

Cobar Shire Council

SPECIAL SCHEDULES
for the year ended 30 June 2015



Cobar Shire Council

Special Schedules

for the financial year ended 30 June 2015

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¹ Special Schedules are not audited (with the exception of Special Schedule 9).

Background

- (i) These Special Schedules have been designed to meet the requirements of special purpose users such as;
- the NSW Grants Commission
 - the Australian Bureau of Statistics (ABS),
 - the NSW Office of Water (NOW), and
 - the Office of Local Government (OLG).
- (ii) The financial data is collected for various uses including;
- the allocation of Financial Assistance Grants,
 - the incorporation of Local Government financial figures in national statistics,
 - the monitoring of loan approvals,
 - the allocation of borrowing rights, and
 - the monitoring of the financial activities of specific services.

Cobar Shire Council

Special Schedule No. 1 - Net Cost of Services

for the financial year ended 30 June 2015

\$'000

Function or Activity	Expenses from Continuing Operations	Income from continuing operations		Net Cost of Services
		Non Capital	Capital	
Governance	576	5	-	(571)
Administration	1,503	459	-	(1,044)
Public Order and Safety				
Fire Service Levy, Fire Protection, Emergency Services	356	168	-	(188)
Enforcement of Local Govt. Regulations	90	-	-	(90)
Animal Control	3	32	-	29
Other	206	142	-	(64)
Total Public Order & Safety	655	342	-	(313)
Health	253	66	-	(187)
Environment				
Noxious Plants and Insect/Vermin Control	134	78	-	(56)
Solid Waste Management	512	682	137	307
Stormwater Management	6	-	-	(6)
Total Environment	652	760	137	245
Community Services and Education				
Administration & Education	1	-	-	(1)
Social Protection (Welfare)	10	-	-	(10)
Aged Persons and Disabled	2,724	2,869	-	145
Children's Services	1,518	1,497	-	(21)
Total Community Services & Education	4,253	4,366	-	113
Housing and Community Amenities				
Public Cemeteries	99	27	-	(72)
Public Conveniences	77	-	-	(77)
Town Planning	292	91	101	(100)
Total Housing and Community Amenities	468	118	101	(249)
Water Supplies	2,622	3,551	788	1,717
Sewerage Services	848	724	14	(110)

Cobar Shire Council

Special Schedule No. 1 - Net Cost of Services (continued)

for the financial year ended 30 June 2015

\$'000

Function or Activity	Expenses from Continuing Operations	Income from continuing operations		Net Cost of Services
		Non Capital	Capital	
Recreation and Culture				
Public Libraries	388	40	-	(348)
Museums	520	103	-	(417)
Community Centres and Halls	442	161	-	(281)
Other Performing Arts	9	-	-	(9)
Sporting Grounds and Venues	462	73	225	(164)
Swimming Pools	479	84	-	(395)
Parks & Gardens (Lakes)	435	-	-	(435)
Total Recreation and Culture	2,735	461	225	(2,049)
Mining, Manufacturing and Construction				
Building Control	23	23	-	-
Total Mining, Manufacturing and Const.	23	23	-	-
Transport and Communication				
Urban Roads (UR) - Local	(94)	-	-	94
Urban Roads - Regional	597	-	-	(597)
Sealed Rural Roads (SRR) - Local	25	-	-	(25)
Unsealed Rural Roads (URR) - Local	1,600	-	-	(1,600)
Unsealed Rural Roads (URR) - Regional	661	-	-	(661)
Parking Areas	3	-	-	(3)
Footpaths	167	-	-	(167)
Aerodromes	253	90	2,370	2,207
Other Transport & Communication	6,129	6,215	-	86
Total Transport and Communication	9,341	6,305	2,370	(666)
Economic Affairs				
Camping Areas & Caravan Parks	46	139	-	93
Other Economic Affairs	836	569	-	(267)
Total Economic Affairs	882	708	-	(174)
Totals – Functions	24,811	17,888	3,635	(3,288)
General Purpose Revenues ⁽²⁾		8,697		8,697
Share of interests - joint ventures & associates using the equity method	-	-		-
NET OPERATING RESULT ⁽¹⁾	24,811	26,585	3,635	5,409

(1) As reported in the Income Statement

(2) Includes: Rates & Annual Charges (incl. Ex Gratia, excl. Water & Sewer), Non Capital General Purpose Grants, Interest on Investments (excl. Ext. Restricted Assets) & Interest on overdue Rates & Annual Charges

Cobar Shire Council

Special Schedule No. 2(a) - Statement of Long Term Debt (all purpose)

for the financial year ended 30 June 2015

\$'000

Classification of Debt	Principal outstanding at beginning of the year			New Loans raised during the year	Debt redemption during the year		Transfers to Sinking Funds	Interest applicable for Year	Principal outstanding at the end of the year		
	Current	Non Current	Total		From Revenue	Sinking Funds			Current	Non Current	Total
Loans (by Source)											
Commonwealth Government	-	-	-	-	-	-	-	-	-	-	-
Treasury Corporation	-	-	-	-	-	-	-	-	-	-	-
Other State Government	-	-	-	-	-	-	-	-	-	-	-
Public Subscription	-	-	-	-	-	-	-	-	-	-	-
Financial Institutions	141	2,347	2,488	-	241	-	-	145	263	1,984	2,247
Other	-	-	-	-	-	-	-	-	-	-	-
Total Loans	141	2,347	2,488	-	241	-	-	145	263	1,984	2,247
Other Long Term Debt											
Ratepayers Advances	-	-	-	-	-	-	-	-	-	-	-
Government Advances	-	-	-	-	-	-	-	-	-	-	-
Finance Leases	74	301	375	-	71	-	-	23	78	226	304
Deferred Payments	-	-	-	-	-	-	-	-	-	-	-
Total Long Term Debt	74	301	375	-	71	-	-	23	78	226	304
Total Debt	215	2,648	2,863	-	312	-	-	168	341	2,210	2,551

Notes: Excludes (i) Internal Loans & (ii) Principal Inflows/Outflows relating to Loan Re-Financing.

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

Cobar Shire Council

Special Schedule No. 3 - Water Supply Income Statement

Includes ALL INTERNAL TRANSACTIONS, ie. prepared on a Gross Basis.
for the financial year ended 30 June 2015

\$'000	Actuals 2015	Actuals 2014
A Expenses and Income		
Expenses		
1. Management expenses		
a. Administration	194	116
b. Engineering and Supervision	121	117
2. Operation and Maintenance expenses		
- Dams & Weirs		
a. Operation expenses	-	-
b. Maintenance expenses	-	-
- Mains		
c. Operation expenses	114	91
d. Maintenance expenses	200	345
- Reservoirs		
e. Operation expenses	10	19
f. Maintenance expenses	44	113
- Pumping Stations		
g. Operation expenses (excluding energy costs)	-	-
h. Energy costs	-	-
i. Maintenance expenses	-	-
- Treatment		
j. Operation expenses (excluding chemical costs)	1,218	1,284
k. Chemical costs	134	164
l. Maintenance expenses	258	520
- Other		
m. Operation expenses	-	-
n. Maintenance expenses	-	-
o. Purchase of water	-	-
3. Depreciation expenses		
a. System assets	330	324
b. Plant and equipment	-	-
4. Miscellaneous expenses		
a. Interest expenses	-	-
b. Revaluation Decrements	-	-
c. Other expenses	-	-
d. Impairment - System assets	-	-
e. Impairment - Plant and equipment	-	-
f. Aboriginal Communities Water & Sewerage Program	-	-
g. Tax Equivalents Dividends (actually paid)	-	-
5. Total expenses	2,623	3,093

Cobar Shire Council

Special Schedule No. 3 - Water Supply Income Statement (continued)

Includes ALL INTERNAL TRANSACTIONS, ie. prepared on a Gross Basis.
for the financial year ended 30 June 2015

\$'000	Actuals 2015	Actuals 2014
Income		
6. Residential charges		
a. Access (including rates)	661	640
b. Usage charges	2,262	2,338
7. Non-residential charges		
a. Access (including rates)	2	6
b. Usage charges	-	-
8. Extra charges	-	-
9. Interest income	18	17
10. Other income	-	-
10a. Aboriginal Communities Water and Sewerage Program	-	-
11. Grants		
a. Grants for acquisition of assets	-	-
b. Grants for pensioner rebates	14	13
c. Other grants	794	-
12. Contributions		
a. Developer charges	-	-
b. Developer provided assets	-	-
c. Other contributions	589	71
13. Total income	<u>4,340</u>	<u>3,085</u>
14. Gain (or loss) on disposal of assets	-	-
15. Operating Result	<u>1,717</u>	<u>(8)</u>
15a. Operating Result (less grants for acquisition of assets)	1,717	(8)

Cobar Shire Council

Special Schedule No. 3 - Water Supply Income Statement (continued)

Includes ALL INTERNAL TRANSACTIONS, ie. prepared on a Gross Basis.
for the financial year ended 30 June 2015

\$'000	Actuals 2015	Actuals 2014
B Capital transactions		
Non-operating expenditures		
16. Acquisition of Fixed Assets		
a. New Assets for Improved Standards	-	-
b. New Assets for Growth	-	-
c. Renewals	-	-
d. Plant and equipment	-	-
17. Repayment of debt		
a. Loans	-	-
b. Advances	-	-
c. Finance leases	-	-
18. Transfer to sinking fund	-	-
19. Totals	-	-
Non-operating funds employed		
20. Proceeds from disposal of assets	-	-
21. Borrowing utilised		
a. Loans	-	-
b. Advances	-	-
c. Finance leases	-	-
22. Transfer from sinking fund	-	-
23. Totals	-	-
C Rates and charges		
24. Number of assessments		
a. Residential (occupied)	1,841	1,821
b. Residential (unoccupied, ie. vacant lot)	130	135
c. Non-residential (occupied)	394	394
d. Non-residential (unoccupied, ie. vacant lot)	19	19
25. Number of ETs for which developer charges were received	- ET	- ET
26. Total amount of pensioner rebates (actual dollars)	\$ 24,194	\$ 24,456

Cobar Shire Council

Special Schedule No. 3 - Water Supply Cross Subsidies

for the financial year ended 30 June 2015

\$'000	Yes	No	Amount
D Best practice annual charges and developer charges*			
27. Annual charges			
a. Does Council have best-practice water supply annual charges and usage charges*?	<input type="checkbox"/>	<input type="checkbox"/>	
If Yes, go to 28a.			
If No, please report if council has removed land value from access charges (ie rates)?			
<p>NB. Such charges for both residential customers and non-residential customers comply with section 3.2 of Water Supply, Sewerage and Trade Waste Pricing Guidelines, NSW Office of Water, December, 2002. Such charges do not involve significant cross subsidies.</p>			
b. Cross-subsidy from residential customers using less than allowance (page 25 of Guidelines)			<input type="text"/>
c. Cross-subsidy to non-residential customers (page 24 of Guidelines)			<input type="text"/>
d. Cross-subsidy to large connections in unmetered supplies (page 26 of Guidelines)			<input type="text"/>
28. Developer charges			
a. Has council completed a water supply Development Servicing** Plan?	<input type="checkbox"/>	<input type="checkbox"/>	
b. Total cross-subsidy in water supply developer charges for 2014/15 (page 47 of Guidelines)			<input type="text"/>
** In accordance with page 9 of Developer Charges Guidelines for Water Supply, Sewerage and Stormwater, NSW Office of Water, December, 2002.			
29. Disclosure of cross-subsidies			
Total of cross-subsidies (27b +27c + 27d + 28b)			<input type="text" value="-"/>

* Councils which have not yet implemented best practice water supply pricing should disclose cross-subsidies in items 27b, 27c and 27d above.

However, disclosure of cross-subsidies is **not** required where a Council has implemented best practice pricing and is phasing in such pricing over a period of 3 years.

Cobar Shire Council

Special Schedule No. 4 - Water Supply Statement of Financial Position

Includes INTERNAL TRANSACTIONS, ie. prepared on a Gross Basis.
as at 30 June 2015

\$'000	Actuals Current	Actuals Non Current	Actuals Total
ASSETS			
30. Cash and investments			
a. Developer charges	12	-	12
b. Special purpose grants	-	-	-
c. Accrued leave	-	-	-
d. Unexpended loans	-	-	-
e. Sinking fund	-	-	-
f. Other	2,087	-	2,087
31. Receivables			
a. Specific purpose grants	-	-	-
b. Rates and Availability Charges	43	-	43
c. User Charges	501	-	501
d. Other	-	-	-
32. Inventories	109	-	109
33. Property, plant and equipment			
a. System assets	-	11,589	11,589
b. Plant and equipment	-	-	-
34. Other assets	-	-	-
35. Total assets	<u>2,752</u>	<u>11,589</u>	<u>14,341</u>
LIABILITIES			
36. Bank overdraft	-	-	-
37. Creditors	191	-	191
38. Borrowings			
a. Loans	-	-	-
b. Advances	6	-	6
c. Finance leases	-	-	-
39. Provisions			
a. Tax equivalents	-	-	-
b. Dividend	-	-	-
c. Other	-	-	-
40. Total liabilities	<u>197</u>	<u>-</u>	<u>197</u>
41. NET ASSETS COMMITTED	<u>2,555</u>	<u>11,589</u>	<u>14,144</u>
EQUITY			
42. Accumulated surplus			13,803
43. Asset revaluation reserve			341
44. TOTAL EQUITY			<u>14,144</u>
Note to system assets:			
45. Current replacement cost of system assets			26,619
46. Accumulated current cost depreciation of system assets			(15,030)
47. Written down current cost of system assets			<u>11,589</u>

Cobar Shire Council

Special Schedule No. 5 - Sewerage Service Income Statement

Includes ALL INTERNAL TRANSACTIONS, ie. prepared on a Gross Basis.
for the financial year ended 30 June 2015

\$'000	Actuals 2015	Actuals 2014
A Expenses and Income		
Expenses		
1. Management expenses		
a. Administration	39	58
b. Engineering and Supervision	129	137
2. Operation and Maintenance expenses		
- Mains		
a. Operation expenses	-	-
b. Maintenance expenses	81	118
- Pumping Stations		
c. Operation expenses (excluding energy costs)	-	-
d. Energy costs	4	5
e. Maintenance expenses	52	38
- Treatment		
f. Operation expenses (excl. chemical, energy, effluent & biosolids management costs)	94	93
g. Chemical costs	5	6
h. Energy costs	-	-
i. Effluent Management	43	59
j. Biosolids Management	-	-
k. Maintenance expenses	-	-
- Other		
l. Operation expenses	-	-
m. Maintenance expenses	-	-
3. Depreciation expenses		
a. System assets	367	364
b. Plant and equipment	-	-
4. Miscellaneous expenses		
a. Interest expenses	-	-
b. Revaluation Decrements	-	-
c. Other expenses	-	-
d. Impairment - System assets	-	-
e. Impairment - Plant and equipment	-	-
f. Aboriginal Communities Water & Sewerage Program	-	-
g. Tax Equivalents Dividends (actually paid)	-	-
5. Total expenses	814	878

Cobar Shire Council

Special Schedule No. 5 - Sewerage Service Income Statement (continued)

Includes ALL INTERNAL TRANSACTIONS, ie. prepared on a Gross Basis.
for the financial year ended 30 June 2015

\$'000	Actuals 2015	Actuals 2014
Income		
6. Residential charges (including rates)	598	636
7. Non-residential charges		
a. Access (including rates)	-	-
b. Usage charges	72	77
8. Trade Waste Charges		
a. Annual Fees	-	-
b. Usage charges	-	-
c. Excess mass charges	-	-
d. Re-inspection fees	-	-
9. Extra charges	-	-
10. Interest income	36	34
11. Other income	-	-
11a. Aboriginal Communities Water & Sewerage Program	-	-
12. Grants		
a. Grants for acquisition of assets	-	-
b. Grants for pensioner rebates	11	11
c. Other grants	-	-
13. Contributions		
a. Developer charges	-	-
b. Developer provided assets	-	-
c. Other contributions	-	-
14. Total income	<u>717</u>	<u>758</u>
15. Gain (or loss) on disposal of assets	-	-
16. Operating Result	<u>(97)</u>	<u>(120)</u>
16a. Operating Result (less grants for acquisition of assets)	(97)	(120)

Cobar Shire Council

Special Schedule No. 5 - Sewerage Service Income Statement (continued)

Includes ALL INTERNAL TRANSACTIONS, ie. prepared on a Gross Basis.
for the financial year ended 30 June 2015

\$'000	Actuals 2015	Actuals 2014
B Capital transactions		
Non-operating expenditures		
17. Acquisition of Fixed Assets		
a. New Assets for Improved Standards	-	-
b. New Assets for Growth	-	-
c. Renewals	-	-
d. Plant and equipment	-	-
18. Repayment of debt		
a. Loans	-	-
b. Advances	-	-
c. Finance leases	-	-
19. Transfer to sinking fund	-	-
20. Totals	<u>-</u>	<u>-</u>
Non-operating funds employed		
21. Proceeds from disposal of assets	-	-
22. Borrowing utilised		
a. Loans	-	-
b. Advances	-	-
c. Finance leases	-	-
23. Transfer from sinking fund	-	-
24. Totals	<u>-</u>	<u>-</u>
C Rates and charges		
25. Number of assessments		
a. Residential (occupied)	1,607	1,604
b. Residential (unoccupied, ie. vacant lot)	57	62
c. Non-residential (occupied)	158	155
d. Non-residential (unoccupied, ie. vacant lot)	8	7
26. Number of ETs for which developer charges were received	- ET	- ET
27. Total amount of pensioner rebates (actual dollars)	\$ 20,431	\$ 20,169

Cobar Shire Council

Special Schedule No. 5 - Sewerage Service Cross Subsidies

for the financial year ended 30 June 2015

\$'000	Yes	No	Amount
D Best practice annual charges and developer charges*			
28. Annual charges			
a. Does Council have best-practice sewerage annual charges, usage charges and trade waste fees & charges*?	<input type="checkbox"/>	<input type="checkbox"/>	
If Yes, go to 29a.			
If No, please report if council has removed land value from access charges (ie rates)?	<input type="checkbox"/>	<input type="checkbox"/>	
NB. Such charges for both residential customers and non-residential customers comply with section 4.2 & 4.3 of the Water Supply, Sewerage and Trade Waste Pricing Guidelines, NSW Office of Water, December, 2002. Such charges do not involve significant cross subsidies.			
b. Cross-subsidy to non-residential customers (page 45 of Guidelines)			<input type="text"/>
c. Cross-subsidy to trade waste discharges (page 46 of Guidelines)			<input type="text"/>
29. Developer charges			
a. Has council completed a sewerage Development Servicing** Plan?	<input type="checkbox"/>	<input type="checkbox"/> No	
b. Total cross-subsidy in sewerage developer charges for 2014/15 (page 47 of Guidelines)			<input type="text"/>
** In accordance with page 9 of Developer Charges Guidelines for Water Supply, Sewerage and Stormwater, NSW Office of Water, December, 2002.			
30. Disclosure of cross-subsidies			
Total of cross-subsidies (28b + 28c + 29b)			<input type="text"/> -

* Councils which have not yet implemented best practice sewer pricing & liquid waste pricing should disclose cross-subsidies in items 28b and 28c above.

However, disclosure of cross-subsidies is **not** required where a Council has implemented best practice sewerage and liquid waste pricing and is phasing in such pricing over a period of 3 years.

Cobar Shire Council

Special Schedule No. 6 - Sewerage Service Statement of Financial Position

Includes INTERNAL TRANSACTIONS, ie. prepared on a Gross Basis.
as at 30 June 2015

\$'000	Actuals Current	Actuals Non Current	Actuals Total
ASSETS			
31. Cash and investments			
a. Developer charges	86	-	86
b. Special purpose grants	-	-	-
c. Accrued leave	-	-	-
d. Unexpended loans	-	-	-
e. Sinking fund	-	-	-
f. Other	1,444	-	1,444
32. Receivables			
a. Specific purpose grants	-	-	-
b. Rates and Availability Charges	43	-	43
c. User Charges	-	-	-
d. Other	-	-	-
33. Inventories	26	-	26
34. Property, plant and equipment			
a. System assets	-	8,909	8,909
b. Plant and equipment	-	-	-
35. Other assets	-	-	-
36. Total Assets	<u>1,599</u>	<u>8,909</u>	<u>10,508</u>
LIABILITIES			
37. Bank overdraft	-	-	-
38. Creditors	8	-	8
39. Borrowings			
a. Loans	-	-	-
b. Advances	-	-	-
c. Finance leases	-	-	-
40. Provisions			
a. Tax equivalents	-	-	-
b. Dividend	-	-	-
c. Other	-	-	-
41. Total Liabilities	<u>8</u>	<u>-</u>	<u>8</u>
42. NET ASSETS COMMITTED	<u>1,591</u>	<u>8,909</u>	<u>10,500</u>
EQUITY			
42. Accumulated surplus			3,373
44. Asset revaluation reserve			7,127
45. TOTAL EQUITY			<u>10,500</u>
Note to system assets:			
46. Current replacement cost of system assets			17,357
47. Accumulated current cost depreciation of system assets			(8,448)
48. Written down current cost of system assets			<u>8,909</u>

Cobar Shire Council

Notes to Special Schedule No.'s 3 & 5 for the financial year ended 30 June 2015

Administration ⁽¹⁾

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

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

Engineering and supervision ⁽¹⁾

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

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

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

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

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

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

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

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

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

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

Trade waste charges (item 8 of Special Schedule 5) include all income from trade waste charges separated into 8a Annual Fees, 8b Usage Charges and 8c Excess Mass Charges and 8d Re-inspection Fees.

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

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

Notes:

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

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

Cobar Shire Council

Special Schedule No. 7 - Report on Infrastructure Assets

as at 30 June 2015

\$'000

Asset Class	Asset Category	Estimated cost to bring up to a satisfactory standard refer (1)	Required Annual Maintenance refer (2)	Actual Maintenance 2014/15 refer (3)	Written Down Value (WDV) refer (4)	Assets in Condition as a % of WDV				
						1	2	3	4	5
						refer (4) & (5)				
Buildings	Council Offices / Administration Centres	320	20	9	2,037	0%	0%	84%	0%	16%
	Council Works Depot	75	35	72	1,196	15%	4%	18%	57%	6%
	Council Public Halls	540	15	8	1,729	10%	9%	15%	35%	31%
	Museum	97	20	4	1,461	0%	13%	30%	50%	7%
	Libraries	60	5	12	1,380	90%	0%	0%	5%	5%
	Aerodrome	25	25	2	74	0%	0%	66%	0%	34%
	Aged Care	80	30	27	4,108	0%	98%	0%	0%	2%
	Bus Shelters	-	-	-	4	0%	100%	0%	0%	0%
	Waste Depots	68	5	-	97	0%	0%	30%	0%	70%
	Caravan Parks	250	-	-	352	0%	5%	14%	10%	71%
	Emergency Services	-	3	3	1,748	0%	100%	0%	0%	0%
	Medical Centre	-	5	-	1,255	100%	0%	0%	0%	0%
	Youth Centre	545	35	15	2,509	5%	0%	63%	10%	22%
	Cemeteries	-	4	8	114	0%	73%	27%	0%	0%
	Swimming Pool	-	5	-	739	5%	10%	68%	17%	0%
	Other Buildings	60	5	2	1,997	0%	31%	61%	6%	2%
	Dwellings	320	35	18	4,014	0%	0%	38%	54%	8%
	sub total	2,440	247	180	24,814	12.1%	28.0%	30.7%	19.3%	9.9%

Cobar Shire Council

Special Schedule No. 7 - Report on Infrastructure Assets (continued)

as at 30 June 2015

\$'000

Asset Class	Asset Category	Estimated cost to bring up to a satisfactory standard refer (1)	Required Annual Maintenance refer (2)	Actual Maintenance 2014/15 refer (3)	Written Down Value (WDV) refer (4)	Assets in Condition as a % of WDV				
						1	2	3	4	5
						refer (4) & (5)				
Other	Other Structures	50	23	34	1,284	12%	38%	13%	33%	4%
	sub total	50	23	34	1,284	12.0%	38.0%	13.0%	33.0%	4.0%
Roads	Sealed Roads	4,484	1,358	278	97,399	5%	32%	34%	25%	4%
	Unsealed Roads	12,837	4,505	2,251	97,143	2%	35%	29%	21%	13%
	Bridges	-	10	-	3,493	0%	89%	0%	11%	0%
	Footpaths	-	350	165	3,017	26%	0%	74%	0%	0%
	Bicycle Paths	-	5	1	145	0%	100%	0%	0%	0%
	Kerb and Gutter	94	25	50	6,670	0%	99%	0%	0%	1%
	sub total	17,415	6,253	2,745	209,006	3.6%	35.9%	30.4%	21.6%	8.5%
Water Supply	Mains	300	600	221	6,134	8%	10%	25%	55%	2%
	Reservoirs	450	50	45	3,471	0%	42%	41%	9%	8%
	Other	6,061	350	27	1,532	2%	1%	2%	3%	92%
	sub total	6,811	1,000	293	11,137	4.7%	18.7%	26.8%	33.5%	16.3%
Sewerage Network	Mains	250	100	73	6,595	0%	28%	49%	21%	2%
	Pumping Station/s	150	50	-	875	5%	0%	27%	62%	6%
	Treatment	250	100	45	1,309	0%	40%	51%	3%	6%
	Other	-	-	-	40	23%	0%	77%	0%	0%
	sub total	650	250	118	8,819	0.6%	26.9%	47.2%	22.3%	3.0%
Stormwater Drainage	Town Streets	210	40	6	6,450	0%	15%	65%	15%	5%
	sub total	210	40	6	4,869	0.0%	19.9%	86.1%	19.9%	-25.8%
Land Improvements	Land Improvements	73	247	27	7,151	46%	7%	18%	28%	1%
	sub total	73	247	27	7,151	46.0%	7.0%	18.0%	28.0%	1.0%

Cobar Shire Council

Special Schedule No. 7 - Report on Infrastructure Assets (continued)

as at 30 June 2015

\$'000

Asset Class	Asset Category	Estimated cost to bring up to a satisfactory standard refer (1)	Required Annual Maintenance refer (2)	Actual Maintenance 2014/15 refer (3)	Written Down Value (WDV) refer (4)	Assets in Condition as a % of WDV				
						1	2	3	4	5
						refer (4) & (5)				
	TOTAL - ALL ASSETS	27,649	8,060	3,403	267,080	5.5%	33.1%	31.4%	22.1%	7.9%

Notes:

- (1). Satisfactory is defined as "satisfying expectations or needs, leaving no room for complaint, causing satisfaction, adequate".
The estimated cost to bring assets to a satisfactory standard is the amount of money that is required to be spent on an asset to ensure that it is in a satisfactory standard.
This estimated cost should not include any planned enhancements (ie.to heighten, intensify or improve the facilities).
- (2). Required Annual Maintenance is "what should be spent to maintain assets in a satisfactory standard.
- (3). Actual Maintenance is what has been spent in the current year to maintain the assets.
Actual Maintenance may be higher or lower than the required annual maintenance due to the timing of when the maintenance actually occurs.
- (4). Written Down Value is in accordance with Note 9 of Council's General Purpose Financial Statements
- (5). **Infrastructure Asset Condition Assessment "Key"**

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

Cobar Shire Council

Special Schedule No. 7 - Report on Infrastructure Assets

as at 30 June 2015

\$'000

Asset Class	Asset Category	Estimated cost to bring up to a satisfactory standard refer (1)	Required Annual Maintenance refer (2)	Actual Maintenance 2014/15 refer (3)	Current Replacement Cost refer (4)	Assets in Condition as a % of Current Replacement Cost				
						1	2	3	4	5
						refer (4) & (5)				
Buildings	Council Offices / Administration Centres	320	20	9	4,144	0%	0%	92%	0%	8%
	Council Works Depot	75	35	72	2,028	15%	4%	18%	59%	4%
	Council Public Halls	540	15	8	5,374	10%	9%	15%	57%	10%
	Museum	97	20	4	2,956	0%	13%	30%	54%	3%
	Libraries	60	5	12	2,299	90%	0%	0%	7%	3%
	Aerodrome	25	25	2	285	0%	0%	91%	0%	9%
	Aged Care	80	30	27	6,029	0%	99%	0%	0%	1%
	Bus Shelters	-	-	-	21	0%	100%	0%	0%	0%
	Waste Depots	68	5	-	749	0%	0%	91%	0%	9%
	Caravan Parks	250	-	-	888	0%	5%	57%	10%	28%
	Emergency Services	-	3	3	2,521	0%	100%	0%	0%	0%
	Medical Centre	-	5	-	1,958	100%	0%	0%	0%	0%
	Youth Centre	545	35	15	4,932	5%	0%	74%	10%	11%
	Cemeteries	-	4	8	241	0%	73%	27%	0%	0%
	Swimming Pool	-	5	-	1,836	5%	10%	68%	17%	0%
	Other Buildings	60	5	2	477	0%	31%	51%	6%	13%
	Dwellings	320	35	18	12,800	0%	0%	38%	60%	2%
	sub total	2,440	247	180	49,538	10.5%	20.2%	35.1%	29.5%	4.7%

Cobar Shire Council

Special Schedule No. 7 - Report on Infrastructure Assets (continued)

as at 30 June 2015

\$'000

Asset Class	Asset Category	Estimated cost to bring up to a satisfactory standard refer (1)	Required Annual Maintenance refer (2)	Actual Maintenance 2014/15 refer (3)	Current Replacement Cost refer (4)	Assets in Condition as a % of Current Replacement Cost				
						1	2	3	4	5
						refer (4) & (5)				
Other Structures	Other Structures	50	23	34	2,384	12%	40%	13%	33%	2%
	sub total	50	23	34	2,384	12.0%	40.0%	13.0%	33.0%	2.0%
Roads	Sealed Roads	4,484	1,358	278	112,105	5%	32%	34%	25%	4%
	Unsealed Roads	12,925	4,505	2,251	121,046	2%	37%	29%	21%	11%
	Bridges	-	10	-	4,882	0%	89%	0%	11%	0%
	Footpaths	-	350	165	4,319	26%	0%	74%	0%	0%
	Cycle ways	-	5	1	153	0%	100%	0%	0%	0%
	Kerb and Gutter	94	25	50	9,441	0%	99%	0%	0%	1%
	sub total	17,503	6,253	2,745	251,946	3.6%	37.5%	30.3%	21.4%	7.1%
Water Supply Network	Mains	300	600	221	14,013	8%	10%	25%	55%	2%
	Reservoirs	450	50	45	5,524	0%	42%	41%	9%	8%
	Other	6,061	350	27	6,630	2%	1%	2%	3%	92%
	sub total	6,811	1,000	293	26,167	4.8%	14.5%	22.6%	32.1%	26.1%
Sewerage Network	Mains	250	100	73	10,716	0%	28%	49%	21%	2%
	Pumping Station/s	150	50	-	2,513	5%	0%	27%	62%	6%
	Treatment	250	100	45	3,953	0%	40%	51%	3%	6%
	Other	-	-	-	86	23%	0%	77%	0%	0%
	sub total	650	250	118	17,268	0.8%	26.5%	46.4%	22.7%	3.5%
Stormwater Drainage	Town Streets	122	48	6	6,450	0%	15%	68%	15%	2%
	sub total	122	48	6	6,450	0.0%	15.0%	68.0%	15.0%	2.0%
Land Improvements	Land Improvements	73	247	27	9,234	46%	7%	18%	28%	1%
	sub total	73	247	27	9,234	46.0%	7.0%	18.0%	28.0%	1.0%

Cobar Shire Council

Special Schedule No. 7 - Report on Infrastructure Assets (continued)

as at 30 June 2015

\$'000

Asset Class	Asset Category	Estimated cost to bring up to a satisfactory standard refer (1)	Required Annual Maintenance refer (2)	Actual Maintenance 2014/15 refer (3)	Current Replacement Cost refer (4)	Assets in Condition as a % of Current Replacement Cost				
						1	2	3	4	5
						refer (4) & (5)				
	TOTAL - ALL ASSETS	27,649	8,068	3,403	362,987	5.6%	31.8%	31.4%	23.5%	7.7%

Notes:

- (1). Satisfactory is defined as "satisfying expectations or needs, leaving no room for complaint, causing satisfaction, adequate".
The estimated cost to bring assets to a satisfactory standard is the amount of money that is required to be spent on an asset to ensure that it is in a satisfactory standard.
This estimated cost should not include any planned enhancements (ie.to heighten, intensify or improve the facilities).
- (2). Required Annual Maintenance is "what should be spent to maintain assets in a satisfactory standard.
- (3). Actual Maintenance is what has been spent in the current year to maintain the assets.
Actual Maintenance may be higher or lower than the required annual maintenance due to the timing of when the maintenance actually occurs.
- (4). Condition of assets has been assessed as a percentage of Current Replacement Cost as this is considered to be more accurate.
- (5). **Infrastructure Asset Condition Assessment "Key"**

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

Cobar Shire Council

Special Schedule No. 7 - Report on Infrastructure Assets (continued)
for the financial year ended 30 June 2015

\$ '000	Amounts 2015	Indicator 2015	Prior Periods	
			2014	2013
Infrastructure Asset Performance Indicators Consolidated				
1. Building, Infrastructure & Other Structures Renewals Ratio				
Asset Renewals				
<u>(Building, Infrastructure & Other Structures) ⁽¹⁾</u>	<u>2,229</u>	65.89%	71.34%	51.23%
Depreciation, Amortisation & Impairment	<u>3,383</u>			
2. Infrastructure Backlog Ratio				
Estimated Cost to bring Assets to a Satisfactory Condition	<u>27,649</u>			
Total value ⁽²⁾ of Infrastructure, Building, Other Structures & depreciable Land Improvement Assets	<u>267,080</u>	10.35%	17.38%	53.00%
3. Asset Maintenance Ratio				
Actual Asset Maintenance	<u>3,403</u>			
Required Asset Maintenance	<u>8,060</u>	0.42	0.53	0.45
4. Capital Expenditure Ratio				
Annual Capital Expenditure	<u>5,435</u>			
Annual Depreciation	<u>4,580</u>	1.19	0.67	0.41

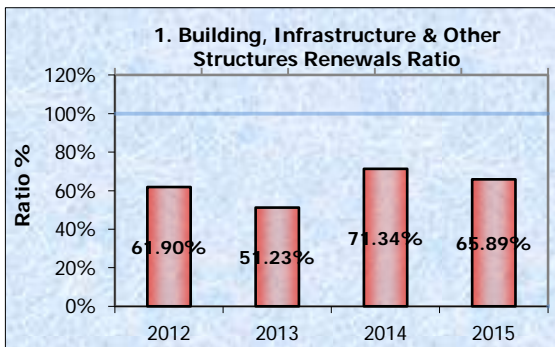
Notes

⁽¹⁾ Asset Renewals represent the replacement &/or refurbishment of existing assets to an equivalent capacity/performance as opposed to the acquisition of new assets (or the refurbishment of old assets) that increases capacity/performance. Asset Renewals include building, infrastructure & Other Structure assets only.

⁽²⁾ Written Down Value

Cobar Shire Council

Special Schedule No. 7 - Report on Infrastructure Assets (continued) for the financial year ended 30 June 2015



Purpose of Asset Renewals Ratio

To assess the rate at which these assets are being renewed relative to the rate at which they are depreciating.

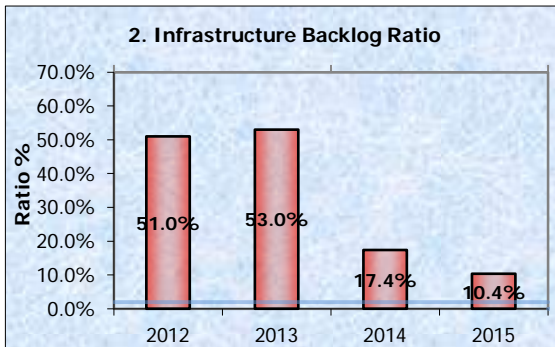
Commentary on 2014/15 Result

2014/15 Ratio 65.89%

This ratio is consistent with previous years, although the trend is increasing upwards to more acceptable levels

Benchmark: Minimum $\geq 100.00\%$
Source for Benchmark: Code of Accounting Practice and Financial Reporting #23

Ratio is within Benchmark
Ratio is outside Benchmark



Purpose of Infrastructure Backlog Ratio

This ratio shows what proportion the backlog is against the total value of a Council's infrastructure.

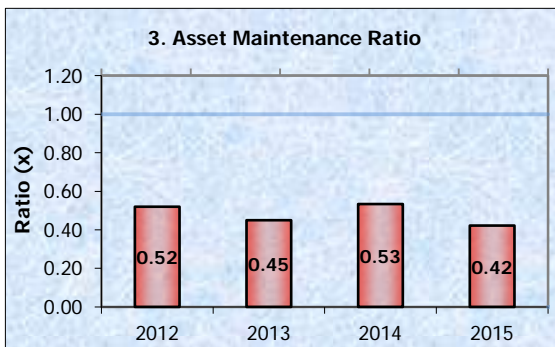
Commentary on 2014/15 Result

2014/15 Ratio 10.35%

In the past two years, this ratio has been scrutinised to improve the accuracy of the baseline data.

Benchmark: Maximum < 0.02
Source for Benchmark: Code of Accounting Practice and Financial Reporting #23

Ratio is within Benchmark
Ratio is outside Benchmark



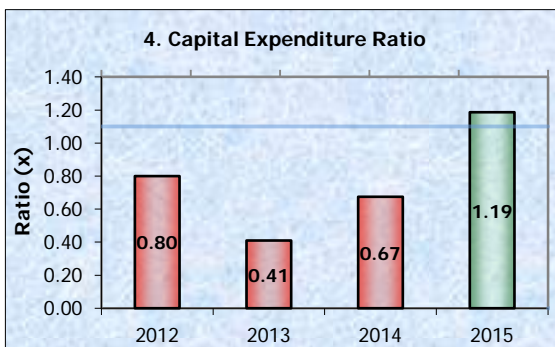
Purpose of Asset Maintenance Ratio

Compares actual vs. required annual asset maintenance. A ratio above 1.0 indicates Council is investing enough funds to stop the Infrastructure Backlog growing.

2014/15 Ratio 0.42 x

Benchmark: Minimum > 1.00
Source for Benchmark: Code of Accounting Practice and Financial Reporting #23

Ratio is within Benchmark
Ratio is outside Benchmark



Purpose of Capital Expenditure Ratio

To assess the extent to which a Council is expanding its asset base thru capital expenditure on both new assets and the replacement and renewal of existing assets.

2014/15 Ratio 1.19 x

Benchmark: Minimum > 1.10
Source for Benchmark: Code of Accounting Practice and Financial Reporting #23

Ratio is within Benchmark
Ratio is outside Benchmark

Cobar Shire Council

Special Schedule No. 7 - Report on Infrastructure Assets (continued)
for the financial year ended 30 June 2015

\$ '000	Water 2015	Sewer 2015	General ⁽¹⁾ 2015
Infrastructure Asset Performance Indicators By Fund			
1. Building, Infrastructure & Other Structures Renewals Ratio			
Asset Renewals (Building, Infrastructure & Other Structures) ⁽²⁾	0.00%	0.00%	83.02%
Depreciation, Amortisation & Impairment			
prior period:	25.00%	0.00%	86.60%
2. Infrastructure Backlog Ratio			
Estimated Cost to bring Assets to a Satisfactory Condition	61.16%	7.37%	8.17%
Total value ⁽³⁾ of Infrastructure, Building, Other Structures & Depreciable Land Improvement Assets			
prior period:	60.61%	7.08%	14.60%
3. Asset Maintenance Ratio			
Actual Asset Maintenance	0.29	0.47	0.44
Required Asset Maintenance			
prior period:	0.68	0.42	0.52
4. Capital Expenditure Ratio			
Annual Capital Expenditure	0.00	0.00	1.40
Annual Depreciation			
prior period:	0.00	0.00	0.80

Notes

(1) General Fund refers to all of Council's activities except for its Water & Sewer activities which are listed separately.

(2) Asset Renewals represent the replacement &/or refurbishment of existing assets to an equivalent capacity/performance as opposed to the acquisition of new assets (or the refurbishment of old assets) that increases capacity/performance. Asset Renewals include building, infrastructure & Other Structure assets only.

(3) Written Down Value

Cobar Shire Council

Special Schedule No. 9 - Permissible Income Calculation

for the financial year ended 30 June 2016

\$'000		Calculation 2014/15	Calculation 2015/16
Notional General Income Calculation ⁽¹⁾			
Last Year Notional General Income Yield	a	3,377	3,615
Plus or minus Adjustments ⁽²⁾	b	156	(4)
Notional General Income	c = (a + b)	<u>3,533</u>	<u>3,611</u>
Permissible Income Calculation			
Special variation percentage ⁽³⁾	d	0.00%	0.00%
or Rate peg percentage	e	2.30%	2.40%
or Crown land adjustment (incl. rate peg percentage)	f	0.00%	0.00%
less expiring Special variation amount	g	-	-
plus Special variation amount	h = d x (c-g)	-	-
or plus Rate peg amount	i = c x e	81	87
or plus Crown land adjustment and rate peg amount	j = c x f	-	-
sub-total	k = (c+g+h+i+j)	<u>3,614</u>	<u>3,698</u>
plus (or minus) last year's Carry Forward Total	l	-	(1)
less Valuation Objections claimed in the previous year	m	-	-
sub-total	n = (l + m)	<u>-</u>	<u>(1)</u>
Total Permissible income	o = k + n	<u><u>3,614</u></u>	<u><u>3,697</u></u>
less Notional General Income Yield	p	3,615	3,697
Catch-up or (excess) result	q = o - p	<u>(1)</u>	<u>(0)</u>
plus Income lost due to valuation objections claimed ⁽⁴⁾	r	-	-
less Unused catch-up ⁽⁵⁾	s	-	-
Carry forward to next year	t = q + r - s	<u>(1)</u>	<u>(0)</u>

Notes

- The Notional General Income will not reconcile with rate income in the financial statements in the corresponding year. The statements are reported on an accrual accounting basis which include amounts that relate to prior years' rates income.
- Adjustments account for changes in the number of assessments and any increase or decrease in land value occurring during the year. The adjustments are called "supplementary valuations" as defined in the Valuation of Land Act 1916.
- The Special Variation Percentage is inclusive of the Rate Peg percentage and where applicable crown land adjustment.
- Valuation objections are unexpected changes in land values as a result of land owners successfully objecting to the land value issued by the Valuer-General. Councils can claim the value of the income lost due to valuation objections in any single year.
- Unused catch-up amounts will be deducted if they are not caught up within 2 years. Usually councils will have a nominal carry forward figure. These amounts can be adjusted for in setting the rates in a future year.
- Carry forward amounts which are in excess (an amount that exceeds the permissible income) require Ministerial approval by order published in the NSW Government Gazette in accordance with section 512 of the Local Government Act 1993. The OLG will extract these amounts from councils' Special Schedule 9 in the Financial Data Return (FDR) to administer this process.

INDEPENDENT AUDITOR'S REPORT ON SPECIAL SCHEDULE NO. 9 OF COBAR SHIRE COUNCIL

Scope

We have audited the accompanying special purpose financial statement comprising the reconciliation of total permissible general income (Special Schedule No.9) of Cobar Shire Council for the year ended 30 June 2016.

Responsibility of Council for Special Schedule No. 9

The Council is responsible for the preparation and fair presentation of Special Schedule No. 9 in accordance with the Local Government Code of Practice and Financial Reporting (Guidelines) Update No. 23. This responsibility includes the maintenance of adequate accounting records and internal controls designed to prevent and detect fraud and error; designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of Special Schedule No. 9 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

Our responsibility is to express an opinion on Special Schedule No. 9 based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether Special Schedule No. 9 is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in Special Schedule No. 9. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of Special Schedule No. 9, whether due to fraud or error. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of Special Schedule No.9.

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

In making our risk assessments, we consider internal controls relevant to the entity's preparation of Special Schedule No. 9 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 controls.

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

Independence

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

Audit Opinion

In our opinion, Special Schedule No. 9 of Cobar Shire Council for 2015/16 is properly drawn up in accordance with the requirements of the Office of Local Government and in accordance with the books and records of Council.

Basis of Accounting

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



LUKA GROUP

2 River Street
Dubbo
Dated: 28 October 2015



JM SHANKS
PARTNER