

# Litchfield Council

# Annual Report 2011 / 2012

*community effort is essential*



# Litchfield Council

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## Our Vision

**“To promote and support our rural lifestyle”**

## Our Values

### We believe in:

Low cost accountable local government

A safe environment

Quality amenities & services

Rural sports and recreation reserves

Communication

Promotion

### We strive to deliver:

Provide low cost local government for ratepayers that is open, accountable and accessible and has a positive public image.

Create a safe environment that meets community needs.

Ensure a level of service at a sustainable level of rates that protects rural amenities and essential services whilst actively engaging with NT Government to plan for future expansion.

Maintain and promote our sports and recreational reserves whilst identifying new areas to be established.

Communicate effectively with residents on the services we provide as Local Government and actively seek feedback.

Promote the role and activities of the Litchfield Council.



## The Litchfield Council Logo

Looking at the logo as a whole, it represents a person standing with open arms, welcoming everyone to the Litchfield Municipality, giving a feeling of the friendliness of being in the country, as well as openness and kindness.

The round circle at the top represents the sun, giving life and energy to the community.

The white parts represent the roads, encompassing the whole Council.

As a perspective from all angles, the Council is the nucleus of the whole centre.

The green leaves at the bottom of the logo represent the bush and rural lifestyle prevalent in the municipality.

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**Cover image:** Council’s \$3.3 Million Transfer Station at Humpty Doo which was officially opened on Saturday 25th February 2012. The image is a reminder of the management of household waste, the need to recycle within the Municipality and Council’s motto **“Community Effort is Essential”**.

**MOTTO:** “Community Effort is Essential”  
**VISION:** “To promote and support our rural lifestyle”  
**MISSION:** “Provision of services of acceptable standard and level of bureaucracy”

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## Council Outline

The Litchfield Municipality was proclaimed by Northern Territory Government Gazettal Notice on 5 September 1985. On 7 December 1985, an election was held to elect the first Council comprising of a Shire President and four Councillors each representing a ward.

This first elected body formulated a series of objectives under which Council was to operate. The objectives were based upon the provision of services in what is traditionally known as the “3R’s” – **R**oads, **R**ubbish and **R**ecreation, and on the principle of contracting out the provision of these services.

The level of services under these functions was to be commensurate with Council’s Mission.

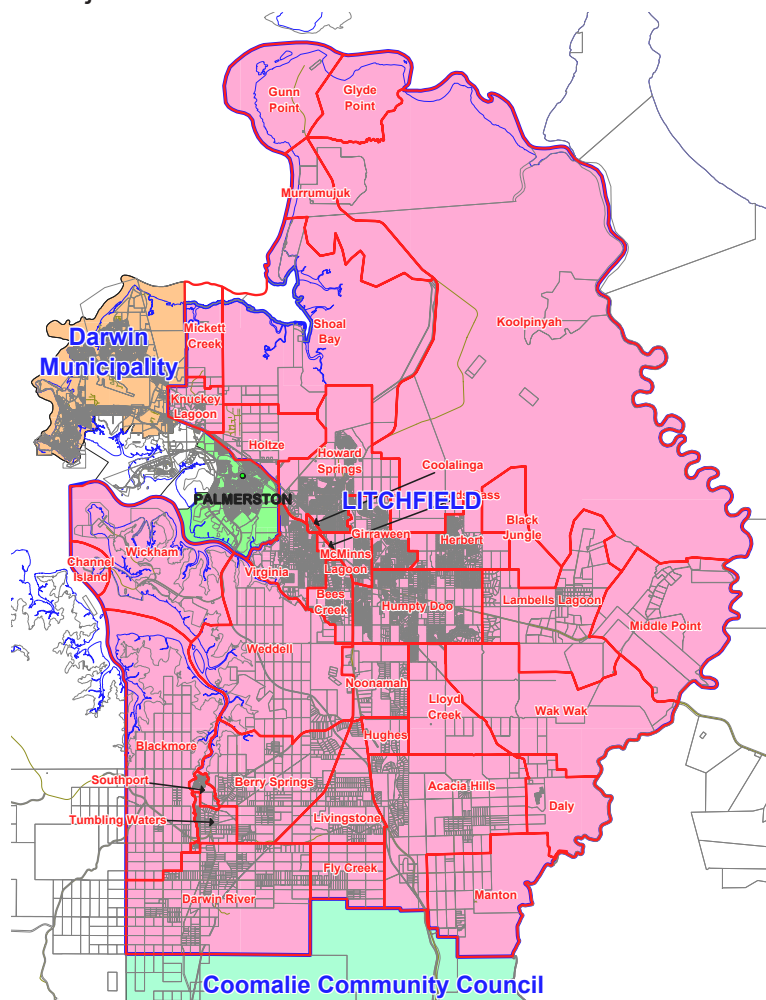
Today the Council is maintaining that Mission whilst mindful of the demands of the changing population in relation to the provision of services. In 2010, Litchfield’s population increased by 3% or 567 people, compared to 2.7% for Palmerston. For the first time, since 2006-07, Litchfield has overtaken Palmerston as the fastest growing local government area in the Northern Territory, according to the Australian Bureau of Statistics (ABS) and it is anticipated that growth will continue in years to come with future developments such as the **City of Weddell**. As the composition of the population has changed significantly, there may be a need for a greater emphasis on providing “urban” type services. This would only occur if a majority of residents call for these services and were prepared to accept commensurate rate increases. All subsequent Councils since the first Council operated under the original or slightly modified objectives.

### Statistics

Area	3,100sqkm
Population	19 414

### Roads

<b>Total</b>	<b>750.64 km</b>
Sealed	571.54 km
Gravel	150.4 km
Formed	3.4 km
Flat Bladed	25.3 km
Cycle Paths	7.1 km



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# Elected Members

During the 2011/2012 financial year Local Government elections were held. The result of the election altered the membership of Council by three. Litchfield Council has five elected members: The title of the Principal Member changed from President to Mayor to be elected from the entire Municipality; one Councillor elected from each of the four wards that make up the Municipality.

Membership from the declaration of the poll until 30 June 2012

**Mayor**  
Allan McKay



**Deputy Mayor**  
Cr Michael Bowman

East Ward  
Councillor

Central Ward  
Councillor

North Ward  
Councillor

South Ward  
Councillor



Michael Bowman

Terry Richards

Mathew Salter

Victor Statham

Membership from 1 July 2011 until the election held on 24 March 2012

**President**  
Mary Walshe



**Deputy President**  
Cr Plaxy Purich

East Ward  
Councillor

Central Ward  
Councillor

North Ward  
Councillor

South Ward  
Councillor



Michael Bowman

Lissa  
Hermann

Plaxy Purich

Victor Statham

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Council meeting were previously held on the second and fourth Wednesday of every month at 6.30pm in the Council Chambers. During December and January the Council combines the meetings and met on the second Wednesday in December and in January on the fourth Wednesday of the month.

Meetings are open to the public and are held at the Council Office, Bees Creek Road, Freds Pass.

In the year ending 30 June 2012 Council held a total of 22 ordinary meetings and a number of special meetings. In addition, members represented the Council at various other forums. The total cost for fees and allowances was \$98,081.88.

#### Allowances paid after the Election held on 24 March 2012 until 30 June 2012

	Mayor	North	East/Deputy	Central	South
Mayoral Allowance	\$5,887.50		\$885.50		
Ordinary Meetings	\$1,243.00	\$1,406.00	\$1,136.00	\$1,406.00	\$1,406.00
Special Meetings	\$922.00	\$1,085.00	\$922.00	\$759.00	\$1,085.00
Other Meetings	\$6,877.00	\$703.00		\$1,029.00	\$703.00
Kilometre Allowance		\$170.30	\$120.00	\$35.75	\$662.35
Other Allowances	\$90.00	\$90.00	\$90.00	\$90.00	\$90.00
	\$15,019.50	\$3,454.30	\$3,153.50	\$3,319.75	\$3,946.35

#### Allowances paid from 1 July 2011 to last meeting prior to Elections held on 24 March 2012

	President	North/Deputy	East	Central	South
Presidential Allowance	\$17,662.50	\$2,656.50			
Ordinary Meetings	\$3,403.00	\$3,296.00	\$3,566.00	\$2,700.00	\$3,836.00
Special Meetings	\$3,031.00	\$3,031.00	\$2,868.00	\$1,462.00	\$2,761.00
Other Meetings	\$5,191.00	\$1,513.00	\$163.00	\$703.00	\$270.00
Kilometre Allowance		\$589.85	\$370.50	\$839.67	\$1,079.00
Other Allowances	\$7116.46	\$270.00	\$270.00	\$270.00	\$270.00
	\$36,403.96	\$11,356.35	\$7,237.50	\$5,974.67	\$8,216.00

# Council Staff

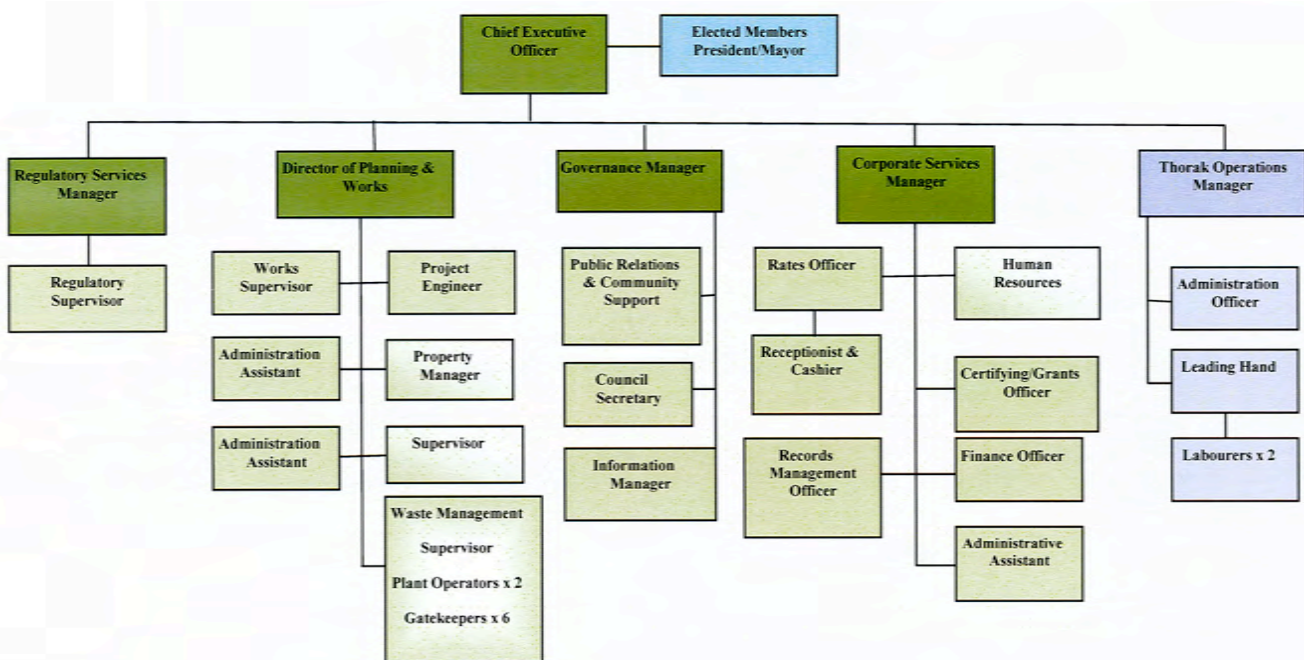
## Executive Management Group:

Chief Executive Officer: Russell Anderson  
 Director Planning and Works: John Delaney  
 Corporate Services Manager: Diane Chellingworth  
 Governance Manager: Derrick Tranter

## Senior Staff:

Regulatory Services Manager: Karen Forde  
 Property Manager: Glen Roberts  
 Thorak Operations Manager: Matthew Cheminant / Glen Minaker

## Litchfield Council Organisational Chart



Litchfield Council Office Foyer

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## Mayor's Report

A wide range of official Municipal duties and preparations for a significant upsurge in activities linked to major new regional developments ensured a hectic year of commitments for the Litchfield Council and its personnel during 2011-12.



Council's ongoing program of infrastructure developments and upgrades during the year further enhanced services for Council residents and other users. A \$650,000 Northern Territory Government Special Purpose Grant allowed Council to replace Thorak Regional Cemetery's 20-year-old cremator and, on 5 October, the President joined the Minister for Local Government in opening the new cremator and the upgraded chapel. Further, at its Ordinary Meeting on 23 November, Council approved the name, Courtyard of Tranquility, for the cemetery's new ash internment garden.

The President also officially opened the new Humpty Doo Waste Transfer Station and compactor at a public open day on 25 February.

A total of 22 Litchfield residents became Australian citizens at six Council ceremonies during 2011-2012 and each received a medallion and complimentary native tree as mementos of the occasion. The President officially welcomed six of those new citizens at a ceremony as part of the 2012 Australia Day celebrations at Freds Pass Reserve. Special community awards were also presented to proud winners in a number of categories during the celebrations.

Rates remained a key issue in 2011-12 and were addressed through various Council forums including a comprehensive rates review meeting on 7 February and a rates review workshop on 3 May.

The incoming Litchfield Mayor and three Councillors attended the Local Government Association's Good Governance Conference on 9-10 May 2012. The conference was designed to give newly-elected members an insight into how local government works and to provide a refresher opportunity for re-elected members.

Several important briefings were provided during the year to update Council on progress relating to major government and private sector projects impacting on the Litchfield Council. Representatives of INPEX, developers of the multi-billion dollar Ichthys LNG plant and associated facilities including the Howard Springs accommodation village, updated Council on plans and progress at briefings on 11 October 2011 and 7 June 2012.



Council was also briefed by Northern Territory Government and Local Government Association representatives on the Litchfield Council Emergency Management Recovery Resilience Plan (25 October), by the Australian Agricultural Company (AACo) on its Noonamah abattoir proposal (13 November) and by Immigration personnel during a visit to the new detention centre (26 November).

Council was pro-active this year in using media opportunities and major public events to highlight its work program and services for Council residents. The Mayor and Councillors manned a promotional stall at the Freds Pass Rural Show from 18-20 May and fielded many public queries. Council resolved at its Ordinary Meeting on 22 February 2012 to provide a \$70,000 one-off payment from the Council Reserve Fund for the purpose of conducting this increasingly popular annual rural event.

Regular media spots have kept Litchfield Council activities at the public forefront. The President and Mayor have both participated in the Grass Roots program on ABC Radio every three weeks and also produced a newsworthy fortnightly column for publication in The Sun newspaper to keep residents informed.

The President and the Mayor also attended and officiated at diverse community events throughout the year. These included Community Carols at the Humpty Doo Village Green on 3 December, the ANZAC Day march and ceremony, also at the Village Green, on 25 April and the annual Taminmin College Scholarship presentation on 17 November when the winning student received a cheque for \$3,000 towards further studies.

The Mayor and Chief Executive Officer attended the annual Conference of the National General Assembly of Local Government in Canberra from 17-20 June and later took the opportunity while in the south-east, to visit several municipal councils and inspect their waste management strategies.

Throughout the year, the President and Mayor represented the Litchfield Council at regular meetings of agencies including the Development Consent Authority (DCA), Local Government Association of the NT (LGANT) and the Top End Regional Organisation of Councils (TOPROC).

The significant advances we have made with infrastructure, technology and services during 2011-12 have positioned our Council well to continue protecting and enhancing the unique rural lifestyle already enjoyed by our nearly 20,000 Litchfield Council residents.



**Allan McKay**  
Mayor

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## Chief Executive Officer's Report

The completion of a number of major works projects and the Municipality's end-of-term elections have been highlights of the 2011-2012 fiscal year for the Litchfield Council.

Major projects included Thorak Regional Cemetery's new chapel with capacity for 350 people (\$1.6m including a \$650,000 NTG grant), sealing of six kilometres of Finn Road (a \$3.3m NTG grant) and construction of a waste compactor system (\$3.6m in ratepayer funds). Other significant events included development of Thorak cemetery's new Courtyard of Tranquility ash interment garden and car park (\$25,000).



Council also upgraded its Howard Springs and Humpty Doo rubbish transfer stations, resulting in extra jobs for staff needed to man gates and assist with recycling. Council installed micro-wave communications between staff at the Bees Creek office, the transfer stations and cemetery to enable its computer system to operate remotely at minimal operational costs.

Litchfield Council was responsible for roads worth \$308 million, buildings worth \$29 million and vehicles, furniture, fittings, plant and equipment with \$1.6 million in 2011-2012. Council is required to revalue property, plant and equipment every three to five years to comply with the Accounting Standard AASB116 and to ensure necessary insurance and reserve funds will cover replacement. Council engaged independent valuation consultant Maloney Field Services at a cost of \$138,000 to measure, record and value its assets.

Before the scheduled Local Government election in March 2012, Litchfield Council was required to ensure residents were adequately represented under Section 23(2) of the Northern Territory Local Government Act. It therefore reviewed all aspects of its composition and structure to assess whether its current constitutional arrangements were adequate and whether they provided the most effective possible representation for the Municipality. Key issues addressed during the review included:

- The number of elected members required to effectively represent the electors and adequately perform the roles and responsibilities of Council
- Whether the Council area should continue to be divided into wards or whether wards should be abolished
- Identification of the optimum ward structure and determination of the level of representation of each ward
- The names/titles of any proposed future wards.

Apart from changing its principal member's title from President to Mayor, Council made no changes to its composition and/or ward structure as a result of the review.

The Northern Territory Electoral Commissioner was appointed as the Litchfield Council Returning Officer for the 24 March Local Government elections and his office (NTEC) conducted the end-of-term elections at a cost of \$50,000 (covering advertising, publications and counting).

In October 2011, Council purchased the Authority asset register module which is fully integrated with the Authority accounting program and the internal mapping system. Each asset is linked to the other Authority modules such as Work Orders, Purchase Orders, Customer Requests (CRMs) and Invoicing. The asset module will allow Council to see all the costs/works associated with particular assets and form a business plan for these, based on this history. The Authority program is integrated with the internal mapping system and allows staff to identify features geographically. Reports can be created both spatially and non-spatially and users can now make changes in Authority and see these reflected automatically through the mapping next day.

The Administrative Review Committee, consisting of the Mayor and two elected members, met for the first time since the group was established in 2008. A review is conducted pursuant to Section 229 of the Northern Territory Local Government Act to consider a decision made and the evidence upon which it was based. The meeting was convened after a request for a Council decision to be reviewed. While the Committee's role is principally to inquire and review, Council can also obtain legal advice from members on the grounds of review based upon the evidence. The Committee unanimously upheld the decision made and the proposed action.



**Russell Anderson**  
Chief Executive Officer

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## Regulatory Services Report

With the commencement of the Litchfield Council Rural Dog management By-laws on the 1st March 2010 the Regulatory Services Section has seen an increase in reports to Council regarding dog management issues.

The By-laws endeavour to ensure the Litchfield community can utilise roads, streets and public areas without fear or apprehension of dogs and to reduce the number of dog attacks within the community and reduce the number of dogs that are "At Large" (roaming) and the management and control of nuisance dog behaviours such as barking. By-laws provide Council with the authority to control, manage or destroy aggressive / dangerous dogs within the Litchfield Municipality.

The Regulatory Services Section currently has one Manager and one Officer employed to respond to reports of wandering dogs, dog attacks, stray aggressive dogs, feral dog control & management, fence inspections, investigate alleged breaches of By-laws & issuing Notice for alleged contraventions of By-laws, impounding stray dogs, gather Statements and photos and document all action taken within Council's complaint management system.

The Regulatory Services Section had 613 Customer requests generated in the 2011/2012 year, including 116 reports of attacks or menaces by dogs during the year.

Council holds a microchip day on the last Wednesday of every month (excluding December) at the Litchfield Council Office at 7 Bees Creek Road, Bees Creek from 0900am until 1200hrs. Please contact (08) 8983 0600 to make the required appointment.

<b>ACTIVITY</b>	<b>2010/11</b>	<b>2011/12</b>	<b>Variation</b>
Dogs at Large Reports	152	317	165
Dog Attack – Animal	38	76	38
Dog Attack – Person	5	8	3
Dog Menace – Animal	7	5	-2
Dog Menace – Person	13	27	14
Dogs Cause Nuisance Barking	25	21	-4
Barking Collar Hire	10	15	15
Containment System Hire	10	29	9
Pig Issues	2	1	-1
Horse Issues	4	3	-1

Karen Forde with Puppies



# Infrastructure Report

## Capital works on roads

Ironwood Road	\$ 65,969.86
Lowther Road	\$134,574.94
Niel Court	\$ 43,805.49
Strangways Road	\$141,773.76
<i>Total</i>	<i>\$386,124.05</i>

## Work in Progress - WIP

Finn Road	\$2,876,695.78
Acacia Gap Road	\$ 517,614.06
Reedbeds Road	\$ 17,298.51
Leonino Road	\$ 151,929.26

## Roads repairs and maintenance

Including culverts, signs, patching, grading road, and reseals  
Total \$2,930,392.12

Using combined Northern Territory Government, ratepayer, *Roads to Recovery* and IDL funding to upgrade and seal eight roads including:

- Finn Rd (between Cox Peninsula and Middle Arm Rd)
- Lowther Rd from Bees Creek Rd to the west end (0.6km)
- Ironwood Rd
- Neil Court
- Southport Road development
- Leonino Rd between Chibnall Rd and Stuart Hwy (Scope included removing the first 16,000 cubic metres of cut through the hill)
- Acacia Gap Rd Stage 1 (From Stuart Highway to Chainage 1.4km)
- Byers Rd (from Stuart Highway to Chainage 0.6km)

The year's program also included resealing of Nottage, Honeysuckle, Osbeck, McKinlay, Hinton, Kaolin, Whitewood, Bilby, Irwin, London, Virginia, Anglesey and Fellows roads, and culverts were installed on Parkin and Spencer Roads.

Pre-construction survey and design work was completed on Brougham and Reedbeds roads but Council resolved not to proceed with these two projects at this time.



The intersection of Girraween Rd and Hillier Rd was approved for funding under the Commonwealth's Black Spot Project. Works included the provision of street lighting.

Street lighting was completed at the busy Pioneer and Kennedy roads intersection

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## *Stabilization Works*

Lime stabilization work was carried out on the sub-grade on Hopewell Rd on the northern approach to Berry Creek about 1.5 km from Cox Peninsula Rd, and cement stabilization was carried out on the Finn Rd floodways. Polycorn stabilization was carried out on a short section of Keleson Rd and the surface has since performed well.

## *Other Works*

The Power and Water Corporation relocated power poles on the proposed new alignment of Leonino Rd between Chibnall Rd and Stuart Hwy.

The Corporation also modified its service pit on the edge of Campbell Rd. This will make constructing the planned right-hand turn and passing lane at Deloraine Rd easier when funding is available to carry out this work.

## **Planning**

### *Village centres*

A concept plan that accommodates the movement of tourist vehicles and cyclists was prepared for the vacant block on Freds Pass Rd opposite the Humpty Doo shopping centre. Concepts for the overall village and other villages will be prepared in the future.

### *Proposed City of Weddell*

Council assisted in the early stages of Weddell's development by attending Project Control Group coordination meetings. It has also constructed the access road to the new water tank site on Middle Arm Rd, under contract to the Power and Water Corporation.

### *Litchfield subdivisions and developments*

A total of 41 subdivision applications, 113 development applications and five exceptional development applications were received during 2011-2012.

Key developments underway or completed during the year included:

- **Ichthys Project (Inpex) Howard Springs workers accommodation village** - Council has worked closely to ensure its needs are met in relation to haul roads, access to and from the accommodation village and the Finn Rd / Jenkins Rd intersection
- **Secure care facility - Foundation Rd, Holtze**
- **Immigration detention facility - Channel Island Rd**
- **Coolalinga residential development** - Ongoing liaison with developer's designers
- **AACo (Australian Agriculture Company) Livingstone Abattoir** - Initial meetings to discuss location, concepts and available infrastructure.

## Other Planning Issues

- **Wadham Lagoon area flooding** - Ongoing consultation with affected property owners and with the Northern Territory Government
- **Herbert area flooding** - Liaison with the DCA and developer over the issue of flooded houses in Lorikeet Court

### Storm Surge Maps



Whitewood Road Wadham Lagoon

The Department of Natural Resources, Environment, the Arts and Sport (NRETAS) produced an up-to-date plan focussing on storm surge zones in Darwin urban and rural areas. The plan will be available for the 2012-2013 Wet Season.



Herbert area flooding

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### Asset data collection

Council commissioned Maloney Field Services to drive all Municipal roads to collect and record information relating to the detail, extent and condition of each asset. The information has been uploaded on to databases and provides a valuable tool for maintenance forecasting and costing.

# Waste Management Report

Council provides waste disposal and recycling services for residents in the Municipality through the operation of its three waste transfer stations. Waste management activities, such as mulching are also provided. It was satisfying to witness sales of mulch increase as a direct result of Council specifying a finer grade of mulch be produced.

Council also invested a percentage of its annual budget in litter collection activities as part of its road maintenance programs and responded to complaints from residents regarding illegal dumping of litter and waste in drains, roadsides and properties, as these arose.

Public awareness campaigns, such as “Secure Your Load” continued to be implemented to reinforce educational messages of road user and resident responsibility to help maintain our environment.

During the year Council also examined strategies to divert waste transfer to Shoal Bay and as a result, reduce budgetary impacts and consequential pressure on rates. Following detailed consideration it was resolved to move from a single contractor model to a split service provision tender model, with individual contractor responsibility for general waste transfer services,

## Waste Transfer Stations

Key activities and initiatives at Council’s waste transfer stations included:

### Humpty Doo

During the reporting period the new waste transfer station was officially opened. This culminated in the expenditure of over \$3.3 million dollars and provides a state of the art transfer facility.

### Berry Springs

Following completion of new security fencing, essential works were undertaken during the year including boundary clearing in order to establish and maintain fire-breaks. The initial stages of the utilities project were also well underway, which will realise the provision of power and water services to the facility during the next reporting period.

### Howard Springs

A number of significant improvements were completed during the year. Trafficable areas were sealed and new traffic management arrangements put in place. The Gate Keeper’s Office was completed, utilities were connected to the facility, the water supply was extended to the mulch area and an irrigation system to control the process and improve the quality of mulch was installed.





## Waste Management

Council passed a resolution to employ its own staff to operate its transfer stations and began a recruitment process that saw each station being manned by a Council employee by 1 January. On 11 January, Veolia Environmental Services signed the contract for the removal of general waste and recyclables from these stations.

Since Council staff have manned the stations, there has been a significant drop in the quantity of general waste being transferred to Shoal Bay. Transferred tonnage totalled 10,059 tonne in 2011-2012 compared to 11,126 tonne in 2010-2011. There has also been a corresponding increase in waste being diverted through recycling during the same time.

In comparison to the same period in 2011, Council have reduced landfill by 1005.54 tonnes, equating to a saving of \$124,928.20

Other advances at the transfer stations during the year have included the installation of security cameras, and concrete slabs replacing the worn bitumen surface at Howard Springs to provide a firm surface for patrons dropping off rubbish.

Tenders were called for the green waste mulching and the quality of the finished product has been greatly improved. A pleasing result has been an increase in mulch sales.

Humpty Doo Waste Transfer Station



## Recreation Reserves

The Litchfield Council has 7 community recreation reserves which offer a range of activities and natural environments for residents and visitors to enjoy and participate in.

The community recreation reserves are managed by dedicated and enthusiastic volunteer management boards and are funded by council grants and funds raised by the reserves themselves.

### *Grants received in 2011/2012*

Knuckey Lagoon Reserve – Upgrade reseal of Net Ball Court	\$32,982.00
Knuckey Lagoon Reserve - Playground & Equipment	\$61,682.79
Howard Park Reserve - Upgrade Power	\$86,876.00
Humpty Doo Village Green - Toilet Block	\$76,793.61
Humpty Doo Village Green - Recreation Shade	\$20,000.00
Livingstone Reserve – Upgrade Irrigation	\$17,000.00
Berry Springs Reserve – Upgrade gutter on Main Building	\$15,000.00
McMinn - Meeting Room	\$87,793.91

Operational and Repairs and Maintenance for the 7 Reserves \$735,500.00.

Freds Pass Show recieved a Council grant of \$70,000.00.

A new ride on mower was purchased for McMinn Reserve \$11,290.00..



Image: NT Government

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# Thorak Regional Cemetery Report

Litchfield Council became responsible for the day to day operations of the Thorak Regional Cemetery in 2008 and manages the facility in accordance with the provisions of the Northern Territory Cemeteries Act. The cemetery provides burial and cremation services for the Northern Territory and North Western Australia. Through this Principal Activity, Council provides quality maintenance and upkeep of the cemetery and its facilities and ensures appropriate access to an aesthetically pleasing environment.

Activities include seasonal grounds maintenance, including pre-Cyclone season maintenance to ensure the safety and well being of all visitors, management of the cremation and chapel facilities, installation of memorials and headstones and accurate record keeping and compliant information systems.

During the year, Thorak Regional Cemetery conducted 328 cremations, 111 burials and 14 interments.

Council is attentive to the special circumstances and demands of its responsibilities for the provision of sensitive and dignified services to residents beyond its municipal boundaries. In the 2011 – 2012 reporting year Council was pleased to see the official opening of the New Crematorium and Chapel by the Minister for Local Government and attended by a large number of religious groups from the various churches throughout Darwin, Palmerston and the Rural area.



Garden of Angels



Thorak Chapel



## Principal Activities of Council

The Business Plan is presented to take into consideration the administrative structure in a format that provides information about all Council's operations. Council's operations incorporate two principal activities - "**Council**" and "**Cemetery**".

Council is required to provide details of its activities including a description of the activity, a description of the programs and any subprograms contained within each activity and a four year financial outlook summary.

Each activity has a series of objectives and performance indicators towards which Council will work to meet the goals of each activity during the financial year.

The "**Council**" programs include:

- Governance
- Corporate Services
- Regulatory Services
- Infrastructure
- Waste Management
- Community Services
- Property and Recreation Management

The "**Cemetery**" programs include:

- Burials
- Cremations
- Grounds Maintenance

Under each Principal Activity are programs and performance indicators that provide measures from which Council can assess the achievements of each program.

Services or functions are provided under each program and are listed on the following pages:



McMinns Lagoon



Berry Springs



Livingstone



Freds Pass



Humpty Doo



Knuckey Lagoon



Howard Springs



# Principal Activity: Council

Program	Service/Program or Function
1) Governance	<p>Provide support and governance services to Council, incorporating:</p> <ul style="list-style-type: none"> <li>▪ Chief Executive Support</li> <li>▪ Elected Member Support</li> <li>▪ Public Relations and Community Support</li> <li>▪ Governance</li> <li>▪ Civic Functions</li> <li>▪ Secretarial Services</li> </ul>
2) Corporate Services	<p>Provide general administration support, financial and records management services to Council, incorporating the following:</p> <ul style="list-style-type: none"> <li>▪ Rating, Financial and Asset Management</li> <li>▪ Information Technology Management</li> <li>▪ Human Resources Management</li> <li>▪ Corporate Relations</li> <li>▪ Grants Management</li> <li>▪ Record Keeping and Archiving</li> </ul>
3) Regulatory Services	<p>Continue to fund the Animal Control function and implement appropriate By-laws for dog management.</p>
4) Infrastructure and Planning	<p>Provide for the maintenance of the Council's road network comprising sealed and unsealed pavements and drainage systems incorporating culvert and drain maintenance, line marking and provision of road side furniture and signage, road sweeping and grading, shoulder maintenance and traffic counts.</p> <p>Provide slashing and weed control to Council's road reserves and easements.</p>
5) Waste Management	<p>Provide a waste management service to the Litchfield community by making available three waste transfer stations for the disposal of domestic garbage and at each transfer station site provide an area for the disposal of green waste and resource recovery.</p>

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6) Community Services

Provide financial assistance for the on-going maintenance and preservation of the Litchfield Collection at the Taminmin Library.

Provide encouragement and financial assistance to students of Taminmin High School to further their education.

Assist Litchfield families with infant burial costs.

7) Property and Recreation Management

Provide financial and strategic support to the seven Council recreational reserves to assist with the provision of both active and passive recreation facilities.

## Principal Activity: Cemetery

Program	Service/Program or Function
Thorak Regional Cemetery	<p>Manage and maintain Thorak Regional Cemetery to the highest standard.</p> <p>Provide a service for local residents and those outside the Municipality for the use of the burial, cremation and chapel facilities at Thorak Regional Cemetery</p>



Thorak Chapel

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# Statement of Key Performance Indicators & Targets

## Program 1 – Governance

KPI's	11/12	Actions to 30/06/2012
Community Dissatisfaction with Council Governance	<125	Achieved

## Program 2 – Corporate Services

KPI's	11/12	Actions to 30/06/2012
Internal staff satisfaction with services provided	>85	Achieved
% of statutory and legislative requirements completed within prescribed time	100	Achieved
% compliance with acquittal procedures for grants and allocated funding	100	Achieved

## Program 3 – Regulatory Services

KPI's	11/12	Actions to 30/06/2012
Community satisfaction rating with the standard of Dog Control	>65	Achieved

## Program 4 – Infrastructure

KPI's	11/12	Actions to 30/06/2012
Customer satisfaction with services provided	>65	Achieved

## Program 5 – Waste Management

KPI's	11/12	Actions to 30/06/2012
Community satisfaction with the operation of Council's waste disposal facilities	>60	Achieved

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## Program 6 – Community Services

KPI's	11/12	Actions to 30/06/2012
Community satisfaction with operations	>60	Achieved

## Program 7 – Property and Recreation Management

KPI's	11/12	Actions to 30/06/2012
Community satisfaction with the operation of Recreation Reserves	>60	Achieved

## Activity - Cemetery

KPI's	11/12	Actions to 30/06/2012
Community satisfaction with the operation and maintenance of the Thorak Regional Cemetery	>30	Achieved

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# LITCHFIELD COUNCIL

General Purpose Financial Report for the  
Financial Year Ended 30 June 2012

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# Litchfield Council

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## Independent Auditor's Report to the Members of Litchfield Council

We have audited the accompanying financial report of Litchfield Council, which comprises the statement of financial position and statement of working capital as at 30 June 2012, the statement of comprehensive income, the statement of cash flows and the statement of changes in equity for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Chief Executive Officer's declaration as set out on pages 5 to 48.

### *Management's Responsibility for the Financial Report*

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and Northern Territory Local Government Act 2008, and for such internal control as management determine is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial report.

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

*Opinion*

In our opinion, the financial report of Litchfield Council presents fairly, in all material respects, the Litchfield Council's financial position as at 30 June 2012 and its financial performance for the year then ended in accordance with Australian Accounting Standards and Northern Territory Local Government Act 2008.

*Deloitte Touche Tohmatsu*  
DELOITTE TOUCHE TOHMATSU



Julie Crisp  
Partner  
Chartered Accountants  
Darwin, 9 November 2012

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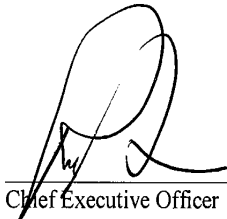
# Litchfield Council

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## CHIEF EXECUTIVE OFFICER'S STATEMENT

I, Russell Anderson, the Chief Executive Officer of the Litchfield Council, certify that the Annual Financial Statements:

- (a) have been properly drawn up in accordance with all applicable Australian Accounting Standards, the applicable Local Government Act 2012 and Local Government (Accounting) Regulations 2012 so as to present fairly the financial position of the Council, its results and cash flows for the year ended 30 June 2012; and
- (b) are in accordance with the accounting and other records of the Council.



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Chief Executive Officer

Darwin, 9 November 2012

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# Litchfield Council

## Statement of Comprehensive Income for the year ended 30 June 2012

	Note	Actual 2012 \$	Actual 2011 \$
<b>OPERATING REVENUES</b>			
Rates and annual charges	3(a)	6,912,580	6,333,593
Interest	3(b)	1,309,061	1,452,769
Grants and contributions provided for operating purposes	3(d)	2,681,336	1,995,221
Other operating revenues	3(c)	1,102,954	1,072,695
Profit from disposal of assets	5	-	-
<b>TOTAL OPERATING REVENUES</b>		<b>12,005,931</b>	<b>10,854,278</b>
<b>OPERATING EXPENSES</b>			
Employee costs	4(a)	2,524,007	2,100,657
Materials and contracts		8,657,464	7,942,185
Depreciation and amortisation	4(b)	11,133,117	4,233,237
Other operating expenses	4(c)	2,729,425	1,794,356
Loss from disposal of assets	5	2,289,623	12,486
<b>TOTAL OPERATING EXPENSES</b>		<b>27,333,636</b>	<b>16,082,921</b>
<b>OPERATING RESULTS BEFORE CAPITAL AMOUNTS</b>		<b>(15,327,705)</b>	<b>(5,228,643)</b>
Grants and contributions provided for capital purposes	3(e)	1,162,395	4,064,621
<b>CHANGE IN NET ASSETS RESULTING FROM OPERATIONS</b>		<b>(14,165,310)</b>	<b>(1,164,022)</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
Asset revaluation reserve		62,071,029	821,620
<b>OTHER COMPREHENSIVE INCOME</b>		<b>62,071,029</b>	<b>821,620</b>
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>47,905,719</b>	<b>(342,402)</b>

Notes to the financial statement are included on pages 11 to 48.

# Litchfield Council

## Statement of Financial Position as at 30 June 2012

	Note	Actual 2012 \$	Actual 2011 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	6	15,318,802	16,804,373
Receivables	7	4,530,362	5,010,426
Other assets	8	-	-
<b>TOTAL CURRENT ASSETS</b>		<b>19,849,164</b>	<b>21,814,799</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	9	215,986,022	165,126,228
Work in progress		3,563,538	3,916,418
<b>TOTAL NON-CURRENT ASSETS</b>		<b>219,549,560</b>	<b>169,042,646</b>
<b>TOTAL ASSETS</b>		<b>239,398,724</b>	<b>190,857,445</b>
<b>CURRENT LIABILITIES</b>			
Creditors	10	3,271,276	2,534,447
Provisions	10	118,243	234,532
<b>TOTAL CURRENT LIABILITIES</b>		<b>3,389,519</b>	<b>2,768,979</b>
<b>NON-CURRENT LIABILITIES</b>			
Provisions	10	40,104	25,084
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>40,104</b>	<b>25,084</b>
<b>TOTAL LIABILITIES</b>		<b>3,429,623</b>	<b>2,794,063</b>
<b>NET ASSETS</b>		<b>235,969,101</b>	<b>188,063,382</b>
<b>EQUITY</b>			
Accumulated surplus		55,090,763	68,208,353
Asset revaluation reserve	18	175,278,838	113,207,809
Reserves	18	5,599,500	6,647,220
<b>TOTAL EQUITY</b>		<b>235,969,101</b>	<b>188,063,382</b>

Notes to the financial statement are included on pages 11 to 48.



# Litchfield Council

## Statement of Working Capital

As at 30 June 2012

	Note	Actual 2012 \$	Actual 2011 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	6	15,318,802	16,804,373
Receivables	7	4,530,362	5,010,426
Other assets	8	-	-
<b>TOTAL CURRENT ASSETS</b>		<b>19,849,164</b>	<b>21,814,799</b>
<b>Less CURRENT LIABILITIES</b>			
Creditors	10	3,271,276	2,534,447
Provisions	10	118,243	234,532
<b>TOTAL CURRENT LIABILITIES</b>		<b>3,389,519</b>	<b>2,768,979</b>
<b>NET CURRENT ASSETS (Working capital)</b>		<b>16,459,645</b>	<b>19,045,820</b>
<b>CURRENT RATIO</b> (This is the ratio of current assets to current liabilities)		5.9:1	7.9:1

Notes to the financial statement are included on pages 11 to 48.

# Litchfield Council

## Statement of Changes in Equity for the year ended 30 June 2012

	Note	Actual 2012 \$	Actual 2011 \$
<b>ASSET REVALUATION RESERVE</b>			
Balance at beginning of reporting year		113,207,809	112,386,189
Other comprehensive income for the year	18	62,071,029	821,620
Balance at end of the reporting year		<b>175,278,838</b>	<b>113,207,809</b>
<b>ACCUMULATED SURPLUS</b>			
Balance at beginning of reporting year		68,208,353	69,572,515
Change in net assets resulting from operations		(14,165,310)	(1,164,022)
Transfers to other reserves		1,047,720	(200,140)
Balance at end of the reporting year		<b>55,090,763</b>	<b>68,208,353</b>
<b>OTHER RESERVES</b>			
Balance at the beginning of reporting year	18	6,647,220	6,447,080
Transfers from accumulated surplus		(1,047,720)	200,140
Balance at the end of the reporting year		<b>5,599,500</b>	<b>6,647,220</b>
<b>TOTAL EQUITY AT END OF THE REPORTING YEAR</b>		<b>235,969,101</b>	<b>188,063,382</b>

Notes to the financial statement are included on pages 11 to 48.

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# Litchfield Council

## Statement of Cash Flows for the year ended 30 June 2012

	Note	Actual 2012 \$	Actual 2011 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<u>Receipts:</u>			
Receipts from rates and annual charges		8,288,937	6,603,791
Interest received		1,454,431	1,643,645
Grants and contributions		3,280,687	4,300,042
Other operating receipts		1,152,350	1,072,968
Receipt from monies held in trust		-	87,874
<u>Payments:</u>			
Payments to employees		(2,508,329)	(1,916,471)
Payments for materials and contracts		(7,454,164)	(5,247,852)
Other operating payments		(4,287,549)	(4,281,134)
Payments of monies held in trust		(22,675)	(3,564,738)
<b>Net cash provided by (used in) operating activities</b>	11(b)	<b>(96,312)</b>	<b>(1,301,875)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
<u>Receipts:</u>			
Proceeds from sale of assets		74,759	105,454
<u>Payments:</u>			
Purchase of fixed assets		(1,464,018)	(3,253,561)
<b>Net cash provided by (used in) investing activities</b>		<b>(1,389,259)</b>	<b>(3,148,107)</b>
<b>Net increase (decrease) in cash held</b>		<b>(1,485,571)</b>	<b>(4,449,982)</b>
<b>Cash at beginning of the reporting year</b>		<b>16,804,373</b>	<b>21,254,355</b>
<b>Cash at end of the reporting year</b>	11(a)	<b>15,318,802</b>	<b>16,804,373</b>

Notes to the financial statement are included on pages 11 to 48.

## Notes to the Financial Statements for the year ended 30 June 2012

### 1. Summary of accounting policies

This note sets out the principal accounting policies adopted in the preparation of the financial statements by Council as set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### *The Local Government reporting entity*

- (i) The consolidated fund through which the Council controls resources to carry on its functions has been included in the financial statements forming part of this report.  
A summary of activities along with their contribution to the operating result and their net assets is provided at note 2(a).  
In the process of reporting on the local government as a single unit, all transactions and balances between those activities (for example, loans and transfers between activities) have been eliminated.
- (ii) The Council is required under the Local Government Act 2012 to maintain a separate and distinct Trust Fund to account for all moneys and property received by the Council in trust which must be applied only for the purpose of or in accordance with the trusts relating to those moneys.
- (iii) A separate statement of moneys held in the Trust Fund is available for inspection at the Council's office by any person free of cost.

#### *Statement of compliance*

The financial report is a general purpose financial report, which has been prepared to comply with applicable Australian Accounting Standards and Interpretations, the requirements of the Local Government Act 2012 and Regulations and other mandatory professional reporting requirements.

The financial statements were authorised for issue on 9 November 2012.

#### *Basis of preparation*

The financial statements have been prepared on the basis of historical cost for certain non-current assets that are measured at revalued amounts, as explained in the accounting policies below. Historical cost is based on the fair value of the consideration given in exchange for assets.

#### *Adoption of new and revised accounting standards*

In the current year, the Council has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to their operations and effective for the current annual reporting period.

No new or revised Standards or Interpretations were adopted in the current period that have affected the presentation of information reported in these financial statements.

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 1. Summary of accounting policies (cont.)

*Adoption of new and revised accounting standards (cont.)*

The following Standards and Interpretations have been issued but are not yet effective

Standard	Effective for annual reporting periods beginning on or after	Expected to be initially applied in the financial year ending
• AASB 9: Financial Instruments, AASB 2010-7 Amendments to Australian Accountings Standards arising from AASB 9	1 January 2013	30 June 2014
• AASB 10: Consolidated Financial Statements	1 January 2013	30 June 2014
• AASB 11: Joint Arrangements	1 January 2013	30 June 2014
• AASB 12: Disclosure of Interests in Other Entities	1 January 2013	30 June 2014
• AASB 13: Fair Value Measurements, AASB 2011-8 Amendments to Australian Accountings Standards Arising from AASB 13 and AASB 2012-1 Amendments to Australian Accountings Standards – Fair Value Measurement - Reduced Disclosure Requirements	1 January 2013	30 June 2014
• AASB 119 (2011): Employee Benefits, AASB 2011-10 Amendments to Australian Accountings Standards arising from AASB 119 and AASB 2010-7 Amendments to Australian Accountings Standards arising Reduced Disclosure Requirements	1 January 2013	30 June 2014
• AASB 127 (2011): Separate Financial Statements	1 January 2013	30 June 2014
• AASB 128 (2011): Investments in Associates and Joint Ventures	1 January 2013	30 June 2014
• INT 20: Stripping Costs in the Production Phase of a Surface Mine	1 January 2013	30 June 2014
• AASB 2010-8: Deferred Tax: Recovery of Underlying Assets (AASB 112)	1 January 2012	30 June 2013
• AASB 2010-10 Severe Hyperinflation and Removal of Fixed Dates (AASB 1)	1 January 2013	30 June 2014
• AASB 2011-3: Amendments to Australian Accounting Standards – Orderly Adoption of Changes to the ABS GFS Manual and Related Amendments	1 July 2012	30 June 2013
• AASB 2011-7: Amendments to Australian Accounting Standards arising from the Consolidation and Joint Arrangements Standards	1 January 2013	30 June 2014

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 1. Summary of accounting policies (cont.)

#### *Adoption of new and revised accounting standards (cont.)*

Standard	Effective for annual reporting periods beginning on or after	Expected to be initially applied in the financial year ending
• AASB 2011-9: Presentation of Items of OCI (AASB 101)	1 July 2012	30 June 2013
• AASB 2011-13: Amendments to Australian Accounting Standard – Improvements to AASB 1049	1 July 2012	30 June 2013
• AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from reduced disclosure requirements	1 July 2013	30 June 2014

The Council anticipates that the adoption of the various Standards and Interpretations on issue but not yet effective will have no material financial impact on the financial statements in future periods. However, the pronouncements may result in changes to information currently disclosed in the financial statements. The Council does not intend to adopt any of these pronouncements before their effective dates.

#### *Significant accounting policies*

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported.

The accounting policies adopted for the reporting period are consistent with those of the previous reporting period except where otherwise indicated.

The following significant accounting policies have been adopted in the preparation and presentation of the financial report:

#### (a) *Revenue recognition*

Revenue is measured at the fair value of consideration received or receivable. Revenue is measured on major income categories as follows:

##### (i) *Rates*

Rates are recognised as revenue when the Council obtains control over the asset comprising the receipt.

Rates are an enforceable debt linked to rateable property that will be recovered when next the property is sold, and therefore control normally passes at the time of levying, or where earlier upon receipt of rates paid in advance. The rating period and reporting period for the Council coincide and accordingly, all rates levied for the year are recognised as revenues.

Uncollected rates are recognised as receivables. A provision is recognised when collection in full is no longer probable.

# Litchfield Council

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## Notes to the Financial Statements for the year ended 30 June 2012

### 1. Summary of accounting policies (cont.)

#### (a) Revenue Recognition (cont.)

##### (ii) Grants, donations and other contributions

Grants, donations and other contributions are recognised as revenues when the Council obtains control over, or the right to receive, the assets, it is probable that future economic benefits comprising the asset will flow to the Council, and the amount can be reliably measured.

Control over granted and contributed assets is normally obtained upon their receipt (or acquittal) or upon notification that a grant has been secured, and is valued at their fair value at the date of transfer.

Where grants, contributions and donations are recognised as revenue 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 not discharged as at the reporting date, the nature of and amounts pertaining to those not discharged conditions are disclosed in these notes.

##### (iii) Sale of property, plant and equipment

The profit or loss on sale of an asset is determined when control of the asset has passed from the Council.

##### (iv) Interest revenue

Interest is recognised as it accrues, when it is probable that the future economic benefits will flow to the Council and it can be measured reliably.

#### (b) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value.

#### (c) Financial assets

Investments are recognised and derecognised on trade date where the purchase or sale of an investment is under a contract whose terms require delivery of the investment within the timeframe established by the market concerned, and are initially measured at fair value, net of transaction costs except for financial assets classified as at fair value through profit and loss which are initially measured at fair value.

Council classifies financial assets in the following categories: loans and receivables and investments. The classification depends on the purpose for which the financial instrument was acquired. Management determines the classification of its financial instruments at initial recognition and re-evaluates this designation at each reporting date.

##### *Loans and receivables*

Trade receivables, loans, and other receivables that have a fixed or determinable payment that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest rate method less impairment.

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## Notes to the Financial Statements for the year ended 30 June 2012

### 1. Summary of accounting policies (cont.)

#### (c) *Financial assets (cont.)*

##### *Impairment of financial assets*

Financial assets are assessed for indicators for impairment at each reporting date. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial assets, the estimated future cash flows of the investment that have been affected.

For financial assets carried at amortised cost, the amount of the impairment is the difference between the asset's carrying amount and the present value of the estimated future cash flows, discounted at the original effective interest rate.

The carrying amount of financial assets including uncollectible trade receivables is reduced by the impairment loss through the use of an allowance account. Subsequent recoveries of amounts previously written off are credited against an allowance account. Changes in the carrying amount of the allowance account are recognised in profit and loss.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

##### *Derecognition of financial assets*

The Council derecognises financial assets only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Council neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Council recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Council retains substantially all the risks and rewards of ownership of a transferred financial asset, the Council continues to recognise the financial asset.



# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 1. Summary of accounting policies (cont.)

#### (d) *Work in progress ("WIP")*

Work in progress ("WIP") represents assets under construction not completed at year end. WIP is recognised at cost, less any impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the item. WIP represents:

	2012	2011
Roads and cycle tracks under construction	3,563,538	1,241,795
Capital - Humpty Doo Dump	-	2,504,785
Capital - Howard Park power upgrade	-	34,963
Capital - McMinns Lagoon meeting room	-	2,909
Capital - Humpty Doo ablution block	-	69,404
Capital - Girraween/Hillier road power poles	-	53,562
Grants	-	9,000
Civica Software	-	-
<b>TOTAL</b>	<b>3,563,538</b>	<b>3,916,418</b>

#### (e) *Property, plant and equipment*

##### (i) *Acquisition of property, plant and equipment (Including structural assets)*

Property, plant and equipment is recognised at cost when control of the asset passes to the Council. Cost includes expenditure that is directly attributable to the acquisition. Cost related to property, plant and equipment gifted, donated or granted to the Council is the fair value of the asset, plus costs directly attributable to the acquisition.

##### (ii) *Land under roads*

Council has elected not to value or recognise as an asset land under roads acquired prior to 1 July 2008 in accordance with the election available under AASB1051.

Land under roads acquired after 1 July 2008 is recognised at cost. The cost of the land under roads is the fair value as at the date acquired. Council applies this standard to sealed and unsealed roads. The value of the land under roads is based on the englobo value obtained from the Valuer General of the surrounding land.

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 1. Summary of accounting policies (cont.)

#### (e) *Property, plant and equipment (cont.)*

##### (iii) *Depreciation*

All property, plant and equipment, with the exception of land, is systematically depreciated over its useful life in a manner which reflects the consumption of the service potential embodied in those assets from the time that the item of property plant and equipment is available for use.

Depreciation is provided for on a straight line method using lives which are reviewed each reporting period. Major depreciation periods are:

Buildings / Other Structures	10 to 70 years
Plant and Equipment / Motor Vehicles / Office Furniture and Equipment	3 to 11 years
Sealed Roads	50 years
Unsealed Roads	10 to 30 years

##### (iv) *Valuation*

###### *Land and buildings*

Subsequent to initial recognition, land is measured on a replacement cost basis less impairment losses. Buildings have been measured on a depreciated replacement value basis less any impairment losses. The replacement value was determined by an independent valuation prepared by the Australian Valuation Office (South Australia) on 30 June 2006.

In respect of land and buildings and plant and equipment, the gross amount and related accumulated depreciation of the assets comprising the class of revalued assets are restated separately.

###### *Office equipment, motor vehicles and plant and equipment*

Office equipment, motor vehicles and plant and equipment have not been valued and are measured at cost less accumulated depreciation and any impairment losses.

###### *Infrastructure assets*

Infrastructure assets are measured at replacement cost less accumulated depreciation. The Replacement Cost adopted for 2011/2012 is as follows:

Sealed Roads	\$312,000
Unsealed Roads	\$240,000
Formed Roads	\$ 70,000
Cycle Paths	\$ 90,000

The valuation was performed by an independent valuation consultant (Maloney Field Services) and the effective date of the revaluation was 1 July 2011. The valuation is performed every five years.

## Notes to the Financial Statements for the year ended 30 June 2012

### 1. Summary of accounting policies (cont.)

(e) *Property, plant and equipment (cont.)*

(iv) *Valuation(cont.)*

*Revaluation increments and decrements*

Revaluation increments and decrements arising from recognising these assets at valuation are offset against one another within the class of assets. Net revaluation increments in the carrying amounts of these assets are recognised directly in the Asset Revaluation Reserve, except to the extent that the increment reverses a decrement that was previously recognised as an expense in the net profit or loss in respect of the same class of assets in which case the increment is recognised as revenue in the net profit or loss. Net revaluation decrements in carrying amounts are recognised as an expense in the net profit or loss, except to the extent that the decrement reverses a previous revaluation increment in respect of the same class of assets credited directly to the asset revaluation reserve, in which case the decrement is debited directly to the reserve to the extent that the credit exists in respect of the same class of assets.

(v) *Impairment of assets*

Assets that have an indefinite useful life are not subject to amortisation and are tested for impairment annually. Assets that are subject to amortisation 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. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

For non-cash generating assets of the Council such as roads, cycle paths, public buildings and the like, value in use is represented by the deprival value of the asset, approximated by written down replacement cost.

# Litchfield Council

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## Notes to the Financial Statements for the year ended 30 June 2012

### 1. Summary of accounting policies (cont.)

(f) *Financial liabilities*

*Payables*

These amounts represent liabilities for goods and services provided to the Council prior to the end of the financial year which remain unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

(g) *Employee benefits*

Provision is made for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave when it is probable that settlement will be required and they are capable of being measured reliably.

*Employee benefits expected to be settled within 12 months*

Provisions in respect of employee benefits expected to be settled within 12 months are measured at their nominal values using the remuneration rate expected to apply at the time of settlement.

*Employee benefits not expected to be settled within 12 months*

Provisions made in respect of employee benefits which are not expected to be settled within 12 months are measured at the present value of the estimated future cash flows to be made by the entity in respect of services provided by the employees up to reporting date.

*Superannuation*

Upon employment the Council's employees are able to elect a defined contribution superannuation plan including Local Government Superannuation Scheme established in respect of certain municipalities in South Australia and the Northern Territory.

(h) *Budget information*

Note 2(a) provides budget information of revenues and expenditure of each of the major activities of the Council. Budget figures represented are those approved by Council at the beginning of the financial year.

(i) *Tax status*

Litchfield Council is tax exempt under Sec 50-25 of the Income Tax Assessment Act 1997, being a local governing body.

# Litchfield Council

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## Notes to the Financial Statements for the year ended 30 June 2012

### 1. Summary of accounting policies (cont.)

(j) *Goods and services tax*

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except:

(i) where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense;

or

(ii) for receivables and payables which are recognised inclusive of GST, the net amount recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the Statement of Cash Flows on a gross basis. The GST component of cash flows arising from investing and financing activities, which is recoverable from or payable to the taxation authority, is classified as operating cash flows.

(k) *Rounding of amounts*

Unless otherwise indicated, amounts in the financial report have not been rounded and are presented in full dollars.

(l) *Key sources of estimation uncertainty*

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year:

*Useful lives of property*

The Council reviews the estimated useful lives of property at the end of each annual reporting period. The estimated useful life of sealed roads is 50 years, and the useful life of unsealed roads is 30 years.

community effort is essential

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 2(a) Components of functions

2011 and 2012 – REVENUES, EXPENSES AND ASSETS HAVE BEEN ATTRIBUTED TO THE FOLLOWING FUNCTIONS/ACTIVITIES. DETAILS OF THOSE FUNCTIONS/ACTIVITIES ARE PROVIDED AT NOTE 2(b)

	GENERAL PUBLIC SERVICES			PUBLIC ORDER and SAFETY			ECONOMIC AFFAIRS			ENVIRONMENTAL PROTECTION		
	Budget 2012 \$	Actual 2012 \$	Actual 2011 \$	Budget 2012 \$	Actual 2012 \$	Actual 2011 \$	Budget 2012 \$	Actual 2012 \$	Actual 2011 \$	Budget 2012 \$	Actual 2012 \$	Actual 2011 \$
<b>OPERATING REVENUES</b>												
Rates	4,557,375	4,823,591	4,456,172	-	-	-	-	-	-	2,078,050	2,088,989	1,877,421
User Charges and Fees	20,500	27,401	-	-	-	-	4,500	6,102	-	65,000	54,352	-
Interest	725,000	1,211,904	1,339,156	-	-	-	-	-	-	-	66,309	43,911
Other Operating Revenues	60,000	15,030	158,878	14,000	20,058	9,159	45,818	269,260	20,606	-	-	112,624
Grants – NT Recurrent	1,000	1,300	6,101	-	-	-	-	-	-	-	-	-
Grants – NT Capital	40,014	14	-	-	-	-	15,181	15,181	406,309	-	-	-
Grants – C'th Recurrent	374,785	404,798	291,278	-	-	-	2,059,721	2,276,538	1,703,943	-	-	-
Grants – C'th Capital	-	-	-	-	-	-	809,241	410,540	876,441	-	-	-
Contributions and Donations	-	-	1,704,807	-	-	-	351,300	735,360	420,963	-	-	-
<b>TOTAL REVENUES</b>	<b>5,778,674</b>	<b>6,484,038</b>	<b>7,956,392</b>	<b>14,000</b>	<b>20,058</b>	<b>9,159</b>	<b>3,285,761</b>	<b>3,712,982</b>	<b>3,428,262</b>	<b>2,143,050</b>	<b>2,209,650</b>	<b>2,033,956</b>
<b>OPERATING EXPENSES</b>												
Employee Costs	1,141,129	995,336	918,024	194,328	179,412	163,363	738,317	594,877	570,535	427,980	380,668	7,904
Materials and Contracts	-	-	-	10,000	1,833	-	3,626,433	2,790,745	4,433,982	4,617,341	4,487,077	1,027,817
Interest Charges	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation and Amortisation	-	1,019,103	4,233,237	-	-	-	-	10,113,793	-	-	-	-
Other Operating Expenses	1,005,006	1,009,008	1,446,553	127,200	99,509	84,922	3,299,663	2,711,661	117,539	234,142	296,580	14,373
<b>TOTAL EXPENSES</b>	<b>2,146,135</b>	<b>3,023,447</b>	<b>6,597,814</b>	<b>331,528</b>	<b>280,754</b>	<b>248,285</b>	<b>7,684,413</b>	<b>16,211,076</b>	<b>5,122,056</b>	<b>5,279,463</b>	<b>5,164,325</b>	<b>1,050,094</b>
<b>TOTAL</b>	<b>3,632,539</b>	<b>3,460,591</b>	<b>1,358,578</b>	<b>(317,528)</b>	<b>(260,696)</b>	<b>(239,126)</b>	<b>(4,378,652)</b>	<b>(12,498,094)</b>	<b>(1,693,794)</b>	<b>(3,136,413)</b>	<b>(2,954,675)</b>	<b>983,862</b>
<b>ASSETS (Non-current)**</b>	-	-	-	-	-	-	-	-	-	-	-	-

\*\*It is not practicable at this stage to reliably attribute the carrying amounts of assets to the above functions/ activities.

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 2(a) Components of functions

2011 and 2012 – REVENUES, EXPENSES AND ASSETS HAVE BEEN ATTRIBUTED TO THE FOLLOWING FUNCTIONS/ACTIVITIES. DETAILS OF THOSE FUNCTIONS/ACTIVITIES ARE PROVIDED AT NOTE 2(b)

	HOUSING and COMMUNITY AMENITIES			HEALTH			RECREATION, CULTURE and RELIGION			EDUCATION		
	Budget 2012	Actual 2012	Actual 2011	Budget 2012	Actual 2012	Actual 2011	Budget 2012	Actual 2012	Actual 2011	Budget 2012	Actual 2012	Actual 2011
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>OPERATING REVENUES</b>												
Rates	-	-	-	-	-	-	-	-	-	-	-	-
User Charges and Fees	-	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-	-
Other Operating Revenues	-	-	-	-	-	-	-	-	-	-	-	-
Grants – NT Recurrent	-	-	-	-	-	-	-	-	-	-	-	-
Grants – NT Capital	-	-	-	-	-	-	-	-	-	-	-	-
Grants – C'th Recurrent	-	-	-	-	-	-	-	-	-	-	-	-
Grants – C'th Capital	-	-	-	-	-	-	-	-	-	-	-	-
Contributions and Donations	-	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL REVENUES</b>	-	-	-	-	-	-	-	-	-	-	-	-
<b>OPERATING EXPENSES</b>												
Employee Costs	-	-	-	-	-	-	-	-	-	-	-	-
Materials and Contracts	-	-	-	-	-	-	870,700	897,170	887,800	-	-	-
Interest Charges	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation and Amortisation	-	-	-	-	-	-	-	-	-	-	-	-
Other Operating Expenses	14,000	13,000	-	-	-	-	-	-	13,000	-	-	-
<b>TOTAL EXPENSES</b>	14,000	13,000	-	-	-	-	870,700	897,170	900,800	-	-	-
<b>TOTAL</b>	(14,000)	(13,000)	-	-	-	-	(870,700)	(897,170)	(900,800)	-	-	-
<b>ASSETS (Non-current)**</b>	-	-	-	-	-	-	-	-	-	-	-	-

\*\*It is not practicable at this stage to reliably attribute the carrying amounts of assets to the above functions/ activities.

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 2(a) Components of functions

	SOCIAL PROTECTION			CEMETERY			ELIMINATIONS			TOTAL		
	Budget 2012 \$	Actual 2012 \$	Actual 2011 \$	Budget 2012 \$	Actual 2012 \$	Actual 2011 \$	Actual 2012 \$	Actual 2011 \$	Budget 2012 \$	Actual 2012 \$	Actual 2011 \$	
<b>OPERATING REVENUES</b>												
Rates	-	-	-	-	-	-	-	-	6,635,425	6,912,580	6,333,593	
User Charges and Fees	-	-	-	660,502	699,288	-	-	-	750,502	787,143	-	
Interest	-	-	-	50,960	30,847	69,702	-	-	775,960	1,309,061	1,452,769	
Other Operating Revenues	-	-	-	11,000	11,464	771,428	-	-	130,818	315,811	1,072,695	
Grants – NT Recurrent	-	-	-	-	-	-	-	-	1,000	1,300	6,101	
Grants – NT Capital	-	-	-	-	-	650,000	-	-	55,195	15,195	1,056,309	
Grants – C'th Recurrent	-	-	-	-	-	-	-	-	2,434,506	2,681,336	1,995,221	
Grants – C'th Capital	-	-	-	-	-	-	-	-	809,241	410,540	876,441	
Contributions and Donations	-	-	-	-	-	-	-	-	351,300	735,360	2,125,770	
<b>TOTAL REVENUES</b>	-	-	-	722,462	741,599	1,491,130	-	-	11,943,947	13,168,326	14,918,899	
<b>OPERATING EXPENSES</b>												
Employee Costs	-	-	-	400,658	354,243	410,981	-	-	2,902,412	2,504,536	2,070,807	
Materials and Contracts	-	-	-	278,580	480,639	976,285	-	-	9,403,054	8,657,463	7,325,884	
Interest Charges	-	-	-	-	-	-	-	-	-	-	-	
Depreciation and Amortisation	-	-	-	-	-	-	-	-	-	-	-	
Other Operating Expenses	-	-	-	1,748,836	908,982	776,606	-	-	6,428,847	11,132,896	4,233,237	
<b>TOTAL EXPENSES</b>	-	-	-	2,428,074	1,743,864	2,163,872	-	-	18,734,313	5,038,740	2,452,993	
<b>TOTAL</b>	-	-	-	(1,705,612)	(1,002,265)	(672,742)	-	-	(6,790,366)	(14,165,309)	(1,164,022)	
<b>ASSETS (Non-current)**</b>	-	-	-	-	-	-	-	-	-	-	-	

\*\* It is not practicable at this stage to reliably attribute the carrying amounts of assets to the above functions/ activities.



# Litchfield Council

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## Notes to the Financial Statements for the year ended 30 June 2012

### 2(b) Components of functions

The activities relating to the Council functions reported on in Note 2(a) are:

#### **GENERAL PUBLIC SERVICES**

Administrative, legislative and executive affairs, financial and fiscal affairs, general research and general services. Also includes where applicable Natural Disaster relief.

#### **PUBLIC ORDER and SAFETY**

Fire protection, local emergency services, animal control and impounding, control of public places, control of signs, boarding and advertising.

#### **ECONOMIC AFFAIRS**

General economic, agriculture and forestry, fuel and energy, other labour and employment affairs, transport and other industries, saleyards and tourism.

#### **ENVIRONMENTAL PROTECTION**

Waste management, pollution reduction, protection of biodiversity and landscape and protection and remediation of soil, groundwater and surface water.

#### **HOUSING and COMMUNITY AMENITIES**

Housing, housing and community development, water supply and street lighting.

#### **HEALTH**

No services provided.

#### **RECREATION, CULTURE and RELIGION**

Facilities and venues, recreation parks and reserves, cultural and religious services, museums and libraries.

#### **EDUCATION**

No services provided.

#### **SOCIAL PROTECTION**

No services provided.

#### **CEMETERY**

The activities include burials, burial plots, cremations, chapel hire, niche walls, garden of angels for children and various other religions.

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

	Actual 2012 \$	Actual 2011 \$
<b>3. Operating revenues</b>		
<b>(a) Rates and annual charges</b>		
<u>Ordinary rates:</u>		
Residential	6,912,580	6,333,593
Total ordinary rates	6,912,580	6,333,593
<b>Total rates and annual charges</b>	<b>6,912,580</b>	<b>6,333,593</b>
<b>(b) Interest</b>		
Interest on overdue rates and charges	396,122	425,502
Interest on investments	912,939	1,027,267
<b>Total interest revenue</b>	<b>1,309,061</b>	<b>1,452,769</b>
<b>(c) Other operating revenues</b>		
Cemetery income	685,630	802,946
Other	417,324	269,749
<b>Total other operating revenue</b>	<b>1,102,954</b>	<b>1,072,695</b>
<b>(d) Grants and contributions for operating purposes</b>		
<u>General purpose grants (untied):</u>		
FAG – General purpose component	404,798	291,278
FAG – Road component	2,276,538	1,703,943
<b>Total general purpose grants (untied)</b>	<b>2,681,336</b>	<b>1,995,221</b>
<b>Total grants and contributions for operating purposes</b>	<b>2,681,336</b>	<b>1,995,221</b>

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

	Actual 2012 \$	Actual 2011 \$
<b>3. Operating revenues (cont.)</b>		
<b>(e) Grants and contributions for capital purposes</b>		
<u>Northern Territory capital grants</u>		
Special purpose grants – Department of Infrastructure, Transport, Regional Development and Local Government	15,181	231,913
Special purpose grants – ADC NT Regional Grant	1,314	6,101
Northern Territory - Department of Lands and Planning	-	824,396
<b>Total Northern Territory capital grants</b>	<b>16,495</b>	<b>1,062,410</b>
<u>Commonwealth capital grants</u>		
Specific purpose – Roads to Recovery 2 (Auslink)	410,540	824,441
Other	-	52,000
<b>Total Commonwealth capital grants</b>	<b>410,540</b>	<b>876,441</b>
<b>Total grants</b>	<b>427,035</b>	<b>1,938,851</b>
<u>Contributions and donations</u>		
Developer contributions:		
- Road works - capital	735,360	2,125,770
<b>Total contributions</b>	<b>735,360</b>	<b>2,125,770</b>
<b>Total grants and contributions for capital purposes</b>	<b>1,162,395</b>	<b>4,064,621</b>

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

	Actual 2012 \$	Actual 2011 \$
<b>4 Operating expenses</b>		
<b>(a) Employee costs</b>		
Salaries and wages	2,090,553	1,847,036
Employee leave benefits	127,795	2,981
Superannuation	204,511	169,032
Workers compensation insurance	49,321	29,850
Fringe benefit tax	11,935	15,650
Other - training costs (excluding salaries)	39,892	36,108
<b>Total operating employee costs</b>	<b>2,524,007</b>	<b>2,100,657</b>
<b>(b) Depreciation and amortisation</b>		
Office Equipment and Plant and Equipment	164,337	130,655
Buildings	806,848	449,063
Motor vehicles	48,139	52,061
Infrastructure:		
- Roads, bridges and footpaths	10,113,793	3,601,458
<b>Total depreciation and amortisation expenses</b>	<b>11,133,117</b>	<b>4,233,237</b>

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# Litchfield Council

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## Notes to the Financial Statements for the year ended 30 June 2012

	Actual 2012 \$	Actual 2011 \$
<b>4 Operating expenses (cont.)</b>		
<b>(c) Other operating expenses</b>		
Auditor's remuneration:		
- Audit services	40,000	33,600
- Other services	62,913	36,999
Bad and doubtful debts	-	5,102
Legal expenses	95,455	51,304
Mayoral and deputy mayoral allowance	34,274	32,342
Elected members' fees and allowances	65,494	63,086
Insurance	147,946	145,831
Electricity and heating	114,536	117,242
Telephone	63,710	51,515
Contributions and donations	-	20,000
Other	2,105,097	1,853,636
<b>Total Other Operating Expenses</b>	<b>2,729,425</b>	<b>2,410,657</b>

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

	Actual 2012 \$	Actual 2011 \$
<b>5. Gain or loss on disposal of assets</b>		
<b>GAIN (OR LOSS) ON DISPOSAL OF PLANT and EQUIPMENT</b>		
Gain on disposal of assets	-	-
Loss on disposal of assets	2,289,623	12,486
<b>Total (loss) /gain on disposal of assets</b>	<b>2,289,623</b>	<b>12,486</b>
<b>6. Cash and cash equivalents</b>		
<b>CASH</b>		
Cash at bank	1,950,649	461,747
Short term deposits	13,366,903	16,341,776
Change advance and petty cash	1,250	850
<b>Total cash</b>	<b>15,318,802</b>	<b>16,804,373</b>
<i>Total cash consists of:</i>		
Current cash	15,318,802	16,804,373
<b>Total cash and cash equivalents available</b>	<b>15,318,802</b>	<b>16,804,373</b>
<b>RESTRICTED CASH AND CASH EQUIVALENTS SUMMARY</b>		
<u>Purpose</u>		
<b>EXTERNAL RESTRICTIONS</b>		
- Included in liabilities	-	-
- Included in revenue	-	-
<b>TOTAL EXTERNAL RESTRICTIONS</b>	<b>-</b>	<b>-</b>

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# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

	Actual 2012 \$	Actual 2011 \$
<b>6. Cash and cash equivalents(cont.)</b>		
<b>INTERNAL RESTRICTIONS</b>		
- Included in liabilities	158,347	259,616
- Included in revenue	-	-
- Included in reserves	254,263	1,273,141
<b>TOTAL INTERNAL RESTRICTIONS</b>	412,610	1,532,757
<b>TOTAL UNRESTRICTED</b>	14,906,192	15,271,616
<b>TOTAL CASH AND CASH EQUIVALENTS AVAILABLE</b>	<b>15,318,802</b>	<b>16,804,373</b>
<b>RESTRICTED CASH AND CASH EQUIVALENTS DETAIL</b>		
<u>Purpose</u>		
<b>EXTERNAL RESTRICTIONS</b>		
Included in liabilities:		
- Cemetery pre-paid plots	-	-
- Security deposits	-	-
<b>Total included in liabilities</b>	-	-
Included in revenue:		
- Department of Planning and Infrastructure special purpose grants	-	-
<b>Total included in revenues</b>	-	-
<b>TOTAL EXTERNAL RESTRICTIONS</b>	-	-

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

	Actual 2012 \$	Actual 2011 \$
<b>6. Cash and cash equivalents(cont.)</b>		
<b>INTERNAL RESTRICTIONS</b>		
Included in liabilities:		
- Employee leave benefits	158,347	259,616
Total included in liabilities	158,347	259,616
Included in revenue / reserves:		
- Cemetery reserves	254,263	1,273,141
- Developer levy	-	-
Total included in revenues	254,263	1,273,141
<b>TOTAL INTERNAL RESTRICTIONS</b>	<b>412,610</b>	<b>1,532,757</b>
<b>7. Receivables</b>		
<b>UNRESTRICTED RECEIVABLES</b>		
<u>Purpose</u>		
Rates and annual charges	4,360,445	4,539,537
Accrued revenues (interest)	20,982	231,548
Other	317,973	408,379
Total	4,699,400	5,179,464
Less: Provision for doubtful debts	(169,038)	(169,038)
<b>TOTAL UNRESTRICTED RECEIVABLES</b>	<b>4,530,362</b>	<b>5,010,426</b>
<b>Restricted receivables</b>	-	-
<b>TOTAL RESTRICTED RECEIVABLES</b>	-	-
<b>TOTAL RECEIVABLES</b>	<b>4,530,362</b>	<b>5,010,426</b>
<i>Total receivables consist of:</i>		
Current receivables	338,955	541,330
30 - 60 days	-	61,597
60 -90 days	-	60
90+ days	4,360,445	4,576,477
<b>TOTAL RECEIVABLES</b>	<b>4,699,400</b>	<b>5,179,464</b>



# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

	Actual 2012 \$	Actual 2011 \$
<b>7. Receivables (cont.)</b>		
<p>The average credit period on rates and other receivables is 30 days. No interest is charged for the first 30 days from the date of invoice. Thereafter, interest is charged at 17% per annum on the outstanding balance. The council has recognised an allowance for doubtful debts for all properties that are not able to apply a statutory charge on because there a limited means on being able to recover this income.</p>		
<i>Age of trade receivables that are past due but not impaired:</i>		
30 - 60 days	-	61,597
60 -90 days	-	60
90+ days	4,191,407	4,407,439
<b>Total past due but not impaired</b>	<b>4,191,407</b>	<b>4,469,096</b>

Included in the allowance for doubtful debts are individually impaired trade receivables amounting to \$169,038 (30 June 2011: \$169,038).

*Age of impaired trade receivables:*

30 - 60 days	-	-
60 -90 days	-	-
90+ days	169,038	169,038
<b>Total impaired trade receivables</b>	<b>169,038</b>	<b>169,038</b>

## 8. Other assets

### UNRESTRICTED OTHER ASSETS

Prepayments – current	-	-
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<b>Total unrestricted other assets</b>	<b>-</b>	<b>-</b>
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<b>RESTRICTED OTHER ASSETS</b>	<b>-</b>	<b>-</b>
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### TOTAL OTHER ASSETS

*Total other assets consist of:*

Other assets current	-	-
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<b>TOTAL OTHER ASSETS</b>	<b>-</b>	<b>-</b>
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# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 9. Property plant and equipment

	2011 \$				CARRYING AMOUNT MOVEMENTS DURING THE YEAR \$				Revaluation			2012 \$	
	At Cost/ Fair Value	Accumulated Depreciation	Carrying Amount	Asset Purchase	Asset Disposal (Cost)	Asset Disposal (depreciation)	Depreciation Expense	Revaluation (cost)	Revaluation (depreciation)	At Cost/ Fair Value	Accumulated Depreciation	Carrying Amount	
<b>UNRESTRICTED</b>													
Land													
- Council Owned (freehold)	5,840,432	-	5,840,432	213,303	-	-	-	-	-	6,053,735	-	6,053,735	
Land Improvements - depreciable													
Buildings	16,708,562	(7,866,098)	8,842,464	271,464	-	-	(806,848)	12,725,601	(3,142,006)	29,705,627	(11,814,952)	17,890,675	
Infrastructure													
- Sealed Roads	133,881,380	(11,205,674)	122,675,706	1,563,120	(875,973)	137,066	(4,936,587)	41,385,664	(44,960,565)	176,154,191	(60,965,770)	115,188,421	
- Unsealed Roads	30,621,770	(3,541,457)	27,080,313	-	(4,195,897)	2,418,600	(4,122,541)	51,146,509	(30,867,993)	77,572,382	(36,113,391)	41,458,991	
- Culverts				463,306	-	-	(433,506)	26,968,645	(8,238,279)	27,421,951	(8,671,785)	18,750,166	
- Kerbs and Gutters				-	-	-	(21,339)	1,123,083	(432,645)	1,123,083	(453,984)	669,099	
- Driveway Vehicle Crossings				-	-	-	(385,265)	20,774,068	(8,504,782)	20,774,068	(8,890,047)	11,884,021	
- Footpaths				-	-	-	(13,367)	450,796	(185,906)	450,796	(199,273)	251,523	
- Road Signs				-	-	-	(159,143)	2,387,150	(242,413)	2,387,150	(401,556)	1,985,594	
- Inverts				-	-	-	(877)	26,320	(9,016)	26,320	(9,893)	16,427	
- Point Generic				-	-	-	(23,827)	495,502	(173,632)	495,502	(197,459)	298,043	
- Bicycle Paths				-	-	-	(17,341)	638,870	(185,284)	638,870	(202,625)	436,245	
Office Equipment	780,354	(295,600)	484,754	75,297	-	-	(130,020)	(168,439)	105,402	687,212	(320,218)	366,994	
Plant and Equipment				473,732	-	-	(33,909)	148,439	(105,402)	622,171	(139,311)	482,860	
Other Assets				-	-	-	-	-	-	-	-	-	
- Heritage Collection				-	-	-	-	-	-	-	-	-	
- Library Books				-	-	-	-	-	-	-	-	-	
- Other Structures	21,229	(21,229)	-	-	-	-	-	-	-	21,229	(21,229)	-	
- Motor Vehicles	255,305	(52,746)	202,559	146,977	(58,899)	10,731	(48,140)	-	-	343,383	(90,155)	253,228	
- Other				-	-	-	-	-	-	-	-	-	
<b>TOTAL UNRESTRICTED</b>	<b>185,109,032</b>	<b>(22,982,804)</b>	<b>165,126,228</b>	<b>3,207,199</b>	<b>(4,930,769)</b>	<b>2,566,387</b>	<b>(11,132,710)</b>	<b>158,092,208</b>	<b>(96,942,521)</b>	<b>344,477,670</b>	<b>(128,491,648)</b>	<b>215,986,022</b>	

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 9. Property plant and equipment

	2011 \$			CARRYING AMOUNT MOVEMENTS DURING THE YEAR \$						2012 \$		
	At Cost/ Fair Value	Accumulated Depreciation	Carrying Amount	Asset Purchase	Asset Disposal (Cost)	Asset Disposal (depreciation)	Depreciation Expense	Revaluation (cost)	Revaluation (depreciation)	At Cost/ Fair Value	Accumulated Depreciation	Carrying Amount
<b>RESTRICTED</b>												
Land	-	-	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-	-	-	-
Office Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Plant and Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL UNRESTRICTED AND RESTRICTED</b>	<b>188,109,032</b>	<b>(22,982,804)</b>	<b>165,126,228</b>	<b>3,207,199</b>	<b>(4,930,769)</b>	<b>2,566,387</b>	<b>(11,132,710)</b>	<b>158,092,208</b>	<b>(96,942,521)</b>	<b>344,477,670</b>	<b>(128,491,648)</b>	<b>215,986,022</b>

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 9. Property plant and equipment

	2010 \$				CARRYING AMOUNT MOVEMENTS DURING THE YEAR \$						2011 \$		
	At Cost/ Fair Value	Accumulated Depreciation	Carrying Amount	Asset Purchase	Asset Disposal (Cost)	Asset Disposal (depreciation)	Depreciation Expense	Transfers (cost)	Transfers (depreciation)	At Cost/ Fair Value	Accumulated Depreciation	Carrying Amount	
<b>UNRESTRICTED</b>													
Land													
- Council Owned (freehold)	4,955,247	-	4,955,247	885,185	-	-	-	-	-	5,840,432	-	5,840,432	
- Council Controlled	-	-	-	-	-	-	-	-	-	-	-	-	
- Non Depreciable Land Improvements	-	-	-	-	-	-	-	-	-	-	-	-	
Land Improvements – depreciable	-	-	-	-	-	-	-	-	-	-	-	-	
Buildings	16,693,562	(7,439,934)	9,253,628	15,000	-	-	(449,063)	-	22,898	16,708,560	(7,866,097)	8,842,465	
Infrastructure													
- Sealed Roads	131,912,315	(7,621,135)	124,291,180	1,969,065	-	-	(3,601,458)	-	-	133,881,380	(11,222,593)	122,658,787	
- Unsealed Roads and cycle Tracks *	31,090,000	(3,665,237)	27,424,763	375,970	(844,200)	140,700	-	-	-	30,621,770	(3,524,537)	27,097,233	
- Bridges and Footpaths	-	-	-	-	-	-	-	-	-	-	-	-	
- Stormwater drainage	-	-	-	-	-	-	-	-	-	-	-	-	
Office Equipment	234,748	(145,211)	89,537	-	-	-	-	(234,748)	145,211	-	-	-	
Plant and Equipment	123,131	(63,800)	59,331	492,003	(69,528)	66,964	(130,655)	234,748	(168,109)	780,354	(295,600)	484,754	
Other Assets													
- Heritage Collection	-	-	-	-	-	-	-	-	-	-	-	-	
- Library Books	-	-	-	-	-	-	-	-	-	-	-	-	
- Other Structures	21,229	(21,229)	-	-	-	-	-	-	-	21,229	(21,229)	-	
- Motor Vehicles	233,993	(59,197)	174,796	197,528	(176,216)	58,512	(52,061)	-	-	255,305	(52,746)	202,559	
- Other	-	-	-	-	-	-	-	-	-	-	-	-	
<b>TOTAL UNRESTRICTED</b>	<b>185,264,225</b>	<b>(19,015,743)</b>	<b>166,248,482</b>	<b>3,934,751</b>	<b>(1,089,944)</b>	<b>266,176</b>	<b>(4,233,237)</b>	<b>-</b>	<b>-</b>	<b>188,109,030</b>	<b>(22,982,802)</b>	<b>165,126,230</b>	

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 9. Property plant and equipment

	2010 \$		CARRYING AMOUNT MOVEMENTS DURING THE YEAR \$							2011 \$		
	At Cost/ Fair Value	Accumulated Depreciation	Carrying Amount	Asset Purchase	Asset Disposal (Cost)	Asset Disposal (depreciation)	Depreciation Expense	Transfers (cost)	Transfers (depreciation)	At Cost/ Fair Value	Accumulated Depreciation	Carrying Amount
<b>RESTRICTED</b>												
Land	-	-	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-	-	-	-
Office Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Plant and Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL UNRESTRICTED AND RESTRICTED</b>	<b>185,264,225</b>	<b>(19,015,743)</b>	<b>166,248,483</b>	<b>3,934,751</b>	<b>(1,089,944)</b>	<b>266,176</b>	<b>(4,233,237)</b>	<b>-</b>	<b>-</b>	<b>188,109,030</b>	<b>(22,982,802)</b>	<b>165,126,230</b>

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

	Actual 2012 \$	Actual 2011 \$
<b>10. Creditors and provisions</b>		
<u>Creditors:</u>		
Goods and services	1,303,702	1,601,214
Payments received in advance	1,759,442	847,884
Other	208,132	85,349
<b>TOTAL CREDITORS</b>	<b>3,271,276</b>	<b>2,534,447</b>
<i>Total creditors consist of:</i>		
Current creditors	3,271,276	2,534,447
<b>TOTAL CREDITORS</b>	<b>3,271,276</b>	<b>2,534,447</b>
The average credit period on purchases of goods is 30 days.		
<u>Provisions:</u>		
Annual leave – current	102,890	195,599
Annual leave – non current	-	-
Long service leave – current	15,353	27,261
Long service leave – non current	40,104	25,084
Other	-	11,672
<b>TOTAL PROVISIONS</b>	<b>158,347</b>	<b>259,616</b>
<i>Total provisions consist of:</i>		
Current provisions	118,243	234,532
Non-current provisions	40,104	25,084
<b>TOTAL PROVISIONS</b>	<b>158,347</b>	<b>259,616</b>

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

	Actual 2012 \$	Actual 2011 \$
<b>11. Statement of cash flows</b>		
<b>(a) Reconciliation of cash and cash equivalents</b>		
For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items as follows:		
Cash on hand and at bank	1,951,899	462,597
Term deposits	13,366,903	16,341,776
<b>Balance per Statement of Cash Flows</b>	<b>15,318,802</b>	<b>16,804,373</b>
<b>(b) Reconciliation of change in net assets resulting from operations to net cash flows from operating activities</b>		
Change in net assets resulting from operations	(14,165,310)	(1,164,022)
Add		
Depreciation and amortisation	11,133,117	4,233,237
Decrease in receivables (excluding provision for doubtful debts)	480,064	-
Decrease in other current assets	-	28,018
Increase in creditors	736,829	-
Increase in provisions	-	100,887
Loss on sale of assets	2,289,623	12,486
Other	(221)	-
	474,102	3,210,606
Less		
Increase in receivables (excluding provision for doubtful debts)	-	418,224
Decrease in provisions	101,269	-
Decrease in creditors	-	2,389,157
Contributed assets	469,145	1,705,100
<b>Net cash provided by (used in) operating activities</b>	<b>(96,312)</b>	<b>(1,301,875)</b>
<b>(c) Non-cash financing and investing activities</b>		
Contributed assets from external parties	469,145	1,705,100
The Council does not have any other non-cash financing and investing activities.		

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 11. Statement of cash flows (cont.)

#### (d) Financing facilities

The Council does not have in place any financing facilities or arrangements.

### 12. Commitments for expenditure

#### (a) Capital commitments

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

- Buildings	-	-
- Plant and Equipment	-	-

#### (b) Finance lease commitments

Lease liability	-	-
-----------------	---	---

#### (c) Operating leases

Commitments under non-cancellable operating leases	-	-
--	---	---

#### (d) Other expenditure commitments

Other expenditure commitments	-	-
-------------------------------	---	---

### 13. Statement of performance measurement

	Actual 2012		Actual 2011	
	Amounts \$	Indicators	Amounts \$	Indicators
<b>1. Current ratio</b>				
<u>Current assets –</u>	19,849,164		21,814,799	
<u>External restricted assets</u>		Ratio:		Ratio:
Current liabilities	3,389,519	5.9:1	2,768,979	7.8:1
<b>2. Debt service ratio</b>				
<u>Net debt service cost</u>				
Operating revenue	12,005,931	0%	10,854,278	0%
<b>3. Rate coverage ratio</b>				
<u>Rate revenue</u>	6,912,580		6,333,593	
Total revenue	12,005,931	58%	10,854,278	58%
<b>4. Rates and annual charges outstanding percentages</b>				
<u>Rates and annual charges outstanding</u>	4,360,445		4,539,537	
Rates and annual charges collectible	6,912,580	63%	6,333,593	72%



# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

	Actual 2012 \$	Actual 2011 \$
<b>14. Conditions over grants and contributions</b>		
Grants and contributions that were obtained on the condition that they be expended on specified purposes or in a future period but which are not yet expended in accordance with those conditions, are as follows:		
Unexpended at the close of the previous reporting period	-	3,961,836
<u>Less:</u>		
Expended during the current reporting period from revenues recognised in previous reporting periods.	-	(3,961,836)
<u>Plus:</u>		
Amounts recognised as revenues in current reporting period but not yet expended in accordance with the conditions.	-	-
Unexpended at the close of the current reporting period and held as restricted assets.	-	-
Net increase (decrease) in restricted assets in the current reporting period.	-	3,961,836

## 15. Financial instruments

### (a) Financial risk management objectives

The Council has given the Corporate Service Manager the power to invest funds of the Council. The Council's objective is to minimise financial risk by investing only in short term deposits with local banks. Before any investments are made banks are contacted by the Corporate Service Manager to obtain available rates, the Corporate Service Manager will present the information to the Chief Executive Officer, the Governance Manager and the Committee to approve the investment to be made. Monthly reports on investments are prepared and presented at Council meetings. The Chief Executive Officer and Governance Manager of the Council receive monthly investment summaries from banks confirming the amount of investments.

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 15. Financial instruments (cont.)

#### (b) Interest rate risk

The Council's exposure to interest rate risk consists of:

	Average Interest Rate	Variable Interest Rate Current	Fixed Interest Rate Maturity		Non- Interest Bearing	Total
	%	\$	Less than 1 year \$	1-5 years \$	\$	\$

2012

#### Financial Assets

Cash at bank	4.70%	1,950,649	-	-	-	1,950,649
Interest bearing deposit - term	5.77%	-	13,366,903	-	-	13,366,903
Receivables – rates	17.00%	-	4,191,407	-	-	4,191,407
Receivables – other	-	-	-	-	338,955	338,955
<b>TOTAL FINANCIAL ASSETS</b>	-	<b>1,950,649</b>	<b>17,558,310</b>	-	<b>338,955</b>	<b>19,847,914</b>

#### Financial Liabilities

Payables	-	-	-	-	3,271,276	3,271,276
Bank overdraft	-	-	-	-	-	-
<b>TOTAL FINANCIAL LIABILITIES</b>	-	-	-	-	<b>3,271,276</b>	<b>3,271,276</b>

2011

#### Financial Assets

Cash at bank	4.70%	461,747	-	-	-	461,747
Interest bearing deposit - term	6.05%	-	16,341,776	-	-	16,341,776
Receivables – rates	17.00%	-	4,370,499	-	-	4,370,499
Receivables – other	-	-	-	-	639,927	639,927
<b>TOTAL FINANCIAL ASSETS</b>	-	<b>461,747</b>	<b>20,712,275</b>	-	<b>639,927</b>	<b>21,813,949</b>

#### Financial Liabilities

Payables	-	-	-	-	5,343,081	5,343,081
Bank overdraft	-	-	-	-	-	-
<b>TOTAL FINANCIAL LIABILITIES</b>	-	-	-	-	<b>5,343,081</b>	<b>5,343,081</b>

The Council controls interest rate risk by only investing in short term deposits with local banks.

# Litchfield Council

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## Notes to the Financial Statements for the year ended 30 June 2012

### 15. Financial instruments (cont.)

#### (c) Credit risk

Credit risk represents the loss that would be recognised if counter parties fail to perform as contracted. The maximum credit risk on financial assets of the Council is the carrying amount, net of any provisions for doubtful debts.

The Council does not have any significant credit risk exposure to any counter party or group of counter parties, and the Council does not have any interest bearing loans.

#### (d) Net fair value

The carrying amount of financial assets and liabilities recorded in the financial statements represent their respective net fair value.

#### (e) Market risk

The Council's activities expose it primarily to risk of recoverability of outstanding rates. The risk is controlled by Council as it has legal authority to recover outstanding rates through the sale of rate payers land.

#### (f) Liquidity risk

The Council manages liquidity risk by maintaining adequate reserves, and continuously monitoring forecasts and actual cash flows.

### 16. Employee benefits

The aggregate employee benefit liability recognised and included in the financial statements is:

	Actual 2012 \$	Actual 2011 \$
Provision for employee benefits:		
Current (note 10)	118,243	234,532
Non – current (note 10)	40,104	25,084
Accrued wages and salaries	6,430	6,430

### 17. Additional Council information

**Postal address:**  
Litchfield Council  
PO Box 446  
Humpty Doo NT 0836

**Principal administration office:**  
Litchfield Council  
7 Bees Creek Rd  
Fred's Pass NT 0836  
Tel: (08) 8983 1912  
Fax: (08) 8983 1165  
Email: [council@lsc.nt.gov.au](mailto:council@lsc.nt.gov.au)

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

	Actual 2012 \$	Actual 2011 \$
<b>18. Special schedules</b>		
<b>1. Movement in reserves</b>		
<b>ASSET REVALUATION RESERVE</b>		
Balance at beginning of year	113,207,809	112,386,189
Transfer to reserve	-	-
Transfer from reserve	62,071,029	821,620
Balance at end of year	175,278,838	113,207,809

The asset revaluation reserve arises on the revaluation of property plant and equipment. Where a revalued item of property and equipment is sold, that portion of asset revaluation reserve which relates to that asset and is effectively realised, is transferred directly into retained earnings.

OTHER RESERVES	CONTINGENCY RESERVE	ELECTION RESERVE	ROAD RESEALING	CEMETERY	TOTAL
<b>2011</b>					
Balance at beginning of year	519,602	81,000	4,771,300	1,075,178	6,447,080
Transfer to reserve	-	-	-	-	-
Transfer from reserve	-	-	-	200,140	200,140
Balance at end of year	519,602	81,000	4,771,300	1,275,318	6,647,220
<b>2012</b>					
Balance at beginning of year	519,602	81,000	4,771,300	1,275,318	6,647,220
Transfer to reserve	-	-	-	-	-
Transfer from reserve	-	(45,455)	-	(1,002,265)	(1,047,720)
Balance at end of year	519,602	35,545	4,771,300	273,053	5,599,500

### Contingency reserve

The contingency reserve is used unforeseen circumstances.

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 18. Special schedules (cont.)

#### 1. Movement in reserves (cont.)

##### Election reserve

The election reserve represents funds set aside to be used in the council elections.

##### Road sealing reserve

The road sealing reserve represents funds set aside for planning and infrastructure maintenance.

##### Cemetery reserves

Cemetery represents funds taken over by Litchfield Council from Thorak Regional Cemetery.

	Actual 2012 \$	Actual 2011 \$
<b>2. Amounts and purpose of money held in trust</b>		
The Council operates a trust fund for the payment of security deposits and special purpose receipts other than Government monies.		
Security deposits/wide load permits		
	-	-
Cemetery pre-paid plots		
	-	-
Balance at end of year		
	-	-
<b>SECURITY DEPOSITS/WIDE LOAD PERMITS</b>		
Balance at beginning of year		
	-	184,748
Deposits received		
	-	-
Deposits repaid		
	-	(184,748)
Balance at end of year		
	-	-
<b>CEMETERY PRE-PAID PLOTS</b>		
Balance at beginning of year		
	-	419,477
Monies received		
	-	34,756
Monies expended		
	-	(454,233)
Balance at end of year		
	-	-

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

<b>18. Special schedules (cont.)</b>	<b>Budget 2012 \$</b>	<b>Actual 2012 \$</b>	<b>Difference \$</b>
<b>3. Comparison of original estimates with actuals</b>			
<b>Expenditure</b>			
General Public Services	2,146,135	3,023,447	(883,851)
Public Order and Safety	331,528	280,754	50,774
Economic Affairs	7,664,413	16,211,076	(11,745,566)
Environmental Protection	5,279,463	5,164,325	115,138
Housing and Community Amenities	14,000	13,000	1,000
Health	-	-	-
Recreation, Culture and Religion	870,700	897,170	(26,470)
Education	-	-	-
Social Protection	-	-	-
Cemetery	2,428,074	1,743,864	137,961
<b>Income</b>			
General Public Services	5,778,674	6,523,378	(744,704)
Public Order and Safety	14,000	20,058	(6,058)
Economic Affairs	3,285,761	3,712,982	(427,221)
Environmental Protection	2,143,050	2,209,650	(66,600)
Housing and Community Amenities	-	-	-
Health	-	-	-
Recreation, Culture and Religion	-	-	-
Education	-	-	-
Social Protection	-	-	-
Cemetery	722,462	741,599	(19,797)

\* Actuals don't include depreciation expense as the budget is prepared on a cash basis.

### 19. Events subsequent to balance date

No events have arisen between the end of the financial year and the date of this report that require adjustment to, or disclosure in these financial statements.

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 20. Restatement note

During the year ended 30 June 2011 costs in relation to the cremator were capitalised and recognised in Work in Progress in the Statement of Financial Position. The accounting policy of Thorak Regional Cemetery is to expense and not capitalise property, plant and equipment as the title to the land is not held by the Board of Trustees thus control of the land and assets can be removed at any time as a result of changes to the Northern Territory Government's arrangements.

	Original 2011 \$	Restatement 2011 \$	Revised 2011 \$
<b>OPERATING REVENUES</b>			
Rates and annual charges	6,333,593	-	6,333,593
Interest	1,452,769	-	1,452,769
Grants and contributions provided for operating purposes	1,995,221	-	1,995,221
Other operating revenues	1,072,695	-	1,072,695
Profit from disposal of assets	-	-	-
<b>TOTAL OPERATING REVENUES</b>	<b>10,854,278</b>	<b>-</b>	<b>10,854,278</b>
<b>OPERATING EXPENSES</b>			
Employee costs	2,100,657	-	2,100,657
Materials and contracts	7,325,884	616,301	7,942,185
Depreciation and amortisation	4,233,237	-	4,233,237
Other operating expenses	1,794,356	-	1,794,356
Loss from disposal of assets	12,486	-	12,486
<b>TOTAL OPERATING EXPENSES</b>	<b>15,466,620</b>	<b>616,301</b>	<b>16,082,921</b>
<b>OPERATING RESULTS BEFORE CAPITAL AMOUNTS</b>			
	<b>(4,612,342)</b>	<b>(616,301)</b>	<b>(5,228,643)</b>
Grants and contributions provided for capital purposes	4,064,621	-	4,064,621
<b>CHANGE IN NET ASSETS RESULTING FROM OPERATIONS</b>	<b>(547,721)</b>	<b>(616,301)</b>	<b>(1,164,022)</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
Asset revaluation reserve	821,620	-	821,620
<b>OTHER COMPREHENSIVE INCOME</b>	<b>821,620</b>	<b>-</b>	<b>821,620</b>
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>273,899</b>	<b>(616,301)</b>	<b>(342,402)</b>

# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### Restatement note (cont.)

	Original 2011 \$	Restatement 2011 \$	Revised 2011 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	16,804,373	-	16,804,373
Receivables	5,010,426	-	5,010,426
Other assets	-	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>21,814,799</b>	<b>-</b>	<b>21,814,799</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	165,126,228	-	165,126,228
Work in progress	4,532,719	(616,301)	3,916,418
<b>TOTAL NON-CURRENT ASSETS</b>	<b>169,658,947</b>	<b>(616,301)</b>	<b>169,042,646</b>
<b>TOTAL ASSETS</b>	<b>191,473,746</b>	<b>(616,301)</b>	<b>190,857,445</b>
<b>CURRENT LIABILITIES</b>			
Creditors	2,534,447	-	2,534,447
Provisions	234,532	-	234,532
<b>TOTAL CURRENT LIABILITIES</b>	<b>2,768,979</b>	<b>-</b>	<b>2,768,979</b>
<b>NON-CURRENT LIABILITIES</b>			
Provisions	25,084	-	25,084
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>25,084</b>	<b>-</b>	<b>25,084</b>
<b>TOTAL LIABILITIES</b>	<b>2,794,063</b>	<b>-</b>	<b>2,794,063</b>
<b>NET ASSETS</b>	<b>188,679,683</b>	<b>(616,301)</b>	<b>188,063,382</b>
<b>EQUITY</b>			
Accumulated surplus	68,824,654	(616,301)	68,208,353
Asset revaluation reserve	113,207,809	-	113,207,809
Reserves	6,647,220	-	6,647,220
<b>TOTAL EQUITY</b>	<b>188,679,683</b>	<b>(616,301)</b>	<b>188,063,382</b>



# Litchfield Council

## Notes to the Financial Statements for the year ended 30 June 2012

### 20. Restatement note (cont.)

	Original 2011 \$	Restatement 2011 \$	Revised 2011 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<u>Receipts:</u>			
Receipts from rates and annual charges	6,603,791	-	6,603,791
Interest received	1,643,645	-	1,643,645
Grants and contributions	4,300,042	-	4,300,042
Other operating receipts	1,072,968	-	1,072,968
Receipt from monies held in trust	87,874	-	87,874
<u>Payments:</u>			
Payments to employees	(1,916,471)	-	(1,916,471)
Payments for materials and contracts	(5,247,852)	-	(5,247,852)
Other operating payments	(3,664,833)	(616,301)	(4,281,134)
Payments of monies held in trust	(3,564,738)	-	(3,564,738)
<b>Net cash provided by (used in) operating activities</b>	<b>(685,574)</b>	<b>(616,301)</b>	<b>(1,301,875)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
<u>Receipts:</u>			
Proceeds from sale of assets	105,454	-	105,454
<u>Payments:</u>			
Purchase of fixed assets	(3,869,862)	616,301	(3,253,561)
<b>Net cash provided by (used in) investing activities</b>	<b>(3,764,408)</b>	<b>616,301</b>	<b>(3,148,107)</b>
<b>Net increase (decrease) in cash held</b>	<b>(4,449,982)</b>	<b>-</b>	<b>(4,449,982)</b>
<b>Cash at beginning of the reporting year</b>	<b>21,254,355</b>	<b>-</b>	<b>21,254,355</b>
<b>Cash at end of the reporting year</b>	<b>16,804,373</b>	<b>-</b>	<b>16,804,373</b>

# THORAK REGIONAL CEMETERY

Special Purpose Financial Report for the  
Financial Year Ended 30 June 2012

*community effort is essential*

# Thorak Regional Cemetery

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*community effort is essential*

## Independent Auditor's Report to the Board of Trustees of Thorak Regional Cemetery

We have audited the accompanying financial report, being a special purpose financial report, of Thorak Regional Cemetery, which comprises the statement of financial position as at 30 June 2012, the statement of comprehensive income, the statement of cash flows and the statement of changes in equity for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and Board of Trustees' statement as set out on page 5 to 17. The financial report has been prepared by the Board of Trustees of Thorak Regional Cemetery based on the requirements of Northern Territory of Australia Cemeteries Act 2011 and Cemeteries Regulations as described in Note 2.

### *Board of Trustees Responsibility for the Financial Report*

Board of Trustees is responsible for the preparation of the financial report in accordance with the basis of accounting described in Note 2 and the financial reporting requirements of the Northern Territory of Australia Cemeteries Act 2011 and Cemeteries Regulations and is appropriate to meet the needs of the Board of Trustees. The Board of Trustees responsibility also includes such internal control as the Board of Trustees' determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation 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 Trustees, as well as evaluating the overall presentation of the financial report.

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

*Opinion*

In our opinion, the financial report of Thorak Regional Cemetery for the year ended 30 June 2012 is prepared, in all material respects, in accordance with the financial reporting requirements of the Northern Territory of Australia Cemeteries Act 2011 and Cemeteries Regulations as described in Note 2.

*Basis of Accounting and Restriction on Distribution and Use*

Without modifying our opinion, we draw attention to Note 2 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Thorak Regional Cemetery to meet the financial reporting requirements of the Northern Territory of Australia Cemeteries Act 2011 and Cemeteries Regulations. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the Board of Trustees and should not be distributed to or used by parties other than the Members.

*Deloitte Touche Tohmatsu*  
DELOITTE TOUCHE TOHMATSU



Julie Crisp  
Partner  
Chartered Accountants  
Darwin, 9 November 2012

# Thorak Regional Cemetery

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## BOARD OF TRUSTEES' STATEMENT

As detailed in Note 2 to the financial statements, Thorak Regional Cemetery is not a reporting entity because in the opinion of the Board of Trustees there are unlikely to exist users of the financial report who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, this 'special purpose financial report' has been prepared to satisfy the Board of Trustees' reporting requirements under the Cemeteries Act 2011 and Cemeteries Regulations 2005.

The Board of Trustees declare that:

- (a) the attached financial statements and notes thereto are in accordance with Cemeteries Act 2011 and Cemeteries Regulations 2005, including compliance with accounting policies in Note 2 and giving a true and fair view of the financial position and performance of Thorak Regional Cemetery.
- (b) the financial statements are in accordance with the accounting and other records of Thorak Regional Cemetery.

On behalf of Board of Trustees



Russell Anderson

Darwin, 9 November 2012

# Thorak Regional Cemetery

## Statement of Comprehensive Income for the year ended 30 June 2012

Note	Actual 2012 \$	Actual 2011 \$
<b>Income</b>		
Internments	404,662	354,360
Cremations	105,694	286,598
Investment income	30,847	69,702
Exclusive rights fees	42,689	34,756
Ground maintenance	31,656	23,877
Chapel hire	17,676	19,136
Plaque installation and permits	21,779	927
Headstone installation and permits	20,953	20,255
Funeral director fees	2,826	2,473
Sundry income	11,654	1,409
Grant income	-	650,000
Rent received	14,318	14,000
Proceeds from sale of assets	36,845	13,182
<b>Total income</b>	<b>741,599</b>	<b>1,490,675</b>
<b>Expenditure</b>		
Capital works expenditure not capitalised	113,848	187,614
Salaries	317,949	315,290
Administration fees	37,696	60,000
Power and gas	42,329	65,905
Grave digging	34,910	30,306
Superannuation	28,817	26,816
Audit fees	34,304	20,459
IT management	4,769	4,012
Sundry expenses	35,345	43,500
Equipment	98,784	59,304
Insurance	7,427	5,459
Fuel and oil	10,814	11,551
Bad debt expense	-	5,102
Telephone	7,218	7,306

Notes to the financial statement are included on pages 11 to 17.

# Thorak Regional Cemetery

## Statement of Comprehensive Income for the year ended 30 June 2012

Note	Actual 2012 \$	Actual 2011 \$
<b>Expenditure (continued)</b>		
Staff training	7,477	6,431
Legal fees	16,606	-
Motor vehicle	3,512	3,530
Stationery and consumables	4,802	3,986
Security	5,964	6,569
Consultant fees	675	1,292
Registration fees	2,194	2,328
Protective clothing	1,657	1,610
Cost with building the Chapel / Crematorium	917,356	616,301
Memorial expenses	9,411	-
<b>Total expenditure</b>	<b>1,743,864</b>	<b>1,484,671</b>
<b>Net surplus / (deficit)</b>	<b>(1,002,265)</b>	<b>6,004</b>
<b>Other comprehensive income</b>		
Other comprehensive income for the year	-	-
Total other comprehensive income for the year	-	-
<b>Total comprehensive income for the year</b>	<b>(1,002,265)</b>	<b>6,004</b>

Notes to the financial statement are included on pages 11 to 17.



# Thorak Regional Cemetery

## Statement of Financial Position as at 30 June 2012

	Note	Actual 2012 \$	Actual 2011 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	109,852	780,993
Receivables	3	40,874	90,270
Investments		144,411	492,148
<b>TOTAL CURRENT ASSETS</b>		<b>295,137</b>	<b>1,363,411</b>
<b>NON-CURRENT ASSETS</b>			
Work in progress		-	-
<b>TOTAL NON-CURRENT ASSETS</b>		<b>-</b>	<b>-</b>
<b>TOTAL ASSETS</b>		<b>295,137</b>	<b>1,363,411</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	4	22,084	88,093
<b>TOTAL CURRENT LIABILITIES</b>		<b>22,084</b>	<b>88,093</b>
<b>NET ASSETS</b>		<b>273,053</b>	<b>1,275,318</b>
<b>EQUITY</b>			
Retained surpluses		(56,119)	946,146
Reserves		329,172	329,172
<b>TOTAL EQUITY</b>		<b>273,053</b>	<b>1,275,318</b>

Notes to the financial statement are included on pages 11 to 17.

# Thorak Regional Cemetery

## Statement of Changes in Equity for the year ended 30 June 2012

	Note	Actual 2012 \$	Actual 2011 \$
<b>RETAINED SURPLUS</b>			
Balance at beginning of reporting year		946,146	940,142
Net Surplus / (Deficit)		(1,002,265)	6,004
Balance at end of the reporting year		(56,119)	946,146
<b>OTHER RESERVES – ASSET REPLACEMENT RESERVE</b>			
Balance at the beginning of reporting year		329,172	329,172
Transfers to other reserves		-	-
Balance at the end of the reporting year		329,172	329,172
<b>TOTAL EQUITY AT END OF THE REPORTING YEAR</b>		<b>273,053</b>	<b>1,275,318</b>

Notes to the financial statement are included on pages 11 to 17.

# Thorak Regional Cemetery

## Statement of Cash Flows for the year ended 30 June 2012

	Note	Actual 2012 \$	Actual 2011 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		723,302	1,409,341
Payments to suppliers and employees		(1,809,870)	(1,416,326)
Net cash provided by / (used in) operating activities	5(b)	(1,086,568)	(6,985)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from investments		492,147	1,142,020
Investment income		30,847	69,702
Payments for investments		(144,412)	(492,148)
Payments for work in progress		-	-
Proceeds from property, plant and equipment		36,845	13,182
Net cash (used) in investing activities		415,427	732,756
<b>Net increase / (decrease) in cash held</b>		(671,141)	725,771
<b>Cash at beginning of the reporting year</b>		780,993	55,222
<b>Cash at end of the reporting year</b>	5(a)	109,852	780,993

Notes to the financial statement are included on pages 11 to 17.

# Thorak Regional Cemetery

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## Notes to the Financial Statements for the year ended 30 June 2012

### 1. General information

**Postal address:**  
Litchfield Council  
PO Box 446  
Humpty Doo NT 0836

**Principal administration office:**  
Litchfield Council  
7 Bees Creek Rd  
Fred's Pass NT 0836  
Tel: (08) 8983 1912  
Fax: (08) 8983 1165  
Email: council@lsc.nt.gov.au

### 2. Summary of accounting policies

#### *Basis of accounting*

#### **Financial reporting framework**

Thorak Regional Cemetery ("the Cemetery") is not a reporting entity because in the opinion of the Board of Trustees there are unlikely to exist users of the financial report who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, this 'special purpose financial report' has been prepared to satisfy the Board of Trustees' reporting requirements under the Cemeteries Act 2011 and Cemeteries Regulations 2005.

#### **Statement of compliance**

The financial report has been prepared in accordance with the Cemeteries Act 2011, Cemeteries Regulations 2005 and the accounting policies stated below.

#### *Significant accounting policies*

The following significant accounting policies have been adopted in the preparation and presentation of the financial report:

#### *(a) Revenue recognition*

Revenue is measured at the fair value of consideration received or receivable. Revenue is measured on major income categories as follows:

#### *(i) Grant income and other contributions*

Grants, and other contributions are recognised as revenues when the Cemetery obtains control over, or the right to receive, the assets, it is probable that future economic benefits comprising the asset will flow to the Cemetery, and the amount can be reliably measured.

Control over granted and contributed assets is normally obtained upon their receipt (or acquittal) or upon notification that a grant has been secured, and is valued at their fair value at the date of transfer.

Where grants and other contributions are recognised as revenue 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 not discharged as at the reporting date, the nature of and amounts pertaining to those not discharged conditions are disclosed in these notes.

# Thorak Regional Cemetery

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## Notes to the Financial Statements for the year ended 30 June 2012

### 2. Summary of accounting policies (cont.)

#### *(i) Burials, cremations and interments*

Revenue from burials, cremation and interments is recognised when the services have been rendered to the public and can be measured reliably.

#### *(ii) Interest income*

Interest is recognised as it accrues, when it is probable that the future economic benefits will flow to the Cemetery and it can be measured reliably.

#### *(b) Cash and cash equivalents*

Cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value. Bank overdrafts are shown within payables in current liabilities in the balance sheet.

#### *(c) Financial assets*

The Cemetery classifies financial assets in the following categories: loans and receivables and held to maturity investments. The classification depends on the purpose for which the financial instrument was acquired. Management determines the classification of its financial instruments at initial recognition and re-evaluates this designation at each reporting date.

##### *Loans and receivables*

Trade receivables, loans, and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest rate method less impairment.

##### *Held to maturity investments*

Investments with a fixed or determinable payments and fixed maturity dates where the Cemetery has a positive intent and ability to hold to maturity are classified as held to maturity investments. Held to maturity investments are recorded at amortised cost using the effective interest method less impairment, with revenue recognised on an effective yield basis.

##### *Impairment of financial assets*

Financial assets are assessed for indicators for impairment at each balance sheet date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial assets, the estimated future cash flows of the investment have been impacted.

For financial assets carried at amortised cost, the amount of the impairment is the difference between the asset's carrying amount and the present value of the estimated future cash flows, discounted at the original effective interest rate.

The carrying amount of financial assets including uncollectible trade receivables is reduced by the impairment loss through the use of an allowance account. Subsequent recoveries of amounts previously written off are credited against an allowance account. Changes in the carrying amount of the allowance account are recognised in profit and loss.

# Thorak Regional Cemetery

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## Notes to the Financial Statements for the year ended 30 June 2012

### 2. Summary of accounting policies (cont.)

#### (c) *Financial assets (cont.)*

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

#### *De-recognition of financial assets*

The Cemetery derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Cemetery neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, it recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Cemetery retains substantially all the risks and rewards of ownership of a transferred financial asset, it will continue to recognise the financial asset.

#### (d) *Capital expenditure*

Expenditure on property, plant and equipment has not been capitalised as the title to the land is not held by the Board of Trustees thus control of the land and assets can be removed at any time as a result of changes to the Northern Territory Government's arrangements.

When an item of property, plant and equipment is disposed of the sales proceeds is recognised in profit or loss.

#### (e) *Financial Liabilities*

##### *Trade and other payables*

These amounts represent liabilities for goods and services provided to the Cemetery prior to the end of the financial year which remain unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

#### (f) *Goods and services tax*

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except:

- (i) where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or
- (ii) for receivables and payables which are recognised inclusive of GST, the net amount recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the Statement of Cash Flows on a gross basis. The GST component of cash flows arising from investing and financing activities, which is recoverable from or payable to the taxation authority, is classified as operating cash flows

# Thorak Regional Cemetery

## Notes to the Financial Statements for the year ended 30 June 2012

### 2. Summary of accounting policies (cont.)

#### (g) Tax status

The Cemetery is exempt from tax under s.50-1 of the ITAA1936.

	Actual 2012 \$	Actual 2011 \$
<b>3. Trade receivables</b>		
Trade receivables	40,874	90,270
Allowance for doubtful debts	-	-
	<u>40,874</u>	<u>90,270</u>

### 4. Trade and other payables

Accruals	630	65,771
Provisions for employee entitlements	21,454	22,322
	<u>22,084</u>	<u>88,093</u>

### 5. Statement of cash flows

#### (a) Reconciliation of cash and cash equivalents

For the purposes of the statement of cash flows, cash includes cash on hand and in banks, net of outstanding bank overdrafts. Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items as follows:

Cash on hand and at bank	109,852	780,993
Balance per Statement of Cash Flows	<u>109,852</u>	<u>780,993</u>

#### (b) Reconciliation of net surplus to net cash flows from operating activities

Net Surplus / (Deficit)	(1,002,265)	6,004
Investment income	(30,847)	(69,702)
Proceeds from disposal of minor plant and equipment	(36,843)	(13,182)
Decrease/(Increase) in Trade receivables	49,396	1,095
Increase/(Decrease) in Trade payables	(66,009)	68,800
<b>Net cash provided by/(used in) operating activities</b>	<u>(1,086,568)</u>	<u>(6,985)</u>

# Thorak Regional Cemetery

## Notes to the Financial Statements for the year ended 30 June 2012

### 6. Restatement note

During the year ended 30 June 2011 costs in relation to the cremator were capitalised and recognised in Work in Progress in the Statement of Financial Position. When the costs were capitalised, cash at bank was credited in error rather than the expense item Capital works expenditure not capitalised.

	Original 2011 \$	Restatement 2011 \$	Revised 2011 \$
<b>STATEMENT OF COMPREHENSIVE INCOME</b>			
Total Income	1,490,675	-	1,490,675
<b>Expenditure</b>			
Capital works expenditure not capitalised	803,915	(616,301)	187,614
Cost of building the Chapel / Crematorium	-	616,301	616,301
Other operating expenditure	680,756	-	680,756
<b>Total Expenditure</b>	<b>1,484,671</b>	<b>-</b>	<b>1,484,671</b>
<b>Net Surplus / (Deficit)</b>	<b>6,004</b>	<b>-</b>	<b>6,004</b>
<b>Other comprehensive income</b>			
Other comprehensive income	-	-	-
<b>Total other comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>	<b>6,004</b>	<b>-</b>	<b>6,004</b>

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# Thorak Regional Cemetery

## Notes to the Financial Statements for the year ended 30 June 2012

### 6. Restatement note (cont.)

	Original 2011 \$	Restatement 2011 \$	Revised 2011 \$
<b>STATEMENT OF FINANCIAL POSITION</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	164,692	616,301	780,993
Receivables	90,270	-	90,270
Investments	492,148	-	492,148
<b>TOTAL CURRENT ASSETS</b>	<b>747,110</b>	<b>616,301</b>	<b>1,363,411</b>
<b>NON-CURRENT ASSETS</b>			
Work in progress	616,301	(616,301)	-
Property, plant and equipment	-	-	-
<b>TOTAL NON-CURRENT ASSETS</b>	<b>616,301</b>	<b>(616,301)</b>	<b>-</b>
<b>TOTAL ASSETS</b>	<b>1,363,411</b>	<b>-</b>	<b>1,363,411</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	88,093	-	88,093
<b>TOTAL CURRENT LIABILITIES</b>	<b>88,093</b>	<b>-</b>	<b>88,093</b>
<b>TOTAL LIABILITIES</b>	<b>88,093</b>	<b>-</b>	<b>88,093</b>
<b>NET ASSETS</b>	<b>1,275,318</b>	<b>-</b>	<b>1,275,318</b>
<b>EQUITY</b>			
Retained surpluses	946,146	-	946,146
Reserves	329,172	-	329,172
<b>TOTAL EQUITY</b>	<b>1,275,318</b>	<b>-</b>	<b>1,275,318</b>

# Thorak Regional Cemetery

## Notes to the Financial Statements for the year ended 30 June 2012

### 6. Restatement note (cont.)

	Original 2011 \$	Restatement 2011 \$	Revised 2011 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers	1,409,341	-	1,409,341
Payments to suppliers and employees	(1,416,326)	-	(1,416,326)
Net cash provided by / (used in) operating activities	(6,985)	-	(6,985)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from investments	1,142,020	-	1,142,020
Investment income	69,702	-	69,702
Payments from investments	(492,148)	-	(492,148)
Payments for work in progress	(616,301)	616,301	-
Payments for property, plant and equipment	-	-	-
Proceeds from property, plant and equipment	13,182	-	13,182
Net cash (used) in investing activities	116,455	616,301	732,756
<b>Net increase / (decrease) in cash held</b>	<b>109,470</b>	<b>616,301</b>	<b>725,771</b>
<b>Cash at beginning of the reporting year</b>	<b>55,222</b>	<b>-</b>	<b>55,222</b>
<b>Cash at end of the reporting year</b>	<b>164,692</b>	<b>616,301</b>	<b>780,993</b>

### 7. Legal title of assets

The Cash and cash equivalents and Investments are owned by Thorak Regional Cemetery however as the Cemetery is not a legal entity these assets have been registered in the name of the Litchfield Council which holds these assets in trust for the Cemetery

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