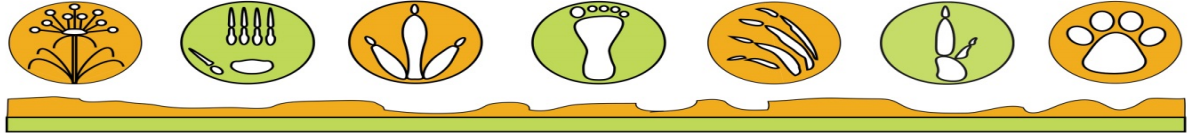


BARKLY REGIONAL COUNCIL



GENERAL PURPOSE FINANCIAL STATEMENT

For the Year Ended 30 June 2014

Barkly Regional Council
General Purpose Financial Statement
For the Year Ended 30 June 2014
Table of Contents

	Page
Independent Auditor's Report	1
Chief Executive Officer's Certificate	3
Statement of Comprehensive Income	4
Statement of Financial Position	5
Statement of Changes in Equity	6
Statement of Cash Flows	7
Notes to the Financial Statements	8

INDEPENDENT AUDITOR'S REPORT TO

BARKLY REGIONAL COUNCIL

We have audited the accompanying financial report of Barkly Regional Council (the "Council"), which comprises the statement of financial position as at 30 June 2014, and the statement of comprehensive income, the statement of cash flows and the statement of changes in equity for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the Chief Executive Officer's certificate, as set out on pages 3 to 25.

The Responsibility of the Chief Executive Officer for the Financial Report

The chief executive officer of the Council is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards, the Northern Territory Local Government Act 2013 (the "Act") and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit and whether the Council has complied with the requirements of the Act in relation to the keeping of accounting records. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

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

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

Deloitte.

INDEPENDENT AUDITOR'S REPORT TO

BARKLY REGIONAL COUNCIL (continued)

Opinion

In our opinion the financial report of Barkly Regional Council presents fairly, in all material respects, the Council's financial position as at 30 June 2014 and its financial performance for the year ended on that date in accordance with the Australian Accounting Standards.

Deloitte Touche Tohmatsu
DELOITTE TOUCHE TOHMATSU

EDry
E Dry
Partner
Chartered Accountants

Alice Springs, 17 / 11 / 2014.

**Barkly Regional Council
General Purpose Financial Statement
For the Year Ended 30 June 2014**

CHIEF EXECUTIVE OFFICER'S CERTIFICATE

I hereby certify that the General Purpose Financial Report:

a) has been drawn up in accordance with the applicable Australian Accounting Standards, the Local Government Act and the Local Government (Accounting) Regulations so as to present fairly the financial position of the Council and the results of the year; and

b) is in accordance with the accounting and other records of the Council.



**Edwina Marks
Chief Executive Officer**

Date: 14/11/2014

Barkly Regional Council
Statement of Comprehensive Income
For the Year Ended 30 June 2014

	Note	2014 \$	2013 \$
Revenues			
Rates and annual charges	2	2,836,327	2,800,736
User charges and fees	3	70,227	94,845
Interest	4	349,603	519,578
Contributions	6	421,047	356,979
Grants	5	17,835,122	19,756,806
Agency Fees	7A	862,156	904,752
Other revenue	7B	2,979,349	4,807,949
Total revenue from ordinary activities		25,353,831	29,241,645
EXPENSES			
Employee benefits	8	14,825,073	16,949,046
Materials and services	9	8,381,759	9,913,343
Depreciation, amortisation and impairment	10	3,427,832	3,293,709
Electricity, gas and water	11	1,123,486	660,388
Other expenses	12	2,366,029	2,508,199
Total expenses from ordinary activities		30,124,179	33,324,685
Operating (deficit) /surplus for the year		(4,770,348)	(4,083,040)
Other comprehensive (deficit) /income for the year		-	-
Total comprehensive (deficit) /income for the year		(4,770,348)	(4,083,040)

The above statement should be read with the accompanying notes.

Barkly Regional Council
Statement of Financial Position
As at 30 June 2014

	Note	2014 \$	2013 \$
ASSETS			
Current assets			
Cash assets	14	6,530,026	12,179,874
Trade and other receivables	15	902,822	1,050,342
Other assets	16	157,601	344,889
Total current assets		<u>7,590,449</u>	<u>13,575,105</u>
Non-current assets			
Property, plant and equipment, infrastructure	17	38,881,750	41,627,007
Total non-current assets		<u>38,881,750</u>	<u>41,627,007</u>
Total assets		<u>46,472,199</u>	<u>55,202,112</u>
LIABILITIES			
Current liabilities			
Trade and other payables	18	483,369	3,114,892
Unexpended grants	5	3,333,569	4,936,816
Provisions	19	1,328,354	1,053,148
Total current liabilities		<u>5,145,292</u>	<u>9,104,856</u>
Total liabilities		<u>5,145,292</u>	<u>9,104,856</u>
NET ASSETS		<u>41,326,907</u>	<u>46,097,256</u>
EQUITY			
Accumulated surplus		11,157,011	15,927,359
Asset revaluation reserve		30,169,897	30,169,897
Total Equity		<u>41,326,907</u>	<u>46,097,256</u>

The above statement should be read with the accompanying notes.

Barkly Regional Council
Statement of Changes in Equity
For the Year Ended 30 June 2014

	Note	Total 2014 \$	Accumulated surplus 2014 \$	Asset revaluation reserve 2014 \$
2014				
Balance at beginning of the financial year		46,097,254	15,927,358	30,169,897
Total comprehensive (deficit) /income for the year		(4,770,348)	(4,770,348)	-
Balance at end of the financial year		41,326,907	11,157,011	30,169,897
		Total 2013 \$	Accumulated surplus 2013 \$	Asset revaluation reserve 2013 \$
2013				
Balance at beginning of the financial year		50,180,296	20,010,399	30,169,897
Total comprehensive (deficit) /income for the year		(4,083,040)	(4,083,040)	-
Balance at end of the financial year		46,097,256	15,927,359	30,169,897

The above statement should be read with the accompanying notes.

Barkly Regional Council
Statement of Cash Flows
For the Year Ended 30 June 2014

	2014	2013
Note	Inflows/ (outflows)	Inflows/ (outflows)
Cash flows from operating activities		
Receipts		
Grants and contributions	14,735,983	19,602,486
Other revenue	8,243,167	8,859,634
Payments		
Employee costs	(14,549,867)	(16,460,725)
Materials and contracts	(13,746,158)	(13,939,064)
Interest charges	-	-
Net cash flows from operating activities	20 <u>(5,316,875)</u>	<u>(1,937,669)</u>
Cash flows from investing activities		
Receipts		
Proceeds from the disposal of assets	2,610	-
Interest received	349,603	519,578
Payments		
Purchase of assets	(685,185)	(1,042,193)
	<u>(332,972)</u>	<u>(522,615)</u>
Net increase/(decrease) in cash and cash equivalents	(5,649,847)	(2,460,284)
Cash and cash equivalents at the beginning of the financial year	12,179,873	14,640,157
Cash and cash equivalents at the end of the financial year	14 <u>6,530,026</u>	<u>12,179,873</u>

The above statement should be read with the accompanying notes.

Barkly Regional Council

Notes to the Financial Statements

For the Year Ended 30 June 2014

Note 1 - SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial report 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 Equivalents to International Financial Reporting Standards

These general purpose financial statements have been prepared in accordance with Australian equivalents to International Financial Reporting Standards (AIFRS) as they apply to not-for-profit entities, other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Interpretations (UIGs) and relevant Northern Territory Legislation.

1.2 Compliance with International Financial Reporting Standards

AIFRS include certain specific provisions relating to not-for-profit entities that are not included in the International Financial Reporting Standards. In addition, Australian Accounting Standard *AAS 27 Financial Reporting by Local Governments* also applies. Except to the extent that these special provisions require, these financial statements comply with International Financial Reporting Standards.

1.3 Historical Cost Convention

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

1.4 Critical Accounting Estimates

The preparation of financial statements in conformity with AIFRS 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 this Note.

2 The Local Government Reporting Entity

Barkly Shire Council is incorporated under the NT Local Government Act as amended and has its principal place of business at 41 Peko Road, Tennant Creek. These financial statements include the consolidated fund 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 Revenue Recognition

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

Where grants, contributions and donations recognised as revenues 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 disclosed in these notes and treated as a liability. Also, disclosed is the amount of grants, contributions and receivables recognised as revenues in a previous reporting period which were obtained in respect of the Council's operations for the current reporting period.

Barkly Regional Council

Notes to the Financial Statements

For the Year Ended 30 June 2014

4 Cash Assets 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 1993 (as amended) and the Regulations and Determinations made thereunder. Other receivables are generally unsecured and do not bear interest. 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.

5 Inventories

Inventories held in respect of stores have been valued by using the weighted average cost on a continual basis, 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 Property, Plant, Equipment and Infrastructure

6.1 Transitional Provisions

All non-current assets purposed or constructed are capitalised as the expenditure is incurred and depreciated as soon as the asset is held "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

Land - Council owned and controlled	All Land Capitalised
Land Improvements	Capitalised if value > 5,000
Buildings	Capitalised if value > 5,000
Furniture & Office Equipment	Capitalised if value > 5,000
Plant & Equipment	Capitalised if value > 5,000
Infrastructure:	
- Sealed Roads	Capitalised if value > 5,000
- Unsealed Roads	Capitalised if value > 5,000
- Stormwater Drainage	Capitalised if value > 5,000
- Other	Capitalised if value > 5,000
Art Collection & Heritage	Capitalised if value > 5,000

6.3 Valuation

Existing valuations, methods and values are detailed below. Purchased assets brought to account for the first time are valued at historical cost. Donated assets brought to account for the first time are valued at fair value. Assets are revalued every 3 to 5 years.

6.3.1 Land - Council owned and Council controlled

Freehold land and land over which Council has control, but does not have title, was valued by the Australian Valuation Office on the basis of fair market value on the 1st July 2006 and is disclosed at fair value.

6.3.2 Buildings / Furniture & Office Equipment / Plant & Equipment / - Sealed Roads / - Unsealed Roads / -

These assets were valued by the Australian Valuation Office on 1st July 2008 and pursuant to Council's election are disclosed at fair value. All acquisitions since revaluation are recorded at cost.

Barkly Regional Council

Notes to the Financial Statements

For the Year Ended 30 June 2014

6.3.4 Art Collection & Heritage

All acquisitions are recorded at cost.

6.4 Depreciation of Non-Current Assets

Other than Land and Art Collection & Heritage, all Property, Plant and Equipment assets recognised are systematically depreciated over their useful lives in a manner which reflects the consumption of the service potential embodied in those assets.

Depreciation is recognised on a straight-line basis. Major depreciation periods for each class of asset are as follows:

Asset	Major Depreciation Periods
Land Improvements	10 - 25 years
Buildings	20 - 50 years
Furniture & Office Equipment	10 - 20 years
Plant & Equipment	5 - 20 years
Infrastructure:	
- Sealed Roads	40 - 50 years
- Unsealed Roads	10 - 25 years
- Stormwater Drainage	50 - 100 years
- Other	10 - 25 years

Depreciation periods for infrastructure assets have been estimated based on the best information available to Council, 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.

6.5 Impairment

Assets that have an indefinite useful life are not subject to depreciation and are reviewed annually for impairment. 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 outflows* or *value in use*).

For 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, the *value in use* is the depreciated replacement cost. In assessing impairment for these assets, a rebuttable assumption is made that the current replacement cost exceeds the original cost of acquisition.

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 & 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.

Barkly Regional Council

Notes to the Financial Statements

For the Year Ended 30 June 2014

8 Borrowings

Borrowings are carried at their principal amounts which represent the present value of future cash flows associated with servicing the debt.

Borrowings are classified as current liabilities to the extent that they are payable within 12 months and as non-current liabilities where Council has the right to defer payment beyond 12 months from the reporting date.

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 the reporting date are accrued at nominal amounts (including payroll based on-costs) measured in accordance with *AASB119 Employee Benefits*.

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.

9.2 Superannuation

The Council makes employer superannuation contributions in respect of its employees to the Local Government Superannuation Scheme, or to the employees nominated Superannuation Scheme.

10 GST Implications

In accordance with *UIG Interpretation 1031 Accounting for Goods & Services Tax Receivables and Creditors* Except in relation to input taxed activities, revenues and operating expenditures exclude GST receivable and Non-current assets and capital expenditures include GST net of any recoupment. Amounts included in the Cash Flow Statement are disclosed on a gross basis.

11 Adoption of New and Revised Accounting Standards

In the current year the entity has adopted all of the new and revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to its operations and effective for the current annual reporting period. The adoption of these new and revised Accounting Standards and Interpretations has not resulted in any material changes to the amounts reported in the current or prior years.

Barkly Regional Council

Notes to the Financial Statements

For the Year Ended 30 June 2014

12 Accountign Standards and Interpretations Issued Not Yet Effective

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Council has decided against early adoption of these standards. The following table summarises those future requirements and their impact on the Council:

Standard Name	Effective date for Entity	Requirements	Impact
AASB 9 Financial Instruments and amending standards AASB 2010-7 / AASB 2012 - 6	30 June 2016	Changes to the classification and measurement requirements for financial assets and financial liabilities. New rules relating to derecognition of financial instruments.	The impact of AASB 9 has not yet been determined as the entire standard has not been released.
AASB 2012-3 Amendments to Australian Accounting Standards - Offsetting Financial Assets and Financial Liabilities [AASB 132]	30 June 2015	This standard adds application guidance to AASB 132 to assist with applying some of the offset criteria of the standard.	There will be no impact to the Council as there are no offsetting arrangements currently in place.

Barkly Regional Council
Notes to the Financial Statements
For the Year Ended 30 June 2014

	2014 \$	2013 \$
Note 2 Rates and annual charges		
Residential	1,191,136	1,224,009
Commercial, Industrial and others	997,369	897,821
Waste management services	624,466	658,724
By-Law charges	68,310	62,959
Rates written-off	(44,954)	(42,777)
	<u>2,836,327</u>	<u>2,800,736</u>
Note 3 User charges and fees		
Hire of Council equipments	-	9,637
Cemetery charges and pool takings	61,445	53,346
Dog registration and fees	5,485	5,520
Rates searches	3,297	3,927
Rental charges	-	22,415
	<u>70,227</u>	<u>94,845</u>
Note 4 Interest		
Interest on overdue rates and charges	88,374	116,700
Interest on investments	261,229	402,878
	<u>349,603</u>	<u>519,578</u>
Note 5 Grants		
(a) Grants were received in respect of the following :		
NT GOVERNMENT OPERATING GRANTS		
Department of Local Government		
Northern Territory Operational	2,142,598	2,606,650
Financial Assistance Allocation (FAA) - General	851,683	1,459,197
Financial Assistance Allocation (FAA) - Roads	199,266	448,189
Establishment of Local Authorities	70,000	-
Matching Fund - Indigenous Employment Program	941,605	845,533
Workplace Mentoring	188,750	122,000
CTG Governance Training	50,000	-
	<u>4,443,902</u>	<u>5,481,569</u>
Department of Housing & Regional Development		
Conversion to Real Jobs	80,972	161,944
Outstation Housing Maintenance	256,530	456,419
Outstation Management	-	100,500
Outstation Essential Services	277,303	255,811
Homelands Extra Allowance	124,800	-
Outstation Municipal Services	277,303	255,811
Property Management	134,525	241,597
Tenancy Mangement	219,538	484,617
	<u>1,370,971</u>	<u>1,956,699</u>
Department of Health, Children and Families		
Safe House - Ali Curung	150,023	141,124
Safe House - Elliot	199,329	187,505
Home and Community Care (HACC)	333,542	327,915
HACC Transition	40,000	-
Indigenous Environmental Health Worker Service	35,085	74,316
Disability in House Support	66,470	65,639
	<u>824,449</u>	<u>796,499</u>
Department of Sports and Recreation		
Active Remote Communities - Softball - Indigenous Women in Sport	13,500	-
Facility Development Grants - Sports and Recreation Upgrades	-	69,500
Active Remote Communities	204,000	204,000
	<u>217,500</u>	<u>273,500</u>
Northern Territory Library		
Library Services	173,721	173,721
	<u>173,721</u>	<u>173,721</u>

Barkly Regional Council
Notes to the Financial Statements
For the Year Ended 30 June 2014

	2014 \$	2013 \$
Department of Chief Minister		
Elliott Fire Emergency Group Response (FERG)	-	45,454
Youth Week Basketball Competition	7,000	3,000
Youth Vibe	7,000	6,000
International Women's Day	-	1,200
	<u>14,000</u>	<u>55,654</u>
Total: NT GOVERNMENT OPERATING GRANTS	<u>7,044,543</u>	<u>8,737,642</u>
(b) COMMONWEALTH GOVERNMENT OPERATING GRANTS		
Department of Families, Housing, Community Services and Indigenous Affairs (FaHCSIA)		
NAIDOC Week	19,091	27,000
Emergency Relief Fund	15,203	14,788
	<u>34,294</u>	<u>41,788</u>
FaHCSIA - CDEP		
Wages	-	274,131
Service Fees	-	532,000
Community Development and Work Readiness	-	1,047,200
Community Development and Support	-	520,132
	<u>-</u>	<u>2,373,463</u>
Department of Education, Employment and Workplace Relationships (DEEWR)		
After School Care	404,941	399,678
School Nutrition Program	663,462	350,065
Jet Crèche - Ali Curung	80,182	79,074
Playgroup - Elliott	67,521	67,455
	<u>1,216,106</u>	<u>896,272</u>
Attorney-General's Office		
Regional Night Patrol	2,559,715	3,146,153
	<u>2,559,715</u>	<u>3,146,153</u>
Department of Prime Minister		
Northern Territory Jobs Creation Package	-	183,272
Indigenous Sports and Recreational Program	446,628	440,000
	<u>446,628</u>	<u>623,272</u>
Department of Communications, Information Technology and the Arts		
Remote Indigenous Broadcasting Service (RIBS)	30,000	30,000
	<u>30,000</u>	<u>30,000</u>
Department of Health and Ageing		
Community Aged Care Program (CACP)	534,607	660,567
Indigenous Home and Community Care (HACC) Workforce	694,784	637,184
	<u>1,229,391</u>	<u>1,297,751</u>
Australia Day Council		
Australia Day Activities	3,000	4,000
	<u>3,000</u>	<u>4,000</u>
Australian Sports Commission		
Active After School Care Program	5,378	9,175
	<u>5,378</u>	<u>9,175</u>
Department of Regional Australia, Local Government and Sports		
Northern Territory Jobs Package - Arts	31,639	94,551
	<u>31,639</u>	<u>94,551</u>
Total: COMMONWEALTH GOVERNMENT OPERATING GRANTS	<u>5,556,151</u>	<u>8,516,425</u>
(c) OTHER OPERATIONAL GRANTS		
Barkly Multi Media	118,000	-
Barkly Multi Media - Catholic Care	14,545	-
Ali Curung Multi Media	37,145	-
Arlparra Central Australian Youth Linkup Service - Special Purpose	37,500	-
Ampilatwatja Central Australian Youth Linkup Service - Special Purpose	37,500	-
AMRRIC	95,000	-
Alpururulam Central Australian Youth Linkup Service - Special Purpose	25,000	-
Keep Australia Beautiful	7,992	-
Longranch Cricket Club	5,000	-

Barkly Regional Council
Notes to the Financial Statements
For the Year Ended 30 June 2014

	2014 \$	2013 \$
NT Thunder	5,000	-
Total: OTHER OPERATIONAL GRANTS	382,682	-
(d) NORTHERN TERRITORY CAPITAL GRANTS		
<u>Department of Local Government and Housing</u>		
Special Purpose Grants - Upgrade to Civic Hall	-	76,591
Local Area Traffic Management	49,383	-
Special Purpose Grants - Arlparra Service Centre Upgrade	42,936	-
Regional Council Conversion	153,120	-
Special Purpose Grants - Elliot Service Centre Upgrade	75,000	-
Tennant Creek Skate Park	115,000	-
Elliot Business Centre Feasibility Study	16,720	-
Ampilatwatja/Arlparra Playgrounds	-	130,381
Tennant Creek Security Lighting	-	49,140
Capital Infrastructure Grant - Outstations	227,273	806,556
	<u>679,432</u>	<u>1,062,668</u>
Total: NORTHERN TERRITORY CAPITAL GRANTS	679,432	1,062,668
(e) COMMONWEALTH GOVERNMENT CAPITAL GRANTS		
<u>Department of Health and Ageing</u>		
Alpurrurulam Laundry	-	2,999
	<u>-</u>	<u>2,999</u>
<u>Department of Infrastructure, Transport, Regional Development and Local Government</u>		
Roads-to-Recovery	262,673	380,993
	<u>262,673</u>	<u>380,993</u>
Total: COMMONWEALTH GOVERNMENT CAPITAL GRANTS	262,673	383,992
Movement in Unexpended Grants Liability	1,603,247	1,056,079
Movement in Grants received in advance	2,306,394	-
TOTAL GRANTS	17,835,122	19,756,806

Conditions on grants

Grants recognised as revenue during the year that were obtained on condition that they be expended in a specified manner that had not occurred at balance date were:

Creche - Ali Curung	-	125,311
CDEP Wages	-	94,507
CDEP Community Development & Support	-	33,936
Emergency Relief Fund	3,877	277
Youth Week - Basketball Competition	-	68
Youth Vibe	7,000	6,000
FDG Sport and Recreation Upgrades	1,078	39,409
Environmental Health Worker	19,793	31,886
Safe House Ali Curung	-	27,437
CTG - Governance Officer	-	124,375
Workplace Mentoring	-	6,445
Housing Fencing Program	2,229,730	2,616,997
Alpurrurulam Washing Machines	-	2,999
CAYLUS Youth Workers	-	53,000
Keep Australia Beautiful `	1,425	-
SNP Capital Upgarde - Ali Curung	62,680	-
SNP Capital Upgarde - Ampilatawatja	38,757	-
SNP Capital Upgarde - Tara	46,037	-
SNP Capital Upgarde - Elliott	39,835	9,186
SNP Capital Upgarde - Epenarra	4,333	-
Night Patrol	-	98,235
Alparurrurulum Laundry	-	283,492
SPG - Purchase Tilt Tray Truck	-	22,475
Water Park - Elliott	246,577	250,000
Water Park - Ali Curing	250,000	250,000
CIG - Outstation 2012/13	142,874	120,791

Barkly Regional Council
Notes to the Financial Statements
For the Year Ended 30 June 2014

	2014	2013
	\$	\$
Homelands Extra Allowance	67,260	-
CIG - Additional Funding	168,458	168,548
Active Remote Communities Softball	3,857	-
SPG - Ampilatwatja/Arparra Playgrounds	-	130,381
Civic Hall Electronics Upgrade	-	66,246
CDEP	-	374,815
	<u>3,333,569</u>	<u>4,936,816</u>

Barkly Regional Council
Notes to the Financial Statements
For the Year Ended 30 June 2014

	2014	2013
	\$	\$
Note 6 Contributions		
Contributions	421,047	356,979
	421,047	356,979
Note7A Agency Fees		
Agency fees	862,156	904,752
	862,156	904,752
Note7B Other revenue		
Administration fees	410,364	1,385,528
Commercial income	993,772	1,635,981
Cash donations	50,679	34,050
Provision for Bad and Doubtful debts written-down	62,555	534,814
Other	1,461,979	1,217,576
	2,979,349	4,807,949

Barkly Regional Council
Notes to the Financial Statements
For the Year Ended 30 June 2014

	2014 \$	2013 \$
Note 8 Employee benefits		
Salaries and wages	12,946,497	14,810,254
Travelling	361,778	339,102
Superannuation	1,106,090	1,360,426
Workers compensation insurance	323,124	222,253
Fringe benefits tax/ (Recouped)	(17,785)	(52,288)
Training	76,233	252,074
Recruitment	29,136	17,225
	<u>14,825,073</u>	<u>16,949,046</u>
Number of full time equivalent employees at 30 June 2014	212	261
Note 9 Materials and services		
Audit fees - Deloitte Touche Tohmatsu	56,700	54,000
Accounting and professional fees	31,387	328,981
Cleaning	24,792	20,689
Consulting fees	299,791	356,736
Contract material and labour	3,644,387	3,446,346
Fuel, oil and tyres - motor vehicles	607,649	797,276
Fuel, oil and tyres - plant and machinery	24,900	40,393
Internet service provider	7,923	694
IT equipment and software	324,865	345,175
Materials - groceries	801,076	758,896
Membership and subscriptions	66,412	42,712
Repair and maintenance - general	427,735	575,045
Security	31,141	15,904
Materials - other	2,033,001	3,130,496
	<u>8,381,759</u>	<u>9,913,343</u>
Note 10 Depreciation, amortisation and impairment		
Buildings and improvements	2,062,566	2,022,184
Plant, machinery and equipment	1,291,481	1,199,017
Office equipment and furniture	73,785	72,508
	<u>3,427,832</u>	<u>3,293,709</u>
Note 11 Electricity, gas and water		
Electricity, gas and water	1,123,486	660,388
	<u>1,123,486</u>	<u>660,388</u>
Note 12 Other expenses		
Administration fees	96,180	628,033
Advertising	63,792	32,358
Elected members allowances and expenses	308,473	315,558
Bank fees	6,581	14,354
Insurance	546,918	417,479
Legal fees	9,153	16,618
Meeting/Catering	5,510	9,294
Postage	5,884	5,955
Purchase furniture and fittings	8,432	4,046
Stationery and printing	104,192	137,758
Telephone	552,645	511,865
Uniforms and protective clothing	52,111	84,385
Vehicle registration	100,964	98,166
Miscellaneous expenses	505,194	232,330
	<u>2,366,029</u>	<u>2,508,199</u>

Barkly Regional Council
Notes to the Financial Statements
For the Year Ended 30 June 2014

	2014 \$	2013 \$
Note 14 Cash assets		
Cash on hand and at bank	3,477,660	7,179,125
Petty cash	174	749
Short term deposits	3,052,192	5,000,000
	6,530,026	12,179,874
<p>Cash Assets comprise highly liquid investments with short periods to maturity subject to insignificant risk of changes in value. Cash assets subject to external restrictions that are not expected to be discharged during the next reporting period are classified as non-current.</p>		
Restricted cash and investments summary		
External restrictions		
Included in liability	3,333,569	4,936,816
	3,333,569	4,936,816
Total assets subject to restrictions	3,333,569	4,936,816
Note 15 Trade and other receivables		
Current		
Rates and annual charges debtors	585,222	618,855
Sundry debtors	362,212	538,654
Less provision for doubtful debts	(44,612)	(107,167)
	902,822	1,050,342
Movement in the provision for doubtful debts		
Balance at the beginning of the year	107,167	641,982
Impaired losses recognised/ (reversed) on receivables	(62,555)	(534,815)
Balance at the end of the year	44,612	107,167
Note 16 Other assets		
Prepayments, Bonds and Deposits	97,255	63,305
Accrued income	-	180,765
Stock on hand	60,346	100,819
	157,601	344,889

Barkly Regional Council
Notes to the Financial Statements
For the Year Ended 30 June 2014

Note 17

Property, plant, equipment and infrastructure

	2013			Movements during the year				2014		
	At fair value \$	Accumulated Depreciation \$	Carrying Amount \$	Acquisitions/ Disposal \$	Fair value of assets disposed-off \$	Depreciation adjustment of assets disposed-off	Depreciation \$	At fair value \$	Accumulated Depreciation \$	Carrying Amount \$
Property										
Land - Council owned and controlled	443,048	-	443,048	-	-	-	-	443,048	-	443,048
Buildings and improvements	42,313,987	(6,310,761)	36,003,226	-	-	-	(2,062,566)	42,313,987	(8,373,327)	33,940,660
Work in Progress	-	-	-	327,126	-	-	-	327,126	-	327,126
Total property	42,757,035	(6,310,761)	36,446,274	327,126	-	-	(2,062,566)	43,084,161	(8,373,327)	34,710,834
Plant and equipment										
Plant and equipment	10,503,822	(5,649,737)	4,854,085	358,059	(11,364)	8,754	(1,291,481)	10,850,517	(6,932,464)	3,918,053
Office equipments and furniture	540,976	(214,328)	326,648	-	-	-	(73,785)	540,976	(288,113)	252,863
Total plant and equipment	11,044,798	(5,864,065)	5,180,733	358,059	(11,364)	8,754	(1,365,266)	11,391,493	(7,220,577)	4,170,916
Total property, plant and equipment	53,801,833	(12,174,826)	41,627,007	685,185	(11,364)	8,754	(3,427,832)	54,475,654	(15,593,904)	38,881,750

	2012			Movements during the year				2013		
	At fair value \$	Accumulated Depreciation \$	Carrying Amount \$	Net Acquisitions/ Disposal \$	Fair value of assets disposed-off \$	Depreciation adjustment of assets disposed-off	Net Depreciation \$	At fair value \$	Accumulated Depreciation \$	Carrying Amount \$
Property										
Land - Council owned and controlled	443,048	-	443,048	-	-	-	-	443,048	-	443,048
Buildings and improvements	42,115,658	(4,288,577)	37,827,081	198,329	-	-	(2,022,184)	42,313,987	(6,310,761)	36,003,226
Total property	42,558,706	(4,288,577)	38,270,129	198,329	-	-	(2,022,184)	42,757,035	(6,310,761)	36,446,274
Plant and equipment										
Plant and equipment	9,670,733	(4,450,720)	5,220,013	833,089	-	-	(1,199,017)	10,503,822	(5,649,737)	4,854,085
Office equipments and furniture	530,201	(141,820)	388,381	10,775	-	-	(72,508)	540,976	(214,328)	326,648
Total plant and equipment	10,200,934	(4,592,540)	5,608,394	843,864	-	-	(1,271,525)	11,044,798	(5,864,065)	5,180,733
Total property, plant and equipment	52,759,640	(8,881,117)	43,878,523	1,042,193	-	-	(3,293,709)	53,801,833	(12,174,826)	41,627,007

Barkly Regional Council
Notes to the Financial Statements
For the Year Ended 30 June 2014

	2014	2013
	\$	\$
Note 18 Trade and other payables		
a) Current		
Goods and services	483,369	627,732
GST payable	-	180,766
Income received in advance	-	2,306,394
	<u>483,369</u>	<u>3,114,892</u>
Note 19 Provisions		
Annual leave	1,237,018	928,920
Long service leave	91,336	124,228
	<u>1,328,354</u>	<u>1,053,148</u>

Barkly Regional Council
Notes to the Financial Statements
For the Year Ended 30 June 2014

	2014	2013
	\$	\$
Note 20 Reconciliation of surplus/ (deficit) for the year to cash from operating activities		
Surplus/ (deficit) for the year	(4,770,348)	(4,083,040)
Interest received	(349,603)	(519,578)
Depreciation, amortisation and impairment	3,427,832	3,293,709
Change in assets and liabilities:		
(Decrease)/increase in provision for bad and doubtful debts	(62,555)	(534,815)
(Increase)/decrease in prepayments	(33,950)	33,359
(Increase)/decrease in stock on hand	40,473	87,691
(Increase)/decrease in GST payable	(180,760)	338,799
(Increase)/decrease in accrued income	180,760	(171,560)
Increase/(decrease) in payables	(2,450,757)	(1,598,323)
(Decrease)/increase in provisions	275,206	488,321
(Decrease)/increase in unexpended grants	(1,603,247)	(685,969)
(Increase)/decrease in receivables	210,074	1,413,737
Net cash provided by operating activities	(5,316,874)	(1,937,669)

Barkly Regional Council
Notes to the Financial Statements
For the Year Ended 30 June 2014

Note 21 Financial instruments

(a) Interest rate risk

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

2014

	Floating interest rate \$	Fixed interest maturing in:			Non-interest bearing \$	Total \$
		1 year or less \$	Over 1 to 5 years \$	More than 5 years \$		
Financial assets						
Cash assets	3,477,660	3,052,192	-	-	174	6,530,026
Receivables	-	585,221	-	-	317,600	902,821
Total financial assets	3,477,660	3,637,413	-	-	317,774	7,432,847
Weighted average interest rate	0.00%	0.00%	0.00%	0.00%	0.00%	
Financial liabilities						
Payables	-	-	-	-	5,145,292	5,145,292
Credit card (MasterCard)	-	-	-	-	-	-
Total financial liabilities	-	-	-	-	5,145,292	5,145,292
Weighted average interest rate	0.00%	0.00%	0.00%	0.00%	0.00%	

2013

	Floating Interest rate \$	Fixed interest maturing in:			Non-interest bearing \$	Total \$
		1 year or less \$	Over 1 to 5 years \$	More than 5 years \$		
Financial assets						
Cash assets	7,179,125	5,000,000	-	-	749	12,179,874
Receivables	-	618,855	-	-	431,487	1,050,342
Total financial assets	7,179,125	5,618,855	-	-	432,236	13,230,216
Weighted average interest rate	0.00%	0.00%	0.00%	0.00%	0.00%	
Financial liabilities						
Payables	-	-	-	-	9,104,856	9,104,856
Credit card (MasterCard)	-	-	-	-	-	-
Total financial liabilities	-	-	-	-	9,104,856	9,104,856
Weighted average interest rate	0.00%	0.00%	0.00%	0.00%	0.00%	

Barkly Regional Council
Notes to the Financial Statements
For the Year Ended 30 June 2014

Note 22	Financial ratios (performance indicators)	2014 \$	2014 (%)	2013 \$	2013 (%)
	(a) Rate coverage ratio (to identify Council's dependence on non-rate income)				
	<u>Rates and annual charge</u>	<u>2,836,327</u>		<u>2,800,736</u>	
	Total revenue	25,353,831	= 11.19%	29,241,645	= 9.58%
	The level of Council's reliance on rate revenue is determined by assessing rate revenue as a proportion of the total revenue of Council.				
	(b) Current ratio (to assess Council's ability to meet current commitments)				
	<u>Current assets</u>	<u>7,590,449</u>		<u>13,575,105</u>	
	Current liabilities	5,145,292	= 1.48 :1	9,104,856	= 1.49 :1
	The ratio expresses the level of current assets the Council has available to meet its current liabilities.				
	(c) Debt servicing ratio (to identify the capacity of a Council to service its outstanding debt):				
	<u>Debt servicing costs</u>	<u>0</u>		<u>0</u>	
	Total operating revenue	25,353,831	= 0.00%	29,241,645	= 0.00%
	(d) Rates and annual charges outstanding ratio				
	<u>Rates and Annual Charges Outstanding</u>	<u>585,222</u>		<u>618,855</u>	
	Total Rates and Charges for Financial Year	2,836,327	= 20.63%	2,800,736	= 22.10%
Note 23	Auditor's Remuneration		2014 \$	2013 \$	
	Auditor's service - Deloitte Touche Tohmatsu		<u>57,000</u>	<u>54,000</u>	

Barkly Regional Council
Notes to the Financial Statements
For the Year Ended 30 June 2014

Note 24 Revenues, expenses and assets have been directly attributed to the following functions and activities

	General Public Services		Public Order & Safety		Social Protection		Environmental Protection		Housing & Community		Recreation & Culture		Economic Affairs		Total	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
	2013-14	2013-14	2013-14	2013-14	2013-14	2013-14	2013-14	2013-14	2013-14	2013-14	2013-14	2013-14	2013-14	2013-14	2013-14	2013-14
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
REVENUES																
Rates and annual charges	3,120,000	2,143,551	80,000	68,310			500,000	624,466							3,700,000	2,836,327
User charges and fees		3,297		5,485			-				61,445				-	70,227
Interest	500,000	349,603													500,000	349,603
Contributions	-					421,047									-	421,047
Grants	5,934,909	3,458,357	2,676,118	3,084,122	4,390,276	2,565,049	78,000	66,971	4,920,000	4,348,707	81,600	1,573,338	794,551	2,738,577	18,875,454	17,835,122
Other revenue	2,596,890	1,737,922		95,580	548,150	419,797	500,000	894,206	1,020,000	189,436	51,500	205,555	1,170,000	299,009	5,886,540	3,841,506
Total revenue	12,151,799	7,692,729	2,756,118	3,253,497	4,938,426	3,405,893	1,078,000	1,585,643	5,940,000	4,538,143	133,100	1,840,339	1,964,551	3,037,586	28,961,994	25,353,832
EXPENSES																
Employee costs	7,783,600	5,656,336	351,000	2,974,375	5,213,118	1,757,602	577,000	354,137	865,000	331,621	265,000	1,109,808	848,431	2,641,195	15,903,149	14,825,073
Materials and contracts	2,935,000	1,083,301	60,000	497,181	718,000	1,077,349	753,000	127,930	3,865,000	2,910,496	134,000	610,852	113,000	2,074,651	8,578,000	8,381,759
Depreciation, amortisation and impairment		3,427,832													-	3,427,832
Other expenses	755,209	1,581,540	42,000	137,247	1,436,805	115,904	15,000	2,569	1,239,122	1,115,515	30,000	401,463	693,220	135,286	4,211,356	3,489,516
Total expenses	11,473,809	11,749,008	453,000	3,608,803	7,367,923	2,950,855	1,345,000	484,635	5,969,122	4,357,631	429,000	2,122,123	1,654,651	4,851,131	28,692,505	30,124,180
Operating surplus/ (deficit) for the year	677,990	(4,056,279)	2,303,118	(355,306)	(2,429,497)	455,038	(267,000)	1,101,008	(29,122)	180,511	(295,900)	(281,784)	309,900	(1,813,545)	269,489	(4,770,348)
Assets		14,932,968		405,947		3,491,171		1,475,529		6,609,755		9,798,526		2,167,895		38,881,750