TheBarossaCouncil

NOTICE OF SPECIAL COUNCIL MEETING
Wednesday 29 November 2023
In the Council Chambers, 43-51 Tanunda Road, Nuriootpa,
commencing at 5.15pm.

Martin McCarthy
CHIEF EXECUTIVE OFFICER
THE BAROSSA COUNCIL

A G E N D A

1. THE BAROSSA COUNCIL

1.1 Welcome

By Mayor Lange – meeting declared open

1.2 Members Present

1.3 Leave of Absence

Nil

1.4 Apologies for Absence

Cr Cathy Troup

2. DEBATE REPORTS

2.1 Corporate Services and Business Innovation

3. NEXT MEETING

Tuesday 19 December 2023 at 5.30pm

4. CLOSURE

27 November 2023

Mr Martin McCarthy
Chief Executive Officer
The Barossa Council
43-51 Tanunda Road
Nuriootpa SA 5355

Dear Martin

Re: Calling of a Special Meeting of Council

Pursuant to Section 82 of the Local Government Act 1999, I hereby request that a special meeting of Council be called for 5:15pm, Wednesday, 29 November 2023.

I request that the agenda shall consist of the following item:

1. Consideration and Adoption of The Barossa Council Annual Financial Statements for the 2022-23 Financial Year.
2. Consideration and Adoption of the Nuriootpa Centennial Park Authority Annual Financial Statements for the 2022-23 Financial Year.
3. Report on Financial Results for the 2022-23 Financial Year as at 30 June 2023
4. Budget Update – Quarter 1 2023-24 – as at 30 September 2023.

Please prepare the necessary agenda and distribute.

Yours sincerely

Bim Lange OAM
Mayor
The Barossa Council

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DEBATE REPORT

2.1 Corporate Services and Business Innovation

2.1.1 ANNUAL FINANCIAL STATEMENTS FOR THE 2022-2023 FINANCIAL YEAR - NURIOOTPA CENTENNIAL PARK AUTHORITY AND CONSOLIDATED ACCOUNTS FOR THE BAROSSA COUNCIL

Author: Senior Accountant and Manager Financial Services
23/114173

PURPOSE

To review and adopt the annual financial statements for the 2022-2023 financial year of the Nuriootpa Centennial Park Authority and consolidated accounts for The Barossa Council.

RECOMMENDATION

That Council, having reviewed the annual financial statements for the 2022/23 financial year and noted the Audit and Risk Committee endorsement, adopt:

(1) The Nuriootpa Centennial Park Authority Annual Financial Statements as presented at Attachment 1.

(2) The Barossa Council consolidated Annual Financial Statements as presented at Attachment 3; and

(3) Notes the analysis contained within this report comparing The Barossa Council's audited 2022/23 Financial Statements with the 2022/23 original adopted budget.

REPORT

Background
Regulation 13 of the Local Government (Financial Management) Regulations 2011 requires that the Financial Statements of a Council be prepared in accordance with the requirements set out in the Model Financial Statements.

Regulation 10 of the Local Government (Financial Management) Regulations 2011 requires a report showing the audited financial results of each item shown in the statement of comprehensive income and balance sheet of the budgeted financial statement compared with the estimated financial results set out in the budget.

The Mayor and Chief Executive Officer have previously been endorsed to sign the Financial Statements.

Introduction
The completed Annual Financial Statements for the Nuriootpa Centennial Park Authority for 2022/2023 are provided as Attachment 1 and The Barossa Council are provided as Attachment 3.

Council's external audit has been carried out by Galpins, returning an unmodified report and no reports to the Minister.

Attached for your information at Attachment 2, is the Nuriootpa Centennial Park Authority Draft Audit Report and The Barossa Council Draft Audit Completion Report at Attachment 4.

The Audit and Risk Committee have reviewed both sets of annual financial statements and endorsed them at their committee meeting held 27 November 2023.

The Nuriootpa Centennial Park Authority Audit and Risk committee have not met yet to endorse the financial statements.

Discussion

Key results of The Barossa Council 2022/23 Annual Financial Statements include:

- 2022/23 Operating Surplus of $0.949m compared to $2.749m surplus for 2021/22.
- 2022/23 Net Surplus after capital adjustments is $8.403m (2021/22 $8.230m surplus).
- 2022/23 Total Comprehensive Income after Changes in Revaluation Surplus is $3.685m (2021/22 $17.834m surplus).
- Net Assets increased to $403.5m as at 30 June 2023 from $399.8m as at 30 June 2022.
- Cash and Cash Equivalents at 30 June 2023 were $4.618m (2022 $13.264m).
- Total borrowings have increased from $7.768m to $8.958m at 30 June 2023.
- Asset revaluations undertaken in 2022/23 resulted in a net decrement of $4.714m.
- Approximately 95% of the allocated 2023/24 Federal Budget grants were paid in June 2023. The effect of this for 2022/23 was an increase in actual income and improved operating surplus and cash at bank position.

The tables below for The Barossa Council compare the 2022/23 audited financial result to both the 2022/23 adopted original budget and the 2021/22 audited financial result.

- Table 1 – Statement of Comprehensive Income
- Table 2 – Statement of Financial Position
- Table 3 – Financial Indicators

Furthermore, Table 4 – Asset Revaluation, has been included to briefly explain the asset revaluation movements.

Table 1: Statement of Comprehensive Income	2022/23 Actual $'000	2022/23 Budget $'000	Variance to budget $'000	Variance to budget %	Notes	2021/22 Actual $'000	Variance to actual $'000	Variance to actual %	Notes
Income									
Rates	35,800	35,759	41	0.1%		33,700	2,100	6%	A1
Statutory Charges	803	797	6	1%		833	(30)	(4%)	
User Charges	3,601	3,200	401	13%	B1	3,140	461	15%	A2
Grants, Subsidies and Contributions	4,311	1,857	2,454	132%	B2	4,227	84	2%	
Investment Income	415	88	327	372%	B3	146	269	184%	A3
Reimbursements	9	61	(52)	(85%)		8	1	13%	
Other Income	806	722	84	12%		658	148	22%	A4
Total Income	45,745	42,484	3,261	8%		42,712	3,033	7%	
Expenses									
Employee Costs	15,897	16,493	596	4%		14,118	(1,779)	(13%)	A5
Materials, Contracts and Other Expenses	17,887	17,878	(9)	(0.1%)		15,951	(1,936)	(12%)	A6
Depreciation, Amortisation and Impairment	10,553	9,159	(1,394)	(15%)	B4	9,425	(1,128)	(12%)	A7
Finance Costs	441	419	(22)	(5%)		464	23	5%	
Net Loss - Equity Accounted Council Businesses	18	0	(18)	-%		5	(13)	(260%)	
Total Expenses	44,796	43,949	(847)	(2%)		39,963	(4,833)	(12%)	
Operating Surplus / (Deficit)	949	(1,465)	2,414	(165%)		2,749	(1,800)	(65%)	
Physical Resources Received Free of Charge	3,131	0	3,131	-%		2,009	1,122	56%	A8
Asset Disposal & Fair Value Adjustments	(1,097)	(821)	(276)	34%	B5	(874)	(223)	26%	A9
Amounts Received Specifically for New or Upgraded Assets	5,420	7,251	(1,831)	(25%)	B6	4,346	1,074	25%	A10
Net Surplus / (Deficit)	8,403	4,965	3,438	69%		8,230	173	2%	
Other Comprehensive Income									
Increase/(decrease) in asset revaluation surplus	(4,714)	0	(4,714)	-%		9,604	(14,318)	(149%)	A11
Impairment Expense	(4)	0	(4)	-%		0	0	-%	
Total Other Comprehensive Income	(4,718)	0	(4,718)	-%		9,604	(14,322)	(149%)	
Total Comprehensive Income	3,685	4,965	(1,280)	(26%)		17,834	(14,149)	(79%)	

Whereby the variation is greater than both 5% and $100,000, a comment is provided below.

Notes	Explanation
B1	Nuriootpa Centennial Park site activity exceeded budgeted expectations resulting in additional income for cabins and site fees.
B2	95% of the Financial Assistance Grant for 2023/24 was received in June 2023.
B3	The increase is due to: • Increase in interest rates on investments during the year resulting in more income • Community Loans budget classified against Reimbursements.
B4	The increase is attributable to revaluation of assets and increases in the unit rates for CWMS, Bridges, footpaths, kerb and gutter and Transport asset classes.
B5	No budget provision for building disposals as part of the upgrade works for the Council and Library Main Office.
B6	The variance is attributable to:

- less grant funding carried forward than what was budgeted for The Big Project
- some grants classified as a liability as at balance date due to the grants being obtained on the condition that they be expended for specified purposes and not yet full expended.

A1 The increase is represented by:

- A general rate increase of 3.75%
- A budgeted growth in rateable properties of 0.84%
- Waste, Recycling and Green Organics Collection service charge increase of 8.8%
- CWMS service charge increase of 3.4%.

A2 Nuriootpa Centennial Park site activity exceeded budgeted expectations resulting in additional income for cabins and site fees.

A3 Increase in interest rates on investments resulting in more income.

A4 Increased income associated with The Rex Barossa Aquatic Fitness Centre.

A5 The increase is predominately represented by:

- The increase is due in part to FTE growth and significant vacancies held as 30 June 2021(as at 30 June comparison) impacting the comparison
- 3.5% increase for ASU workforce
- 2.3% increase for AWU workforce
- Increase in compulsory superannuation payments
- Increase in workers compensation insurance costs.

A6 The increase is predominately reflective of annual local government price index increase of 6.5% and in line with 2022/23 budgeted expenditure for:

- energy and fuel costs
- maintenance and parts, accessories and consumables costs
- waste collection services
- contractors and professional services.

A7 The increase is attributable to revaluation of assets and increases in the unit rates for CWMS, Bridges, footpaths, kerb and gutter and Transport asset classes. In addition, new/upgraded assets of $13.6m completed in 2022/23 incurred $250k depreciation expense.

A8 The increase is predominately attributable to the transport assets received from the Krieg Park development.

A9 The decrease is predominantly attributable to less proceeds received on disposed assets in 2022/23.

A10 The increase is predominantly attributable to funding received from the Local Roads and Community Infrastructure Program in 2022/23.

A11 The difference is predominately related to the Transport asset class revaluation. In 2022/23, an assessment of both the unit rates and condition was undertaken with the condition assessment outcome unfavourable resulting in a write down of the overall value of the

Table 2: Statement of Financial Position	2022/23 Actual $'000	2022/23 Budget $'000	Variance to budget $'000	Variance to budget %	Notes	2021/22 Actual $'000	Variance to actual $'000	Variance to actual %	Notes
Current Assets									
Cash & Cash Equivalents	4,618	88	4,530	5,148%	B1	13,264	(8,646)	(65%)	A1
Trade & Other Receivables	2,946	2,463	483	20%	B2	2,671	275	10%	A2
Inventories	245	218	27	12%		391	(146)	(37%)	A3
Total Current Assets	7,809	2,769	5,040	182%		16,326	(8,517)	(52%)	
Non-current Assets									
Trade & Other Receivables	1,312	1,358	(46)	(3%)		1,162	150	13%	A4
Equity Accounted Investments in Council Businesses	2,263	2,286	(23)	(1%)		2,281	(18)	(1%)	
Other	15,893	0	15,893	-%	B3	6,103	9,790	160%	A5
Infrastructure, property, plant and equipment	394,340	438,860	(44,520)	(10%)	B4	392,816	1,524	0.4%	
Total Non-current Assets	413,808	442,504	(28,696)	(6%)		402,362	11,446	3%	
Total Assets	421,617	445,273	(23,656)	(5%)		418,688	2,929	1%	
Current Liabilities									
Trade & Other Payables	5,116	4,589	527	11%	B5	7,118	(2,002)	(28%)	A6
Borrowings	1,945	8,356	(6,411)	(77%)	B6	1,080	865	80%	A7
Provisions	3,622	2,521	1,101	44%	B7	2,911	711	24%	A8
Total Current Liabilities	10,683	15,466	(4,783)	(31%)		11,109	(426)	(4%)	
Non-current Liabilities									
Borrowings	7,013	15,701	(8,688)	(55%)	B8	6,688	325	5%	A9
Provisions	418	1,330	(912)	(69%)	B9	1,073	(655)	(61%)	A10
Total Non-current Liabilities	7,431	17,031	(9,600)	(56%)		7,761	(330)	(4%)	
Total Liabilities	18,114	32,497	(14,383)	(44%)		18,870	(756)	(4%)	
Net Assets	403,503	412,776	(9,273)	(2%)		399,818	3,685	1%	
Equity									
Accumulated Surplus	105,026	104,602	424	0.4%		98,215	6,811	7%	
Asset Revaluation Reserve	282,905	297,205	(14,300)	(5%)		287,623	(4,718)	(2%)	
Other Reserves	15,572	10,969	4,603	42%		13,980	1,592	11%	
Total Equity	403,503	412,776	(9,273)	(2%)		399,818	3,685	1%	

Transport asset class. This is compared to 2021/22 whereby only an assessment of the unit rates was undertaken which increased the overall value of the asset class.

Whereby the variation is greater than both 5% and $100,000, a comment is provided below.

Notes	Explanation
B1	The budget assumed greater cash outflows for investing activities for new and upgraded assets.
B2	Due to budget assumptions associated with repayments of loans to community and level of predicted rates debtors.
B3	The budget does not provision for work in progress and assumes all work will be completed.
B4	The variance is predominately attributable to the following: • The budget assumed $34.4m of new asset additions and asset renewals whereby actuals were $18.1m. Noting that work in progress increased by $9.8m during 2022/23.

- The budget did not provision for an asset revaluation.

B5 Due to the differences in budget assumptions for payments received in advance related to unspent conditional capital grants.

B6 & B8 Less borrowings were required than budget due to less than budgeted works on new and renewed assets.

B7 & B9 The provision for annual leave has now been fully classified as a current liability to better align to accounting standard AASB 119 Employee Benefits.

A1 Greater cash outflows for investing activities with new and upgraded assets.

A2 Increase is representative of the increase in total income and specifically rates.

A3 Decrease is attributable to less road materials on hand at balance date.

A4 Increase is due to an additional loan to a community organisation.

A5 Increase is due to work in progress not yet capitalised.

A6 The movement is predominately attributable to the decrease in payments received in advance related to unspent conditional capital grants at balance date.

A7 & A9 The increase is associated with funding capital projects.

A8 & A10 The provision for annual leave has now been fully classified as a current liability to better align to accounting standards.

Table 3: Financial Indicators	Notes	2022/23	2022/23		2021/22	Adopted
		Actual	Budget		Actual	Target
Operating Surplus Ratio	*1*	2.1%	(3.4%)		6.4%	(2%) - 10%
Net Financial Liabilities Ratio	*2*	20%	67.3%		4%	0 - 100%
Asset Renewal Funding Ratio	*3*	108%	112%		89%	80% - 110%

Notes	Explanation
1	Operating Surplus Ratio exceeded budget expectations and was within the adopted target range.
2	Net Financial Liabilities Raito exceeded budgeted expectations due to less than budgeted borrowings and was within the adopted target range.
3	Asset Renewal Funding Ratio is in line with budgeted expectations and within the adopted target range.

Asset Revaluations

Three asset classes were revalued in 2022/23. Table 4 below explains the revaluation movements as reported in note 9(a).

Table 4 – Asset Revaluations

Asset Class	Increment/ (Decrement) **$'000**	Explanation
Bridges, Floodways and Major Culverts	$3.807m	The increase is due to an increase in unit rates in which Council Officers applied the Local Government Price Index of 17.5% on the previous valuation 1 July 2017.
Community Wastewater Management Scheme	$13.532m	The increase is due to: • A review of the unit rates which was undertaken by Council Officers from the previous valuation 1 July 2021 • A review of the condition of the assets by Council Officers in which the assessment determined a slight improvement then previously assessed.
Transport	($21.293m)	The decrease is due to a review of the condition of sealed and sheeted roads undertaken by Infrastructure Management Group partly offset by an increase in the unit rates which was undertaken by Tonkin Consulting.

Stormwater and drainage asset class revaluation decrement of $0.760m was due to a data issue in which cross drain headwall assets were duplicated in the previous asset register. At the time, the value of these asset was estimated to be $2.184 million and an annual depreciation effect of $14.5k. The asset data was transferred to a new

asset register in 2022/23 in which the error was identified and corrected through the asset revaluation reserve.

Summary and Conclusion

The 2022/23 annual financial statements are presented for adoption.

ATTACHMENTS OR OTHER SUPPORTING REFERENCES

Attachment 1 Nuriootpa Centennial Park Authority Draft Financial Statements 2022 2023 ⇩

Attachment 2 2023 Draft Audit Report on Financial Statements - NCPA ⇩

Attachment 3 The Barossa Council Draft Annual Financial Statements 2022 - 2023 ⇩

Attachment 4 Draft Audit completion report - Barossa Council 2022 - 2023 ⇩

Supporting references

Nil

COMMUNITY PLAN / CORPORATE PLAN / LEGISLATIVE REQUIREMENTS

Corporate Plan

BS6 – Finance - Provision of financial and budgetary accounting services, treasury and investment services, management reporting, reconciliation and taxation services, asset accounting, internal control, accounts payable and receivable services.

BS7 – Governance - Provision of governance advice and support in the discharge of legislative responsibilities for policy development, delegations and authorisations, internal review of Council decisions, Native Title claims.

BS 13 – Strategic/Legislative Planning and Reporting – Provision of organisational performance report (outcomes), activity report (outputs), a range of statutory reporting (e.g. public health, tax, superannuation) and financial reporting.

Legislative Requirements
Local Government Act 1999
Local Government (Financial Management) Regulations 2011

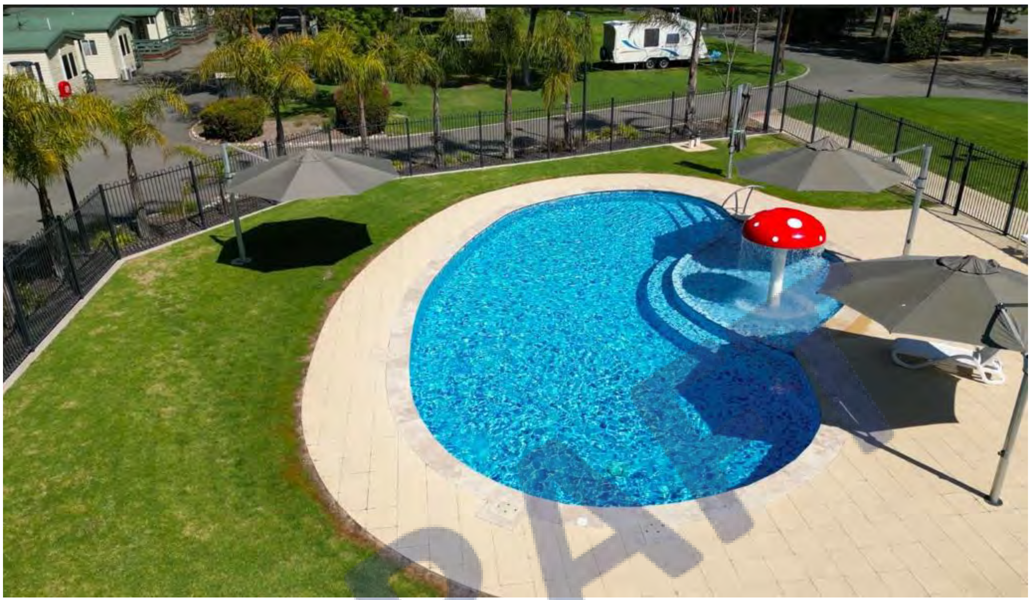
FINANCIAL, RESOURCE AND RISK MANAGEMENT CONSIDERATIONS

Financial
All known financial and resourcing requirements as at 30 June 2023 have been included in the annual financial reports.

Risk Management
Risk management issues are considered by Management throughout the financial year and communicated to Council as required.

COMMUNITY ENGAGEMENT

Council's Annual Financial Statements do not require community consultation. The Statements are public documents, accessible to the community via Council's website after Council adoption.



Nuriootpa Centennial Park Authority

GENERAL PURPOSE FINANCIAL STATEMENTS

for the year ended 30 June 2023

Nuriootpa Centennial Park Authority

General Purpose Financial Statements
for the year ended 30 June 2023

Contents

Nuriootpa Centennial Park Authority

General Purpose Financial Statements
for the year ended 30 June 2023

Certification of Financial Statements

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

In our opinion:

- the accompanying financial statements comply with the *Local Government Act 1999, Local Government (Financial Management) Regulations 2011* and Australian Accounting Standards,
- the financial statements present a true and fair view of the Council's financial position at 30 June 2023 and the results of its operations and cash flows for the financial year,
- internal controls implemented by the Council provide a reasonable assurance that the Council's financial records are complete, accurate and reliable and were effective throughout the financial year,
- the financial statements accurately reflect the Council's accounting and other records.

DRAFT

Guy Martin	Linda Stapleton
CHIEF EXECUTIVE OFFICER	**ACTING BUSINESS MANAGER**
dd MMMM yyyy	dd MMMM yyyy

Nuriootpa Centennial Park Authority

Financial Statements 2023

Statement of Comprehensive Income
for the year ended 30 June 2023

$	Notes	2023	2022
Income			
User charges	2a	2,408,701	2,013,326
Grants, subsidies and contributions - operating	2d	–	3,000
Investment income	2b	3,781	299
Other income	2c	–	1,414
Total income		2,412,482	2,018,039
Expenses			
Employee costs	3a	949,874	801,639
Materials, contracts and other expenses	3b	907,537	705,218
Depreciation, amortisation and impairment	3c	509,807	422,938
Finance costs	3d	28,844	25,849
Total expenses		2,396,062	1,955,644
Operating surplus / (deficit)		16,420	62,395
Physical resources received free of charge	2e	2,611,632	–
Asset disposal and fair value adjustments	4	(3,701)	11,550
Net surplus / (deficit)		2,624,351	73,945
Other comprehensive income			
Amounts which will not be reclassified subsequently to operating result			
Impairment (expense) / recoupments offset to asset revaluation reserve	9	(4,071)	–
Total other comprehensive income		(4,071)	–
Total comprehensive income		2,620,280	73,945

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

Nuriootpa Centennial Park Authority

Financial Statements 2023

Statement of Financial Position
as at 30 June 2023

$	Notes	2023	2022
ASSETS			
Current assets			
Cash and cash equivalent assets	5a	404,706	514,582
Trade and other receivables	5b	31,205	18,886
Inventories	5c	1,139	1,593
Total current assets		437,050	535,061
Non-current assets			
Trade and other receivables	6a	2	2
Other non-current assets	6b	95,874	161,555
Infrastructure, property, plant and equipment	7	15,028,018	12,603,429
Total non-current assets		15,123,894	12,764,986
TOTAL ASSETS		15,560,944	13,300,047
LIABILITIES			
Current liabilities			
Trade and other payables	8a	173,536	302,553
Borrowings	8b	232,706	231,836
Provisions	8c	64,953	55,260
Total current liabilities		471,195	589,649
Non-current liabilities			
Borrowings	8b	624,288	856,994
Provisions	8c	532	12,826
Total non-current liabilities		624,820	869,820
TOTAL LIABILITIES		1,096,015	1,459,469
Net assets		14,464,929	11,840,578
EQUITY			
Accumulated surplus		7,198,816	4,574,465
Asset revaluation reserves	9	7,262,042	7,266,113
Total council equity		14,460,858	11,840,578
Total equity		14,460,858	11,840,578

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

Nuriootpa Centennial Park Authority

Financial Statements 2023

Statement of Changes in Equity
for the year ended 30 June 2023

$	Notes	Accumulated surplus	Asset revaluation reserve	Total equity
2023				
Balance as at 1 July		4,574,465	7,266,113	11,840,578
Restated opening balance		4,574,465	7,266,113	11,840,578
Net surplus / (deficit) for year		2,624,351	–	2,624,351
Other comprehensive income				
- Increase/(decrease) in asset revaluation surplus		–	–	–
IPP&E impairment (expense) / recoupments offset to ARR	7a	–	(4,071)	(4,071)
Other comprehensive income		–	(4,071)	(4,071)
Total comprehensive income		2,624,351	(4,071)	2,620,280
Balance at the end of period		7,198,816	7,262,042	14,460,858
2022				
Balance as at 1 July		4,500,520	7,266,113	11,766,633
Restated opening balance		4,500,520	7,266,113	11,766,633
Net surplus / (deficit) for year		73,945	–	73,945
Other comprehensive income				
- Increase/(decrease) in asset revaluation surplus		–	–	–
Other comprehensive income		–	–	–
Total comprehensive income		73,945	–	73,945
Balance at the end of period		4,574,465	7,266,113	11,840,578

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Nuriootpa Centennial Park Authority

Financial Statements 2023

Statement of Cash Flows

for the year ended 30 June 2023

$	Notes	2023	2022
Cash flows from operating activities			
Receipts			
User charges		2,635,761	2,208,934
Grants, subsidies and contributions		–	3,000
Investment receipts		3,781	299
Other receipts		(230,237)	8,819
Payments			
Payments to employees		(943,069)	(802,765)
Payments for materials, contracts and other expenses		(1,054,563)	(784,962)
Finance payments		(28,929)	(25,933)
Net cash provided by (or used in) operating activities	10b	382,744	607,392
Cash flows from investing activities			
Receipts			
Sale of replaced assets		–	35,580
Repayments of loans by community groups		–	5,192
Payments			
Expenditure on renewal/replacement of assets		(15,341)	–
Expenditure on new/upgraded assets		(249,514)	(327,747)
Net cash provided (or used in) investing activities		(264,855)	(286,975)
Cash flows from financing activities			
Payments			
Repayments of loans		(224,866)	(228,143)
Repayment of lease liabilities		(6,970)	(6,839)
Net cash provided by (or used in) financing activities		(231,836)	(234,982)
Net increase (decrease) in cash held		(113,947)	85,435
plus: cash & cash equivalents at beginning of period		514,582	429,147
Cash and cash equivalents held at end of period	10a	400,635	514,582
Additional information:			
plus: investments on hand – end of year	6a	2	2
Total cash, cash equivalents and investments		400,637	514,584

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Contents of the Notes accompanying the General Purpose Financial Statements

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 1. Summary of Significant Accounting Policies

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

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

(1) Basis of preparation

1.1 Compliance with Australian Accounting Standards

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

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

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

1.2 Critical accounting estimates

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

1.3 Rounding

All amounts in the financial statements have been rounded to the nearest dollar.

(2) The Reporting Entity

The Authority is a subsidiary of The Barossa Council (Council) pursuant to Section 42 of the South Australian Local Government Act 1999. The Authority's principal place of business is located at Penrice Road Nuriootpa and it has been established with the following objects and purposes:

- To promote and market The Authority precinct;
- To position The Authority precinct in a way that sustains retail, business and economic growth and supports economic viability for the region;
- To enhance and sustain the commercial aspects of The Authority precinct to ensure ongoing competitiveness;
- To provide positive and productive engagement and partnership with key stakeholders of The Authority and The Authority precinct to achieve ongoing sustainability;
- The development and success for The Authority and The Authority precinct;
- To prepare a strategic management plan for The Authority precinct;
- To refine and redefine the strategic management framework for The Authority precinct in response to changing circumstances;
- To promote The Authority precinct and to encourage its use by sporting bodies, residents, tourists, visitors and the community in general;
- To make recommendations to Council in relation to the maintenance and upgrade of The Authority precinct's existing infrastructure and physical appearance to ensure it is maintained to a high standard;
- To monitor that aspect of the annual budget approved by Council relating to The Authority's financial and general performance;
- Report regularly to Council on The Authority's financial and general performance;
- To promote and co-ordinate strategic management actions in a way that will ensure ongoing participation and commitment from stakeholders and the Council; and
- Ensure that information provided to the Council is accurate and that Council is kept informed of the solvency of The Authority as well as any material developments that may affect the operating capacity and financial affairs of the Authority.

(3) Income recognition

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

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Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 1. Summary of Significant Accounting Policies (continued)

Where grants, contributions and donations recognised as incomes during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the amounts subject to those undischarged conditions are included in these notes.

(4) Cash, cash equivalents and other financial instruments

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

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

All financial instruments are recognised at fair value at the date of recognition. A detailed statement of the accounting policies applied to financial instruments forms part of Note 12.

(5) Inventories

Inventories held in respect of stores have been valued at cost after adjustment for loss of service potential. Inventories held in respect of business undertakings have been valued at the lower of cost and net realisable value.

(6) Infrastructure, property, plant and equipment

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

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

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

6.2 Materiality
Assets with an economic life in excess of one year are only capitalised where the cost of acquisition exceeds materiality thresholds established by The Authority for each type of asset. In determining (and in annually reviewing) such thresholds, regard is had to the nature of the asset and its estimated service life. Capitalisation thresholds applied during the year are as follows (no capitalisation threshold is applied to the acquisition of land or interests in land). Any new or upgrade work below these threshold amount(s) will be expensed as maintenance.

Buildings *
- Buildings (including Toilets) $20,000
- Sheds, Pergolas, Cabins, Carports and Other Structures $10,000
- Buildings at Componentisation $50,000

Infrastructure $5,000
Plant and Equipment $5,000
Right-of-Use Assets $15,000
All Other Assets $5,000

* These assets are capitalised when replacing/renewing assets that are >10% of the Depreciable Replacement Value

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

continued on next page ...

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 1. Summary of Significant Accounting Policies (continued)

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

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

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

Depreciation periods per class of asset

Buildings	Complete	20 to 100 years
	Substructure	40 to 300 years
	Superstructure	20 to 300 years
	Roof structure	40 to 60 years
	Internal fit out	20 to 25 years
	Services	20 to 100 years
Infrastructure	Other	15 to 100 years
Plant and equipment	Plant and machines	3 to 20 years
	Right of use assets	Term of lease
	Vehicles	3 to 33 years
	Computer equipment	5 to 33 years

6.5 Impairment
Assets whose future economic benefits are not dependent on the ability to generate cash flows, and where the future economic benefits would be replaced if the Authority were deprived thereof, are not subject to impairment testing.

Other assets that are subject to depreciation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount (which is the higher of the present value of future cash inflows or value in use).

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

(7) Payables

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

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

(8) Borrowings

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

(9) Employee benefits

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

continued on next page ...

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 1. Summary of Significant Accounting Policies (continued)

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

Weighted average discount rate: 3.85% (2022: 3.04%)
Weighted average settlement period: 0.76 years (2022: 0.79 years)

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

9.2 Superannuation
The Authority makes employer superannuation contributions in respect of its employees to the default fund Statewide Superannuation Scheme and also to other superannuation schemes selected by employees under the “choice of fund” legislation. All such schemes are of the accumulation type, where the superannuation benefits accruing to the employee are represented by their share of the net assets of the scheme, and no further liability attaches to the Authority.

(10) Leases

The Authority applied AASB 16 for the first time from 1 July 2020. AASB 16 supersedes AASB 117 'Leases, Interpretation 4 Determining whether an Arrangement contains a Lease' and other related interpretations. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to recognise most leases on the balance sheet under a single on-balance sheet model. The Authority has lease contracts for various items of land, plant, equipment and computers. Before the adoption of AASB 16, the Authority classified each of its leases (as lessee) at the inception date as either a finance lease or an operating lease.

10.1 The Authority as a lessee

The Authority recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

i) Right-of-Use-Assets

The Authority recognises right-of-use assets at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, lease payments made at or before the commencement date less any lease incentives received and the estimate of costs to be incurred to restore the leased asset. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets - refer Item 6.4 for details.

The right-of-use assets are also subject to impairment - refer to item 6.5 for details.

ii) Lease Liabilities

At the commencement date of the lease, the Authority recognises lease liabilities measured at the present value of lease payments to be made over the lease term. In calculating the present value of lease payments, the Authority uses its incremental borrowing rate or the interest rate implicit in the lease.

iii) Short-term leases and leases of low-value assets

The Authority applies the short-term lease recognition exemption to its short-term leases of plant and equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date). It also applies the low-value assets recognition exemption to leases of equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

(11) GST implications

In accordance with AASB Interpretation UIG Abstract 1031 "Accounting for the Goods and Services Tax":

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

continued on next page ...

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 1. Summary of Significant Accounting Policies (continued)

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

(12) New accounting standards and UIG interpretations

The Authority has not adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

(13) Comparative figures

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

(14) Disclaimer

Nothing contained within these statements may be taken to be an admission of any liability to any person under any circumstance.

Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

Note 2. Income

$	2023	2022
(a) User charges		
Caravan Park Cabin Fees	1,145,325	971,391
Caravan Park Permanent Van Fees	65,803	64,454
Caravan Park Site Fees	1,063,021	854,699
Caravan Park Other User Charges	100,747	87,229
Recreation Park Fees	7,139	12,718
Lease Fees	17,635	18,680
Sports Function Centre Fees	9,031	4,155
Total user charges	2,408,701	2,013,326
(b) Investment income		
- Banks and other	3,781	299
Total investment income	3,781	299
(c) Other income		
Insurance and Other Recoupments-Infrastructure,Property,Plant and Equipment	–	1,414
Total other income	–	1,414
(d) Grants, subsidies and contributions		
Amounts received specifically for new or upgraded assets	–	–
Total	–	–
Other grants, subsidies and contributions		
Other grants, subsidies and contributions	–	3,000
Total other grants, subsidies and contributions	–	3,000
Total grants, subsidies and contributions	–	3,000

The functions to which these grants relate are shown in Note 11.

	2023	2022
(i) Sources of grants		
State Government	–	–
Other	–	3,000
Total	–	3,000
(e) Physical resources received free of charge		
Land and improvements	2,611,632	–
Total physical resources received free of charge	2,611,632	–

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 3. Expenses

$	Notes	2023	2022

(a) Employee costs

$	Notes	2023	2022
Salaries and wages		853,723	708,287
Employee leave expense		(2,602)	(2,330)
Superannuation - defined contribution plan contributions	18	77,639	64,539
Workers' compensation insurance		21,114	31,143
Total operating employee costs		**949,874**	**801,639**
Total Number of Employees (full time equivalent at end of reporting period)		8.9	11.3

(b) Materials, contracts and other expenses

$	2023	2022
(i) Prescribed expenses		
Auditor's remuneration		
- Auditing the financial reports	1,643	1,928
Lease expense - low value assets / short term leases	2,212	5,986
Subtotal - prescribed expenses	**3,855**	**7,914**
(ii) Other materials, contracts and expenses		
Contractors	244,911	195,019
Energy	171,861	135,270
Legal expenses	1,946	871
Levies - other	5,500	5,325
Parts, accessories and consumables	161,354	102,462
Sundry	74,329	63,657
Bank Charges	22,776	16,475
Communications and Information Technology	8,536	7,451
Water	66,176	52,852
Advertising	43,953	22,437
Insurance	53,165	47,879
Subscriptions and Memberships	49,175	47,606
Subtotal - Other material, contracts and expenses	**903,682**	**697,304**
Total materials, contracts and other expenses	**907,537**	**705,218**

(c) Depreciation, amortisation and impairment

$	2023	2022
(i) Depreciation and amortisation		
Buildings and other structures	323,269	319,548
Infrastructure	140,828	82,467
Right-of-use assets	7,959	7,959
Plant and equipment	37,751	12,964
Subtotal	**509,807**	**422,938**
Total depreciation, amortisation and impairment	**509,807**	**422,938**

continued on next page ...

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 3. Expenses (continued)

$	2023	2022
(d) Finance costs		
Interest on loans	28,844	25,849
Total finance costs	28,844	25,849

Note 4. Asset disposal and fair value adjustments

$	2023	2022
Infrastructure, property, plant and equipment		
(i) Assets renewed or directly replaced		
Proceeds from disposal	–	35,580
Less: carrying amount of assets sold	–	(24,030)
Gain (loss) on disposal	–	11,550
(ii) Assets surplus to requirements		
Less: carrying amount of assets sold	(3,701)	–
Gain (loss) on disposal	(3,701)	–
Net gain (loss) on disposal or revaluation of assets	(3,701)	11,550

Note 5. Current assets

$	2023	2022
(a) Cash and cash equivalent assets		
Cash on hand and at bank	60,877	44,533
Deposits at call	343,829	470,049
Total cash and cash equivalent assets	404,706	514,582
(b) Trade and other receivables		
Accrued revenues	10,664	13,662
Debtors - general	8,750	2,206
Prepayments	11,720	2,947
Community Store Bonus	71	71
Subtotal	31,205	18,886
Total trade and other receivables	31,205	18,886
(c) Inventories		
Stores and materials	1,139	1,593
Total inventories	1,139	1,593

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 6. Non-current assets

$	2023	2022
(a) Trade and other receivables		
Other financial assets (investments)		
Community Store Shares	2	2
Total other financial assets (investments)	2	2
Total financial assets	2	2
(b) Other non-current assets		
Capital work in progress	95,874	161,555
Total other non-current assets	95,874	161,555

Financial Statements 2023

Nuriootpa Centennial Park Authority

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 7. Infrastructure, property, plant & equipment and investment property

Infrastructure, property, plant and equipment

		as at 30/06/22					Asset movements during the reporting period					as at 30/06/23				
$	Fair Value Level	At Fair Value	At Cost	Accumulated Depreciation	Accumulated Impairment	Carrying amount	Asset Additions New / Upgrade	Asset Additions Renewals	WDV of Asset Disposals	Depreciation Expense (Note 3c)	Impairment Reversal (via Equity) (Note 9)	At Fair Value	At Cost	Accumulated Depreciation	Accumulated Impairment	Carrying amount
Land - community	3	3,340,000	–	–	–	3,340,000	–	–	–	–	–	3,340,000	–	–	–	3,340,000
Land - other	2	220,000	–	–	–	220,000	–	–	–	–	–	220,000	–	–	–	220,000
Buildings and other structures	3	11,515,600	1,220,622	(5,741,536)	–	6,994,686	–	23,735	–	(323,269)	–	12,015,600	1,244,357	(6,104,765)	–	7,155,192
Buildings and other structures	2	500,000	–	(39,959)	–	460,041	–	–	–	–	–	–	–	–	–	–
Infrastructure	3	3,190,954	24,911	(1,707,446)	–	1,508,419	2,566,945	35,174	(38,670)	(140,828)	–	3,148,554	2,592,032	(1,809,575)	–	3,931,011
Right-of-use assets		–	23,877	(9,285)	–	14,592	–	–	–	(7,959)	–	–	23,877	(17,244)	–	6,633
Plant and equipment		–	408,392	(342,701)	–	65,691	351,314	–	–	(37,751)	(4,071)	–	755,635	(380,453)	–	375,182
Total infrastructure, property, plant and equipment		18,766,554	1,677,802	(7,840,927)	–	12,603,429	2,918,259	58,909	(38,670)	(509,807)	(4,071)	18,724,154	4,615,901	(8,312,037)	–	15,028,018
Comparatives		18,982,551	1,488,893	(7,609,959)	–	12,861,485	188,911	–	(24,030)	(422,938)	–	18,766,554	1,677,802	(7,840,927)	–	12,603,429

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Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 7. Infrastructure, property, plant & equipment and investment property (continued)

Valuation of infrastructure, property, plant & equipment and investment property

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

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

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

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

Level 3:
Inputs for the asset or liability that are not based on observable market data (unobservable inputs).
Refer to the previous page for the disclosure of the Fair Value Levels of Infrastructure, Property, Plant and Equipment Assets.

Information on valuations
Certain land, and the buildings and structures thereon, are shown above as being based on fair value hierarchy level 2 valuation inputs. They are based on prices for similar assets in an active market, with directly or indirectly observable adjustments for specific advantages or disadvantages attaching to the particular asset.

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

There is normally no known market for the Authority's buildings, infrastructure and other assets (with the exception of the properties at level 2 valued using Market Fair Value inputs). These assets are valued at depreciated current replacement cost. This method involves the determination of the cost to construct the asset (or its modern engineering equivalent) using current prices for materials and labour, the quantities of each being estimated based on recent experience of this Authority, or on industry construction guides where these are more appropriate.

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

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

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

Land & Land Improvements
- Basis of valuation: Fair Value Level 3, Market Value Level 2; additions are recognised at cost
- Date of valuation: 1 July 2019
- Valuer: JLL Public Sector Valuations

Buildings & Other Structures
- Basis of valuation: Fair Value Level 3, Market Value Level 2; additions are recognised at cost
- Date of valuation: 1 July 2020
- Valuer: JLL Public Sector Valuations and Barossa Council in-house staff expertise using Rawlinsons Australian Construction Handbook Edition 37, 2019

Infrastructure
- Basis of valuation: Written down current replacement cost; additions are recognised at cost

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Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 7. Infrastructure, property, plant & equipment and investment property (continued)

- Date of valuation: 1 July 2020
- Valuer: JLL Public Sector Valuations and Barossa Council in-house staff expertise using Rawlinsons Australian Construction Handbook Edition 37, 2019

Plant & Equipment
- Basis of valuation: At cost

Note 8. Liabilities

$		2023 Current	2023 Non Current	2022 Current	2022 Non Current
(a) Trade and other payables					
Goods and services		74,855	–	241,642	–
Payments received in advance		369	–	–	–
Accrued expenses - employee entitlements		28,043	–	18,637	–
Accrued expenses - finance costs		646	–	731	–
Accrued expenses - other		36,805	–	17,951	–
Other (including GST payable)		32,818	–	23,592	–
Total trade and other payables		173,536	–	302,553	–

Amounts included in trade and other payables that are not expected to be settled within 12 months of reporting date are disclosed in Note 12

Total amounts included in trade and other payables		–	–	–	–

$		2023 Current	2023 Non Current	2022 Current	2022 Non Current
(b) Borrowings					
Loans		226,821	624,288	224,866	851,109
Lease liabilities	16b	5,885	–	6,970	5,885
Total Borrowings		232,706	624,288	231,836	856,994

All interest bearing liabilities are secured over the future revenues of the Authority as a subsidiary of Council

$		2023 Current	2023 Non Current	2022 Current	2022 Non Current
(c) Provisions					
Employee entitlements (including oncosts)		64,953	532	55,260	12,826
Total provisions		64,953	532	55,260	12,826

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 9. Reserves

$	as at 30/06/22 Opening Balance	Increments (Decrements)	Transfers	Impairments	as at 30/06/23 Closing Balance
Asset revaluation reserve					
Land - community	2,516,000	–	–	–	2,516,000
Buildings and other structures	3,909,688	–	–	–	3,909,688
Infrastructure	840,425	–	–	–	840,425
Plant and equipment	–	–	–	(4,071)	(4,071)
Total asset revaluation reserve	7,266,113	–	–	(4,071)	7,262,042
Comparatives	7,266,113	–	–	–	7,266,113

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

Note 10. Reconciliation to Statement of Cash Flows

(a) Reconciliation of cash

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

$	Notes	2023	2022
Total cash and equivalent assets	5	404,706	514,582
Balances per Statement of Cash Flows		404,706	514,582

(b) Reconciliation of change in net assets to cash from operating activities

$	2023	2022
Net surplus/(deficit)	2,624,351	73,945
Non-cash items in income statements		
Depreciation, amortisation and impairment	509,807	422,938
Non-cash asset acquisitions	(2,611,632)	–
Net (gain)/loss on disposals	3,701	(11,550)
	526,227	485,333
Add (less): changes in net current assets		
Net (increase)/decrease in receivables	(12,319)	18,267
Net (increase)/decrease in inventories	454	(414)
Net increase/(decrease) in trade and other payables	(129,017)	106,536
Net increase/(decrease) in unpaid employee benefits	(2,601)	(2,330)
Net cash provided by (or used in) operations	382,744	607,392

(c) Financing arrangements

$	2023	2022
Unrestricted access was available at balance date to the following lines of credit:		
Bank overdrafts	50,000	50,000

continued on next page ...

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 10. Reconciliation to Statement of Cash Flows (continued)

$	2023	2022
Corporate credit cards	4,000	4,000

Nuriootpa Centennial Park Authority

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 11(a). Functions

Income, Expenses and Assets have been directly attributed to the following Functions / Activities.
Details of these Functions/Activities are provided in Note 11(b).

$	INCOME 2023	INCOME 2022	EXPENSES 2023	EXPENSES 2022	OPERATING SURPLUS (DEFICIT) 2023	OPERATING SURPLUS (DEFICIT) 2022	GRANTS INCLUDED IN INCOME 2023	GRANTS INCLUDED IN INCOME 2022	TOTAL ASSETS HELD (CURRENT AND NON-CURRENT) 2023	TOTAL ASSETS HELD (CURRENT AND NON-CURRENT) 2022
Functions/Activities										
Recreation - Sporting Reserve	7,140	12,895	319,953	301,393	(312,813)	(288,498)	–	–	9,325,411	6,161,259
Recreation - Coulthard Reserve	–	–	99,680	67,580	(99,680)	(67,580)	–	–	405,453	638,079
Recreation - Sports Function Centre	9,031	5,597	112,296	85,194	(103,265)	(79,597)	–	–	787,631	831,715
Business Undertakings - Caravan Park	2,396,311	1,999,547	1,867,540	1,501,477	528,771	498,070	–	3,000	5,042,450	5,668,994
Total Functions/Activities	2,412,482	2,018,039	2,399,469	1,955,644	13,013	62,395	–	3,000	15,560,945	13,300,047

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

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 11(b). Components of functions

The activities relating to Council functions are as follows:

Business undertakings
Caravan Parks

Recreation
Parks and Gardens, Sports Facilities – Indoor, Sports Facilities – Outdoor, Swimming Centres – Outdoor and Other Recreation

Note 12. Financial instruments

Recognised financial instruments

Bank, deposits at call, short term deposits

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

Terms & Conditions:
Deposits are returning fixed interest rates between 4.3% and 4.9% (2022: 0.01% and 0.01%).

Carrying Amount:
Approximates fair value due to the short term to maturity.

Receivables - fees and other charges

Accounting Policy:
Initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.

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

Carrying Amount:
Approximates fair value (after deduction of any allowance).

Liabilities - creditors and accruals

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

Terms & Conditions:
Liabilities are normally settled on 30 day terms.

Carrying Amount:
Approximates fair value.

continued on next page ...

Nuriootpa Centennial Park Authority

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 12. Financial instruments (continued)

Liabilities - interest bearing borrowings

Accounting Policy:
Initially recognised at fair value and subsequently at amortised cost using the effective interest rate.

Terms & Conditions:
Secured over future revenues. Fixed borrowings are repayable by equal 6 monthly instalments of principal and interest; variable borrowings are payable on a quarterly basis for interest only at the current Local Government Finance Authority cash advance debenture rate; interest is charged at fixed or variable rates between 2.05% and 6.05% (2022: 2.05% and 2.8%).

Carrying Amount:
Approximates fair value.

Liabilities - leases
Accounting Policy:
Accounted for in accordance with AASB 16 as stated in Note 16.

$	Due < 1 year	Due > 1 year and ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial assets and liabilities					
2023					
Financial assets					
Cash and cash equivalents	404,706	–	–	404,706	404,706
Receivables	19,485	–	–	19,485	19,485
Other financial assets	–	2	–	2	–
Total financial assets	424,191	2	–	424,193	424,191
Financial liabilities					
Payables	80,783	–	–	80,783	108,042
Current borrowings	244,750	–	–	244,750	226,821
Non-current borrowings	–	444,439	222,220	666,659	624,288
Lease liabilities	6,012	–	–	6,012	5,885
Total financial liabilities	331,545	444,439	222,220	998,204	965,036
Total financial assets and liabilities	755,736	444,441	222,220	1,422,397	1,389,227
2022					
Financial assets					
Cash and cash equivalents	514,582	–	–	514,582	514,582
Receivables	15,870	–	–	15,870	15,939
Other financial assets	–	2	–	2	2
Total financial assets	530,452	2	–	530,454	530,523
Financial liabilities					
Payables	265,234	–	–	265,234	265,234
Current borrowings	248,390	–	–	248,390	224,866
Non-current borrowings	–	578,079	333,329	911,408	851,109
Lease liabilities	7,214	6,012	–	13,226	12,855
Total financial liabilities	520,838	584,091	333,329	1,438,258	1,354,064
Total financial assets and liabilities	1,051,290	584,093	333,329	1,968,712	1,884,587

continued on next page ...

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 12. Financial instruments (continued)

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

	2023		2022	
$	Weighted Avg Interest Rate	Carrying Value	Weighted Avg Interest Rate	Carrying Value
Other variable rates	4.66%	130,000	2.80%	260,000
Fixed interest rates	2.05%	726,994	2.05%	828,830
		856,994		1,088,830

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

Risk exposures

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

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

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

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

Expected credit losses (ECL)

The Authority uses an allowance matrix to measure expected credit losses. Due to the operational activity and setup of the bookings arrangements, no credit losses are expected.

Note 13. Capital expenditure and investment property commitments

$	Notes	2023	2022
Capital commitments			
Capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities:			
Infrastructure	13	–	191,674
		–	191,674
These expenditures are payable:			
Not later than one year		–	191,674
		–	191,674

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 14. Financial indicators

$	Amounts 2023	Indicator 2023	Indicators 2022	2021	2020
Financial Indicators overview *These Financial Indicators have been calculated in accordance with Information paper 9 - Local Government Financial Indicators prepared as part of the LGA Financial Sustainability Program for the Local Government Association of South Australia.*					
1. Operating Surplus Ratio					
Operating surplus	**16,420**	**0.7%**	3.1%	2.6%	(3.2)%
Total operating income	**2,412,482**				
This ratio expresses the operating surplus as a percentage of total operating revenue.					
2. Net Financial Liabilities Ratio					
Net financial liabilities	**660,102**	**27%**	46%	59%	89%
Total operating income	**2,412,482**				
Net Financial Liabilities are defined as total liabilities less financial assets (excluding equity accounted investments in Council businesses). These are expressed as a percentage of total operating revenue.					
3. Asset Renewal Funding Ratio					
Asset renewals	**15,341**	**0**	0	0	0
Infrastructure and Asset Management Plan required expenditure	**–**				

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

A substantial amount of 'Upgraded' asset work completed each year is partly renewing components of existing assets. For normal work cycles, components of these assets would need to be replaced when the depreciation or consumption of them had reduced their remaining life to zero, but as they are being upgraded to a better service level, they are effectively replacing asset components that would normally need to be replaced as/when due.

The calculation to compile the Asset Renewal Funding Ratio does not include any upgrade costs as it is not considered to be 'renewal/replacement'. This is then effectively understating the expenditure for asset replacement and the ratio is not then reflecting the true actual net asset renewals.

Infrastructure and Asset Management Plan (IAMP) required expenditure is sourced from the Authority's adopted plan. IAMP's were reviewed in 2020 and adopted in 2021. It is expected the renewal spend information will be more accurate when the four year review of the IAMP's is undertaken and the improvement plans from that work provides these projections pa.

The required IAMP renewal expenditure relies on the Authority asset lives and replacement intervals as they are due each year. The Authority's asset base is relatively small and does not have the benefit of vast ranging assets with continual overlapping replacement interval periods. Some high value renewed assets could be purchased and grouped together in a year causing an unusual spike in renewal expenditure, whereas depreciation is the flattened average consumption/use of all assets. Depreciation is not used in the calculation of the asset Renewal Funding Ratio. Therefore this indicator is not necessarily relevant for the Authority but has been included as it is a reporting requirement for the General Purpose Financial Statements.

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 15. Uniform presentation of finances

$	2023	2022

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

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

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

$	2023	2022
Income		
User charges	2,408,701	2,013,326
Grants, subsidies and contributions - operating	–	3,000
Investment income	3,781	299
Other income	–	1,414
Total Income	2,412,482	2,018,039
Expenses		
Employee costs	949,874	801,639
Materials, contracts and other expenses	907,537	705,218
Depreciation, amortisation and impairment	509,807	422,938
Finance costs	28,844	25,849
Total Expenses	2,396,062	1,955,644
Operating surplus / (deficit)	16,420	62,395
Net outlays on existing assets		
Capital expenditure on renewal and replacement of existing assets	234,174	–
Add back depreciation, amortisation and impairment	509,807	422,938
Add back proceeds from sale of replaced assets	–	35,580
	743,981	458,518
Net outlays on new and upgraded assets		
Capital expenditure on new and upgraded assets (including investment property and real estate developments)	(499,029)	(327,747)
	(499,029)	(327,747)
Annual net impact to financing activities (surplus/(deficit))	261,372	193,166

Note 16. Leases

(i) Council as a lessee

Terms and conditions of leases

Refer to Note 1 for further details.

Plant and Equipment
Right-of-use Asset leased is a Mower.

Set out below are the carrying amounts of Right-of-use Assets recognised within the above asset category and the movements during the period:

(a) Right of use assets

continued on next page ...

Nuriootpa Centennial Park Authority

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 16. Leases (continued)

$	Plant and Equipment	Total
2023		
Opening balance	14,592	14,592
Depreciation charge	(7,959)	(7,959)
Balance at 30 June	6,633	6,633
2022		
Opening balance	22,551	22,551
Depreciation charge	(7,959)	(7,959)
Balance at 30 June	14,592	14,592

(b) Lease liabilities

Set out below are the carrying amounts of lease liabilities (included under interest-bearing loans and borrowings) and the movements during the period:

$	2023	2022
Balance at 1 July	12,854	19,694
Additions	–	–
Accretion of interest	244	374
Payments	(7,213)	(7,214)
Balance at 30 June	5,885	12,854
Classified as:		
Current	5,885	6,969
Non-current	–	5,885

The maturity analysis of lease liabilities is included in Note 12.

The Group had total cash outflows for leases of $12,716.
The following are the amounts recognised in profit or loss:

Depreciation expense of right-of-use assets	7,959	7,959
Interest expense on lease liabilities	244	374
Expense relating to leases of low-value assets	1,968	5,502
Total amount recognised in profit or loss	10,171	13,835

Future minimum rentals receivable under non-cancellable operating leases as at 30 June, are as follows:

Not later than one year	9,044	12,715
Later than one year and not later than 5 years	17,719	19,785
	26,763	32,500

Note 17. Related party transactions

continued on next page ...

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 17. Related party transactions (continued)

Key management personnel

Transactions with key management personnel

The Key Management Personnel of the Authority are the six Board Members and three Employees.

$	2023	2022
The compensation paid to key management personnel comprises:		
Employee Benefits	101,194	72,992
Total	101,194	72,992

Amounts paid as direct reimbursement of expenses incurred on behalf of the Authority have not been included.

No compensation was paid to Board Members.
There were no related party payments incurred this year.

Other Related Party Transactions

The Barossa Council provides work and support in-kind for accounting, governance, asset management and executive services, along with being the conduit for electricity, insurance, loans, CWMS and other services. The Authority maintains a Council Recreation Park at Nuriootpa for community benefit purposes including various sporting activities.

Nuriootpa Centennial Park Authority

General Purpose Financial Statements
for the year ended 30 June 2023

Independent Auditor's Report - Financial Statements

Nuriootpa Centennial Park Authority

General Purpose Financial Statements
for the year ended 30 June 2023

Certification of Auditor Independence

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Nuriootpa Centennial Park Authority for the year ended 30 June 2023, the Authority's Auditor, Galpins has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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

CHIEF EXECUTIVE OFFICER	PRESIDING MEMBER, AUDIT COMMITTEE
[GeneralManager]	[PresidingMemberAuditCommittee]
Chief Executive Offiver	**Presiding Member, Audit Committee**

Date

Nuriootpa Centennial Park Authority

General Purpose Financial Statements
for the year ended 30 June 2023

Statement by Auditor

I confirm that, for the audit of the financial statements of Nuriootpa Centennial Park Authority for the year ended 30 June 2023, I have maintained my independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting Professional and Ethical Standards Board, in accordance with the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations* 2011 made under that Act.

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

Auditor's Name
Audit Firm Name

Date: dd MMMM yyyy

INDEPENDENT AUDITOR'S REPORT

To the members of the Nurioopta Centennial Park Authority

Opinion

We have audited the accompanying financial report of the Nurioopta Centennial Park Authority (the Authority), which comprises the statement of financial position as at 30 June 2023, the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Certification of the Financial Statements.

In our opinion, the accompanying financial report presents fairly, in all material aspects, the financial position of the Nurioopta Centennial Park Authority as at 30 June 2023, and its financial performance and its cash flow for the year then ended in accordance with the Australia Accounting Standards, Local Government Act 1999 and Local Government (Financial Management) Regulations 2011.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Authority in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants (Including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 (including the Australian Accounting Interpretations), the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* and for such internal control as the committee and management determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Authority's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Authority or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Authority's financial reporting process.

Auditor's responsibility for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit of the financial report in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Authority's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Authority's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Authority to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

GALPINS ACCOUNTANTS, AUDITORS & BUSINESS CONSULTANTS

Tim Muhlhausler CA, Registered Company Auditor
Partner

The Barossa Council

GENERAL PURPOSE FINANCIAL STATEMENTS

for the year ended 30 June 2023

The Barossa Council

General Purpose Financial Statements

for the year ended 30 June 2023

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General Purpose Financial Statements
for the year ended 30 June 2023

Certification of Financial Statements

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

In our opinion:

- the accompanying financial statements comply with the *Local Government Act 1999, Local Government (Financial Management) Regulations 2011* and Australian Accounting Standards,
- the financial statements present a true and fair view of the Council's financial position at 30 June 2023 and the results of its operations and cash flows for the financial year,
- internal controls implemented by the Council provide a reasonable assurance that the Council's financial records are complete, accurate and reliable and were effective throughout the financial year,
- the financial statements accurately reflect the Council's accounting and other records.

Martin McCarthy	Michael (BIM) Lange OAM
Chief Executive Officer	**Mayor**
22 November 2023	22 November 2022

The Barossa Council

Statement of Comprehensive Income
for the year ended 30 June 2023

$ '000	Notes	2023	2022
Income			
Rates	2a	35,800	33,700
Statutory charges	2b	803	833
User charges	2c	3,601	3,140
Grants, subsidies and contributions - operating	2g	4,311	4,227
Investment income	2d	415	146
Reimbursements	2e	9	8
Other income	2f	806	658
Total income		45,745	42,712
Expenses			
Employee costs	3a	15,897	14,118
Materials, contracts and other expenses	3b	17,887	15,951
Depreciation, amortisation and impairment	3c	10,553	9,425
Finance costs	3d	441	464
Net loss - equity accounted council businesses	19(a)	18	5
Total expenses		44,796	39,963
Operating surplus / (deficit)		949	2,749
Physical resources received free of charge	2i	3,131	2,009
Asset disposal and fair value adjustments	4	(1,097)	(874)
Amounts received specifically for new or upgraded assets	2g	5,420	4,346
Net surplus / (deficit)		8,403	8,230
Other comprehensive income			
Amounts which will not be reclassified subsequently to operating result			
Increase/(decrease) in asset revaluation surplus	9a	(4,714)	9,604
Impairment (expense) / recoupments offset to asset revaluation reserve	9a	(4)	–
Total amounts which will not be reclassified subsequently to operating result		(4,718)	9,604
Total other comprehensive income		(4,718)	9,604
Total comprehensive income		3,685	17,834

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

The Barossa Council

Statement of Financial Position
as at 30 June 2023

$ '000	Notes	2023	2022
ASSETS			
Current assets			
Cash and cash equivalent assets	5a	4,618	13,264
Trade and other receivables	5b	2,946	2,671
Inventories	5c	245	391
Total current assets		7,809	16,326
Non-current assets			
Trade and other receivables	6a	1,312	1,162
Equity accounted investments in council businesses	6b	2,263	2,281
Other non-current assets	6c	15,893	6,103
Infrastructure, property, plant and equipment	7	394,340	392,816
Total non-current assets		413,808	402,362
TOTAL ASSETS		421,617	418,688
LIABILITIES			
Current liabilities			
Trade and other payables	8a	5,116	7,118
Borrowings	8b	1,945	1,080
Provisions	8c	3,358	2,911
Total current liabilities		10,419	11,109
Non-current liabilities			
Borrowings	8b	7,013	6,688
Provisions	8c	682	1,073
Total non-current liabilities		7,695	7,761
TOTAL LIABILITIES		18,114	18,870
Net assets		403,503	399,818
EQUITY			
Accumulated surplus		105,026	98,215
Asset revaluation reserves	9a	282,905	287,623
Other reserves	9b	15,572	13,980
Total council equity		403,503	399,818
Total equity		403,503	399,818

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

The Barossa Council

Financial Statements 2023

Statement of Changes in Equity
for the year ended 30 June 2023

$ '000	Notes	Accumulated surplus	Asset revaluation reserve	Other reserves	Total equity
2023					
Balance as at 1 July		98,215	287,623	13,980	399,818
Restated opening balance		98,215	287,623	13,980	399,818
Net surplus / (deficit) for year		8,403	–	–	8,403
Other comprehensive income					
- Increase/(decrease) in asset revaluation surplus	7a	–	(4,714)	–	(4,714)
IPP&E impairment (expense) / recoupments offset to ARR	7a	–	(4)	–	(4)
Other comprehensive income		–	(4,718)	–	(4,718)
Total comprehensive income		8,403	(4,718)	–	3,685
Transfers to reserves		(1,592)	–	1,592	–
Balance at the end of period		105,026	282,905	15,572	403,503
2022					
Balance as at 1 July		90,827	278,019	13,138	381,984
Restated opening balance		90,827	278,019	13,138	381,984
Net surplus / (deficit) for year		8,230	–	–	8,230
Other comprehensive income					
- Increase/(decrease) in asset revaluation surplus	7a	–	9,604	–	9,604
Other comprehensive income		–	9,604	–	9,604
Total comprehensive income		8,230	9,604	–	17,834
Transfers to reserves		(842)	–	842	–
Balance at the end of period		98,215	287,623	13,980	399,818

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

The Barossa Council

Financial Statements 2023

Statement of Cash Flows

for the year ended 30 June 2023

$ '000	Notes	2023	2022
Cash flows from operating activities			
Receipts			
Rates receipts		35,589	33,673
Statutory charges		803	833
User charges		3,961	3,454
Grants, subsidies and contributions		4,276	3,987
Investment receipts		415	146
Reimbursements		9	8
Other receipts		4,472	2,964
Payments			
Payments to employees		(15,814)	(14,275)
Payments for materials, contracts and other expenses		(22,301)	(19,375)
Finance payments		(441)	(464)
Net cash provided by (or used in) operating activities	11b	10,969	10,951
Cash flows from investing activities			
Receipts			
Amounts received specifically for new or upgraded assets		3,435	4,095
Sale of replaced assets		257	448
Repayments of loans by community groups		103	75
Distributions received from associated entities		18	5
Payments			
Expenditure on renewal/replacement of assets		(6,284)	(5,842)
Expenditure on new/upgraded assets		(18,524)	(10,880)
Loans made to community groups		(300)	(430)
Capital contributed to equity accounted Council businesses		(18)	(5)
Net cash provided (or used in) investing activities		(21,313)	(12,534)
Cash flows from financing activities			
Receipts			
Proceeds from loans		2,200	430
Proceeds from bonds and deposits		530	952
Payments			
Repayments of loans		(936)	(1,411)
Repayment of lease liabilities		(74)	(62)
Repayment of bonds and deposits		(22)	(864)
Net cash provided by (or used in) financing activities		1,698	(955)
Net increase (decrease) in cash held		(8,646)	(2,538)
plus: cash & cash equivalents at beginning of period		13,264	15,802
Cash and cash equivalents held at end of period	11a	4,618	13,264
Additional information:			
Total cash, cash equivalents and investments		4,618	13,264

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Contents of the Notes accompanying the General Purpose Financial Statements

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 1. Summary of Significant Accounting Policies

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

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

(1) Basis of preparation

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

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

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

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

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

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

(2) The local government reporting entity

The Barossa Council is incorporated under the South Australian Local Government Act 1999 and has its principal place of business at 43-51 Tanunda Road, Nuriootpa. These consolidated financial statements include the Council's direct operations and all entities through which Council controls resources to carry on its functions. In the process of reporting on the Council as a single unit, all transactions and balances between activity areas and controlled entities have been eliminated.

(3) Subsidiary Operation

Pursuant to the Local Government Act 1999, Section 42, The Barossa Council oversees the Nuriootpa Centennial Park Authority which is a subsidiary that operates and maintains both the Barossa Valley Tourist Park and its surrounding park lands. The Authority's information as at the reporting date has been consolidated in the accounts within this report.

(4) Income recognition

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

The Council recognises revenue under AASB 1058 Income of Not-for-Profit Entities (AASB 1058) or AASB 15 Revenue from Contracts with Customers (AASB 15) when appropriate.

In cases where there is an 'enforceable' contract with a customer with 'sufficiently specific' performance obligations, the transaction is accounted for under AASB 15 where income is recognised when (or as) the performance obligations are satisfied (i.e. when it transfers control of a product or service to a customer). Revenue is measured based on the consideration to which the Council expects to be entitled in a contract with a customer.

In other cases, AASB 1058 applies when a not-for-profit (NFP) entity enters into transactions where the consideration to acquire an asset is significantly less than the fair value of the asset principally to enable the entity to further its objectives. The excess of the asset recognised (at fair value) over any 'related amounts' is recognised as income immediately, except in the case where a financial asset has been received to enable the Council to acquire or construct a recognisable non-financial asset that

continued on next page ...

Note 1. Summary of Significant Accounting Policies (continued)

is to be controlled by the Council. In this case, the Council recognises the excess as a liability that is recognised over time in profit and loss when (or as) the entity satisfies its obligations under the transfer.

Where grants, contributions and donations recognised as incomes during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the amounts subject to those undischarged conditions are included in these notes.

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

Year	***Cash Payment Received***	***Annual Allocation***	***Difference***
2019/20	$1,322,566	$1,555,963	($233,397)
2020/21	$1,536,605	$1,654,037	($117,432)
2021/22	$2,435,662	$1,894,550	$541,112
2022/23	$2,859,679	$2,078,321	$781,358

As these grants are untied, the Australian Accounting Standards require that payments be recognised upon receipt. The operating results of these periods have therefore been distorted compared to those that would have been reported had the grants been paid in the year to which they were allocated.

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

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

(5) Cash, cash equivalents and other financial instruments

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

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

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

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

(6) Inventories

Inventories held in respect of Depot stores (Fuel and Rubble) have been valued by using the weighted average cost on a continual basis or at cost for the Barossa Regional Gallery, Barossa Visitor Centre and Nuriootpa Centennial Park Authority, after adjustment for loss of service potential. Inventories held in respect of business undertakings have been valued at the lower of cost and net realisable value.

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

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

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Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 1. Summary of Significant Accounting Policies (continued)

(7) Infrastructure, property, plant and equipment
7.1 Initial Recognition
All assets are initially recognised at cost. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition.

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

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

7.2 Materiality
Assets with an economic life in excess of one year are only capitalised where the cost of acquisition exceeds materiality thresholds established by Council for each type of asset. In determining (and in annually reviewing) such thresholds, regard is had to the nature of the asset and its estimated service life. Capitalisation thresholds applied during the year are as follows (no capitalisation threshold is applied to the acquisition of land or interests in land). Any new or upgrade work below these threshold amount(s) will be expensed as maintenance.

	$
Buildings *	
- Buildings (including Toilets)	$20,000
- Sheds, Pergolas, Cabins, Carports and Other Structures	$10,000
- Buildings and Componentisation	$50,000
Sealed Roads *	
- Reconstruction and Renewal Work	$20,000
Sheeted Roads	
- Resheeting, Major Patch Repair and Road Shoulders	$15,000
Footpaths, Kerbs and Carpark Surfaces	$10,000
Community Wastewater Management Systems (CWMS)	$5,000
Stormwater and Drainage	$5,000
Bridges, Floodways and Major Culverts	$15,000
Parks and Reserves Development	$5,000
Plant and Equipment	$5,000
Furniture and Fittings	$5,000
Core Software Programs	$15,000
Right-of-Use Assets	$15,000
Leasehold Improvements	$20,000
All Other Assets	$5,000

* These assets are capitalised when replacing/renewing assets that are >10% of the Depreciable Replacement Value

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

7.4 Depreciation of Non-Current Assets
Other than land, all infrastructure, property, plant and equipment assets recognised are systematically depreciated over their useful lives on a straight-line basis which, in the opinion of Council, best reflects the consumption of the service potential embodied in those assets. Depreciation methods, useful lives and residual values of classes of assets are reviewed annually.

Major depreciation periods for each class of asset are shown in the following table. Depreciation periods for infrastructure assets have been estimated based on the best information available to Council, but appropriate records covering the entire

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The Barossa Council

Financial Statements 2023

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 1. Summary of Significant Accounting Policies (continued)

life cycle of these assets are not available, and extreme care should be used in interpreting financial information based on these estimates.

Buildings

Complete	20 to 100 years
Substructure	40 to 300 years
Superstructure	20 to 300 years
Roof Structure	40 to 60 years
Internal Fit Out	20 to 25 years
Services	20 to 100 years
Town Hall Solid Flooring Only	150 years

Transport

Unformed Roads (Earthworks) *	Unlimited
Sheeted Roads *	12 to 50 years
Sealed Roads - Pavement *	40 to 200 years
Sealed Roads - Surface *	10 to 50 years
Footpaths *	Up to 100 years
Kerb	50 to 100 years
Car Park Surfaces *	30 to 50 years

Bridges

Bridges *	Up to 100 years
Major Culverts *	Up to 100 years
Floodways *	Up to 100 years
Footbridges *	Up to 100 years

CWMS

Pump Stations - Components	10 to 50 years
Lagoons - Components	40 to 100 years
Waste Water Treatment Plant - Components	5 to 50 years
Pipes	60 to 100 years

Recreation / Community Infrastructure

Fences	40 years
Monuments	100 years
Other	10 to 100 years

Stormwater and Drainage

Drainage Channels	20 to 150 years
Other	150 years

Plant and Equipment

Plant and Machines	3 to 20 years
Vehicles	3 to 33 years
Computer Equipment	5 to 33 years
Hill and Son Historic Pipe Organ	300 years

Furniture and Fittings	10 to 25 years

Leasehold Improvements

Complete	Term of Lease

continued on next page ...

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 1. Summary of Significant Accounting Policies (continued)

Right-of-Use Assets

Leased	Term of Lease

* These asset types are made up of two components. The useful lives listed above are for the first component. The second component being a long life asset with lives ranging from 150 to 750 years. Please refer to Council's adopted Asset Accounting Policy for further information.

* Road Earthworks should not be depreciated in line with AASB 1055 (interpretation). Council Policy shows an unlimited useful life for these assets and current practice is not to depreciate them.

7.5 Impairment
Assets whose future economic benefits are not dependent on the ability to generate cash flows, and where the future economic benefits would be replaced if Council were deprived thereof, are not subject to impairment testing.

Other assets that are subject to depreciation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount (which is the higher of the present value of future cash inflows or value in use).

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

(8) Payables

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

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

(9) Borrowings

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

(10) Employee benefits

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

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

Weighted average discount rate: 5.5% (2022: 3.9%)
Weighted average settlement period: 0.19 years (2022: 0.19 years)

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

10.2 Superannuation
Council makes employer superannuation contributions in respect of its employees to schemes selected by employees under the "choice of fund" legislation. Council uses Statewide Super as its default superannuation fund. This Scheme has two types of membership, each of which is funded differently. Council's subsidiary, Nuriootpa Centennial Park Authority makes contributions to other superannuation schemes. No changes in accounting policy have occurred during either the current or previous

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Note 1. Summary of Significant Accounting Policies (continued)

reporting periods. Details of the accounting policies applied and Council's involvement with the schemes are reported in Note 18.

(11) Leases

11.1 Council as a lessee

The Council recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

i) Right-of-Use-Assets

The Council recognises right-of-use assets at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, lease payments made at or before the commencement date less any lease incentives received and the estimate of costs to be incurred to restore the leased asset. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets - refer Item 7.4 for details.

The right-of-use assets are also subject to impairment - refer to item 7.5 for details.

ii) Lease Liabilities

At the commencement date of the lease, the Council recognises lease liabilities measured at the present value of lease payments to be made over the lease term. In calculating the present value of lease payments, the Council uses its incremental borrowing rate or the interest rate implicit in the lease.

iii) Short-term leases and leases of low-value assets

The Council applies the short-term lease recognition exemption to its short-term leases of plant and equipment (i.e. those leases that have a lease term of 12 months or less from the commencement date). It also applies the low-value assets recognition exemption to leases of plant and equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

Council is lessee for various peppercorn leases and licenses that have not been included for AASB 16. The function, period(s) to and potential costs are as follows:

Function/Purpose	Period to	$/pa each
Barossa Visitor Centre and Library - Tanunda	30/06/2026	$1 on demand
Kroemer Crossing, Tanunda - Reserve	30/03/2039	$1 on demand
Nuriootpa to Angaston (bike-walking path)	09/04/2035	$1 on demand
Barossa Trail (bike-walking path) - 2 licenses	2034	$1 on demand
Barossa Trail (bike-walking path) - 2 licenses	2035	$1 on demand
Barossa Trail (bike-walking path) - 1 license	31/07/2052	$1 on demand
Barossa Trail (bike-walking path) - numerous licenses	2062	$1 on demand
Barossa Trail (bike-walking path) - 1 license	26/04/2064	$1 on demand
Railway line Barossa Valley Way between Tanunda /Nuriootpa (Rose Hedge)	No lease	$201
Williamstown land used for car park	Lease under negotiation	$460

(12) Equity accounted Council businesses

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

(13) GST implications

In accordance with AASB Interpretation UIG Abstract 1031 Accounting for the Goods and Services Tax:

- Receivables and Creditors include GST receivable and payable.
- Except in relation to input taxed activities, revenues and operating expenditures exclude GST receivable and payable.

continued on next page ...

Note 1. Summary of Significant Accounting Policies (continued)

- Non-current assets and capital expenditures include GST net of any recoupment.
- Amounts included in the Statement of Cash Flows are disclosed on a gross basis.

(14) New accounting standards and UIG interpretations

The Council has not adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

(15) Comparative figures

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

(16) Disclaimer

Nothing contained within these statements may be taken to be an admission of any liability to any person under any circumstance.

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 2. Income

$ '000	2023	2022
(a) Rates		
General rates		
General rates	30,081	28,635
Less: mandatory rebates	(533)	(518)
Less: Discretionary Rebates, Remissions and Write Offs	(328)	(566)
Total general rates	29,220	27,551
Other rates (including service charges)		
Landscape SA Levy	560	547
Waste, Recycling and Green Organics Collection	2,728	2,491
Community wastewater management systems	3,140	2,981
Total other rates (including service charges)	6,428	6,019
Other charges		
Penalties for late payment	120	96
Legal and Other Costs Recovered	32	34
Total other charges	152	130
Total rates	35,800	33,700

(b) Statutory charges

	2023	2022
Development Act and Town Planning Fees	425	485
Septic Tank Inspection Fees	76	64
Animal Registration Fees and Fines	268	253
Parking fines / expiation fees	2	2
Other Licences, Fees and Fines	32	29
Total statutory charges	803	833

(c) User charges

	2023	2022
Bushgarden Seed/Seedling Sales	26	37
Caravan Park Fees	2,558	2,145
Cemetery Fees	121	109
CWMS Reuse Water Sales	200	223
Hall and Equipment Hire	20	22
Immunisation Fees	30	27
Lease Fees	91	97
Photocopying Fees	19	18
Property Search Fees	46	50
Recreation Park Fees	36	38
Sundry	59	51
Tourism - Souvenir and Other Sales	212	147
Transport Scheme Fees	119	122
Waste Collection Bins	39	31
Waste Disposal/Transfer Station Fees	25	23
Total user charges	3,601	3,140

continued on next page ...

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 2. Income (continued)

$ '000	2023	2022
(d) Investment income		
Interest on investments		
- Local Government Finance Authority	239	77
- Banks and Other	118	29
- Loans to community groups	58	40
Total investment income	**415**	**146**
(e) Reimbursements		
Employee Costs	5	5
Other	4	3
Total reimbursements	**9**	**8**
(f) Other income		
Insurance and Other Recoupments-including Infrastructure, Property, Plant and Equipment	68	96
Rebates received	49	54
Donations Received	32	13
Contributions	83	71
Sundry	574	424
Total other income	**806**	**658**
(g) Grants, subsidies and contributions		
Amounts received specifically for new or upgraded assets	5,420	4,346
Total	**5,420**	**4,346**
Other grants, subsidies and contributions		
Roads to Recovery	483	483
Other grants, subsidies and contributions	1,742	2,360
Additional Grants Commission Payment	2,086	1,384
Total other grants, subsidies and contributions	**4,311**	**4,227**
Total grants, subsidies and contributions	**9,731**	**8,573**

The functions to which these grants relate are shown in Note 12.

(i) Sources of grants		
Commonwealth Government	3,493	2,310
State Government	5,857	5,969
Other	381	294
Total	**9,731**	**8,573**

continued on next page ...

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 2. Income (continued)

(h) Conditions over grants and contributions

Grants and contributions which were obtained on the condition that they be expended for specified purposes or in a future period, but which are not yet expended in accordance with those conditions, are as follows:

$ '000	2023	2022
Unexpended at the close of the previous reporting period	2,828	3,319
Less:		
Expended during the current period from revenues recognised in previous reporting periods		
Roads infrastructure	(564)	(619)
Recreation	(2,234)	(1,699)
Community Services	–	(26)
Culture	(17)	(5)
Environment	(9)	(37)
Social Support	–	(23)
Waste	–	(13)
Subtotal	(2,824)	(2,422)
Plus:		
Amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions		
Roads infrastructure	–	564
Recreation	812	1,343
Culture	16	15
Environment	45	9
Subtotal	873	1,931
Unexpended at the close of this reporting period	877	2,828
Net increase (decrease) in assets subject to conditions in the current reporting period	(1,951)	(491)

(i) Physical resources received free of charge

$ '000	2023	2022
Land and Land Improvements	439	15
Buildings	–	200
Transport	1,753	527
Community Wastewater Management Scheme	243	104
Stormwater and Drainage	696	1,115
Recreation	–	48
Total physical resources received free of charge	3,131	2,009

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 3. Expenses

$ '000	Notes	2023	2022
(a) Employee costs			
Salaries and wages		14,264	12,843
Employee Leave Expense Movement		(13)	(301)
Superannuation - defined contribution plan contributions	18	1,292	1,051
Superannuation - defined benefit plan contributions	18	179	211
Workers Compensation Insurance		411	410
Less: capitalised and distributed costs		(236)	(96)
Total operating employee costs		**15,897**	**14,118**
Total Number of Employees (full time equivalent at end of reporting period)		161.5	139.3

(b) Materials, contracts and other expenses

$ '000	Notes	2023	2022
(i) Prescribed expenses			
Auditor's remuneration			
- Auditing the financial reports		25	24
Elected Members Expenses		288	286
Lease expense - low value assets / short term leases		201	188
Subtotal - prescribed expenses		**514**	**498**
(ii) Other materials, contracts and expenses			
Contractors		4,058	3,854
Bank Charges		109	97
Energy (including Fuel)		2,053	1,641
Maintenance		1,838	1,451
Legal expenses		120	205
Levies Paid to Government - Landscape Levy		626	607
Levies - other		19	15
Parts, Accessories and Consumables		1,269	1,004
Professional services		639	449
Communications and Information Technology		1,011	1,061
Contributions and Donations		634	463
Water		464	490
Advertising and Printing		174	173
Insurance		916	806
Sundry		910	706
Waste Services		2,760	2,501
Less: capitalised and distributed Costs		(227)	(70)
Subtotal - Other material, contracts and expenses		**17,373**	**15,453**
Total materials, contracts and other expenses		**17,887**	**15,951**

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The Barossa Council

Financial Statements 2023

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 3. Expenses (continued)

$ '000	2023	2022
(c) Depreciation, amortisation and impairment		
(i) Depreciation and amortisation		
Buildings and Other Structures	2,173	2,051
Infrastructure		
- Bridges, Floodways and Major Culverts	559	462
- Stormwater drainage	408	405
- Community Wastewater Management System	1,460	1,049
- Transport	4,075	3,761
- Recreation	505	465
- Community Infrastructure	45	20
Right-of-use assets	75	65
Plant and Equipment	1,215	1,106
Furniture and Fittings	34	26
Leasehold Improvements	4	15
Total depreciation, amortisation and impairment	10,553	9,425
(d) Finance costs		
Interest on loans	441	464
Total finance costs	441	464

Note 4. Asset disposal and fair value adjustments

$ '000	2023	2022
Infrastructure, property, plant and equipment		
(i) Assets renewed or directly replaced		
Proceeds from disposal	257	448
Less: carrying amount of assets sold	(1,354)	(1,294)
Gain (loss) on disposal	(1,097)	(846)
(ii) Assets surplus to requirements		
Less: carrying amount of assets sold	–	(28)
Gain (loss) on disposal	–	(28)
Net gain (loss) on disposal or revaluation of assets	(1,097)	(874)

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 5. Current assets

$ '000	2023	2022
(a) Cash and cash equivalent assets		
Cash on hand and at bank	1,373	3,366
Deposits at call	3,245	9,898
Total cash and cash equivalent assets	4,618	13,264
(b) Trade and other receivables		
Rates - General and Other	1,519	1,347
Accrued revenues	279	299
Debtors - general	278	502
GST recoupment	561	394
Prepayments	190	54
Loans to community organisations	119	75
Subtotal	2,946	2,671
Total trade and other receivables	2,946	2,671

Amounts included in receivables that are not expected to be received within 12 months of reporting date are disclosed in Note 13.

(c) Inventories

$ '000	2023	2022
Stores and Materials	145	303
Trading stock	100	88
Total inventories	245	391

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 6. Non-current assets

$ '000		2023	2022
(a) Trade and other receivables			
Receivables			
Council rates postponement scheme		172	133
Prepayments		–	42
Loans to community organisations		1,140	987
Total financial assets		1,312	1,162
(b) Equity accounted investments in council businesses			
Gawler River Floodplain Management Authority	19	2,230	2,240
Central Local Government Association (Legatus)		33	41
Total equity accounted investments in Council businesses		2,263	2,281
(c) Other non-current assets			
Capital work in progress		15,893	6,103
Total other non-current assets		15,893	6,103

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 7. Infrastructure, property, plant & equipment and investment property

Infrastructure, property, plant and equipment

		as at 30/06/22				Asset movements during the reporting period								as at 30/06/23			
$ '000	Fair Value Level	At Fair Value	At Cost	Accumulated Depreciation	Carrying amount	Asset Additions New / Upgrade	Asset Additions Renewals	WDV of Asset Disposals	Depreciation Expense (Note 3c)	Impairment Loss (recognised in Equity) (Note 9)	WIP Transfers	Revaluation Decrements to Equity (ARR) (Note 9)	Revaluation Increments to Equity (ARR) (Note 9)	At Fair Value	At Cost	Accumulated Depreciation	Carrying amount
Land - community	3	54,671	725	–	55,396	439	–	–	–	–	–	–	–	54,671	1,164	–	55,835
Land - other	2	4,162	228	–	4,390	–	–	–	–	–	–	–	–	4,162	228	–	4,390
Buildings and other structures	3	89,146	5,072	(53,037)	41,181	263	444	(39)	(2,009)	–	–	–	–	88,944	5,779	(54,882)	39,841
Buildings and other structures	2	10,894	186	(8,223)	2,857	–	338	(235)	(164)	–	–	–	–	9,801	524	(7,529)	2,796
Leasehold Improvements	3	–	107	(45)	62	–	–	–	(4)	–	–	–	–	–	107	(49)	58
- Bridges, Floodways and Major Culverts		44,006	1,757	(22,388)	23,375	46	426	(24)	(559)	–	–	–	3,807	53,211	472	(26,611)	27,072
- Stormwater and Drainage		54,797	1,952	(11,333)	45,416	1,303	4	–	(408)	–	–	(760)	–	53,705	3,258	(11,409)	45,554
- Community Wastewater Management System		53,221	3,523	(26,673)	30,071	377	–	–	(1,460)	–	–	–	13,532	72,693	377	(30,550)	42,520
- Transport		238,458	7,400	(74,286)	171,572	4,632	2,820	(789)	(4,075)	–	–	(21,293)	–	266,319	7,452	(120,904)	152,867
- Recreation		15,379	3,451	(8,249)	10,581	3,432	444	(182)	(505)	–	–	–	–	14,905	7,327	(8,462)	13,770
- Community Infrastructure		973	1,470	(567)	1,876	–	–	–	(45)	–	–	–	–	973	1,470	(612)	1,831
Right-of-use assets		–	315	(143)	172	–	–	–	(75)	–	–	–	–	–	315	(218)	97
Plant and equipment	3	–	14,855	(9,205)	5,650	2,872	44	(85)	(1,215)	(4)	–	–	–	–	16,987	(9,726)	7,261
Furniture and fittings	3	–	1,241	(1,024)	217	262	3	–	(34)	–	–	–	–	–	1,507	(1,059)	448
Total infrastructure, property, plant and equipment		565,707	42,282	(215,173)	392,816	13,626	4,523	(1,354)	(10,553)	(4)	–	(22,053)	17,339	619,384	46,967	(272,011)	394,340
Comparatives		520,483	56,418	(201,128)	375,773	11,653	6,560	(1,322)	(9,425)	–	(24)	–	9,604	565,707	42,282	(215,173)	392,816

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Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 7. Infrastructure, property, plant & equipment and investment property (continued)

Valuation of infrastructure, property, plant & equipment and investment property

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

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

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

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

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

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

Information on valuations
Certain land, and the buildings and structures thereon, are shown above as being based on fair value hierarchy level 2 valuation inputs. They are based on prices for similar assets in an active market, with directly or indirectly observable adjustments for specific advantages or disadvantages attaching to the particular asset.

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

There is normally no known market for Council buildings, infrastructure and other assets (with the exception of properties at level 2 valued using Market Fair Value inputs). These assets are valued at depreciated current replacement cost. This method involves the determination of the cost to construct the asset (or its modern engineering equivalent) using current prices for materials and labour, the quantities of each being estimated based on recent experience of this Council, or on industry construction guides where these are more appropriate.

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

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

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

Land & Land Improvements
- Basis of valuation: Fair Value Level 3, Market Value Level 2; additions are recognised at cost
- Date of valuation: 1 July 2019
- Valuer: JLL Public Sector Valuations

Buildings & Other Structures
- Basis of valuation: Fair Value Level 3, Market Value Level 2; additions are recognised at cost
- Date of valuation: 1 July 2020
- Valuer: JLL Public Sector Valuations and Barossa Council in-house staff expertise using Rawlinsons Australian Construction Handbook Edition 37, 2019

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Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 7. Infrastructure, property, plant & equipment and investment property (continued)

Transport
- Basis of valuation: Written down current replacement cost; additions are recognised at cost
- Date of valuation: 1 July 2022
- Valuer: Tonkin Consulting
- Condition Assessment: Infrastructure Management Group assessed Sealed and Sheeted Roads in 2022/23, Council Officers assessed Kerb and Gutter in 2017/18 and Car Parks were assessed in 2015/16

Bridges, Floodways and Major Culverts
- Basis of valuation: Written down current replacement cost; additions are recognised at cost
- Date of valuation: 1 July 2022
- Valuer: Council Officers applied LGPI (Local Government Price Index) 17.5% on the previous valuation 1 July 2017
- Condition Assessment: WSP Australia Pty Ltd assessed Bridges, Footbridges and some Major Culverts in 2017/18

Community Wastewater Management System
- Basis of valuation: Written down current replacement cost; additions are recognised at cost
- Date of valuation: 1 July 2022
- Valuer: Council Officers
- Condition Assessment: Council Officers assessed CWMS Assets, Waste Water Treatment Plant and Lagoons in 2022/23.

Stormwater
- Basis of valuation: Written down current replacement cost; additions are recognised at cost
- Date of valuation: 1 July 2021
- Valuer: Tonkin Consulting

Recreation Infrastructure
- Basis of valuation: Written down current replacement cost; additions are recognised at cost
- Date of valuation: 1 July 2020
- Valuer: JLL Public Sector Valuations and Barossa Council in-house staff expertise using Rawlinsons Australian Construction Handbook Edition 37, 2019

Community Infrastructure
- Basis of valuation: Written down current replacement cost; additions are recognised at cost
- Date of valuation: 1 July 2010
- Valuer: Asset and Valuation Consulting Pty Ltd

This asset class is immaterial to the total asset value representing only 0.30% of the total value so revaluations are not necessary and should not occur. Only periodic audits will be conducted to ensure the assets are required for Council business and in the condition needed.

Plant, Equipment, Furniture and Fittings
- Basis of valuation: Cost basis

Leasehold Improvements
- Basis of valuation: Written down current replacement cost; additions are recognised at cost, based on term of lease

This asset class is immaterial to the total asset value representing only 0.02% of the total value so revaluations are not necessary and should not occur. Only periodic audits will be conducted to ensure the assets are required for Council business and in the condition needed.

Right-of-Use Assets
- Basis of valuation: Lease and associated costs basis per AASB 16

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 8. Liabilities

$ '000		2023 Current	2023 Non Current	2022 Current	2022 Non Current
(a) Trade and other payables					
Goods and Services		2,284	–	2,981	–
Payments received in advance		877	–	2,827	–
Accrued expenses - employee entitlements		633	–	575	–
Accrued expenses - other		556	–	477	–
Deposits, Retentions and Bonds		766	–	258	–
Total trade and other payables		5,116	–	7,118	–

Amounts included in trade and other payables that are not expected to be settled within 12 months of reporting date are disclosed in Note 13

Total amounts included in trade and other payables	–	–	–	–

$ '000	Notes	2023 Current	2023 Non Current	2022 Current	2022 Non Current
(b) Borrowings					
Loans		1,877	6,982	1,006	6,589
Lease liabilities	17b	68	31	74	99
Total Borrowings		1,945	7,013	1,080	6,688

All interest bearing liabilities are secured over the future revenues of the Council

$ '000	2023 Current	2023 Non Current	2022 Current	2022 Non Current
(c) Provisions				
Employee entitlements (including oncosts)	3,358	205	2,911	627
Future Reinstatement - Landfill	–	477	–	446
Total provisions	3,358	682	2,911	1,073

Movements in provisions

2023 (current and non-current) $ '000	Future Reinstatement 2023
Opening balance	446
Add: additional amounts recognised	31
(Less): payments	–
Closing balance	477

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 9. Reserves

$ '000	as at 30/06/22 Opening Balance	Increments (Decrements)	Transfers	Impairments	as at 30/06/23 Closing Balance
(a) Asset revaluation reserve					
Land - community	44,562	–	–	–	44,562
Land - other	478	–	–	–	478
Buildings and other structures	21,922	–	–	–	21,922
Infrastructure					
- Bridges, Floodways & Major Culverts	13,978	3,807	–	–	17,785
- Stormwater and Drainage	33,663	(760)	–	–	32,903
- Community Wastewater Management System	19,322	13,532	–	–	32,854
- Transport	145,507	(21,293)	–	–	124,214
- Recreation	6,706	–	–	–	6,706
- Community Infrastructure	647	–	–	–	647
Plant and equipment	–	–	–	(4)	(4)
JV's / associates - other comprehensive income	838	–	–	–	838
Total other assets	838	–	–	–	838
Total asset revaluation reserve	287,623	(4,714)	–	(4)	282,905
Comparatives	278,019	9,604	–	–	287,623

$ '000	as at 30/06/22 Opening Balance	Tfrs to Reserve	Tfrs from Reserve	Other Movements	as at 30/06/23 Closing Balance
(b) Other reserves					
Community Wastewater Management	12,082	1,701	–	–	13,783
Refuse, Recycling and Green Waste	217	21	(15)	–	223
Recreation Facilities	342	3	(173)	–	172
Cultural Services	464	46	–	–	510
Caravan Parks	63	–	–	–	63
Economic Development	170	–	–	–	170
Environmental Projects	2	–	(2)	–	–
Plant and Equipment Replacement	140	–	–	–	140
Building Maintenance	–	–	–	–	–
Other reserves	500	11	–	–	511
Total other reserves	13,980	1,782	(190)	–	15,572
Comparatives	13,138	1,807	(965)	–	13,980

Purposes of reserves

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

Community Wastewater Management
Wastewater Management Scheme services charges raised under Section 155.

Refuse, Recycling and Green Waste
Collection of Refuse, Recycling and Green Waste service charges raised under Section 155.

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Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 9. Reserves (continued)

Recreation Facilities
Recreation Facilities reserves are used to fund Capital Improvements at Council owned Recreation Parks.

Cultural Services
Cultural Facilities reserves are used to fund Capital Improvements at Council owned Community Halls.

Caravan Parks
Caravan Park Reserves are used towards the upgrade of Caravan Park and surrounding Recreation Park Facilities.

Economic Development
Economic Development Reserves are used to fund specific initiatives including Council Main Streets.

Environmental Projects
Environmental Project Reserves are used towards funding specific environmental projects and programs.

Plant and Equipment Replacement
Plant and Equipment Replacement Reserves are used to fund the replacement of Council's Community Transport cars and buses, funded by grants.

Building Maintenance
Building Maintenance Reserves are used towards funding specific disability access to Council owned Buildings.

Other reserves
Other Reserves are used to account for developer contributions received towards future Capital Works, funds held in Trust and other minor reserves not elsewhere allocated.

Note 10. Assets subject to restrictions

$ '000	2023	2022
The uses of the following assets are restricted, wholly or partially, by legislation or other externally imposed requirements. The assets are required to be utilised for the purposes for which control was transferred to Council, or for which the revenues were originally obtained.		
Grant funding or contributions which were received during the year ended 30 June 2021 (or in previous years) but which remain unspent, are also subject to restrictions - these funds would need to be repaid if the required expenditure does not go ahead in the future.		
Cash and financial assets		
Open space contributions	1	1
Developer contributions	502	490
Grant Funding - Commonwealth	–	564
Grant Funding - State	562	2,264
Total cash and financial assets	1,065	3,319
Total assets subject to externally imposed restrictions	1,065	3,319

Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

Note 11. Reconciliation to Statement of Cash Flows

(a) Reconciliation of cash

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

$ '000	Notes	2023	2022
Total cash and equivalent assets	5	4,618	13,264
Balances per Statement of Cash Flows		4,618	13,264

(b) Reconciliation of change in net assets to cash from operating activities

$ '000	Notes	2023	2022
Net surplus/(deficit)		8,403	8,230
Non-cash items in income statements			
Depreciation, amortisation and impairment		10,553	9,425
Equity movements in equity accounted investments (increase)/decrease		18	5
Non-cash asset acquisitions		(3,131)	(2,009)
Grants for capital acquisitions treated as investing activity		(3,435)	(4,095)
Net (gain)/loss on disposals		1,097	874
		13,505	12,430
Add (less): changes in net current assets			
Net (increase)/decrease in receivables		(228)	(243)
Net (increase)/decrease in inventories		146	(172)
Net increase/(decrease) in trade and other payables		(2,510)	(834)
Net increase/(decrease) in unpaid employee benefits		25	(256)
Net increase/(decrease) in other provisions		31	26
Net cash provided by (or used in) operations		10,969	10,951

(c) Non-cash financing and investing activities

$ '000	Notes	2023	2022
Acquisition of assets by means of:			
Physical resources received free of charge	2i	3,131	2,009
Amounts recognised in income statement		3,131	2,009
Total non-cash financing and investing activities		3,131	2,009

(d) Financing arrangements

$ '000	Notes	2023	2022
Unrestricted access was available at balance date to the following lines of credit:			
Bank overdrafts		300	300
Corporate credit cards		79	79
LGFA cash advance debenture facility		22,000	5,000

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 12(a). Functions

Income, Expenses and Assets have been directly attributed to the following Functions / Activities. Details of these Functions/Activities are provided in Note 12(b).

$ '000	INCOME 2023	INCOME 2022	EXPENSES 2023	EXPENSES 2022	OPERATING SURPLUS (DEFICIT) 2023	OPERATING SURPLUS (DEFICIT) 2022	GRANTS INCLUDED IN INCOME 2023	GRANTS INCLUDED IN INCOME 2022	TOTAL ASSETS HELD (CURRENT AND NON-CURRENT) 2023	TOTAL ASSETS HELD (CURRENT AND NON-CURRENT) 2022
Functions/Activities										
Business Undertakings	6,358	5,487	5,682	4,920	676	567	–	3	51,776	46,250
Community Services	1,077	1,108	3,171	2,966	(2,094)	(1,858)	700	775	10,563	9,238
Culture	330	306	3,152	2,709	(2,822)	(2,403)	192	181	14,069	13,862
Economic Development	253	189	1,252	1,015	(999)	(826)	–	–	–	–
Environment	3,531	3,534	6,582	6,371	(3,051)	(2,837)	54	300	62,157	57,119
Recreation	461	357	6,841	6,149	(6,380)	(5,792)	–	–	81,424	74,582
Regulatory Services	740	773	2,380	2,424	(1,640)	(1,651)	22	–	167	170
Transport	1,485	1,449	7,190	6,690	(5,705)	(5,241)	1,485	1,437	184,874	192,811
Plant Hire and Depot/Indirect	111	125	841	592	(730)	(467)	–	–	4,184	3,747
Council Administration	31,399	29,384	7,687	6,122	23,712	23,262	1,858	1,531	10,140	18,628
Joint Ventures	–	–	18	5	(18)	(5)	–	–	2,263	2,281
Total Functions/Activities	45,745	42,712	44,796	39,963	949	2,749	4,311	4,227	421,617	418,688

Income and expenses exclude amounts received specifically for new or upgraded assets and physical resources received free of charge. 'Council Administration' includes all rates income.

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 12(b). Components of functions

The activities relating to Council functions are as follows:

Business undertakings
Caravan Parks, Gravel Pits/Quarries, Private Works and Sewerage/CWMS.

Community services
Public Order and Safety, Emergency Services, Other Fire Protection, Other Public Order and Safety, Health Services, Pest Control – Health, Immunisation, Preventive Health Services, Other Health Services, Community Support, Elderly Citizens Facilities, Home Assistance Scheme, Other Services for the Aged and Disabled, Children and Youth Services, Community Assistance, Community Transport, Other Community Support, Community Amenities, Bus Shelters, Cemeteries, Public Conveniences, Car Parking – non-fee-paying and Other Community Amenities.

Culture
Library Services, Mobile Libraries and Housebound Services, Static Libraries, Other Library Services, Cultural Services, Cultural Venues, Heritage, Museums and Art Galleries and Other Cultural Services.

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

Environment
Agricultural Services, Landcare, Other Agricultural Services, Waste Management, Domestic Waste, Green Waste, Recycling, Transfer Stations, Waste Disposal Facility, Other Waste Management, Other Environment, Stormwater and Drainage, Street Cleaning, Street Lighting, Streetscaping, Northern and Yorke Landscape Levy and Other Environment.

Recreation
Parks and Gardens, Sports Facilities – Indoor, Sports Facilities – Outdoor, Swimming Centres – Indoor, Swimming Centres – Outdoor and Other Recreation.

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

Transport
Bridges, Footpaths and Kerbing, Roads – Sealed, Roads – Formed, Roads – Natural Formed, Roads – Unformed, Traffic Management, LGGC – roads (formula funded) and Other Transport.

Plant hire and depot
Plant, Machinery and Depot.

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

JOINT VENTURES
Gawler River Floodplain Management Authority and Central Local Government Association (Legatus).

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 13. Financial instruments

Recognised financial instruments

Bank, deposits at call, short term deposits

Accounting Policy:
Initially recognised at fair value and subsequently measured at amortised cost; interest is recognised when earned.

Terms & Conditions:
Deposits are returning fixed interest rates between 4.30% and 4.90% (2022: 1.05% and 1.76%). Short term deposits returned interest rates between 4.30% and 4.90% (2022: 0.25% and 1.75%).

Carrying Amount:
Approximates fair value due to the short term to maturity.

Receivables - rates and associated charges

Accounting Policy:
Initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.

Terms & Conditions:
Secured over the subject land, arrears attract interest of 6.05% (2022: 5.04%). Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries in the State.

Carrying Amount:
Approximates fair value (after deduction of any allowance).

Receivables - fees and other charges

Accounting Policy:
Initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.

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

Carrying Amount:
Approximates fair value (after deduction of any allowance).

Receivables - other levels of government

Accounting Policy:
Initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.

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

Carrying Amount:
Approximates fair value.

Liabilities - creditors and accruals

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

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Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 13. Financial instruments (continued)

Terms & Conditions:
Liabilities are normally settled on 30 day terms.

Carrying Amount:
Approximates fair value.

Liabilities - interest bearing borrowings

Accounting Policy:
Initially recognised at fair value and subsequently at amortised cost using the effective interest rate.

Terms & Conditions:
Secured over future revenues, fixed borrowings are repayable by equal half yearly instalments of principal and interest; interest is charged at fixed rates between 2.05% and 7.02% (2022: 2.05% and 7.02%). Variable borrowings accessed during 2022/23 from the Local Government Finance Authority cash advance debenture is charged at variable rates between 5.30% and 6.05% (2022: No variable borrowings accessed).

Carrying Amount:
Approximates fair value.

Liabilities - leases

Accounting Policy:
Accounted for in accordance with AASB 16 as stated in Note 17.

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Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 13. Financial instruments (continued)

$ '000	Due < 1 year	Due > 1 year and ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial assets and liabilities					
2023					
Financial assets					
Cash and cash equivalents	4,618	–	–	4,618	4,618
Receivables	2,818	–	–	2,818	2,756
Other financial assets	–	872	726	1,598	1,312
Total financial assets	7,436	872	726	9,034	8,686
Financial liabilities					
Payables	3,606	–	–	3,606	3,606
Current borrowings	2,251	–	–	2,251	1,877
Non-current borrowings	–	5,391	2,136	7,527	6,982
Lease Liabilities	70	32	–	102	99
Total financial liabilities	5,927	5,423	2,136	13,486	12,564
Total financial assets and liabilities	13,363	6,295	2,862	22,520	21,250
2022					
Financial assets					
Cash and cash equivalents	13,264	–	–	13,264	13,264
Receivables	2,271	588	663	3,522	3,343
Other financial assets	–	721	726	1,447	1,120
Total financial assets	15,535	1,309	1,389	18,233	17,727
Financial liabilities					
Payables	3,716	–	–	3,716	3,716
Current borrowings	1,318	–	–	1,318	1,006
Non-current borrowings	–	6,119	1,306	7,425	6,589
Lease Liabilities	78	102	–	180	173
Total financial liabilities	5,112	6,221	1,306	12,639	11,484
Total financial assets and liabilities	20,647	7,530	2,695	30,872	29,211

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

	2023		2022	
$ '000	Weighted Avg Interest Rate	Carrying Value	Weighted Avg Interest Rate	Carrying Value
Fixed interest rates	5.65%	6,876	6.32%	7,496
		6,876		7,496

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

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Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 13. Financial instruments (continued)

Risk exposures

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

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

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

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

Expected credit losses (ECL)

Council uses an allowance matrix to measure expected credit losses for receivables from individual customers, which comprise a large number of small balances. As rates and annual charges are secured over subject land no allowance for such receivables is made. Impairment analysis is performed each reporting date. ECLS are based on credit history adjusted for forward looking estimates and economic conditions.

Note 14. Capital expenditure and investment property commitments

$ '000	2023	2022
Capital commitments		
Capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities:		
Buildings	349	1,191
Community Services	–	28
Footpaths	–	50
Plant and Equipment	–	699
Recreation	3,743	1,698
Roads	4,535	6,889
Stormwater and Drainage	–	62
Tourism	691	475
	9,318	11,092
These expenditures are payable:		
Not later than one year	7,022	4,435
Later than one year and not later than 5 years	2,296	6,657
	9,318	11,092

The Barossa Council

Financial Statements 2023

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 15. Financial indicators

$ '000	Amounts 2023	Indicator 2023	Indicators 2022	Indicators 2021
Financial Indicators overview *These Financial Indicators have been calculated in accordance with Information paper 9 - Local Government Financial Indicators prepared as part of the LGA Financial Sustainability Program for the Local Government Association of South Australia.*				
1. Operating Surplus Ratio				
Operating surplus	**949**	**2.1%**	6.4%	6.7%
Total operating income	**45,745**			
This ratio expresses the operating surplus as a percentage of total operating revenue.				
2. Net Financial Liabilities Ratio				
Net financial liabilities	**9,238**	**20%**	4%	4%
Total operating income	**45,745**			
Net Financial Liabilities are defined as total liabilities less financial assets (excluding equity accounted investments in Council businesses). These are expressed as a percentage of total operating revenue.				
Adjusted Operating Surplus Ratio				
Operating surplus	**247**	**0.5%**	5.2%	7.0%
Total operating income	**45,043**			
Adjustments to Ratios *In recent years the Federal Government has made advance payments prior to 30th June from future year allocations of financial assistance grants, as explained in Note 1. These Adjusted Ratios correct for the resulting distortion in key ratios for each year and provide a more accurate basis for comparison.*				
Adjusted Net Financial Liabilities Ratio				
Net financial liabilities	**11,324**	**25%**	7%	6%
Total operating income	**45,043**			
3. Asset Renewal Funding Ratio				
Asset renewals	**6,027**	**108%**	89%	216%
Infrastructure and Asset Management Plan required expenditure	**5,570**			

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

The Barossa Council

Financial Statements 2023

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 16. Uniform presentation of finances

$ '000	2023	2022

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

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

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

$ '000	2023	2022
Income		
Rates	35,800	33,700
Statutory charges	803	833
User charges	3,601	3,140
Grants, subsidies and contributions - operating	4,311	4,227
Investment income	415	146
Reimbursements	9	8
Other income	806	658
Total Income	45,745	42,712
Expenses		
Employee costs	15,897	14,118
Materials, contracts and other expenses	17,887	15,951
Depreciation, amortisation and impairment	10,553	9,425
Finance costs	441	464
Net loss - equity accounted council businesses	18	5
Total Expenses	44,796	39,963
Operating surplus / (deficit)	949	2,749
Net outlays on existing assets		
Capital expenditure on renewal and replacement of existing assets	(6,284)	(5,842)
Add back depreciation, amortisation and impairment	10,553	9,425
Add back proceeds from sale of replaced assets	257	448
	4,526	4,031
Net outlays on new and upgraded assets		
Capital expenditure on new and upgraded assets (including investment property and real estate developments)	(18,524)	(10,880)
Add back amounts received specifically for new and upgraded assets	3,435	4,095
	(15,089)	(6,785)
Annual net impact to financing activities (surplus/(deficit))	(9,614)	(5)

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 17. Leases

(i) Council as a lessee

Terms and conditions of leases

Asset class here
Refer to Note 1 for further details.

Land
Right-of-use Assets leased include land at Angaston that is a radio transmission site.

Plant and Equipment
Right-of-use Assets leased include Photocopiers, Mower and Computer Servers.

(a) Right of use assets

$ '000	Land	Plant and Equipment	Total
2023			
Set out below are the carrying amounts of Right-of-use Assets recognised within the above asset categories and the movements during the period:			
Opening balance	1	172	173
Additions to right-of-use assets	–	–	–
Depreciation charge	–	(75)	(75)
Disposal carrying value	–	–	–
Balance at 30 June	1	97	98
2022			
Opening balance	1	181	182
Additions to right-of-use assets	–	56	56
Depreciation charge	–	(65)	(65)
Disposal carrying value	–	–	–
Balance at 30 June	1	172	173

(b) Lease liabilities

Set out below are the carrying amounts of lease liabilities (included under interest-bearing loans and borrowings) and the movements during the period:

$ '000	2023	2022
Balance at 1 July	173	180
Additions	–	56
Accretion of interest	4	4
Payments	(78)	(67)
Disposal liability due	–	–
Balance at 30 June	99	173
Classified as:		
Current	68	74
Non-current	31	99

The maturity analysis of lease liabilities is included in Note 13.

continued on next page ...

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 17. Leases (continued)

$ '000	2023	2022

The Group had total cash outflows for leases of $232k (2022: $203k).
The following are the amounts recognised in profit or loss:

Depreciation expense of right-of-use assets	75	65
Interest expense on lease liabilities	4	4
Expense relating to leases of low-value assets	168	165
Total amount recognised in profit or loss	247	234

(ii) Council as a lessor

Council owns various buildings, plant and other facilities that are available for hire or lease (on a non-cancellable basis wherever practicable) in accordance with the published revenue policy. Rentals received from such leases are included in Note 2 as Lease Fees, Hall or Equipment Hire and Recreation Park Fees.

$ '000	2023	2022
Future minimum rentals receivable under non-cancellable operating leases as at 30 June, are as follows:		
Not later than one year	63	63
Later than one year and not later than 5 years	114	107
Later than 5 years	143	194
	320	364

Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

Note 18. Superannuation

Council makes employer superannuation contributions in respect of its employees to schemes selected by employees under "choice of fund" legislation. Council uses Statewide Super as its default superannuation fund. With Statewide Super, there are two types of membership, each of which is funded differently. Permanent and contract employees of the South Australian Local Government sector with Salarylink benefits prior to 24 November 2009 have the option to contribute to the Accumulation section and/or Salarylink. All other employees who are Statewide Super members (including casuals) have all contributions allocated to the Accumulation section (Marketlink).

Accumulation only members

Accumulation only members receive both employer and employee contributions on a progressive basis. Employer contributions are based on a fixed percentage of ordinary time earnings in accordance with superannuation guarantee legislation (10.50% in 2022/23; 10.00% in 2021/22). No further liability accrues to the Council as the superannuation benefits accruing to employees are represented by their share of the net assets of the Fund.

Salarylink (Defined Benefit Fund) members

Salarylink is a defined benefit scheme where the benefit payable is based on a formula determined by the member’s contribution rate, number of years and level of contribution and final average salary. Council makes employer contributions to Salarylink as determined by the Fund’s Trustee based on advice from the appointed Actuary. The rate is currently 6.3% (6.3% in 2021/22) of “superannuation” salary.

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

The Salarylink section is a multi-employer sponsored plan. As the Salarylink section's assets and liabilities are pooled and are not allocated by each employer, and employees may transfer to another employer within the local government sector and retain membership of the Fund, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided by AASB 119.34(a), Council does not use defined benefit accounting for these contributions.

The most recent actuarial investigation was conducted by the Fund's actuary, Louise Campbell, FIAA, of Willis Towers Watson as at 30 June 2021. The Trustee has determined that the current funding arrangements are adequate for the expected Salarylink liabilities. However, future financial and economic circumstances may require changes to Council’s contribution rates at some future time.

Contributions to other superannuation schemes

Council (including its subsidiary, Nuriootpa Centennial Park Authority) also makes contributions to other superannuation schemes selected by employees under the “choice of fund” legislation. All such schemes are of the accumulation type, where the superannuation benefits accruing to the employee are represented by their share of the net assets of the scheme, and no further liability attaches to the Council.

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 19. Interests in other entities

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

$ '000	Council's Share of Net Income 2023	2022	Council's Share of Net Assets 2023	2022
Council's share of net income				
Joint ventures	(18)	(5)	2,263	2,281
Total Council's share of net income	(18)	(5)	2,263	2,281

((a)i) Joint ventures, associates and joint operations

(a) Carrying amounts

$ '000	Principal Activity	2023	2022
Gawler River Floodplain Management Authority	Flood Mitigation	2,230	2,240
Central Local Government Association (Legatus)	Local Government Regional Collaboratoin	33	41
Total carrying amounts - joint ventures and associates		2,263	2,281

Gawler River Floodplain Management Authority
Established in 2002, this organisation is responsible for the construction, operation and maintenance of flood mitigation infrastructure in the Gawler River area.

Central Local Government Association (Legatus)
Established in 1998, this organisation is formed under Section 43 of the Local Government Act to allow membership Councils to approach regional issues in a collaborative manner.

(b) Relevant interests

	Interest in Operating Result 2023	2022	Ownership Share of Equity 2023	2022	Proportion of Voting Power 2023	2022
Gawler River Floodplain Management Authority	10.50%	10.36%	10.50%	10.36%	15.38%	15.38%
Central Local Government Association (Legatus)	6.67%	6.67%	6.67%	6.67%	6.67%	6.67%

(c) Movement in investment in joint venture or associate

$ '000	Gawler River Floodplain Management Authority 2023	2022	Central Local Government Association (Legatus) 2023	2022
Opening Balance	2,240	2,224	42	62
Share in Operating Result	(41)	(26)	(8)	(20)
Adjustments to Equity	31	42	–	–
Council's equity share in the joint venture or associate	2,230	2,240	34	42

continued on next page ...

The Barossa Council

Financial Statements 2023

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 19. Interests in other entities (continued)

(d) Summarised financial information of the equity accounted business

$ '000	Gawler River Floodplain Management Authority 2023	Gawler River Floodplain Management Authority 2022	Central Local Government Association (Legatus) 2023	Central Local Government Association (Legatus) 2022
Statement of Financial Position				
Cash and Cash Equivalents	29	126	504	658
Other Current Assets	91	99	91	2
Non-Current Assets	21,614	21,959	–	14
Total assets	21,734	22,184	595	674
Current Trade and Other Payables	68	61	74	15
Current Financial Liabilities	440	502	–	–
Current Provisions	–	–	13	24
Non-Current Provisions	–	–	21	16
Total liabilities	508	563	108	55
Net Assets	21,226	21,621	487	619
Statement of Comprehensive Income				
Other Income	–	–	192	173
Subscriptions, Grants, Subsidies and Other Contributions	261	332	108	94
Investment Income	1	1	22	7
Total income	262	333	322	274
Employee Costs	–	–	273	263
Materials, Contracts & Other Expenses	249	236	167	305
Depreciation, Amortisation and Impairment	347	322	1	7
Other	61	26	–	–
Total expenses	657	584	441	575
Operating Result	(395)	(251)	(119)	(301)

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 20. Contingencies and assets/liabilities not recognised in the balance sheet

The following assets and liabilities do not qualify for recognition in the Statement of Financial Position, but knowledge of those items is considered relevant to the users of the financial report in making and evaluating decisions about the allocation of scarce resources.

1. Land under roads

Council has elected not to recognise land under roads as an asset in accordance with AASB 1051 Land Under Roads. Council is of the opinion that it is not possible to attribute a value sufficiently reliably for these assets to qualify for recognition, and accordingly land under roads has not been recognised in these reports. Land acquired for road purposes during the year is initially recognised at cost, but transferred to fair value at reporting date, effectively writing off the expenditure.

At reporting date, Council controlled 989km of road reserves of average width of 20 metres.

2. Potential insurance losses

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

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

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

3. Legal expenses

Council's Assessment Panel is the planning consent authority for its area under the Planning, Development and Infrastructure Act (as amended). Pursuant to the Act, certain persons aggrieved by a planning decision of the Assessment Panel may appeal. It is normal practice that parties bear their own legal costs. A number of appeals were conducted during the year by persons aggrieved as a result of decisions by the panel, or by Council on behalf of residents in relation to enforcement of use conditions, or by Council acting on behalf of the community in relation to proposed development that would adversely affect the region. There were no appeals against decisions of the Barossa Assessment Panel during 2022/23.

A Judicial Review in the Supreme Court has been determined, post 1 July 2023, for an appeal received in 2021/22 to quash the decision of the Barossa Assessment Panel and costs have been awarded to the Applicant. The matter is ongoing and no amount has been recognised in the accounts due to the timing of the court orders and no reliable measure for costs is available.

The Barossa Council is a party to a supreme court challenge seeking damages from Council under a contract with the company TTEG related to street lighting charges. Councils potential exposure is estimated to be $114,793 in damages plus costs and interest if the court rules against the Councils defence, this exposure is not disclosed in the financial accounts of Council as there is no liability that has or at 30 June is likely to arise to any certainty that meets the relevant accounting standard. There were no payments made in the 2022/23 financial year.

The Barossa Council has been joined to a court challenge relating to drainage matters in Elizabeth Street Tanunda post 30 June 2023. The matter is ongoing and no amount has been recognised in the accounts due to the timing of the court hearing not having occurred.

Note 21. Events after the balance sheet date

Events that occur after the reporting date of 30 June 2023, up to and including the date when the financial statements are "authorised for issue" have been taken into account in preparing these statements.

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

Accordingly, the "authorised for issue" date is 29/11/2023.

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

Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 22. Related party transactions

Key management personnel

Transactions with key management personnel

The Key Management Personnel of the Council includes the Mayor, 15 Councillors, CEO, 12 Employees of the Executive Management Team and Board Members and employees of Nuriootpa Centennial Park Authority - Total 29 (2022 35). This includes employees temporarily acting as CEO or Executive Management during periods of leave.

All close family members of Key Management Personnel were employed through an arm's length process. They are paid in accordance with the Award for the job they perform. The Council employs 161.75 (FTE) staff of which only 2 are close family members of Key Management Personnel.

$'000	2023	2022
Key Management Personnel Employee Expenses for Close Family Members	131	170
Total	131	170

$ '000	2023	2022
The compensation paid to key management personnel comprises:		
Employee Benefits	1,831	2,048
Total	1,831	2,048

Other Related Party Transactions

Council provides work and support in-kind for accounting, governance, asset management and executive services, along with being the conduit for electricity, insurance, loans, CWMS and other services for its subsidiary Nuriootpa Centennial Park Authority. The Authority maintains a Council Recreation Park at Nuriootpa for community benefit purposes including various sporting activities. The Authority's information as at the reporting date has been included in the accounts within this report and any inter-company transactions have been eliminated on consolidation.

The Barossa Council

General Purpose Financial Statements
for the year ended 30 June 2023

Independent Auditor's Report - Financial Statements

General Purpose Financial Statements
for the year ended 30 June 2023

Independent Auditor's Report - Internal Controls

General Purpose Financial Statements
for the year ended 30 June 2023

Certification of Auditor Independence

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of The Barossa Council for the year ended 30 June 2023, the Council's Auditor, Galpins Accountants, Auditors and Business Consultants has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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

[GeneralManager]	[PresidingMemberAuditCommittee]
Chief Executive Offiver	**Presiding Member, Audit Committee**

Date: dd MMMM yyyy

General Purpose Financial Statements
for the year ended 30 June 2023

Statement by Auditor

I confirm that, for the audit of the financial statements of The Barossa Council for the year ended 30 June 2023, I have maintained my independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting Professional and Ethical Standards Board, in accordance with the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations* 2011 made under that Act.

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

Tim Muhlhausler
Galpins Accountants, Auditors and Business Consultants

Date: dd MMMM yyyy

Galpins

Accountants, Auditors & Business Consultants

DRAFT 2022/2023 Audit Completion Report

Barossa Council

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SUMMARY OF AUDIT

Barossa Council

To the members of the audit committee of the Barossa Council

We are pleased to present our Audit Completion Report for the financial year ended 30 June 2023. The purpose of this document is to summarise the key accounting and audit matters that have arisen during the engagement and our audit conclusions.

We have issued the following opinions:

Intended opinions	Type of opinion	Proposed Auditor's Report
Opinion on the Financial Statements	Unmodified	Refer to Appendix 1 of this report.
Controls Opinion	Unmodified	Refer to Appendix 2 of this report.

We have included in this report the following information to ensure that councillors, management and audit committee members are aware of all significant matters relating to the audit.

Matters	Sections
Status of our audit work	Section 1
Summary of Audit Risks and Overall Responses	Section 2
Key Audit Matters	Section 3
Internal Controls Opinion and Recommendations	Section 4
Final Management Letter	Section 5
Corrected Adjustments	Section 6
Immaterial Uncorrected Misstatements	Section 7
Proposed Independent Auditor's Report on the Financial Report	Appendix 1
Proposed Independent Auditor's Report on the Internal Controls	Appendix 2
Draft Statement by Auditor	Appendix 3
Better Practice Model (BPM) Risks	Appendix 4
Risk Ratings	Appendix 5
Summary of Findings Identified – Interim Audit	Appendix 6

We confirm that for the audit of the year ended 30 June 2023 we have maintained our independence in accordance with the requirements of APES 110 – *Code of Ethics for Professional Accountants (including Independence Standards)*, Part 4A, published by the Accounting Professional and Ethical Standards Board, in accordance with the Local Government Act 1999 and the Local Government (Financial Management) Regulations 2011 made under that Act.

Yours faithfully

Tim Muhlhausler CA Registered Company Auditor
Date: 22 November 2023

1. Status of Our Audit Work

Below is a summary of the status of audit activities and key documents related to the completion of our final audit.

Activities/Documents	Responsibility	Status
Final draft of the financial report	Management	Completed
Final audit visit	Audit	Completed
Final substantive procedures	Audit	Completed
Audit verification of the final draft of the financial report	Audit	Completed
Final draft of the financial report after audit verification	Management	Completed
Audit Completion Report	Audit	Draft
Final audited financial statements from the Council's subsidiaries	Management	In Progress
Final financial report after considerations from the audit committee	Management	In Progress
Signed certification of financial statements	Management	In Progress
Signed certification of auditor independence	Management	In Progress
Signed management representation letter	Management	In Progress
Signed statement by auditor	Audit	In Progress
Review of the subsequent events up to the date of the auditor's report.	Audit	In Progress
Final Independent Auditor's Report on the Internal Controls	Audit	Draft
Final Independent Auditor's Report on the Financial Report	Audit	Draft

2. Summary of Audit Risks and Overall Responses

Below, a summary of our initial audit risks identified in our audit plan presented to the audit committee, the audit approach and responses to address these risks and the final audit risks (residual risks) after the execution of our audit procedures.

Statement of Comprehensive Income – Income

Accounts	Initial Audit Risk	$ '000	Risks as per BPM – REF*	Audit Response	Residual Risk	Results
Rates and charges	High	35,800	RA1/RA2/RA3/RA4/RE1/RE2	Controls and substantive tests	Low	Fairly presented
Statutory charges	Moderate	803	US1/US2/US3/RE1/RE2	Substantive tests	Low	Fairly presented
User charges	Moderate	3,601	US1/US2/US3/RE1/RE2	Substantive tests	Low	Fairly presented
Grants	Moderate	4,311	GR1/GR2/GR3/RE1/RE2	Substantive tests	Low	Fairly presented
Investment Income	Low	415	II1	Substantive tests	Low	Fairly presented
Reimbursements	Low	9	OR1	Substantive tests	Low	Fairly presented
Other Income	Low	806	OR1	Substantive tests	Low	Fairly presented

Statement of Comprehensive Income - Expenses

Accounts	Initial Audit Risk	$ '000	Risks as per BPM – REF*	Audit Response	Residual Risk	Results
Employee costs	High	15,897	PA1/PA2/PA3/PA4/PA5/PA6	Controls and substantive tests	Low	Fairly presented
Materials / Contracts / Other Expenses	High	17,887	PP1/PP2/PP3/PP4/PP5/PP6 CO1/CO2/CO3 CC1/CC2/CC3	Controls and substantive tests	Low	Fairly presented
Depreciation and amortisation	High	10,553	FI4	Controls and substantive tests	Low	Fairly presented
Finance Costs	Low	441	BO1	Substantive tests	Low	Fairly presented
Equity Accounted Businesses	Low	18	OR1/OE1	Substantive tests	Low	Fairly presented

Statement of Comprehensive Income – Other Comprehensive Income

Accounts	Initial Audit Risk	$ '000	Risks as per BPM – REF*	Audit Response	Residual Risk	Results
Asset Disposals & FV Adjust	High	(1,097)	FI1/FI3	Controls and substantive tests	Low	Fairly presented
Amounts Received Specifically for New or Upgraded Assets	Moderate	5,420	GR1/GR2/GR3/RE1/RE2	Substantive tests	Low	Fairly presented
Physical Resources Received Free of Charge	Low	3,131	FI1	Substantive tests	Low	Fairly presented

Galpins

Barossa Council

Statement of Financial Position – Assets

Accounts	Initial Audit Risk	$ '000	Risks as per BPM – REF*	Audit Response	Residual Risk	Results
Cash and cash equivalents	High	4,618	BA1/BA2/IN1/IN2/IN3	Controls and substantive tests	Low	Fairly presented
Trade and other receivables	Moderate	2,946	DE1/DE2/DE3/DE4/DE5/PR1	Controls and substantive tests	Low	Fairly presented
Inventories	Low	245	N/A	Substantive tests	Low	Fairly presented
Financial Assets & NC Receivables	Low	1,312	LO1	Substantive tests	Low	Fairly presented
Equity Accounted Businesses	Low	2,263	OR1/OE1	Substantive tests	Low	Fairly presented
IPPE + WIP	High	410,233	FI1/FI2/FI3/FI4/FI5	Controls and substantive tests	Low	Fairly presented

Statement of Financial Position - Liabilities

Accounts	Initial Audit Risk	$ '000	Risks as per BPM – REF*	Audit Response	Residual Risk	Results
Trade and other payables	High	5,116	AP1/AP2/AP3/AP4/AP5/TA1/AE1	Controls and substantive tests	Low	Fairly presented
Borrowings	Low	1,945	BO1/BO2/BO3/BO4	Substantive tests	Low	Fairly presented
Provisions	Moderate	3,358	EP1	Substantive tests	Low	Fairly presented
Trade and other payables - NC	High	-	AP1/AP2/AP3/AP4/AP5/TA1/AE1	Controls and substantive tests	Low	Fairly presented
Borrowings - NC	Low	7,013	BO1/BO2/BO3/BO4	Substantive tests	Low	Fairly presented
Provisions - NC	Moderate	682	EP1	Substantive tests	Low	Fairly presented

Statement of Financial Position - Equity

Accounts	Initial Audit Risk	$ '000	Risks as per BPM – REF*	Audit Response	Residual Risk	Results
Accumulated Surplus	Low	105,026	N/A	Substantive tests	Low	Fairly presented
Asset Revaluation Reserves	High	282,905	FI3	Controls and substantive tests	Low	Fairly presented
Other Reserves	Low	15,572	N/A	Substantive tests	Low	Fairly presented

Intended Audit Opinion
In our opinion, except for the effects of the matter referred to in the Basis for Qualified Opinion section of our independent auditor's report, the financial report prepared by the Council presents fairly, in all material respects, the Council's financial position as at 30 June 2023 and its financial performance for the year ended on that date.

* A list of the main risks as per the Better Practice Model (BPM) addressed during our audit and related risk references is provided in Appendix 4.

3. Key Audit Matters

Key audit matters are those matters that, in the auditor's professional judgement, were of most significance in the audit of the financial report. We address these matters in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

3.1 Valuation of Infrastructure assets

Why the matter is significant	How the matter was addressed
Infrastructure assets are valued at fair value. The fair values of these assets were based on depreciated current replacement costs which is comprised by the gross replacement cost less accumulated depreciation. Council values the gross replacement cost using the estimated average cost (unit cost) at which it could construct a substitute asset of comparable quality in the normal course of business. There was inherent subjectivity involved in making judgments in relation to assumptions used to estimate unit rates which also involved determining the: ▪ components of assets that are replaced at different times in the asset lifecycle ▪ costs required to replace these components using current prices for materials, labour, and plant costs ▪ indices for measuring subsequent changes in unit rates. The useful lives of assets and the measurement of accumulated depreciation are determined by external valuers. Significant judgement is used to determine the different useful lives for different components of assets and to calculate the depreciation that would have accumulated since original construction using these estimated useful lives. The significant professional judgments used to estimate the gross replacement cost and the accumulated depreciation are also relevant to the calculation of the annual depreciation expense of these assets.	Our audit included but was not limited to the following activities: ▪ reconciled closing balances to the asset registers ▪ reconciled the movements in note 7 to the asset register ▪ reviewed the basis for valuation used by external valuers ▪ assessed the competence of external valuers (experts) in accordance with Australian Accounting Standards ▪ reviewed the fair value hierarchy provided in note 7 for each category of asset ▪ reconciled the useful lives used to calculate the accumulated depreciation and the depreciation for the period to the revaluation reports ▪ reviewed the useful lives mentioned above for different components and compared them to other local government entities ▪ performed a recalculation of depreciation ▪ reviewed the methodology used by Council to perform componentisation of infrastructure assets and compared the methodology used to Council's actual asset management practices and to other local government entities ▪ reconciled the unit rates used for different components of infrastructure assets to the unit rates provided in the revaluation report ▪ reviewed the unit rates mentioned above and compared them to different local government entities ▪ assessed the adequacy of disclosures in the financial report.

3.2 Valuation of Land and Buildings

Why the matter is significant	How the matter was addressed
Land and buildings are valued at fair value. The basis of valuation to be used for these assets depends on a number of factors such as the nature of the asset, purpose of their use, the highest and best use of the asset, potential restrictions to the disposal of these assets among other factors. Valuation of land depends on whether the land is classified as Crown land or community land. Community land and Crown land are valued using unobservable (level 3) inputs as the allowance for the restriction on sale (requiring Ministerial consent) is usually an unobservable input, and is likely to have a significant effect on valuation. Land, where Council has an unfettered right to sell them, is usually valued at current market value based on their highest and best use. Level 2 inputs are primarily used for land during the valuation process. Valuation of buildings depends on the nature of these assets. Some Council buildings have no active market due to the specialised nature of the assets and the services they provide. For such buildings fair value is usually determined on the basis of replacement with a new building having similar service potential. Valuation techniques used to measure fair value of these buildings include significant unobservable inputs (level 3). For buildings that have an active market, buildings are assessed on market value principles which is deemed to be their fair value based on level 2 inputs. The most significant input into this valuation approach is sales transactions of comparable properties within the City, adjusted for any pertinent differences. The significant professional judgments used to estimate the value of buildings are also relevant to the calculation of the annual depreciation expense of these assets.	Our audit included but was not limited to the following activities: ▪ reconciled closing balances to the asset registers ▪ reconciled the movements in note 7 to the asset registers ▪ reviewed the basis for valuation used by external valuers ▪ assessed the competence of external valuers (experts) in accordance with Australian Accounting Standards ▪ analysed the nature of the land building assets and concluded whether the fair value hierarchy provided in note 7 for each category of asset was reasonable ▪ reconciled the useful lives used to calculate the accumulated depreciation and the depreciation for the period to the revaluation reports ▪ reviewed the useful lives mentioned above for different components and compared them to other local government entities ▪ performed a recalculation of depreciation; and ▪ assessed the adequacy of disclosures in the financial report.

3.3 Accounting treatment of capitalisation of assets

Why the matter is significant	How the matter was addressed
Councils are asset intensive and highly dependent on multiple assets to deliver services to customers. Hence, there is a high volume of transactions and significant amounts involved in relation to capitalisation of assets. Due to the unique characteristics of Council's assets a number of considerations are taken into account when an expenditure is capitalised which include: ▪ whether Council is incurring capital expenditure to physical resources that are controlled by Council. Control is the most difficult of the characteristics of an asset to be defined as this usually goes beyond the legal ownership; ▪ Inclusions and exclusions of costs at initial recognition of an assets in accordance with AASB 116; ▪ Cost involved in dismantling and removing the asset and/or restoring the site under AASB 137; ▪ Borrowing costs to be capitalised into the cost of IPPE where the asset is a "qualifying asset" as per AASB 123; and ▪ accounting for subsequent costs and defining the nature of these costs as being capital or maintenance expenditure.	Our audit included but was not limited to the following activities: ▪ performed analytical procedures to define whether the amounts capitalised for the FY was in accordance with our expectation and our understanding of the entity; ▪ reviewed internal controls in place for capitalisation of assets; ▪ selected a sample of additions and performed an assessment of the nature of the addition and concluded whether the addition was recognised in accordance with Australian Accounting Standards; ▪ reviewed the WIP schedule and selected a sample of transfers out to ensure that the asset was appropriately valued and capitalised in the right account; and ▪ reviewed the WIP schedule in order to identify projects that should have been capitalised but were not.

3.4 Revenue Recognition

Why the matter is significant	How the matter was addressed
AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities apply to revenue recognition for SA Councils. Income from capital and other specific purpose grants needs to be assessed to determine whether it is recognised on receipt, or recognised over time as performance obligations are met (where these obligations are sufficiently specific and rise from enforceable contracts) and a liability recognised for unspent monies.	Our audit included but was not limited to the following activities: ▪ performed analytical procedures to identify any variance that would represent a risk or incorrect application of AASB 15 and AASB 1058 ▪ reviewed a sample of grant agreements and assessed whether agreements contain sufficiently specific performance obligations ▪ evaluated the accounting treatment used by Council to account for the grant agreements in place selected for our tests ▪ tested a sample of financial transactions for compliance with Australian Accounting Standards.

3.5 Management Override of Controls

Why the matter is significant	How the matter was addressed
Management is inherently in a unique position to perpetrate fraud because of management's ability to manipulate accounting records and prepare a fraudulent report by overriding controls that otherwise appear to be operating effectively. Due to the unpredictable way in which such override could occur, the risk of material misstatement due to fraud is, by default, considered a significant risk.	Our audit included but was not limited to the following activities: ▪ tested the appropriateness of journal entries recorded in the general ledger ▪ reviewed accounting estimates for biases ▪ performed final analytical procedures to conclude as to whether the financial report is consistent with our understanding of the entity ▪ requested written representation from Management ▪ reviewed IT access controls rights processes in place ▪ reviewed processes in place to ensure independent reviews of exception reports generated by Council ▪ reviewed processes in place to ensure independent reviews of audit trails of changes to master files.

3.6 Other High Risk Areas

The other high risk areas described in this section are account balances and/or audit areas that are not subject to a high degree of professional judgement, however we assessed their inherent risks as being high due to the materiality of the account balances, the high volume of transactions involved and other reasons outlined below:

Account balance	Why the risk is High	Overall audit response
Rates and charges	- largest revenue item - it is often used as a reference point for analysing expenditure decisions - politically sensitive – reputational risk involved if rates are raised incorrectly.	- walkthroughs and tests of effectiveness of controls from the Better Practice Model - analytical procedures - comparison of total capital values from the VG report to the total capital value recorded in the rates system - reconciliation of the rates modelling to the rates system and to the general ledger - recalculation of rates for a sample of rate payers.
Employee costs	- one of the largest expense items - high volume of transactions / data – subject to error - errors impact individuals financially.	- walkthroughs and tests of effectiveness of controls from the Better Practice Model - analytical procedures - inspection of employee files (contracts, awards, EBs) - inspection of timesheets - recalculation of a sample of individual payments.
Materials, Contracts & Other expenses	- one of the largest expense items - High volume of transactions / date – subject to error - fraud risk area (procurement, payments and credit cards) - procurement and contracting are key focus areas for ICAC and the Auditor-General's Department.	- walkthroughs and tests of effectiveness of controls from the Better Practice Model - analytical procedures - inspection of supporting documents (contracts, invoices, purchase orders, subsequent payments, etc) for a sample of expenses.
Cash and cash equivalents	- material balance - fraud risk - errors and/or fraud in cash may be indicative of broader errors - poor attitude to cash controls may be indicative of poor culture related to the entity's controls environment - public money.	- walkthroughs and tests of effectiveness of controls from the Better Practice Model - analytical procedures - bank confirmation - inspection of bank statements - verification of outstanding reconciling items - reperformance of bank reconciliations.
Trade and other payables	- one of the largest liabilities - material balance - opportunity for understatements - poor use of accrual basis of accounting may be indicative of poor culture - payments represent an opportunity for fraud.	- walkthroughs and tests of effectiveness of controls from the Better Practice Model - analytical procedures - reconciliation between subsidiary ledgers and the general ledger - inspection of subsequent payments for a sample of creditors - inspection of a sample of subsequent payments for completeness test.

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4. Internal Controls Opinion and Recommendations

We have performed an extensive review of the Council's financial controls for the purpose of forming our control opinion as required by section 129 of the *Local Government Act 1999* based on council's obligations under s125 of that Act.

Our controls opinion is restricted per s129 of the Act to the application of s125 as it relates to financial internal controls, specifically the controls exercised by the Council during the relevant financial year in relation to the receipt, expenditure and investment of money, the acquisition and disposal of property and the incurring of liabilities.

A summary of the results of our review is provided in the table below:

Business cycles	Controls Reviewed	Operating Effectively 2023	2023 Findings H	M	L	BP
Purchasing & Procurement/Contracting	7	6	-	1	-	-
Fixed Assets	8	7	1	-	-	-
General Ledger	8	6	-	2	-	-
Accounts Payable	8	8	-	-	-	-
Payroll	11	11	-	-	-	-
Rates / Rates Rebates	8	6	-	1	1	-
Credit Cards	5	5	-	-	-	1
Debtors	3	3	-	-	-	-
Banking	5	4	1	-	-	-
Receipting	2	2	-	-	-	-
Total	65	58	2	4	1	1

Overall the Council demonstrated a satisfactory level of compliance with the implementation of an internal control framework consistent with the principles within the Better Practice Model.

During our interim audit visit we found that the majority of key internal controls reviewed were in place and were operating effectively (58 out 65 core controls reviewed). Risks were rated based on an assessment of the risk of non-compliance with s125 of the Local Government Act 1999 as described in Appendix 5 – Risk Ratings.

An ***interim audit management letter*** was issued and presented to the audit committee containing our overall assessment of the council's internal controls and all the controls weaknesses identified during our review of the Council's financial controls.

A summary of all the findings included in our interim management letter is included in **Appendix 6 – Summary of Findings Identified - Interim Audit.**

In our opinion, subject to the satisfactory completion of the items described in section 1 of this report, the ***Council has complied, in all material aspects, with Section 125 of the Local Government Act 1999*** in relation to Internal Controls established by the Council in relation to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities.

5. Final Management Letter

We have identified the following additional performance improvement observations when performing our substantive procedures during our final audit:

1. Leave Entitlements	Risk: **Moderate**
Finding	A full-time employee accrues 152 hours of annual leave in a year. At the end of 2022-23 there are 22 (2022: 28) employees with a balance greater than two years entitlement (>304 hours). We note that in late 2022, formal communication was sent to all employees with large leave balances informing them of the requirement to implement plans to reduce their balances over a 2-3 year period. An audit adjustment for the annual leave liability was also processed, as a portion of annual leave was being recognised as non-current which isn't in line with accounting standards. This treatment resulted from applying 'discounting' to annual leave in the same way as Long Service Leave. After discussions with Finance, a journal was processed to move non-current annual leave to current.
Risk	Leave balances exceeding the allowable balances under the relevant EB. Staff not taking leave has financial implications as leave is paid at higher rates than it was accrued, and may lead to health, safety and welfare issues. Regular taking of leave also acts as a fraud prevention control.
Recommendation	Council continues to monitor leave balances and implements strategies to reduce excessive balances and prevent employees from accumulating excessive annual balances in future.
Management Response	

6. Immaterial Uncorrected Misstatements

IUM 1 – Asset Disposals					
D/C	Account at FS level	Assets Increase/ (decrease) $	Liabilities (Increase)/ decrease $	Surplus/Deficit (Increase)/ decrease $	Other Comprehensive Income (Increase)/ decrease) $
C	PPE	(890,452)	-	-	-
D	Accumulated Depreciation	698,945	-	-	-
D	Loss on disposal	-	-	191,507	-

Description:
During the upgrade of the Council and Library Main Office, some assets were disposed of. There was an error in processing this transaction. The calculated effect of the error is that the accumulated WDV is overstated by $191,506.61.
This is to be corrected in the 2023-24 financial year.

IUM 2 – Annual leave					
D/C	Account at FS level	Assets Increase/ (decrease) $	Liabilities (Increase)/ decrease $	Surplus/Deficit (Increase)/ decrease $	Other Comprehensive Income (Increase)/ decrease) $
C	Current Provisions (annual leave)	-	(62,809)	-	-
D	Employee Costs	-	-	62,809	-

Description:
In processing the adjusting journal to reclassify the non-current portion of annual leave to current (see finding 5.1 above), the discounting factor was not reversed.

IUM 3 – Completeness / cutoff Testing					
D/C	Account at FS level	Assets Increase/ (decrease) $	Liabilities (Increase)/ decrease $	Surplus/Deficit (Increase)/ decrease $	Other Comprehensive Income (Increase)/ decrease) $
D	Prepayments	68,750	-	-	-
C	Trade and other payables / Accrued Expenses	-	(73,215)	-	-
D	Materials, contracts and other expenses	-	-	4,465	-

Description:

Through our cut-off testing, two misstatements were identified:

- Payment for software covering 1/01/23 - 31/12/23 was fully expensed in the 2022-23 year. The 2023-24 portion should have been recorded as a prepayment.
- An Origin invoice that related to 2022-23 was not included in accrued expenses. Total invoice was $109k, less a $36k credit.

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Barossa Council

8. Contact Details

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Appendix 1 – Proposed Independent Auditor's Report on the Financial Report

To the members of the Barossa Council

Opinion
We have audited the accompanying financial report of the Barossa Council (the Council), which comprises the statements of financial position as at 30 June 2023, the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Council Certificate of Barossa Council.

In our opinion, the accompanying financial report presents fairly, in all material aspects, the financial position of the Council as at 30 June 2023, and its financial performance and its cash flow for the year then ended in accordance with the Australia Accounting Standards, Local Government Act 1999 and Local Government (Financial Management) Regulations 2011.

Basis for Opinion
We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Council in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Council's Responsibility for the Financial Report
Council is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations), the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* and for such internal control as Council determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, Council is responsible for assessing the Council's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Council either intends to liquidate the Council or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Council's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Report
Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatements, whether due to fraud or error, and to issue and auditor's report that includes our opinion. Reasonable assurance is a high level assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and

are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decision of users taken on the basis of this financial report.

As part of an audit of the financial report in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risk of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit of the financial report in order to design procedures that are appropriate in the circumstances, but for the purpose of expressing an opinion on the effectiveness of the Council's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of Council's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Council's ability to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

GALPINS ACCOUNTANTS, AUDITORS & BUSINESS CONSULTANTS

Tim Muhlhausler CA Registered Company Auditor
Partner

Date:

Appendix 2 – Proposed Independent Auditor's Report on the Internal Controls

To the members of the Barossa Council

Independent Assurance Report on the Internal Controls of the Barossa Council

Opinion
We have audited the compliance of the Barossa Council (the Council) with the requirements of Section 125 of the *Local Government Act 1999* in relation only to the internal controls established by the Council to ensure that financial transactions relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities for the period 1 July 2022 to 30 June 2023 have been conducted properly and in accordance with the law.

In our opinion, the Barossa Council has complied, in all material respects, with Section 125 of the *Local Government Act 1999* in relation to internal controls established by the Council in relation to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities so as to provide reasonable assurance that the financial transactions of the Council have been conducted properly and in accordance with law for the period 1 July 2022 to 30 June 2023.

Basis for Opinion
We conducted our engagement in accordance with applicable Australian Standards on Assurance Engagement ASAE 3000 *Assurance Engagements Other than Audits or Reviews of Historical Financial Information* and ASAE 3150 *Assurance Engagement on Controls*, issued by the Australian Auditing and Assurance Standards Board, in order to state whether, in all material respects, the Council has complied with Section 125 of the *Local Government Act 1999* in relation only to the internal controls specified above for the period 1 July 2022 to 30 June 2023. ASAE 3000 also requires us to comply with the relevant ethical requirements of the Australian professional accounting bodies.

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

The Council's Responsibility for Internal Controls
The Council is responsible for implementing and maintaining an adequate system of internal controls, in accordance with Section 125 of the Local Government Act 1999 to ensure that the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities have been conducted properly and in accordance with law.

Our Independence and Quality Control
We have complied with the independence and other relevant ethical requirements relating to assurance engagements, and applied Auditing Standard ASQC 1 *Quality Control for Firms that Performs Audits and Reviews of Financial Reports and Other Financial Information, and Other Assurance Engagements* in undertaking this assurance engagement.

Auditor's responsibility

Our responsibility is to express an opinion on the Council's compliance with Section 125 of the *Local Government Act 1999* in relation only to the internal controls established by the Council to ensure that financial transactions relating to receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities, based on our procedures. Our engagement has been conducted in accordance with applicable Australian Standards on Assurance Engagements ASAE 3000 *Assurance Engagements Other than Audits or Reviews of Historical Information* and ASAE 3150 *Assurance Engagements on Controls*, issued by the Australian Auditing and Assurance Standards Board, in order to state whether, in all material respects, the Council has complied with Section 125 of the *Local Government Act 1999* in relation only to the internal controls specified above for the period 1 July 2022 to 30 June 2023. ASAE 3000 also requires us to comply with the relevant ethical requirements for the Australian professional accounting bodies.

Limitations of Controls

Because of the inherent limitations of any internal control structure it is possible that, even if the controls are suitably designed and operating effectively, the control objectives may not be achieved so that fraud, error, or non-compliance with laws and regulations may occur and not be detected.

An assurance engagement on controls is not designed to detect all instances of controls operating ineffectively as it is not performed continuously throughout the period and the tests performed are on a sample basis. Any projection of the outcome of the evaluation of controls to future periods is subject to the risk that the controls may become inadequate because of changes in conditions, or that the degree of compliance with them may deteriorate.

Limitation of Use

This report has been prepared for the members of the Council in accordance with section 129 of the *Local Government Act 1999* in relation to the internal controls specified above. We disclaim any assumption of responsibility for any reliance on this report to any persons or users other than the members of the Council, or for any purpose other than that for which it was prepared.

GALPINS ACCOUNTANTS, AUDITORS & BUSINESS CONSULTANTS

Tim Muhlhausler CA Registered Company Auditor
Partner

Date:

Barossa Council

Appendix 3 – Statement by Auditor

I confirm that, for the audit of the financial statements of the Barossa Council for the year ended 30 June 2023, I have maintained my independence in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code), in accordance with the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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

GALPINS ACCOUNTANTS, AUDITORS & BUSINESS CONSULTANTS

Tim Muhlhausler CA Registered Company Auditor
Partner

Date:

Appendix 4 – Better Practice Model (BPM) Risks

The risks outlined below are the main BPM risks addressed when determining our audit approach / response as described in section 2 of this report.

Business Cycles	Risk REF	Risks
Rates	RA1	Council does not raise the correct level of rate income
	RA2	Rates and rate rebates are either inaccurately recorded or not recorded at all
	RA3	The property master file data does not remain pertinent
	RA4	Rates are not collected on a timely basis
User Pay Income / Fee for services	US1	The fee charged does not reasonably reflect the value of the services provided
	US2	Council does not apply User Pay principles consistently
	US3	User pay income is either inaccurately recorded or not recorded at all
Investment / Interest Income	II1	Investment income is either inaccurately recorded or not recorded at all
Other Revenue	OR1	Other revenue is either inaccurately recorded or not recorded at all
Grants	GR1	Council loses recurrent grant funding to provide existing services
	GR2	Grant funding is not claimed by Council on a timely basis or not claimed at all
	GR3	Grants are either inaccurately recorded or not recorded at all
Receipting	RE1	Receipts are either inaccurately recorded or not recorded at all
	RE2	Receipts are not deposited at the bank on a timely basis
Purchasing & Procurement	PP1	Council does not obtain value for money in its purchasing and procurement
	PP2	Purchase of goods and services are made from non-preferred suppliers
	PP3	Purchase orders are either recorded inaccurately or not recorded at all
	PP4	Purchase orders are made for unapproved goods and services
	PP5	Supplier master file data does not remain pertinent and/or unauthorised changes are made to the supplier master file
Payroll	PA1	Payroll expense is inaccurately calculated
	PA2	Payroll disbursements are made to incorrect or fictitious employees
	PA3	Time and/or attendance data is either invalid, inaccurately recorded or not recorded at all
	PA4	Payroll master file does not remain pertinent and/or unauthorised changes are made to the payroll master file.
	PA5	Voluntary and statutory payroll deductions are inaccurately processed or without authorisation
	PA6	Employees termination payments are not in accordance with statutory and enterprise agreements
Credit cards	CC1	Credit cards are issued to unauthorised employees
	CC2	Credit cards are used for purchases of a personal nature

Business Cycles	Risk REF	Risks
	CC3	Credit card limits are set at inappropriate levels
Other Expenses	OE1	Other expenses are invalid, inaccurately recorded or not recorded at all
Contracting	CO1	Council is not able to demonstrate that all probity issues have been addressed in the Contracting process
	CO2	Council does not obtain value for money in relation to its Contracting
	CO3	Commitments are made for unapproved goods and services
Banking	BA1	Banking transactions are either inaccurately recorded or not recorded at all
	BA2	Fraud (i.e. misappropriation of funds)
Investments	IN1	Council makes poor investment decisions
	IN2	Investment transactions are either not recorded or are recorded inaccurately
	IN3	Investment income is inaccurately calculated or not recorded in the appropriate period
Debtors	DE1	Debtors are either inaccurately recorded or not recorded at all
	DE2	Rebates and credit notes to debtors are either inaccurately recorded or not recorded at all
	DE3	An appropriate provision for doubtful debts is not recorded
	DE4	Debtors are either not collected on a timely basis or not collected at all
	DE5	The Debtors master file data does not remain pertinent.
Fixed Assets	FI1	Fixed asset acquisitions, disposals and write-offs are fictitious, inaccurately recorded or not recorded at all. Fixed Asset Register (FAR) does not remain pertinent
	FI2	Fixed assets are inadequately safeguarded
	FI3	Fixed assets are not valued correctly initially or on subsequent revaluation
	FI4	Depreciation charges are either invalid, not recorded at all or are inaccurately recorded which includes inappropriate useful lives and residuals
	FI5	Fixed asset maintenance and/or renewals are inadequately planned
Prepayments	PR1	Prepayments are either inaccurately recorded or not recorded at all
Loans to Community groups	LO1	Loans to community groups are inaccurately recorded or not recorded at all
Accounts Payable	AP1	Accounts payable amounts and disbursements are either inaccurately recorded or not recorded at all
	AP2	Credit notes and other adjustments to accounts payable are either inaccurately recorded or not recorded at all
	AP3	Disbursements are not authorised properly
	AP4	Accounts are not paid on a timely basis
	AP5	Supplier master file data does not remain pertinent and/or unauthorised changes are made to the supplier master file
Accrued Expenses	AE1	Accrued Expenses are either inaccurately recorded or not recorded at all

Business Cycles	Risk REF	Risks
Borrowings	BO1	Borrowings are either not recorded or are recorded inaccurately
	BO2	Loans are taken out without appropriate approval
	BO3	Loans are not repaid in accordance with agreed terms
	BO4	Loan repayments are not recorded at all or are recorded inaccurately
Employee Provisions	EP1	Employee provisions are either inaccurately recorded or not recorded at all
Taxation	TA1	Tax liabilities are either inaccurately recorded or not recorded at all

Appendix 5 – Risk Ratings

The audit findings identified during our interim audit documented in our interim management letter and in section 4 of this report were rated as follows:

Category	Description
Potential Material Weaknesses	The issue described could lead to a material weakness in the council's internal controls and non-compliance with s125 of the Local Government Act.
Moderate Weaknesses	The issue described does not represent a material weakness due to the existence of compensating controls. However, the failure of the compensating controls or the existence of any other moderate weakness within the same business cycle may lead to a material weakness in the council's internal controls and non-compliance with s125 of the Local Government Act.
Low Risk Weaknesses	The issue described is a low risk weakness due to the existence of compensating controls and/or the failure or absence of the internal controls does not impact significantly on the council's financial risk. However, multiple low-level risk weakness within the same business cycle may lead to a material weakness in the council's internal controls and non-compliance with s125 of the Local Government Act.
Better Practice Weaknesses	The issue described has been included in this report as an opportunity for better practice.

Appendix 6 – Summary of Findings Identified- Interim Audit

Business Cycle	Findings	Risk
Purchase & Procurement / Contracting	2.1.1 Procurement policy is overdue for review	M
Fixed Assets	2.2.1 Councils Infrastructure Asset Management Plan does not include sufficient renewal plans	H
General Ledger	2.3.1 A list of IT users with access to key finance modules in TechOne is not reviewed by Finance Management	L
	2.3.2 Some key IT Policies/Procedures are not up to date	M
Accounts Payable	Audit did not find any issue that would represent a risk of non-compliance with s125 of the Local Government Act	N/A
Rates	2.4.1 No formal review of Pathway user access	M
	2.4.2 No declarations in place for rates officers who do not own properties in Council's area	L
Credit cards	2.5.1 CEO's & Mayor's credit card transactions are not reviewed by Council or audit committee	BP
Debtors	Audit did not find any issue that would represent a risk of non-compliance with s125 of the Local Government Act	N/A
Banking	2.6.1 Delays in matching a large volume of miscellaneous reconciling items	H
Payroll	Audit did not find any issue that would represent a risk of non-compliance with s125 of the Local Government Act	N/A
Receipting	Audit did not find any issue that would represent a risk of non-compliance with s125 of the Local Government Act	N/A

DEBATE REPORT

2.1 Corporate Services and Business Innovation

2.1.2 REPORT ON FINANCIAL RESULTS 2022 - 2023 AS AT 30 JUNE 2023

Author: Senior Accountant
23/114111

PURPOSE

The Report on Financial Results for 2022-2023 financial year is attached for Council consideration and approval of actual reserve transfers and carried forward adjustments to 2023-2024.

RECOMMENDATION

That Council, having noted and reviewed the Report on Financial Results for 2022-2023 (as at 30 June 2023) at Attachment 1, approve the report and all budget adjustments contained including carried forward requests of funding to the 2023-2024 financial year.

REPORT

Background

With the adoption of the annual financial statements the final financial performance report has been prepared and is now tabled. The report is a statutory report and also encases carry forward adjustments.

Discussion
The Report on Financial Results is prepared following the completion of the Financial Statements. This report provides Council with a final variance report for the actual results as compared to the adopted budget, along with carried forward adjustments to the 2023-2024 financial year that are consistent with the Annual Budget and Business Plan and continuation of programs and projects between the financial years.

The report provides information as to the financial position of Council, containing: Executive Summary, Uniform Presentation of Finances, Key Performance Indicators, Financial Statements with Variance Reporting as compared to the original budget and compared to last year actual results.

The report also provides a list of proposed Operating and Capital Budget carried forward adjustments. Many of these adjustments are for projects not completed by 30 June 2023 for various reasons and/or are attached to grant funding/contributions for programs in 2022/2023.

Summary and Conclusion
The report is now tabled for review and approval.

ATTACHMENTS OR OTHER SUPPORTING REFERENCES

Attachment 1 Report of Financial Results 2022-2023 - Carried Forwards report as at 30 June 2023 ⇩

Supporting references
Nil

COMMUNITY PLAN / CORPORATE PLAN / LEGISLATIVE REQUIREMENTS

Corporate Plan

BS6 – Finance - Provision of financial and budgetary accounting services, treasury and investment services, management reporting, reconciliation and taxation services, asset accounting, internal control, accounts payable and receivable services.

BS7 – Governance - Provision of governance advice and support in the discharge of legislative responsibilities for policy development, delegations and authorisations, internal review of Council decisions, Native Title claims.

BS 13 – Strategic/Legislative Planning and Reporting – Provision of organisational performance report (outcomes), activity report (outputs), a range of statutory reporting (e.g. public health, tax, superannuation) and financial reporting.

Legislative Requirements
Regulation 10 of the Local Government (Financial Management) Regulations 2011

FINANCIAL, RESOURCE AND RISK MANAGEMENT CONSIDERATIONS

To enable Council to make effective and strategic financial decisions, a regular up to date high level financial report is provided. This report contains budget adjustments for decisions Council has made since the last review and other adjustments to meet financial changes in capital and/or operational areas. The document contains comments and implications for the Longer Term Financial Plan as a result of this review.

COMMUNITY ENGAGEMENT

Community Consultation was part of the original budget adoption process in June 2022 as per legislation.

Annual Budget Business Plan

2022/23

Report on Financial Results

As at 30 June 2023

Budget Update Report

Financial Statements Report

Annual Business Plan Report

Executive Summary

This is the Report on Financial Results for the 2022/23 financial year pursuant to Regulations 7, 9 and 10 of the Local Government (Financial Management) Regulations 2011 under the Local Government Act 1999. Unless otherwise indicated, figures shown are for the 2022/23 financial year and variances reflect the comparison of the actual result to the original adopted budget. This report should be read in conjunction with the General Purpose Financial Statements for the Year Ended 30 June 2023 and includes the financial operations of its single subsidiary the Nuriootpa Centennial Park Authority (NCPA).

At the third quarter update for 2022/23 Council approved to carry forward into 2023/24 capital income and expenditure, asset sales and operating items; these have been incorporated into the 2023/24 Original Budget. At the June 2023 meeting Council approved a preliminary list of items to carry forward into 2023/24. This report provides an updated list of carried forward items to the 2023/24 financial year for all incomplete projects/items. Many of these are capital projects started and held in works in progress as at 30 June 2023 and some have grant funding allocations. Other operating grants/contributions and the associated expenditure are also carried forward into 2023/24.

All of the allocated 2023/24 Federal Budget grants were paid early in the 2022/23 year, including the Financial Assistance Grants $2,086k, the effect of this for 2022/23 was an increase in actual income and improved the operating surplus and cash at bank position. Other grants not spent and are treated as amounts received in advance including not limited to: Lyndoch Recreation park $498k and Angas Recreation Park - Oval, Cricket Nets, Club Rooms $313k.

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Report on Financial Results 2022/23 - Version 1 – 8 November 2023

Executive Summary (continued)

Long Term Financial Plan (LTFP) – Review

Since the adoption of the Budget, Council has made decisions on projects that have material financial implications not only for the 2022/23 year (these are included within the yearly budget wherever possible) but also may affect the longer term. In some cases, not all information is available for these projects and therefore is not included in the budget review. The following list is a summary of these types of projects (comparisons from actual to the revised budget includes carried forward expenditure from 2021/22 and assumes Council will approve the additions, reductions, transfers and carried forwards within this report):

- A review of the Council's Asset condition, useful and remaining lives to more accurately reflect the actual service needs and consumption of the assets will continue. The net effect of the depreciation charge for 2022/23 as compared to the 2023/24 budget will be included during next year's budget review(s) and the next annual review of the LTFP. The depreciation expense increase in 2022/23 is mainly a result of the additional assets and an asset revaluation for transport CWMS, Bridges and stormwater. The Infrastructure and Asset Management Plans summary document was completed in 2021, the next step required as part of the improvement plan is 10-year asset replacement and renewal schedule and reviewed to the LTFP to check financial sustainability. Currently replacement/renewal programs for each asset class are based on a mix of previous adopted LTFPs', ongoing replacement programs and asset depreciation information. The impacts of the above on depreciation was $1.4M above budget. A complete review of depreciation arising from asset management settings including useful lives, conditions and policy settings will be undertaken in 2023/24.
- Infrastructure and Environmental Services – including infrastructure expenditure on project scoping, designs and works, was $10m at 83% of the revised budget. These include Bridges - $0.47m; Footpaths/bike paths - $0.1m; Motor Vehicles, plant and Equipment - $1.3m; Resheeting - $1.19m; Road Sealing/Resealing/Reconstruction - $5.16m; Stormwater - $0.61m; Community Wastewater Management Systems (CWMS) $0.47m; Streetscaping $0.29m, new Asset Management System $167k.
- Corporate and Business Innovation – yearly expenditure on project scoping, designs, planning, costing and works was $14m at 70% of the revised budget, includes The Big Project (TBP) include: Angas Recreation Park Oval and Clubrooms - $0.6m; Nuriootpa Soccer Club - $1.8m; Tanunda Recreation Park - $7.1m; Barossa Rugby Park - $1.3m; Talunga Caravan Park - $2.03m; Aquatic Swimming Pool - $175k; Technology One System improvements $180K.
- Office the Mayor and CEO – expenditure was $565k at 48% of the revised budget, this includes Audio Visual System council chamber $137k.
- Nuriootpa Centennial Park Authority – Capital expenditure by Council was $407k at 183% of the revised budget this includes the Adventure Playground $321k; Fencing $19k, Multi use change room $24k and Irrigation $18k.
- Community Wastewater Management Systems (CWMS) net saving of $1.7m was transferred to CWMS Reserve.
- Waste Services for each of the three service streams a net cost result of $6k was transferred from Reserves.
- The loan funding was provided with an additional $17m CAD facility setup as at 30 June 2023 a total of $1.9m CAD was drawn down for Council funding needs.

Key Performance Indicators

		Original Budget 30 June 2023	Actuals as at 30 June 2023	Revised Budget 30 June 2023
Operating Surplus / (Deficit) ($'000)		(1,465)	949	(1,322)
Target	To achieve an operating breakeven position, or better, over any five year period.			
Notes	*Operating Surplus increased as a result of various unexpected income including Financial Assistance Grant $2,086k (F) for next year paid in June 2023, including contractor and consultant costs $538k (F), energy cost savings $100k (F), other numerous increases to income and decreases to expenditure offset by increases to depreciation charge $1,394k (U). Refer variance report.*			
Operating Surplus Ratio – per year		(3.4%)	2.1%	(3%)
Target	To achieve an operating surplus ratio of between -2% to 10.			
Notes	*The ratio is better than expected and within the target range. This indicator is showing a sustainable operating surplus position well within Councils target range, for 2022/23 operating revenue was $45,321k. See comments on the previous KPI and the variance reporting in this report for further explanation.*			
Net Financial Liabilities ($'000)		28,588	9,238	12,610
Target	Council's level of net financial liabilities is no greater than its annual operating revenue and not less than zero.			
Notes	*Refer to comments from Operating Surplus indicator above along with a decrease to liabilities, additional cash holdings brought forward from the previous year $13.3m, less carried forwards from last year $4.2m. Financial Assistance Grant paid in June 2023 from next years allocation $2,086k, savings and underspends from budget projections and Capital and Operating expenditure carried forward to next year at $7.9m and amounts received in advance at $0.8m.*			
Net Financial Liabilities Ratio		67.3%	20%	29%
Target	Net financial liabilities ratio is greater than zero but less than 100% of total operating revenue.			
Notes	*This ratio has decreased; refer to the comments in the Net Financial Liabilities indicator above.*			
Asset Renewal Funding Ratio (ARFR)		110%	108%	112%
Target	Capital outlays on renewing/replacing assets is greater than 80% but less than 110% of IAMPs.			
Notes	*The ratios shown above as at 30 June 2023 is for one year only; not averaged over 3 years.* *For the purposes of this Financial Indicator the 2022 Infrastructure Asset Management Plan (IAMP) does not contain renewal spend information. The Long Term Financial Plan (LTFP) required an annual spend for the major asset classes at $6,566k, the adopted 22/23 budget renewal spend is $7,266k that calculates a budget Asset Renewal Funding Ratio (ARFR) of 110%.* *The actual asset renewal spend for 22/23 was $7,396k using the LTFP annual spend of $6,566 the ARFR is 108%, this is less than the original budgeted ARFR at 110% but within the adopted target greater than 80% but less than 110%.*			

Department	Asset	Description	Income/Expenditure Account	Reason for Budget Adjustment	Type of Adjustment	2022/23 Adjustment Quarter	Favourable/ Unfavourable
Capital Expenditure on Renewal and Replacement of existing assets							
Offices and Community Facilities	Misc Buildings Renewal	Capital Exp-Misc Community properties	Capital Exp Bldgs - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	185,076	Unfavourable
Offices and Community Facilities	Lyndoch Land Purchase	Capital Exp-Lyndoch Rec Park	Capital Exp Land - Other	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	1,539,716	Unfavourable
Library Services	LIBRARY & BRANCH OFFICE, MOUNT PLEASANT	Capital Exp-Libraries	Cap Exp Furn & Fitt - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	10,150	Unfavourable
Works Capital - Roads Sheeted	Road Pave - Mount Road Mount Crawford	Capital Exp-Road Resheeting	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	40,767	Unfavourable
Works Capital - Roads Sheeted	Road Pave - Mount Road Mount Crawford	Capital Exp-Road Resheeting	Capital Expenditure Structures - Materia	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	27,317	Unfavourable
Works Capital - Roads Sheeted	Road Pave - Mount Road Mount Crawford	Capital Exp-Road Resheeting	Capital Expenditure Structures - Internal Plant H	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	13,050	Unfavourable
Environmental Services	Swimming Pool, BV Recreation Centre	Capital Exp-Bushgardens	Capital Expenditure Bldgs - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	174,850	Unfavourable
Works Capital - Roads Sheeted	Road Pave - Craneford Road Eden Valley	Capital Exp-Road Resheeting	Capital Expenditure Structures - Materia	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	61,200	Unfavourable
Works Capital - Roads Sheeted	ROAD PAVE,MARLEY RD, Mount Pleasant	Capital Exp-Road Resheeting	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	27,000	Unfavourable
Works Capital - Roads Sheeted	ROAD PAVE,MARLEY RD, Mount Pleasant	Capital Exp-Road Resheeting	Capital Expenditure Structures - Materia	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	32,400	Unfavourable
Works Capital - Roads Sheeted	ROAD PAVE,JOHNS RD,MT PLEASANT	Capital Exp-Road Resheeting	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	27,000	Unfavourable
Works Capital - Roads Sheeted	ROAD PAVE,JOHNS RD,MT PLEASANT	Capital Exp-Road Resheeting	Capital Expenditure Structures - Materia	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	3,000	Unfavourable
Works Capital	TRUCK, Arboriculture Tower Truck	Capital Exp-Depot Vehicles	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	250,000	Unfavourable
Works Administration	Office Vehicle- Capital Project Officer	Capital Exp-Admin Vehicles	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	25,000	Unfavourable
Works Administration	Office Vehicle - Manager Works & Operations	Capital Exp-Admin Vehicles	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	29,917	Unfavourable
Community Services - Community Transport	Office Vehicle - Community Transport Vehicle 1	Capital Exp-Community Transport Scheme	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	34,000	Unfavourable
Works Capital	Works Ute 2	Capital Exp-Depot Vehicles	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	40,000	Unfavourable

Department	Asset	Description	Income/Expenditure Account	Reason for Budget Adjustment	Type of Adjustment	2022/23 Adjustment Quarter	Favourable/ Unfavourable
Capital Expenditure on New and Upgraded assets							
Information Technology	ICT Software/Hardware	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	149,404	Unfavourable
Information Technology	Intranet	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	84,160	Unfavourable
Information Technology	Website Development Project	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	20,000	Unfavourable
Sec 41 Committees - Gallery	Barossa Regional Gallery Air Conditioning	Capital Exp-Barossa Regional Gallery	Capital Exp Bldgs - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	88,745	Unfavourable
Offices and Community Facilities	Show Hall Upgrade - Tanunda Recreation Park	Capital Exp-Tanunda Rec Park	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	22,981	Unfavourable
Offices and Community Facilities	Tanunda Recreation Park - Oval	Capital Exp-Tanunda Rec Park	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	20,479	Unfavourable
Offices and Community Facilities	The Big Project - Buildings Phase 1 Implementation	Capital Exp-Misc Community properties	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	104,195	Unfavourable
Offices and Community Facilities	The Big Project - Buildings Phase 1 Implementation	Capital Exp-Misc Community properties	Capital Exp - Salaries	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	13,373	Unfavourable
Offices and Community Facilities	The Big Project - Recreation Phase 1 Implementation	Capital Exp-Misc Community properties	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	110,000	Unfavourable
Offices and Community Facilities	The Big Project - Recreation Phase 1 Implementation	Capital Exp-Misc Community properties	Capital Exp - Salaries	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	5,000	Unfavourable
Offices and Community Facilities	Barossa Rugby Park - The Big Project	Capital Exp-Barossa Rugby Precinct	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	1,552,549	Unfavourable
Works Capital	Barossa Visitor Centre Carpark Sealing	Capital Exp-Kerbs	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	21,326	Unfavourable
Offices and Community Facilities	Nuriootpa Office Led Lighting Replacement	Capital Exp-Misc properties	Capital Exp - Salaries	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	52,270	Unfavourable
Offices and Community Facilities	The Rex LED Lighting Replacement	Capital Exp -The Rex Barossa Aquatic Fitness	Capital Exp Bldgs - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	21,007	Unfavourable
Offices and Community Facilities	Mt Pleasant Caravan Park Upgrade	Capital Exp-Mt Pleasant Caravan Park (Talunga)	Capital Exp Bldgs - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	18,700	Unfavourable
Offices and Community Facilities	Mt Pleasant Caravan Park Upgrade	Capital Exp-Mt Pleasant Caravan Park (Talunga)	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	672,694	Unfavourable
Nuriootpa Centennial Park	Nuriootpa Soccer Clubrooms	Capital Exp-Nuriootpa Recreation Park	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	1,100,990	Unfavourable

Department	Asset	Description	Income/Expenditure Account	Reason for Budget Adjustment	Type of Adjustment	2022/23 Adjustment Quarter	Favourable/ Unfavourable
Capital Expenditure on New and Upgraded assets							
Nuriootpa Centennial Park	Nuriootpa Soccer Civil Infrastructure	Capital Exp-Nuriootpa Recreation Park	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	153,223	Unfavourable
Offices and Community Facilities	Tanunda Recreation Park Change/Club Rooms	Capital Exp-Tanunda Rec Park	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	662,071	Unfavourable
Information Technology	Finance Budgeting Software	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	40,653	Unfavourable
Works Capital Stormwater	Drainage Maria Street Open Channel	Capital Exp-S/W Drainage	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	61,825	Unfavourable
Nuriootpa Centennial Park	LIBRARY & BRANCH OFFICE, NURIOOTPA	Capital Exp-Nuriootpa Caravan Park	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	20,000	Unfavourable
Offices and Community Facilities	LIBRARY & BRANCH OFFICE, NURIOOTPA	Capital Exp-Tanunda Rec Park	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	24,550	Unfavourable
Works Capital - Road Seal	Road Seal - Moculta Road Moculta	Capital Exp - Road resealing	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	25,000	Unfavourable
Works Capital Stormwater	Road Drain - Elizabeth Street Tanunda	Capital Exp-S/W Drainage	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	45,400	Unfavourable
Information Technology	Mobile Phone Fleet	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	50,000	Unfavourable
Information Technology	Pathway System	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	84,957	Unfavourable
Information Technology	Switching Technology	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	40,000	Unfavourable
Information Technology	Asset Management System	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	132,775	Unfavourable
Capital Expenditure on New and Upgraded Assets					***Note 14***	**5,398,327**	
Amounts received specifically for New and Upgraded Assets/Profit and loss for asset disposal							
Works Ovals and Open Spaces	Angas Recreation Park Junior Oval/Recreation Landscaping Contributions	Angas Recreation Park Junior Oval/Recreation Landscaping Contributions	Capital Contributions - Other	Carry Forward from 2022-23 to 2023-24	Carry Forward from 2022-23 to 2023-24	(313,000)	
Amounts Received Specifically for New and Upgraded Assets					***Note 15***	**(313,000)**	
Asset Sales adjustments							
Asset Disposal and Fair Value Adjustments					***Note 16***	**0**	
NET TOTAL - Asset New/Upgrade Adjustments						**5,085,327**	
NET TOTAL - Capital Adjustments			***Note: for reconciliation purposes the report includes Approved Carried Forwards***			**7,605,771**	

Uniform Presentation of Finances

for the year ending 30 June 2023

The following is a high level summary of both operating and capital investment activities of the Council prepared in a uniform and consistent basis. All Councils in South Australia voluntarily have agreed to summarise annual budgets and long term financial plans on the same basis. The arrangement ensures that all Councils provide a common 'core' of financial information, which enables meaningful comparisons of each Council's finances.

	Budget Adjustment Notes	Original Full Year Budget ($'000)	Actuals as at 30 Jun ($'000)	Variance Original Budget to Actual ($'000)	*Full year Revised Budget in Last Update ($'000)	Budget Adjustments Quarter 4 ($'000)	Carried Forward to Next Year ($'000)	Proposed Full Year Revised Budget ($'000)
Income	1-7	42,484	45,745	3,261	43,494	0	0	43,494
Less Expenses	8-11	(43,949)	(44,796)	(847)	(44,816)	0	0	(44,816)
Operating Surplus / (Deficit)		(1,465)	949	2,414	(1,322)	0	0	(1,322)
Less Net Outlays on Existing Assets								
Capital Expenditure on Renewal and Replacement of Existing Assets	12	(7,266)	(6,284)	982	(9,916)		2,520	(7,396)
add back Depreciation, Amortisation and Impairment	10	9,159	10,553	1,394	9,159	0	0	9,159
add back Proceeds from Sale of Replaced Assets	13	411	257	(154)	586			586
		2,304	4,526	2,222	(171)	0	2,520	2,349
Less Net Outlays on New and Upgraded Assets								
Capital Expenditure on New and Upgraded Assets	14	(27,131)	(18,524)	8,607	(23,677)		5,398	(18,279)
add back Amounts Received Specifically for New and Upgraded Assets	15	5,604	5,420	(184)	2,752	0	(313)	2,439
add back Proceeds from Sale of Surplus Assets	16	0		0	0		0	0
		(21,527)	(13,104)	8,423	(20,925)	0	5,085	(15,840)
Net Lending / (Borrowing) for Financial Year		(20,688)	(7,629)	13,059	(22,418)	0	7,605	(14,813)

Uniform Presentation of Finances

Funding Source for the movement in Net Lending / (Borrowing)	($'000)
Original Full year Budget Net Lending / (Borrowing)	(20,688)
Carried Forward Budget Adjustments approved at the Council meeting 28 November 2022 – Report on Financial Results Funds were held for these projects in cash and investments at 30 June 2022	(5,003)
Other Budget Adjustments - September Budget Update. Funds required for these items will decrease Councils cash and investments. This amount includes amendments approved at the Council meetings held July, August and September 2022	(736)
Budget Adjustments - December (includes Sept correction). Funds required for these items will decrease Council's cash and investments	2,080
Carried Forward Budget Adjustments to 2023/24	0
Budget Adjustments - March Budget Update. Funds required for these items will increase Councils cash and investments	(1,260)
Carried Forward Budget Adjustments to 2023/24	3,189
Proposed Full-year Revised Budget - Net Lending / (Borrowing)	(14,813)

Statement of Comprehensive Income

for the year ending 30 June 2023

	Budget Adjustment Notes	Variance Report Notes	Original Full Year Budget ($'000)	Actuals as at 30 Jun ($'000)	Variance Original Budget to Actual ($'000)	*Full year Revised Budget in Last Update ($'000)	Budget Adjustments Quarter 4 ($'000)	Carried Forward ($'000)	*Proposed Full Year Revised Budget ($'000)
Income									
Rates	1	17	35,759	35,800	41	35,793			35,793
Statutory Charges	2	18	797	803	6	789			789
User Charges	3	19	3,200	3,601	401	3,754			3,754
Grants, Subsidies and Contributions	4	20	1,857	4,311	2,454	1,965			1,965
Investment Income	5	21	88	415	327	153			153
Reimbursements	6	22	61	9	(52)	61			61
Other Income	7	23	722	806	84	979			979
Net Gain – Joint Ventures and Associations		24	0		0	0			0
Total Revenues			42,484	45,745	3,261	43,494	0	0	43,494
Expenses									
Employee Costs	8	25	16,493	15,897	596	16,370			16,370
Materials, Contracts and Other Expenses	9	26	17,878	17,887	(9)	18,868			18,868
Depreciation, Amortisation and Impairment	10	27	9,159	10,553	(1,394)	9,159			9,159
Finance Costs	11	28	419	441	(22)	419			419
Net Loss – Joint Ventures and Associations			0	18	(18)	0			0
Total Expenses			43,949	44,796	(847)	44,816	0	0	44,816
Operating Surplus / (Deficit)			(1,465)	949	2,414	(1,322)	0	0	(1,322)
Physical Resources Received Free of Charge		31	0	3,131	3,131	0			0
Asset Disposal and Fair Value	16	29	(821)	(1,097)	(276)	(821)			(821)
Amounts Received Specifically for New or Upgraded Assets	15	30	7,251	5,420	(1,831)	7,227		(313)	6,914
Net Surplus / (Deficit)			4,965	8,403	3,438	5,084	0	(313)	4,771
Changes in revaluation surplus - infrastructure, property, plant and equipment		33	0	(4,714)	(4,714)	0	0	0	0
Infrastructure, property, plant and equipment Impairment (Expense)/Recoupments offset to Asset Revaluation Reserve		34	0	(4)	(4)	0	0	0	0
Total Other Comprehensive Income			0	(4,718)	(4,718)	0	0	0	0
Total Comprehensive Income			4,965	3,685	(1,280)	5,084	0	(313)	4,771

Statement of Financial Position

as at 30 June 2023

	Variance Report Notes	Original Full Year Budget ($'000)	Budget Adjustments Quarter 4 ($'000)	Budget Adjustments c/fwd to 2023/24 ($'000)	Actuals as at 30 June ($'000)	Variance Original Budget to Actual ($'000)	Proposed Full Year Revised Budget ($'000)
Assets							
Current Assets							
Cash and Cash Equivalents		88	0		4,618	4,530	3,766
Trade and Other Receivables		2,463			2,946	483	2,698
Other Financial Assets		0				0	0
Inventories		218			245	27	391
Subtotal		2,769	0	0	7,809	5,040	6,855
Non-Current Assets Held for Sale		0				0	0
Total Current Assets	35	2,769	0	0	7,809	5,040	6,855
Non-current Assets							
Financial Assets		1,358			1,312	(46)	1,363
Equity Accounted Investments in Council Businesses		2,286			2,263	(23)	2,281
Infrastructure, Property, Plant and Equipment		438,860	0	(7,918)	394,340	(44,520)	411,860
Other Non-Current Assets		0			15,893	15,893	6,103
Total Non-current Assets	36	442,504	0	(7,918)	413,808	(28,696)	421,607
Total Assets		445,273	0	(7,918)	421,617	(23,656)	428,462
Liabilities							
Current Liabilities							
Trade and Other payables		4,589	0	0	5,116	527	2,643
Borrowings		8,356			1,945	(6,411)	8,372
Provisions		2,521			3,622	1,101	2,911
Total Current Liabilities		15,466	0	0	10,683	(4,783)	13,926
Non-Current Liabilities							
Borrowings		15,701	0	(7,605)	7,013	(8,688)	4,938
Provisions		1,330			418	(912)	1,073
Total Non-current Liabilities		17,031	0	(7,605)	7,431	(9,600)	6,011
Total Liabilities	37	32,497	0	(7,605)	18,114	(14,383)	19,937
Net Assets		412,776	0	(313)	403,503	(9,273)	408,525
Equity							
Accumulated Surplus		104,602	0	(313)	105,026	424	104,447
Asset Revaluation Reserve		297,205			282,905	(14,300)	291,559
Other Reserves	38	10,969			15,572	4,603	12,519
Total Equity	39	412,776	0	(313)	403,503	(9,273)	408,525

Statement of Cash Flows

as at 30 June 2023

	Variance Report Notes	Original Full Year Budget ($'000)	Budget Adjustments c/fwd to Next Year ($'000)	Actuals as at 30 Jun 2022 ($'000)	Variance Original Budget to Actual ($'000)	Proposed Full Year Revised Budget ($'000)
Cash Flows from Operating Activities						
Receipts						
Operating Receipts		42,396	0	47,125	4,729	43,341
Investment Receipts		88	0	415	327	153
Payments						
Operating payments to Suppliers and Employees		(34,371)	0	(38,115)	(3,744)	(35,238)
LandFill rehabilitation expense		0	0		0	0
Finance Payments		(419)	0	(441)	(22)	(419)
Net Cash Provided by (or Used in) Operating Activities	40	7,694	0	8,984	1,290	7,837
Cash Flows from Investing Activities						
Receipts						
Amounts Specifically for New or Upgraded Assets		5,604	(813)	5,420	(184)	1,939
Sale of Replaced Assets		411	0	257	(154)	586
Sale of Surplus Assets		0	0		0	0
Net Purchase of Investment Securities		0			0	0
Repayments of Loans by Community Groups		73	0	103	30	73
Payments						
Expenditure on Renewal / Replacement of Assets		(7,266)	2,520	(6,284)	982	(7,396)
Expenditure on New / Upgraded Assets		(27,131)	5,398	(18,524)	8,607	(18,279)
Net Purchase of Investment Securities		0			0	0
Loans made to Community Groups		(300)	0	(300)	0	(300)
Net Cash Provided by (or Used in) Investing Activities	41	(28,609)	7,105	(19,328)	9,281	(23,377)
Cash Flows from Financing Activities						
Receipts						
Loans Received		17,300		2,200	(15,100)	17,300
Proceeds from Bonds and Deposits		0		530	530	0
Finance Lease Funds		0			0	0
Proceeds from Internal Borrowings		1,450			(1,450)	1,450
Payments						
Repayments of Borrowings		(908)	0	(936)	(28)	(908)
Repayment of Bonds and Deposits		0		(22)	(22)	0
Repayment of Lease Liabilities		(56)		(74)	(18)	(56)
Repayment of Internal Borrowings		(1,450)			1,450	(1,450)
Net Cash Provided by (or Used in) Financing Activities	42	16,336	0	1,698	(14,638)	16,336
Net Increase / (Decrease) in Cash Held		(4,579)	7,105	(8,646)	(4,067)	796
Cash and Cash Equivalents at Beginning of Period	43	4,667		13,264	8,597	13,264
Cash and Cash Equivalents at End of Period	44	88	7,105	4,618	4,530	14,060

Variance Report – Original Budget compared to Actual

Operating Result

The Operating Income with the main variations listed below – Favourable (F), Unfavourable (U) and Reductions (R), Additions (A):

Actual 2022/23 $'000	Budget 2022/23 $'000	Variance Favourable / (Unfavourable) $'000	Variance Favourable/ (Unfavourable) %	Comments
Various programs have movements within income and expenditure lines as there are offsetting entries with minimal effect on the operating result. Refer to the functional report for an actual net movement per service area to the operating result.				
Operating Revenues				
Rate Revenue (17)				
35,800	35,759	41	0.1%	Fines and Interest $25k (F);
Statutory Charges (18)				
803	797	6	0.8%	Development Application fees $25k (U); Dog Rego increased $39k (F); CWMS septic tank decrease $14k (U)
User Charges (19)				
3,601	3,200	401	12.5%	Facilities lease use $25k (U); Rec Park Usage $10k (U); CWMS reuse water $42k (F); Cemeteries $17k (F); Barossa Visitor Centre $79k (F) Caravan Park - NCPA increased site activity $495 (F); Talunga Park $148k (U); Williamstown reduced $63k (U): Eden Valley $5k (U)
Grants, Subsidies and Contributions (20)				
4,311	1,857	2454	132.1%	Funding - FAGS early payment June 2023 from 23/24 $1,458k (F) plus additional amount $628k (F); Social Support $33k (F)
Investment Income (21)				
415	88	327	371.6%	The increase is due to increase in interest rates on investments during the year resulting in more income
Reimbursements (22)				
9	61	(52)	(85.2%)	*Community Loan repayments listed in Reimbursements but actual with Investment Income
Other Income (23)				
806	722	84	11.6%	Recoupments - Insurance Claims $9k (F); Recoupments Income Protection $54k (F); Barossa Gallery $27k (F) The REX utilities on-charge $35k (F);
Equity Accounted Council Business - Joint Venture and Associates (24)				
0	0	0		
45,745	**42,484**	**3,261**		**Total Income**

Variance Report – Original Budget compared to Actual (continued)

The capital amounts with the main variations listed below – Favourable (F), Unfavourable (U) and/or Increase (I), Decrease (D):

Actual 2022/23 $'000	Budget 2022/23 $'000	Variance Favourable / (Unfavourable) $'000	Variance Favourable/ (Unfavourable) %	Comments
Operating Expenses				
Employee Costs (25)				
15,897	16,493	596	3.6%	Wages costs and wages overhead $4k (U); Salaries change in leav liabilities $159k (F); Salaries Costs and overhead $42 k (F)
Materials, contracts and other expenses (26)				
17,887	17,878	(9)	(0.1%)	Contractors $218k (U) Consultants $129k (F) Numerous programs not actioned Operating Leases - Lease/rental underspent $109k (F) Computer Software $117k (F) - Additonal activity Materials Direct Purchases $178k (U) - Numerous programs not actioned Energy costs $81k (F), Inventory Fuel issues $232k (U) Water $142k (F) Road Making $53k (U) Advertising and Printing $51k (F) Training $33k (F) - Numerous underspends across the organisation Contributions & Donations $116k (F) Other Miscellaneous Expenses $209k (F) - Various underspends
Depreciation, amortisation and impairment (27)				
10,553	9,159	(1,394)	(15.2%)	The increase is attributable to revaluation of assets and increases in the unit rates for CWMS, Bridges, footpaths, kerb and gutter and Transport asset classes. Building $123k (U) Infrastructure $770k (U) Equipment: $417k (U) Furniture & Fittings $9k (U) Right of Use Assets - budget in lease payments $74k (U)
Finance Costs (28)				
441	419	(22)	(5.3%)	Increase in interest rates
Equity Accounted Council Business - Joint Venture and Associates (24)				
18	0	18		Central Local Government Association $8k (U); Gawler River Floodplain Management Authority $10k (U)
44,796	**43,949**	**-811**		**Total Expenses**
Operating Surplus / (Deficit)				
949	**- 1,465**	**2,414**		

Variance Report – Original Budget compared to Actual

Capital Result

The Capital amounts with the main variations listed below – Favourable(F), Unfavourable (U) and Reductions (R), Additions (A):

Actual 2022/23 $'000	Budget 2022/23 $'000	Variance Favourable / (Unfavourable) $'000	Variance Favourable/ (Unfavourable) %	Comments
Capital Amounts				
Asset disposal and fair value adjustments (29)				
(1,097)	(821)	(276)	33.6%	Building disposals - $274k; Transport $789k; Recreation $182k;
Amounts specifically for new or upgraded assets (30)				
5,420	7,251	(1,831)	(25.3%)	Grants/contributions: Over budget - 'Barossa Rugby Development Contributions $300k (U); Tanunda Recreation Park - Contribution to Lighting/other $88k (U); 'Talunga Caravan Park - Cabins & Amenities $408k (U); Contribution from LRC $113k (U); 'Open Space Developer Contributions $142k (U); 'Barossa Trail extension to Gawler (PIRSA Regional Growth Fund Grant Funding) $393k (U), Stockwell Bridge widening $128k (U); CWMS Developer Contributions $302k (F).
Physical resources received free of charge (31)				
3,131	0	3,131	#DIV/0!	Assets received – Land developer $439k, CWMS $243k, Stormwater $696k, Transport $1,750k
7,454	**6,430**	**1,024**		
Net Surplus / (Deficit)				
8,403	**4,965**	**3,438**		
Other Comprehensive Income Analysis (shown as a decrease (D) or increase (I) from the adopted budget)				
Share of Other Comprehensive Income - Equity Accounted Council Businesses (32)				
0	0	0		
Changes in revaluation surplus - infrastructure, property, plant and equipment (33)				
(4,714)	0	(4,714)		This amount reflects the revaluation and selected condition assessments and adjustments for asset classes – Transport, CWMS and Stormwater
Impairment (Expense)/Recoupments Offset to Asset Revaluation Reserve (34)				
(4)	0	(4)		

Statement of Financial Position Analysis

Net Assets (total assets less total liabilities) and 'Equity' have both increased by $3m from the original budget - this is - with the main variations listed below shown as Increase (I), Decrease (D):

Actual 2022/23 $'000	Budget 2022/23 $'000	Variance Increase / (Decrease) $'000	Comments
Assets			
Current Assets (35)			
7,809	2,769	5,040	The budget assumed greater cash outflows for investing activities for new and upgraded assets. Cash and Cash Equivalents $4.5M (F); Trade and Other receivables $0.5M (F). Due to budget assumptions associated with repayments of loans to community and level of predicted rates debtors.
Non-current Assets (36)			
413,808	442,504	(28,696)	The variance is predominately attributable to the following: The budget assumed $34.4m of new asset additions and asset renewals whereby actuals were $18.1m. Noting that work in progress increased by $9.8m during 2022/23. The budget did not provision for an asset revaluation. Depreciation higher than expected $1.4m (D). Capital Expenditure carried forward to 2023/24 $8m
Liabilities			
Total Liabilities (37)			
18,114	32,497	(14,383)	Due to the differences in budget assumptions for payments received in advance related to unspent conditional capital grants. Less borrowings were required than budget due to less than budgeted works on new and renewed assets. The provision for annual leave has now been fully classified as a current liability to better align to accounting standard AASB 119 Employee Benefits.
Equity			
Other Reserves (38)			
15,572	10,969	4,603	CWMS Reserve balance increasing by $1.7m (I) - partly for capital works not completed, additional developer contributions and lower operating costs; Other Reserves closing balance decrease of $108k
Total Council Equity (39)			
403,503	412,776	(9,273)	

Statement of Cash Flows Analysis

The Statement of Cash Flows records the movement in Cash and Cash Equivalents from the last period to the end of the current Period, with the main variations listed below - Favourable (U), Unfavourable (U) or Increase (I), Decrease (D):

Actual 2022/23 $'000	Budget 2022/23 $'000	Variance Increase / (Decrease) $'000	Comments
Net cash provided by (or used in) Operating Activities (40)			
8,984	7,694	1,290	Operating activities cash flow major variances were: Investment Receipts higher due to increased interest rates Operating receipts higher mainly due to early payment of 23/24 grant money.
Net cash provided by (or used in) Investing Activities (41)			
(19,328)	(28,609)	9,281	Investing activities cash flow major variances were: Capital Income lower than budget with capital contributions lower than budget $722k (U) however some funding has been carried over to next year as amounts received in advance. Capital expenditure was lower than budget due to unfinished projects with $7.9M of capital expediture budget carried forward to next year.
Net cash provided by (or used in) Financing Activities (42)			
1,698	16,336	(14,638)	New Loans lower than budgeted with some capital spend being carried forward to next year. Repayment of Loans actual aligns with budget
Cash and Cash Equivalents at beginning of period (43)			
13,264	4,667	8,597	
Cash and Cash Equivalents at end of Period (44)			
4,618	88	4,530	Includes cash brought forward from 21/22, cash subject to externally imposed restrictions such as amounts received in advance $0.8m, FAGS paid in advance $2m,

Capital Program 2022/23						
Description	2022/23 Budget	Actuals as at 30 June	Full Year Revised Budget in Last Update	Budget Adjustments Quarter 4	Carry forward to 2022/23	Proposed Full Year Revised Budget
CORPORATE AND COMMUNITY SERVICES	20,566,178	14,018,148	20,154,092	204,858	(6,328,266)	14,030,685
Community Services - Community Transport	55,000	92,840	130,000	0	(34,000)	96,000
Community Transport Vehicles	55,000	92,840	130,000	0	(34,000)	96,000
Library Services	86,161	58,774	86,161	0	0	86,161
Library Books	86,161	58,774	86,161	0	0	86,161
Barossa Regional Gallery	88,745	0	88,745	0	(88,745)	0
Barossa Regional Gallery Air Conditioning (carried forward)	88,745	0	88,745	0	(88,745)	0
Offices and Community Facilities	20,336,272	13,866,534	19,849,186	204,858	(6,205,521)	13,848,524
The Big Project - Phase 1 Implementation - Buildings (subject to grant funding)	279,988	0	17,568	100,000	(117,568)	0
The Big Project - Phase 1 Implementation - Recreation (subject to grant funding)	310,000	0	15,000	100,000	(115,000)	0
Angas Recreation Park Clubrooms Canopy	0	165,793	166,014	0	0	166,014
Angas Recreation Park Multi Functional Clubrooms	0	49,767	48,909	0	0	48,909
Angas Recreation Park Tennis/Netball Courts (carried forward)	400,000	408,712	400,000	0	0	400,000
Angas Rec Park Stormwater	0	0	1,700	0	0	1,700
Angas Recreation Park Second Oval and Ancillary Works (carried forward)	0	16,396	279,989	(263,593)	0	16,396
Aquatic Swimming Pool, Kokoda Road	0	151,995	151,995	0	0	151,995
Barossa Culture Hub - The Big Project (carried forward)	4,987,865	23,412	0	0	0	0
Barossa Rugby Park - The Big Project (Infrastructure Projects Grant Programs) (part carried forward)	2,560,500	1,313,980	2,616,529	250,000	(1,552,549)	1,313,980
Curdnatta Recreation Park BBQ and Cricket Nets (part externally funde	0	1,487	0	0	0	0
Depot Office and Workshop, Williamstown	0	0	11,849	0	0	11,849
Irrigation Equipment Tanunda Rec Park	0	97,090	146,083	0	0	146,083
Library & Branch Office, Mount Pleasant	0	56,718	66,876	0	(10,150)	56,726
Library & Branch Office, Nuriootpa	0	5,450	50,000	0	(44,550)	5,450
Lyndoch Land purchase	0	175,114	1,714,830	0	(1,539,716)	175,114
Lyndoch Rec Park Change/Clubrooms	2,500,000	30,728	28,083	0	0	28,083
Nuriootpa Office Minor Building Improvements	0	304,064	304,937	0	0	304,937
Nuriootpa Soccer Clubrooms (carried forward)	1,533,104	140,385	1,241,375	0	(1,100,990)	140,385
Nuriootpa Soccer Civil Infrastructure (carried forward)	30,000	1,002,386	1,155,610	0	(153,223)	1,002,386
Nuriootpa Soccer Infrastructure Pitches (carried forward)	300,000	626,872	624,379	0	0	624,379
Nuriootpa Swimming Pool - Outdoor Table Set		8,154	0	0	0	0
Nuriootpa Swimming Pool - Solar Heating System		5,473	0	0	0	0
Nuriootpa Swimming Pool - Pool Cleaner		12,550	0	0	0	0
Rex Water Heaters	186,000	11,150	186,000	0	(174,850)	11,150
Rex Aquatic Fitness building	0	47,989	0	0	0	0
Stockwell Park Fitness Infrastructure	0	6,364	0	0	0	0
Stockwell Park Civil Works/Signage/Landscaping	0	29,924	36,725	0	0	36,725
Stockwell Park Trail	0	4,523	0	0	0	0
Talunga Caravan Park Facilities (carried forward)	2,230,109	2,032,813	2,724,207	0	(691,394)	2,032,813
Tanunda Recreation Park Junior Sports Field (part carried forward - Infrastructure Projects Grant Programs)	473,970	789,229	780,135	0	0	780,135
Tanunda Recreation Park - Oval Widening	378,100	357,621	378,100	0	(20,479)	357,621
Tanunda Recreation Park Playground (Open Space and Places for People Grant Funding) (carried forward)	592,246	645,160	743,493	(44,350)	0	699,143
Tanunda Recreation Park Cricket Nets (Infrastructure Projects Grant Programs)(carried forward)	125,890	191,861	125,890	0	0	125,890
Tanunda Rec Park Change/Club Rooms	3,448,500	5,110,924	5,647,995	125,000	(662,071)	5,110,924
Tanunda Recreation Park - Show Hall Upgrade Retention (carried forward)	0	11,934	34,915	0	(22,981)	11,934
RSL Hall, Mount Pleasant	0	30,514	0	0	0	0
Various tennis/netball courts as per Court audit report July 2019 (expected 40% grants/contributions)	0	0	150,000	-62,199	0	87,801
DEVELOPMENT AND ENVIRONMENTAL SERVICES	33,079	29,724	33,079	0	0	33,079
Barossa Bushgardens	33,079	0	0	0	0	0
Provision of Airconditioning at Barossa Bushgardens	33,079	29,724	33,079	0	0	33,079
EXECUTIVE SERVICES	515,049	565,044	1,166,007	0	(601,949)	564,058
Office and Community Facilities	515,049	565,044	1,166,007	0	(601,949)	564,058
Asset Management System	0	167,225	300,000	0	(132,775)	167,225
Audio Visual System Council Chamber	130,000	137,987	137,000	0	0	137,000
Continuous Improvement program	323,946	0	149,404	0	(149,404)	0

Capital Program 2022/23 (Continued)						
Description	2022/23 Budget	Actuals as at 30 June	Full Year Revised Budget in Last Update	Budget Adjustments Quarter 4	Carry forward to 2022/23	Proposed Full Year Revised Budget
Finance Budgeting Software (carried forward)	61,103	0	61,103	0	(40,653)	20,450
Intranet	0	15,840	100,000	0	(84,160)	15,840
Mobile Phone Fleet	0	0	50,000	0	(50,000)	0
Pathway System	0	63,543	148,500	0	(84,957)	63,543
Switching Technology	0	0	40,000	0	(40,000)	0
TechOne System	0	180,450	160,000	0	0	160,000
Website Development Project	0	0	20,000	0	(20,000)	0
NURIOOTPA CENTENNIAL PARK AUTHORITY	20,000	407,272	222,180	0	0	222,180
Cleaners Van	0	0	0	0	0	0
NCPA - Adventure Playground (carried forward)	0	321,450	168,445	0	0	168,445
NCPA - Amenities Facilities	0	0	30,000	0	0	30,000
NCPA - 'Internal Roadworks	20,000	0	0	0	0	0
NCPA - Multi-Use Change Rooms	0	23,735	23,735	0	0	23,735
NCPA - 15/16 Swimming Pool and Ancillary Equipment		11,270	0	0	0	0
NCPA - Power Heads Caravan Park		14,116	0	0	0	0
NCPA - Fencing		18,700	0	0	0	0
NCPA - Irrigation		18,000	0	0	0	0
WORKS AND ENGINEERING	13,262,270	10,023,893	12,017,695	(204,858)	(988,556)	10,824,281
Bridges	1,188,133	469,535	558,133	0	0	558,133
Footbridge, King Street North	28,133	45,688	43,133	0	0	43,133
Mangler Hill Road Angaston Safety Guardrails	40,000	36,474	40,000	0	0	40,000
Moculta Road Bridge - Design only (part carried forward)	720,000	379,163	390,000	0	0	390,000
Smyth Road Tanunda Bridge (part carried forward)	400,000	8,210	85,000	0	0	85,000
Buildings	450,000	301,759	643,539	(97,927)	(258,354)	287,258
Access and inclusion works - Nuriootpa Oval	80,000	67,572	80,000	0	0	80,000
Building Renewal and Replacement	300,000	49,993	405,919	(97,927)	(185,076)	122,915
General office improvement allocation	70,000	127,922	55,000	0	0	55,000
Floodwall Equipment Storage Shed	0	24,423	0	0	0	0
Nuriootpa Office - LED Lighting Replacement	0	7,929	60,199	0	(52,270)	7,929
Tanunda and Williamstown Depots Upgrade	0	2,506	0	0	0	0
The Rex Barossa Aquatic and Fitness Centre - LED Lighting Replacement	0	21,414	42,421	0	(21,007)	21,414
Footpaths	227,561	121,714	237,561	(106,931)	0	130,630
Atze Park upgrade	35,000	30,264	35,000	0	0	35,000
College Street, Tanunda, footpath upgrade (NI)	85,630	77,280	85,630	0	0	85,630
Barossa Trail extension to Gawler	0	2,810	10,000	0	0	10,000
Footpath Renewal Budget - Salaries	106,931	0	106,931	(106,931)	0	0
King Street Lyndoch footpath		11,360	0	0	0	0
Motor Vehicles, Plant and Equipment	933,015	1,306,976	1,874,315	0	(344,917)	1,529,398
Backhoe	0	216,000	216,000	0	0	216,000
General Inspector Vehicle	40,000	0	0	0	0	0
Minor Plant	50,000	17,680	50,000	0	0	50,000
Motor Vehicles Renewal	443,015	261,808	417,315	0	(54,917)	362,398
Mower 1 – Oval Reel Mower	0	143,636	150,000	0	0	150,000
Mower 2 – Front deck open space mower	0	45,455	60,000	0	0	60,000
Mower 3 – Front deck open space mower	0	45,455	60,000	0	0	60,000
Mower 4 – Small zero turn mower	0	39,091	60,000	0	0	60,000
Mower Trailer 1	0	21,364	15,000	0	0	15,000
Mower Trailer 2	0	15,455	15,000	0	0	15,000
Mower Trailer 3	0	15,455	15,000	0	0	15,000
Mower Decks	0	23,182	25,000	0	0	25,000
Plant and Equipment	400,000	157,997	470,000	0	(290,000)	180,000
Plant Trailer	0	38,290	40,000	0	0	40,000
Turf Ute 1	0	34,724	40,000	0	0	40,000
Turf Ute 2	0	37,894	40,000	0	0	40,000
Turf Ute 3	0	37,881	40,000	0	0	40,000
Works Gardener 4.5T Truck	0	60,591	61,000	0	0	61,000
4.5 Tonne Truck	0	95,021	100,000	0	0	100,000
Parks and Gardens	100,000	93,631	113,976	0	0	113,976
Krieg Park BMX Track	0	105	13,976	0	0	13,976
Playground Equipment Renewal	70,000	92,954	70,000	0	0	70,000
Playground	30,000	0	30,000	0	0	30,000
Tanunda Recreation Park Oval Renewal	0	572	0	0	0	0
Road Resheeting	1,089,655	1,196,862	1,175,655	0	(231,734)	943,921
E Lorkes Road Springton	0	21,315	86,000	0	0	86,000
Resheet Program	1,039,655	1,175,547	1,039,655	0	(231,734)	807,921
Resheeting Budget Contingency	50,000	0	50,000	0	0	50,000

Capital Program 2022/23 (Continued)						
Description	2022/23 Budget	Actuals as at 30 June	Full Year Revised Budget in Last Update	Budget Adjustments Quarter 4	Carry forward to 2022/23	Proposed Full Year Revised Budget
Finance Budgeting Software (carried forward)	61,103	0	61,103	0	(40,653)	20,450
Intranet	0	15,840	100,000	0	(84,160)	15,840
Mobile Phone Fleet	0	0	50,000	0	(50,000)	0
Pathway System	0	63,543	148,500	0	(84,957)	63,543
Switching Technology	0	0	40,000	0	(40,000)	0
TechOne System	0	180,450	160,000	0	0	160,000
Website Development Project	0	0	20,000	0	(20,000)	0
NURIOOTPA CENTENNIAL PARK AUTHORITY	20,000	407,272	222,180	0	0	222,180
Cleaners Van	0	0	0	0	0	0
NCPA - Adventure Playground (carried forward)	0	321,450	168,445	0	0	168,445
NCPA - Amenities Facilities	0	0	30,000	0	0	30,000
NCPA - 'Internal Roadworks	20,000	0	0	0	0	0
NCPA - Multi-Use Change Rooms	0	23,735	23,735	0	0	23,735
NCPA - 15/16 Swimming Pool and Ancillary Equipment		11,270	0	0	0	0
NCPA - Power Heads Caravan Park		14,116	0	0	0	0
NCPA - Fencing		18,700	0	0	0	0
NCPA - Irrigation		18,000	0	0	0	0
WORKS AND ENGINEERING	13,262,270	10,023,893	12,017,695	(204,858)	(988,556)	10,824,281
Bridges	1,188,133	469,535	558,133	0	0	558,133
Footbridge, King Street North	28,133	45,688	43,133	0	0	43,133
Mangler Hill Road Angaston Safety Guardrails	40,000	36,474	40,000	0	0	40,000
Moculta Road Bridge - Design only (part carried forward)	720,000	379,163	390,000	0	0	390,000
Smyth Road Tanunda Bridge (part carried forward)	400,000	8,210	85,000	0	0	85,000
Buildings	450,000	301,759	643,539	(97,927)	(258,354)	287,258
Access and inclusion works - Nuriootpa Oval	80,000	67,572	80,000	0	0	80,000
Building Renewal and Replacement	300,000	49,993	405,919	(97,927)	(185,076)	122,915
General office improvement allocation	70,000	127,922	55,000	0	0	55,000
Floodwall Equipment Storage Shed	0	24,423	0	0	0	0
Nuriootpa Office - LED Lighting Replacement	0	7,929	60,199	0	(52,270)	7,929
Tanunda and Williamstown Depots Upgrade	0	2,506	0	0	0	0
The Rex Barossa Aquatic and Fitness Centre - LED Lighting Replacement	0	21,414	42,421	0	(21,007)	21,414
Footpaths	227,561	121,714	237,561	(106,931)	0	130,630
Atze Park upgrade	35,000	30,264	35,000	0	0	35,000
College Street, Tanunda, footpath upgrade (NI)	85,630	77,280	85,630	0	0	85,630
Barossa Trail extension to Gawler	0	2,810	10,000	0	0	10,000
Footpath Renewal Budget - Salaries	106,931	0	106,931	(106,931)	0	0
King Street Lyndoch footpath		11,360	0	0	0	0
Motor Vehicles, Plant and Equipment	933,015	1,306,976	1,874,315	0	(344,917)	1,529,398
Backhoe	0	216,000	216,000	0	0	216,000
General Inspector Vehicle	40,000	0	0	0	0	0
Minor Plant	50,000	17,680	50,000	0	0	50,000
Motor Vehicles Renewal	443,015	261,808	417,315	0	(54,917)	362,398
Mower 1 – Oval Reel Mower	0	143,636	150,000	0	0	150,000
Mower 2 – Front deck open space mower	0	45,455	60,000	0	0	60,000
Mower 3 – Front deck open space mower	0	45,455	60,000	0	0	60,000
Mower 4 – Small zero turn mower	0	39,091	60,000	0	0	60,000
Mower Trailer 1	0	21,364	15,000	0	0	15,000
Mower Trailer 2	0	15,455	15,000	0	0	15,000
Mower Trailer 3	0	15,455	15,000	0	0	15,000
Mower Decks	0	23,182	25,000	0	0	25,000
Plant and Equipment	400,000	157,997	470,000	0	(290,000)	180,000
Plant Trailer	0	38,290	40,000	0	0	40,000
Turf Ute 1	0	34,724	40,000	0	0	40,000
Turf Ute 2	0	37,894	40,000	0	0	40,000
Turf Ute 3	0	37,881	40,000	0	0	40,000
Works Gardener 4.5T Truck	0	60,591	61,000	0	0	61,000
4.5 Tonne Truck	0	95,021	100,000	0	0	100,000
Parks and Gardens	100,000	93,631	113,976	0	0	113,976
Krieg Park BMX Track	0	105	13,976	0	0	13,976
Playground Equipment Renewal	70,000	92,954	70,000	0	0	70,000
Playground	30,000	0	30,000	0	0	30,000
Tanunda Recreation Park Oval Renewal	0	572	0	0	0	0
Road Resheeting	1,089,655	1,196,862	1,175,655	0	(231,734)	943,921
E Lorkes Road Springton	0	21,315	86,000	0	0	86,000
Resheet Program	1,039,655	1,175,547	1,039,655	0	(231,734)	807,921
Resheeting Budget Contingency	50,000	0	50,000	0	0	50,000

Capital Program 2022/23 (Continued)						
Description	2022/23 Budget	Actuals as at 30 June	Full Year Revised Budget in Last Update	Budget Adjustments Quarter 4	Carry forward to 2022/23	Proposed Full Year Revised Budget
Road Resealing	5,272,898	5,159,324	5,612,530	0	(25,000)	5,587,530
Basedow Road Tanunda	0	43,850	44,000	0	0	44,000
Road Reseal Contingency	569,682	0	330,314	0	0	330,314
Goldfields Rd, Cockatoo Valley	438,227	412,404	438,227	0	0	438,227
Middleton Road Cockatoo Valley	0	84,337	41,000	0	0	41,000
Moculta Road Moculta	1,680,000	2,072,680	2,099,463	0	(25,000)	2,074,463
Research Road, Tanunda	0	459,581	443,045	0	0	443,045
Road Reseal Program Budget (Spray and Asphalt)	1,893,000	1,491,281	1,474,492	0	0	1,474,492
R Rogers Road, Eden Valley	0	0	20,000	0	0	20,000
Valley Road, Angaston	80,868	56,746	80,868	0	0	80,868
Yaldara Drive, Lyndoch	611,121	538,445	611,121	0	0	611,121
Road Reconstruction - Stockwell Road Freight Route	0	0	30,000	0	0	30,000
Stormwater	1,295,153	609,739	898,238	0	(128,551)	769,687
Baird ST, Nuriootpa	25,000	28,775	45,000	0	0	45,000
Basedow Road Tanunda Drainage Upgrade	0	0	0	0	0	0
Basedow Creek Scour Protection	15,000	0	35,000	0	0	35,000
Calton Road to Hameister Court Drainage, Kalbeeba	368,740	0	0	0	0	0
Centenary Avenue Nuriootpa Flood Mitigation - Design only	0	0	0	0	0	0
Centenary Avenue, Kalimna Creek flood levee	25,000	0	25,000	0	0	25,000
Colonist Corner Williamstown Reserve Drainage Upgrade	0	0	0	0	0	0
Drainage Inlet Capacity Upgrade	50,000	11,473	0	0	0	0
Elizabeth Street Tanunda	30,000	14,567	60,000	0	(45,400)	14,600
Kalimna Road Nuriootpa	0	0	30,000	0	0	30,000
Kerb and Gutter Upgrades - critical K&G works to be completed as part of road re-seal programme	500,000	332,104	350,000	0	(21,326)	328,674
Maria Street Tanunda Drainage Swale	0	0	61,825	0	(61,825)	0
Murray ST, Nuriootpa	100,000	92,378	100,000	0	0	100,000
Old Talunga Park - Tennis Court / Men's Shed drainage	35,000	42,818	35,000	0	0	35,000
Project Management Salaries	76,413	0	56,413	0	0	56,413
Roendfeldt Street / Third Avenue / Homburg Street / Langmeil Road - Design Only	30,000	53,822	60,000	0	0	60,000
Yettie Road Williamstown	40,000	33,802	40,000	0	0	40,000
Community Wastewater Management System (CWMS)	2,623,055	468,839	638,106	0	0	638,106
CWMS Pipeline Radio Link Upgrade/Control Change (carried forward)	0	0	0	0	0	0
Gravity Mains Operation Emergency IP and Manhole Repairs/Replacem	65,000	27,449	65,000	0	0	65,000
Ford Pk Ranger Xl, S056Ago, 4*4 Single Chassis	0	21,022	22,074	0	0	22,074
Lyndoch Bevalaqua pump Station Emergency Storage	350,000	213,106	350,000	0	0	350,000
Nuriootpa Waste Water Treatment Plant - upgrades/improvements	1,800,000	200,171	177,926	0	0	177,926
Stockwell Recreation Park - CWMS Irrigation	0	4,691	23,106	0	0	23,106
Williamstown Lagoon and Infrastructure	350,000	2,400	0	0	0	0
Vehicle New Operators Technical Support	58,055	0	0	0	0	0
Streetscaping	82,800	295,515	265,642	0	0	265,642
Mount Pleasant Streetscaping	0	123,564	78,000	0	0	78,000
Murray Street Angaston Streetscaping	0	109,613	104,842	0	0	104,842
Streetscaping - townships- unallocated	82,800	62,337	82,800	0	0	82,800
Grand Total (Notes 12 and 14)	34,396,576	25,044,082	33,593,053	0	(7,918,771)	25,674,282

Grants, Contributions and Asset Sales 2022/23							
Description	2022/23 Budget	Actuals Cash rec'd up to 30 June	Full Year Revised Budget in Last Update	Budget Adjustments Quarter 4	Carry forward to 2022/23	Actual Income spent/ recognised	Proposed Full Year Revised Budget
CORPORATE AND COMMUNITY SERVICES	(4,718,000)	(2,972,222)	(3,788,865)	0	313,000	(2,658,961)	(3,475,865)
The Big Project - Phase 1 Implementation Grant Funding	(1,771,000)	0	0	0	0	0	0
Barossa Rugby Development Contributions	(300,000)	0	(300,000)	0	0	0	(300,000)
Tanunda Rec Park Clubrooms/ Amenities Buildings	(1,149,500)	(1,343,050)	(1,343,050)	0	0	(1,343,050)	(1,343,050)
Lyndoch Recreation Park Change/Clubrooms (carried forward)	(1,000,000)	0	0	0	0	0	0
Angas Recreation Park Junior Oval/Recreation Landscaping Contributions	0	(330,000)	(350,000)	0	313,000	(16,739)	(37,000)
Tanunda Recreation Park - Contribution to Lighting/other	0	0	(88,000)	0	0	0	(88,000)
Talunga Caravan Park - Cabins & Amenities	0	(408,643)	(817,286)	0	0	(408,643)	(817,286)
Barossa Rugby Precinct Development Tanunda (Infrastructure Projects Grant Programs)	(497,500)	(890,529)	(890,529)	0	0	(890,529)	(890,529)
NURIOOTPA CENTENNIAL PARK AUTHORITY	0	(270,806)	(270,344)	0	0	(270,806)	(270,344)
Nuriootpa Artificial Soccer Pitch - Local Roads and Community Infrastructure Phase 2	0	(270,806)	(270,344)	0	0	(270,806)	(270,344)
WORKS AND ENGINEERING	(2,944,321)	(2,735,673)	(3,754,036)	0	0	(2,488,653)	(3,754,036)
Vehicle and Equipment Trade-in Sales Motor Vehicles/Plant	(411,369)	(247,020)	(586,318)	0	0	0	(586,318)
CWMS Developer Contributions	(50,000)	(352,828)	(50,000)	0	0	(352,828)	(50,000)
Contribution from LRC	0	0	(113,624)	0	0	0	(113,624)
Murray Street / Kalimna Road corner drainage upgrade	(10,000)	(10,000)	(10,000)	0	0	(10,000)	(10,000)
Open Space Developer Contributions	(142,736)	0	(142,736)	0	0	0	(142,736)
Barossa Trail extension to Gawler (PIRSA Regional Growth Fund Grant Funding)	0	0	(392,775)	0	0	0	(392,775)
Special Local Roads Program	(1,200,000)	(1,200,000)	(1,200,000)	0	0	(1,200,000)	(1,200,000)
Local Roads and Community Infrastructure	(1,130,216)	(925,825)	(1,130,216)	0	0	(925,825)	(1,130,216)
Stockwell Bridge widening (Bridges Renewal Round 5/ Local Government Land Transport Infrastructure Project)	0	0	(128,367)	0	0	0	(128,367)
Grand Total (Notes 13 and 15)	(7,662,321)	(5,978,701)	(7,813,245)	0	313,000	(5,418,420)	(7,500,245)

DEBATE REPORT

2.1 Corporate Services and Business Innovation

2.1.3 BUDGET UPDATE - QUARTER 1 2022-2023 - AS AT 30 SEPTEMBER 2023

Author: Senior Accountant
23/114102

PURPOSE

The Budget Update for 2023-2024 (as at 30 September 2023) is attached for Council consideration and adoption of budget variations.

RECOMMENDATION

That Council, having reviewed the Budget Update for 2023/2024 (as at 30 September 2023) at Attachment 1, adopt the budget update report and budget variations including reserve transfers contained therein.

REPORT

Background

On a quarterly basis the budgets of Council are to be reviewed in accordance with the *Local Government Act 1999* and associated regulations.

Officers undertake a review of all budget lines and adjust where budgets are trending over or under budget and where changes are required associated with capital programs or new or changed funding conditions.

In addition, the first review in September each year brings into the budget changes associated with the finalisation of the financial statements and carried forward funding, final annual grant allocations, insurance costs and many others that are estimated in the budget but are solidified in the first quarter of each financial year when annual accounts are received. Further, each quarter will present prior decisions of Council where funding changes have been made so they are captured in the full estimates and budgeted financial statements.

Discussion
The report provides information as to the financial position of Council, containing budget update reports which include Executive Summary, Uniform Presentation of Finances, Key Performance Indicators, Summary of Operating Budget Variance Adjustments and Summary of Capital Budget Variance Adjustments.

The proposed variances between the Original Budget and this budget update are listed on the operating and capital budget adjustment pages.

Summary and Conclusion
The review has been completed and is ready for review and endorsement.

ATTACHMENTS OR OTHER SUPPORTING REFERENCES

Attachment 1 Quarter 1 Budget Update 2023 - 2024 as at 30 September 2023 ⇩

Supporting references
Nil

COMMUNITY PLAN / CORPORATE PLAN / LEGISLATIVE REQUIREMENTS

Corporate Plan

BS6 – Finance - Provision of financial and budgetary accounting services, treasury and investment services, management reporting, reconciliation and taxation services, asset accounting, internal control, accounts payable and receivable services.

BS7 – Governance - Provision of governance advice and support in the discharge of legislative responsibilities for policy development, delegations and authorisations, internal review of Council decisions, Native Title claims.

BS 13 – Strategic/Legislative Planning and Reporting – Provision of organisational performance report (outcomes), activity report (outputs), a range of statutory reporting (e.g. public health, tax, superannuation) and financial reporting.

Legislative Requirements
Section 123 (13) of the Local Government Act 199
Regulation 9 of the Local Government (Financial Management) Regulation 2011

FINANCIAL, RESOURCE AND RISK MANAGEMENT CONSIDERATIONS

The report provides the best up to date estimates of financial and resource estimates to achieve the annual business plan and strategies set by Council.

COMMUNITY ENGAGEMENT

Community Consultation was part of the Original Budget adoption process in July 2023, as per legislation.

Annual Budget and Business Plan 2023/24

Budget Update - Quarterly

As at 30 September 2023

Budget Update Report

Annual Business Plan Report

Executive Summary

This report is a Budget Update as at 30 September 2023 for the 2023/24 financial year pursuant to Regulations 7, 9 and 10 of the Local Government (Financial Management) Regulations 2011 under the Act. Unless otherwise indicated figures shown are for the 2023/24 financial year and the variance report comparison is actual to original budget.

The proposed Revised Budget adjustments include a number of 'one-off' variations shown as Favourable (F) or Unfavourable (U). Only larger variances (excluding carried forward amounts from 2022/23) are highlighted below. For further details and information on the note numbers refer to variance adjustments within this report:

Long Term Financial Plan (LTFP) – Considerations

Since the adoption of the Budget, Council has made decisions on projects that have material financial implications not only for the 2023/24 year (these are included within the yearly budget wherever possible) but also may effect the longer term. In some cases not all information is available for these projects and not included in the budget review. The following list is a summary of these types of projects:

- Infrastructure expenditure on project scoping, designs and works with this budget update at $11.8m this includes additional and carried forward expenditure with this update at $988k, as well as reductions of $325k see more detail in this report.
- Office and Community Facilities inc. The Big Project (TBP) expenditure on project scoping, designs and works with this budget update at $15.2m this includes additional and carried forward expenditure with this update at $6.2m, as well as reduction in spends of $1.8m see more detail in this report.
- The Councils Community Wastewater Management Systems (CWMS) operating result and capital expenditure programs are transferred to/from a reserve held specifically for this service area. A review of the service charges and rating methodology is required to check the charge vs service provision in line with legislative and ESCOSA requirements.

Uniform Presentation of Finances

for the year ending 30 June 2024

The following is a high level summary of both operating and capital investment activities of the Council prepared in a uniform and consistent basis. All Councils in South Australia voluntarily have agreed to summarise annual budgets and long term financial plans on the same basis. The arrangement ensures that all Councils provide a common 'core' of financial information, which enables meaningful comparisons of each Council's finances.

	Budget Adjustment Notes	Original Full Year Budget ($'000)	Actuals as at 30 Sep ($'000)	Carried Forward from last year ($'000)	Budget Adjustments Quarter 1 ($'000)	Proposed Full Year Revised Budget ($'000)	Proposed Full Year Revised Budget ($'000)
Income	1-7	45,014	39,045	0	466	45,480	45,480
Less Expenses	8-11	(47,359)	(11,072)	0	(185)	(47,544)	(47,544)
Operating Surplus / (Deficit)		(2,345)	27,973	0	281	(2,064)	(2,064)
Less Net Outlays on Existing Assets							
Capital Expenditure on Renewal and Replacement of Existing Assets	12	(8,031)	(782)	(2,520)	(23)	(10,574)	(10,574)
add back Depreciation, Amortisation and Impairment	10	10,170	2,542	0	0	10,170	10,170
add back Proceeds from Sale of Replaced Assets	13	224	0	0	(18)	206	206
		2,363	1,760	(2,520)	(41)	(198)	(198)
Less Net Outlays on New and Upgraded Assets							
Capital Expenditure on New and Upgraded Assets	14	(14,822)	(3,019)	(5,398)	2,134	(18,086)	(18,086)
add back Amounts Received Specifically for New and Upgraded Assets	15	2,838	896	313	(870)	2,281	2,281
add back Proceeds from Sale of Surplus Assets	16	0	110	0	0	0	0
		(11,984)	(2,013)	(5,085)	1,264	(15,805)	(15,805)
Net Lending / (Borrowing) for Financial Year		(11,966)	27,720	(7,605)	1,504	(18,067)	(18,067)

Uniform Presentation of Finances

Funding Source for the movement in Net Lending / (Borrowing)	($'000)
Original Full year Budget Net Lending / (Borrowing)	**(11,966)**
Carried Forward Budget Adjustments – Report on Financial Results Funds were held for these projects in cash and investments at 30 June 2023	(7,605)
Other Budget Adjustments - September Budget Update. Funds required for these items will decrease Councils cash and investments. This amount includes amendments approved at the Council meetings held July, August and September 2023	1,504
Proposed Full-year Revised Budget - Net Lending / (Borrowing)	**(18,067)**

Key Performance Indicators (KPI) – 2022/23

Key Performance Indicators (KPI)		Original Budget 30 June 24	Budget Update 30 Sep 23
Operating Surplus / (Deficit) ($'000)		**(2,345)**	**(2,064)**
Target	To achieve an operating breakeven position, or better, over any five year period.		
Notes	*Operating Deficit decreased by $281k as a result of a reduction of net costs of $185k and an increase in revenue of $466k. Due to the advance payment of Financial Assistance Grants totalling $2.086M (received June 2023) the true underlying budget position for 2023-24 is $22K surplus not $2.064M deficit.*		
Operating Surplus Ratio		**(5.2%)**	**(4.5%)**
Target	To achieve an operating surplus ratio of between -2% to 10.		
Notes	*The adopted LTFP 3 year average for this ratio was (4.3%), this update forecasts an annual result of (4.5%) which is outside of the target range. Using the last 2 years actuals 2022 at 6.4% and 2023 at 2.1% and this Budget update of (4.5%) the three year average is 1.2%, within the adopted target range of (2%) to 10%. Due to the advance payment of Financial Assistance Grants totalling $2.086M the true underlying budget position for 2023-24 is an operating surplus ratio of 0.05% well within the target range.*		
Net Financial Liabilities ($'000)		**29,744**	**36,209**
Target	Council's level of net financial liabilities (NFL) is no greater than its annual operating revenue and not less than zero.		
Notes	*Increase in Net Financial Liabilities due to carry forward of capital projects.*		
Net Financial Liabilities Ratio		**66%**	**80%**
Target	Net financial liabilities ratio is greater than zero but less than 100% of total operating revenue.		
Notes	*This ratio has increased; refer to the comments in the Net Financial Liabilities indicator above.*		
Asset Funding Renewal Ratio		**122%**	**160%**
Target	Capital outlays on renewing/replacing assets is greater than 80% but less than 110% of Infrastructure Asset Management Plans (previously Depreciation) over a rolling 3 year period, the ratio shown above is based on the spend for the current year only.		
Notes	*For the purposes of this Financial Indicator the 2023 Infrastructure Asset Management Plan (IAMP) does not contain renewal spend information. The Long Term Financial Plan (LTFP) required an annual spend for the major asset classes at $6,607k, the adopted 23/24 budget renewal spend is $8,031k that calculates a budget Asset Renewal Funding Ratio (ARFR) of 122%.* *The budget update asset renewal spend is now $10,574k using the LTFP annual spend of $6,607k the ARFR is 160%, this is greater than the original budgeted ARFR at 122% and above the adopted target- greater than 80% but less than 110%.*		

Department	Description	Income/Expenditure Account	Reason for Budget Adjustment	Type of Adjustment	2023/24 Adjustment Quarter 1
Operating Adjustments					
Administration	Admin Miscellaneous	Operating Grant - Financial Assistance	Financial Assistance Grant General additional to be paid	Addition to income (negative amount)	(113,233)
Works Operating	Sealed Roads - Repair/Maintenance	Operating Grant - Local Roads Grant	Additional Operating Grant - Local Roads	Addition to income (negative amount)	(243,956)
Library Services	Library - Adult Digital Literacy	Operating Grant - Other	Country Technology uplift grant	Addition to income (negative amount)	(8,395)
Library Services	Library - Adult Digital Literacy	Operating Grant - Other	Science Week grant	Addition to income (negative amount)	(11,295)
Grants, Subsidies and Contributions				***Note 4***	***(376,879)***
Financial Services	Administer Council investments	Interest Earned (LG Finance Auth.)	LGFA Bonus Distribution Payment	Addition to income (negative amount)	(23,058)
Investment Income				***Note 5***	***(23,058)***
Works Administration	Works Leave - Workers Compensation	Recoupments - Income Protection Insurance	Recognise W/Comp Claim Reimbursements - 1st quarter	Addition to income (negative amount)	(24,512)
Financial Services	Finance Leave - Workers Compensation	Recoupments - Income Protection Insurance	Recognise W/Comp Claim Reimbursements - 1st quarter	Addition to income (negative amount)	(35,009)
Corporate Services	Maintain Insurance Policies	Recoupments - Insurance Claims	Recoupments for Insurance Claims	Addition to income (negative amount)	(6,950)
Other Income				***Note 7***	***(66,471)***
Office of the Mayor and CEO	Council Meeting - Attend/support	Contractors - Other Services	Increase budget to support required upgrades to agenda system	Addition to expenditure (positive amount)	4,450
Office of the Mayor and CEO	Office of the Mayor and CEO	Legal Fees	Increase legal fees as approved by Council on 17/10/2023 - confidential report	Addition to expenditure (positive amount)	11,500
Office of the Mayor and CEO	Office of the Mayor and CEO	Consultants - Other	Amend budget as approved by Coucill 17/10/2023	Addition to expenditure (positive amount)	10,000
Office of the Mayor and CEO	Community Events	Contributions - Other	Increase budget as per Council authorisation 17/10/23	Addition to expenditure (positive amount)	30,000
Organisational Development	Strategic Plan Updates	Consultants - Other	Strategic and Character Area Planning Costs	Addition to expenditure (positive amount)	50,000
Planning Services	Assessment and Advice- Planning	Contractors - Works Contract Labour Staff	New Chairs and Sit Stand Desk	Transfer From - expenditure (negative amount)	(1,750)

Department	Description	Income/Expenditure Account	Reason for Budget Adjustment	Type of Adjustment	2023/24 Adjustment Quarter 1
Operating Adjustments					
Planning Services	Assessment and Advice- Planning	Direct Purchases - Assets < $5,000	New Chairs and Sit Stand Desk	Transfer To - expenditure (positive amount)	1,750
Library Services	Library - Adult Digital Literacy	Direct Purchases - Other	Country Technology uplift grant spend	Addition to expenditure (positive amount)	8,395
Library Services	Library - Adult Digital Literacy	Direct Purchases - Other	Science Week grant spend	Addition to expenditure (positive amount)	11,295
Planning Services	Heritage Grant Fund	Donations - Sundry	To carry funds over from 2022-2023 in order to support Heritage Grants	Carried forward income (negative amount)	(4,500)
Administration	Admin Vehicle - Other	Energy Costs - Fuel & Lubricants	Increase Fuel Budget in line with actuals	Addition to expenditure (positive amount)	2,500
Planning Services	Assessment and Advice- Planning	Energy Costs - Fuel & Lubricants	Increase Fuel Budget in line with actuals	Addition to expenditure (positive amount)	10,000
Corporate Services	Procurement Shared Services	Energy Costs - Fuel & Lubricants	Increase Fuel Budget in line with actuals	Addition to expenditure (positive amount)	3,000
Regulatory Services	Dog and Cat Control	Energy Costs - Fuel & Lubricants	Increase Fuel Budget in line with actuals	Addition to expenditure (positive amount)	10,000
Health Services	Assessment and Advice - Health	Energy Costs - Fuel & Lubricants	Increase Fuel Budget in line with actuals	Addition to expenditure (positive amount)	5,000
Office of the Mayor and CEO	Support Other LGA Bodies	Contributions - LGAs	LGA Membership	Addition to expenditure (positive amount)	2,897
Corporate Services	Risk Management	Consultants - Other	Legislated Update - Floorplans and Emergency Evacution Requirements	Addition to expenditure (positive amount)	3,500
Corporate Services	Manage OHS&W responsibilities	Contractors - Other Services	Legislated Update - Floorplans and Emergency Evacuations	Addition to expenditure (positive amount)	27,000
Offices and Community Facilities	Community Building - Repair	Contractors - Fire Equipment Servicing	Above budgeted amount required for replacement portables defected during recent inspection.	Transfer From - expenditure (negative amount)	(2,450)
Offices and Community Facilities	Rec Park - Talunga (Mt Pleasant)	Contractors - Fire Equipment Servicing	Above budgeted amount required for replacement portables defected during recent inspection.	Transfer To - expenditure (positive amount)	1,505
Offices and Community Facilities	Hall - Mt Pleasant	Contractors - Fire Equipment Servicing	Above budgeted amount required for replacement portables defected during recent inspection.	Transfer To - expenditure (positive amount)	945
Offices and Community Facilities	Community Assets & Facilities	Contractors - Other Services	Above budgeted amount required for replacement of concourse grating that has degraded in the off season and identified during internal safety audit.	Transfer From - expenditure (negative amount)	(13,669)
Offices and Community Facilities	Williamstown Swimming Pool	Contractors - Bldg Maintenance Services	Above budgeted amount to repair community entry gates that had become unsafe to operate. (possible Capital investment)	Transfer To - expenditure (positive amount)	4,241
Offices and Community Facilities	Rec Park - Stockwell	Contractors - Bldg Maintenance Services	Above budgeted amount to repair community entry gates that had become unsafe to operate. (possible Capital investment)	Transfer To - expenditure (positive amount)	9,428
Materials, Contract and Other Expenses				***Note 9***	***185,037***
Depreciation, Amortisation and Impairment				***Note 10***	***0***
Finance Costs				***Note 11***	***0***
NET TOTAL - Operating Adjustments					***(281,371)***

Department	Asset	Description	Income/Expenditure Account	Type of Adjustment	2023/24 Adjustment Quarter 1	Favourable/ Unfavourable
		Capital Expenditure on Renewal and Replacement of existing assets				
Offices and Community Facilities	Misc Buildings Renewal	Capital Exp-Misc Community properties	Capital Exp Bldgs - Contractors	Carry Forward from 2022-23 to 2023-24	185,076	Unfavourable
Offices and Community Facilities	Lyndoch Land Purchase	Capital Exp-Lyndoch Rec Park	Capital Exp Land - Other	Carry Forward from 2022-23 to 2023-24	1,539,716	Unfavourable
Library Services	LIBRARY & BRANCH OFFICE, MOUNT PLEASANT	Capital Exp-Libraries	Cap Exp Furn & Fitt - Contractors	Carry Forward from 2022-23 to 2023-24	10,150	Unfavourable
Works Capital - Roads Sheeted	Road Pave - Mount Road Mount Crawford	Capital Exp-Road Resheeting	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	40,767	Unfavourable
Works Capital - Roads Sheeted	Road Pave - Mount Road Mount Crawford	Capital Exp-Road Resheeting	Capital Expenditure Structures - Materia	Carry Forward from 2022-23 to 2023-24	27,317	Unfavourable
Works Capital - Roads Sheeted	Road Pave - Mount Road Mount Crawford	Capital Exp-Road Resheeting	Capital Expenditure Structures - Internal Plant H	Carry Forward from 2022-23 to 2023-24	13,050	Unfavourable
Environmental Services	Swimming Pool, BV Recreation Centre	Capital Exp-Bushgardens	Capital Expenditure Bldgs - Contractors	Carry Forward from 2022-23 to 2023-24	174,850	Unfavourable
Works Capital - Roads Sheeted	Road Pave - Craneford Road Eden Valley	Capital Exp-Road Resheeting	Capital Expenditure Structures - Materia	Carry Forward from 2022-23 to 2023-24	61,200	Unfavourable
Works Capital - Roads Sheeted	ROAD PAVE,MARLEY RD, Mount Pleasant	Capital Exp-Road Resheeting	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	27,000	Unfavourable
Works Capital - Roads Sheeted	ROAD PAVE,MARLEY RD, Mount Pleasant	Capital Exp-Road Resheeting	Capital Expenditure Structures - Materia	Carry Forward from 2022-23 to 2023-24	32,400	Unfavourable
Works Capital - Roads Sheeted	ROAD PAVE,JOHNS RD,MT PLEASANT	Capital Exp-Road Resheeting	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	27,000	Unfavourable
Works Capital - Roads Sheeted	ROAD PAVE,JOHNS RD,MT PLEASANT	Capital Exp-Road Resheeting	Capital Expenditure Structures - Materia	Carry Forward from 2022-23 to 2023-24	3,000	Unfavourable
Works Capital	TRUCK, Arboriculture Tower Truck	Capital Exp-Depot Vehicles	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	250,000	Unfavourable
Works Administration	Office Vehicle- Capital Project Officer	Capital Exp-Admin Vehicles	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	25,000	Unfavourable
Works Administration	Office Vehicle - Manager Works & Operations	Capital Exp-Admin Vehicles	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	29,917	Unfavourable
Community Services - Community Transport	Office Vehicle - Community Transport Vehicle 1	Capital Exp-Community Transport Scheme	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	34,000	Unfavourable
Works Capital	Works Ute 2	Capital Exp-Depot Vehicles	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	40,000	Unfavourable
Offices and Community Facilities	Lyndoch Land Purchase	Capital Exp-Lyndoch Rec Park	Capital Expenditure Land - Other	Addition to expenditure (positive amount)	10,000	Unfavourable
Works Capital	KERB, JULIUS STREET, TANUNDA	Capital Exp-Kerbs	Capital Expenditure Structures - Contrac	Transfer From - expenditure (negative amount)	(130,000)	Favourable
Offices and Community Facilities	Williamstown Hall Flooring	Capital Exp-Williamstown Hall	Capital Expenditure Equip - Materials	Transfer to - expenditure (Positive amount)	49,715	Unfavourable
Offices and Community Facilities	Gallery Gutter Works	Capital Exp-Barossa Regional Gallery	Capital Expenditure Structures - Contrac	Transfer to - expenditure (Positive amount)	18,500	Unfavourable
Offices and Community Facilities	Misc Buildings Renewal	Capital Exp-Misc Community properties	Capital Expenditure Bldgs - Contractors	Transfer From - expenditure (negative amount)	(75,215)	Favourable
Offices and Community Facilities	Upgrade Tanunda Oval	Capital Exp-Tanunda Rec Park	Capital Expenditure Structures - Contrac	Addition to expenditure (positive amount)	150,000	Unfavourable
Works Capital Bridges	Bridge - Smyth Road Tanunda	Capital Exp-Bridges	Capital Expenditure Structures - Contrac	Transfer From - expenditure (negative amount)	(250,000)	Favourable
Offices and Community Facilities	Upgrade Tanunda Oval	Capital Exp-Tanunda Rec Park	Capital Expenditure Structures - Contrac	Transfer to - expenditure (Positive amount)	250,000	Unfavourable
Capital Expenditure on Renewal and Replacement of Existing Assets				***Note 12***	**2,543,443**	
NET TOTAL - Asset Renewal/Replacement Adjustments					**2,543,443**	

Department	Asset	Description	Income/Expenditure Account	Type of Adjustment	2023/24 Adjustment Quarter 1	Favourable/ Unfavourable
		Capital Expenditure on New and Upgraded assets				
Offices and Community Facilities	Samuel Road Stand Alone Solar	Capital Exp-Misc Community properties	Capital Expenditure Structures - Contrac	Transfer to - expenditure (Positive amount)	7,000	Unfavourable
Works Capital	ROAD SEAL,JULIUS ST,TANUNDA	Capital Exp - Road resealing	Capital Expenditure Structures - Contrac	Transfer to - expenditure (Positive amount)	130,000	Unfavourable
Offices and Community Facilities	Lyndoch Recreation Park Change/Club Rooms	Capital Exp-Lyndoch Rec Park	Capital Expenditure Structures - Contrac	Reduction to expenditure (negative amount)	(2,591,504)	Favourable
Offices and Community Facilities	New Public Toilet - Tanunda Rec Park	Capital Exp-Tanunda Rec Park	Capital Expenditure Bldgs - Materials	Addition to expenditure (positive amount)	63,000	Unfavourable
Offices and Community Facilities	Mt Pleasant Caravan Park Upgrade	Capital Exp-Talunga Caravan Park	Capital Expenditure Structures - Contrac	Addition to expenditure (positive amount)	246,840	Unfavourable
Works Capital	Barossa Rugby Park - The Big Project	Capital Exp - Other Sporting Reserves	Capital Exp - Salaries	Transfer to - expenditure (Positive amount)	50,000	Unfavourable
Offices and Community Facilities	The Big Project - Buildings Phase 1 Implementation	Capital Exp-Misc Community properties	Capital Exp - Salaries	Transfer From - expenditure (negative amount)	(50,000)	Favourable
Offices and Community Facilities	The Big Project - Recreation Phase 1 Implementation	Capital Exp-Misc Community properties	Capital Exp - Salaries	Transfer From - expenditure (negative amount)	(50,000)	Favourable
Works Capital	Barossa Rugby Park - The Big Project	Capital Exp-Other Sporting Reserves	Capital Expenditure Structures - Contrac	Addition to expenditure (positive amount)	10,000	Unfavourable
Information Technology	ICT Software/Hardware	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	149,404	Unfavourable
Information Technology	Intranet	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	84,160	Unfavourable
Information Technology	Website Development Project	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	20,000	Unfavourable
Offices and Community Facilities	Tanunda Recreation Park Change/Club Rooms	Capital Exp-Tanunda Rec Park	Capital Exp - Salaries	Transfer to - expenditure (Positive amount)	50,000	Unfavourable
Sec 41 Committees - Gallery	Barossa Regional Gallery Air Conditioning	Capital Exp-Barossa Regional Gallery	Capital Exp Bldgs - Contractors	Carry Forward from 2022-23 to 2023-24	88,745	Unfavourable
Offices and Community Facilities	Show Hall Upgrade - Tanunda Recreation Park	Capital Exp-Tanunda Rec Park	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	22,981	Unfavourable
Offices and Community Facilities	Tanunda Recreation Park - Oval	Capital Exp-Tanunda Rec Park	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	20,479	Unfavourable
Offices and Community Facilities	The Big Project - Buildings Phase 1 Implementation	Capital Exp-Misc Community properties	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	104,195	Unfavourable
Offices and Community Facilities	The Big Project - Buildings Phase 1 Implementation	Capital Exp-Misc Community properties	Capital Exp - Salaries	Carry Forward from 2022-23 to 2023-24	13,373	Unfavourable
Offices and Community Facilities	The Big Project - Recreation Phase 1 Implementation	Capital Exp-Misc Community properties	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	110,000	Unfavourable
Offices and Community Facilities	The Big Project - Recreation Phase 1 Implementation	Capital Exp-Misc Community properties	Capital Exp - Salaries	Carry Forward from 2022-23 to 2023-24	5,000	Unfavourable
Offices and Community Facilities	Barossa Rugby Park - The Big Project	Capital Exp-Barossa Rugby Precinct	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	1,552,549	Unfavourable
Works Capital	Barossa Visitor Centre Carpark Sealing	Capital Exp-Kerbs	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	21,326	Unfavourable
Offices and Community Facilities	Nuriootpa Office Led Lighting Replacement	Capital Exp-Misc properties	Capital Exp - Salaries	Carry Forward from 2022-23 to 2023-24	52,270	Unfavourable

Department	Asset	Description	Income/Expenditure Account	Type of Adjustment	2023/24 Adjustment Quarter 1	Favourable/ Unfavourable
Capital Expenditure on New and Upgraded assets						
Offices and Community Facilities	The Rex LED Lighting Replacement	Capital Exp -The Rex Barossa Aquatic Fitness	Capital Exp Bldgs - Contractors	Carry Forward from 2022-23 to 2023-24	21,007	Unfavourable
Offices and Community Facilities	Mt Pleasant Caravan Park Upgrade	Capital Exp-Mt Pleasant Caravan Park (Talunga)	Capital Exp Bldgs - Materials	Carry Forward from 2022-23 to 2023-24	18,700	Unfavourable
Offices and Community Facilities	Mt Pleasant Caravan Park Upgrade	Capital Exp-Mt Pleasant Caravan Park (Talunga)	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	672,694	Unfavourable
Nuriootpa Centennial Park	Nuriootpa Soccer Clubrooms	Capital Exp-Nuriootpa Recreation Park	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	1,100,990	Unfavourable
Nuriootpa Centennial Park	Nuriootpa Soccer Civil Infrastructure	Capital Exp-Nuriootpa Recreation Park	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	153,223	Unfavourable
Offices and Community Facilities	Tanunda Recreation Park Change/Club Rooms	Capital Exp-Tanunda Rec Park	Capital Exp Structures - Contractors	Carry Forward from 2022-23 to 2023-24	662,071	Unfavourable
Information Technology	Finance Budgeting Software	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	40,653	Unfavourable
Works Capital Stormwater	Drainage Maria Street Open Channel	Capital Exp-S/W Drainage	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	61,825	Unfavourable
Nuriootpa Centennial Park	LIBRARY & BRANCH OFFICE, NURIOOTPA	Capital Exp-Nuriootpa Caravan Park	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	20,000	Unfavourable
Offices and Community Facilities	LIBRARY & BRANCH OFFICE, NURIOOTPA	Capital Exp-Tanunda Rec Park	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	24,550	Unfavourable
Works Capital - Road Seal	Road Seal - Moculta Road Moculta	Capital Exp - Road resealing	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	25,000	Unfavourable
Works Capital Stormwater	Road Drain - Elizabeth Street Tanunda	Capital Exp-S/W Drainage	Capital Expenditure Structures - Contrac	Carry Forward from 2022-23 to 2023-24	45,400	Unfavourable
Information Technology	Mobile Phone Fleet	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	50,000	Unfavourable
Information Technology	Pathway System	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	84,957	Unfavourable
Information Technology	Switching Technology	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	40,000	Unfavourable
Information Technology	Asset Management System	Capital Exp-Computer Equipment and system improvements	Capital Expenditure Equip - Materials	Carry Forward from 2022-23 to 2023-24	132,775	Unfavourable
Capital Expenditure on New and Upgraded Assets				***Note 14***	**3,263,663**	Unfavourable
Amounts received specifically for New and Upgraded Assets/Profit and loss for asset disposal						
Works Ovals and Open Space	Tanunda Rec Park	Tanunda Rec Park Clubrooms/Amenities Buildings	Capital Contributions - Other	Addition to income (negative amount)	(20,000)	Favourable
Equipment Sales	Equipment Sales	Equipment Sales	Equipment Sales	Reduction to income (positive amount)	16,500	Unfavourable
Works Ovals and Open Spaces	Angas Recreation Park Junior Oval/Recreation Landscaping Contributions	Angas Recreation Park Junior Oval/Recreation Landscaping Contributions	Capital Contributions - Other	Carry Forward from 2022-23 to 2023-24	(313,000)	Favourable
Works Operating	Lyndoch Rec Park	Lyndoch Recreation Park	Capital Grant	Reduction to income (positive amount)	890,381	Unfavourable
Amounts Received Specifically for New and Upgraded Assets				***Note 15***	**573,881**	
NET TOTAL - Asset New/Upgrade Adjustments					**3,837,544**	
NET TOTAL - Capital Adjustments			***Note: for reconciliation purposes the report includes Approved Carried Forw***		**6,380,988**	

Statement of Comprehensive Income

for the year ending 30 June 2024

	Budget Adjustment Notes	Original Full Year Budget ($'000)	Actuals as at 30 Sep ($'000)	Carried Forward ($'000)	Budget Adjustments Quarter 1 ($'000)	Proposed Full Year Revised Budget ($'000)
Income						
Rates	1	37,892	37,830		0	37,892
Statutory Charges	2	828	140			828
User Charges	3	3,837	232	0		3,837
Grants, Subsidies and Contributions	4	1,471	408		377	1,848
Investment Income	5	152	21		23	175
Reimbursements	6	62	21			62
Other Income	7	772	393	0	66	838
Net Gain – Joint Ventures and Associations		0	0			0
Total Revenues		45,014	39,045	0	466	45,480
Expenses						
Employee Costs	8	17,478	4,047		0	17,478
Materials, Contracts and Other Expenses	9	18,426	4,445	0	185	18,611
Depreciation, Amortisation and Impairment	10	10,170	2,542			10,170
Finance Costs	11	1,285	38			1,285
Net Loss – Joint Ventures and Associations		0	0			0
Total Expenses		47,359	11,072	0	185	47,544
Operating Surplus / (Deficit)		(2,345)	27,973	0	281	(2,064)
Physical Resources Received Free of Charge		0				0
Asset Disposal and Fair Value	16	(854)				(854)
Amounts Received Specifically for New or Upgraded Assets	15	2,838	896	313	(870)	2,281
Net Surplus / (Deficit)		(361)	28,869	313	(589)	(637)
Changes in revaluation surplus - infrastructure, property, plant and equipment		0	0	0	0	0
Infrastructure, property, plant and equipment Impairment (Expense)/Recoupments offset to Asset Revaluation Reserve		0	0	0	0	0
Total Other Comprehensive Income		0	0	0	0	0
Total Comprehensive Income		(361)	28,869	313	(589)	(637)

Capital Program 2023/24					
Description	2023/24 Budget	Actuals as at 30 Sept	Carry forwards	Budget Adjustments Quarter 1	Proposed Full Year Revised Budget
CORPORATE AND COMMUNITY SERVICES	11,453,582	2,942,153	6,477,670	(1,786,449)	16,144,803
Community Services - Community Transport	65,000	94,344	34,000	0	99,000
Community Transport Vehicles	65,000	94,344	34,000	0	99,000
Library Services	90,470	1,040	0	0	90,470
Library Books	90,470	1,040	0	0	90,470
Barossa Regional Gallery	0	0	88,745	0	88,745
Barossa Regional Gallery Air Conditioning	0	0	88,745	0	88,745
Corporate Services and Business Innovation	518,000	1,592	149,404	0	667,404
ICT Software/Hardware - (part carried forward)	518,000	1,592	149,404	0	667,404
Offices and Community Facilities	10,780,112	2,845,177	6,205,521	(1,786,449)	15,199,184
The Big Project - Salary, design and preparation	200,000	134,478	232,568	(100,000)	332,568
Soccer Development Contribution ($200k consolidated)	200,000	0	0	0	200,000
Aquatic Swimming Pool, Kokoda Road - Swimming Championships	42,000	0	0	0	42,000
Talunga Pak Light Replacement	200,000	1,000	0	0	200,000
Talunga Oval Renovation	1,190,000	131,512	0	400,000	1,590,000
Barossa Culture Hub - The Big Project	250,000	(238)	0	0	250,000
Barossa Rugby Park - The Big Project (Infrastructure Projects Grant Programs) (part carried forward)	2,444,473	871,860	1,552,549	60,000	4,057,022
Library & Branch Office, Mount Pleasant	0	0	10,150	0	10,150
Library & Branch Office, Nuriootpa	0	0	44,550	0	44,550
Lyndoch Land purchase	0	220	1,539,716	10,000	1,549,716
Lyndoch Rec Park Change/Clubrooms	3,841,504	7,568	0	(2,591,504)	1,250,000
Nuriootpa Soccer Clubrooms (carried forward)	1,300,000	16,600	1,100,990	0	2,400,990
Nuriootpa Soccer Civil Infrastructure	0	704	153,223	0	153,223
Nuriootpa Soccer Infrastructure Pitches	0	5,876	0	0	0
Rex Water Heaters	165,150	18,488	174,850	0	340,000
Stockwell Park Civil Works/Signage/Landscaping	0	(9)	0	0	0
Talunga Caravan Park Facilities (carried forward)	0	859,180	691,394	246,840	938,234
Tanunda Recreation Park Junior Sports Field (part carried forward - Infrastructure Projects Grant Programs)	0	20,209	0	0	0
Tanunda Recreation Park - Oval Widening	0	5,189	20,479	0	20,479
Tanunda Recreation Park Playground (Open Space and Places for People Grant Funding) (carried forward)	0	1,150	0	0	0
Tanunda Recreation Park Cricket Nets (Infrastructure Projects Grant Programs)	0	21,260	0	0	0
Tanunda Rec Park Change/Club Rooms	946,985	750,129	662,071	50,000	1,659,056
Tanunda Recreation Park - Show Hall Upgrade Retention (carried forward)	0	0	22,981	0	22,981
New Public Toilet - Tanunda Recreational Park	0	0	0	63,000	63,000
Williamstown Hall Floor Resurfacing	0	0	0	49,715	49,715
Samuel Road Stand Alone Solar	0	0	0	7,000	7,000
Barossa Gallery Gutter Works	0	0	0	18,500	18,500
EXECUTIVE SERVICES	0	35,100	132,775	0	132,775
Asset Management System	0	35,100	132,775	0	132,775

Capital Program 2023/24 (Continued)					
Description	2023/24 Budget	Actuals as at 30 Sept	Carry forwards	Budget Adjustments Quarter 1	Proposed Full Year Revised Budget
NURIOOTPA CENTENNIAL PARK AUTHORITY	200,000	2,120	319,770	0	519,770
Finance Budgeting Software (carried forward)	0	0	40,653	0	40,653
Intranet	0	0	84,160	0	84,160
Mobile Phone Fleet	0	0	50,000	0	50,000
Pathway System	0	2,120	84,957	0	84,957
Switching Technology	0	0	40,000	0	40,000
Website Development Project	0	0	20,000	0	20,000
NCPA - Amenities Facilities - 'C' Block amenities upgrade	180,000	0	0	0	180,000
NCPA - 'Internal Roadworks	20,000	0	0	0	20,000
WORKS AND ENGINEERING	11,199,564	849,105	988,556	(325,215)	11,862,905
Bridges	503,500	941	0	0	150,000
Lyndoch Valley road, Lyndoch Footbridge Replacement	150,000	1,177	0	0	150,000
Moss Smith Brodge - Design Only	103,500	506	0	0	103,500
Moculta Road Bridge - Design only	0	(743)	0	0	0
Smyth Road Tanunda Bridge (part carried forward)	250,000	0		(250,000)	0
Buildings	330,000	10,451	185,076	(75,215)	439,861
Community Buildings and Office/ Depot Works	330,000	51	185,076	(75,215)	439,861
Nuriootpa Office - LED Lighting Replacement	0	4,150	52,270	0	52,270
The Rex Barossa Aquatic and Fitness Centre - LED Lighting Replacement	0	6,250	21,007	0	21,007
Footpaths	490,641	63,169	0	0	490,641
Northern Side Kalimna Road	100,000	0	0	0	100,000
Atze Park upgrade	0	6,285	0	0	0
Footpath Renewal Budget - Salaries	390,641	56,884	0	0	390,641
Motor Vehicles, Plant and Equipment	775,000	206,774	344,917	0	1,119,917
General Inspector, Office and Other Vehicles (part carried forward)	325,000	0	0	0	325,000
Motor Vehicles Renewal - including Depot Utes	400,000	-24,278	0	0	400,000
Backhoe	0	1,144	0	0	0
Depot - Tractor	0	-1,851	0	0	0
Depot 8x5 Tip Trailer 1	0	32	0	0	0
Depot 8x5 Tip Trailer 2	0	32	0	0	0
Depot 8x5 Tip Trailer 3	0	259	0	0	0
Excavator	0	-6,519	0	0	0
Loader Volvo	0	-31,535	0	0	0
Minor Plant	50,000	1,876	0	0	50,000
Motor Vehicles Renewal	0	34,847	54,917	0	54,917
Mower 1 – Oval Reel Mower	0	868	0	0	0
Mower 2 – Front deck open space mower	0	5,701	0	0	0
Mower 3 – Front deck open space mower	0	2,754	0	0	0
Mower 4 – Small zero turn mower	0	325	0	0	0
Mower Trailer 1	0	32	0	0	0
Mower Trailer 2	0	67	0	0	0
Mower Trailer 3	0	125	0	0	0
Plant and Equipment	0	299,191	290,000	0	290,000
Motor Vehicle, Plant & Equipment		-72,971	0	0	0
Plant Trailer	0	3,380	0	0	0
Turf Ute 1	0	200	0	0	0
Turf Ute 2	0	-580	0	0	0
Turf Ute 3	0	998	0	0	0
Works Ute 3	0	3,327	0	0	0
Works Gardener 4.5T Truck	0	-3,967	0	0	0
4.5 Tonne Truck	0	-6,683	0	0	0
Parks and Gardens	161,784	15,816	0	0	161,784
Recreation assets- including internal roads	59,384	0	0	0	59,384
Krieg Park BMX Track	0	15,000	0	0	0
Playground Equipment Renewal	30,000	0	0	0	30,000
Playground	72,400	51	0	0	72,400
Tanunda Recreation Park Oval Renewal	0	765	0	0	0
Road Resheeting	1,064,848	55,269	278,057	0	1,342,905
Resheeting Budget Contingency	1,064,848	0	0	0	1,064,848
E Lorkes Road Springton	0	885	0	0	0
Resheet Program	0	49,096	231,734	0	231,734
Heggies Range Road Eden Valley	0	944	0	0	0
Keyneton Road Moculta	0	1,045	0	0	0
MacDonnell Street (Basedow Road to Bushman Street) Tanunda	0	51	0	0	0
Seven Steps Road Flaxman Valley	0	886	0	0	0
Short Row Angaston	0	886	0	0	0
South Terrace Angaston	0	443	0	0	0
Springton Road Williamstown	0	443	0	0	0
Staehr Street Nuriootpa	0	443	0	0	0
Tolley Road Nuriootpa	0	443	0	0	0
Goldfields Rd, Cockatoo Valley	0	95	0	0	0
Middleton Road Cockatoo Valley	0	(1,114)	0	0	0
Moculta Road Moculta	0	887	25,000	0	25,000
Research Road, Tanunda	0	(510)	0	0	0
Road Reseal Program Budget (Spray and Asphalt)	0	188	0	0	0
Yaldara Drive, Lyndoch	0	158	0	0	0
Barossa Visitor Centre Carpark Upgrade	0	0	21,323	0	21,323

Capital Program 2023/24 (Continued)					
Description	2023/24 Budget	Actuals as at 30 Sept	Carry forwards	Budget Adjustments Quarter 1	Proposed Full Year Revised Budget
Road Sealing	120,000	1,738	0	0	120,000
Fife Street sealing- design	30,000	886	0	0	30,000
Gawler Recreation Park	0	852	0	0	0
Signage track system in townships	90,000	0	0	0	90,000
Road Construction, Resealing	3,953,801	260,656	0	0	3,953,801
Craneford Road, Flaxman Valley	410,000	1,345	0	0	410,000
Julius Street, Tanunda Reconstruction (part carried forward)	520,000	16,719	0	0	520,000
Keyneton Road Moculta	220,000	1,425	0	0	220,000
Road Pavements (formed)	0	133,009	0	0	0
Meadow Road, Kalbeeba	120,000	918	0	0	120,000
Road Reseal Program Budget (Spray and Asphalt)	1,763,801	101,799	0	0	1,763,801
Melrose Street Mt Pleasant	920,000	5,441	0	0	920,000
Road Shoulders	127,082	2,423	0	0	127,082
Road Shoulders Program	127,082	2,423	0	0	127,082
Stormwater	945,153	52,964	107,228	0	1,052,381
Baird Street, drainage upgrade	500,000	13,144	0	0	500,000
Calton Road to Hameister Court Drainage, Kalbeeba	368,740	0	0	0	368,740
Project Management Salaries	76,413	37,524	0	0	76,413
Elizabeth Street Tanunda	0	1,162	45,400	0	45,400
Maria Street Tanunda Drainage Swale	0	0	61,828	0	61,828
Yettie Road Williamstown	0	1,134	0	0	0
Community Wastewater Management System (CWMS)	2,727,755	178,904	0	0	2,727,755
CWMS Pipeline Radio Link Upgrade/Control Change (carried forward)	92,100	0	0	0	92,100
Nuriootpa Waste Water Treatment Plant - upgrades/improvements	1,600,000	144,752	0	0	1,600,000
Springton WWTP upgrade and renewal	300,000	0	0	0	300,000
Lyndoch Raising Main/ Pump Replacement	200,000	1,118	0	0	200,000
Vehicle Replacements Coordinator	42,000	0	0	0	42,000
Williamstown Lagoon and Infrastructure (carried forward)	350,000	0	0	0	350,000
Vehicle New Operators Technical Support	58,055	0	0	0	58,055
Streetscaping	85,600	33,034	0	0	85,600
Streetscaping - townships- unallocated	85,600	12,008	0	0	85,600
Mt Pleasant Main Street	0	21,000	0	0	0
Murray Street Angaston Streetscaping	0	26	0	0	0
Grand Total (Notes 12 and 14)	22,853,146	3,828,479	7,918,771	(2,111,664)	28,660,253

Grants, Contributions and Asset Sales 2023/24					
Description	2023/24 Budget	Actuals as at 30 Sept	Carry forward	Budget Adjustments Quarter 1	Proposed Full Year Revised Budget
CORPORATE AND COMMUNITY SERVICES	2,380,381	498,336	313,000	(870,381)	1,823,000
Lyndoch Recreation Park Change/Clubrooms (carried forward)	890,381		0	(890,381)	0
Lyndoch Recreation Park - LRCIP R4	565,000	0	0		565,000
Lyndoch Recreation Park - Sport and Rec Grant	500,000	498,336	0		500,000
Angas Recreation Park Junior Oval	—	0	313,000		313,000
Tanunda Recreation Park - Club contribution to changerooms	300,000	0	0		300,000
Tanunda Recreation Park Public Toilet				20,000	20,000
Barossa Culture Hub - Creative Industries Centre	125,000	0	0	0	125,000
NURIOOTPA CENTENNIAL PARK AUTHORITY	15,000	0	0	0	15,000
Soccer Club contribution towards Soccer TBP	15,000	0	0	0	15,000
INFRASTRUCTURE AND ENVIRONMENTAL SERVICES	665,236	125,015	0	(16,500)	648,736
LRCIP R4 Roads Only Funding	250,000	0	0	0	250,000
CWMS Developer Contributions	50,000	0	0	0	50,000
Open Space Developer Contributions	142,736	0	0	0	142,736
Vehicle and Equipment Trade-in Sales - Motor Vehicles and Plant	222,500	125,015	0	(16,500)	206,000
Grand Total (Notes 13 and 15)	3,060,617	623,351	313,000	(886,881)	2,486,736