

New England Weeds Authority

GENERAL PURPOSE FINANCIAL STATEMENTS
for the year ended 30 June 2016

**To be a high performing and respected
Noxious Weeds Authority**



New England Weeds Authority

General Purpose Financial Statements

for the year ended 30 June 2016

Contents	Page
1. Understanding Council's Financial Statements	2
2. Statement by Councillors and Management	3
3. Primary Financial Statements:	
– Income Statement	4
– Statement of Comprehensive Income	5
– Statement of Financial Position	6
– Statement of Changes in Equity	7
– Statement of Cash Flows	8
4. Notes to the Financial Statements	9
5. Independent Auditor's Reports:	
– On the Financial Statements (Sect 417 [2])	
– On the Conduct of the Audit (Sect 417 [3])	

Overview

- (i) These financial statements are General Purpose Financial Statements and cover the operations for New England Weeds Authority.
- (ii) New England Weeds Authority is a body politic of NSW, Australia – being constituted as a local government area by proclamation and is duly empowered by the *Local Government Act 1993* (LGA).

Council's Statutory Charter is detailed in Paragraph 8 of the LGA and includes giving Council;

- the ability to provide goods, services and facilities, and to carry out activities appropriate to the current and future needs of the local community and of the wider public,
- the responsibility for administering regulatory requirements under the LGA and
- a role in the management, improvement and development of the resources in the area.

A description of the nature of Council's operations and its principal activities are provided in Note 2(b).

- (iii) All figures presented in these financial statements are presented in Australian currency.
- (iv) These financial statements were authorised for issue by the Council on 30 August 2016. Council has the power to amend and reissue these financial statements.
-

New England Weeds Authority

General Purpose Financial Statements

for the year ended 30 June 2016

Understanding Council's financial statements

Introduction

Each year, individual local governments across New South Wales are required to present a set of audited financial statements to their council and community.

What you will find in the statements

The financial statements set out the financial performance, financial position and cash flows of Council for the financial year ended 30 June 2016.

The format of the financial statements is standard across all NSW Councils and complies with both the accounting and reporting requirements of Australian Accounting Standards and interpretations and requirements as set down by the Office of Local Government.

About the Councillor/Management Statement

The financial statements must be certified by senior staff as 'presenting fairly' the Council's financial results for the year, and are required to be adopted by Council – ensuring both responsibility for and ownership of the financial statements.

About the primary financial statements

The financial statements incorporate five 'primary' financial statements:

1. The Income Statement

This statement summarises Council's financial performance for the year, listing all income and expenses.

This statement also displays Council's original adopted budget to provide a comparison between what was projected and what actually occurred.

2. The Statement of Other Comprehensive Income

This statement primarily records changes in the fair values of Council's infrastructure, property, plant and equipment.

3. The Statement of Financial Position

An end of year snapshot of Council's financial position indicating its assets, liabilities and equity ('net wealth').

4. The Statement of Changes in Equity

The overall change for the year (in dollars) of Council's 'net wealth'.

5. The Statement of Cash Flows

This statement indicates where Council's cash came from and where it was spent. This statement also displays Council's original adopted budget to provide a comparison between what was projected and what actually occurred.

About the Notes to the Financial Statements

The Notes to the Financial Statements provide greater detail and additional information on the five primary financial statements.

About the Auditor's Reports

Council's financial statements are required to be audited by external accountants (that generally specialise in local government). In NSW, the auditor provides 2 audit reports:

1. An opinion on whether the financial statements present fairly the Council's financial performance and position, and
2. Their observations on the conduct of the audit, including commentary on the Council's financial performance and financial position.

Who uses the financial statements?

The financial statements are publicly available documents and must be presented at a Council meeting between seven days and five weeks after the date of the Audit Report.

The public can make submissions to Council up to seven days subsequent to the public presentation of the financial statements.

Council is required to forward an audited set of financial statements to the Office of Local Government.

New England Weeds Authority

General Purpose Financial Statements for the year ended 30 June 2016

Statement by Councillors and Management made pursuant to Section 413(2)(c) of the *Local Government Act 1993 (NSW)* (as amended)

The attached General Purpose Financial Statements have been prepared in accordance with:

- the *Local Government Act 1993 (NSW)* (as amended) and the regulations made thereunder,
- the Australian Accounting Standards (which include Australian Accounting Interpretations) and professional pronouncements, and
- the Local Government Code of Accounting Practice and Financial Reporting.

To the best of our knowledge and belief, these financial statements:

- present fairly the Council's operating result and financial position for the year, and
- accord with Council's accounting and other records.

We are not aware of any matter that would render these statements false or misleading in any way.

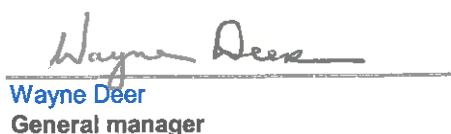
Signed in accordance with a resolution of Council made on 30 August 2016.



Maria Woods
Chair



Mark Dusting
Councillor



Wayne Deer
General manager



Wayne Deer
Responsible accounting officer

New England Weeds Authority

Income Statement

for the year ended 30 June 2016

Budget ¹ 2016	\$ '000	Notes	Actual 2016	Actual 2015
Income from continuing operations				
Revenue:				
120	User charges and fees	3b	298	378
30	Interest and investment revenue	3c	43	43
4	Other revenues	3d	7	5
1,031	Grants and contributions provided for operating purposes	3e,f	1,019	1,058
Other income:				
5	Net gains from the disposal of assets	5	-	17
1,190	Total income from continuing operations		1,367	1,501
Expenses from continuing operations				
657	Employee benefits and on-costs	4a	745	613
186	Materials and contracts	4c	300	323
53	Depreciation and amortisation	4d	94	89
292	Other expenses	4c	100	121
1,188	Total expenses from continuing operations		1,239	1,146
2	Net operating result for the year		128	355
2	Net operating result attributable to Council		128	355
Net operating result for the year before grants and contributions provided for capital purposes				
2			128	355

¹ Original budget as approved by Council - refer Note 16

New England Weeds Authority

Statement of Other Comprehensive Income for the year ended 30 June 2016

\$ '000	Notes	Actual 2016	Actual 2015
Net operating result for the year (from Income Statement)		128	355
Other comprehensive income:		—	—
Total other comprehensive income for the year		—	—
Total comprehensive income for the year		128	355
Total comprehensive income attributable to Council		128	355

New England Weeds Authority

Statement of Financial Position
as at 30 June 2016

\$ '000	Notes	Actual 2016	Actual 2015
ASSETS			
Current assets			
Cash and cash equivalents	6a	1,368	1,478
Receivables	7	30	7
Inventories	8	11	9
Total current assets		1,409	1,494
Non-current assets			
Infrastructure, property, plant and equipment	9	323	327
Total non-current assets		323	327
TOTAL ASSETS		1,732	1,821
LIABILITIES			
Current liabilities			
Payables	10	64	314
Provisions	10	133	100
Total current liabilities		197	414
Non-current liabilities			
Provisions	10	-	-
Total non-current liabilities		-	-
TOTAL LIABILITIES		197	414
Net assets		1,535	1,407
EQUITY			
Retained earnings	20	1,535	1,407
Total equity		1,535	1,407

New England Weeds Authority

Statement of Changes in Equity
for the year ended 30 June 2016

\$ '000	Notes	Retained earnings	Reserves (Refer 20b)	Council interest	Non- controlling interest	Total equity
2016						
Opening balance (as per last year's audited accounts)		1,407	–	1,407	–	1,407
Revised opening balance (as at 1/7/15)		1,407	–	1,407	–	1,407
Net operating result for the year		128	–	128	–	128
Other comprehensive income		–	–	–	–	–
Total comprehensive income (c&d)		128	–	128	–	128
Equity – balance at end of the reporting period		1,535	–	1,535	–	1,535

\$ '000	Notes	Retained Earnings	Reserves (Refer 20b)	Council Interest	Non- controlling Interest	Total Equity
2015						
Opening balance (as per last year's audited accounts)		1,052	–	1,052	–	1,052
Revised opening balance (as at 1/7/14)		1,052	–	1,052	–	1,052
Net operating result for the year		355	–	355	–	355
Other comprehensive income		–	–	–	–	–
Total comprehensive income (c&d)		355	–	355	–	355
Equity – balance at end of the reporting period		1,407	–	1,407	–	1,407

New England Weeds Authority

Statement of Cash Flows

for the year ended 30 June 2016

Budget 2016	\$ '000	Notes	Actual 2016	Actual 2015
Cash flows from operating activities				
Receipts:				
120	User charges and fees		298	378
30	Investment and interest revenue received		44	42
1,031	Grants and contributions		1,019	1,346
4	Other		–	104
Payments:				
(657)	Employee benefits and on-costs		(707)	(606)
(186)	Materials and contracts		(293)	(356)
(292)	Other		(381)	(114)
50	Net cash provided (or used in) operating activities	11b	(20)	794
Cash flows from investing activities				
Receipts:				
71	Sale of investment securities		–	–
52	Sale of infrastructure, property, plant and equipment		19	55
Payments:				
(50)	Purchase of investment securities		–	–
(121)	Purchase of infrastructure, property, plant and equipment		(109)	(156)
(48)	Net cash provided (or used in) investing activities		(90)	(101)
Cash flows from financing activities				
–	Net cash flow provided (used in) financing activities		–	–
2	Net increase/(decrease) in cash and cash equivalents		(110)	693
1,260	Plus: cash and cash equivalents – beginning of year	11a	1,478	785
1,262	Cash and cash equivalents – end of the year	11a	1,368	1,478

Please refer to Note 11 for information on the following:

- Non-cash financing and investing activities
- Financing arrangements
- Net cash flow disclosures relating to any discontinued operations

New England Weeds Authority

Notes to the Financial Statements

for the year ended 30 June 2016

Contents of the notes accompanying the financial statements

Note	Details	Page
1	Summary of significant accounting policies	10
2(a)	Council functions/activities – financial information	19
2(b)	Council functions/activities – component descriptions	20
3	Income from continuing operations	21
4	Expenses from continuing operations	23
5	Gains or losses from the disposal of assets	25
6(a)	Cash and cash equivalent assets	26
6(b)	Restricted cash, cash equivalents and investments – details	27
7	Receivables	28
8	Inventories and other assets	29
9(a)	Infrastructure, property, plant and equipment	30
9(b)	Externally restricted infrastructure, property, plant and equipment	31
10(a)	Payables, borrowings and provisions	32
10(b)	Description of (and movements in) provisions	33
11	Statement of cash flows – additional information	34
12	Commitments for expenditure	35
13	Statement of performance measures:	36
	13a (i) Local government industry indicators (consolidated)	36
	13a (ii) Local government industry graphs (consolidated)	37
14	Investment properties	39
15	Financial risk management	40
16	Material budget variations	44
17	Statement of developer contributions	46
18	Contingencies and other liabilities/assets not recognised	47
19	Interests in other entities	48
20	Retained earnings, revaluation reserves, changes in accounting policies, changes in accounting estimates and errors	49
21	Financial result and financial position by fund	50
22	'Held for sale' non-current assets and disposal groups	51
23	Events occurring after the reporting date	52
24	Discontinued operations	53
25	Intangible assets	54
26	Reinstatement, rehabilitation and restoration liabilities	55
27	Fair value measurement	56
 Additional council disclosures		
28	Financial review	57
29	Council information and contact details	58

New England Weeds Authority

Notes to the Financial Statements for the financial year ended 30 June 2016

Note 1. Summary of Significant Accounting Policies

The principal accounting policies adopted by Council in the preparation of these financial statements are set out below in order to assist in its general understanding.

Under Australian Accounting Standards (AASB's), accounting policies are defined as those specific principles, bases, conventions, rules and practices applied by a reporting entity (in this case Council) in preparing and presenting its financial statements.

(a) The Local Government Reporting Entity

The New England Tablelands (Noxious Plants) County Council is a single purpose County Council incorporated under the *NSW Local Government Act 1993 (as amended)* and trades as the New England Weeds Authority with its principal place of business at 129 Rusden Street, Armidale. These General purpose financial statements include all operations of the Council. The Council does not control any other entities.

(b) The Trust Fund

As at 30 June 2016, the authority held no moneys in trust.

(c) Basis of preparation

(i) Background

These financial statements are general purpose financial statements which have been prepared in accordance with;

- Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board,
- the *Local Government Act (1993)* & Regulation, and
- the Local Government Code of Accounting Practice and Financial Reporting.

For the purpose of preparing these financial statements, Council has been deemed to be a not-for-profit entity.

(ii) New and amended standards adopted by Council

During the current year, the following relevant standards became mandatory for Council:

- AASB 10 Consolidated Financial Statements
- AASB 11 Joint Arrangements
- AASB 12 Disclosures of Interests in Other Entities

There was no impact of these standards on the authorities Financial Statements.

(iii) Early adoption of Accounting Standards

Council has not elected to apply any pronouncements before their operative date in the annual reporting period beginning 1 July 2015.

Refer further to paragraph (r) relating to a summary of the effects of Standards with future operative dates.

(iv) Basis of Accounting

These financial statements have been prepared under the **historical cost convention** except for:

- (i) the write down of any asset on the basis of Impairment (if warranted) and
- (ii) certain classes of property, plant & equipment that are accounted for at fair valuation.

The accrual basis of accounting has also been applied in their preparation.

New England Weeds Authority

Notes to the Financial Statements

for the financial year ended 30 June 2016

Note 1. Summary of Significant Accounting Policies (continued)

(vi) Changes in Accounting Policies

Council's accounting policies have been consistently applied to all the years presented, unless otherwise stated.

There have also been no changes in accounting policies when compared with previous financial statements unless otherwise stated [refer Note 20(d)].

(v) Critical Accounting Estimates

The preparation of financial statements requires the use of certain critical accounting estimates (in conformity with AASB's).

Accordingly, this requires management to exercise its judgement in the process of applying the Council's accounting policies.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the entity and that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions

Council makes estimates and assumptions concerning the future.

The resulting accounting estimates will, by definition, seldom equal the related actual results.

Management considers there are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Critical judgements in applying the entity's accounting policies

Management considers there are no critical judgements in applying the entities accounting policies.

(d) Revenue recognition

Council recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and

specific criteria have been met for each of the Council's activities as described below.

Council bases any estimates on historical results, taking into consideration the type of customer, the type of transaction and the specifics of each arrangement.

Revenue is measured at the fair value of the consideration received or receivable.

Revenue is measured on major income categories as follows:

Grants and Contributions

Grants and contributions are recognised as revenues when the Council obtains control over the assets comprising these receipts.

Control over granted assets is normally obtained upon their receipt (or acquittal) or upon earlier notification that a grant has been secured, and is valued at their fair value at the date of transfer. Where grants received during the year are required to be allocated to third parties, deferred liability is recognised for the portion to be provided to them.

Revenue from Contributions is recognised when the Council either obtains control of the contribution or the right to receive it, (i) it is probable that the economic benefits comprising the contribution will flow to the Council and (ii) the amount of the contribution can be measured reliably.

Where grants or contributions recognised as revenues during the financial year were obtained on condition that they be expended in a particular manner or used over a particular period and those conditions were undischarged at balance date, the unused grant or contribution is disclosed in Note 3(g).

Note 3(g) also discloses the amount of unused grant or contribution from prior years that was expended on Council's operations during the current year.

New England Weeds Authority

Notes to the Financial Statements for the financial year ended 30 June 2016

Note 1. Summary of Significant Accounting Policies (continued)

User Charges, Fees and Other Income

User charges, fees and other income are recognised as revenue when the service has been provided or the payment is received, whichever first occurs.

A provision for the impairment of these receivables is recognised when collection in full is no longer probable.

A liability is recognised in respect of revenue that is reciprocal in nature to the extent that the requisite service has not been provided as at balance date.

Sale of Property, Plant and Equipment

The profit or loss on sale of an asset is determined when control of the asset has irrevocably passed to the buyer.

Interest

Interest Income from Cash & Investments is accounted for using the Effective Interest method in accordance with AASB 139.

(e) Cash and Cash Equivalents

Cash and cash equivalents includes;

- cash on hand,
- deposits held at call with financial institutions,
- other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash
- and which are subject to an insignificant risk of changes in value, and
- bank overdrafts.

Bank overdrafts are shown within borrowings in current liabilities on the balance sheet but are incorporated into Cash & Cash Equivalents for presentation of the Cash Flow Statement.

(f) Receivables

Receivables are initially recognised at fair value and subsequently measured at amortised cost, less any provision for impairment.

Receivables are generally due for settlement no more than 30 days from the date of recognition.

The collectibility of receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off in accordance with Council's policy.

A provision for impairment (ie. an allowance account) relating to receivables is established when there is objective evidence that the Council will not be able to collect all amounts due according to the original terms of each receivable.

The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate.

Impairment losses are recognised in the Income Statement within other expenses.

When a receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account.

Subsequent recoveries of amounts previously written off are credited against other expenses in the income statement.

(g) Inventories

Inventories have been valued at cost subject to adjustment for loss of service potential.

New England Weeds Authority

Notes to the Financial Statements for the financial year ended 30 June 2016

Note 1, Summary of Significant Accounting Policies (continued)

(h) Property, Plant and Equipment (PP&E)

Acquisition of assets

Council's non current assets have been progressively revalued to fair value in accordance with a staged implementation as advised by the Division of Local Government.

At balance date, the following classes of PP&E were stated at their Fair Value;

- **Plant and Equipment**
(as approximated by depreciated historical cost)
- **Office Equipment**
(as approximated by depreciated historical cost)

Initial Recognition

On initial recognition, an assets cost is measured at its fair value, plus all expenditure that is directly attributable to the acquisition.

Capitalisation Thresholds

Items of property, plant and equipment are not capitalised unless their cost of acquisition exceeds the following;

Plant & Equipment	
Office Equipment	> \$1,000
Plant & Equipment	> \$1,000

Depreciation

Depreciation on Council's property, plant and equipment assets is calculated using the straight line method in order to allocate an assets cost (net of residual values) over its estimated useful life.

Estimated useful lives for Council's PP&E include:

Plant & Equipment	
- Office Equipment	3 years
- Plant and equipment	5 to 6 years

(i) Impairment of assets

All Council's PP&E is subject to an annual assessment of impairment.

Assets that are subject to amortisation are reviewed or impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

Other assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

(j) Payables

These amounts represent liabilities and include goods and services provided to the Council prior to the end of financial year which are unpaid.

The amounts for goods and services are unsecured and are usually paid within 30 days of recognition.

(k) Payments Received in Advance & Deposits

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

New England Weeds Authority

Notes to the Financial Statements for the financial year ended 30 June 2016

Note 1. Summary of Significant Accounting Policies (continued)

(I) Employee benefits

(i) Short Term Obligations

Short term employee benefit obligations include liabilities for wages and salaries (including non-monetary benefits) and annual leave expected to be settled within the 12 months after the reporting period.

Leave liabilities are recognised in the provision for employee benefits in respect of employees' services up to the reporting date with other short term employee benefit obligations disclosed under payables.

These provisions are measured at the amounts expected to be paid when the liabilities are settled.

Liabilities for sick leave are recognised at the time when the leave is taken and measured at the rates paid or payable, and accordingly no liability has been recognised in these reports.

Wages & salaries and annual leave are all classified as Current Liabilities.

(ii) Other Long Term Obligations

The liability for all long service and annual leave in respect of services provided by employees up to the reporting date (which is not expected to be wholly settled within the 12 months after the reporting period) are recognised in the provision for employee benefits.

These liabilities are measured at the present value of the expected future payments to be made using the projected unit credit method.

Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service.

Expected future payments are then discounted using market yields at the reporting date based on national government bonds with terms to maturity and currency that match as closely as possible the estimated future cash outflows.

Due to the nature of when and how Long Service Leave can be taken, all Long Service Leave for employees with 4 or more years of service has been classified as Current, as it has been deemed that Council does not have the unconditional right to defer settlement beyond 12 months – even though it is not anticipated that all employees with more than 4 years service (as at reporting date) will apply for and take their leave entitlements in the next 12 months.

(iii) Retirement benefit obligations

All employees of the Council are entitled to benefits on retirement, disability or death.

Council contributes to various defined contribution plans on behalf of its employees.

Contributions to Defined Contribution Plans are recognised as an expense as they become payable. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

(iv) Employee Benefit On-Costs

Council has recognised at year end the aggregate on-cost liabilities arising from employee benefits, and in particular those on-cost liabilities that will arise when payment of current employee benefits is made in future periods.

These amounts include Superannuation and Workers Compensation expenses which will be payable upon the future payment of certain Leave Liabilities accrued as at 30 June 2016.

New England Weeds Authority

Notes to the Financial Statements for the financial year ended 30 June 2016

Note 1. Summary of Significant Accounting Policies (continued)

(m) Allocation between current and non-current assets & liabilities

In the determination of whether an asset or liability is classified as current or non-current, consideration is given to the time when each asset or liability is expected to be settled.

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle.

Exceptions

In the case of liabilities where Council does not have the unconditional right to defer settlement beyond 12 months (such as vested long service leave), the liability is classified as current even if not expected to be settled within the next 12 months.

(n) Taxes

The Council is exempt from both Commonwealth Income Tax and Capital Gains Tax.

Council does however have to comply with both Fringe Benefits Tax and Goods and Services Tax (GST).

Goods & Services Tax (GST)

Income, expenses and assets are all recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office (ATO).

In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of the revenue / expense.

Receivables and payables within the Balance Sheet are stated inclusive of any applicable GST.

The net amount of GST recoverable from or payable to the ATO is included as a current asset or current liability in the Balance Sheet.

Operating cash flows within the Cash Flow Statement are on a gross basis, ie. they are inclusive of GST where applicable.

Investing and Financing cash flows are treated on a net basis (where recoverable from the ATO), ie. they are exclusive of GST. Instead, the GST component of investing and financing activity cash flows which are recoverable from or payable to the ATO are classified as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from (or payable to) the ATO.

New England Weeds Authority

Notes to the Financial Statements for the financial year ended 30 June 2016

Note 1. Summary of Significant Accounting Policies (continued)

(o) New accounting standards and Interpretations issued (not yet effective)

Certain new (or amended) accounting standards and interpretations have been published that are not mandatory for reporting periods ending 30 June 2016.

Council has not adopted any of these standards early.

Apart from the AASB disclosures below, there are no other standards that are 'not yet effective' that are expected to have a material impact on Council in the current or future reporting periods and on foreseeable future transactions.

Council's assessment of the impact of upcoming new standards and interpretations that are likely to have an effect are set out below.

AASB 9 – Financial Instruments

AASB 9 replaces AASB 139 Financial Instruments: Recognition and Measurement and has an effective date for reporting periods beginning on or after 1 January 2018 (and must be applied retrospectively).

The overriding impact of AASB 9 is to change the requirements for the classification, measurement and disclosures associated with financial assets and financial liabilities.

These requirements are designed to improve and simplify the approach for classification and measurement of financial assets compared with the requirements of AASB 139.

Under the new requirements the four current categories of financial assets stipulated in AASB 139 will be replaced with two measurement categories:

- fair value, and
- amortised cost (where financial assets will only be able to be measured at amortised cost when very specific conditions are met).

Council is yet to undertake a detailed assessment of the impact of AASB 9.

AASB 15 – Revenue from Contracts with Customers and associated amending standards

AASB 15 will replace AASB 118 which covers contracts for goods and services and AASB 111 which covers construction contracts.

AASB 15 will introduce a 5-step process for revenue recognition with the core principle of the new standard being that entities recognise revenue so as to depict the transfer of goods or services to customers in amounts that reflect the consideration (that is, payment) to which the entity expects to be entitled in exchange for those goods or services.

The changes in revenue recognition requirements in AASB 15 may cause changes to accounting policies relating to the timing and amount of revenue recorded in the financial statements, as well as additional disclosures.

The effective date of this standard is for annual reporting periods beginning on or after 1 January 2018.

Council is yet to undertake a detailed assessment of the impact of AASB 15.

AASB ED 260 Income of Not-for-Profit Entities

The AASB previously issued exposure draft AASB ED 260 on Income of Not-for-Profit Entities in April 2015.

The exposure draft proposed specific not-for-profit entity requirements and guidance when applying the principles of AASB 15 to income from certain transactions.

Much of the material in AASB 1004 is expected to be replaced by material included in AASB ED 260.

Specific revenue items that may considerably change are Grants and Contributions.

The most likely financial statement impact is the deferred recognition of Grants and Contributions (i.e. recognition as unearned revenue [liability]) until Council has met the associated performance obligation/s relating to the Grants or Contribution.

At this stage there is no specific date of release for a standard nor a date of applicability.

New England Weeds Authority

Notes to the Financial Statements for the financial year ended 30 June 2016

Note 1. Summary of Significant Accounting Policies (continued)

AASB16 – Leases

AASB 116 Leases replaces AASB 117 Leases and some associated lease-related Interpretations.

AASB 16 introduces a single lease accounting model (for lessees) that will require all leases to be accounted for on the balance sheet (ie. recognition of both a right-of-use asset and a corresponding lease) for all leases with a term of more than 12 months unless the underlying assets are determined to be of 'low value'. There will also be detailed disclosure requirements for all lessees.

The effective date of this standard is for annual reporting periods beginning on or after 1 January 2019.

Council is yet to undertake a detailed assessment of the accounting impacts from AASB 16. However, based on preliminary assessments, impacts from the first time adoption of the standard are likely to include:

- a significant increase in lease assets and financial liabilities recognised on the balance sheet,
- a reduction in reported equity as the carrying amount of lease assets will reduce more quickly than the carrying amount of lease liabilities,
- lower operating cash outflows and higher financing cash flows in the statement of cash flows as principal repayments on all lease liabilities will now be included in financing activities rather than operating activities.

AASB2015-6 – Amendments to Australian Accounting Standards – Extending Related Party Disclosures to Not-for-Profit Public Sector Entities

From 1 July 2016, AASB 124 Related Party Disclosures will apply to Council.

This means that Council will be required to disclose information about related parties and Council transactions with those related parties.

Related parties will more than likely include the Mayor, Councillors and certain Council staff. In addition, the close family members of those people and any organisations that they control or are associated with will be classified as related parties

(and fall under the related party reporting requirements).

(p) Rounding of amounts

Unless otherwise indicated, amounts in the financial statements have been rounded off to the nearest thousand dollars.

(q) 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.

(r) Disclaimer

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

This page is left blank intentionally

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 2(a). Council functions/activities – financial information

Functions/activities	Income, expenses and assets have been directly attributed to the following functions/activities. Details of these functions/activities are provided in Note 2(b).												
	Income from continuing operations			Expenses from continuing operations			Operating result from continuing operations			Grants included in income from continuing operations		Total assets held (current & non-current)	
	Original budget 2016	Actual 2016	Actual 2015	Original budget 2016	Actual 2016	Actual 2015	Original budget 2016	Actual 2016	Actual 2015	Actual 2016	Actual 2015	Actual 2016	Actual 2015
Governance	–	–	–	21	19	19	(21)	(19)	(19)	–	–	–	7
Environment	1,190	1,324	1,458	1,167	1,220	1,127	23	104	331	575	711	1,732	1,814
Total functions and activities	1,190	1,324	1,458	1,188	1,239	1,146	2	85	312	575	711	1,732	1,821
Share of gains/(losses) in associates and joint ventures (using the equity method)	–	–	–	–	–	–	–	–	–	–	–	–	–
General purpose income ¹	–	43	43	–	–	–	–	43	43	–	–	–	–
Operating result from continuing operations	1,190	1,367	1,501	1,188	1,239	1,146	2	128	355	575	711	1,732	1,821

1. Includes: rates and annual charges (incl. ex-gratia), unfilled general purpose grants and unrestricted interest and investment income.

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 2(b). Council functions/activities – component descriptions

Details relating to the Council's functions/activities as reported in Note 2(a) are as follows:

GOVERNANCE

Includes costs relating to Council's role as a component of democratic government, including elections, members' fees and expenses, subscriptions to local authority associations, meetings of Council and policy-making committees, public disclosure (e.g. GIPA), and legislative compliance.

ENVIRONMENT

Includes noxious plants and insect/vermin control; other environmental protection;

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 3. Income from continuing operations

\$ '000	Notes	Actual 2016	Actual 2015
(b) User charges and fees			
Specific user charges (per s.502 – specific 'actual use' charges)			
Nil			
Other user charges and fees			
(i) Fees and charges – statutory and regulatory functions (per s.608)			
Private works		291	375
Regulatory fees		7	3
Total fees and charges – statutory/regulatory		298	378
TOTAL USER CHARGES AND FEES		298	378
(c) Interest and investment revenue (including losses)			
Interest			
– Interest earned on investments (interest and coupon payment income)		43	43
TOTAL INTEREST AND INVESTMENT REVENUE		43	43
Interest revenue is attributable to:			
Unrestricted investments/financial assets:			
General Council cash and investments		43	43
(d) Other revenues			
Other		7	5
TOTAL OTHER REVENUE		7	5

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 3. Income from continuing operations (continued)

\$ '000	2016 Operating	2015 Operating	2016 Capital	2015 Capital
(e) Grants				
Specific purpose				
Noxious weeds	575	711	-	-
Total specific purpose	575	711	-	-
Total grants	575	711	-	-
Grant revenue is attributable to:				
- State funding	487	711	-	-
	575	711	-	-
Other contributions:				
Other councils – joint works/services	444	347	-	-
Total other contributions	444	347	-	-
Total contributions	444	347	-	-
TOTAL GRANTS AND CONTRIBUTIONS	1,019	1,058	-	-

(g) Restrictions relating to grants and contributions**Certain grants and contributions are obtained by Council on condition that they be spent in a specified manner:**

Unexpended at the close of the previous reporting period	442	40
Add: grants and contributions recognised in the current period but not yet spent:	220	442
Less: grants and contributions recognised in a previous reporting period now spent:	(142)	(40)
Net increase (decrease) in restricted assets during the period	78	402
Unexpended and held as restricted assets	520	442

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 4. Expenses from continuing operations

\$ '000	Notes	Actual 2016	Actual 2015
(a) Employee benefits and on-costs			
Salaries and wages		620	519
Travel expenses		1	12
Employee leave entitlements (ELE)		34	2
Superannuation		58	48
Workers' compensation insurance		11	13
Training costs (other than salaries and wages)		7	11
Other		14	8
Total employee costs		745	613
Less: capitalised costs		-	-
TOTAL EMPLOYEE COSTS EXPENSED		745	613
Number of 'full-time equivalent' employees (FTE) at year end		9	8
Number of 'full-time equivalent' employees (FTE) at year end (incl. vacancies)		9	8
(c) Materials and contracts			
Raw materials and consumables		282	307
Contractor and consultancy costs		10	10
Auditors remuneration ⁽¹⁾		8	6
Total materials and contracts		300	323
Less: capitalised costs		-	-
TOTAL MATERIALS AND CONTRACTS		300	323
1. Auditor remuneration			
During the year, the following fees were incurred for services provided by the Council's Auditor - The Audit Office of NSW (2015: Forsyths)			
(i) Audit and other assurance services			
- Audit and review of financial statements		8	6
Remuneration for audit and other assurance services		8	6
Total Auditor remuneration		8	6

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 4. Expenses from continuing operations (continued)

\$ '000	Notes	Impairment costs		Depreciation/amortisation	
		Actual 2016	Actual 2015	Actual 2016	Actual 2015
(d) Depreciation, amortisation and impairment					
Plant and equipment		–	–	91	85
Office equipment		–	–	3	4
Total depreciation and impairment costs		–	–	94	89
Less: capitalised costs		–	–	–	–
TOTAL DEPRECIATION AND IMPAIRMENT COSTS EXPENSED		–	–	94	89

(e) Other expenses

Other expenses for the year include the following:

Advertising	7	2
Aircraft Hire	1	30
Bank charges	1	–
Councillor expenses – Chairpersons fee	6	6
Councillor expenses – councillors' fees	12	12
Councillors' expenses (incl. mayor) – other (excluding fees above)	1	1
Electricity and heating	2	3
Insurance	21	17
Office expenses (including computer expenses)	18	19
Postage	1	–
Printing and stationery	4	4
Subscriptions and publications	1	1
Telephone and communications	6	9
Rent	13	12
Other	6	5
TOTAL OTHER EXPENSES	100	121

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 5. Gains or losses from the disposal of assets

\$ '000	Notes	Actual 2016	Actual 2015
Plant and equipment			
Proceeds from disposal – plant and equipment		19	55
Less: carrying amount of plant and equipment assets sold/written off		(19)	(38)
Net gain/(loss) on disposal		<u>-</u>	<u>17</u>
 NET GAIN/(LOSS) ON DISPOSAL OF ASSETS		 <u>-</u>	 <u>17</u>

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 6a. – Cash assets

\$ '000	Notes	2016	2016	2015	2015
		Actual Current	Actual Non-current	Actual Current	Actual Non-current
Cash and cash equivalents (Note 6a)					
Cash on hand and at bank		18	–	217	–
Cash-equivalent assets ¹					
– Short-term deposits		1,350	–	1,261	–
<u>TOTAL CASH ASSETS AND CASH EQUIVALENTS</u>		<u>1,368</u>	<u>–</u>	<u>1,478</u>	<u>–</u>

¹ Those investments where time to maturity (from date of purchase) is < 3 mths.

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 6b. Restricted cash, cash equivalents and investments – details

\$ '000	2016	2016	2015	2015
	Actual Current	Actual Non-current	Actual Current	Actual Non-current
Total cash, cash equivalents and investments	1,368	–	1,478	–
attributable to:				
External restrictions (refer below)	520	–	682	–
Internal restrictions (refer below)	251	–	213	–
Unrestricted	597	–	583	–
	1,368	–	1,478	–

2016 \$ '000	Opening balance	Transfers to restrictions	Transfers from restrictions	Closing balance
-----------------	--------------------	------------------------------	--------------------------------	--------------------

Details of restrictions

External restrictions – included in liabilities

DPI Advances	240	–	(240)	–
External restrictions – included in liabilities	240	–	(240)	–

External restrictions – other

Specific purpose unexpended grants (F)	442	78	–	520
External restrictions – other	442	78	–	520
Total external restrictions	682	78	(240)	520

Internal restrictions

Plant and vehicle replacement	113	110	(106)	117
Employees leave entitlement	100	34	–	134
Total internal restrictions	213	144	(106)	251
TOTAL RESTRICTIONS	895	222	(346)	771

F Grants which are not yet expended for the purposes for which the grants were obtained. (refer Note 1 (b))

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 7. Receivables

\$ '000	Notes	2016		2015	
		Current	Non-current	Current	Non-current
Purpose					
Accrued revenues					
– Interest on investments		1	–	2	–
Other debtors		29	–	5	–
Total		30	–	7	–
Less: provision for impairment					
Nil					
TOTAL NET RECEIVABLES		30	–	7	–

There are no restrictions applicable to the above assets.

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 8. Inventories and other assets

\$ '000	Notes	2016		2015	
		Current	Non-current	Current	Non-current
(a) Inventories					
Stores and materials		11	–	9	–
<u>TOTAL INVENTORIES</u>		<u>11</u>	<u>–</u>	<u>9</u>	<u>–</u>

Externally restricted assets

There are no restrictions applicable to the above assets.

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 9a. Infrastructure, property, plant and equipment

	as at 30/6/2015			Asset movements during the reporting period				as at 30/6/2016	
	At fair value	Accumulated depreciation	Carrying value	Additions renewals	Carrying value of disposals	Depreciation expense	At fair value	Accumulated depreciation	Carrying value
\$ '000									
Plant and equipment	499	178	321	106	(19)	(91)	563	246	317
Office equipment	46	40	6	3		(3)	49	43	6
TOTAL INFRASTRUCTURE, PROPERTY, PLANT AND EQUIP.	545	218	327	109	(19)	(94)	612	289	323

Renewals are defined as the replacement of existing assets (as opposed to the acquisition of new assets).

Refer to Note 27. Fair value measurement for information regarding the fair value of other infrastructure, property, plant and equipment.

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 9b. Externally restricted infrastructure, property, plant and equipment

\$ '000

Council has no externally restricted infrastructure, property, plant and equipment.

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 10a. Payables, borrowings and provisions

\$ '000	Notes	2016		2015	
		Current	Non-current	Current	Non-current
Payables					
Goods and services – operating expenditure		13	–	4	–
Accrued expenses:					
– Salaries and wages		20	–	15	–
– Other expenditure accruals		19	–	7	–
GST payable		12	–	48	–
WAP 1520 North West Local Land Services (I		–	–	120	–
WAP 1520 Northern Tablelands LLS		–	–	120	–
Total payables		64	–	314	–
Provisions					
Employee benefits:					
Annual leave		46	–	34	–
Long service leave		71	–	54	–
ELE on-costs		16	–	12	–
Total provisions		133	–	100	–
TOTAL PAYABLES, BORROWINGS AND PROVISIONS		197	–	414	–

(i) Liabilities relating to restricted assets

	2016		2015	
	Current	Non-current	Current	Non-current
Externally restricted assets				
Other	–	–	240	–
Liabilities relating to externally restricted assets	–	–	240	–
Total liabilities relating to restricted assets	–	–	240	–
Total liabilities relating to unrestricted assets	197	–	174	–
TOTAL PAYABLES, BORROWINGS AND PROVISIONS	197	–	414	–

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 10a. Payables, borrowings and provisions (continued)

\$ '000	Actual 2016	Actual 2015
---------	----------------	----------------

(ii) Current liabilities not anticipated to be settled within the next twelve months

The following liabilities, even though classified as current, are not expected to be settled in the next 12 months.

Provisions – employees benefits	59	45
	59	45

Note 10b. Description of and movements in provisions

Class of provision	2015		2016			Closing balance as at 30/6/16
	Opening balance as at 1/7/15	Additional provisions	Decrease due to payments	Remeasurement effects due to discounting	Unused amounts reversed	
Annual leave	34	44	(32)	–	–	46
Long service leave	54	18	(1)	–	–	71
ELE on-costs	12	4	–	–	–	16
TOTAL	100	66	(33)	–	–	133

- a. Employees leave entitlements and on-costs represents those benefits accrued and payable and an estimate of those that will become payable in the future as a result of past service.

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016Note 11. Reconciliation of operating results to net cash movement from
operating activities

\$ '000	Notes	Actual 2016	Actual 2015
(a) Reconciliation of cash assets			
Total cash and cash equivalent assets	6a	1,368	1,478
Less bank overdraft	10	—	—
Balance as per the Statement of Cash Flows		1,368	1,478
(b) Reconciliation of net operating result to cash provided from operating activities			
Net operating result from Income Statement		128	355
Adjust for non-cash items:			
Depreciation and amortisation		94	89
Net losses/(gains) on disposal of assets		—	(17)
+/- Movement in operating assets and liabilities and other cash items:			
Decrease/(increase) in receivables		(23)	98
Decrease/(increase) in inventories		(2)	5
Increase/(decrease) in payables		9	(38)
Increase/(decrease) in other accrued expenses payable		17	12
Increase/(decrease) in other liabilities		(276)	288
Increase/(decrease) in employee leave entitlements		33	2
Net cash provided from/(used in) operating activities from the Statement of Cash Flows		(20)	794
(i) Unrestricted access was available at balance date to the following lines of credit:			
Credit cards/purchase cards		5	5
Total financing arrangements		5	5
Amounts utilised as at balance date:			
– Credit cards/purchase cards		—	—
Total financing arrangements utilised		—	—

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 12. Commitments for expenditure

\$ '000	Notes	Actual 2016	Actual 2015
There were no capital, finance lease and repairs and maintenance (investment property) commitments at 30 June 2016 (2015:Nil)			
(a) Operating lease commitments (non-cancellable)			
a. Commitments under non-cancellable operating leases at the reporting date, but not recognised as liabilities are payable:			
Within the next year		14	-
Later than one year and not later than 5 years		56	-
Total non-cancellable operating lease commitments		70	-

b. Non-cancellable operating leases include the following assets:

Rental of office and depot from Armidale Regional Council

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 13a(i). Statement of performance measurement – indicators (consolidated)

\$ '000	Amounts		Indicator	Prior periods	
	2016	2016		2015	2014
Local government industry indicators – consolidated					
1. Operating performance ratio					
Total continuing operating revenue ⁽¹⁾ excluding capital grants and contributions less operating expenses	128		9.36%	22.78%	6.86%
Total continuing operating revenue ⁽¹⁾ excluding capital grants and contributions	1,367				
2. Own source operating revenue ratio					
Total continuing operating revenue ⁽¹⁾ excluding all grants and contributions	348		25.46%	28.71%	36.10%
Total continuing operating revenue ⁽¹⁾	1,367				
3. Unrestricted current ratio					
Current assets less all external restrictions ⁽²⁾	889		6.44x	6.29x	9.19x
Current liabilities less specific purpose liabilities ^(3, 4)	138				
4. Cash expense cover ratio					
Current year's cash and cash equivalents plus all term deposits	1,368		11.89 mths	16.5 mths	10.2 mths
Payments from cash flow of operating and financing activities	115	x12			

Notes

⁽¹⁾ Excludes fair value adjustments and reversal of revaluation decrements, net gain/(loss) on sale of assets and the net share of interests in joint ventures and associates.

⁽²⁾ Refer Notes 6-8 inclusive.

Also excludes any real estate and land for resale not expected to be sold in the next 12 months.

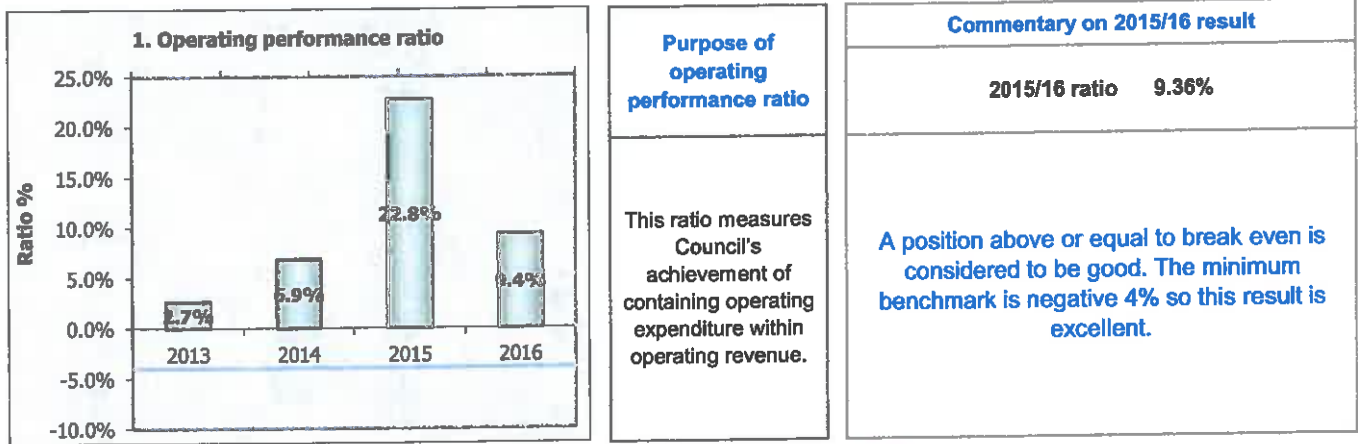
⁽³⁾ Refer to Note 10(a).

⁽⁴⁾ Refer to Note 10(a)(ii) – excludes all payables and provisions not expected to be paid in the next 12 months (incl. ELE).

New England Weeds Authority

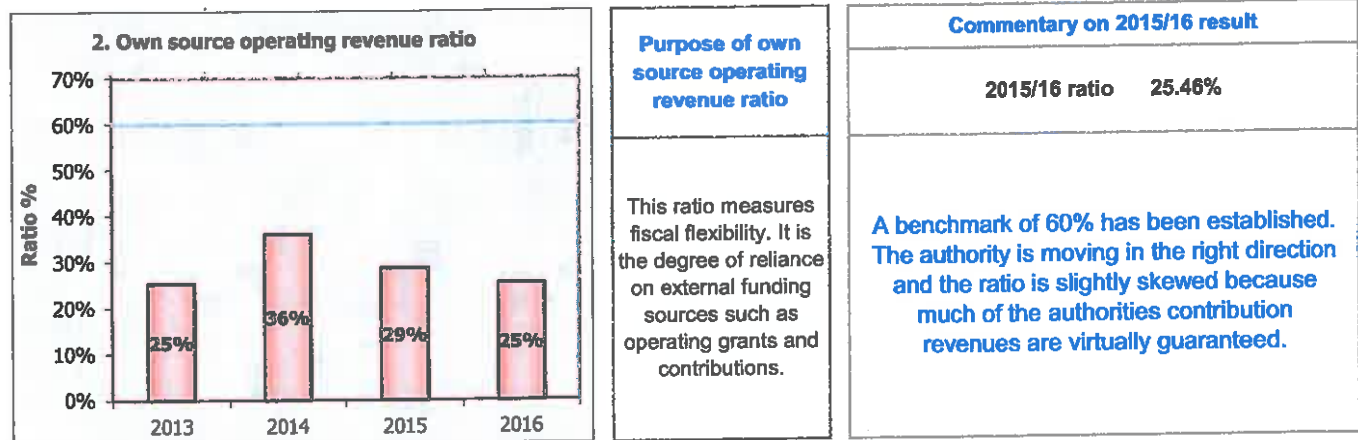
Notes to the Financial Statements for the year ended 30 June 2016

Note 13a(ii). Local government industry indicators – graphs (consolidated)



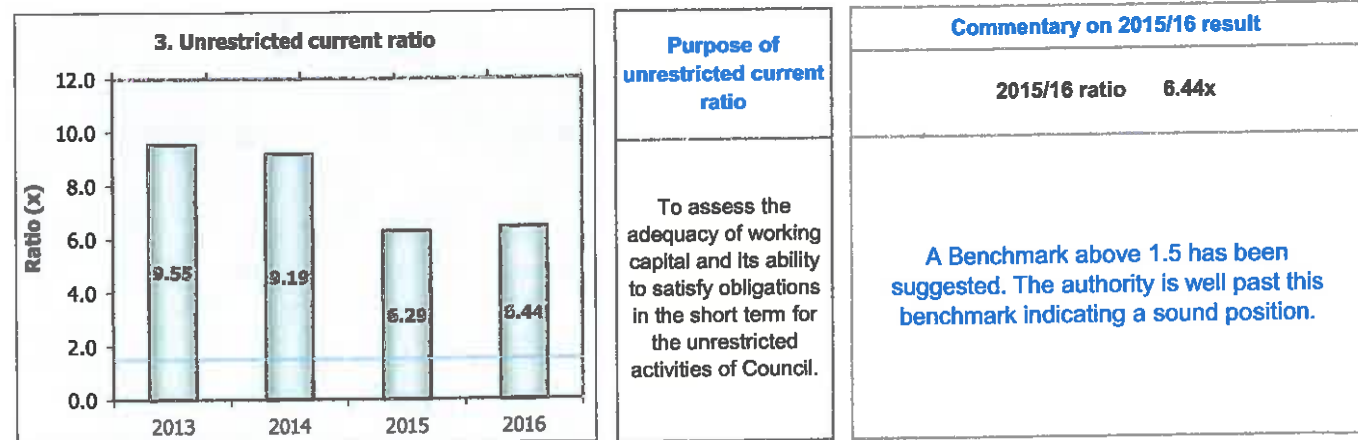
Benchmark: Minimum >=-4.00%
Source for benchmark: Code of Accounting Practice and Financial Reporting #24

Ratio achieves benchmark
 Ratio is outside benchmark



Benchmark: Minimum >=60.00%
Source for benchmark: Code of Accounting Practice and Financial Reporting #24

Ratio achieves benchmark
 Ratio is outside benchmark



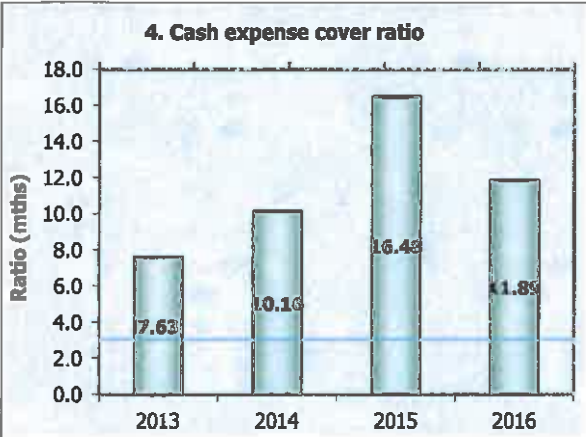
Benchmark: Minimum >=1.50
Source for benchmark: Code of Accounting Practice and Financial Reporting #24

Ratio achieves benchmark
 Ratio is outside benchmark

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 13a(ii). Local government industry indicators – graphs (consolidated)



Purpose of cash expense cover ratio

This liquidity ratio indicates the number of months a Council can continue paying for its immediate expenses without additional cash inflow.



Commentary on 2015/16 result

2015/16 ratio 11.89 mths

A benchmark figure of greater than 3 has been established. The Authority well exceeds this benchmark placing it in a sound financial position.

Benchmark: — Minimum ≥ 3.00

Source for benchmark: Code of Accounting Practice and Financial Reporting #24

-  Ratio achieves benchmark
-  Ratio is outside benchmark

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 14. Investment properties

		Actual	Actual
	Notes	2016	2015
\$ '000			

Council has not classified any land or buildings as 'investment properties'.

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 15. Financial risk management

\$ '000

Risk management

Council's activities expose it to a variety of financial risks including (1) price risk, (2) credit risk, (3) liquidity risk and (4) interest rate risk.

The Council's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Council.

Council does not engage in transactions expressed in foreign currencies and is therefore not subject to foreign currency risk.

Financial risk management is carried out by Council's staff under policies approved by the Council.

	Carrying value		Fair value	
	2016	2015	2016	2015
Financial assets				
Cash and cash equivalents	1,368	1,478	1,368	1,478
Receivables	30	7	30	7
Other financial assets	—	—	—	—
Total financial assets	1,398	1,485	1,398	1,485
Financial liabilities				
Payables	52	314	52	314
Total financial liabilities	52	314	52	314

Fair value is determined as follows:

– Cash and cash equivalents, receivables, payables – are estimated to be the carrying value that approximates market value.

Refer to Note 27. Fair value measurement for information regarding the fair value of financial assets and liabilities.

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 15. Financial risk management (continued)

\$'000

(a) Cash and Cash Equivalents

Council's objective is to maximise its return on cash and investments whilst maintaining an adequate level of liquidity and preserving capital.

Council has an investment policy which complies with the *Local Government Act 1993* and Minister's investment order. This policy is regularly reviewed by Council and its staff and an investment report is tabled before Council on a quarterly basis setting out the portfolio breakup and its performance.

Council's investment portfolio consists of deposits at fixed and variable interest rates, generally for periods of less than 120 days. Whilst these are subject to interest rate risk, this is minimised by the relative short time of the financial assets held.

The following represents a summary of the sensitivity of Council's Income Statement and accumulated surplus (for the reporting period) due to a change in either the price of a financial asset or the interest rates applicable.

It is assumed that the change in interest rates would have been constant throughout the reporting period.

	Increase of values/rates		Decrease of values/rates	
	Profit	Equity	Profit	Equity
2016				
Possible impact of a 1% movement in interest rates	4	4	(4)	(4)
2015				
Possible impact of a 1% movement in interest rates	4	4	(4)	(4)

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 15. Financial risk management (continued)

\$ '000

(b) Credit risk

Council's major receivables comprise (i) private works debtors and (ii) contributions from constituent Councils.

The major risk associated with these receivables is credit risk – the risk that debts due and payable to Council may not be repaid in full.

Council manages this risk by monitoring outstanding debt and employing stringent debt recovery procedures. It also encourages ratepayers to pay their rates by the due date through incentives.

The Authority is not materially exposed to any individual debtor and credit risk exposure is concentrated within the State of New South Wales.

Council receives regular summary reports of receivables due and detailed reports where appropriate.

There are no material receivables that have been subjected to a re-negotiation of repayment terms.

A profile of Council's receivables credit risk at balance date follows:

	2016 Rates and annual charges	2016 Other receivables	2015 Rates and annual charges	2015 Other receivables
(i) Ageing of receivables – %				
Current (not yet overdue)	0%	87%	0%	70%
Overdue	0%	13%	0%	30%
	0%	100%	0%	100%

	2016 Rates and annual charges	2016 Other receivables	2015 Rates and annual charges	2015 Other receivables
(ii) Ageing of receivables – value				
Other receivables				
Current	–	–	–	–
0 – 30 days overdue	–	12	–	3
30 – 60 days overdue	–	14	–	3
60 – 90 days overdue	–	4	–	1
	–	30	–	7

(iii) Movement in provision for impairment of receivables

Balance at the beginning of the year

Balance at the end of the year

	2016	2015
Balance at the beginning of the year	–	–
Balance at the end of the year	–	–

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 15. Financial risk management (continued)

\$ '000

(c) Liquidity risk

Payables and borrowings are both subject to liquidity risk – the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due.

Council manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer.

Payment terms can (in extenuating circumstances) also be extended and overdraft facilities utilised as required.

The contractual undiscounted cash outflows (ie. principal and interest) of Council's payables and borrowings are set out in the maturity table below:

\$ '000	Subject to no maturity	payable in:						Total cash outflows	Actual carrying values
		≤ 1 Year	1-2 Yrs	2-3 Yrs	3-4 Yrs	4-5 Yrs	> 5 Yrs		
2016									
Trade/other payables	-	143	-	-	-	-	-	143	64
Total financial liabilities	-	143	-	-	-	-	-	143	64
2015									
Trade/other payables	-	314	-	-	-	-	-	314	314
Total financial liabilities	-	314	-	-	-	-	-	314	314

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 16. Material budget variations

\$ '000

Council's original financial budget for 15/16 was adopted by the Council on 17 June 2015.

While the Income Statement included in this General Purpose Financial Report must disclose the original budget adopted by Council, the *Local Government Act 1993* requires Council to review its financial budget on a quarterly basis, so that it is able to manage the various variations between actuals versus budget that invariably occur throughout the year.

This note sets out the details of **material variations** between Council's original budget and its actual results for the year as per the Income Statement – even though such variations may have been adjusted for during each quarterly budget review.

Note that for variations* of budget to actual :

Material variations represent those variances that amount to **10%** or more of the original budgeted figure.

F = Favourable budget variation, **U** = Unfavourable budget variation

\$ '000	2016 Budget	2016 Actual	2016 Variance*		
REVENUES					
User charges and fees	120	298	178	148%	F
Council originally budgeted for 120k in private works, however increased works have been completed particularly from requests by other authorities within and outside Councils area pushing the actual to over 290k.					
Interest and investment revenue	30	43	13	43%	F
Council has increased its investment portfolio which has resulted in improved returns over original budget.					
Other revenues	4	7	3	75%	F
Additional certificates were requested during the year resulting in an improvement over budget of 3k.					
Net gains from disposal of assets	5	-	(5)	(100%)	U
Councils trade prices on vehicles were less than was budgeted. The original budget forecasted a profit of 5k and the authority broke even. This indicates the authority's depreciation rates are accurate.					

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 16. Material budget variations (continued)

\$ '000	2016 Budget	2016 Actual	2016 Variance*		
EXPENSES					
Employee benefits and on-costs	657	745	(88)	(13%)	U
Council took on Glen Innes Council weeds operation during the year. This increased employee numbers and costs.					
Materials and contracts	186	300	(114)	(61%)	U
Additional private works costs have been incurred as have additional materials costs for works funded by the Northern Tablelands LLLS, NSW DPI under NIWAC and Glen Innes Council.					
Depreciation and amortisation	53	94	(41)	(77%)	U
Councils original depreciation budget was understated by 40k.					
Other expenses	292	100	192	66%	F
These costs are budgeted as part of Council's project costs and this reduction is offset by an increase in employee costs and materials and consumables.					
Budget variations relating to Council's Cash Flow Statement include:					
Cash flows from operating activities	50	(20)	(70)	(140.0%)	U
Council budgeted for a continued grant from DPI that did not eventuate. Additional costs for Genn Innes also impacted the result.					
Cash flows from investing activities	(48)	(90)	(42)	87.5%	U
Additional depreciation put more funding into plant reserve necessitating the change.					

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 17. Statement of developer contributions

\$ '000

Council currently has no S94 developer contribution plans or S94 funds on hand from prior years.

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 18. Contingencies

\$ '000

The Authority does not have any known contingencies as at 30th June 2016 (2015:Nil)

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 19. Interests in other entities

\$'000

Council has no interest in any controlled entities, joint arrangements or associates.

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016Note 20. Retained earnings, revaluation reserves, changes in accounting
policies, changes in accounting estimates and errors

\$ '000	Notes	Actual 2016	Actual 2015
(a) Retained earnings			
Movements in retained earnings were as follows:			
Balance at beginning of year (from previous years audited accounts)		1,407	1,052
a. Net operating result for the year		128	355
Balance at end of the reporting period		1,535	1,407

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 21. Financial result and financial position by fund

\$ '000

Council utilises only a general fund for its operations.

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 22. 'Held for sale' non-current assets and disposal groups

\$ '000

Council did not classify any non-current assets or disposal groups as 'held for sale'.

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 23. Events occurring after the reporting date

\$'000

The Authority is not aware of any events occurring after the reporting date which impact these financial statements.

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 24. Discontinued operations

\$ '000

Council has not classified any of its operations as 'discontinued'.

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 25. Intangible assets

\$ '000	Actual 2016	Actual 2015
---------	----------------	----------------

Intangible assets represent identifiable non-monetary assets without physical substance.

Council is unaware of any control over intangible assets that warrant recognition in the financial statements, including either internally generated and developed assets or purchased assets.

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 26. Reinstatement, rehabilitation and restoration liabilities

\$ '000

Council has no outstanding obligations to make, restore, rehabilitate or reinstate any of its assets/operations.

New England Weeds Authority

Notes to the Financial Statements
for the year ended 30 June 2016

Note 27. Fair value measurement

\$ '000

The Authority has no assets or liabilities at fair value.
Cash, Office Equipment and Plant are all held at cost.

New England Weeds Authority

Notes to the Financial Statements for the year ended 30 June 2016

Note 28. Financial review (continued)

\$ '000

Key financial figures of Council over the past 5 years

Financial performance figures	2016	2015	2014	2013	2012
Inflows:					
Rates and annual charges revenue	–	–	–	–	–
User charges revenue	298	378	363	273	176
Interest and investment revenue (losses)	43	43	37	44	40
Grants income – operating and capital	575	711	376	422	340
Total income from continuing operations	1,367	1,501	1,158	1,076	888
Sale proceeds from I,PP&E	19	55	55	–	37
New loan borrowings and advances	–	–	–	–	–
Outflows:					
Employee benefits and on-cost expenses	745	613	608	628	535
Borrowing costs	–	–	–	–	–
Materials and contracts expenses	300	323	254	223	147
Total expenses from continuing operations	1,239	1,146	1,045	1,048	862
Total cash purchases of I,PP&E	109	156	130	69	98
Total loan repayments (incl. finance leases)	–	–	–	–	–
Operating surplus/(deficit) (excl. capital income)	128	355	113	28	26
Financial position figures	2016	2015	2014	2013	2012
Current assets	1,409	1,494	904	790	765
Current liabilities	197	414	150	126	146
Net current assets	1,212	1,080	754	664	619
Available working capital (Unrestricted net current assets)	574	525	601	558	350
Cash and investments – unrestricted	597	583	534	426	339
Cash and investments – internal restrictions	251	213	211	167	178
Cash and investments – total	1,368	1,478	785	611	730
Total borrowings outstanding (Loans, advances and finance leases)	–	–	–	–	–
Total value of I,PP&E (excl. land and earthworks)	612	545	540	521	453
Total accumulated depreciation	289	218	242	246	161
Indicative remaining useful life (as a % of GBV)	53%	60%	55%	53%	64%

Source: published audited financial statements of Council (current year and prior year)

New England Weeds Authority

Notes to the Financial Statements

for the year ended 30 June 2016

Note 29. Council information and contact details

Principal place of business:

129 Rusden Street
ARMIDALE NSW 2350

Contact details

Mailing address:

129 Rusden Street
ARMIDALE NSW 2350

Opening hours:

7.30am to 4.30pm
Monday to Friday
Except Public Holidays

Telephone: 02 6770 3602

Facsimile: 02 6771 1893

Internet: www.newa.com.au

Email: newa@newa.nsw.gov.au

Officers

GENERAL MANAGER

Wayne Deer

RESPONSIBLE ACCOUNTING OFFICER

Wayne Deer

PUBLIC OFFICER

Wayne Deer

AUDITORS

Audit Office of New South Wales

Level 15, 1 Margaret Street

SYDNEY NSW 2000

Elected members

CHAIR

Maria Woods

COUNCILLORS

Mark Dusting (Deputy Chair)

Ian Tiley

Other information

ABN: 35 514 070 354



INDEPENDENT AUDITOR'S REPORT
Report on the general purpose financial statements
New England Weeds Authority

To Councillors of the New England Weeds Authority

Opinion

I have audited the accompanying general purpose financial statements of the New England Weeds Authority (the Authority), which comprise the statement of financial position as at 30 June 2016, the income statement, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Statement by Councillors and Management.

In my opinion,

- the Authority's accounting records have been kept in accordance with the requirements of the *Local Government Act 1993*, Chapter 13, Part 3, Division 2 (the Division)
- the financial statements:
 - have been presented, in all material respects, in accordance with the requirements of the Division
 - are consistent with the Authority's accounting records
 - present fairly, in all material respects, the financial position of the Authority as at 30 June 2016, and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards
- all information relevant to the conduct of the audit has been obtained
- no material deficiencies in the accounting records or financial statements have come to light during the course of the audit.

My opinion should be read in conjunction with the rest of this report.

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report.

I am independent of the Authority in accordance with the auditor independence requirements of:

- Australian Auditing Standards
- ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants' (the Code).

I have also fulfilled my other ethical responsibilities in accordance with the Code.

The *Public Finance & Audit Act 1983* further promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies, but precluding the provision of non-audit services.

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

The Councillors' Responsibility for the Financial Statements

The Councillors are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards and the *Local Government Act 1993*, and for such internal control as the Councillors determine is necessary to enable the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Councillors must assess the Authority's ability to continue as a going concern unless the Authority will be dissolved or amalgamated by an Act of Parliament or otherwise cease operations. The assessment must include, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.

Auditor's Responsibility for the Audit of the Financial Statements

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

I conducted my audit in accordance with the Australian Auditing Standards, which require me to exercise professional judgement and maintain professional scepticism throughout the audit. I must also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures to respond to those risks, and obtain sufficient and appropriate audit evidence to provide a basis for my 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 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 the Councillors
- conclude on the appropriateness of the Councillors' use of the going concern basis of accounting by obtaining audit evidence to identify whether material uncertainty exists. Events or conditions may cast significant doubt on the Council's ability to continue as a going concern. If I conclude material uncertainty exists, I must draw attention to the relevant financial statement disclosures in my Independent Auditor's Report. If the disclosures are inadequate, I must modify my opinion. My conclusions are based on audit evidence obtained up to the date of my Independent 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 statements, including the disclosures, and whether the transactions and events are fairly presented in the financial statements.

I communicate with the Councillors about:

- the planned scope and timing of the audit
- significant audit findings including significant internal control deficiencies identified during my audit.

My opinion does *not* provide assurance:

- that the Authority carried out its activities effectively, efficiently and economically
- about the Original Budget figures disclosed in the financial statements
- on the attached Special Schedules
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented.



Margaret Crawford
Auditor-General of NSW

5 September 2016
SYDNEY



Mr Wayne Deer
General Manager
New England Weeds Authority
PO Box 881
ARMIDALE NSW 2350

Contact: James Sugumar
Phone no: 02 9275 7288
Our ref: D1622411/1675

5 September 2016

Dear Mr Deer

REPORT ON THE CONDUCT OF THE AUDIT

Audit for the year ended 30 June 2016

New England Weeds Authority

I have audited the general purpose financial statements of the New England Weeds Authority (the Authority) for the year ended 30 June 2016 as required by Section 415 of the *Local Government Act 1993* (LG Act).

Management of the Authority are responsible for preparing financial statements which give a true and fair view of the financial position and performance of the Authority, are in accordance with the LG Act and comply with Accounting Standards in Australia. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial statements.

In accordance with Section 417(3) of the LG Act, I provide my report on the conduct of the audit that includes the following comments on the results of the audit and financial performance.

Conduct of the Audit

The audit I conducted provides reasonable assurance to the Councillors that the financial statements are free of material misstatement. An audit does not guarantee that every amount and disclosure in the financial statements is error free. The terms 'reasonable assurance' and 'material' recognise that an audit does not examine all evidence and transactions. My audit was in accordance with Australian Auditing and Assurance Standards and statutory requirements.

Audit Procedures

Audit procedures were primarily aimed at achieving audit objectives and did not seek to confirm, for management purposes, the effectiveness of all internal controls. The planning of the audit procedures was based on an assessment of the risk of the existence of errors and/or irregularities, which could materially affect the financial statements.

Audit Result

I expressed an unmodified opinion on the Authority's financial statements and I have not identified any significant matters. The Authority complied with the requirements of the LG Act, Chapter 13, Part 3, Division 2.

Operating Result

The Authority reported an operating surplus after depreciation of \$128,000 for the year ended 30 June 2016 (2015: surplus of \$355,000). Income decreased by \$134,000 from the previous year mainly due to lower user charges and fees. The level of weed spraying was lower during 2016 than 2015.

Expenditure increased by \$93,000 over the previous year. This was largely due to payroll costs increasing by \$132,000 due to award pay rate increases, staff promotions and one additional employee. This higher payroll costs were partially offset by a reduction in materials, contracts and other expenses.

Budget Result

My audit responsibility does not extend to the Budget included in the Income Statement and Statement of Cash Flows and the disclosures in Notes 2(a) and 16 to the financial statements.

The actual operating surplus for the year of \$128,000 exceeded the original budgeted surplus of \$2,000. This was due to higher than budgeted user charges and fees together with favourable variances in most expenses. The Authority budgets for a break-even result each year as the main objective of the Authority is to make no profit or loss and utilise revenue for weed spraying services.

Unrestricted Net Current Assets

The unrestricted net current assets position measures the Authority's ability to pay existing liabilities in the 12 months after balance date. The table below shows the net current asset position of the Authority.

Net Current Assets			
For the year ended	30 June 2016	30 June 2015	30 June 2014
	\$'000	\$'000	\$'000
Net Current Assets	1,212	1,080	754
Less: Restricted Cash and Investments	(520)	(442)	(40)
Unrestricted Net Current Assets	692	638	714

The Authority's unrestricted net current assets position indicates it will be able to settle its current payables as and when they fall due.

Key Performance Indicators

Financial and performance indicator reporting is an important aspect of good governance. The key performance indicators for the Authority were:

Key Performance Indicators			
For the year ended	30 June 2016	30 June 2015	30 June 2014
Unrestricted current ratio	6.44	6.29	9.19
Operating performance percentage (%)	9.36	22.8	6.86
Cash expense cover (months)	12.0	16.5	10.2

* See Appendix A for definitions to the key performance indicators

The Authority's unrestricted current ratios over the past three years have been greater than one. This is considered an appropriate level of liquidity to support continuing business operations.

A positive operating performance percentage means the Authority's operating revenue was greater than its operating expenses.

At 30 June 2016, the Authority had the capacity to cover twelve months of cash expenditure without additional cash inflows.

The performance indicators largely reflect the sound financial position of the Authority at 30 June 2016.

Acknowledgment

I thank the Authority's staff for their courtesy and assistance.

Yours sincerely

A handwritten signature in blue ink, appearing to read 'Margaret Crawford', with a stylized flourish at the end.

Margaret Crawford
Auditor-General of NSW

Cc. Councillor Maria Woods, Authority Chair

APPENDIX A

Definitions of Key Performance Indicators

Key Performance Indicators Definitions		
Indicator	Formula	Description
Unrestricted current ratio	Current assets less all external restrictions / Current liabilities less specific purpose liabilities	This measures the ability to pay existing liabilities in the next 12 months. A ratio of one or more means there are more cash and liquid assets than short-term liabilities.
Operating performance percentage (%)	Total continuing operating revenue* excluding capital grants and contributions less operating expenses / Total continuing operating revenue excluding capital grants and contributions	A positive result indicates a surplus, and the larger the percentage, the stronger the result. A negative result indicates a deficit. Operating deficits cannot be sustained in the long term.
Cash expense cover ratio (months)	Cash, cash equivalents and term deposits / Payments from cash flows of operating and financing activities	Indicates the ability to cover operating payments through cash reserves. A ratio of less than twelve months may indicate liquidity issues.

* Excludes fair value adjustments, reversal of revaluation decrements, net gain/loss on sale of assets, and net share/loss of interests in joint ventures.

New England Weeds Authority

SPECIAL SCHEDULES

for the year ended 30 June 2016

**To be a high performing and respected
Noxious Weeds Authority**



New England Weeds Authority

Special Schedules

for the year ended 30 June 2016

Contents

Page

Special Schedules¹

Special Schedule 1	Net Cost of Services	2
--------------------	----------------------	---

¹ Special Schedules are not audited (with the exception of Special Schedule 8).

Background

(i) These Special Schedules have been designed to meet the requirements of special purpose users such as;

- the NSW Grants Commission
- the Australian Bureau of Statistics (ABS),
- the NSW Office of Water (NOW), and
- the Office of Local Government (OLG).

(ii) The financial data is collected for various uses including;

- the allocation of Financial Assistance Grants,
- the incorporation of Local Government financial figures in national statistics,
- the monitoring of loan approvals,
- the allocation of borrowing rights, and
- the monitoring of the financial activities of specific services.

New England Weeds Authority

Special Schedule 1 – Net Cost of Services
for the year ended 30 June 2016

\$'000

Function or activity	Expenses from continuing operations	Income from continuing operations		Net cost of services
		Non-capital	Capital	
Governance	19	-	-	(19)
Administration	-	-	-	-
Public order and safety				
Fire service levy, fire protection, emergency services	-	-	-	-
Beach control	-	-	-	-
Enforcement of local government regulations	-	-	-	-
Animal control	-	-	-	-
Other	-	-	-	-
Total public order and safety	-	-	-	-
Health	-	-	-	-
Environment				
Noxious plants and insect/vermin control	1,220	1,324	-	104
Other environmental protection	-	-	-	-
Solid waste management	-	-	-	-
Street cleaning	-	-	-	-
Drainage	-	-	-	-
Stormwater management	-	-	-	-
Total environment	1,220	1,324	-	104
Community services and education				
Administration and education	-	-	-	-
Social protection (welfare)	-	-	-	-
Aged persons and disabled	-	-	-	-
Children's services	-	-	-	-
Total community services and education	-	-	-	-
Housing and community amenities				
Public cemeteries	-	-	-	-
Public conveniences	-	-	-	-
Street lighting	-	-	-	-
Town planning	-	-	-	-
Other community amenities	-	-	-	-
Total housing and community amenities	-	-	-	-
Water supplies	-	-	-	-
Sewerage services	-	-	-	-

New England Weeds Authority

Special Schedule 1 – Net Cost of Services (continued)
for the year ended 30 June 2016

Function or activity	Expenses from continuing operations	Income from continuing operations		Net cost of services
		Non-capital	Capital	
\$'000				
Recreation and culture				
Public libraries	–	–	–	–
Museums	–	–	–	–
Art galleries	–	–	–	–
Community centres and halls	–	–	–	–
Performing arts venues	–	–	–	–
Other performing arts	–	–	–	–
Other cultural services	–	–	–	–
Sporting grounds and venues	–	–	–	–
Swimming pools	–	–	–	–
Parks and gardens (lakes)	–	–	–	–
Other sport and recreation	–	–	–	–
Total recreation and culture	–	–	–	–
Fuel and energy	–	–	–	–
Agriculture	–	–	–	–
Mining, manufacturing and construction				
Building control	–	–	–	–
Other mining, manufacturing and construction	–	–	–	–
Total mining, manufacturing and const.	–	–	–	–
Transport and communication				
Urban roads (UR) – local	–	–	–	–
Urban roads – regional	–	–	–	–
Sealed rural roads (SRR) – local	–	–	–	–
Sealed rural roads (SRR) – regional	–	–	–	–
Unsealed rural roads (URR) – local	–	–	–	–
Unsealed rural roads (URR) – regional	–	–	–	–
Bridges on UR – local	–	–	–	–
Bridges on SRR – local	–	–	–	–
Bridges on URR – local	–	–	–	–
Bridges on regional roads	–	–	–	–
Parking areas	–	–	–	–
Footpaths	–	–	–	–
Aerodromes	–	–	–	–
Other transport and communication	–	–	–	–
Total transport and communication	–	–	–	–
Economic affairs				
Camping areas and caravan parks	–	–	–	–
Other economic affairs	–	–	–	–
Total economic affairs	–	–	–	–
Totals – functions	1,239	1,324	–	85
General purpose revenues ⁽¹⁾		43		43
Share of interests – joint ventures and associates using the equity method	–	–	–	–
NET OPERATING RESULT ⁽²⁾	1,239	1,367	–	128

(1) Includes: rates and annual charges (including ex gratia, excluding water and sewer), non-capital general purpose grants, interest on investments (excluding externally restricted assets) and interest on overdue rates and annual charges (2) As reported in the Income Statement