

Warren Shire Council

SPECIAL SCHEDULES
for the year ended 30 June 2015

“Australia's Wool & Cotton Capital”



Warren 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.

Warren 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	440	-	-	(440)
Administration	2,102	454	-	(1,648)
Public Order and Safety				
Fire Service Levy, Fire Protection, Emergency Services	171	57	-	(114)
Enforcement of Local Govt. Regulations	-	1	-	1
Animal Control	90	3	-	(87)
Total Public Order & Safety	261	61	-	(200)
Health	227	5	-	(222)
Environment				
Noxious Plants and Insect/Vermin Control	97	-	-	(97)
Total Environment	97	-	-	(97)
Community Services and Education				
Youth Services	8	11	-	3
Total Community Services & Education	8	11	-	3
Housing and Community Amenities				
Public Cemeteries	62	50	-	(12)
Housing	44	46	-	2
Drainage	78	-	-	(78)
Waste Management	262	278	-	16
Street Cleaning	107	-	-	(107)
Town Planning	-	53	-	53
Levee Protection	130	21	-	(109)
Other Community Amenities	3	-	-	(3)
Total Housing and Community Amenities	686	448	-	(238)
Water Supplies	670	641	102	73
Sewerage Services	650	528	-	(122)

Warren 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	322	97	-	(225)
Other Cultural Services	9	-	-	(9)
Sporting Grounds and Venues	232	29	-	(203)
Swimming Pools	201	52	-	(149)
Parks & Gardens (Lakes)	264	-	-	(264)
Other Sport and Recreation	353	47	-	(306)
Total Recreation and Culture	1,381	225	-	(1,156)
Mining, Manufacturing and Construction				
Building Control	-	1	-	1
Other Mining, Manufacturing & Construction	12	25	-	13
Total Mining, Manufacturing and Const.	12	26	-	14
Transport and Communication				
Urban Roads (UR) - Local	229	8	-	(221)
Urban Roads - Regional	-	-	-	-
Sealed Rural Roads (SRR) - Local	1,047	460	-	(587)
Sealed Rural Roads (SRR) - Regional	1,417	1,255	-	(162)
Unsealed Rural Roads (URR) - Local	1,127	-	-	(1,127)
Unsealed Rural Roads (URR) - Regional	228	210	-	(18)
Bridges on SRR - Local	111	-	-	(111)
Bridges on URR - Local	4	-	-	(4)
Bridges on Regional Roads	55	6	-	(49)
RMS - State Roads	977	957	-	(20)
Street Lighting	83	27	-	(56)
Parking Areas	1	8	-	7
Footpaths	44	-	-	(44)
Aerodromes	61	19	-	(42)
Other Transport & Communication	60	-	-	(60)
Total Transport and Communication	5,444	2,950	-	(2,494)
Economic Affairs				
Camping Areas & Caravan Parks	10	-	-	(10)
Tourism & Economic Development	116	14	-	(102)
Other Economic Affairs	132	105	-	(27)
Total Economic Affairs	258	119	-	(139)
Totals – Functions	12,236	5,468	102	(6,666)
General Purpose Revenues ⁽²⁾		6,982		6,982
Share of interests - joint ventures & associates using the equity method	13	-		(13)
NET OPERATING RESULT ⁽¹⁾	12,249	12,450	102	303

(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

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)											
Treasury Corporation	28	168	196	-	28	-	-	-		168	168
Financial Institutions	46	343	389	-	46	-	-	29	75	268	343
Other	-	-	-							-	-
Total Loans	74	511	585	-	74	-	-	29	75	436	511
Total Debt	74	511	585	-	74	-	-	29	75	436	511

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).

Warren 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	105	120
b. Engineering and Supervision	53	59
2. Operation and Maintenance expenses		
- Dams & Weirs		
a. Operation expenses	-	-
b. Maintenance expenses	-	-
- Mains		
c. Operation expenses	20	41
d. Maintenance expenses	124	144
- Reservoirs		
e. Operation expenses	4	8
f. Maintenance expenses	6	11
- Pumping Stations		
g. Operation expenses (excluding energy costs)	3	3
h. Energy costs	51	60
i. Maintenance expenses	22	20
- Treatment		
j. Operation expenses (excluding chemical costs)	15	10
k. Chemical costs	19	18
l. Maintenance expenses	-	-
- Other		
m. Operation expenses	18	10
n. Maintenance expenses	3	1
o. Purchase of water	22	24
3. Depreciation expenses		
a. System assets	173	167
b. Plant and equipment	20	21
4. Miscellaneous expenses		
a. Interest expenses	-	-
b. Revaluation Decrements	-	-
c. Other expenses	16	33
d. Impairment - System assets	-	-
e. Impairment - Plant and equipment	-	-
f. Aboriginal Communities Water & Sewerage Program	-	-
g. Tax Equivalent Dividends (actually paid)	-	-
5. Total expenses	674	750

Warren 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)	285	273
b. Usage charges	308	282
7. Non-residential charges		
a. Access (including rates)	29	29
b. Usage charges	40	39
8. Extra charges	1	1
9. Interest income	16	18
10. Other income	3	11
10a. Aboriginal Communities Water and Sewerage Program	-	-
11. Grants		
a. Grants for acquisition of assets	102	-
b. Grants for pensioner rebates	9	9
c. Other grants	-	-
12. Contributions		
a. Developer charges	-	-
b. Developer provided assets	-	-
c. Other contributions	-	7
13. Total income	<u>793</u>	<u>669</u>
14. Gain (or loss) on disposal of assets	2	-
15. Operating Result	<u>121</u>	<u>(81)</u>
15a. Operating Result (less grants for acquisition of assets)	19	(81)

Warren 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	167	41
d. Plant and equipment	35	-
17. Repayment of debt		
a. Loans	-	-
b. Advances	-	-
c. Finance leases	-	-
18. Transfer to sinking fund	-	-
19. Totals	202	41
Non-operating funds employed		
20. Proceeds from disposal of assets	15	-
21. Borrowing utilised		
a. Loans	-	-
b. Advances	-	-
c. Finance leases	-	-
22. Transfer from sinking fund	-	-
23. Totals	15	-
C Rates and charges		
24. Number of assessments		
a. Residential (occupied)	884	881
b. Residential (unoccupied, ie. vacant lot)	64	63
c. Non-residential (occupied)	90	94
d. Non-residential (unoccupied, ie. vacant lot)		-
25. Number of ETs for which developer charges were received	ET	- ET
26. Total amount of pensioner rebates (actual dollars)	\$ 17,019	\$ 17,041

Warren 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"/> No	
b. Total cross-subsidy in water supply developer charges for 2012/13 (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"/> -

* 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.

Warren 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	-	-	-
b. Special purpose grants	-	-	-
c. Accrued leave	-	-	-
d. Unexpended loans	-	-	-
e. Sinking fund	-	-	-
f. Other	524	-	524
31. Receivables			
a. Specific purpose grants	-	-	-
b. Rates and Availability Charges	13	4	17
c. User Charges	1	-	1
d. Other	129	3	132
32. Inventories	-	-	-
33. Property, plant and equipment			
a. System assets	-	6,530	6,530
b. Plant and equipment	-	247	247
34. Other assets	-	-	-
35. Total assets	<u>667</u>	<u>6,784</u>	<u>7,451</u>
LIABILITIES			
36. Bank overdraft	-	-	-
37. Creditors	7	-	7
38. Borrowings			
a. Loans	-	-	-
b. Advances	-	-	-
c. Finance leases	-	-	-
39. Provisions			
a. Tax equivalents	-	-	-
b. Dividend	-	-	-
c. Other	16	10	26
40. Total liabilities	<u>23</u>	<u>10</u>	<u>33</u>
41. NET ASSETS COMMITTED	<u>644</u>	<u>6,774</u>	<u>7,418</u>
EQUITY			
42. Accumulated surplus			4,408
43. Asset revaluation reserve			3,010
44. TOTAL EQUITY			<u>7,418</u>
Note to system assets:			
45. Current replacement cost of system assets			13,943
46. Accumulated current cost depreciation of system assets			(7,413)
47. Written down current cost of system assets			<u>6,530</u>

Warren 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	97	109
b. Engineering and Supervision	58	77
2. Operation and Maintenance expenses		
- Mains		
a. Operation expenses	3	1
b. Maintenance expenses	66	87
- Pumping Stations		
c. Operation expenses (excluding energy costs)	26	-
d. Energy costs	33	27
e. Maintenance expenses	50	51
- Treatment		
f. Operation expenses (excl. chemical, energy, effluent & biosolids management costs)	47	51
g. Chemical costs	-	-
h. Energy costs	3	3
i. Effluent Management	-	-
j. Biosolids Management	-	-
k. Maintenance expenses	17	21
- Other		
l. Operation expenses	-	-
m. Maintenance expenses	-	-
3. Depreciation expenses		
a. System assets	209	201
b. Plant and equipment	37	28
4. Miscellaneous expenses		
a. Interest expenses	-	-
b. Revaluation Decrements	-	-
c. Other expenses	8	16
d. Impairment - System assets	-	-
e. Impairment - Plant and equipment	-	-
f. Aboriginal Communities Water & Sewerage Program	-	-
g. Tax Equivalent Dividends (actually paid)	-	-
5. Total expenses	654	672

Warren 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)	364	363
7. Non-residential charges		
a. Access (including rates)	46	44
b. Usage charges	65	64
8. Trade Waste Charges		
a. Annual Fees	-	-
b. Usage charges	-	-
c. Excess mass charges	-	-
d. Re-inspection fees	-	-
9. Extra charges	2	1
10. Interest income	76	91
11. Other income	-	8
11a. Aboriginal Communities Water & Sewerage Program	-	-
12. Grants		
a. Grants for acquisition of assets	-	-
b. Grants for pensioner rebates	9	9
c. Other grants	-	-
13. Contributions		
a. Developer charges	-	-
b. Developer provided assets	-	-
c. Other contributions	-	-
14. Total income	<u>562</u>	<u>580</u>
15. Gain (or loss) on disposal of assets	-	(3)
16. Operating Result	<u>(92)</u>	<u>(95)</u>
16a. Operating Result (less grants for acquisition of assets)	(92)	(95)

Warren 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	106	140
d. Plant and equipment	125	74
18. Repayment of debt		
a. Loans	-	-
b. Advances	-	-
c. Finance leases	-	-
19. Transfer to sinking fund	-	-
20. Totals	231	214
Non-operating funds employed		
21. Proceeds from disposal of assets	-	8
22. Borrowing utilised		
a. Loans	-	-
b. Advances	-	-
c. Finance leases	-	-
23. Transfer from sinking fund	-	-
24. Totals	-	8
C Rates and charges		
25. Number of assessments		
a. Residential (occupied)	774	771
b. Residential (unoccupied, ie. vacant lot)	17	18
c. Non-residential (occupied)	100	91
d. Non-residential (unoccupied, ie. vacant lot)	-	-
26. Number of ETs for which developer charges were received	ET	- ET
27. Total amount of pensioner rebates (actual dollars)	\$ 15,444	\$ 15,466

Warren 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 2012/13 (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" value="-"/>
* 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.			

Warren 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	-	-	-
b. Special purpose grants	-	-	-
c. Accrued leave	-	-	-
d. Unexpended loans	-	-	-
e. Sinking fund	-	-	-
f. Other	2,240	-	2,240
32. Receivables			
a. Specific purpose grants	-	-	-
b. Rates and Availability Charges	15	6	21
c. User Charges	10	-	10
d. Other	2	4	6
33. Inventories	-	-	-
34. Property, plant and equipment			
a. System assets	-	4,345	4,345
b. Plant and equipment	-	343	343
35. Other assets	-	-	-
36. Total Assets	<u>2,267</u>	<u>4,698</u>	<u>6,965</u>
LIABILITIES			
37. Bank overdraft	-	-	-
38. Creditors	-	-	-
39. Borrowings			
a. Loans	-	-	-
b. Advances	-	-	-
c. Finance leases	-	-	-
40. Provisions			
a. Tax equivalents	-	-	-
b. Dividend	-	-	-
c. Other	19	-	19
41. Total Liabilities	<u>19</u>	<u>-</u>	<u>19</u>
42. NET ASSETS COMMITTED	<u>2,248</u>	<u>4,698</u>	<u>6,946</u>
EQUITY			
42. Accumulated surplus			4,303
44. Asset revaluation reserve			2,643
45. TOTAL EQUITY			<u>6,946</u>
Note to system assets:			
46. Current replacement cost of system assets			13,626
47. Accumulated current cost depreciation of system assets			(9,281)
48. Written down current cost of system assets			<u>4,345</u>

Warren 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.

Warren 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	-	10	12	318	0%	90%	10%	0%	0%
	Council Works Depot	-	5	35	1,775	100%	0%	0%	0%	0%
	Council Public Halls	30	10	4	22	0%	0%	100%	0%	0%
	Libraries	-	5	6	455	0%	95%	5%	0%	0%
	Sporting & Cultural Complex	-	15	15	1,766	0%	100%	0%	0%	0%
	Other Buildings	15	40	31	1,655	0%	65%	35%	0%	0%
	Specialised Buildings	20	50	18	2,154	0%	70%	25%	5%	0%
	Warren Family Health Centre	-	5	5	1,305	100%	0%	0%	0%	0%
	sub total	65	140	126	9,450	32.6%	53.6%	12.6%	1.1%	0.0%
Other Structures	Other Structures	25	15	-	6,168	5%	85%	7%	3%	0%
	sub total	25	15	-	6,168	5.0%	85.0%	7.0%	3.0%	0.0%
Roads	Sealed Roads Surface	400	920	1,037	91,675	50%	40%	10%	0%	0%
	Unsealed Roads	300	630	859	22,700	40%	50%	10%	0%	0%
	Bridges	100	15	13	12,396	80%	20%	0%	0%	0%
	Footpaths	75	15	7	2,429	65%	20%	15%	0%	0%
	sub total	875	1,580	1,916	129,200	51.4%	39.5%	9.1%	0.0%	0.0%

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)				
Water Supply Network	Bores	-	10	-	23	65%	25%	10%	0%	0%
	Mains	150	75	124	2,578	10%	50%	30%	10%	0%
	Reservoirs	80	5	6	3,392	90%	0%	10%	0%	0%
	Pumping Station/s	-	15	22	422	80%	15%	5%	0%	0%
	sub total	230	105	152	6,415	57.1%	21.2%	17.7%	4.0%	0.0%
Sewerage Network	Mains	100	80	66	2,447	60%	20%	15%	5%	0%
	Pumping Station/s	15	10	50	1,400	75%	20%	5%	0%	0%
	Treatment	50	25	17	498	0%	0%	100%	0%	0%
	sub total	165	115	133	4,345	58.0%	17.7%	21.5%	2.8%	0.0%

Warren 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)				
Stormwater Drainage	Stormwater	60	10	10	2,145	80%	15%	5%	0%	0%
	sub total	60	10	10	2,145	80.0%	15.0%	5.0%	0.0%	0.0%
Open Space/ Recreational Assets	Swimming Pools	-	15	8	179	0%	15%	60%	25%	0%
	Other Recreational	-	25	19	613	15%	65%	15%	5%	0%
	sub total	-	40	27	792	11.6%	53.7%	25.2%	9.5%	0.0%
	TOTAL - ALL ASSETS	1,420	2,005	2,364	158,515	49.1%	40.5%	10.0%	0.5%	0.0%

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

Warren Shire Council

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

\$ '000	Amounts	Indicator	Prior Periods	
	2015	2015	2014	2013
Infrastructure Asset Performance Indicators Consolidated				
1. Building, Infrastructure & Other Structures Renewals Ratio				
Asset Renewals (Building, Infrastructure & Other Structures) ⁽¹⁾	2,971	93.02%	136.97%	113.66%
Depreciation, Amortisation & Impairment	3,194			
2. Infrastructure Backlog Ratio				
Estimated Cost to bring Assets to a Satisfactory Condition	1,420	0.90%	2.00%	3.30%
Total value ⁽²⁾ of Infrastructure, Building, Other Structures & depreciable Land Improvement Assets	158,515			
3. Asset Maintenance Ratio				
Actual Asset Maintenance	2,364	1.18	1.21	1.05
Required Asset Maintenance	2,005			
4. Capital Expenditure Ratio				
Annual Capital Expenditure	4,112	1.05	1.49	1.65
Annual Depreciation	3,902			

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 buildings, infrastructure & other structures only.

⁽²⁾ Written Down Value

Warren 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⁾	61.27%	47.85%	98.33%
Depreciation, Amortisation & Impairment			
prior period:	24.55%	69.65%	149.06%
2. Infrastructure Backlog Ratio			
Estimated Cost to bring Assets to a Satisfactory Condition			
Total value ⁽³⁾ of Infrastructure, Building, Other Structures & Depreciable Land Improvement Assets	3.59%	3.80%	0.69%
prior period:	2.72%	7.30%	1.77%
3. Asset Maintenance Ratio			
Actual Asset Maintenance			
Required Asset Maintenance	1.45	1.16	1.16
prior period:	1.61	1.18	1.18
4. Capital Expenditure Ratio			
Annual Capital Expenditure			
Annual Depreciation	1.05	0.94	1.06
prior period:	0.22	0.93	1.60

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

Warren Shire Council

Special Schedule No. 8 - Financial Projections as at 30 June 2015

Special Schedule 8 data is now being collected in the Financial Data Return.

Warren 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	4,290	4,394
Plus or minus Adjustments ⁽²⁾	b	6	6
Notional General Income	c = (a + b)	<u>4,296</u>	<u>4,400</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	99	106
or plus Crown land adjustment and rate peg amount	j = c x f	-	-
sub-total	k = (c+g+h+i+j)	<u>4,395</u>	<u>4,506</u>
plus (or minus) last year's Carry Forward Total	l	1	4
less Valuation Objections claimed in the previous year	m	-	(3)
sub-total	n = (l + m)	<u>1</u>	<u>1</u>
Total Permissible income	o = k + n	<u>4,396</u>	<u>4,506</u>
less Notional General Income Yield	p	4,394	4,506
Catch-up or (excess) result	q = o - p	<u>2</u>	<u>0</u>
plus Income lost due to valuation objections claimed ⁽⁴⁾	r	3	-
less Unused catch-up ⁽⁵⁾	s	(1)	-
Carry forward to next year	t = q + r - s	<u>4</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.

WARREN SHIRE COUNCIL
SPECIAL SCHEDULE NO. 9
INDEPENDENT AUDITORS' REPORT

REPORT ON SPECIAL SCHEDULE NO. 9

We have audited the accompanying special purpose financial statement comprising the reconciliation of total permissible general income (Special Schedule No. 9) of Warren Shire Council for the year ending 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 Accounting Practice and Financial Reporting (Guidelines) Update No. 23. This responsibility includes the maintenance of adequate accounting records and internal controls designed to prevent and detect fraud and error; designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of Special Schedule 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.

Auditors' 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 judgment, 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 control, there is an unavoidable risk that some material misstatements may not be detected, even though the audit is properly planned and performed in accordance with Australian Auditing Standards.

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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 control.

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

Independence

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

Audit Opinion

In our opinion, Special Schedule No. 9 of Warren 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 the Council.

Basis of Accounting

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

HILL ROGERS SPENCER STEER



BRETT HANGER
Partner

Dated at Sydney this 14th day of August 2015