, posters, brochures, direct mail letters and Facebook/digital channels.

Contribute to the Regional Tourism Target of \$439m Expenditure

Council, in partnership with Department of Environment Water and Natural Resources, Forestry SA and industry representatives, is working to develop a business case to reinvigorate the Heysen Trail as a pre-eminent day and multi-day walking trail.

Visitfleurieucoast.com.au became the first Visitor Information Centre in South Australia to be an affiliate partner with booking.com. Prior to this partnership, we did not have an online booking system - visitors to our website could only book via email, phone or in person. Consumer booking preferences and regional statistics suggested we were losing considerable business without online booking capability.

In addition to the booking.com project, we have signed up as an affiliate with 'stayz' sister-site, homeaway.com.au, which focuses solely on holiday home rentals.



Our Natural and Built Environment Goal:

Maintain and enhance our natural environment complemented by sympathetic buildings, facilities and activities

Catchment Assessment and Stormwater Masterplans for Second Valley and Randalsea

Council undertook the assessment of catchments and development of Stormwater Masterplans for the Second Valley and Randalsea township areas to determine:

- Infrastructure / stormwater systems to protect existing residential properties from inundation from storm water runoff
- Improvements to reduce erosion and the transportation of silt to the Parananacooka River

The list of upgrade works recommended in the report will guide Council in the preparation of future capital works programs and Annual Business Plan allocations.

20 Million Tree project

Glossy Black Cockatoos will soon begin winging their way across the seas from Kangaroo Island back to the Fleurieu Peninsula – fingers crossed. The endangered bird hasn't been seen in the area in more than 40 years, but efforts to replant the species' native vegetation around Cape Jervis will hopefully entice it back.



Through the 20 Million Trees project and a Federal Government grant, 70 hectares of revegetation including more than 100,000 plants are the primary focus of efforts. Rapid Bay Primary School recently assisted in the revegetation works. Students planted hundreds of stems in conjunction with children's television show Totally Wild filming a story about the bird. Each year the school takes part in a revegetation program with the Council.

Roads within the District

Council has a road network of more than 544 kms with 415 kms unsealed and 129 kms sealed covering our 750 square km area of our district.

Council invested more than \$2.3 million in the maintenance and improvement of roads and associated infrastructure within the district during 2016/17.

Around \$500,000 from the above was spent on sealing George Drive, Yankalilla and Seacove Crescent, Second Valley. Design plans were also completed for the sealing of a section of Myponga Beach Road (within the township) and the reconstruction of Cheeseman, Herbert, Heathcote and Field Streets at Normanville.



Renewal upgrades valued at almost \$1 million were undertaken on 15 kms of the unsealed rural road network, including sections of the following roads:

- No Where Else Road, Tunkalilla Road, James Track, Bedlam Flat Road, Bollaparudda Road, Faggotter Road, Nosworthy Road, Kemmiss Hill Road, Pyne Hill Road.



Our Natural and Built Environment Goal Continued

Coast, Estuarine and Marine Projects:

The Southern Fleurieu Coast, Estuary and Marine (CEM) Officer is hosted by Council and coordinates projects and coastal community groups across the Fleurieu Peninsula coastline. On-ground works for the 2016/17 financial year have achieved outcomes at 29 sites across the Fleurieu to deliver the Southern Fleurieu Coastal Action Plan (SFCAP):

- 440 hectares of weed control targeting priority weeds outlined in the SFCAP
- Around 20,000 seedlings planted and guarded to add to remnant vegetation, rehabilitate sites and to improve habitat
- 130 hectares of integrated rabbit management through surveys, fumigation, baiting and disease monitoring.
- Supporting the implementation of the SFCAP with 51 Coastal Community Groups between Sellicks and Goolwa.

Community Group Planting Days:

The District Council of Yankalilla and Conservation Volunteers held four Community Planting Days at Carrickalinga Beach to support a Council funded project which completed the planting of around 5,000 native plants planted to improve 1,000 square metres of stormwater soakage areas.

The project will revegetate the stormwater outlets into the sand dunes at Carrickalinga. The native plants have been specifically chosen for the area and will filter and absorb the stormwater. The site will become a demonstration site for future works of a similar nature.



Coastal Repair Work

Beach access at a number of locations was restored in time for the holiday season after significant damage occurred in the Spring 2016 storms. Council reinstated and, in places, renewed three key access points: Pitmans Leap, Carrickalinga Sands and the Myponga boardwalk. Council also recently redirected the

Carrickalinga Creek out to sea as it was significantly eroding the sand dunes and natural access paths. The erosion to the dunes has meant one beach access point will be temporarily closed. The public can still safely access the beach via the newly repaired boardwalk at Pitmans Leap.



Bridge Works

A major upgrade to the access bridge to the Yankalilla Memorial Park and construction of a separate pedestrian bridge was commenced. As with all older structures such as this, additional structural repairs meant the work will be completed by November 2017.

Footpath Network

A new walking trail has been created by Council at Cape Jervis. The existing section of the trail, at the start of the Heysen Trail, has been a focus site for the Cape Jervis Coastal Community Group and is known as the Cape Jervis Nature trail. The extension of the Cape Jervis Nature Trail links the Heysen Trail near the ferry terminal to the other end of the town near the CFS shed and Council reserve.

The community group has added signage about the local environment along this section and labelled the local native plants that have been planted along the trail. New garden beds with local native plants have also been established.



Our Natural and Built Environment Goal Continued

A Place to Reflect

Visitors to the Yankalilla Public Cemetery will have the opportunity to reflect in comfort following significant upgrades and the construction of a rotunda, near the columbarium wall. This rotunda has been made possible by the Yankalilla Community Op-Shop which has given \$10,000 to the project.

In addition to this, row markers have been placed through the cemetery, making it easier to identify grave sites for relatives and historians alike.



Asset Replacement and Upgrade Programs

Construction is underway in Second Valley for a new toilet facility in the same place as the old facility. The newly constructed block will be modern, aesthetically pleasing and more functional for the benefit of residents and tourists. The existing facilities will be replaced without the addition of more toilets. A new water management system will also be installed.



More than \$100,000 was also invested in updating the Normanville and Carrickalinga toilets which were completed in time for the summer holidays.

Yankalilla Footpath/Streetscaping

Another stage of footpath improvement was completed in the Yankalilla Town Centre – extending new paving to the Post Office corner and installing planter boxes with fruit trees for harvest by the community.



Planning and Development

Development applications are assessed against the Yankalilla Development Plan and the Building Code of Australia, pursuant to the State Government Development Act 1993 and the Development Regulations 2008.

The number of development applications received in 2016/17 was 363, which is comparable with 2015/16 and represents a healthy number of applications for this area.

The number of new dwelling applications continues to be at slightly elevated levels with 113 lodged in 2016/17 and are again comparable with 2015/16.

Three of the more significant applications of note include:

- Major upgrading of facilities and expansion of the Normanville Abattoir (export quality);
- Micro-Brewery and Brew Pub development at Forktree Road, Carrickalinga;
- Integrated Service Station complex at Main South Road, Yankalilla.

There were 21 land division applications lodged in 2016/17, four less than last year, covering the realignment of boundaries and creation of additional allotments.



Our Natural and Built Environment Goal Continued

Future Planning

The State Government began the staged introduction of a new planning system for the state.

To reduce delays to Council's Development Plan Amendment (DPA) priorities (to update our local Development Plan) Council resolved to combine the Townships/Fringe and Urban Growth DPAs into a single DPA and advise the Minister for Planning.

If agreed with the Minister, the revised DPA will begin the staged re-zoning of Growth Areas for Yankalilla/Normanville/Carrickalinga and strategic planning for Myponga, Myponga Beach, Second Valley/Randalsea, Inman Valley and Cape Jervis.

Public consultation was undertaken on the Structure Plan for Yankalilla/Normanville/Carrickalinga to provide the next 15 years land supply for residential growth, environmental, business and public open space needs.

The Plan identifies the staging for approximately 1,500 future new dwellings together with public open space along the Bungala River and coastal fringe. Water Sensitive Urban Design principles will be introduced to ensure that sensitive environments associated with the coast and watercourses will be protected.

The Plan will be finalised during the 2017/18 financial year.

Environmental Health

Council's Environmental Health Officer assessed and approved onsite wastewater system applications for all new development and alterations, ensuring their compliance with the Department of Health's code.

There were several instances where failing septic systems were reported to Council and these were rectified through liaising with the relevant property owners.

There were 34 permanent food premises in the Council area, together with numerous temporary premises operating out of venues such as markets, one-off events and shows. Council staff carried out routine and complaint-based inspections throughout the reporting year on a range of issues from food safety to swimming pool water quality.

Several audits of high-risk premises were also carried out in compliance with recommended Department of Health risk-based schedules.

The school-based disease control immunisation program at the Yankalilla Area School continued

throughout the reporting period and the data was forwarded to the Department of Health.

Council continued to monitor the groundwater at the closed Myponga and Yankalilla landfill sites.

DC Yankalilla together with its partner Councils devised a Regional Public Health Plan under the auspices of Southern and Hills Local Government Association that is also consistent with the South Australian State Public Health Plan.

The Yankalilla Public Health Action Plan was adopted by Council in 2015 and the 2016/17 actions included:

- Implementation of the Fleurieu Coast Free Bike Scheme - to help to focus on creating liveable 'walkable' towns and places.
- Selection of the site and adoption of the Site Master Plan for the Community Library - to assist community connection and provide opportunities to facilitate active communities.
- Council (supported by the Yankalilla Area School, local businesses, service clubs and community groups) provided funding and facilitated 10 local students to attend the Operation Flinders project.
- Grant funding to develop an Age Friendly Strategy & Action Plan for the district in partnership with the Office for the Ageing during 2017/18.

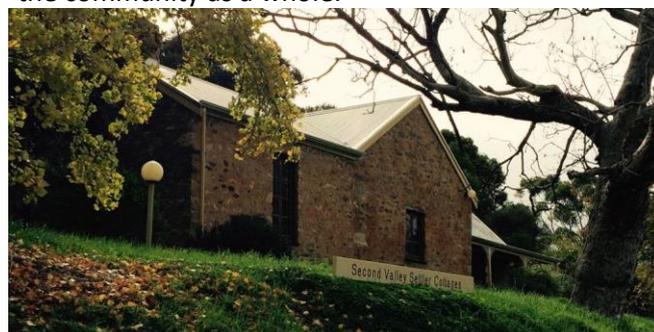
Heritage

A comprehensive review has been undertaken of the 1985 Heritage Survey, which recorded 185 places within the District. Of these, 56 were identified as being of State significance with 22 of those places currently recognised within the State Heritage Register.

Since 1985, 37 buildings, structures and ruins could not be found or were demolished and another two buildings (not originally included) have been added to the list.

- Each site has been inspected, photographed and accurately located.
- Collaboration has occurred with the Yankalilla and District Historical Society

The initiative assists in the promotion and awareness of the value of local heritage to building owners and the community as a whole.





Our Governance and Financial Goals:

Provide leadership, good governance, and efficient, effective and responsive Council services

Savings and Efficiency Program

The focus of the Chief Executive continued to include the delivery of savings and efficiencies that produced more than \$1.3 million in services uplift and maintaining Operating Expenditure in 2016/17 less than the 2015/16 budget.

Council also ensured that all major purchases went through a competitive tender process and adopted a revised procurement policy to ensure all purchases were cost effective and showed preference for purchasing local goods and services.

Enhanced Annual Business Plan and Budget Process

In preparation of the 2017/18 Annual Business Plan and Budget, Council again conducted an extensive consultation process that included six public meetings at Cape Jervis, Second Valley, Adelaide, Inman Valley, Myponga and Yankalilla.



A budget summary document was sent to all ratepayers inviting them to the public meetings and requesting feedback. More than 120 individuals attended the public meetings resulting in a more tailored adopted budget.

The 2017/18 Annual Business Plan and Budget was adopted in June 2017 with a focus on increased asset replacement, planning for the future, making a difference in the community, and achieving a Budget surplus. The adopted budget ensured Council's financial sustainability in the medium to long term while still achieving the objectives of our Strategic Plan for 2014-2018 *Looking to the Horizon*.

Identifying and applying for Grants

The position of Grant Funding Officer was continued in 2016/17. Community groups are continuing to work with Council to develop strategic management plans that provide the framework for supporting their funding requests to government agencies. During 2016/17, \$260,078 in grant funding was received by various local organisations.

In total, more than \$2.6 million was applied for by officers and confirmed to be successful.

Type	Amount
Council Grant Funding	\$2,356,901
Community Group Grant Funding	\$260,078
Total	\$2,616,979

Asset Management Plans updated

Asset Management Plans ensure effective investment in assets by providing a planned, systematic approach to asset management. They outline the service levels each of our asset classes aim to meet, and the investment required over the next 10 years to ensure they meet that level of service.

In 2016/17, the Stormwater, Transport, CWMS and Wirrina Services Infrastructure Asset Management Plans were reviewed and updated.

Representation Review

In 2016/17, the current structure and composition of Council was reviewed in accordance with the Minister's scheduled timing.

Several options were examined in relation to having a Mayor or Chairperson, retaining or reducing the current number of elected Councillors, retaining Wards or not having Wards and the number of electors within each of those Wards.

Two rounds of public consultation were undertaken with the community over two, six week periods and Council gave detailed consideration to the submissions before making a decision to retain the current composition and structure, but adjust the boundaries between the Wards to ensure the closest equality of elector representation within each Ward.

A photograph of a forest path with tall trees and people walking. The path is narrow and covered with dry leaves and green plants. Several people are walking away from the camera, and the trees are tall and thin, creating a canopy overhead.

Please contact us



Send an email

consultation@yankalilla.sa.gov.au



Write a letter

PO Box 9, Yankalilla SA 5203



Call us

08 8558 0200



Visit us

1 Charles Street, Yankalilla



Invite us to speak

At your next community meeting



www.yankalilla.sa.gov.au

District Council of Yankalilla

GENERAL PURPOSE FINANCIAL STATEMENTS
for the year ended 30 June 2017



District Council of Yankalilla

General Purpose Financial Statements for the year ended 30 June 2017

Contents	Page
1. Council Certificate	2
2. Primary Financial Statements:	
- Statement of Comprehensive Income	3
- Statement of Financial Position	4
- Statement of Changes in Equity	5
- Statement of Cash Flows	6
3. Notes to the Financial Statements	7
4. Independent Auditor's Report - Financial Statements	41
5. Independent Auditor's Report - Internal Controls	43
6. Certificates of Audit Independence	
- Council Certificate of Audit Independence	45

District Council of Yankalilla

General Purpose Financial Statements for the year ended 30 June 2017

Certification of Financial Statements

We have been authorised by the Council to certify the financial statements in their final form.

In our opinion:

- the accompanying financial statements comply with the *Local Government Act 1999*, *Local Government (Financial Management) Regulations 2011* and Australian Accounting Standards,
- the financial statements present a true and fair view of the Council's financial position at 30 June 2017 and the results of its operations and cash flows for the financial year,
- internal controls implemented by the Council provide a reasonable assurance that the Council's financial records are complete, accurate and reliable and were effective throughout the financial year,
- the financial statements accurately reflect the Council's accounting and other records.



Nigel Morris
CHIEF EXECUTIVE OFFICER



Glen Rowlands
MAYOR

Date: 22 March 2018

District Council of Yankalilla

Statement of Comprehensive Income

for the year ended 30 June 2017

\$ '000	Notes	2017	2016
Income			
Rates Revenues	2a	11,781	11,326
Statutory Charges	2b	247	229
User Charges	2c	1,042	1,094
Grants, Subsidies and Contributions	2g	1,544	1,024
Investment Income	2d	164	152
Reimbursements	2e	91	68
Other Income	2f	255	249
Net Gain - Equity Accounted Council Businesses	19	13	4
Total Income		15,137	14,146
Expenses			
Employee Costs	3a	4,758	4,400
Materials, Contracts & Other Expenses	3b	5,793	5,892
Depreciation, Amortisation & Impairment	3c	3,136	3,365
Finance Costs	3d	408	439
Net loss - Equity Accounted Council Businesses	19	-	5
Total Expenses		14,095	14,101
Operating Surplus / (Deficit)		1,042	45
Asset Disposal & Fair Value Adjustments	4	(756)	20
Amounts Received Specifically for New or Upgraded Assets	2g	222	90
Physical Resources Received Free of Charge	2i	-	1,636
Net Surplus / (Deficit) ¹		508	1,791
Other Comprehensive Income			
Changes in Revaluation Surplus - I,PP&E	9a	2,512	165
Total Other Comprehensive Income		2,512	165
Total Comprehensive Income		3,020	1,956

¹ Transferred to Equity Statement

District Council of Yankalilla

Statement of Financial Position

as at 30 June 2017

\$ '000	Notes	2017	2016
ASSETS			
Current Assets			
Cash and Cash Equivalents	5a	3,310	5,645
Trade & Other Receivables	5b	1,686	1,529
Inventories	5c	149	69
Total Current Assets		5,145	7,243
Non-Current Assets			
Financial Assets	6a	66	14
Equity Accounted Investments in Council Businesses	6b	120	107
Infrastructure, Property, Plant & Equipment	7a	111,291	108,049
Total Non-Current Assets		111,477	108,170
TOTAL ASSETS		116,622	115,413
LIABILITIES			
Current Liabilities			
Trade & Other Payables	8a	1,799	3,053
Borrowings	8b	539	536
Provisions	8c	414	471
Total Current Liabilities		2,752	4,060
Non-Current Liabilities			
Borrowings	8b	5,379	5,851
Provisions	8c	65	96
Total Non-Current Liabilities		5,444	5,947
TOTAL LIABILITIES		8,196	10,007
Net Assets		108,426	105,406
EQUITY			
Accumulated Surplus		33,791	33,283
Asset Revaluation Reserves	9a	74,302	71,790
Other Reserves	9b	333	333
Total Council Equity		108,426	105,406

District Council of Yankalilla

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

\$ '000	Notes	Accumulated Surplus	Asset Revaluation Reserve	Other Reserves	Total Equity
2017					
Balance at the end of previous reporting period		33,283	71,790	333	105,406
a. Net Surplus / (Deficit) for Year		508	-	-	508
b. Other Comprehensive Income					
- Gain (Loss) on Revaluation of I,PP&E	7a	-	2,512	-	2,512
Other Comprehensive Income		-	2,512	-	2,512
Total Comprehensive Income		508	2,512	-	3,020
c. Transfers between Reserves		-	-	-	-
Balance at the end of period		33,791	74,302	333	108,426
2016					
Balance at the end of previous reporting period		30,872	71,625	953	103,450
a. Net Surplus / (Deficit) for Year		1,791	-	-	1,791
b. Other Comprehensive Income					
- Gain (Loss) on Revaluation of I,PP&E	7a	-	165	-	165
Other Comprehensive Income		-	165	-	165
Total Comprehensive Income		1,791	165	-	1,956
c. Transfers between Reserves		620	-	(620)	-
Balance at the end of period		33,283	71,790	333	105,406

District Council of Yankalilla

Statement of Cash Flows

for the year ended 30 June 2017

\$ '000	Notes	2017	2016
Cash Flows from Operating Activities			
<u>Receipts</u>			
Operating Receipts		15,579	15,564
Investment Receipts		153	139
<u>Payments</u>			
Operating Payments to Suppliers and Employees		(12,727)	(10,247)
Finance Payments		(419)	(428)
Net Cash provided by (or used in) Operating Activities	11b	2,586	5,028
Cash Flows from Investing Activities			
<u>Receipts</u>			
Amounts Received Specifically for New/Upgraded Assets		222	90
Sale of Replaced Assets		-	143
Sale of Surplus Assets		124	79
Repayments of Loans by Community Groups		18	24
<u>Payments</u>			
Expenditure on Renewal/Replacement of Assets		(3,835)	(2,500)
Expenditure on New/Upgraded Assets		(912)	(112)
Loans Made to Community Groups		(70)	(20)
Net Cash provided by (or used in) Investing Activities		(4,453)	(2,296)
Cash Flows from Financing Activities			
<u>Receipts</u>			
Proceeds from Borrowings		70	20
<u>Payments</u>			
Repayments of Borrowings		(538)	(566)
Net Cash provided by (or used in) Financing Activities		(468)	(546)
Net Increase (Decrease) in Cash Held		(2,335)	2,186
plus: Cash & Cash Equivalents at beginning of period	11	5,645	3,459
Cash & Cash Equivalents at end of period	11	3,310	5,645

District Council of Yankalilla

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

Contents of the Notes accompanying the Financial Statements

Note	Details	Page
1	Significant Accounting Policies	8
2	Income	13
3	Expenses	16
4	Asset Disposal & Fair Value Adjustments	17
	Current Assets	
5a	Cash & Cash Equivalents	18
5b	Trade & Other Receivables	18
5c	Inventories	18
	Non-Current Assets	
6a	Financial Assets	18
6b	Equity Accounted Investments in Council's Businesses	18
	Fixed Assets	
7a	Infrastructure, Property, Plant & Equipment	19
7b	Valuation of Infrastructure, Property, Plant & Equipment	20
	Liabilities	
8a	Trade & Other Payables	23
8b	Borrowings	23
8c	Provisions	23
	Reserves	
9a	Asset Revaluation Reserve	24
9b	Other Reserves	24
	Other Notes	
10	Assets Subject to Restrictions	24
11	Reconciliation to Statement of Cashflows	25
12a	Functions	26
12b	Components of Functions	27
13	Financial Instruments	28
14	Commitments for Expenditure	32
15	Financial Indicators	33
16	Uniform Presentation of Finances	34
17	Operating Leases	35
18	Superannuation	36
19	Interests in Other Entities	37
20	Contingencies & Assets/Liabilities Not Recognised in the Balance Sheet	39
21	Events After the Balance Sheet Date	40
22	Related Party Transactions	40

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

Note 1. Summary of Significant Accounting Policies

The principal accounting policies adopted by Council in the preparation of these financial statements are set out below.

These policies have been consistently applied to all the years presented, unless otherwise stated.

1 Basis of Preparation

1.1 Compliance with Australian Accounting Standards

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

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

1.2 Historical Cost Convention

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

1.3 Critical Accounting Estimates

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates, and requires management to exercise its judgement in applying Council's accounting policies.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are specifically referred to in the relevant sections of these Notes.

1.4 Rounding

All amounts in the financial statements have been rounded to the nearest thousand dollars (\$'000).

2 The Local Government Reporting Entity

District Council of Yankalilla is incorporated under the South Australian *Local Government Act 1999* and has its principal place of business at 1 Charles Street, Yankalilla. These financial statements include the Council's direct operations and all entities through which Council controls resources to carry on its functions. In the process of reporting on the Council as a single unit, all transactions and balances between activity areas and controlled entities have been eliminated.

3 Income Recognition

Income is measured at the fair value of the consideration received or receivable. Income is recognised when the Council obtains control over the assets comprising the income, or when the amount due constitutes an enforceable debt, whichever first occurs.

Where grants, contributions and donations recognised as incomes during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the amounts subject to those undischarged conditions are disclosed in these notes. Also disclosed is the amount of grants, contributions and receivables recognised as incomes in a previous reporting period which were obtained in respect of the Council's operations for the current reporting period.

In recent years the payment of untied financial assistance grants has varied from the annual allocation as shown in the table below:

	Cash Payment Received	Annual Allocation	Difference
2014/15	\$423,120	\$274,232	\$148,888
2015/16	\$125,684	\$274,572	(\$148,888)
2016/17	\$142,025	\$275,325	(\$133,300)

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.

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

Note 1. Summary of Significant Accounting Policies (continued)

The Operating Surplus Ratio disclosed in Note 15 has also been calculated after adjusting for the distortions resulting from the differences between the actual grants received and the grants entitlements allocated.

4 Cash, Cash Equivalents and other Financial Instruments

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

Receivables for rates and annual charges are secured over the subject land, and bear interest at rates determined in accordance with the Local Government Act 1999. Other receivables are generally unsecured and do not bear interest.

All receivables are reviewed as at the reporting date and adequate allowance made for amounts the receipt of which is considered doubtful.

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

5 Inventories

Inventories held in respect of stores have been valued by using the weighted average cost on a continual basis, after adjustment for loss of service potential. Inventories held in respect of business undertakings have been valued at the lower of cost and net realisable value.

5.1 Real Estate Assets Developments

Real Estate Assets developments have been classified as Inventory in accordance with AASB 102 and are valued at the lower of cost or net realisable value. Cost includes the costs of acquisition, development, borrowing and other costs incurred on financing of that acquisition and up to the time of sale. Any amount by which cost exceeds the net realisable value has been recognised as an expense.

Revenues arising from the sale of property are recognised in the operating statement when settlement is completed.

Properties not acquired for development, but which Council has decided to sell as surplus to requirements, are recognised at the carrying value at the time of that decision.

5.2 Other Real Estate Held for Resale

Properties not acquired for development, but which Council has decided to sell as surplus to requirements, are recognised at the carrying value at the time of that decision.

Certain properties, auctioned for non-payment of rates in accordance with the Local Government Act but which failed to meet the reserve set by Council and are available for sale by private treaty, are recorded at the lower of the unpaid rates and charges at the time of auction or the reserve set by Council. Holding costs in relation to these properties are recognised as an expense when incurred.

6 Infrastructure, Property, Plant & Equipment

6.1 Land Under Roads

Council has elected not to recognise land under roads acquired prior to 1 July 2008 as an asset in accordance with AASB 1051 Land Under Roads. Land under roads acquired after 30 June 2008 has not been recognised as in the opinion of Council it is not possible to reliably attribute a fair value, and further that such value if determined would be immaterial.

6.2 Initial Recognition

All assets are initially recognised at cost. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition.

All non-current assets purchased or constructed are capitalised as the expenditure is incurred and depreciated as soon as the asset is held "ready for use". Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition, including architects' fees and engineering design fees and all other costs incurred. The cost of non-current assets constructed by the Council includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overhead.

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

Note 1. Summary of Significant Accounting Policies (continued)

6.3 Materiality

Assets with an economic life in excess of one year are only capitalised where the cost of acquisition exceeds materiality thresholds established by Council for each type of asset. In determining (and in annually reviewing) such thresholds, regard is had to the nature of the asset and its estimated service life. Examples of capitalisation thresholds applied during the year are given below. No capitalisation threshold is applied to the acquisition of land or interests in land.

6.4 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.

6.5 Depreciation of Non-Current Assets

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

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

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

6.6 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.

6.7 Borrowing Costs

Borrowing costs in relation to qualifying assets (net of offsetting investment revenue) have been capitalised in accordance with AASB 123 "Borrowing Costs". The amounts of borrowing costs recognised as an expense or as part of the carrying amount of qualifying assets are disclosed in Note 3, and the amount (if any) of interest revenue offset against borrowing costs in Note 2.

7 Payables

7.1 Goods & Services

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

7.2 Payments Received in Advance & Deposits

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

8 Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred and are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the income

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

Note 1. Summary of Significant Accounting Policies (continued)

statement over the period of the borrowings using the effective interest method.

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

9 Employee Benefits

9.1 Salaries, Wages & Compensated Absences

Liabilities for employees' entitlements to salaries, wages and compensated absences expected to be paid or settled within 12 months of reporting date are accrued at nominal amounts (including payroll based oncosts) measured in accordance with AASB 119.

Liabilities for employee benefits not expected to be paid or settled within 12 months are measured as the present value of the estimated future cash outflows (including payroll based oncosts) to be made in respect of services provided by employees up to the reporting date. Present values are calculated using government guaranteed securities rates with similar maturity terms.

No accrual is made for sick leave as Council experience indicates that, on average, sick leave taken in each reporting period is less than the entitlement accruing in that period, and this experience is expected to recur in future reporting periods. Council does not make payment for untaken sick leave.

9.2 Superannuation

The Council makes employer superannuation contributions in respect of its employees to the Statewide Superannuation Scheme. The Scheme has two types of membership, each of which is funded differently. No changes in accounting policy have occurred during either the current or previous reporting periods. Details of the accounting policies applied and Council's involvement with the schemes are reported in Note 18.

10 Leases

Lease arrangements have been accounted for in accordance with Australian Accounting Standard AASB 117.

In respect of finance leases, where Council substantially carries all of the risks incident to ownership, the leased items are initially recognised as assets and liabilities equal in amount to the present value of the minimum lease payments. The assets are disclosed within the appropriate asset class, and are amortised to expense over the period during which the Council is expected to benefit from the use of the leased assets. Lease payments are allocated between interest expense and reduction of the lease liability, according to the interest rate implicit in the lease.

In respect of operating leases, where the lessor substantially retains all of the risks and benefits incident to ownership of the leased items, lease payments are charged to expense over the lease term.

11 Equity Accounted Council Businesses

Council participates in cooperative arrangements with other Councils for the provision of services and facilities. Council's interests in cooperative arrangements, which are only recognised if material, are accounted for in accordance with AASB 128 and set out in detail in Note 19.

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.

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

Note 1. Summary of Significant Accounting Policies (continued)

13 New accounting standards and UIG interpretations

In the current year, Council adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to its operations and effective for the current reporting period. The adoption of the new and revised Standards and Interpretations has not resulted in any material changes to Council's accounting policies.

District Council of Yankalilla has not applied any Australian Accounting Standards and Interpretations that have been issued but are not yet effective.

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

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

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

Effective for annual reporting periods beginning on or after 1 January 2017

- AASB 2014-5 *Amendments to Australian Accounting Standards arising from AASB 15*
- AASB 2015-8 *Amendments to Australian Accounting Standards – Effective Date of AASB 15*

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

- AASB 9 *Financial Instruments (December 2009)*
- AASB 15 *Revenue from Contracts with Customers*
- AASB 2010-7 *Amendments to Australian Accounting Standards arising from AASB 9 (December 2010)*

- AASB 2014-1 *Amendments to Australian Accounting Standards (Part E)*
- AASB 2014-7 *Amendments to Australian Accounting Standards arising from AASB 9 (December 2014)* AASB 1057 *Application of Australian Accounting Standards*

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

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

14 Comparative Figures

To ensure comparability with the current reporting period's figures, some comparative period line items and amounts may have been reclassified or individually reported for the first time within these financial statements and/or the notes.

District Council of Yankalilla

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

Note 2. Income

\$ '000	Notes	2017	2016
(a). Rates Revenues			
General Rates			
General Rates		9,851	9,456
Less: Mandatory Rebates		(57)	(54)
Less: Discretionary Rebates, Remissions & Write Offs		(10)	(18)
Total General Rates		9,784	9,384
Other Rates (Including Service Charges)			
Natural Resource Management Levy		184	176
Water Supply		110	25
Community Wastewater Management Systems		1,268	1,263
Wirrina CWMS & Water Service		333	352
Total Other Rates		1,895	1,816
Other Charges			
Penalties for Late Payment		94	94
Legal & Other Costs Recovered		8	32
Total Other Charges		102	126
Total Rates Revenues		11,781	11,326
(b). Statutory Charges			
Development Act Fees		55	55
Town Planning Fees		68	80
Health & Septic Tank Inspection Fees		55	51
Animal Registration Fees & Fines		37	33
Parking Fines / Expiation Fees		15	6
Other Licences, Fees & Fines		17	4
Total Statutory Charges		247	229
(c). User Charges			
Cemetery/Crematoria Fees		-	9
Hall & Equipment Hire		8	10
Sales - General		2	-
Sundry		9	9
Caravan Park Hire Fees		882	937
Search Fees		20	23
Community Transport Fees		14	1
HACC Contributions		40	21
Water Consumption		67	84
Total User Charges		1,042	1,094

District Council of Yankalilla

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

Note 2. Income (continued)

\$ '000	Notes	2017	2016
(d). Investment Income			
Interest on Investments			
- Local Government Finance Authority		86	89
- Banks & Other		7	-
- Loans to Community Groups		3	2
Investment Property Rental Income		68	61
Total Investment Income		164	152
(e). Reimbursements			
Roadworks		-	3
Workcover		67	39
Other		24	26
Total Reimbursements		91	68
(f). Other Income			
Insurance & Other Recoupments - Infrastructure, IPP&E		4	-
Rebates Received		45	11
Sundry		96	166
Visitor Information Centre		110	72
Total Other Income		255	249
(g). Grants, Subsidies, Contributions			
Amounts Received Specifically for New or Upgraded Assets		222	90
Other Grants, Subsidies and Contributions			
- Untied - Financial Assistance Grant		142	126
- Roads to Recovery		469	109
- Roads (Fuel Excise) Grant		500	479
- Home and Community Care Grant		134	154
- Library and Communications		13	13
- Sundry		286	143
Total Grants, Subsidies, Contributions		1,766	1,114
The functions to which these grants relate are shown in Note 12.			
(i) Sources of grants			
Commonwealth Government		1,102	742
State Government		270	333
Other		394	39
Total		1,766	1,114

District Council of Yankalilla

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

Note 2. Income (continued)

\$ '000	Notes	2017	2016
(h). Conditions over Grants & Contributions			
Grants and contributions which were obtained on the condition that they be expended for specified purposes or in a future period, but which are not yet expended in accordance with those conditions, are as follows:			
Unexpended at the close of the previous reporting period		9	-
<i>Less:</i>			
<i>Expended during the current period from revenues recognised in previous reporting periods</i>			
Department Planning Transport & Infrastructure		(9)	-
Subtotal		(9)	-
<i>Plus:</i>			
<i>Amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions</i>			
Department Planning Transport & Infrastructure		-	9
Subtotal		-	9
Unexpended at the close of this reporting period		-	9
Net increase (decrease) in assets subject to conditions in the current reporting period		(9)	9
(i). Physical Resources Received Free of Charge			
Roads, Bridges & Footpaths		-	937
Stormwater Drainage		-	334
Community Waste Management Scheme		-	365
Total Physical Resources Received Free of Charge		-	1,636

District Council of Yankalilla

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

Note 3. Expenses

\$ '000	Notes	2017	2016
(a). Employee Costs			
Salaries and Wages		4,035	3,736
Employee Leave Expense		97	124
Superannuation - Defined Contribution Plan Contributions	18	288	273
Superannuation - Defined Benefit Plan Contributions	18	76	72
Workers' Compensation Insurance		220	170
Other		58	54
Less: Capitalised and Distributed Costs		(16)	(29)
Total Operating Employee Costs		4,758	4,400
Total Number of Employees (full time equivalent at end of reporting period)		52	46
(b). Materials, Contracts and Other Expenses			
(i) Prescribed Expenses			
Auditor's Remuneration			
- Auditing the Financial Reports		6	21
- Other Auditors		6	3
Bad and Doubtful Debts		18	2
Elected Members' Expenses		144	138
Election Expenses		-	10
Insurance		186	227
Operating Lease Rentals - Non-Cancellable Leases	17		
- Minimum Lease Payments		14	8
Subtotal - Prescribed Expenses		374	409
(ii) Other Materials, Contracts and Expenses			
Contractors		2,542	3,221
Maintenance		822	545
Legal Expenses		200	181
Levies Paid to Government - NRM levy		179	175
Levies - Other		22	24
Parts, Accessories & Consumables		168	184
Sundry		175	209
Utilities		443	445
IT and Communications		401	295
Administration		211	211
Registrations, Subscriptions and Memberships		100	116
Hire Fees		387	634
Grants and Contributions		148	67
Vehicles		21	44
Visitor Information Centre		89	53
Less: Capitalised and Distributed Costs		(489)	(921)
Subtotal - Other Material, Contracts & Expenses		5,419	5,483
Total Materials, Contracts and Other Expenses		5,793	5,892

District Council of Yankalilla

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

Note 3. Expenses (continued)

\$ '000	Notes	2017	2016
(c). Depreciation, Amortisation and Impairment			
(i) Depreciation and Amortisation			
Buildings & Other Structures		168	186
Infrastructure			
- Stormwater Drainage		161	156
- CWMS		358	349
- Transport Infrastructure		1,798	2,000
- Wirrina CWMS & Water Supply Infrastructure		117	122
Plant & Equipment		278	287
Furniture & Fittings		41	96
Recreation		80	87
Fleet Plant		110	70
Other Assets		14	12
Subtotal		3,125	3,365
(ii) Impairment			
Asset Class		11	-
Subtotal		11	-
Total Depreciation, Amortisation and Impairment		3,136	3,365
(d). Finance Costs			
Interest on Loans		396	417
Bank Charges		12	22
Total Finance Costs		408	439

Note 4. Asset Disposal & Fair Value Adjustments

Infrastructure, Property, Plant & Equipment

(i) Assets Renewed or Directly Replaced			
Proceeds from Disposal		-	143
Less: Carrying Amount of Assets Sold		-	(158)
Gain (Loss) on Disposal		-	(15)
(ii) Assets Surplus to Requirements			
Proceeds from Disposal		124	79
Less: Carrying Amount of Assets Sold		(880)	(44)
Gain (Loss) on Disposal		(756)	35
Net Gain (Loss) on Disposal or Revaluation of Assets		(756)	20

District Council of Yankalilla

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

Note 5. Current Assets

\$ '000	Notes	2017	2016
(a). Cash & Cash Equivalents			
Cash on Hand at Bank		380	98
LGFA - 24 hour Call		1,180	3,825
LGFA CWMS - 24 hour Call		946	931
LGFA Employee Leave - 24 Hour Call		781	769
LGFA Other Investments		23	22
Total Cash & Cash Equivalents		3,310	5,645
(b). Trade & Other Receivables			
Rates - General & Other		1,073	1,056
Council Rates Postponement Scheme		-	10
Accrued Revenues		15	26
Debtors - General		241	257
GST Recoupment		195	(5)
Prepayments		33	29
Loans to Community Organisations		13	13
Debtors - Wirrina Water Consumption		128	151
Subtotal		1,698	1,537
Less: Allowance for Doubtful Debts		(12)	(8)
Total Trade & Other Receivables		1,686	1,529
(c). Inventories			
Stores & Materials		149	69
Total Inventories		149	69

Note 6. Non-Current Assets

(a). Financial Assets			
Loans to Community Organisations		66	14
Total Financial Assets		66	14
(b). Equity Accounted Investments in Council Businesses			
Southern & Hills Local Government Association	19	12	6
Fleurieu Regional Waste Authority	19	108	101
Total Equity Accounted Investments in Council Businesses		120	107

District Council of Yankalilla

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

Note 7a. Infrastructure, Property, Plant & Equipment

\$ '000	Fair Value Level	as at 30/6/2016				Asset Movements during the Reporting Period						as at 30/6/2017			
		At Fair Value	At Cost	Accumulated Dep'n	Carrying Value	Asset Additions		WDV of Asset Disposals	Depreciation Expense (Note 3c)	Impairment Loss (recognised in P/L) (Note 3c)	Revaluation Increments to Equity (ARR) (Note 9)	At Fair Value	At Cost	Accumulated Dep'n	Carrying Value
						New / Upgrade	Renewals								
Capital Work in Progress		-	-	-	-	611	666	-	-	-	-	-	1,277	-	1,277
Land - Other	3	11,996	35	-	12,031	-	-	-	-	-	-	11,996	35	-	12,031
Buildings & Other Structures	3	8,578	130	2,650	6,058	48	14	-	(168)	-	-	8,578	192	2,818	5,952
Infrastructure															
- Stormwater Drainage	3	14,310	654	3,443	11,521	525	-	-	(161)	-	-	14,310	1,179	3,604	11,885
- CWMS	3	19,490	-	5,604	13,886	123	145	(46)	(358)	-	-	19,280	268	5,798	13,750
- Transport Infrastructure	3	89,470	6,374	37,832	58,012	236	1,540	(783)	(1,798)	(11)	2,512	87,457	8,151	35,900	59,708
- Wirrina CWMS & Water Supply Infrastructure	3	-	2,711	358	2,353	32	17	-	(117)	-	-	-	2,724	439	2,285
Plant & Equipment			3,205	1,907	1,298	34	405	(8)	(278)	-	-	-	3,431	1,980	1,451
Furniture & Fittings			1,184	888	296	87	-	-	(41)	-	-	-	1,271	929	342
Recreation		2,744	312	1,252	1,804	6	17	-	(80)	-	-	2,744	336	1,333	1,747
Fleet Plant			643	100	543	-	140	(43)	(110)	-	-	-	724	194	530
Other Assets		535	17	305	247	100	-	-	(14)	-	-	535	118	320	333
Total Infrastructure, Property, Plant & Equipment		147,123	15,265	54,339	108,049	1,802	2,944	(880)	(3,125)	(11)	2,512	144,900	19,706	53,315	111,291
Comparatives		146,949	12,358	52,104	107,203	1,749	2,500	(203)	(3,365)	-	165	147,123	15,265	54,339	108,049

District Council of Yankalilla

Notes to and forming part of the Financial Statements

for the year ended 30 June 2017

Note 7a. Infrastructure, Property, Plant & Equipment - opening adjustments analysis

\$ '000	Fair Value Level	Reported as at 30/6/2016				Opening reclassifications					Adjusted at 30/6/2016				
		At Fair Value	At Cost	Accumulated Dep'n	Carrying Value	At Fair Value	At Cost	Accumulated Dep'n	Impairment	Carrying Value	At Fair Value	At Cost	Accumulated Dep'n	Impairment	Carrying Value
		Capital Work in Progress													
Land - Other	3	12,031	-	-	12,031	(35)	35	-	-	-	11,996	35	-	-	12,031
Buildings & Other Structures	3	8,554	195	2,650	6,099	24	(65)	-	-	(41)	8,578	130	2,650	-	6,058
Infrastructure															
- Stormwater Drainage	3	14,271	693	3,443	11,521	39	(39)	-	-	-	14,310	654	3,443	-	11,521
- CWMS	3	18,059	1,431	5,604	13,886	1,431	(1,431)	-	-	-	19,490	-	5,604	-	13,886
- Transport Infrastructure	3	90,286	5,558	37,832	58,012	(816)	816	-	-	-	89,470	6,374	37,832	-	58,012
- Wirrina CWMS & Water Supply Infrastructure	3		2,671	358	2,313	-	40	-	-	40	-	2,711	358	-	2,353
Plant & Equipment			3,177	1,889	1,288	-	28	18	-	10	-	3,205	1,907	-	1,298
Furniture & Fittings			1,184	888	296	-	-	-	-	-	-	1,184	888	-	296
Recreation		2,709	346	1,252	1,803	35	(34)	-	-	1	2,744	312	1,252	-	1,804
Fleet Plant			671	118	553	-	(28)	(18)	-	(10)		643	100	-	543
Other Assets		526	26	305	247	9	(9)	-	-	-	535	17	305	-	247
Total Infrastructure, Property, Plant & Equipment		146,436	15,952	54,339	108,049	687	(687)	-	-	-	147,123	15,265	54,339	-	108,049

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

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

\$ '000

Valuation of Assets

The fair value of assets and liabilities must be estimated in accordance with various Accounting Standards for either recognition and measurement requirements or for disclosure purposes.

AASB 13 Fair Value Measurement requires all assets and liabilities measured at fair value to be assigned to a "level" in the fair value hierarchy as follows:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Refer to Note 7a for the disclosure of the Fair Value Levels of Infrastructure, Property, Plant and Equipment Assets.

Information on Valuations

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.

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

There is no known market for buildings, infrastructure and other assets. These assets are valued at depreciated current replacement cost. This method involves:

- The determination of the cost to construct the asset (or its modern engineering equivalent) using current prices for materials and labour, the quantities of each being estimated based on recent experience of this or similar Councils, or on industry construction guides where these are more appropriate.
- The calculation of the depreciation that would have accumulated since original construction using current estimates of residual value and useful life under the prime cost depreciation method adopted by Council.

This method has significant inherent uncertainties, relying on estimates of quantities of materials and labour, residual values and useful lives, and the possibility of changes in prices for materials and labour, and the potential for development of more efficient construction techniques.

District Council of Yankalilla

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

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

\$ '000

Valuation of Assets (continued)

Other Information

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

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

Highest and best use

All of Council's non financial assets are considered as being utilised for their highest and best use.

Transition to AASB 13 - Fair Value Measurement

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

Land

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.

Freehold land and land over which Council has control, but does not have title, is recognised on the cost basis. No capitalisation threshold is applied to the acquisition of land or interests in land.

Land improvements, including bulk earthworks with an assessed unlimited useful life, are recognised on the cost basis, originally deriving from a valuation at 30 June 1997 at current replacement cost. Additions are recognised at cost.

Estimated future costs of reinstatement of land, capitalised in accordance with AASB 116.16(c), are reviewed annually (see Note 1) and depreciated over the estimated remaining life of the relevant asset.

Buildings & Recreation

Buildings were valued by Asset Valuation & Consulting Pty Ltd at written down current replacement cost during the reporting period commencing 1 July 2012 and pursuant to Council's election, are disclosed at fair value.

Recreation was valued by Maloney Fields Services, Property Consultants and Valuer's at written down current replacement cost during the reporting period ended 30 June 2010.

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

District Council of Yankalilla

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

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

\$ '000

Valuation of Assets (continued)

Infrastructure

Transportation Assets were valued by Tonkin consulting at written down current replacement cost during the reporting period commencing 1 July 2013 and pursuant to Council's election are disclosed at fair value. All acquisitions made after the respective dates of valuation will be recorded at cost.

Stormwater drainage infrastructure was valued by Tonkin Consulting at written down current replacement cost during the reporting period ending 30 June 2015 and pursuant to Council's election are disclosed at fair value.

Community Wastewater Management Scheme infrastructure was valued by Tonkin Consulting at written down current replacement cost during the reporting period ended 30 June 2015 and pursuant to Council's election, are disclosed at fair value. All acquisitions made after the respective dates of valuation will be recorded at cost.

Wirrina Community Wastewater Management Scheme & Water Supply infrastructure was valued by Tonkin Consulting at written down current replacement cost during the reporting period and pursuant to Council's election, are disclosed at fair value. All acquisitions made after the respective dates of valuation will be recorded at cost.

Plant, Furniture & Equipment

These assets are recognised on the cost basis.

District Council of Yankalilla

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

Note 8. Liabilities

\$ '000	Notes	2017 Current	2017 Non Current	2016 Current	2016 Non Current
(a). Trade and Other Payables					
Goods & Services		1,014	-	1,569	-
Payments Received in Advance		45	-	886	-
Accrued Expenses - Employee Entitlements		531	-	451	-
Accrued Expenses - Other		126	-	137	-
Deposits, Retentions & Bonds		10	-	10	-
Other		73	-	-	-
Total Trade and Other Payables		1,799	-	3,053	-
(b). Borrowings					
Loans		539	5,379	536	5,851
Total Borrowings		539	5,379	536	5,851
All interest bearing liabilities are secured over the future revenues of the Council					
(c). Provisions					
Employee Entitlements (including oncosts)		414	65	471	96
Total Provisions		414	65	471	96

District Council of Yankalilla

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

Note 9. Reserves

\$ '000	1/7/2016	Increments (Decrements)	Transfers	Impairments	30/6/2017
(a). Asset Revaluation Reserve					
Land - Other	8,313	-	-	-	8,313
Buildings & Other Structures Infrastructure	1,443	-	-	-	1,443
- Stormwater Drainage	8,075	-	-	-	8,075
- CWMS	7,528	-	-	-	7,528
- Transport Infrastructure	44,878	2,512	-	-	47,390
Recreation	1,501	-	-	-	1,501
Other Assets	52	-	-	-	52
Total Asset Revaluation Reserve	71,790	2,512	-	-	74,302
Comparatives	71,625	165	-	-	71,790

\$ '000	1/7/2016	Tfrs to Reserve	Tfrs from Reserve	Other Movements	30/6/2017
(b). Other Reserves					
Community Waste Management Scheme	324	-	-	-	324
Caravan Park Reserve	9	-	-	-	9
Total Other Reserves	333	-	-	-	333
Comparatives	953	324	(944)	-	333

PURPOSES OF RESERVES

Asset Revaluation Reserves

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

Note 10. Assets Subject to Restrictions

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

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.

Cash & Financial Assets

Unexpended amounts received from Federal Government

Road Infrastructure	-	571
Total Cash & Financial Assets	-	571
Total Assets Subject to Externally Imposed Restrictions	-	571

District Council of Yankalilla

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

Note 11. Reconciliation to Statement of Cash Flows

\$ '000	Notes	2017	2016
(a). Reconciliation of Cash			
Cash Assets comprise highly liquid investments with short periods to maturity subject to insignificant risk of changes of value. Cash at the end of the reporting period as shown in the Statement of Cash Flows is reconciled to the related items in the Balance Sheet as follows:			
Total Cash & Equivalent Assets	5	3,310	5,645
Balances per Statement of Cash Flows		3,310	5,645
(b). Reconciliation of Change in Net Assets to Cash from Operating Activities			
Net Surplus/(Deficit)		508	1,791
Non-Cash Items in Income Statements			
Depreciation, Amortisation & Impairment		3,136	3,365
Equity Movements in Equity Accounted Investments (Increase)/Decrease		(13)	1
Non-Cash Asset Acquisitions		-	(1,636)
Grants for Capital Acquisitions (Treated as Investing Activity Receipts)		(222)	(90)
Net (Gain) Loss on Disposals		756	(20)
Change in Allowances for Under-Recovery of Receivables		(5)	-
		4,160	3,411
Add (Less): Changes in Net Current Assets			
Net (Increase)/Decrease in Receivables		(151)	(291)
Net (Increase)/Decrease in Inventories		(80)	(8)
Net (Increase)/Decrease in Other Current Assets		-	10
Net Increase/(Decrease) in Trade & Other Payables		(1,255)	1,853
Net Increase/(Decrease) in Unpaid Employee Benefits		(88)	58
Net Increase/(Decrease) in Other Liabilities		-	(5)
Net Cash provided by (or used in) operations		2,586	5,028
(c). Non-Cash Financing and Investing Activities			
Acquisition of assets by means of:			
- Physical Resources Received Free of Charge	2i	-	1,636
Total Non-Cash Financing & Investing Activities		-	1,636
(d). Financing Arrangements			
Unrestricted access was available at balance date to the following lines of credit:			
Corporate Credit Cards		20	20
Cash Advance Facilities		6,500	6,500

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

District Council of Yankalilla

Notes to and forming part of the Financial Statements

for the year ended 30 June 2017

Note 12a. Functions

Functions/Activities	Income, Expenses and Assets have been directly attributed to the following Functions / Activities. Details of these Functions/Activities are provided in Note 12(b).									
	INCOME		EXPENSES		OPERATING SURPLUS (DEFICIT)		GRANTS INCLUDED IN INCOME		TOTAL ASSETS HELD (CURRENT & NON-CURRENT)	
	Actual 2017	Actual 2016	Actual 2017	Actual 2016	Actual 2017	Actual 2016	Actual 2017	Actual 2016	Actual 2017	Actual 2016
\$ '000										
Business Undertakings	2,786	2,767	1,831	2,532	955	235	26	32	20,722	20,671
Community Services	374	266	787	772	(413)	(506)	336	172	3,110	3,187
Culture	25	17	206	193	(181)	(176)	13	13	475	475
Economic Development	112	73	409	435	(297)	(362)	-	-	747	747
Environment	292	267	1,363	1,345	(1,071)	(1,078)	108	91	13,440	13,064
Recreation	20	-	555	483	(535)	(483)	18	-	5,612	5,639
Regulatory Services	234	233	828	682	(594)	(449)	-	-	145	145
Transport & Communication	970	676	3,786	4,145	(2,816)	(3,469)	969	675	60,718	58,198
Plant Hire & Depot/Indirect	22	15	954	599	(932)	(584)	-	-	1,895	1,753
Unclassified Activities	-	-	677	383	(677)	(383)	-	-	608	522
Council Administration	10,302	9,832	2,699	2,532	7,603	7,300	74	41	9,150	11,012
Total Functions/Activities	15,137	14,146	14,095	14,101	1,042	45	1,544	1,024	116,622	115,413

Revenues and expenses exclude net gain (loss) on disposal or revaluation of assets, net gain (loss) from joint ventures & associated entities, amounts received specifically for new or upgraded assets and physical resources received free of charge.

District Council of Yankalilla

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

Note 12b. Components of Functions

\$ '000

The activities relating to Council functions are as follows:

BUSINESS UNDERTAKINGS

Caravan Parks, Gravel Pits/Quarries, Private Works, Property Portfolio, Sewerage/CWMS, Water Supply – Domestic, Wirrina CWMS & Water Supply.

COMMUNITY SERVICES

Public Order and Safety, Crime Prevention, Emergency Services, Other Fire Protection, Other Public Order and Safety, Pest Control – Health, Immunisation, Preventive Health Services, Other Health Services, Community Support, Home Assistance Scheme, Children and Youth Services, Community Assistance, Community Transport, Family and Neighbourhood Support, Other Community Support, Community Amenities, Bus Shelters, Cemeteries / Crematoria, Public Conveniences, Car Parking – non-fee-paying, Telecommunications Networks, and Other Community Amenities.

CULTURE

Static Library Service, Museums and Art Galleries, and Other Cultural Services.

ECONOMIC DEVELOPMENT

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

ENVIRONMENT

Waste Management, Domestic Waste, Green Waste, Recycling, Transfer Stations, Waste Disposal Facility, Other Waste Management, Other Environment, Coastal Protection, Stormwater and Drainage, Street Cleaning, Street Lighting, Streetscaping, Natural Resource Management Levy, and Other Environment.

RECREATION

Jetties, Other Marine Facilities, Parks and Gardens, Sports Facilities – Outdoor and Other Recreation.

REGULATORY SERVICES

Dog and Cat Control, Building Control, Town Planning, Clean Air/Pollution Control, Litter Control, Health Inspection, Other Fire Protection, Parking Control, and Other Regulatory Services.

TRANSPORT

Bridges, Footpaths and Kerbing, Roads – sealed, Roads – formed, Roads – natural formed, Roads – unformed, Traffic Management, LGGC – roads (formula funded), and Other Transport.

PLANT HIRE & DEPOT

Plant Hire and Depot Costs

UNCLASSIFIED ACTIVITIES

Infrastructural Management, Technical Service and Building Management.

COUNCIL ADMINISTRATION

Governance, Administration n.e.c., Elected Members, Organisational, Support Services, Accounting/Finance, Payroll, Human Resources, Information Technology, Communication, Rates Administration, Records, Occupancy, Contract Management, Customer Service, Other Support Services, Revenues, LGGC – General Purpose and Separate Rates.

District Council of Yankalilla

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

Note 13. Financial Instruments

\$ '000

Recognised Financial Instruments

Bank, Deposits at Call, Short Term Deposits

Accounting Policy:

Carried at lower of cost and net realisable value; Interest is recognised when earned.

Terms & Conditions:

Deposits are returning fixed interest rates between 0.25% and 2.50% (2016: 0.25% and 2.50%). Short term deposits have an average maturity of 365 days and an average interest rate of 1.50% (2016: 365 days and 1.75%).

Carrying Amount:

Approximates fair value due to the short term to maturity.

Receivables

Rates & Associated Charges

(including legals & penalties for late payment)

Note: These receivables do not meet the definition of "financial instruments" and have been excluded from the following disclosures.

Accounting Policy:

Carried at nominal values less any allowance for doubtful debts. An allowance for doubtful debts is recognised (and re-assessed annually) when collection in full is no longer probable.

Terms & Conditions:

Secured over the subject land, arrears attract interest of 0.60% and quarterly interest 2% (2016: 0.60% and quarterly interest 2%). Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries in the State.

Carrying Amount:

Approximates fair value (after deduction of any allowance).

Receivables

Fees & Other Charges

Accounting Policy:

Carried at nominal values less any allowance for doubtful debts. An allowance for doubtful debts is recognised (and re-assessed annually) when collection in full is no longer probable.

Terms & Conditions:

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

Carrying Amount:

Approximates fair value (after deduction of any allowance).

District Council of Yankalilla

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

Note 13. Financial Instruments (continued)

\$ '000

Recognised Financial Instruments

Receivables

Other Levels of Government

Accounting Policy:

Carried at nominal value.

Terms & Conditions:

Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of State and Federal Governments.

Carrying Amount:

Approximates fair value.

Liabilities

Creditors and Accruals

Accounting Policy:

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

Terms & Conditions:

Liabilities are normally settled on 30 day terms.

Carrying Amount:

Approximates fair value.

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

Note 13. Financial Instruments (continued)

\$ '000

Recognised Financial Instruments

Liabilities

Interest Bearing Borrowings

Accounting Policy:

Carried at the principal amounts. Interest is charged as an expense as it accrues.

Terms & Conditions:

Secured over future revenues, borrowings are repayable (describe basis); interest is charged at fixed (or variable - describe) rates between 3.9% and 7.0% (2016: 3.9% and 7.0%).

Carrying Amount:

Approximates fair value.

Liabilities

Finance Leases

Accounting Policy:

Accounted for in accordance with AASB 117.

District Council of Yankalilla

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

Note 13. Financial Instruments (continued)

\$ '000	Due < 1 year	Due > 1 year & ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
2017					
Financial Assets					
Cash & Equivalents	3,310	-	-	3,310	3,310
Receivables	397	66	-	463	463
Total Financial Assets	3,707	66	-	3,773	3,773
Financial Liabilities					
Payables	1,260	-	-	1,260	1,260
Current Borrowings	539	-	-	539	539
Non-Current Borrowings	-	3,506	1,873	5,379	5,379
Total Financial Liabilities	1,799	3,506	1,873	7,178	7,178

\$ '000	Due < 1 year	Due > 1 year & ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
2016					
Financial Assets					
Cash & Equivalents	5,645	-	-	5,645	5,645
Receivables	456	14	-	470	470
Total Financial Assets	6,101	14	-	6,115	6,115
Financial Liabilities					
Payables	2,460	-	-	2,460	2,460
Current Borrowings	536	-	-	536	536
Non-Current Borrowings	-	3,331	2,520	5,851	5,851
Total Financial Liabilities	2,996	3,331	2,520	8,847	8,847

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

	30 June 2017		30 June 2016	
	Weighted Avg Interest Rate	Carrying Value	Weighted Avg Interest Rate	Carrying Value
Fixed Interest Rates	6.26%	5,918	6.28%	6,387
		5,918		6,387

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.

District Council of Yankalilla

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

Note 13. Financial Instruments (continued)

\$ '000

Risk Exposures

Credit Risk represents the loss that would be recognised if counterparties fail to perform as contracted. The maximum credit risk on financial assets of the Council is the carrying amount, net of any allowance for doubtful debts. All Council investments are made with the SA Local Government Finance Authority and are guaranteed by the SA Government. Except as detailed in Notes 5 & 6 in relation to individual classes of receivables, exposure is concentrated within the Council's boundaries, and there is no material exposure to any individual debtor.

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

Liquidity Risk is the risk that Council will encounter difficulty in meeting obligations with financial liabilities. In accordance with the model Treasury Management Policy (LGA Information Paper 15), liabilities have a range of maturity dates. Council also has available a range of bank overdraft and standby borrowing facilities that it can access.

Interest Rate Risk is the risk that future cash flows will fluctuate because of changes in market interest rates. Council has a balance of both fixed and variable interest rate borrowings and investments. Cash flow fluctuations are managed holistically in seeking to minimise interest costs over the longer term in a risk averse manner.

Note 14. Commitments for Expenditure

\$ '000

Notes

2017

2016

(a). Capital Commitments

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

Buildings	-	571
	-	571
These expenditures are payable:		
Not later than one year	-	571
	-	571

(b). Other Expenditure Commitments

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

Audit Services	-	18
Waste Management Services	-	709
Employee Remuneration Contracts	-	195
Other Maintenance Contracts	-	45
	-	967

District Council of Yankalilla

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

Note 15. Financial Indicators

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

These Financial Indicators have been calculated in accordance with *Information paper 9 - Local Government Financial Indicators* prepared as part of the LGA Financial Sustainability Program for the Local Government Association of South Australia.

1. Operating Surplus Ratio

Operating Surplus	1,042	7%	0%	1%
Total Operating Revenue	15,137			

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

1a. Adjusted Operating Surplus Ratio

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

	900	6%	(4%)	0%
	15,137			

2. Net Financial Liabilities Ratio

Net Financial Liabilities	3,134	21%	20%	29%
Total Operating Revenue	15,137			

Net Financial Liabilities are defined as total liabilities less financial assets (excluding equity accounted investments in Council businesses). These are expressed as a percentage of total operating revenue.

3. Asset Sustainability Ratio

Net Asset Renewals	3,835	75%	92%	50%
Infrastructure & Asset Management Plan required expenditure	5,132			

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.

District Council of Yankalilla

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

Note 16. Uniform Presentation of Finances

\$ '000	2017	2016
<p>The following is a high level summary of both operating and capital investment activities of the Council prepared on a simplified Uniform Presentation Framework basis.</p> <p>All Councils in South Australia have agreed to summarise annual budgets and long-term financial plans on the same basis.</p> <p>The arrangements ensure that all Councils provide a common 'core' of financial information, which enables meaningful comparisons of each Council's finances.</p>		
Income	15,137	14,146
less Expenses	(14,095)	(14,101)
Operating Surplus / (Deficit)	1,042	45
<p>less Net Outlays on Existing Assets</p>		
Capital Expenditure on Renewal and Replacement of Existing Assets	3,835	2,500
less Depreciation, Amortisation and Impairment	(3,136)	(3,365)
less Proceeds from Sale of Replaced Assets	-	(143)
Subtotal	699	(1,008)
<p>less Net Outlays on New and Upgraded Assets</p>		
Capital Expenditure on New and Upgraded Assets (including Investment Property & Real Estate Developments)	912	112
less Amounts Received Specifically for New and Upgraded Assets	(222)	(90)
less Proceeds from Sale of Surplus Assets (including Investment Property & and Real Estate Developments)	(124)	(79)
Subtotal	566	(57)
Net Lending / (Borrowing) for Financial Year	(223)	1,110

District Council of Yankalilla

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

Note 17. Operating Leases

\$ '000

2017

2016

Leases Providing Revenue to the Council

Council owns various buildings, plant and other facilities that are available for hire or lease (on a non-cancellable basis wherever practicable) in accordance with the published revenue policy. Rentals received from such leases are disclosed as rent and hire of non-investment property in Note 2.

(i) Investment Property

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

Leases commitments under all non-cancellable lease agreements, including those relating to Investment Property, are as follows:

Not later than one year	33	33
Later than one year and not later than 5 years	100	133
	<u>133</u>	<u>166</u>

(ii) Lease Payment Commitments of Council

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

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

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

No lease contains any escalation clause

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

Not later than one year	3	9
Later than one year and not later than 5 years	7	8
	<u>10</u>	<u>17</u>

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

Note 18. Superannuation

\$ '000

The Council makes employer superannuation contributions in respect of its employees to Statewide Super (formerly Local Government Superannuation Scheme). There are two types of membership, each of which is funded differently. Permanent and contract employees of the South Australian Local Government sector with Salarylink benefits prior to 24 November 2009 have the option to contribute to the Accumulation section and/or Salarylink. All other employees (including casuals) have all contributions allocated to the Accumulation section.

Accumulation only Members

Accumulation only members receive both employer and employee contributions on a progressive basis. Employer contributions are based on a fixed percentage of ordinary time earnings in accordance with superannuation guarantee legislation (9.50% in 2016/17; 9.50% in 2015/16). No further liability accrues to the Council as the superannuation benefits accruing to employees are represented by their share of the net assets of the Fund.

Salarylink (Defined Benefit Fund) Members

Salarylink is a defined benefit scheme where the benefit payable is based on a formula determined by the member's contribution rate, number of years and level of contribution and final average salary. Council makes employer contributions to Salarylink as determined by the Fund's Trustee based on advice from the appointed Actuary. The rate is currently 6.3% (6.3% in 2015/16) of "superannuation" salary.

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

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

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

Contributions to Other Superannuation Schemes

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

District Council of Yankalilla

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

Note 19. Interests in Other Entities

\$ '000

All joint ventures and associates are required to prepare Annual Financial Statements that comply with the SA Local Government Model Financial Statements.

	Council's Share of Net Income		Council's Share of Net Assets	
	2017	2016	2017	2016
Joint Ventures	13	(1)	120	107
Total	13	(1)	120	107

(a) Carrying Amounts

Name of Entity	Principal Activity	2017	2016
Southern & Hills Local Government Association	Undertakes a regional coordinating, representational, advocating and marketing role on behalf of its member councils.	11	6
Fleurieu Regional Waste Authority	An authority formed by the member councils of the Fleurieu Peninsula in South Australia in order to manage their waste and recycling.	109	101
Total Carrying Amounts - Joint Ventures		120	107

Southern & Hills Local Government Association

In conjunction with District Council of Yankalilla, other Constituents Councils are Adelaide Hills, Alexandrina Council, Barossa Council, Kangaroo Island Council, District Council of Mt Barker and District Council of Victor Harbor.

Fleurieu Regional Waste Authority

In conjunction with District Council of Yankalilla, other Constituents Councils are Alexandrina Council, Kangaroo Island Council, District Council of Mt Barker and District Council of Victor Harbor.

(b) Relevant Interests

Name of Entity	Interest in Operating Result		Ownership Share of Equity		Proportion of Voting Power	
	2017	2016	2017	2016	2017	2016
Southern & Hills Local Government Association	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%
Fleurieu Regional Waste Authority	15.0%	15.0%	15.0%	15.0%	15.0%	15.0%

(c) Movement in Investment in Joint Venture or Associate

	Southern & Hills Local Government Association		Fleurieu Regional Waste Authority	
	2017	2016	2017	2016
Opening Balance	6	11	101	97
Share in Operating Result	5	(5)	7	4
Council's Equity Share in the Joint Venture or Associate	11	6	108	101

District Council of Yankalilla

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

Note 19. Interests in Other Entities (continued)

\$ '000

(d) Summarised Financial Information of the Equity Accounted Business

Statement of Financial Position	Southern & Hills Local Government Association		Fleurieu Regional Waste Authority	
	2017	2016	2017	2016
Cash and Cash Equivalents	98	70	937	1,155
Other Current Assets	-	-	213	327
Non-Current Assets	-	-	2,357	2,634
Total Assets	98	70	3,507	4,116
Current Trade and Other Payables	5	20	878	1,031
Current Financial Liabilities	-	-	602	567
Current Provisions	-	-	235	209
Non-Current Financial Liabilities	-	-	980	1,582
Non-Current Provisions	-	-	90	53
Total Liabilities	5	20	2,785	3,442
Net Assets	93	50	722	674
Statement of Comprehensive Income	Southern & Hills Local Government Association		Fleurieu Regional Waste Authority	
	2017	2016	2017	2016
Other Income	204	39	7,539	7,117
Contributions from Constituent Councils	73	84	-	-
Asset Disposals & Fair Value Adjustments	-	-	21	13
Interest Income	3	3	8	17
Total Income	280	126	7,568	7,147
Employee Costs	-	-	2,758	2,611
Materials, Contracts & Other Expenses	233	162	3,959	3,732
Depreciation, Amortisation and Impairment	-	-	699	640
Finance Costs	3	3	104	135
Total Expenses	236	165	7,520	7,118
Operating Result	44	(39)	48	29

Notes to and forming part of the Financial Statements

for the year ended 30 June 2017

Note 20. Contingencies & Assets/Liabilities Not Recognised in the Balance Sheet

The following assets and liabilities do not qualify for recognition in the Balance Sheet, but knowledge & is considered relevant to the users of the financial report in making and evaluating decisions about the allocation of scarce resources.

1. LAND UNDER ROADS

As reported in the Financial 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 the 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 1,026 km of road reserves of average width 19 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 deductible "insurance excesses", 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 MATTERS

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 2 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.

District Council of Yankalilla

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

Note 21. Events after the Balance Sheet Date

Events that occur after the reporting date of 30 June 2017, up to and including the date when the financial statements are "authorised for issue" have been taken into account in preparing these statements.

Council has adopted the date of receipt of the Auditors' Report as the appropriate "authorised for issue" date relating to these General Purpose Financial Statements.

Accordingly, the "authorised for issue" date is 22 March 2018.

Council is unaware of any material or significant "non adjusting events" that should be disclosed.

Note 22. Related Party Transactions

\$ '000

2017

Key Management Personnel

Transactions with Key Management Personnel

The Key Management Personnel of the Council include the Mayor, Councillors, CEO and certain prescribed officers under section 112 of the *Local Government Act 1999*. In all, 11 persons were paid the following total compensation:

The compensation paid to Key Management Personnel comprises:

Short-Term Employee Benefits	551
Termination Benefits	36
Total	<u>587</u>

Amounts paid as direct reimbursement of expenses incurred on behalf of Council have not been included above.

Receipts from Key Management Personnel comprise:

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

One planning and building application fee was received by a Key Management Personnel of the Council to the value of \$165.75.

THE DISTRICT COUNCIL OF YANKALILLA

ABN 17 163 010 187

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Members of The District Council of Yankalilla

REPORT ON THE AUDIT OF THE FINANCIAL REPORT***Opinion***

We have audited the accompanying financial report, being a general purpose financial report, of The District Council of Yankalilla (the Council), which comprises the Certification of Financial Statements on the annual statements giving a true and fair view of the financial position and performance, the Statement of Financial Position as at 30 June 2017, the Statement of Comprehensive Income, the Statement of Changes in Equity, the Statement of Cash Flows for the year then ended and the notes comprising a summary of significant accounting policies and other explanatory information.

In our opinion:

- (a) the financial report presents fairly, in all material respects, the financial position of The District Council of Yankalilla as at 30 June 2017 and its financial performance and cash flows for the year then ended; and
- (b) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Local Government Act 1999 and Regulations.

Auditor's Responsibility

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. 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 the financial report 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 judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the The District Council of Yankalilla, 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.

Independence

We confirm that the independence declaration required by the Australian professional accounting bodies and the Local Government Act and Regulations, which has been given to the Council, would be in the same terms if given as at the time of this auditor's report.

HLB Mann Judd Audit (SA) Pty Ltd ABN: 32 166 337 097

169 Fullarton Road, Dulwich SA | Telephone +61 (0)8 8133 5000 | Facsimile +61 (0)8 8431 3502

Postal: PO Box 377, Kent Town SA 5071

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Council's responsibility for the Financial Report

The Council is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (Including the Australian Accounting Interpretations), the Local Government Act 1999, and the Local Government (Financial Management) Regulations 2011 (Regulations) made under that Act. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the Financial Report 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.



HLB Mann Judd
Chartered Accountants



Corey McGowan
Partner

Adelaide, South Australia
22 March 2018

**THE DISTRICT COUNCIL OF YANKALILLA
ABN 17 163 010 187**

INDEPENDENT ASSURANCE REPORT

To the Mayor and Members of the District Council of Yankalilla:

Report on the Internal Controls of the District Council of Yankalilla

We have audited the compliance of *the District Council of Yankalilla* (the 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 2016 to 30 June 2017 have been conducted properly and in accordance with law.

The Council's Responsibility for the Internal Controls

The Council is responsible for implementing and maintaining an adequate system of internal controls, in accordance with *Section 125 of the Local Government Act 1999* 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 2016 to 30 June 2017. ASAE 3100 also requires us to comply with the relevant ethical requirements of the Australian professional accounting bodies.

Our procedures included obtaining an understanding of controls in relation to the receipt, expenditure and investment of money, the acquisition and disposal of property and the incurring of liabilities, evaluating management's assessment of these controls, assessing the risk that a material weakness exists, and testing and evaluating the design and implementation of controls on a sample basis based on the assessed risks.

Limitation on Use

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

**THE DISTRICT COUNCIL OF YANKALILLA
ABN 17 163 010 187****INDEPENDENT ASSURANCE REPORT (CONTINUED)****Inherent Limitations**

Because of 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 opinion expressed in this report has been formed on the above basis.

Independence

In conducting our engagement, we have complied with the independence requirements of the Australian professional accounting bodies.

Basis for Disclaimer of Opinion

The Council adopted, its modified internal controls framework of the "Better Practice Model" that suited the Council's requirements, at the Council Meeting of 21 June 2016. However due to limitations in resources the Council was not able to effectively implement its adopted internal control framework for the period 1 July 2016 to 30 June 2017. Given the limitation, we were unable to satisfy ourselves as to Council's compliance with the internal control framework for the period 1 July 2016 to 30 June 2017.

Disclaimer of Opinion

We do not express an opinion as to whether the Council has complied, in all material respects, with Section 125 of the Local Government Act 1999, because of the significance of the matters described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion 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 2016 to 30 June 2017.

**HLB Mann Judd
Chartered Accountants****Corey McGowan
Partner****Adelaide, South Australia
22 March 2018****HLB Mann Judd Audit (SA) Pty Ltd ABN: 32 166 337 097**

169 Fullarton Road, Dulwich SA | Telephone +61 (0)8 8133 5000 | Facsimile +61 (0)8 8431 3502

Postal: PO Box 377, Kent Town SA 5071

District Council of Yankalilla

General Purpose Financial Statements for the year ended 30 June 2017

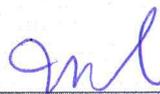
Certification of Auditor Independence

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of District Council of Yankalilla for the year ended 30 June 2017, the Council's Auditor, HLB Mann Judd 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*.



Nigel Morris
CHIEF EXECUTIVE OFFICER



Jeff Lucy
PRESIDING MEMBER, AUDIT COMMITTEE

Date: 14 March 2018