

DISTRICT COUNCIL of PETERBOROUGH



Amalgamated 1997

ANNUAL REPORT *Incorporating the Audited Financial Statements 2011/2012* **2011 / 2012**

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The content of Council's 2010 - 2011 Annual Report
is as required under Section 131 of the Local Government Act, 1999.
Progress on Council activities is reported monthly
in *The Informer*, which is circulated throughout the Peterborough district.



*** VISION***

A thriving community again with a quality lifestyle
and
sustainable economic base.

KEY RESULT AREA

- KRA** Economic sustainability
- KRA** Infrastructure
- KRA** Community well being
- KRA** The environment
- KRA** Representative and accountable local government



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FROM THE MAYOR : 2011/2012

Council has had a good year – with a workable budget that has not caused excess impost on the Ratepayers, plans for future projects and the completion and beginning of others. As always we have our critics (not necessarily unjustified at times) and an ongoing wish by residents for bigger, better, sometimes impossible schemes and achievements. Out of those ‘wishes’ often comes a gem and a nucleus of an idea and it is these small beginnings that often result in some of our most prolific outcomes.

The Town Square is an example. The then Premier of the day, Mike Rann, visited and gave us some unbudgeted money for curtains in the Town Hall. This promise of money given on an impulse sent the money men in Adelaide into a spin and some project had to be conceived that allowed Peterborough to be given money from an existing bucket of money. The result (after some years of planning, consultation and revisiting of the original idea) finished with us getting both the new curtains and the Town Square money as well. The Square is not without its’ critics but in the long run I predict it will prove a great benefit and something that goes with progress and the ever changing landscape and need for public space. Those who long for the ‘old days’ and ‘the space as it was before’ would do well to go to the History Rooms and look at the changing face of the square over the past 100 years – it has evolved and changed many times to the current very pleasant and useful offering. I look forward to many events and chances to see it used to its’ fullest benefit.

The much awaited Flood Mitigation Money from the State Government arrived – originally we thought that Federal money would be available but the dreadful floods on the Eastern Seaboard used all the money available through the Federal Government and whilst I appreciate the use of this Federal money in this way – some consideration for this State would have been appreciated. We have now begun our repairs on the roads, creek, bridges and areas of greatest need. The road hierarchy has been remodelled and roads have now been renamed and listed in revised categories that identify the roads with greatest use and need for repairs on a sliding scale. Our workforce will be out in the Region for at least 2 years. Let us hope that the 2 floods are not quickly repeated.

The YMCA is undergoing a change – the History Group have begun assembling displays which will eventually be open to the public upstairs, the RSL have relocated to the old Scout Hall, the Retired Railwayman’s Bowls has gone down to the Senior Citizens Hall and the kind donation of the Railway Station building model by Mary and Eldon Zimmerman and the purchase of the Meldonfield collection will allow the foyer and the old RSL room to be utilised for a wonderful Tourist attraction for Peterborough. Many thanks to Eldon and Mary!!

The old Printing Works/Time Office purchased from John Doney some years ago has been catalogued and cleaned by the hardworking History Group and will eventually be opened to the public. A lot of work has gone into the building and the collection and a lot more needs to happen but it is well on the way. It will be something to be very proud of when it is finally opened.

Council has taken over the Tourist Information Centre and has formed a new Tourism Committee which will work with Council, the tourism operators and the District to promote Peterborough to the rest of Australia as a ‘must stop/must see’ destination. The membership is representative of many aspects and operators and it will hopefully result in many more visitors and interest in Peterborough and District.

We continue to be concerned about Health, Business opportunities, the prospect of mine sites opening and continuing beyond the exploration state, Youth affairs, Education and the well being of all our ratepayers and residents. It is ongoing and certainly not unique to Councils of all sizes and locations. We are a member of the Central Local Government Region and regularly attend meetings at which the 15 member councils explore ways of sharing our experiences, lobbying Government and associated agencies on our behalf and making sure that the country voice is heard both in Adelaide and Canberra.

Our membership of the South Australian Local Government Association gives us a voice alongside the other 68 members of the association and our greatest chance for change and consideration from the State Government on many matters. Our membership of a Shared Services Group allows us to be part of projects that would otherwise prove too costly or not viable for us. We are partnered with Flinders Ranges (Quorn), Mt Remarkable (Melrose), Orroroo/Carrieton and ourselves and work very well together when the need arises.





The movement of Staff is always a factor. Our long serving CEO Terry Barnes (11 years) left us and Peter McGuinness took up the reins as CEO and Manger of Finance as a joint position. There have been changes in the Outside Workforce and the Administration Office and to the current moment we have 'full muster'. In total we employ people in the Outside Workforce, The Administration area, the Library, the Rural Transaction Centre, Steamtown, Tourist Information Centre, Health and Building. Most positions are full time but we have part time, casual and contract personnel along with 'shared' positions with other Councils. The Staff are skilled and dedicated and work on your behalf with diligence and care. I thank and commend them to you all. It can be a difficult task at times but they always come up smiling. I admire their patience and cool heads under great adversity at times.

The Councillors have had a busy year and have represented you all with honesty and attention to detail. It is not an easy task and will be made even more difficult when the review of the Local Government Act and the introduction of new measures to make us more accountable to our ratepayers and the public at large are implemented. We move every motion and recommendation with the well-being of everyone in mind but sometimes 'democracy' gets in the way – the good of the greater amount of people. This does not always please everyone and I am reminded that ..

.. "You can please most of the people some of the time, some of the people most of the time - but never all of the people all of the time!"

Thank you for the opportunity to represent you.



Ruth Whittle OAM
Mayor
District Council Peterborough





REPORT FROM THE CHIEF EXECUTIVE OFFICER : 2011/2012 :

Now, with the 2010 – 2011 financial year at an end, we can look back and reflect on the achievements.

In January 2012, Council engaged the services of Adelaide Innovative Landscaping to carry out the work of the Main Street upgrade. It was completed by June 2012 and the finalised product is spectacular.

To fulfil our part in saving and improving the environment, Council applied for, and was successful in obtaining, a grant for Stormwater Capture & Re-Use. As part of this program, DGL Industrial was engaged to reline the stormwater drain so that all water captured would end up in the reservoir. From there, Terrain Group was able to install a reticulation system enabling the reservoir water to be redirected to the parks and gardens throughout Peterborough.

The Town courts have been revamped with new surfaces – a long and arduous task, but we eventually made it!

During the year, Council employed Garry Dowell to maintain the parks and gardens, replacing Mick Pluckhahn. Terry Barnes, the previous CEO, has moved on to work on Eyre Peninsula and we wish them well in their new endeavours. A steady work force has been maintained throughout the year.

During December 2010 and January 2011, major flooding occurred throughout the district causing severe and extensive damage to our road network. Council therefore made a claim against the Local Government Disaster Fund, which is distributed by the State Government, for \$3.0million – and was successful in gaining the funding! This will be paid in two (2) equal instalments : one in 2011/2012, the other in 2012/2013. Work has commenced on restoring the roadworks.

Steamtown continues to thrive with 10,250 visitors through the door in 2010/2011 , and an increase of 11.6% in 2011/2012. Steamtown continues to grow and achieve major contributions to the economic stimulus of the township. Council is continually conscious of the valuable input of the Volunteers who make these enterprises possible in our community – Thank You!

This Council continues to work with other Councils to improve our future sustainability through some shared services, such as :-

- The Flinders Ranges Development Assessment Panel
- Shared employment of the Development Officer
- Shared employment of the Environmental Health Officer
- The Northern Passenger Transport Network
- The mid north Be Active Field Officer
- Council's Waste & Recycling service
- Appointment of a shared auditor.

To be able to build or maintain services within our towns, Council needs to apply for, and be successful in obtaining, grant funding from both State and Federal Governments. Some of the funding we have received has been for:-

- Community Wastewater Management Scheme
- Special Local Roads Grant
- Places for People Grant – Main Street upgrade
- Cities & Towns Grant for Drain Repair and Stormwater Capture & Re-Use
- Youth Connect Grant.

Thank you to the staff and Elected Members of District Council of Peterborough for their assistance over the past six months as I settle into my new role as C.E.O. – and thanks also to Terry Barnes for his help.



Peter McGuinness
Chief Executive Officer





REPORT OF FINANCE AND ADMINISTRATION : 2011 /2012 :

The Financial Statements for the District Council of Peterborough for the 2011/12 financial year were adopted by Council at the meeting held on the 19th November 2012. That document forms part of this Annual Report.

A net deficit of \$173,761 has resulted this year, a decrease against the deficit in 2010/11 due to a tighter control over spending and improved purchasing procedures. A significant shortfall in our cash management to cover depreciation exists and therefore hampering our ability to replace or maintain assets.

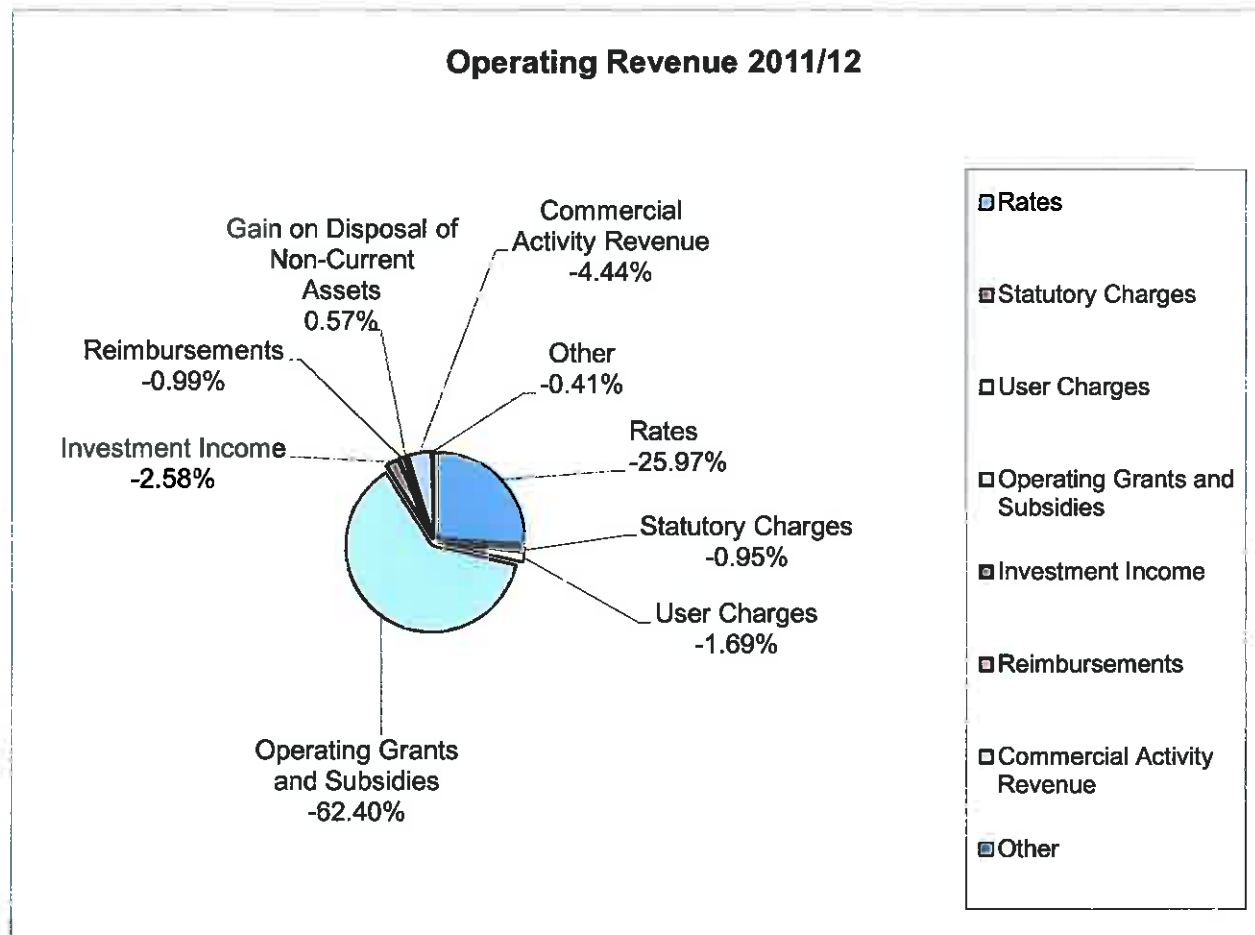
Council set the rates, the result being the income derived was an increase of 6.11% over the previous year. Setting a realistic budget Council was able to continue with some of its asset replacement/upgrade program. Capital expenditure for the year was \$1,661,171 with disposals of \$67,538.

Among the purchases for this year were Stormwater Reuse and Reticulation System, Main Street Upgrade and further kerb and seal works.

Council has been able to fund these purchases using grant money. There were no new loans for this financial year. Council has received \$1,500,000 from the Local Government Disaster Fund for the district road repairs. The funds are currently invested with the Local Government Finance Authority.

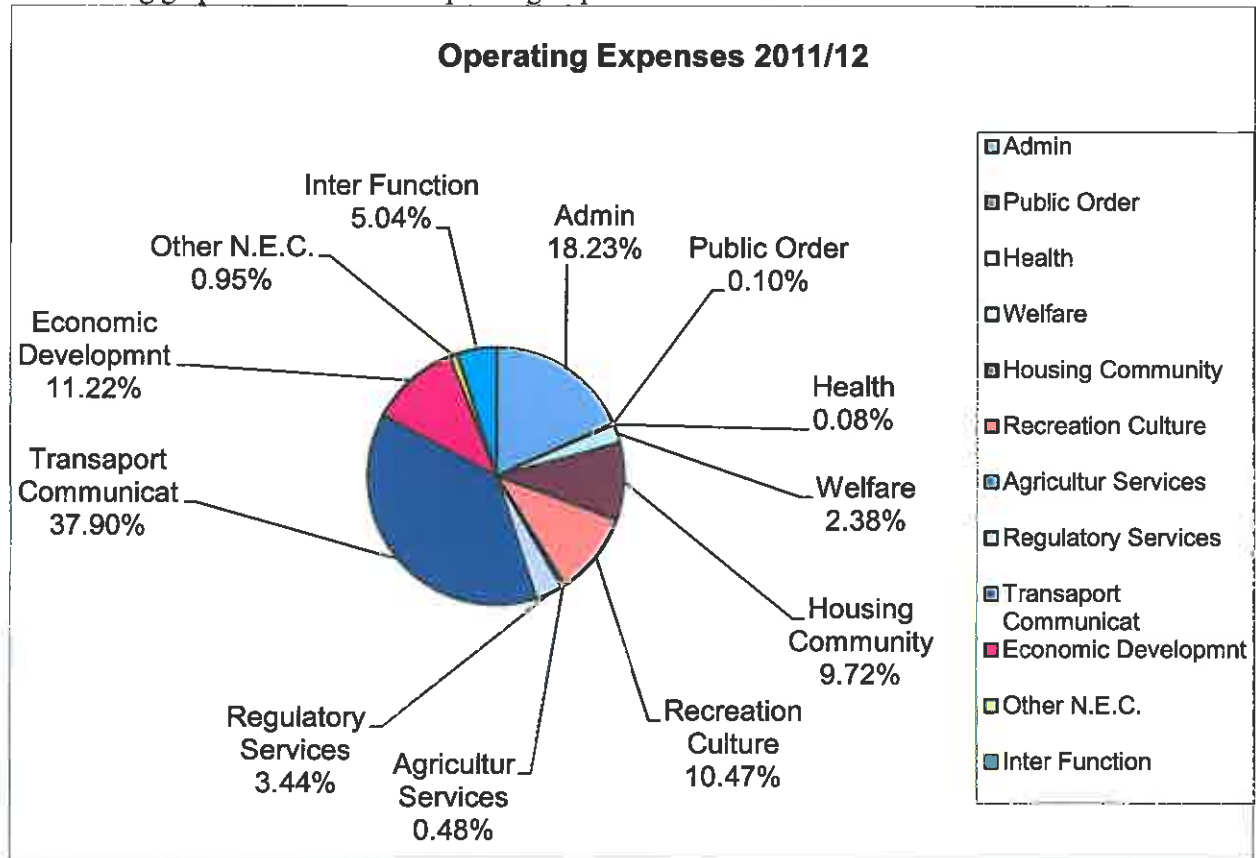
Investment holdings increased to \$4,334,457 as at 30th June 2012, an increase over last year of \$1,061,902.

The following graph summarises the Operating Revenue for 2011/12



From the above graph it can be seen that Council relies on both State and Federal funding, with Council Rates only contributing 25.97% to total revenue.

The following graph summarises the Operating Expenditure for 2011/12.



The above graph shows the services on which Council spends the revenue it receives. Council rates equate to only 25.37% of the total expenditure.



Peter McGuinness
Chief Executive Officer

Finance



REPORT FROM THE WORKS MANAGER : 2011 /2012 :

A number of worthy projects have been completed in the 2011/2012 financial year and include but are not limited to:-

Storm Water Capture, Re-use and Reticulation :

Council was successful in a grant application of \$465k to capture storm water for re-use on Council Parks and Reserves. The grant funds had to be matched by Council.

To capture the maximum amount the grant also funded the rehabilitation/sealing of the 100 year old open drain running along Cotton Road, Victoria Street, Bridges Street to Petersburg Road.

The project also funded the installation of the pump station at the Town Reservoir and the irrigation piping to the parks and reserves including the sprinkler systems.

November 2011 Pensioner Pick up Scheme

This free hard waste collection scheme for the aged and disabled pensioners of Peterborough and Yongala was again very successful and was greatly appreciated by the aged and disabled pensioners that participated in the scheme.

Tarcowie Rd

Resheeting works funded by the Roads to Recovery were completed between Erskine Road and Giddings Road (the Council Boundary)

Flood Damage

The two serious flood damage events of December 2011 and February 2012 resulted in the most widespread degree of flood damage experienced in living memory for this area resulting in \$3 million dollars of damage to the rural road network.

This extensive flood damage has resulted in a huge disruption to the planned road construction and maintenance program for the year.

After nearly one year of waiting, Council finally received \$1.5 million with the second instalment expected next financial year.

Rubble raising and sheeting works have been in progress ever since!

Town Square Re Development

Council was successful in securing a grant to the value of \$469,359 for the extensive redevelopment that has taken place at the Town Square.

This project was fully funded by grant money without Council having to contribute any funds to the project.

Kerb and Seal Widening Program

The Kerb and Seal Widening program has been on-going for a number of years with Hawthorne Street, Railway Terrace to Queen Street being completed in 2012 using Roads to Recovery Funding.

Victoria Park – Re lining of the Pond

Due to on-going and extensive water loss Victoria Park pond underwent an extensive re lining process. Since being re lined , water levels can now be maintained with only minimal topping up required.





Waste Management :

Transfer Station Development.

Council was successful in securing a grant to install a hard stand area in front of the Transfer Station Shed and raised platform area which will be installed soon after confirmation that the grant application was successful.

Town Courts Upgrade

A grant was obtained to resurface the Northern Courts with an acrylic surface and the southern courts with a synthetic surface with almost all of the works being completed before 26th of May 2012. Unfortunately there were a number of defects which the contractors were made aware of that would be rectified in due course.

Rural Property Addressing

Rural Property Addressing within the District Council of Peterborough was completed just before Christmas in 2011 making the District Council of Peterborough one of the first in the Northern Region to implement the new addressing scheme.

General :

There have been many smaller projects and routine maintenance works performed on an on-going basis that have not been mentioned as they are too numerous to mention in detail, but they do include all the routine maintenance of the

Parks, Reserves

Swimming Pool

Cemeteries

regular Main Street sweeping, with other streets alternatively,

Patrol Grading

Sign Maintenance

Footpath Maintenance

Pre Fire Season Slashing

Drainage Maintenance

Tree trimming/felling and removal

and Transfer Station Operations

This year, just like most others, has had its challenges and although it isn't always easy, everyone has worked hard to achieve our more positive outcomes.

I would like to pass on my thanks to the Deputy Works Manager Depot Staff, the CEO, Town Hall Staff, the Mayor and other Elected Members.



*Chris Thomson
Works Manager*



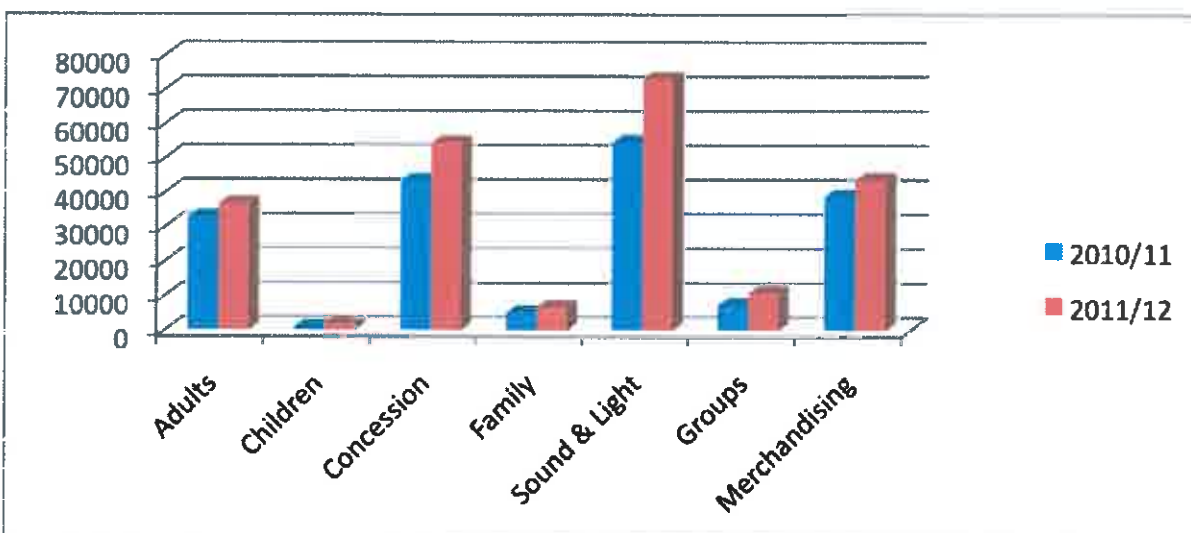
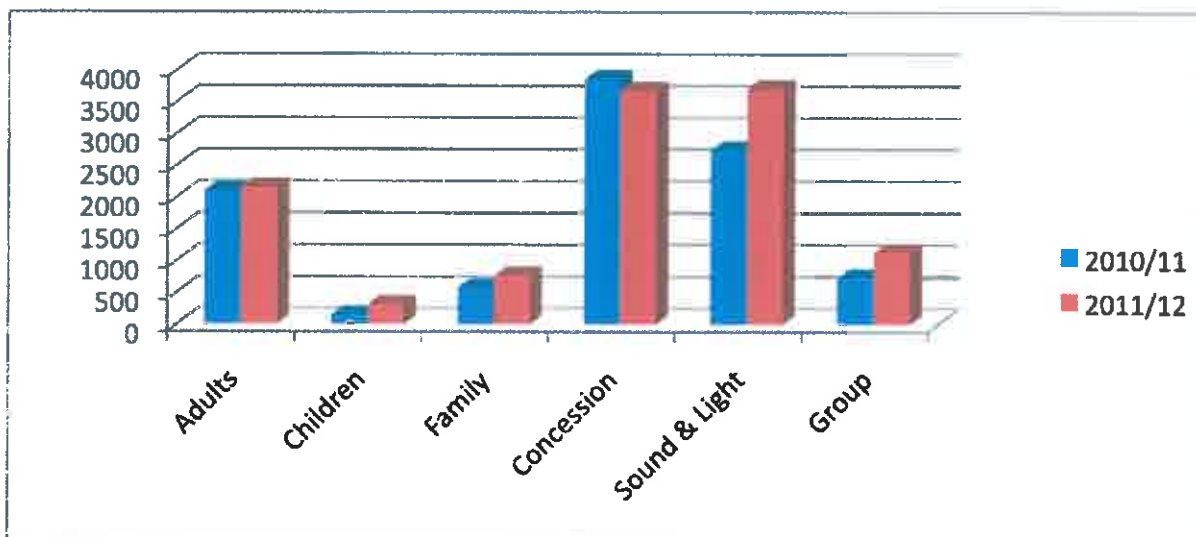


REPORT FROM THE STEAMTOWN HERITAGE RAIL CENTRE : 2011 / 2012 :

Executive Summary from S.H.R.C. Annual Report 2011/2012:

Steamtown Heritage Rail Centre's visitation and turnover continued to increase in the financial year of 2011/12. Marketing activities focused on the Family market, the Sound & Light Show and the Group market; all markets delivered increased results, in visitor numbers as well as in turnover.

Total visitation increased by a further 16% and turnover by 25% in comparison to the previous year.



Major display improvements took place such as Sound & Light installations in the 2 Roundhouse Bays where the Wclass and PMR class Locomotives are positioned, in the NSU 55 Diesel Locomotive and the 1st Class Old Ghan Sleeper, plus the 1917 carriage and the 1st class Lounge car and in the T199 locomotive based in the Diesel Shed. In the Roundhouse the Flat-top carriage was equipped with cargo, i.e. rejuvenated tractors, restored Oil-drums and other items, making it more attractive as a display. Major improvements were carried out by the Volunteers in the Diesel shed to host the T199 100th anniversary celebrations in March 2012. T199 received further visual improvements and 'steam' was added through a smoke machine. Various historic Station signs were installed together with Hessian wall coverings, a mock-up carriage interior for disabled people, as well as a Stationmaster mock-up office. The Diesel shed underwent major window repairs, i.e. all broken windows were replaced and hence no more birds are getting in enhancing the cleanliness in the shed and further wall displays have been installed since. A major achievement was the restoration of W 907 which will be placed in front of the car park of SHRC as an advertisement. More interpretive signage was carried out as well and new displays added enhancing the experiences of visitors. The Sound & Light Show developed into a major tourist attraction, operating nearly every night and during the high season up to 3 shows per night were performed. SHRC received a Tourism Bronze award in the 2011-SATIC State Tourism awards in the LGA section.



Another highlight in 2011/12 was the donation by Genesee & Wyoming of a 500 class Diesel Shunter (532) to SHRC which was delivered in June 2012 and undergoes restoration soon.



The Sound & Light Show carriage was taken out of action for a fortnight so that major repairs could be carried out due to flood damage. The carriage is now equipped with a fibreglass roof and the walls and ceilings are insulated. A number of Peppertrees were removed next to the car Park to enhance the visibility of SHRC and additional lights were installed at the Entrance to make the access safer especially during the night for the Sound & Light Show. The volunteers installed a missing 50m steel cable between the Turn Table and the Round House securing the electricity supply structure from collapsing when the turntable is being used.

The Peterborough High School students finished the restoration of the Sheep Van and are close of finishing the restoration of the Cattle van.

Another highlight in the past financial year was the Bicentenary celebration for the T199 on 3rd March 2012. Over 100 paying visitors came along from as far as Victoria and money was raised for future restoration projects.



Peterborough High school students assisted again, by providing students who served the meals during the night and also provided musicians to for music during the night.

The SHRC volunteers have done an absolute fabulous job, both the Tour guides to handle the increased visitor numbers and also the volunteers involved behind the scene in the many restoration, maintenance, clean-up and all other odd jobs. Without them SHRC could have not delivered these positive results.



SHRC Management Committee :

The SHRC Management Committee is a Section 41 Committee of Council and meets monthly on the 2nd Monday of each month at Steamtown Heritage Rail Centre.

Voting members

Ruth Whittle
Peter McGuinness (CEO District Council of Peterborough)
Shane Mills (Councillor DC of Peterborough)
Jason Schell (BHP Billiton Roxby Downs)
Frank Hardbottle
Leslie Clayton
Kelly Anne Saffin
John Evans

(Mayor District Council of Peterborough) Chair
Council Representative
Council Representative
Community Representative
Community Representative
Community Representative
Mid-North/York RDA
SATC

Non voting member:

Horst Endrulat (Manager - SHRC)

Horst Endrulat
SHRC Manager/Tourism Officer

**REPORT FROM THE GENERAL INSPECTOR/FIRE PREVENTION OFFICER : 2011/2012 :**

The 2011-2012 fire danger season proved to be a busy time for all, with average rain fall received, providing a season conducive to average fuel loads –4T.Ha. The larger fuel loads greatly increased the potential fire threat, both in townships and rural areas.

This season, there were ninety eight (142) 105F Fire Emergency Notices issued. Four (10) required action for non-compliance, with works carried out by a contractor.

Council's slashing programs in the townships of Peterborough and Yongala has been ongoing with great success, most areas had to be slashed four (4) times. Co-operation and communication between the Works Depot and this office have made for a positive outcome.

GENERAL COMPLIANCE

Compliance in the area of regulatory services has been a relative success this year, with only a small number of residents continuing to resist change. With ongoing education in the areas of dog and cat management, parking, littering and property pride, change is occurring.

DOG & CAT MANAGEMENT BOARD STATISTICS 2011-2012

Barking complaints	22	Wandering dogs	67
Impounded	59	Returned to Owner	35
Attacks – Human	1	Attacks – Animal	8
Dogs Destroyed	27	Cats Destroyed	220

D.P.T.I. RAIL YARD AND VACANT BLOCKS

A slashing clean-up program of the rail yard and vacant blocks was undertaken by the Council Works Depot, the land in question is situated between the Silver Street fence, Railway Terrace and the western side of the single men's' quarters and various parcels of land owned by D.P.T.I. The area not only looks pleasing to the eye, but also allows D.P.T.I. to comply with the Fire and Emergency Services Act 105F, D.P.T.I. after some negotiations agreed to fund two (2) clean-ups at a cost of \$ 10725.00

CORE RESPONSIBILITIES

* Fire Prevention

* Legislation Compliance

DELEGATIONS/AUTHORISATIONS

* Local Government Act, 1999

* Dog and Cat Management Act, 1995

* Environmental Protection Act – Burning Policy, 1993

* Development Act 1993

* Fire and Emergency Services Act 2005

* Impounding Act 1920

COUNCIL REPRESENTATION/COMMITTEES

* Bush Fire Management Committee, Flinders/Mid North/Yorke

* Health & Wellbeing Committee

* Northern Areas Inspectors Network

* Community Safety – Watch SA

* Community Safety – Road Safety Group

* Yorke and Mid North Emergency Management Committee

* Authorised Persons Association

* Fun Run Committee

* Skate Park Committee

* H.C.I Steering Committee



Lawrence Heath

General Inspector/Fire Prevention Officer





REPORT FROM THE ENVIRONMENTAL HEALTH OFFICER: 2011/2012:

ENVIRONMENTAL HEALTH ISSUES AND FOOD PREMISE ASSESSMENTS

Routine Assessments of the following premises were undertaken during the year:

▪ Food Business Notification	Eleven (11)
▪ B&B, Hostels, Hotels residential/commercial	Twelve (12)
1.3 Food processing and retail	Twelve (12)
1.4 Public and Environmental Health Assessments	Thirty one (31)
1.5 <i>Legionella</i> Auditing and DECD Assessments	Seven (7)
1.6 Sporting/Community facilities	Six (6)
1.7 Food home/mobile producers and retailers	Ten (10)
1.8 Food enquiries/ actions	On-going

I have responded to a number of submission requests from the LGA and SA Health throughout the last 12 months. These submissions were relating to proposed and enacted regulation changes that are to occur or have been enacted over the last twelve months in both food compliance and assessment and public health practitioner sectors. Submissions related to areas such as:

- Public Health Act
- SA Food Act - Food Rating Scheme 1-14 Project changes
- Housing Improvement Act
- SA Biosecurity – changes to the egg producer guidelines
- SA Health Immunisation MOU with the LGA in Vector Controls and funding arrangements
- Housing Improvement Bill 2012 proposed changes

Food Safety Sessions – I continue to run Food Safety Sessions for all sectors of the food industry that services the communities that I work across. These sessions are well received throughout the food service sector and continue to make a positive impact on increasing food operators' understanding and knowledge of their food safety responsibilities and legislative requirements.

Last year I completed my Post Graduate Degree in Environmental Health Practice at Flinders University and Graduated from University with a Distinction in November 2011.

I recently completed my Lead Food Safety Auditor RABQSA training and assessment and I am currently in the process of submitting my application to SA Health. This will enable me to register as Food Safety Auditor and provide these essential services to the Mid North Area. Professional accreditation is required in Food Safety Auditing and pertains to the Australian Food Standards 3.3.1 Program.

Mark Smith
Environmental Health Officer



REPORT FROM THE DEVELOPMENT OFFICER : 2011/2012 :

During the 2011-2012 year, a total of forty nine (49) development applications were processed, with a total monetary value of \$661,648.00.

These included:-

- Town Hall kitchen upgrade
- Fifteen (15) solar panel installations
- Five (5) commercial
- One (1) commercial
- Sixteen (16) outbuildings
- Fifteen(15) additions/extensions
- Three (3) change of land use
- As well as five (5) septic tanks

The number of development applications has almost doubled those of the 2010/2011, although the \$ value of development is less, which is generally the same story throughout country Councils, not all though.

Building Fire Safety inspections still continue for places of accommodation, along with buildings accommodating large numbers of people.

I find my job very rewarding and enjoy the role I hold providing service to Peterborough and surrounding districts.



*Ron Ashenden
Development Officer*

REPORT FROM THE OHS&W AND RISK COORDINATOR : 2011/2012 :

At the District Council of Peterborough along with the rest of the state have been awaiting the change from the South Australian Occupational, Health, Safety and Welfare act to the Federal Governments new Work Health and Safety act and regulations finally passing through Parliament and will commence from January the 1st 2013 and run for a year in tandem with the state Act to give everyone the opportunity to catch up with the new system

In this year we have reviewed, the LGA's One System OHS&W policies in line with WorkCover and SafeWork S.A. requirements. This is a process of continuous improvement with the aim of reducing injuries and thus, claims.

Being a smaller Council with low staff numbers we are fortunate to have very few injuries which are mainly minor. Overall we had a total of twenty four (24) reports. These include all incidents; road and machinery incidents as well as customer observations, demonstrating that everyone knows to report all issues, however minor they may seem at the time.

We were again reviewed by the LGA Risk Services across the organisation in May 2012 and fared extremely well as this review covering all areas of risk throughout Council. Overall a great result!

In coming months we will again be audited by Workcover along with the other sixty eight councils around the state to check our compliancy to their performance standards. The Government considers Local Government an exemplary in this and it is extremely difficult to get it perfect first time which provides for continuous improvement.



*David Baldry
OHS&W and Risk Coordinator*

**REPORT FROM THE RURAL TRANSACTION CENTRE : 2011 - 2012:****OPENING HOURS: 9am x 1.00pm – 2.00pm x 3.30pm**

The Rural Transaction Centre is open for 6 hours a day, Monday – Friday. It is the district agency for both Centrelink and Service SA, the next nearest being Port Pirie, and recently, Clare.

Centrelink (now part of the Department of Human Services, which includes Medicare, Commonwealth Rehabilitation Services and Child Support) clients are serviced from 9am – 1.00pm.

Service SA offers assistance/gateway to State Government departments. Learner Driver's Theory Examinations can be arranged by appointment – also, Boat Licence Theory Tests.

The Rural Transaction Centre core activities also include:

'The Informer' – which is a free, monthly publication by the Council, delivered to residents of Peterborough and district keeping them up to date with information submitted by Council, service and sporting clubs, organisations etc. It is edited and printed at the Rural Transaction Centre – then compiled by a willing band of Volunteers at the Community & School Library.

Thank You to those willing folk

'Welcome Kit' - containing a wealth of local information for new residents (e.g. recycling/rubbish arrangements; emergency contacts; Hospital contacts and information – in fact, most things a 'newcomer' would need to have at hand) from Council which is also printed and compiled at the Centre.

Services available for a small fee are :

Secretarial Services

Photo-copying

Faxing

Internet Café

Laminating

Binding

Offices for hire

Statistics from 1st July 2011 until 30th June 2012 include :-

NAME OF ORGANISATION	ANNUAL TRANSACTIONS	Average Number. of TRANSACTIONS per WEEK
Centrelink	4,051	81
Service SA - Non - Financial	498	10
Service SA - Financial	61	1.2
Internet Café	134	2.7
PhotoCopying, Faxing, Typing, Laminating, Binding etc	412	8.2
Hire Of Office	166	3.3
The Informer	524	10.5



Di Harris
Manager Rural Transaction Centre (R.T.C)





REPORT FROM PETERBOROUGH SCHOOL AND COMMUNITY LIBRARY : 2011 - 2012

Peterborough has an unique facility where the Local Council Community Library and Peterborough High School Library share a building and resources but run autonomous units ie: staff, budget and equipment :

Council Staff:	Christine Malycha	Senior Library Assistant – level 3
	Michelle Travaille	Library Assistant – level 2
Relief Staff:	Mary Martin	Library Assistant – level 1

Statistics as per the Statistical bulletin: Public Libraries of SA

Population served: 1969
Registered borrowers: 980 = 48%

Loans for 2011 – 2012: 19,390 items {mean average of 20 items per patron for the year}

Services:	Books for all ages	Free internet usage + Wireless Network
	Children's play area	Computer facilities
	Sports Library	Magazines – Newspapers
	Hear-a-book services	Local history & reference collections
	Large print books	Interlibrary loans
	Compact discs - DVD's	

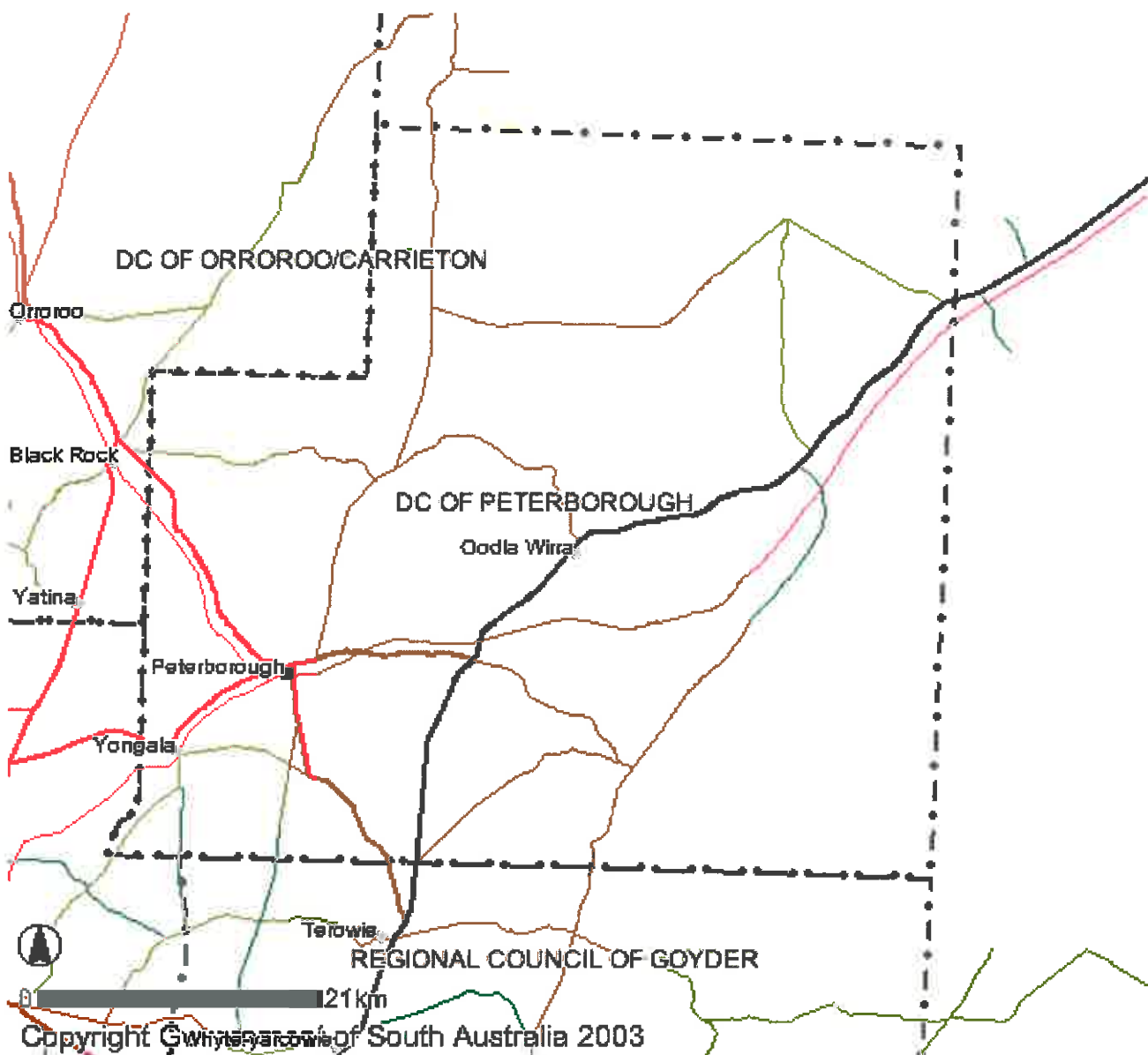
Ongoing programmes: Children's book week promotions: Involving all surrounding schools
Premier's reading challenge literacy support
School holiday activities for 4-12 year olds
Family history research
Short term house bound services

Christine Malycha/Michelle Travaille
School and Community Library



Michelle Travaille
Library Assistant



**GEOGRAPHICS :****DISTRICT COUNCIL of PETERBOROUGH**

Area :	2.995 km ²
Population :	approx. 2,000
Sealed Roads :	36.8 kms
Unsealed Roads :	1148.758 kms
Number of Assessments :	1,935
Number of Billable Assessments:	1,629
Rate Revenue :	\$1,051,771
Income :	\$2,889,800
Total Expenditure :	\$4,360,768

Local Industries Primary production, Abattoirs, Engineering, Tourism





COUNCIL MEMBERS :

<u>Mayor:</u>	(Mrs) I.R. (Ruth) Whittle	1983 - 1991 → as Mayor
<u>Deputy Mayor:</u>	Cr J Sandland	1993 - 2006 → as Deputy Mayor
<u>Councillors:</u>	(No Wards)	Eight (8) elected members

CONTACT DETAILS

**Her Worship the Mayor
Ruth WHITTLE OAM**
54 Main Street, PETERBOROUGH, SA 5422
Phone: 8651 2318 Mobile: 0438 891 903
e-mail: rwhittle@employmentdirections.com.au

Cassandra CHAMBERS
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PH : 8651 2927
Mob : 0418 789 703
email : b.s.sleep@gmail.com





STAFF OF COUNCIL : 2011 - 2012

Chief Executive Officer:

Terry D Barnes »Dec. 2011/Jan. 2012 »Peter McGuinness

Postal Address:

PO Box 121
PETERBOROUGH SA 5422

Telephone Number:

(08) 8651 3566

Facsimile Number:

(08) 8651 3066

E-mail:

council@peterborough.sa.gov.au

Auditor:

Ian McDonald FCA

Bankers:

Bank SA
Local Government Finance Authority (LGFA) – Investments

Insurance Brokers:

Local Government Risk Services

Administrative Staff

Terry Barnes	2011 : Chief Executive Officer
Peter McGuinness	2012: Chief Executive Officer
Peter McGuinness	Finance
Chris Thomson	Works Manager
Byron King	Deputy Works Manager
Mara Kastelyn	Reception/Creditors/Development, Cemetery & Dog Registers
Chick Polomka	Council support/Personal Assistant
Nadene Whittenbury	Rates/Payroll/Debtors/Expiations
Lawrence Heath	General Inspector
Ron Ashenden	Building & Development Officer
Mark Smith	Environmental Health
David Baldry	O.H.S.& W. Coordinator/Risk Management
Horst Endrulat	Steamtown Manager

Works Staff

Anthony Casey	Russell Hill
Joe Martin	Alan Hyde
Greg Madex	Wally Walding
Troy Madex	Scott Atkinson
Gary Dohnt	Garry Dowell





Peterborough and Community Library

Christine Malycha	Library Assistant
Michelle Travaille	Library Assistant
Mary Martin	Relief Library Assistant

Human Services Department

Dianne Harris	Rural Transaction Centre Manager
Mary Martin	Relief R.T.C.

Peterborough Swimming Pool

Janet Fielding	2011	
Isabell Gray	2012	Manager

Peterborough Town Hall

Greg Duggan	Caretaker
-------------	-----------

PETERBOROUGH MAIN TREE – TOWN SQUARE UPGRADE



Courtesy : Lawrence Heath



COUNCIL INFORMATION :

This information is published under Section 9 of the Freedom of Information Act 1991, as amended, and applying from 1st July 2002. Council welcomes enquiries regarding the legislation. An updated information Statement is to be published at least every twelve months.

Structure & Functions of Council

Full Council, consisting of eight Councillors and the Mayor, is the decision making body on all policy matters. Ordinary meetings of Council are held on the third Monday of every month, in the Council Chamber, 108 Main Street Peterborough, commencing at 7.30pm.

Members of the public are welcome to attend meetings.

Council Committees – Local Government Act 1999

Committees can be formed on an ad-hoc basis, or can be “standing” committees. These Committees meet and unless otherwise authorised, only make recommendations to Council on whatever matter the Committee was formed, e.g. Peterborough Steamtown Management Committee, Peterborough & Districts Cemeteries Advisory Committee,

Agendas & Minutes

Agendas of all full Council and Council Committee meetings are placed on public display no less than three days prior to those meetings.

Minutes are placed on display at the office within five days of that meeting, and are also available on Council’s web-site: www.peterborough.sa.gov.au

Delegations

The Chief Executive Officer and other Officers have been delegated authority from Council to make decisions on a number of specified administrative and policy matters. These delegations are listed in the Policy Manual and are reviewed annually, and otherwise as required, by Council.

Council makes decisions which direct and/or determine its activities and functions.

Such decisions include the approval of works and services to be undertaken, and the resources which are to be made available to undertake such works and services.

Decisions are also made to determine whether or not approvals are to be granted for applications from residents for various forms of developments.





Services for the Community 2011 - 2012

Full Council makes decisions on policy issues relating to services that are provided for members of the public. These currently include :-

Dog Control	Street Tree Planting	War Memorials
Traffic Control Devices	Tourism	Street Lighting
Fire Prevention/Protection	School Crossings	Car Parks
Environmental Health Inspection	Storm Water Drainage	Public Seating
Immunisation Program	Library	Parking Controls
Heritage Advisory	Community Halls	Museums
Planning Controls	Recreational/Sporting Facilities	Parking Bays
Street Closures	Garbage Collection/Disposal	Parks & Reserves
Street Sweeping	Playground Equipment	Litter Bins
Cemeteries	Swimming Pool	Clean Air Controls
Public Toilets	Building Controls	Litter Control
Roads/Footpaths/Kerbing		

Council's Service Directory (Welcome Kit) - a listing of all services and contact details, is regularly updated at the Rural Transaction Centre and distributed to new residents.

"The Informer" - a free, monthly publication sponsored by Council - edited and printed by the Rural Transaction Centre and compiled at the Community/School Library by a dedicated group of volunteers – distributed throughout the township and district via post boxes.

The Mayor and Chief Executive Officer keep the community informed of Council activities/projects and events through this newsletter.

R.F.D.S. – Peterborough Airstrip 2011



Council representation on the following committees are as follows :-

Peterborough Town Courts Committee :	Cr Mesecke
Peterborough Sports Complex Committee :	Cr Mesecke
Peterborough Building Fire Safety Committee	Mr Ron Ashenden
Peterborough & Districts Cemeteries Committee :	Works Manager, Crs Sandland & Clapp

Council representation on various organisations/committees:

Local Government Association -	Mayor Whittle proxy Cr Hardbottle
Central Local Government Association -	Mayor Whittle proxy Cr Hardbottle
Local Government Finance Authority -	Mayor Whittle proxy Cr Hardbottle
Flinders Ranges Development Assessment Panel –	Cr Hardbottle
Audit Committee –	Cr Hardbottle, Mayor Whittle
Peterborough Community Library -	Cr Clapp & CEO
Peterborough High School Governing Council -	Cr Miller
Peterborough Disaster Committee –	General Inspector
Steamtown Management Committee :	Mayor Whittle, T Barnes/P McGuinness (CEO), Cr S Mills
Northern Passenger Transport Network Committee :	Cr Sandland
District Council Mount Remarkable Building, Health & Inspectoral Advisory Committee :	Cr Mills & CEO
Peterborough Youth Advisory Committee :	Cr Sleep
Central Local Government Region Of SA – Waste Strategy Steering Committee :	CEO
The Informer :	CEO, RTC Manager, Cr Mesecke
P.S.M.H. – Health Promotion Committee :	General Inspector :
Plant Replacement Advisory Committee :	Works Manager, Manager Fin & Admin., Cr Sandland, Cr Clapp
Shared Services Investigations :	Mayor Whittle proxy Cr Sandland
Greg Duggan Nature Reserve – Development Committee	Cr Clapp, Cr Sandland, Cr Mesecke, CEO Works Manager
Pageant Committee –	Crs Sandland, Sleep & Chambers, Mayor Whittle
Town Hall Advisory Committee	Crs Chambers & Mesecke, Mayor Whittle



Public Participation :

Council Meetings

Members of the public have a number of opportunities to put forward their views on particular issues before Council. These are :-

Deputations

With the permission of the Mayor, a member of the public can address the Council personally, either as an individual or on behalf of a group of residents, on any issue relevant to Council.

Petitions

Written petitions can be addressed to Council on any issue within the Council's jurisdiction.

Written Requests

A member of the public can write to the Council on any Council policy, activity or service.

Elected Members

Members of the public can contact any elected member of Council to discuss any issue relevant to Council.

Confidential Minutes Council excluded the public from the meetings on three (3) occasions in 2011/2012. The matters considered under confidentiality can be summarised as negotiations and issues relating to staff employment, legal advice, and/or purchase of property.

Council Consultation

The Council consults with local residents on particular issues that affect their neighbourhood. A Public Consultation policy was adopted in December 2000 (reviewed annually) and is available for inspection at the Council office and on the Council web-site.

Access to Council Documents

The following documents are available for public inspection at the Council office and copies are available for a small charge.

- ❖ Agenda and Minutes
- ❖ Budget Statement
- ❖ Policy Manual
- ❖ Annual Report
- ❖ Annual Financial Statement
- ❖ Development Plan
- ❖ Development Application Register
- ❖ Assessment Book
- ❖ Register of Members Allowances and Benefits
- ❖ Register of Employee Salaries, Wages and Benefits
- ❖ Strategic Plan
- ❖ Council's By-Laws



Other Information Requests

Requests for other information not included above will be considered in accordance with the Freedom of Information Act. Under this legislation, an application fee must be forwarded with the written application.

Should the applicant require copies of any documents inspected pursuant to a Freedom of Information request, charges will apply. Freedom of Information (FOI) requests should be addressed to :-

Freedom of Information Officer
District Council of Peterborough
P.O. Box 121
PETERBOROUGH SA 5422

Applications will be responded to as soon as possible within the statutory 30 days of Council receiving a properly completed Freedom of Information request, together with the application fee.

There were no applications in 2011 - 2012



**LOCAL GOVERNMENT ACT, 1999 – Section 131 & Schedule 4****1 (a) Audited Financial Statements**

A copy of the audited Financial Statement is attached - see Attachment I

(b) Registers

The following is a list of Council registers: -

Cemetery Register
 Dog Registration Register
 Mobile Garbage Bin Register
 Deeds Register
 Lease and Contracts Register
 Campaign Donations (Elections Act)
 Primary and Ordinary Returns (Elections Act).
 Volunteer Register
 Assessment Book

(c) Code of Conduct

Council adopted its Code of Conduct as required under Sections 63 and 110 of the Local Government Act, 1999 on 22nd April 2003.(Reviewed annually)

(d) Policy Documents

The following additional policies have been adopted in the reporting year:-

<u>Policy Name</u>	<u>Adoption Date</u>	<u>Motion No.</u>
--------------------	----------------------	-------------------

(e) Allowances

Information on allowances paid to members of Council :-

Mayor :	(Mrs) I (Ruth) Whittle OAM	\$20,000
Deputy Mayor	Cr J Sandland	\$ 6,250
Councillors:	Cr Leon Clapp	\$ 5,000
	Cr Shane Mills	\$ 5,000
	Cr Cassandra Chambers	\$ 5,000
	Cr Frank Hardbottle	\$ 5,000
	Cr Kim Miller	\$ 5,000
	Cr S Mesecke	\$ 5,000
	Cr Belinda Sleep	\$ 5,000



**(f) Senior Executive Officers**

Information on the number of senior executive officers, allowances, bonuses and benefits is as follows: -

Chief Executive Officer

Salary

Contract

Motor Vehicle

Business and private use

Telephone Subsidy

\$300 per annum

Works Manager

Salary

Contract

Motor Vehicle

Business and private use

(g) Representation Quota

The Representation Review as prescribed in Section 12(a) Local Government Act, 1999 was concluded in December 2008.

- There are no wards within the District Council of Peterborough.
- The Representation Quota for this Council is 1/145 Electors : 1,313
- Councillors were elected for a four (4) year term - the next election is November 2014.

Council is cognisant of the provisions of Chapter 3 of the Local Government Act, 1999 for electors to make submissions on representation under the Act.

Representation Quota Comparison :

District Council of Mount Remarkable	1 : 325	Electors	2,276
District Council of Orreroo/Carrieton	1 : 99	Electors	698
The Flinders Ranges Council	1 : 133	Electors	1,204
Northern Areas Council	1 : 390	Electors	3,518
District Council of Barunga West	1 : 223	Electors	2,013
Regional Council of Goyder	1 : 448	Electors	3,136

(Source: Local Government Assoc.of S.A.)





2 (a) **Strategic Management Plan – 2011 /2015 – A Thriving Community Again**

Council adopted the Strategic Plan 2011-2015 with Resolution 03/01/11.

(b) **Competitive Tendering**

Council is mindful of its obligations in this regard and has prepared a Contract and Tenders Policy in accordance with section 49 of the Local Government Act, 1999.

Council formally adopted this policy on 22nd April 2003. (Reviewed annually)

(c) **Equal Opportunity Programme and Human Resource Management**

Council is supportive of, and adheres to, equal opportunity processes.

Training is provided to staff to ensure a more efficient workforce.

Examples of training provided to Administration and Depot staff members include: -

Senior First Aid

Tree Awareness

Evacuation Drills

Environmental Health (Food Safety Awareness)

Risk Assessments

WorkZone Traffic Management

ChemTraining

(d) **Management Plan for Community Land**

Council's Management Plan for Community Land, prepared by Maloney Field Services, was adopted at the meeting held 5th October 2004.

3. **Government Business Enterprises Act (Competition) Act 1996:**

In accordance with Section 7 of the above Act, Council is required to review its business activities in order to determine whether Council is involved in any "significant business activities" that should be subject to that Act.

The following activities were identified :

- * Steamtown Heritage Rail Centre
- * Private works

Having identified these activities, it has been established that they are not significant, and therefore cannot be classed as category 1 or 2 under the Government Business Enterprises (Competition) Act, 1996.

Council adopted this Annual Report at the Ordinary meeting held on 19th November 2012

Resolution : 159/11/12

.....
(Mrs) I R (Ruth) Whittle O.A.M.

Mayor

District Council of Peterborough





Amalgamated 1997



Amalgamated 1997

DISTRICT COUNCIL of PETERBOROUGH

Financial Report

For The Period Ending

30 June 2012

Resolution No.: 159/11/12

DISTRICT COUNCIL OF PETERBOROUGH

FINANCIAL REPORT

FOR THE PERIOD ENDING 30 JUNE 2012

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DISTRICT COUNCIL OF PETERBOROUGH

OVERVIEW OF COUNCIL

AREA: 2995 square kilometres

POPULATION: 2,100

SURVEYED ROAD LENGTH: 1,228 kilometres

COUNCILLORS: I.R. Whittle (Mayor), J.C. Sandland (Deputy Mayor), L.E. Clapp, S.P. Mills, S.E. Mesecke, K W Miller, F W Hardbottle, B S Sleep. Councillors are elected for a four (4) year term.

SENIOR OFFICERS: P McGuinness - (Chief Executive Officer); C Thomson - (Works Manager)

LOCATION: 108 Main Street, Peterborough

POSTAL ADDRESS: P.O. Box 121, Peterborough SA 5422

TELEPHONE NUMBER: (08) 86513566

FACSIMILE NUMBER: (08) 86513066

EMAIL: council@peterborough.sa.gov.au

WEBSITE: www.peterborough.sa.gov.au

AUDITOR: Ian G McDonald FCA

BANKERS: Bank SA

MISSION STATEMENT: To ensure facilities, services, assets and resources are managed in an effective manner, for the benefit of the community and visitors.

DISTRICT COUNCIL OF PETERBOROUGH

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2012

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 2012 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.



.....
Peter McGuinness
CHIEF EXECUTIVE OFFICER



.....
Irene Ruth Whittle
MAYOR/COUNCILLOR

Date: 16/10/12

DISTRICT COUNCIL OF PETERBOROUGH
STATEMENT OF COMPREHENSIVE INCOME
for the year ended 30 June 2012

	Notes	2012 \$	2011 \$
INCOME			
Rates	2	1,309,037	1,245,330
Statutory charges	2	22,980	24,439
User charges	2	303,136	264,622
Grants, subsidies and contributions	2	3,087,716	2,309,830
Investment income	2	127,656	113,917
Reimbursements	2	49,107	50,273
Other income	2	20,135	20,050
Total Income		4,919,767	4,028,461
EXPENSES			
Employee costs	3	1,550,263	1,436,439
Materials, contracts & other expenses	3	1,733,371	1,930,653
Depreciation, amortisation & impairment	3	1,757,785	1,798,707
Finance costs	3	23,797	26,447
Total Expenses		5,065,216	5,192,246
OPERATING SURPLUS / (DEFICIT)		(145,449)	(1,163,785)
Asset disposal & fair value adjustments	4	(28,312)	(32,087)
NET SURPLUS / (DEFICIT)		(173,761)	(1,195,872)
transferred to Equity Statement			
TOTAL COMPREHENSIVE INCOME		(173,761)	(1,195,872)

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

DISTRICT COUNCIL OF PETERBOROUGH

BALANCE SHEET as at 30 June 2012

	Notes	2012 \$	2011 \$
ASSETS			
Current Assets			
Cash and cash equivalents	5	4,334,457	3,272,555
Trade & other receivables	5	199,818	187,293
Other financial assets	5	21,000	17,000
Inventories	5	4,157	1,834
		<u>4,559,432</u>	<u>3,478,682</u>
Total Current Assets		<u>4,559,432</u>	<u>3,478,682</u>
Non-current Assets			
Infrastructure, Property, Plant & Equipment	7	19,870,498	20,034,650
Other Non-current Assets	6	193,386	85,501
Total Non-current Assets		<u>20,063,884</u>	<u>20,120,151</u>
Total Assets		<u>24,623,316</u>	<u>23,598,833</u>
LIABILITIES			
Current Liabilities			
Trade & Other Payables	8	3,475,943	2,264,039
Borrowings	8	40,070	37,347
Provisions	8	113,110	125,437
		<u>3,629,123</u>	<u>2,426,823</u>
Total Current Liabilities		<u>3,629,123</u>	<u>2,426,823</u>
Non-current Liabilities			
Borrowings	8	280,825	320,895
Provisions	8	73,593	37,579
Total Non-current Liabilities		<u>354,418</u>	<u>358,474</u>
Total Liabilities		<u>3,983,541</u>	<u>2,785,297</u>
NET ASSETS		<u>20,639,775</u>	<u>20,813,536</u>
EQUITY			
Accumulated Surplus		(4,302,906)	(4,129,145)
Asset Revaluation Reserves	9	24,942,681	24,942,681
TOTAL EQUITY		<u>20,639,775</u>	<u>20,813,536</u>

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

DISTRICT COUNCIL OF PETERBOROUGH

STATEMENT OF CHANGES IN EQUITY for the year ended 30 June 2012

	Notes	Accumulated Surplus	Asset Revaluation Reserve	Available for sale Financial Assets	Other Reserves	TOTAL EQUITY
2012		\$	\$	\$	\$	\$
Balance at end of previous reporting period		(4,129,145)	24,942,681	-	-	20,813,536
Restated opening balance		(4,129,145)	24,942,681	-	-	20,813,536
Net Surplus / (Deficit) for Year		(173,761)				(173,761)
Balance at end of period		(4,302,906)	24,942,681	-	-	20,639,775
2011						
Balance at end of previous reporting period		(2,933,273)	24,942,681		-	22,009,408
Restated opening balance		(2,933,273)	24,942,681	-	-	22,009,408
Net Surplus / (Deficit) for Year		(1,195,872)				(1,195,872)
Balance at end of period		(4,129,145)	24,942,681	-	-	20,813,536

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

DISTRICT COUNCIL OF PETERBOROUGH

CASH FLOW STATEMENT for the year ended 30 June 2012

CASH FLOWS FROM OPERATING ACTIVITIES	Notes	2012 \$	2011 \$
<u>Receipts</u>			
Rates - general & other		1,297,737	1,193,088
Fees & other charges		24,806	26,796
User charges		1,661,088	647,787
Investment receipts		119,922	109,410
Grants utilised for operating purposes		3,319,295	2,332,928
Reimbursements		54,018	55,300
Other revenues		250,374	199,628
<u>Payments</u>			
Employee Costs		(1,505,652)	(1,367,750)
Materials, contracts & other expenses		(2,364,043)	(1,967,284)
Finance payments		(24,466)	(55,592)
Net Cash provided by (or used in) Operating Activities		2,833,079	1,174,311
 CASH FLOWS FROM INVESTING ACTIVITIES			
<u>Receipts</u>			
Sale of replaced assets		39,227	95,098
<u>Payments</u>			
Expenditure on renewal/replacement of assets		(1,437,023)	(465,375)
Expenditure on new/upgraded assets		(332,034)	(358,506)
Net purchase of investment securities		(4,000)	(2,821)
Net Cash provided by (or used in) Investing Activities		(1,733,830)	(731,604)
 CASH FLOWS FROM FINANCING ACTIVITIES			
<u>Payments</u>			
Repayments of Borrowings		(37,347)	(34,810)
Net Cash provided by (or used in) Financing Activities		(37,347)	(34,810)
Net Increase (Decrease) in cash held		1,061,902	407,897
 Cash & cash equivalents at beginning of period	10	3,272,555	2,864,658
Cash & cash equivalents at end of period	10	4,334,457	3,272,555

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

District Council of Peterborough

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 1 - SIGNIFICANT ACCOUNTING POLICIES

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

1 Basis of Preparation

1.1 Compliance with Australian Accounting Standards

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

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

1.2 Historical Cost Convention

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

1.3 Critical Accounting Estimates

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

1.4 Rounding

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

2 The Local Government Reporting Entity

District Council of Peterborough is incorporated under the SA Local Government Act 1999 and has its principal place of business at 108 Main Street, Peterborough. 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.

District Council of Peterborough

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 1 - Significant Accounting Policies (cont)

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.

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 Initial Recognition

All assets are initially recognised at cost.

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

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

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

District Council of Peterborough

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 1 - Significant Accounting Policies (cont)

6.2 Materiality

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

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

6.3 Subsequent Recognition

All material asset classes are revalued on a regular basis such that the carrying values are not materially different from fair value. For infrastructure and other asset classes where no active market exists, fair value is determined to be the current replacement cost of an asset less, where applicable, accumulated depreciation calculated on the basis of such cost to reflect the already consumed or expired future economic benefits of the asset. Further detail of existing valuations, methods and valuers are provided at Note 7.

6.4 Depreciation of Non-Current Assets

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

Major depreciation periods for each class of asset are shown 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.

Plant, Furniture & Equipment	
Office Equipment	5 to 10 years
Office Furniture	10 to 20 years
Vehicles and Road-making Equip	5 to 8 years
Other Plant & Equipment	5 to 15 years
Building & Other Structures	
Buildings – masonry	50 to 100 years
Buildings – other construction	20 to 40 years
Park Structures – masonry	50 to 100 years
Park Structures – other construction	20 to 40 years
Playground equipment	5 to 15 years
Benches, seats, etc	10 to 20 years
Infrastructure	
Sealed Roads – Surface	15 to 25 years
Sealed Roads – Structure	20 to 50 years
Unsealed Roads	10 to 20 years
Bridges – Concrete	80 to 100 years
Paving & Footpaths, Kerb & Gutter	80 to 100 years
Drains	80 to 100 years
Culverts	50 to 75 years
Flood Control Structures	80 to 100 years
Dams and Reservoirs	80 to 100 years
Bores	20 to 40 years
Reticulation Pipes – PVC	70 to 80 years

District Council of Peterborough

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 1 - Significant Accounting Policies (cont)

	Reticulation Pipes – other	25 to 75 years
	Pumps & Telemetry	15 to 25 years
Other Assets	Library Books	10 to 15 years
	Artworks	indefinite

6.5 Impairment

Assets that have an indefinite useful life are not subject to depreciation and are reviewed annually for impairment. 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 outflows or value in use).

For 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, the value in use is the depreciated replacement cost. In assessing impairment for these assets, a rebuttable assumption is made that the current replacement cost exceeds the original cost of acquisition.

Where an asset that has been revalued is subsequently impaired, the impairment is first offset against such amount as stands to the credit of that class of assets in Asset Revaluation Reserve, any excess being recognised as an expense.

6.6 Borrowing Costs

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

7 Payables

7.1 Goods & Services

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

7.2 Payments Received in Advance & Deposits

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

8 Borrowings

Loans are carried at their principal amounts which represent the present value of future cash flows associated with servicing the debt. Interest is accrued over the period to which it relates, and is recorded as part of "Payables".

9 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.

District Council of Peterborough

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 1 - Significant Accounting Policies (cont)

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

Weighted average discount rate	2.802% (2011, 4.989%)
Weighted average settlement period	12 years (2011, 12 years)

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 Local Government 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 Construction Contracts

Construction works undertaken by Council for third parties are generally on an agency basis where the third party reimburses Council for actual costs incurred, and usually do not extend beyond the reporting period. As there is no profit component, such works are treated as 100% completed. Reimbursements not received are recognised as receivables and reimbursements received in advance are recognised as "payments received in advance".

11 Joint Ventures and Associated Entities

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

12 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.

13 GST Implications

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

- Receivables and Creditors include GST receivable and payable.
- Except in relation to input taxed activities, revenues and operating expenditures exclude GST receivable and payable.
- Non-current assets and capital expenditures include GST net of any recoupment.

District Council of Peterborough

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 1 - Significant Accounting Policies (cont)

- Amounts included in the Statement of Cash Flows are disclosed on a gross basis.

14 Pending Accounting Standards

Certain new accounting standards and UIG interpretations have been published that are not mandatory for the 30 June 2012 reporting period and have not been used in preparing these reports.

- AASB 9 *Financial Instruments*
- AASB 10 *Consolidated Financial Statements*
- AASB 11 *Joint Arrangements*
- AASB 12 *Disclosure of Interests in Other Entities*
- AASB 13 *Fair Value Measurement*
- AASB 119 *Employee Benefits*
- AASB 127 *Separate Financial Statements*
- AASB 128 *Investments in Associates and Joint Ventures*
- AASB 2010-6 *Amendments to Australian Accounting Standards [AASBs 1 & 7]*
- AASB 2010-7 *Amendments to Australian Accounting Standards arising from AASB 9 [AASBs 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 120, 121, 127, 128, 131, 132, 136, 137, 139, 1023, & 1038 and Interpretations 2, 5, 10, 12, 19, & 127]*
- AASB 2011-1 *Amendments to Australian Accounting Standards arising from the Trans-Tasman Convergence Project [AASB 1, AASB 5, AASB 101, AASB 107, AASB 108, AASB 121, AASB 128, AASB 132 & AASB 134 and Interpretations 2, 112 & 113]*
- AASB 2011-5 *Amendments to Australian Accounting Standards – Extending Relief from Consolidation, the Equity Method and Proportionate Consolidation [AASB 127, AASB 128 & AASB 131]*
- AASB 2011-7 *Amendments to Australian Accounting Standards arising from the Consolidation and Joint Arrangements Standards [AASB 1, 2, 3, 5, 7, 9, 2009-11, 101, 107, 112, 118, 121, 124, 132, 133, 136, 138, 139, 1023 & 1038 and Interpretations 5, 9, 16 & 17]*
- AASB 2011-8 *Amendments to Australian Accounting Standards arising from AASB 13 [AASB 1, 2, 3, 4, 5, 7, 9, 2009-11, 2010-7, 101, 102, 108, 110, 116, 117, 118, 119, 120, 121, 128, 131, 132, 133, 134, 136, 138, 139, 140, 141, 1004, 1023 & 1038 and Interpretations 2, 4, 12, 13, 14, 17, 19, 131 & 132]*
- AASB 2011-9 *Amendments to Australian Accounting Standards – Presentation of Items of Other Comprehensive Income [AASB 1, 5, 7, 101, 112, 120, 121, 132, 133, 134, 1039 & 1049]*
- AASB 2011-10 *Amendments to Australian Accounting Standards arising from AASB 119 (September 2011) [AASB 1, AASB 8, AASB 101, AASB 124, AASB 134, AASB 1049 & AASB 2011-8 and Interpretation 14]*
- AASB 2011-12 *Amendments to Australian Accounting Standards arising from Interpretation 20 [AASB 1]*

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

Council is of the view that none of the above new standards or interpretations will affect any of the amounts recognised in the financial statements, but that they may impact certain information otherwise disclosed.

The Australian Accounting Standards Board is currently reviewing AASB 1004 *Contributions*. It is anticipated that the changes resulting from this review may have a material effect on the timing of the recognition of grants and contributions, but the financial consequences cannot be estimated until a revised accounting standard is issued.

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 2 - INCOME

	Notes	2012 \$	2011 \$
RATES REVENUES			
<u>General Rates</u>		1,071,647	1,009,914
Less: Mandatory rebates			
Less: Discretionary rebates, remissions & write offs		(22,852)	(21,004)
		<u>1,048,795</u>	<u>988,910</u>
<u>Other Rates</u> (including service charges)			
Natural Resource Management levy		23,810	23,346
Waste collection		219,632	218,534
		<u>243,442</u>	<u>241,880</u>
<u>Other Charges</u>			
Penalties for late payment		16,800	14,540
		<u>16,800</u>	<u>14,540</u>
		<u>1,309,037</u>	<u>1,245,330</u>
STATUTORY CHARGES			
Development Act fees		5,702	2,971
Town planning fees		3,081	2,374
Animal registration fees & fines		11,453	15,904
Parking fines / expiation fees			370
Sundry		2,744	2,820
		<u>22,980</u>	<u>24,439</u>
USER CHARGES			
Cemetery/crematoria fees		14,963	15,021
Rural Transaction Centre		7,644	7,485
Informer		6,965	6,996
Council House Rent		4,500	4,160
Sport and Recreation Reserves		7,962	10,100
Dump		14,716	18,475
Swimming Pool Charges		10,256	13,607
Other User Charges		11,798	11,782
Steamtown		211,185	168,405
Other Commercial Activities		5,887	3,934
Hall & Equipment Hire		7,260	6,657
		<u>303,136</u>	<u>264,622</u>
INVESTMENT INCOME			
Interest on investments			
Local Government Finance Authority		125,281	111,273
Banks & other		2,375	2,644
		<u>127,656</u>	<u>113,917</u>

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

NOTE 2 - INCOME (continued)

	Notes	2012 \$	2011 \$
REIMBURSEMENTS			
- Community Services Coordinator		2,600	2,383
- for private works		21,398	20,738
- Immunisation		1,598	1,793
- other		23,511	25,359
		<u>49,107</u>	<u>50,273</u>
OTHER INCOME			
Fines & Costs Recovered		518	3,033
Sundry		19,617	17,017
		<u>20,135</u>	<u>20,050</u>
GRANTS, SUBSIDIES, CONTRIBUTIONS			
Other grants, subsidies and contributions		3,087,716	2,309,830
		<u>3,087,716</u>	<u>2,309,830</u>
<i>The functions to which these grants relate are shown in Note 2.</i>			
Sources of grants			
Commonwealth government		1,935,633	2,025,173
State government		1,152,083	284,657
		<u>3,087,716</u>	<u>2,309,830</u>

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 3 - EXPENSES

	Notes	2012 \$	2011 \$
EMPLOYEE COSTS			
Salaries and Wages		1,252,790	1,210,939
Employee leave expense		154,764	85,759
Superannuation - defined contribution plan contributions	18	81,740	79,967
Superannuation - defined benefit plan contributions	18	32,064	32,357
Workers' Compensation Insurance		28,905	27,417
Total Operating Employee Costs		1,550,263	1,436,439
Total Number of Employees		25	
<i>(Full time equivalent at end of reporting period)</i>			
MATERIALS, CONTRACTS & OTHER EXPENSES			
<u>Prescribed Expenses</u>			
Auditor's Remuneration			
- Auditing the financial reports		8,500	4,500
Bad and Doubtful Debts		5,248	
Elected members' expenses		64,722	55,330
Election expenses		481	8,451
Subtotal - Prescribed Expenses		78,951	68,281
<u>Other Materials, Contracts & Expenses</u>			
Contractors		449,304	554,468
Energy		69,630	72,555
Other Materials		431,063	563,683
Fuel/Lubricants		88,586	92,589
Insurance		228,116	212,041
Subscriptions		22,389	18,329
Waste Collection & Disposal		170,932	171,484
Water		34,295	35,736
Maintenance		144,269	105,758
Legal Expenses		15,836	35,729
Subtotal - Other Materials, Contracts & Expenses		1,654,420	1,862,372
		1,733,371	1,930,653

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 3 - EXPENSES (cont)

	Notes	2012 \$	2011 \$
DEPRECIATION, AMORTISATION & IMPAIRMENT			
Depreciation			
Buildings & Other Structures		363,267	363,493
Infrastructure		957,662	987,017
Plant & Equipment		182,376	190,777
Furniture & Fittings		61,274	64,214
Steamtown		193,206	193,206
		<u>1,757,785</u>	<u>1,798,707</u>
		<u>1,757,785</u>	<u>1,798,707</u>
FINANCE COSTS			
Interest on Loans		23,797	26,447
		<u>23,797</u>	<u>26,447</u>

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 4 - ASSET DISPOSAL & FAIR VALUE ADJUSTMENTS

	Notes	2012 \$	2011 \$
INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT			
<i>Assets renewed or directly replaced</i>			
Proceeds from disposal		39,227	95,098
Less: Carrying amount of assets sold		<u>67,539</u>	<u>127,185</u>
Gain (Loss) on disposal		<u>(28,312)</u>	<u>(32,087)</u>
NET GAIN (LOSS) ON DISPOSAL OR REVALUATION OF ASSETS		<u>(28,312)</u>	<u>(32,087)</u>

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 5 - CURRENT ASSETS

	2012	2011
	\$	\$
CASH & EQUIVALENT ASSETS		
Cash on Hand and at Bank	130,157	257,086
Deposits at Call	4,191,427	3,002,981
Short Term Deposits & Bills, etc	12,873	12,488
	<u>4,334,457</u>	<u>3,272,555</u>
 TRADE & OTHER RECEIVABLES		
Rates - General & Other	129,356	118,056
Accrued Revenues	35,416	27,682
Debtors - general	34,471	40,980
Sundry	575	575
Total	<u>199,818</u>	<u>187,293</u>
	<u>199,818</u>	<u>187,293</u>
 OTHER FINANCIAL ASSETS		
Term Deposit (Sporting Complex)	21,000	17,000
	<u>21,000</u>	<u>17,000</u>
 <i>Amounts included in other financial assets that are not expected to be received within 12 months of reporting date are disclosed in Note 13.</i>		
 INVENTORIES		
Stores & Materials	4,157	1,834
	<u>4,157</u>	<u>1,834</u>

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 6 - NON-CURRENT ASSETS

		2012	2011
FINANCIAL ASSETS	Notes	\$	\$
OTHER NON-CURRENT ASSETS			
Inventories			
Capital Works-in-Progress		<u>193,386</u>	<u>85,501</u>
		<u>193,386</u>	<u>85,501</u>

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

for the year ended 30 June 2012

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

	2011				2012			
	\$				\$			
	AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT	AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT
Land	459,620	20,643		480,263	459,620	20,643	-	480,263
Buildings & Other Structures	19,340,869	-	(14,436,141)	4,904,728	19,340,869	-	(14,799,408)	4,541,461
Infrastructure	26,820,682	574,286	(15,842,324)	11,552,644	26,820,682	763,440	(16,799,986)	10,784,136
Plant & Equipment	-	2,903,152	(1,613,817)	1,289,335	-	3,680,966	(1,629,286)	2,051,680
Furniture & Fittings	-	876,670	(302,113)	574,557	-	1,212,578	(239,537)	973,041
Steamtown	-	1,932,060	(698,937)	1,233,123	-	1,932,060	(892,143)	1,039,917
TOTAL PROPERTY, PLANT & EQUIPMENT	46,621,171	6,306,811	(32,893,332)	20,034,650	46,621,171	7,609,687	(34,360,360)	19,870,498
<i>Comparatives</i>	46,625,301	5,717,464	(31,120,603)	21,222,162	46,621,171	6,306,811	(32,893,332)	20,034,650

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

	2011	CARRYING AMOUNT MOVEMENTS DURING YEAR							2012
	\$	\$							\$
	CARRYING AMOUNT	Additions		Disposals	Depreciation	Impairment	Transfers	Net Revaluation	CARRYING AMOUNT
		New/Upgrade	Renewals						
Land	480,263	-	-	-	-	-	-	-	480,263
Buildings & Other Structures	4,904,728	-	-	-	(363,267)	-	-	-	4,541,461
Infrastructure	11,552,644	189,154	-	-	(957,662)	-	-	-	10,784,136
Plant & Equipment	1,289,335	142,880	853,277	(51,438)	(182,376)	-	-	-	2,051,680
Furniture & Fittings	574,557	-	475,860	(16,102)	(61,274)	-	-	-	973,041
Steamtown	1,233,123	-	-	-	(193,206)	-	-	-	1,039,917
TOTAL INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT	20,034,650	332,034	1,329,137	(67,538)	(1,757,785)	-	-	-	19,870,498
<i>Comparatives</i>	21,222,162	358,506	379,874	(127,185)	(1,798,707)				20,034,650

District Council of Peterborough

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 7 (cont) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

Valuation of Assets

At 1 July 2004 upon the transition to AIFRS, Council elected pursuant to AASB 1.19 to retain a previously established deemed cost under GAAP as its deemed cost for the purposes of AIFRS.

Land & Land Improvements

Valuations of Land as at 30 June 2008 were at replacement cost as determined by Maloney Field Services and certified by Peta L Mantzarapis, Certified Practicing Valuer of the Australian Institute of Valuers and Land Economists.

Additions are recognised at cost.

Buildings

Valuations of Buildings as at 30 June 2008 were at written down replacement cost as determined by Maloney Field Services and certified by Peta L Mantzarapis, Certified Practicing Valuer of the Australian Institute of Valuers and Land Economists.

Additions are recognised at cost.

Plant & Equipment

Valuations of Plant & Equipment as at 30 June 2003 were at written down replacement cost as determined by Maloney Field Services and certified by Andrea J Carolan, Certified Practicing Valuer of the Australian Institute of Valuers and Land Economists.

Additions are recognised at cost.

Furniture & Equipment

Valuations of Furniture & Equipment as at 30 June 2003 were at written down replacement cost as determined by Maloney Field Services and certified by Andrea J Carolan, Certified Practicing Valuer of the Australian Institute of Valuers and Land Economists.

Additions are recognised at cost.

Infrastructure

Valuations of Infrastructure as at 30 June 2008 were at written down replacement cost as determined by Maloney Field Services and certified by Peta L Mantzarapis, Certified Practicing Valuer of the Australian Institute of Valuers and Land Economists.

Additions are recognised at cost.

Steamtown

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

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 8 - LIABILITIES

	Notes	2012		2011	
		\$		\$	
TRADE & OTHER PAYABLES		Current	Non-current	Current	Non-current
Goods & Services		360,577		480,372	
Payments received in advance		2,834,676		1,509,757	
Accrued expenses - employee entitlements		199,908		178,984	
Accrued expenses - other		5,147		5,816	
Deposits, Retentions & Bonds		75,635		89,110	
		<u>3,475,943</u>	<u>-</u>	<u>2,264,039</u>	<u>-</u>
BORROWINGS					
Loans		40,070	280,825	37,347	320,895
		<u>40,070</u>	<u>280,825</u>	<u>37,347</u>	<u>320,895</u>
<i>All interest bearing liabilities are secured over the future revenues of the Council.</i>					
PROVISIONS					
Employee entitlements (including oncosts)		113,110	73,593	125,437	37,579
		<u>113,110</u>	<u>73,593</u>	<u>125,437</u>	<u>37,579</u>

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 9 - RESERVES

ASSET REVALUATION RESERVE		1/7/2011	Net increments (Decrements)	Transfers, Impairments	30/6/2012
	Notes	\$	\$	\$	\$
Land		303,232			303,232
Plant & Equipment		731,046			731,046
Furniture & Fittings		86,437			86,437
Buildings & Other Structures		6,301,884			6,301,884
Infrastructure		17,520,082			17,520,082
TOTAL		24,942,681			24,942,681
	<i>Comparatives</i>	<u>24,942,681</u>			<u>24,942,681</u>

PURPOSES OF RESERVES

Asset Revaluation Reserve

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

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 10 - RECONCILIATION TO CASH FLOW STATEMENT

(a) Reconciliation of Cash

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

	Notes	2012 \$	2011 \$
Total cash & equivalent assets	5	4,334,457	3,272,555
Balances per Cash Flow Statement		<u>4,334,457</u>	<u>3,272,555</u>

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

Net Surplus (Deficit)	(173,761)	(1,195,872)
Non-cash items in Income Statement		
Depreciation, amortisation & impairment	1,757,785	1,798,707
Net increase (decrease) in unpaid employee benefits	44,611	68,689
Net (Gain) Loss on Disposals	28,312	32,087
	<u>1,656,947</u>	<u>703,611</u>
Add (Less): Changes in Net Current Assets		
Net (increase) decrease in receivables	(12,525)	47,474
Net (increase) decrease in inventories	(2,323)	(35)
Net increase (decrease) in trade & other payables	1,190,980	423,261
Net Cash provided by (or used in) operations		
	<u>2,833,079</u>	<u>1,174,311</u>

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 11 - FUNCTIONS

INCOMES, EXPENSES AND ASSETS HAVE BEEN DIRECTLY ATTRIBUTED TO THE FOLLOWING FUNCTIONS & ACTIVITIES									
INCOME		EXPENSES		OPERATING SURPLUS (DEFICIT)		GRANTS INCLUDED IN INCOME		TOTAL ASSETS HELD (CURRENT & NON-CURRENT)	
ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL				
2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
2,377,863	2,226,635	923,629	761,203	1,464,234	1,465,432	1,309,225	1,214,299		
		5,236	11,892	(5,236)	(11,892)				
1,598	1,793	3,903	784	(2,305)	1,009				
77,963	79,202	120,343	123,776	(42,380)	(44,574)	50,833	57,020		
255,303	255,633	492,276	500,489	(236,973)	(244,856)				
102,814	115,438	530,522	550,505	(427,708)	(435,067)	59,793	77,089		
23,810	23,346	24,404	23,645	(594)	(299)				
22,113	23,111	174,023	171,564	(151,910)	(148,453)				
705,930	783,488	1,919,475	2,162,385	(1,213,545)	(1,378,877)	705,863	783,488		
233,973	194,369	568,237	668,755	(334,264)	(474,386)	1,501			
1,118,400	325,446	47,949	65,279	1,070,461	260,167	960,501	177,934	24,623,316	23,598,833
		255,219	151,989	(255,219)	(151,989)				
4,919,767	4,028,461	5,065,216	5,192,246	(145,449)	(1,163,785)	3,087,716	2,309,830	24,623,316	23,598,833

Excludes 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 Peterborough

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 11 (cont) - COMPONENTS OF FUNCTIONS

The activities relating to Council functions are as follows:

Administration

Governance, Administration, Elected Members, Organisational, Support Services, Accounting/Finance, Payroll, Housing for Council Employees, Human Resources, Information technology, Communication, Rates Administration, Records, Contract Management, Customer Service, Other Support Services, Revenues, LGGC – General Purpose, and Separate and Special Rates.

Community Services

Public Order and Safety, Emergency Services, Other Fire Protection, Other Public Order and Safety, Immunisation, Community Support, Elderly Citizens Facilities, Home Assistance Scheme, Other Services for the Aged and Disabled, Child Care Centres, Children and youth Services, community Assistance, Community Transport, Family and Neighbourhood Support, Other Community Support, Community Amenities, Cemeteries, public Conveniences, Car Parking – non-fee-paying.

Recreation Culture

Library Services, Cultural Services, Cultural Venues, Museums and Art Galleries, and Other Cultural Services, Parks and Gardens, Sports Facilities – Indoor, Sports Facilities – Outdoor, Swimming Centres – Outdoor, and Other Recreation.

Economic Development

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

Agricultural

Agricultural Services, Animal/Plant Boards, Landcare, Other Agricultural Services, 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.

Regulatory Services

Dog and Cat Control, Building Control, Town Planning, Litter Control, Health Inspection, Parking Control, and Other Regulatory Services.

Transport & Communication

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

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 12 - FINANCIAL INSTRUMENTS

Recognised Financial Instruments

Bank, Deposits at Call, Short Term Deposits	<p>Accounting Policy: Carried at lower of cost and net realisable value; Interest is recognised when earned.</p> <p>Terms & conditions: Deposits are returning fixed interest rates between 4.75% and 3.50% (2011: 4.50% and 4.75%).</p> <p>Carrying amount: approximates fair value due to the short term to maturity.</p>
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.	<p>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.</p> <p>Terms & conditions: Secured over the subject land, arrears attract interest of 0.7708% (2011: 0.75%) Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries in the State.</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
Receivables - Fees & other charges	<p>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.</p> <p>Terms & conditions: Unsecured, and do not bear interest. Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries.</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
Receivables - other levels of government	<p>Accounting Policy: Carried at nominal value.</p> <p>Terms & conditions: Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of the Governments of the Commonwealth & State.</p> <p>Carrying amount: approximates fair value.</p>
Liabilities - Creditors and Accruals	<p>Accounting Policy: Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Council.</p> <p>Terms & conditions: Liabilities are normally settled on 30 day terms.</p> <p>Carrying amount: approximates fair value.</p>
Liabilities - Interest Bearing Borrowings	<p>Accounting Policy: Carried at the principal amounts. Interest is charged as an expense as it accrues.</p> <p>Terms & conditions: secured over future revenues, borrowings are repayable (describe basis); interest is charged at fixed (or variable - describe) rates between 6.25% and 8.05% (2011: 6.25% and 8.05%)</p> <p>Carrying amount: approximates fair value.</p>
Liabilities - Finance Leases	<p>Accounting Policy: accounted for in accordance with AASB 117.</p>

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 13 (cont) - FINANCIAL INSTRUMENTS

Liquidity Analysis

2012	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets	\$	\$	\$	\$	\$
Cash & Equivalents	4,334,457			4,334,457	4,334,457
Receivables	65,462			65,462	70,462
Other Financial Assets	21,000			21,000	21,000
Total	4,420,919	-	-	4,420,919	4,425,919
Financial Liabilities					
Payables	3,239,789			3,239,789	3,270,888
Current Borrowings	40,070			40,070	40,070
Non-Current Borrowings		231,131	49,694	280,825	280,825
Total	3,279,859	231,131	49,694	3,560,684	3,591,783

2011	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets	\$	\$	\$	\$	\$
Cash & Equivalents	3,272,555			3,272,555	3,272,555
Receivables	69,237			69,237	69,237
Other Financial Assets		17,000		17,000	17,000
Total	3,341,792	17,000	-	3,358,792	3,358,792
Financial Liabilities					
Payables	2,079,239			2,079,239	2,079,239
Current Borrowings	37,347			37,347	37,347
Non-Current Borrowings		223,358	97,537	320,895	320,895
Total	2,116,586	223,358	97,537	2,437,481	2,437,481

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

	30 June 2012		30 June 2011	
	Weighted Average Interest Rate	Carrying Value	Weighted Average Interest Rate	Carrying Value
	%	\$	%	\$
Overdraft				
Other Variable Rates				2,079,239
Fixed Interest Rates		320,895		358,242
		<u>320,895</u>		<u>2,437,481</u>

Net Fair Value

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

Risk Exposures

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

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 13 - FINANCIAL INDICATORS

	2012	2011	2010
These Financial Indicators have been calculated in accordance with <i>Information Paper 9 - Local Government Financial Indicators</i> prepared as part of the LGA Financial Sustainability Program for the Local Government Association of South Australia. Detailed methods of calculation are set out in the SA Model Statements.			

Operating Surplus Ratio

<u>Operating Surplus</u>	(11%)	(95%)	(145%)
Rates - general & other less NRM levy			

This ratio expresses the operating surplus as a percentage of general and other rates, net of NRM levy.

Adjusted Operating Surplus Ratio	(11%)	(95%)	(145%)
-----------------------------------------	-------	-------	--------

*In each of June 2009, 2010 and 2011 the Commonwealth Government made an advance of one quarterly payment of the Financial Assistance Grant. In June 2012 an advance of two quarterly payments was made (see Note 2). Accordingly there were four "quarterly" payments in 2010 and 2011, and five payments in 2012. The **Adjusted Operating Surplus Ratio** adjusts for this distortion.*

Net Financial Liabilities Ratio

<u>Net Financial Liabilities</u>	(12%)	(17%)	(27%)
Total Operating Revenue less NRM levy			

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 (excluding NRM levy).

Asset Sustainability Ratio

<u>Net Asset Renewals</u>	80%	21%	75%
Infrastructure & Asset Management Plan required expenditure	*	*	*

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

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

DISTRICT COUNCIL OF PETERBOROUGH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 14 - UNIFORM PRESENTATION OF FINANCES

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

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

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

	2012 \$	2011 \$
Income	4,919,767	4,028,461
less Expenses	<u>5,065,216</u>	<u>5,192,246</u>
Operating Surplus / (Deficit)	(145,449)	(1,163,785)
less Net Outlays on Existing Assets		
Capital Expenditure on renewal and replacement of Existing Assets	1,437,023	465,375
less Depreciation, Amortisation and Impairment	1,757,785	1,798,707
less Proceeds from Sale of Replaced Assets	<u>39,227</u>	<u>95,098</u>
	(359,989)	(1,428,430)
less Net Outlays on New and Upgraded Assets		
Capital Expenditure on New and Upgraded Assets (including investment property & real estate developments)	332,034	358,506
	<u>332,034</u>	<u>358,506</u>
Net Lending / (Borrowing) for Financial Year	<u>(117,494)</u>	<u>(93,861)</u>

District Council of Peterborough

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 15 – SUPERANNUATION

The Council makes employer superannuation contributions in respect of its employees to the Local Government Superannuation Scheme. The Scheme has two types of membership, each of which is funded differently. Permanent and contract employees of the South Australian Local Government sector have the option to contribute to Marketlink and/or Salarylink. All other employees (including casuals) have all contributions allocated to Marketlink.

Marketlink (Accumulation Fund) Members

Marketlink receives both employer and employee contributions on a progressive basis. Employer contributions are based on a fixed percentage of employee earnings in accordance with superannuation guarantee legislation (9% in 2011/12; 9% in 2010/11). 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 Scheme's Trustee based on advice from the Scheme's Actuary. The rate is currently 6.3% (6.3% in 2010/11) of "superannuation" salary.

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

The Salarylink Fund is a multi-employer sponsored plan. As the Fund's assets and liabilities are pooled and are not allocated by each employer, 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 Scheme's actuary, A C Miller, FIAA, of Russell Employee Benefits Pty Ltd as at 30 June 2011. 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 Peterborough

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2012

Note 16 - 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 of those items is considered relevant to user of the financial report in making and evaluating decisions about the allocation of scarce resources.

1. LAND UNDER ROADS

As reported elsewhere in these Statements, Council is of the opinion that it is not possible to attribute a value sufficiently reliably for these assets to qualify for recognition, and accordingly land under roads has not been recognised in these reports. Land acquired for road purposes during the year is initially recognised at cost, but transferred to fair value at reporting date, effectively writing off the expenditure.

At reporting date, Council controlled 2,265 km of road reserves of average width 7 metres.

2. POTENTIAL INSURANCE LOSSES

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

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

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

3. BANK GUARANTEES

Council has guaranteed certain loans and other banking facilities advanced to community organisations and sporting bodies, amounting to \$0.00 (2011: \$0.00) at reporting date.

Council does not expect to incur any loss arising from these guarantees.

4. LEGAL EXPENSES

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

5. "CARBON" TAX

From 1 July 2012 a new tax on emissions of certain "greenhouse" gases commences operation. Council has a number of garbage landfill facilities which emit, and will continue for many years to emit, gases of this type. Information currently available provides assurances that "legacy emissions" from garbage placed in landfills prior to commencement of the tax will not subsequently become liable to the tax. However, details of the mechanisms for measuring such emissions, or of providing the exemption are not currently available.

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF THE DISTRICT COUNCIL OF PETERBOROUGH

I have audited the accompanying financial report of the District Council of Peterborough which comprises the balance sheet as at 30 June 2012 and the statement of comprehensive income, statement of changes in equity, cash flow statement, summary of significant accounting policies, other explanatory notes and the certification of financial statement for the year ended 30 June 2012.

Chief Executive Officer's Responsibility for the Financial Report

The Chief Executive Officer is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Local Government Act 1999 together with the Local Government (Financial Management) Regulations 2011. 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.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on my audit. I have conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I 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 Board of Management, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Independence

In conducting my audit I followed applicable independence requirements of Australian professional and ethical pronouncements and the Local Government Act 1999.

Auditor's Opinion

In my opinion, the financial report presents fairly, in all material respects, the financial position of the District Council of Peterborough as of 30 June 2012, and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Local Government Act 1999 together with the Local Government (Financial Management) Regulations 2011.



**IAN G MC DONALD FCA
CHARTERED ACCOUNTANT
REGISTERED COMPANY AUDITOR**

Signed 4 day of November 2012, at Eastwood, South Australia

Liability limited by a scheme approved under Professional Standards Legislation

DISTRICT COUNCIL OF PETERBOROUGH

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2012

CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of the District Council of Peterborough for the year ended 30 June 2012, the Council's Auditor, Ian G McDonald has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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



.....
Peter McGuinness
CHIEF EXECUTIVE OFFICER



.....
Irene Ruth Whittle
**PRESIDING MEMBER
AUDIT COMMITTEE**

Date: 16/10/12.

DISTRICT COUNCIL OF PETERBOROUGH

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

STATEMENT BY AUDITOR

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

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

A handwritten signature in blue ink, reading 'Ian G McDonald'.

Ian G McDonald FCA

Dated this 10 day of October 2012