



Yarrabah Aboriginal Shire Council

Annual Financial Statements

FOR THE YEAR ENDED 30 JUNE 2015

Yarrabah Aboriginal Shire Council

Financial statements

For the year ended 30 June 2015

Table of contents

Statement of Comprehensive Income

Statement of Financial Position

Statement of Changes in Equity

Statement of Cash Flows

Notes to the financial statements

- 1 Significant accounting policies
- 2 Analysis of results by function
- 3 Revenue analysis
- 4 Grants, subsidies, contributions and donations
- 5 Capital income
- 6 Employee benefits
- 7 Materials and services
- 8 Finance costs
- 9 Capital expenses
- 10 Cash and cash equivalents
- 11 Trade and other receivables
- 12 Inventories
- 13 Property, plant and equipment
- 14 Fair value measurements
- 15 Trade and other payables
- 16 Provisions
- 17 Asset revaluation surplus
- 18 Contingent liabilities
- 19 Superannuation
- 20 Operating lease income
- 21 Trust funds
- 22 Reconciliation of net result for the year to net cash inflow (outflow) from operating activities
- 23 Tied grants by project

Management Certificate

Independent Auditor's Report (General Purpose Financial Statements)

Current Year Financial Sustainability Statement

Certificate of Accuracy - for the Current Year Financial Sustainability Statement

Independent Auditor's Report (Current Year Financial Sustainability Statement)

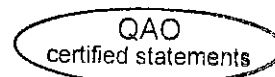
Long Term Financial Sustainability Statement

Certificate of Accuracy - for the Long Term Financial Sustainability Statement

Yarrabah Aboriginal Shire Council
Statement of Comprehensive Income
For the year ended 30 June 2015

	Note	Council	
		2015 \$	2014 \$
Income			
Revenue			
Recurrent revenue			
Levies and charges	3(a)	708,186	610,953
Rental income	3(b)	2,248,366	2,452,776
Sales revenue	3(c)	4,399,893	2,814,478
Other income	3(d)	343,355	350,918
Grants, subsidies, contributions and donations	4(a)	5,410,256	5,430,961
		<u>13,110,055</u>	<u>11,660,086</u>
Capital revenue			
Grants, subsidies, contributions and donations	4(b)	2,198,401	1,619,944
Total revenue		<u>15,308,457</u>	<u>13,280,030</u>
Capital income	5	3,887,396	440,485
Total Income		<u>19,195,853</u>	<u>13,720,515</u>
Expenses			
Recurrent expenses			
Employee benefits	6	(5,533,631)	(5,345,970)
Materials and services	7	(4,852,931)	(5,440,295)
Finance costs	8	(450,877)	(377,954)
Depreciation and amortisation	13	(4,129,786)	(3,452,454)
		<u>(14,967,225)</u>	<u>(14,616,673)</u>
Capital expenses	9	(1,729,641)	(3,547,470)
Total expenses		<u>(16,696,866)</u>	<u>(18,164,142)</u>
Net result		<u>2,498,986</u>	<u>(4,443,627)</u>
Other comprehensive Income			
Items that will not be reclassified to net result			
Increase / (decrease) in asset revaluation surplus	13	-	2,025,077
Total other comprehensive income for the year		<u>-</u>	<u>2,025,077</u>
Total comprehensive income for the year		<u>2,498,986</u>	<u>(2,418,550)</u>

The above statement should be read in conjunction with the accompanying notes and Significant Accounting Policies.



**Yarrabah Aboriginal Shire Council
Statement of Financial Position
as at 30 June 2015**

	Note	Council	
		2015 \$	2014 \$
Current assets			
Cash and cash equivalents	10	1,821,070	2,939,649
Trade and other receivables	11	2,158,093	1,586,331
Inventories	12	21,020	51,900
Total current assets		4,000,183	4,577,880
Non-current assets			
Property, plant and equipment	13	96,540,660	92,546,364
Total non-current assets		96,540,660	92,546,364
Total assets		100,540,843	97,124,244
Current liabilities			
Trade and other payables	15	2,346,382	1,405,720
Provisions	16	169,316	204,110
Total current liabilities		2,515,698	1,609,830
Non-current liabilities			
Provisions	16	62,940	51,196
Total non-current liabilities		62,940	51,196
Total liabilities		2,578,638	1,661,026
Net community assets		97,962,205	95,463,218
Community equity			
Asset revaluation surplus	17	55,724,381	55,724,381
Retained surplus/(deficiency)		42,237,824	39,738,837
Total community equity		97,962,205	95,463,218

The above statement should be read in conjunction with the accompanying notes and Significant Accounting Policies.

**Yarrabah Aboriginal Shire Council
Statement of Changes in Equity
For the year ended 30 June 2015**

Note	Asset revaluation surplus 17	Retained Surplus	Total
	\$	\$	\$
Balance as at 1 July 2013	53,699,304	44,182,465	97,881,769
Net operating surplus	-	(4,443,627)	(4,443,627)
Other comprehensive income for the year			
Increase / (decrease) in asset revaluation surplus	2,025,077	-	2,025,077
Total comprehensive income for the year	<u>2,025,077</u>	<u>(4,443,627)</u>	<u>(2,418,550)</u>
Balance as at 30 June 2014	<u>55,724,381</u>	<u>39,738,838</u>	<u>95,463,219</u>
Balance as at 1 July 2014	55,724,381	39,738,838	95,463,219
Net operating surplus	-	2,498,986	2,498,986
Total comprehensive income for the year	<u>-</u>	<u>2,498,986</u>	<u>2,498,986</u>
Balance as at 30 June 2015	<u>55,724,381</u>	<u>42,237,824</u>	<u>97,962,205</u>

The above statement should be read in conjunction with the accompanying notes and Summary of Significant Account

Yarrabah Aboriginal Shire Council
Statement of Cash Flows
For the year ended 30 June 2015

	Note	Council	
		2015	2014
		\$	\$
Cash flows from operating activities			
Receipts from customers		4,849,154	3,306,817
Payments to suppliers and employees		(9,888,947)	(11,500,323)
		<u>(5,039,793)</u>	<u>(8,193,506)</u>
Interest received		37,215	73,675
Rental income		2,248,366	2,452,776
Non capital grants and contributions		5,410,256	5,430,961
Net cash inflow (outflow) from operating activities	22	<u>2,656,044</u>	<u>(236,094)</u>
Cash flows from investing activities			
Payments for property, plant and equipment		(5,966,327)	(1,549,739)
Proceeds from sale of property plant and equipment		-	182
Grants, subsidies, contributions and donations		2,191,705	1,619,944
Net cash inflow (outflow) from investing activities		<u>(3,774,623)</u>	<u>70,387</u>
Net increase (decrease) in cash and cash equivalent held		<u>(1,118,578)</u>	<u>(165,708)</u>
Cash and cash equivalents at the beginning of the financial year		2,939,649	3,105,356
Cash and cash equivalents at end of the financial year	10	<u>1,821,071</u>	<u>2,939,649</u>

The above statement should be read in conjunction with the accompanying notes and Summary of Significant Accounting Policies.

**Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015**

1 Significant accounting policies

1.A Basis of preparation

These general purpose financial statements are for the period 1 July 2014 to 30 June 2015 and have been prepared in compliance with the requirements of the *Local Government Act 2009* and the *Local Government Regulation 2012*. Consequently, these financial statements have been prepared in accordance with all Australian Accounting Standards, Australian Accounting Interpretations and other authoritative pronouncements issued by the Australian Accounting Standards Board. Because the Council is a not-for-profit entity and the Australian Accounting Standards include requirements for not-for-profit entities which are inconsistent with International Financial Reporting Standards (IFRS), to the extent these inconsistencies are applied, these financial statements do not comply with IFRS. The main impacts are the offsetting of revaluation and impairment gains and losses within a class of assets, and the timing of the recognition of non-reciprocal grant revenue.

These financial statements have been prepared under the historical cost convention except for the revaluation of certain non-current assets.

The Council uses the Australian dollar as its functional currency and its presentation currency and rounds to the nearest dollar.

Comparative information has been restated where necessary to be consistent with disclosures in the current reporting period.

Recurrent/capital classification

Revenue and expenditure are presented as "recurrent" or "capital" in the Statement of Comprehensive Income on the following basis:

Capital revenue includes grants and subsidies received which are tied to specific projects for the replacement or upgrade of existing non-current assets and/or investment in new assets. It also includes non-cash contributions which are usually infrastructure assets received from developers or government departments.

Disposal of non-current assets are classified as either "Capital income" or "Capital expenses" depending on whether they result in accounting gains or losses. All other revenue and expenses have been classified as "recurrent".

1.B Constitution

The Yarrabah Aboriginal Shire Council is constituted under the Queensland *Local Government Act 2009* and is domiciled in Australia.

1.C Date of authorisation

The financial statements were authorised for issue on the date they were submitted to the Auditor-General for final signature. This is the date the management certificate is signed.

1.D Adoption of new and revised Accounting Standards

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

The Council has not applied Australian Accounting Standards and Interpretations that have been issued but are not yet effective except for AASB 2015-7 which is available for early adoption. This relieves Council from disclosing sensitivity of valuation to unobservable inputs from Note 14 Fair value measurement. Council usually applies standards and interpretations in accordance with their respective commencement dates.

From 1 July 2016 AASB 124 *Related Party Disclosures* will apply to Council. This means that Council will disclose more information about related parties and transactions with those related parties. Council is currently preparing for this change by identifying related parties. Related parties will include the Mayor, councillors and some 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.

**Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015**

At the date of authorisation of the financial statements, the Standards and Interpretations listed below were in issue but not yet effective.

	Effective for annual report periods beginning on or after:
AASB 9 <i>Financial Instruments</i> (December 2010)	1 January 2018
AASB 15 <i>Revenue from Contracts with Customers</i>	1 January 2017
AASB 2010-7 <i>Amendments to Australian Accounting Standards arising from AASB 9 (December 2010)</i>	1 January 2018
AASB 2013-9 <i>Amendments to Australian Accounting Standards - Conceptual Framework, Materiality and Financial Instruments.</i> [Operative dates: Part A Conceptual Framework - 20 Dec 2013; Part B Materiality - 1 Jan 2014; Part C Financial Instruments - 1 Jan 2015]	Refer Title Column
AASB 2015-6 <i>Amendments to Australian Accounting Standards - Extending Related Party Disclosures to Not-for-Profit Public Sector Entities [AASB 10, AASB 124 & AASB 1049]</i>	1 July 2016

1.E Critical accounting judgements and key sources of estimation uncertainty

In the application of Council's accounting policies, management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and ongoing assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in future periods as relevant.

Judgements, estimates and assumptions that have a potential significant effect are outlined in the following financial statement notes:

Valuation and depreciation of property, plant and equipment - Note 1.L and Note 13
Provisions - Note 1.N and Note 16

1.F Revenue

Levies, grants and other revenue are recognised as revenue on receipt of funds or earlier upon unconditional entitlement to the funds.

Levies and charges

Where levy monies are received prior to the commencement of the rating/levying period, the amount is recognised as revenue in the period in which they are received, otherwise rates are recognised at the commencement of levying period.

Grants and subsidies

Grants, subsidies and contributions that are non-reciprocal in nature are recognised as revenue in the year in which Council obtains control over them. Council accounts for the restrictions on unspent non-reciprocal capital grants using an internal management accounting system. Internal restrictions that have been placed on council's cash and cash equivalents are now disclosed in Note 10.

Where grants are received that are reciprocal in nature, revenue is recognised as the various performance obligations under the funding agreement are fulfilled. Council does not currently have any reciprocal grants.

Non-cash contributions

Non-cash contributions with a value in excess of the recognition thresholds, are recognised as revenue and as non-current assets. Timing of recognition is when the contributing body provides the project handover reports. Non-cash contributions below the thresholds are recorded as revenue and expenses.

Rental income

Rental revenue from community housing is recognised as income on a periodic straight line basis over the tenancy term.

**Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015**

Sales revenue

The council generates revenues from a number of services including child care, school bus run, swimming pool, equipment and facility hire and contracts for road and earthworks. Revenue from contracts and recoverable works generally comprises a recoupment of material costs together with an hourly charge for use of equipment and employees. Revenue is measured at the fair value of consideration received or receivable in relation to that activity. Where consideration is received for the service in advance it is included in other liabilities and is recognised as revenue in the period when the service is performed.

1.G Financial assets and financial liabilities

Council recognises a financial asset or a financial liability in its Statement of Financial Position when, and only when, Council becomes a party to the contractual provisions of the instrument.

Yarrabah Council has categorised and measured the financial assets and financial liabilities held at balance date as follows:

Financial assets

Cash and cash equivalents (Note 1.H)

Receivables - measured at amortised cost (Note 1.I)

Financial liabilities

Payables - measured at amortised cost (Note 1.M)

Financial assets and financial liabilities are presented separately from each other and offsetting has not been applied.

The fair value of financial instruments is determined as follows:

The fair value of cash and cash equivalents and non-interest bearing monetary financial assets and financial liabilities approximate their carrying amounts and are not disclosed separately.

The fair value of trade receivables approximates the amortised cost less any impairment. The fair value of payables approximates the amortised cost.

Yarrabah Aboriginal Shire Council does not recognise financial assets or financial liabilities at fair value in the Statement of Financial Position.

1.H Cash and cash equivalents

Cash and cash equivalents includes cash on hand, all cash and cheques received but not banked at the year end, 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.

1.I Receivables

Trade receivables are recognised at the amounts due at the time of sale or service delivery i.e. the agreed purchase price / contract price. Settlement of these amounts is required within 30 days from invoice date.

The collectability of receivables is assessed periodically and if there is objective evidence that Council will not be able to collect all amounts due, the carrying amount is reduced for impairment. The loss is recognised in finance costs. The amount of the impairment is the difference between the asset's carrying amount and the present value of the estimated cash flows discounted at the effective interest rate.

No bad debts were written-off at 30 June. Subsequent recoveries of amounts previously written off in the same period are recognised as finance costs in the Statement of Comprehensive Income. If an amount is recovered in a subsequent period it is recognised as revenue.

**Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015**

1.J Inventories

Inventories are diesel and petrol fuel stocks which are held for consumption by Council in day to day operations, and are valued at the lower of cost and net realisable value. Costs are assigned on the basis of weighted average costs.

1.K Community housing

Yarrabah Aboriginal Shire Council does not hold any investment property, however does provide social housing as a service to community members. As the Council area is situated on Deed of Grant in Trust (DOGIT) there is a prohibition on sale of any land within the area designated under DOGIT.

1.L Property, plant and equipment

Each class of property, plant and equipment is stated at cost or fair value less, and where applicable, any accumulated depreciation. All assets with a total value of less than \$5,000 are treated as an expense in the year of acquisition. All other items of property, plant and equipment are capitalised.

The classes of property, plant and equipment recognised by the Council are:

Buildings
Houses
Office equipment
Plant and equipment
Other infrastructure
Water
Sewerage
Roads and drainage
Motor vehicles
Work in progress

Acquisition of assets

Acquisitions of assets are initially recorded at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition, including freight in, architect's fees and engineering design fees and all other establishment costs.

Property, plant and equipment received in the form of contributions, are recognised as assets and revenues at fair value by Council valuation where that value exceeds the recognition thresholds for the respective asset class. Fair value is the price that would be received to sell the asset in an orderly transaction between market participants at the measurement date.

Capital and operating expenditure

Direct labour and materials and an appropriate proportion of overheads incurred in the acquisition or construction of assets are treated as capital expenditure. Assets under construction are not depreciated until they are completed and commissioned, at which time they are reclassified from work in progress to the appropriate property, plant and equipment class.

Routine operating maintenance, repair costs and minor renewals to maintain the operational capacity and useful life of the non-current asset is expensed as incurred, while expenditure that relates to replacement of a major component of an asset to maintain its service potential is capitalised.

Expenditure incurred in accordance with Natural Disaster Relief and Recovery Arrangements on road assets is analysed to determine whether the expenditure is capital in nature. The analysis of the expenditure requires Council engineers to review the nature and extent of expenditure on a given asset. For example, expenditure that patches a road is generally maintenance in nature, where as a kerb to kerb rebuild is treated as capital. Material expenditure that extends the useful life or renews the service potential of the asset is capitalised.

Valuation

Buildings, houses, other infrastructure, water, sewerage and roads and drainage assets are measured on the revaluation basis, at fair value, in accordance with AASB 116 *Property, Plant & Equipment*. Motor vehicles, plant and equipment and work in progress are measured at cost.

**Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015**

Non-current physical assets measured at fair value are revalued, where required, so that the carrying amount of each class of asset does not materially differ from its fair value at the reporting date. This is achieved by engaging independent, professionally qualified valuers to determine the fair value for each class of property, plant and equipment assets at least once every 5 years. This process involves the valuer physically sighting a representative sample of Council assets across all asset classes and making their own assessments of the condition of the assets at the date of inspection.

In the intervening years, management engage independent, professionally qualified valuers to perform a "desktop" valuation. A desktop valuation involves management providing updated information to the valuer regarding additions, deletions and changes in assumptions such as useful life, residual value and condition rating. The valuer then determines suitable indices which are applied to each of these asset classes.

Any revaluation increment arising on the revaluation of an asset is credited to the appropriate class of the asset revaluation surplus, except to the extent it reverses a revaluation decrement for the class previously recognised as an expense. A decrease in the carrying amount on revaluation is charged as an expense to the extent it exceeds the balance, if any, in the revaluation surplus of that asset class.

On revaluation, accumulated depreciation is restated proportionately with the change in the carrying amount of the asset and any change in the estimate of remaining useful life.

Separately identified components of assets are measured on the same basis as the assets to which they relate.

Details of valuers and methods of valuations are disclosed in Note 14.

Capital work in progress

The cost of property, plant and equipment being constructed by the Council includes the cost of purchased services, materials, direct labour and an appropriate proportion of labour overheads.

Depreciation

Depreciation on property, plant and equipment assets is calculated on a straight-line basis so as to write-off the net cost or revalued amount of each depreciable asset, less its estimated residual value, progressively over its estimated useful life to the Council. Management believe that the straight-line basis appropriately reflects the pattern of consumption of all Council assets.

Assets are depreciated from the date of acquisition or, in respect of internally constructed assets, from the time an asset is completed and commissioned ready for use.

Where assets have separately identifiable components that are subject to regular replacement, these components are assigned useful lives distinct from the asset to which they relate. Any expenditure that increases the originally assessed capacity or service potential of an asset is capitalised and the new depreciable amount is depreciated over the remaining useful life of the asset to the Council.

Depreciation methods, estimated useful lives and residual values of property, plant and equipment assets are reviewed at the end of each reporting period and adjusted where necessary to reflect any changes in the pattern of consumption, physical wear and tear, technical or commercial obsolescence, or management intentions. The condition assessments performed as part of the annual valuation process for assets measured at depreciated current replacement cost are used to estimate the useful lives of these assets at each reporting date. Details of the range of estimated useful lives for each class of asset are shown in Note 13.

Land under roads

Land under roads acquired before 30 June 2008 is recognised as a non-current asset where the Council holds title or a financial lease over the asset. The Yarrabah Aboriginal Shire Council currently does not have any such land holdings.

Land under the road network within the Council area that has been dedicated and opened for public use under the *Land Act 1994* or the *Land Title Act 1994* is not controlled by council but is controlled by the state pursuant to the relevant legislation. Therefore this land is not recognised in these financial statements.

Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015

Deed of Grant in Trust Land

The Council is located on land assigned to it under a Deed of Grant in Trust (DOGIT) under Section 34I of the Land Act 1994. It comprises an area of approximately 15,609 hectares.

The land is administered by the Department of Natural Resources and Mines and the Council has restricted use of this land for the benefit of shire inhabitants. The DOGIT land has not been taken up in the Council's assets as it cannot be reliably measured.

1.M Payables

Trade creditors are recognised upon receipt of the goods or services ordered and are measured at the agreed purchase/contract price net of applicable discounts other than contingent discounts. Amounts owing are unsecured and are generally settled on 30 day terms.

1.N Liabilities - employee benefits

Liabilities are recognised for employee benefits such as wages and salaries, annual leave and long service leave in respect of services provided by the employees up to the reporting date. Liabilities for employee benefits are assessed at each reporting date. Where it is expected that the leave will be paid in the next twelve months the liability is treated as a current liability. Otherwise the liability is treated as non-current.

Annual leave

A liability for annual leave is recognised. Amounts expected to be settled within 12 months are calculated on current wage and salary levels and includes related employee on-costs. Amounts not expected to be settled within 12 months are calculated on projected future wage and salary levels and related employee on-costs, and are discounted to present values. This liability represents an accrued expense and is reported in Note 15 as a payable.

As Council does not have an unconditional right to defer this liability beyond 12 months annual leave is classified as a current liability.

Superannuation

The superannuation expense for the reporting period is the amount of the contribution the Council makes to the superannuation plan which provides benefits to its employees. Details of those arrangements are set out in Note 19.

Long service leave

A liability for long service leave is measured as the present value of the estimated future cash outflows to be made in respect of services provided by employees up to the reporting date. The value of the liability is calculated using current pay rates and projected future increases in those rates and includes related employee on-costs. The estimates are adjusted for the probability of the employee remaining in the Council's employment or other associated employment which would result in the Council being required to meet the liability. Adjustments are then made to allow for the proportion of the benefit earned to date, and the result is discounted to present value. The interest rates attaching to Commonwealth Government guaranteed securities at the reporting date are used to discount the estimated future cash outflows to their present value. This liability is reported in Note 16 as a provision.

Where employees have met the prerequisite length of service and Council does not have an unconditional right to defer this liability beyond 12 months long service leave is classified as a current liability. Otherwise it is classified as non-current.

1.O Asset revaluation surplus

The asset revaluation surplus comprises adjustments relating to changes in value of property, plant and equipment that do not result from the use of those assets. Net incremental changes in the carrying value of classes of non-current assets since their initial recognition are accumulated in the asset revaluation surplus.

Increases and decreases on revaluation are offset within a class of assets.

Where a class of assets is decreased on revaluation, that decrease is offset first against the amount remaining in the asset revaluation surplus in respect of that class. Any excess is treated as an expense.

When an asset is disposed of, the amount reported in surplus in respect of that asset is retained in the asset revaluation surplus and not transferred to retained surplus.

**Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015**

1.P National competition policy

The Council has reviewed its activities to identify its business activities. The Council has no business activities to which the Code of Competitive Conduct needs to be applied.

1.Q Trust funds held for outside parties

Funds held in the trust account on behalf of outside parties include retention fees, unclaimed monies (e.g. wages) paid into the trust account by the Council and lease fees Council has received as trustee. The Council performs only a custodian role in respect of majority of these monies and monies that cannot be used for Council purposes, are not considered revenue nor brought to account in the financial statements.

The monies are disclosed in the notes to the financial statements for information purposes only in Note 21.

1.R Taxation

Income of local authorities and public authorities is exempt from Commonwealth taxation except for Fringe Benefits Tax and Goods and Services Tax ('GST'). The net amount of GST recoverable from the ATO or payable to the ATO is shown as an asset or liability respectively.

2. Analysis of Results by Function

2(a) Components of council functions

The activities relating to the Council's components reported on in Note 2(b) are as follows :

CEO and governance

The objective of this function is for Council to be open, accountable, transparent and deliver value for money community outcomes. This includes strategic and operational planning, risk management, legal and administrative support. The Mayor, Councillors, and Chief Executive Officer are included in CEO and governance.

Corporate services

Corporate services provides professional finance and information services across all of Council. This function includes internal audit, budget support, financial accounting, the taxation unit, marketing and communication and information technology services. The goal of this function is to provide accurate, timely and appropriate information to support sound decision making and meet statutory requirements.

Community services

The goal of community services is to ensure Yarrabah is a healthy, vibrant, contemporary and connected community. This function provides well managed and maintained community facilities, and ensures the effective delivery of culture, arts, welfare, sport and recreational services.

Housing

The objective of the housing function is to provide serviceable social housing to community members. This includes construction, repairs and maintenance and tenancy management

Transport Infrastructure

The objective of the transport infrastructure program is to ensure the community is serviced by a quality and effective road network. This function provides and maintains roads and drainage.

Water infrastructure

The goal of the water program is to support a healthy, safe community through sustainable water services. This function includes all water supply services.

Sewerage and waste

This function is to protect and support our community and natural environment by sustainably managing refuse and sewerage infrastructure. This function provides refuse collection and disposal services and sewerage services.

**Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015**

2 Analysis of results by function

(b) Income and expenses defined between recurring and capital are attributed to the following functions:

Functions	Year ended 30 June 2015																				
	Gross program income					Elimination of inter-function transactions		Total income		Gross program expenses		Elimination of inter-function transactions		Total expenses		Net result from recurring operations		Net Result		Assets	
	Recurring		Capital			2015		2015		2015		2015		2015		2015		2015		2015	
	Grants	Other	Grants	Other	Other	2015	2015	2015	2015	2015	2015	2015	2015	2015	2015	2015	2015	2015	2015	2015	2015
CEO and governance	-	4,933	-	-	-	4,933	-	-	4,933	(988,490)	-	-	(988,490)	-	-	(988,490)	-	-	(988,490)	-	63,312
Corporate services	2,421,551	313,810	-	-	3,887,396	6,585,798	(56,959)	(56,959)	6,585,798	(2,410,958)	(1,729,641)	540	(4,140,059)	(2,097,148)	2,425,738	(983,557)	(983,557)	2,425,738	(983,557)	5,036,890	
Community services	2,148,864	383,087	1,298,892	-	(4,964)	3,825,880	(4,964)	(4,964)	3,825,880	(4,242,257)	-	61,383	(4,180,874)	(3,859,170)	(354,995)	(3,854,995)	(354,995)	(354,995)	(354,995)	11,661,001	
Housing	-	3,806,157	-	-	2,525,589	6,331,746	-	-	6,331,746	(4,848,436)	-	-	(4,848,436)	(1,042,280)	1,483,309	(740,525)	(740,525)	1,483,309	(740,525)	53,542,048	
Transport infrastructure	764,205	388,632	852,509	-	-	1,615,315	(390,032)	(390,032)	1,615,315	(1,129,157)	(383,326)	390,032	(1,122,451)	(740,525)	492,863	(740,525)	492,863	(740,525)	17,571,008		
Water infrastructure	122,635	229,418	-	-	-	352,053	-	-	352,053	(605,336)	-	-	(605,336)	(375,918)	(253,283)	(375,918)	(253,283)	(375,918)	8,426,687		
Sewerage and waste	-	500,128	-	-	-	500,128	-	-	500,128	(811,218)	-	-	(811,218)	(311,090)	(311,090)	(311,090)	(311,090)	(311,090)	4,239,897		
Total Council	5,457,256	5,625,166	2,151,401	6,412,985	(451,955)	19,195,853	(451,955)	(451,955)	19,195,853	(15,035,854)	(2,112,967)	451,955	(16,696,866)	(9,409,688)	2,498,986	(9,409,688)	2,498,986	(9,409,688)	2,498,986	100,540,843	

Year ended 30 June 2014

Functions	Year ended 30 June 2014																				
	Gross program income					Elimination of inter-function transactions		Total income		Gross program expenses		Elimination of inter-function transactions		Total expenses		Net result from recurring operations		Net Result		Assets	
	Recurring		Capital			2014		2014		2014		2014		2014		2014		2014		2014	
	Grants	Other	Grants	Other	Other	2014	2014	2014	2014	2014	2014	2014	2014	2014	2014	2014	2014	2014	2014	2014	
CEO and governance	-	24,874	-	-	-	24,874	-	-	24,874	(958,655)	-	-	(958,655)	-	-	(958,655)	-	-	(958,655)	79,372	
Corporate services	2,307,019	361,285	440,303	-	(45,266)	3,063,321	(45,266)	(45,266)	3,063,321	(3,980,281)	(1,346,063)	-	(5,326,344)	(1,673,262)	(2,263,023)	(1,673,262)	(2,263,023)	(1,673,262)	5,702,380		
Community services	2,277,552	230,249	182	-	(3,988)	2,503,995	(3,988)	(3,988)	2,503,995	(3,029,585)	(1,828,348)	49,236	(4,808,697)	(752,033)	(2,304,702)	(752,033)	(2,304,702)	(752,033)	10,618,317		
Housing	-	3,820,109	-	-	1,148,682	4,968,791	-	-	4,968,791	(4,707,423)	-	38	(4,707,386)	(4,707,423)	261,405	(4,707,423)	261,405	(4,707,423)	54,673,427		
Transport infrastructure	773,515	-	1,619,944	-	-	2,393,459	-	-	2,393,459	(749,306)	(373,059)	-	(1,122,365)	(487,975)	(284,068)	(487,975)	(284,068)	(487,975)	16,020,382		
Water infrastructure	126,075	203,907	-	-	-	329,982	-	-	329,982	(614,050)	-	-	(614,050)	(626,647)	(190,554)	(626,647)	(190,554)	(626,647)	3,914,739		
Sewerage and waste	5,484,161	5,076,517	2,060,429	1,148,682	(49,274)	13,720,515	(49,274)	(49,274)	13,720,515	(14,665,947)	(3,547,470)	49,274	(18,164,142)	(9,181,786)	(4,443,627)	(9,181,786)	(4,443,627)	(9,181,786)	97,124,245		
Total Council	5,484,161	5,076,517	2,060,429	1,148,682	(49,274)	13,720,515	(49,274)	(49,274)	13,720,515	(14,665,947)	(3,547,470)	49,274	(18,164,142)	(9,181,786)	(4,443,627)	(9,181,786)	(4,443,627)	(9,181,786)	(4,443,627)	97,124,245	

Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015

	Council	
	2015	2014
Note	\$	\$
3 Revenue analysis		
(a) Levies and charges		
Service Charges	708,186	610,953
	<u>708,186</u>	<u>610,953</u>
(b) Rental income		
Property rentals	2,248,366	2,452,776
	<u>2,248,366</u>	<u>2,452,776</u>
(c) Sales revenue		
Sale of services		
Bus run income	53,303	54,400
Child care fees	63,107	53,973
Contract works income	4,210,750	2,639,672
Other sales of services	26,125	23,236
	<u>4,353,285</u>	<u>2,771,281</u>
Sale of goods		
Art and craft museum	46,608	43,197
	<u>46,608</u>	<u>43,197</u>
Total sales revenue	<u>4,399,893</u>	<u>2,814,478</u>

The amount recognised as revenue for contract revenue during the financial year is the amount receivable in respect of invoices issued during the period. There are no contracts in progress at the year end. The contract work carried out is not subject to retentions.

(d) Other income		
Interest received	37,215	73,675
Fees and charges	60,555	57,526
Other income	245,585	219,717
	<u>343,355</u>	<u>350,918</u>

4 Grants, subsidies, contributions and donations

(a) Recurrent		
General purpose grants	3,148,406	2,709,209
State government subsidies and grants	642,178	894,863
Commonwealth government subsidies and grants	1,578,099	1,817,389
Other grant providers	41,572	9,500
	<u>5,410,256</u>	<u>5,430,961</u>
(b) Capital		
State government subsidies and grants	1,884,209	-
Other grant providers	314,192	1,619,944
	<u>2,198,401</u>	<u>1,619,944</u>

Conditions over contributions

Contributions recognised as income during the reporting period and which were obtained on the condition that they be expended in a manner specified by the contributor but had not been expended at the reporting date:

Non-reciprocal grants for expenditure on services	249,717	159,696
Non-reciprocal grants for expenditure on infrastructure	-	678,339
	<u>249,717</u>	<u>838,035</u>

Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015

	Council	
	2015	2014
Note	\$	\$
5 Capital income		
Assets donated		
Contributions	3,887,396	440,303
	<u>3,887,396</u>	<u>440,303</u>
Gain / loss on disposal of non-current assets		
Proceeds from the sale of property, plant and equipment	-	182
Less: Book value of property, plant and equipment disposed of	-	182
	<u>-</u>	<u>182</u>
Total capital income	<u>3,887,396</u>	<u>440,485</u>
6 Employee benefits		
Total staff wages and salaries	4,189,210	4,444,328
Councillors' remuneration	293,796	282,238
Fringe benefit tax	39,046	32,084
Workcover	55,720	50,479
Annual, sick and long service leave entitlements *	550,412	(29,013)
Superannuation	540,234	535,429
Workwear	4,686	12,306
	<u>5,673,105</u>	<u>5,327,851</u>
Other employee related expenses	26,401	18,119
	<u>5,699,506</u>	<u>5,345,970</u>
Less: Capitalised employee expenses	(165,874)	-
	<u>5,533,631</u>	<u>5,345,970</u>

* In 2014 Council wrote back the annual leave provision with the privatisation of the Aged Persons Hostel and the transfer of 26 employees to the new provider.

Councillor remuneration represents salary, and other allowances paid in respect of carrying out their duties.

	2015	2014
Total Council employees at the reporting date:		
Elected members	5	5
Administration staff	33	37
Depot and outdoors staff	66	74
Total full time equivalent employees	<u>104</u>	<u>116</u>

7 Materials and services

Advertising and marketing	5,568	3,154
Audit services - external	57,584	91,793
Communications and IT	135,302	233,099
Consultants	6,400	157,963
Contractors	324,211	500,022
Donations paid	9,817	10,950
Food	43,950	59,202
Hire of equipment	297,013	89,404
Insurance	397,549	442,603
Materials and operating	576,272	1,476,333
Motor vehicle expenses	284,659	320,749
Power	340,843	277,459
Repairs and maintenance	1,873,439	1,644,776
Subscriptions and registrations	59,842	52,403
Travel and accommodation	64,384	80,138
Other materials and services	376,098	247
	<u>4,852,931</u>	<u>5,440,295</u>

Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015

	Note	Council	
		2015 \$	2014 \$
8 Finance costs			
Bank charges		3,949	4,427
Impairment of debts		438,136	362,072
Interest		8,792	11,455
		<u>450,877</u>	<u>377,954</u>
9 Capital expenses			
Loss on transfer of assets to Mutkin Aged Care			
Book value of property, plant and equipment transferred		-	1,828,348
Written down value of assets disposed			
Property, plant and equipment	13	<u>1,729,641</u>	<u>1,719,122</u>
Total capital expenses		<u>1,729,641</u>	<u>3,547,470</u>

On 1 July 2013 the Council privatised the Yarrabah Aged Persons Hostel and transferred all assets relating to this service to the value of \$1,828,348 to the new provider Mutkin Residential and Community Aged Care. Twenty-six employees ceased to be employed by the Council and became employees of Mutkin Residential and Community Aged Care as a result of the arrangement. This transfer was for nil consideration.

10 Cash and cash equivalents

Cash at bank and on hand	1,110,117	1,156,014
Term deposits	691,857	1,756,251
Trust fund *	19,097	27,384
Balance per Statement of Cash Flows	<u>1,821,070</u>	<u>2,939,649</u>

* Trust fund relates to lease application fees and building retentions.

Externally imposed expenditure restrictions at the reporting date relate to the following cash assets:

Unspent government grants and subsidies *	<u>293,752</u>	<u>937,392</u>
Total unspent restricted cash	<u>293,752</u>	<u>937,392</u>

* These restrictions were previously allocated as reserves

Cash and deposits at call are held in the Commonwealth Bank of Australia in normal term deposits and business cheque accounts

11 Trade and other receivables

Current

Community service charges	528,987	306,096
Commercial leases	76,495	97,384
Day care centre fees	64,473	48,969
Housing rental	2,129,381	1,913,870
Other trade and sundry debtors	1,546,167	787,422
Less impairment of above debtors	(2,669,499)	(2,250,290)
Accrued revenue	6,702	4,227
Commission and subsidies receivable	3,165	7,416
Recoverable works	108,067	339,487
GST recoverable	78,830	81,050
Prepayments	<u>285,525</u>	<u>250,700</u>
	<u>2,158,093</u>	<u>1,586,331</u>

**Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015**

Note	Council	
	2015 \$	2014 \$

11 Trade and other receivables (continued)

Community Service charges relate to water, sewerage and waste. No interest is charged on debtors. There is no concentration of credit risk for community service charges. The Council does not make loans to community residents.

Movement in accumulated impairment losses is as follows:

Opening balance at 1 July	2,250,290	1,888,217
Additional impairments recognised	419,209	362,073
Closing Balance at 30 June	<u>2,669,499</u>	<u>2,250,290</u>

The following represents an analysis of the age of the Council's financial assets that are either fully performing, past due or impaired:

30-Jun-15	Fully performing	Past due			Total
		Less than 30 days	30-60 days	61-90 days	
	\$	\$	\$	\$	\$
Receivables	1,232,987	50,799	249,793	2,919,992	4,453,571
Less impairment	(81,221)	(11,446)	(50,138)	(2,526,694)	(2,669,499)
Net Receivables	1,151,766	39,353	199,654	393,298	1,784,071

30-Jun-14	Fully performing	Past due			Total
		Less than 30 days	30-60 days	61-90 days	
	\$	\$	\$	\$	\$
Receivables	954,331	238,842	73,313	2,234,158	3,500,644
Less impairment	-	(158,870)	(16,619)	(2,074,801)	(2,250,290)
Net Receivables	954,331	79,972	56,694	159,357	1,250,354

12 Inventories

Inventories held for distribution

Fuel stock	21,020	51,900
Total inventories	<u>21,020</u>	<u>51,900</u>

**Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015**

13 Property, plant and equipment

Council - 30 June 2015

Basis of measurement

Asset values

Opening gross value as at 1 July 2014

Adjustment to opening value

Additions

Disposals

Closing gross value as at 30 June 2015

Note

Buildings	Houses	Motor vehicles	Office equipment	Plant and equipment	Other infrastructure	Water	Sewerage	Roads and drainage	Work in progress	Total
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
20,258,600	87,977,800	2,483,000	255,308	1,280,004	288,388	12,517,963	5,564,889	25,995,200	193,949	156,815,101
-	-	-	-	-	72,912	(16,223)	(56,689)	-	-	-
-	1,725,273	-	6,460	43,736	108,028	2,898,079	767,757	2,228,204	2,076,186	9,853,723
-	(1,455,114)	-	(157,368)	(437,052)	(37,630)	(1,500,332)	(325,247)	(1,383,741)	-	(5,296,484)
20,258,600	88,247,959	2,483,000	104,400	886,689	431,698	13,899,486	5,950,710	26,899,662	2,270,135	161,372,340

9

Accumulated depreciation and impairment

Opening balance as at 1 July 2014

Adjustment to opening value

Depreciation provided in period

Depreciation on disposals

Accumulated depreciation as at 30 June 2015

9

9,000,899	33,509,100	2,087,913	227,154	944,808	90,598	6,525,555	1,912,747	10,019,962	-	64,268,737
-	-	-	-	-	-	(270)	270	-	-	-
503,620	2,201,272	106,873	10,583	76,231	10,759	253,699	155,356	811,393	-	4,129,786
-	(777,366)	-	(157,368)	(435,489)	(5,318)	(1,176,956)	(88,734)	(925,613)	-	(3,566,843)
9,504,520	34,933,006	2,144,787	80,369	585,550	96,040	5,602,028	1,979,639	9,905,742	-	64,831,660

Total written down value as at 30 June 2015

Residual value

Range of estimated useful life in years

10,754,080	53,314,953	338,214	24,032	301,140	335,658	8,297,458	3,971,071	16,933,920	2,270,135	96,540,660
-	-	-	-	-	-	-	-	-	-	-
8-40	8-40	3-32	3-30	3-32	10-50	12-80	7-60	10-100	-	-

Additions comprise:

Renewals

Other additions

Total additions

\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
-	1,725,273	-	-	-	37,630	2,685,606	325,247	2,204,524	45,613	7,023,893
-	-	-	6,460	43,736	70,398	212,473	442,510	23,680	2,030,573	2,829,830
-	1,725,273	-	6,460	43,736	108,028	2,898,079	767,757	2,228,204	2,076,186	9,853,723

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**Yarrabah Aboriginal Shire Council
Notes to the Financial Statements
For the year ended 30 June 2015**

Council - 30 June 2014

Basis of measurement Asset values	Buildings		Houses		Motor vehicles		Office equipment		Plant and equipment		Other infrastructure		Water		Sewerage		Roads and drainage		Work in progress		Total
	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	
Opening gross value as at 1 July 2013	20,979,563	84,478,674	2,345,878	255,308	1,183,372	207,610	6,119,350	3,320,280	13,068,940	-	-	-	-	-	-	-	-	-	-	-	131,958,975
Additions	24,627	681,390	159,689	-	96,632	-	11,442	-	382,010	-	-	-	-	-	-	-	-	-	-	-	1,549,740
Donated assets	-	-	-	-	-	9,800	430,503	-	-	-	-	-	-	-	-	-	-	-	-	-	440,303
Disposals	(1,595,774)	(610,025)	(22,567)	-	-	(23,203)	(661,869)	-	(373,059)	-	-	-	-	-	-	-	-	-	-	-	(3,294,608)
Revaluation adjustment to asset revaluation surplus	842,039	3,427,761	-	-	-	94,180	6,618,538	-	12,917,309	-	-	-	-	-	-	-	-	-	-	-	26,152,547
Assets unclassified as held for transfer	8,145	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	8,145
Closing gross value as at 30 June 2014	20,258,600	87,977,800	2,483,000	255,308	1,280,004	286,388	12,517,963	5,564,389	25,995,200	183,949	156,815,101	-	-	-	-	-	-	-	-	-	-

Note

9

Revaluation adjustment to asset revaluation surplus
Assets unclassified as held for transfer
Closing gross value as at 30 June 2014

Accumulated depreciation and impairment

Opening balance as at 1 July 2013	6,723,717	26,986,000	1,952,466	217,644	872,685	32,577	537,460	214,043	747,639	-	-	-	-	-	-	-	-	-	-	-	38,284,232
Depreciation provided in period	492,683	2,130,743	108,014	9,510	72,123	11,746	229,457	109,250	288,927	-	-	-	-	-	-	-	-	-	-	-	3,452,454
Depreciation on disposals	(1,194,922)	(247,272)	(22,567)	-	-	(5,801)	(88,182)	(540)	(16,202)	-	-	-	-	-	-	-	-	-	-	-	(1,575,487)
Revaluation adjustment to asset revaluation surplus	2,979,354	4,659,629	-	-	-	52,076	5,846,820	1,589,994	8,999,598	-	-	-	-	-	-	-	-	-	-	-	24,127,470
Assets unclassified as held for transfer	68	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	68
Accumulated depreciation as at 30 June 2014	9,000,899	33,509,100	2,037,913	227,154	944,808	90,598	6,525,555	1,912,747	10,019,962	183,949	156,815,101	-	-	-	-	-	-	-	-	-	64,288,737

9

Revaluation adjustment to asset revaluation surplus
Assets unclassified as held for transfer
Accumulated depreciation as at 30 June 2014

Total written down value as at 30 June 2014

Residual value	11,257,701	54,468,700	445,087	28,154	335,196	197,789	5,992,407	3,652,142	15,975,238	183,949	156,815,101	-	-	-	-	-	-	-	-	-	92,546,364
Range of estimated useful life in years	8-40	8-40	3-32	3-30	3-32	10-50	12-80	7-80	10-100	-	-	-	-	-	-	-	-	-	-	-	-

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Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015

14 Fair value measurements

(i) Recognised fair value measurements

Council measures and recognises the following assets at fair value on a recurring basis:

- Property, plant and equipment
- Buildings
- Houses
- Other infrastructure
- Water
- Sewerage
- Roads and drainage

Council does not measure any liabilities at fair value on a recurring basis.

Council has assets and liabilities which are not measured at fair value, but for which fair values are disclosed in other notes.

The carrying amounts of trade receivables and trade payables are assumed to approximate their fair values due to their short-term nature (Level 2).

In accordance with AASB 13 fair value measurements are categorised on the following basis:

- Fair value based on quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1)
- Fair value based on inputs that are directly or indirectly observable for the asset or liability (level 2)
- Fair value based on unobservable inputs for the asset or liability (level 3)

The following table categorises fair value measurement as level 3 in accordance with AASB 13. Council does not have any assets or liabilities measured at fair value which meet the criteria for categorisation as level 1 or 2.

The fair values of the assets are determined using valuation techniques which maximise the use of observable data, where it is available, and minimise the use of entity specific estimates. If all significant inputs required to fair value an asset are observable, the asset is included in level 2. If one or more of the significant inputs is not based on observable market data, the asset is included in level 3. This is the case for all Council building, housing and infrastructure assets, which are of a specialist nature for which there is no active market for similar or identical assets. These assets are valued using a combination of observable and unobservable inputs.

The table presents the Council assets and liabilities measured and recognised at fair value at 30 June 2015.

Council At 30 June 2015	Note	Level 3	
		(Significant unobservable inputs)	
		\$	
		2015	2014
Recurring fair value measurements			
Buildings	13	10,754,080	11,257,701
Houses	13	53,314,953	54,468,700
Other infrastructure	13	335,658	197,789
Water	13	8,297,458	5,992,407
Sewerage	13	3,971,071	3,652,142
Roads and drainage	13	16,933,920	15,975,238
		<u>93,607,140</u>	<u>91,543,977</u>

There were no transfers between levels during the year.

Council's policy is to recognise transfers in and out of fair value hierarchy levels as at the end of the reporting period.

Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015

(ii) Valuation techniques used to derive fair values for level 3 valuations.

Council adopted *AASB 13 Fair Value Measurement* for the first time last financial year and has reviewed each valuation to ensure compliance with the requirements of the new standard. There have been no changes in valuation techniques as a result of this review.

Specific valuation techniques used to value Council assets comprise:

Buildings and houses (level 3)

Current replacement cost

The fair value of buildings and houses were determined by independent valuer, Assetval Pty Ltd effective 30 June 2014. There is no market for Council's buildings and houses as these are held to provide essential services and social housing to the community. Accordingly, the fair value of all building assets are measured at written down current replacement cost. For residential housing this has been calculated using recent construction costs of homes built in the Community since 2010. The modern equivalent has been determined with regards to the number of bedrooms. For buildings each building was physically measured and the floor area used in the calculation of replacement cost. The indices considered were Rawlinsons Construction Cost Index, Queensland Department of Public Works Construction Index and the Producer Price Index. Relevant and appropriate indices supplied by Assetval Pty Ltd show there has been no material movement since 2014. Yarrabah Aboriginal Shire Council has formed the opinion that these valuations reflect the accurate fair value of assets as at 30 June 2015.

Accumulated depreciation

In determining the level of accumulated depreciation the asset has been disaggregated into significant components which exhibit useful lives. Allowance has been made for the typical asset life cycle and renewal treatments of each component and the condition of the asset. Condition was assessed taking into account both physical characteristics as well as holistic factors such as functionality, capability, utilisation and obsolescence.

- Condition for all assets are assessed using the following table:

	Description	Percentage of life remaining
0	Brand new or rehabilitated to new	100%
1	Near new with no visible deterioration	90%
2	Excellent overall condition early stages of deterioration	80%
3	Very good overall condition with obvious deterioration evident	70%
4	Good overall condition, obvious deterioration, serviceability impaired very slightly	60%
5	Fair overall condition, obvious deterioration, some serviceability loss	50%
6	Fair to poor overall condition, obvious deterioration, some serviceability loss	40%
7	Poor overall condition, obvious deterioration, some serviceability loss, high maintenance costs.	30%
8	Very poor overall condition, severe deterioration, very high maintenance costs. Consider renewal.	20%
9	Extremely poor condition, severe serviceability problems, renewal required immediately	10%
10	Failed asset, no longer serviceable. Should not remain in service	0%

**Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015**

Water, sewerage and other Infrastructure (level 3)

Current replacement cost

There is no market for Council's infrastructure assets as these are held to provide essential services to the community. Accordingly, the fair value of all infrastructure assets are measured at written down current replacement cost (CRC). These assets are valued using a modern equivalent asset, only to the extent that the same function and capability is delivered. Considerations in the calculations have been the type and size of the individual infrastructure assets, construction materials used, level of finish, fixtures installed within, and the location of the assets. Complex assets are broken down into the following components: structural, electrical, pumps, mechanical/pipes/valves. The most recent comprehensive valuation was carried out by Assetval Pty Ltd at 30 June 2014. The indices were calculated after communication with suppliers and contractors to determine the movement in replacement cost. Indices supplied by Assetval Pty Ltd show there has been no material movement since 2014. Yarrabah Aboriginal Shire Council has formed the opinion that these valuations reflect the accurate fair value of assets as at 30 June 2015.

CRC was measured by reference to the lowest cost at which the gross future economic benefits of the asset could currently be obtained in the normal course of business. Where existing assets were over designed, had excess capacity, or were redundant an adjustment was made so that the resulting valuation reflected the cost of replacing the existing economic benefits based on an efficient set of modern equivalent assets to achieve the required level of service output with the Council's planning horizon.

Accumulated depreciation

In determining useful life, remaining life, and accumulated depreciation, assets were generally subject to an inspection or an assessment to determine remaining useful life. Where site inspections were conducted (ie for active assets), the assets were allocated a condition assessment which was used to estimate remaining useful life as per condition table for buildings and houses.

Roads and drainage (level 3)

Current replacement cost

All road segments are componentised into formation, pavement and seal (where applicable). These assets are valued using the application of unit rates. These components include raw materials, plant, labour and intangibles. These costs are established by communicating directly with suppliers, cost guides such as the Rawlinsons Construction Handbook and prices supplied by Council. Non-construction intangibles have been calculated at a rate of 27% and included in the unit rate. As these assets are inherently difficult and expensive to inspect the condition and remaining life is based on *by exception*. i.e. low history of maintenance, assumed average condition for its age. The most recent comprehensive valuation was carried out by Assetval on 30th June 2014. Relevant and appropriate indices supplied by Assetval Pty Ltd show there has been no material movement since 2014. Yarrabah Aboriginal Shire Council has formed the opinion that these valuations reflect the accurate fair value of assets as at 30 June 2015.

Accumulated depreciation

In determining the level of accumulated depreciation, roads were apportioned into significant components which exhibited different useful lives and based on that applicable and observed for roads in the wet tropical area of Queensland.

(iii) Changes in fair value measurements using significant unobservable inputs (level 3)

The changes in level 3 assets with recurring fair value measurements are detailed in note 13 (property, plant and equipment). There have been no transfers between level 1, 2 or 3 measurements during the year.

(iv) Valuation processes

Council's current policy for the valuation of property, plant and equipment (recurring fair value measurements) is set out in note 1L. Non-recurring fair value measurements are made at the point of reclassification by a registered valuer.

**Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015**

Note	Council	
	2015 \$	2014 \$
15 Trade and other payables		
Current		
Creditors and accruals	1,557,737	791,264
Jardines insurance final installment	119,410	155,185
Annual leave	302,741	309,187
Childcare fees paid in advance	3,275	2,007
FBT payable to ATO	35,407	-
Housing rentals paid in advance	135,015	8,018
Payroll liabilities	180,082	139,196
Other debtors paid in advance	12,715	863
	<u>2,346,382</u>	<u>1,405,720</u>
16 Provisions		
Current		
Long service leave	169,316	204,110
	<u>169,316</u>	<u>204,110</u>
Non-current		
Long service leave	62,940	51,196
	<u>62,940</u>	<u>51,196</u>
Details of movements in provisions:		
Long service leave		
Balance at beginning of financial year	255,306	231,381
Long service leave entitlement arising	14,036	120,230
Long Service entitlement extinguished	(19,998)	(63,427)
Long Service entitlement paid	(17,087)	(32,878)
Balance at end of financial year	<u>232,257</u>	<u>255,306</u>
17 Asset revaluation surplus		
The closing balance of the asset revaluation surplus comprises the following asset categories:		
Buildings	10,138,489	10,138,489
Houses	37,576,792	37,576,792
Other infrastructure	42,104	42,104
Water	771,718	771,718
Sewerage	662,726	662,726
Roads and drainage	6,532,551	6,532,551
	<u>55,724,381</u>	<u>55,724,381</u>
18 Contingent liabilities		
Details and estimates of maximum amounts of contingent liabilities are as follows:		
Local Government Workcare		
The Council is a member of the Queensland local government worker's compensation self-insurance scheme, Local Government Workcare. Under this scheme the Council has provided an indemnity towards a bank guarantee to cover bad debts which may remain should the self insurance licence be cancelled and there was insufficient funds available to cover outstanding liabilities. Only the Queensland Government's workers compensation authority may call on any part of the guarantee should the above circumstances arise. The Council's maximum exposure to the bank guarantee is \$82,642.		

**Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015**

19 Superannuation

The Council contributes to the Local Government Superannuation Scheme (Qld) (the scheme). The scheme is a Multi-employer Plan as defined in the Australian Accounting Standard AASB119 *Employee Benefits*.

The Queensland Local Government Superannuation Board, the trustee of the scheme, advised that the local government superannuation scheme was a complying superannuation scheme for the purpose of the Commonwealth Superannuation Industry (Supervision) legislation.

The scheme has three elements referred to as:

The City Defined Benefits Fund (CDBF) which covers former members of the City Super Defined Benefits Fund

The Regional Defined Benefits Fund (Regional DBF) which covers defined benefit fund members working for regional local governments; and

The Accumulation Benefits Fund (ABF)

The ABF is a defined contribution scheme as defined in AASB 119. Council has no liability to or interest in the ABF other than the payment of the statutory contributions as required by the *Local Government Act 2009*.

Council does not have any employees who are members of the CDBF and therefore is not exposed to the obligations, assets or costs associated with this fund.

The Regional DBF is a defined benefit plan as defined in AASB119. The Council is not able to account for the Regional DBF as a defined benefit plan in accordance with AASB119 because the scheme is unable to account to the Council for its proportionate share of the defined benefit obligation, plan assets and costs. The funding policy adopted in respect of the Regional DBF is directed at ensuring that the benefits accruing to members and beneficiaries are fully funded as they fall due.

To ensure the ongoing solvency of the Regional DBF, the scheme's trustee can vary the rate of contributions from relevant local government employers subject to advice from the scheme's actuary. As at the reporting date, no changes had been made to prescribed employer contributions which remain at 12% of employee assets and there are no known requirements to change the rate of contributions.

Any amount by which the fund is over or under funded would only affect future benefits and contributions to the Regional DBF, and is not an asset or liability of the Council. Accordingly there is no recognition in the financial statements of any over or under funding of the scheme. As at the reporting date, the assets of the scheme are sufficient to meet the vested benefits.

The most recent actuarial assessment of the scheme was undertaken as at 1 July 2012. The actuary indicated that "the Regional DBF is currently in a satisfactory but modest financial position and remains vulnerable to adverse short and medium term experience."

Following the previous actuarial assessment in 2009, councils were advised by the trustee of the scheme, following advice from the scheme's actuary, that additional contributions may be imposed in the future at a level necessary to protect the entitlements of Regional DBF members. In the 2012 actuarial report the actuary has recommended no change to the employer contribution levels at this time.

Under the Local Government Act 2009 the trustee of the scheme has the power to levy additional contributions on councils which have employees in the Regional DBF when the actuary advises such additional contributions are payable - normally when the assets of the DBF are insufficient to meet members' benefits. There are currently 72 Councils contributing to the regional DBF plan and any changes in contribution rate would apply equally to all 72 Councils. Yarrabah Aboriginal Shire Council made less than 4% of the total contribution to the plan in 2014-2015 financial year.

The next actuarial investigation will be conducted as at 1 July 2015.

**Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015**

19 Superannuation (continued)

	Note	Council	
		2015 \$	2014 \$
The amount of superannuation contributions paid by Council to the scheme in this period for the benefit of employees was:	6		
		540,234	535,429

20 Operating lease income

The Council has entered into a number of operating leases over commercial property in which the Council is the lessor. The minimum lease receipts are as follows:

Not later than one year		121,885
One to five years	-	-
Later than five years	-	-
		<u>121,885</u>

21 Trust funds

Trust funds held for outside parties

Monies collected or held on behalf of other entities yet to be paid out to or on behalf of those entities

	164,311	-
	<u>164,311</u>	<u>-</u>

The Council performs only a custodial role in respect of these monies.

22 Reconciliation of net result for the year to net cash inflow (outflow) from operating

Net result	2,498,986	(4,443,627)
Non-cash items:		
Depreciation and amortisation	4,129,786	3,452,454
	<u>4,129,786</u>	<u>3,452,454</u>
Investing and development activities:		
Net (profit)/loss on disposal of non-current assets	1,729,641	3,547,288
Capital grants and contributions	(2,191,705)	(1,619,944)
Assets donated	(3,887,396)	(440,303)
	<u>(4,349,460)</u>	<u>1,487,041</u>
Changes in operating assets and liabilities:		
(Increase)/ decrease in receivables	(571,761)	(395,854)
(Increase)/decrease in inventory	30,880	(36,312)
Increase/(decrease) in payables	940,662	(323,720)
Increase/(decrease) in other provisions	(23,050)	23,925
	<u>376,731</u>	<u>(731,961)</u>
Net cash inflow from operating activities	<u>2,656,044</u>	<u>(236,094)</u>

Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015

23 Tied grants by project

The following note has been prepared on a cash basis.

	Balance 01/07/14	Receipts Grants	Receipts Other	Expenses	Balance 30/06/2015
	\$	\$	\$	\$	\$
Commonwealth Government Grants					
Department of Education, Employment and Workplace Relations					
<i>Day Care Centre</i>	(27,566)	595,980	95,449	597,870	65,993
Total	(27,566)	595,980	95,449	597,870	65,993
Department of the Prime Minister and Cabinet					
<i>Yarrabah Arts & Craft Centre</i>	18,207	70,000	-	64,885	23,322
<i>Arts & Craft - National Job Packages</i>	-	257,152	-	257,152	-
<i>Indigenous Community Links</i>	(2,926)	312,928	5,769	315,772	-
<i>Municipal Services - Essential Services</i>	18,368	-	-	18,368	-
<i>Municipal Services - CDEP Jobs Creation</i>	44,037	330,848	-	374,885	-
<i>Museum Upgrade & Digitisation</i>	2,353	-	-	2,353	-
Total	80,039	970,928	5,769	1,033,415	23,322
Department of Families, Housing, Community Services and Indigenous Affairs					
<i>Yarrabah Agreement - Nursery Upgrade</i>	445	-	-	445	-
Total	445	-	-	445	-
Department of Social Services					
<i>Emergency Relief</i>	2,855	11,191	-	14,046	-
Total	2,855	11,191	-	14,046	-
Total - Commonwealth Government	55,772	1,578,099	101,218	1,645,776	89,315
State Government Grants					
Department of Aboriginal and Torres Strait Islander and Multicultural Affairs					
<i>Planning and Surveying</i>	(8,327)	-	-	1,610	(9,937)
Total	(8,327)	-	-	1,610	(9,937)
Department of Communities, Child Safety and Disability Services					
<i>Community Safety Planning</i>	10,000	-	-	-	10,000
<i>Family Support Program</i>	11,697	105,929	-	105,929	11,697
<i>Local Indigenous Partnership</i>	40,524	-	38,367	78,891	-
<i>QGAP</i>	-	32,180	-	32,180	-
<i>Yarrabah Recognised Entity</i>	2,675	-	-	-	2,675
Total	64,896	138,109	38,367	217,000	24,372

Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015
Tied grants by project (continued)

	Balance 01/07/14	Receipts Grants	Receipts Other	Expenses	Balance 30/06/2015
	\$	\$	\$	\$	\$
Department of Premier and Cabinet					
<i>Art Development & Marketing</i>	329	-	-	329	-
<i>Arts - Textile Printing</i>	(470)	470	-	-	-
<i>Arts - IAC</i>	38,000	10,000	-	46,532	1,468
<i>CIAF</i>	-	10,000	-	2,377	7,623
<i>Indigenous Regional Arts Dev. Fund</i>	-	10,000	-	5,463	4,537
<i>NAIDOC</i>	4,500	7,900	-	4,500	7,900
Total	42,359	38,370	-	59,201	21,528
Queensland Fire and Emergency Services					
<i>SES</i>	5,855	12,555	-	13,830	4,580
Total	5,855	12,555	-	13,830	4,580
Department of Education, Training and Employment					
<i>Early Childhood Education and Care</i>	8,373	11,031	-	19,404	-
Total	8,373	11,031	-	19,404	-
Department of Infrastructure, Local Government and Planning					
<i>Capacity Building Program</i>	-	37,350	-	31,122	6,228
<i>Drinking Water Demand</i>	(29,014)	47,000	-	17,986	-
<i>Get Ready Queensland</i>	7,290	3,924	-	10,184	1,030
<i>GraffitiSTOP</i>	564	1,960	-	2,524	-
<i>Indigenous Local Government</i>	-	75,635	-	-	75,635
<i>Indigenous Economic Development Grant</i>	-	144,000	-	160,000	(16,000)
<i>Local Government Grants Program</i>	-	764,205	9,891	774,097	-
<i>Revenue Replacement Program</i>	-	49,500	-	49,500	-
<i>State Government Financial Aid Program</i>	-	2,334,701	3,497	2,338,198	-
<i>Yarrabah Library Project</i>	(14,369)	1,298,892	-	1,429,292	(144,769)
Total	(35,529)	4,757,167	13,388	4,812,902	(77,876)
Office of Liquor and Gaming Regulation					
<i>Museum Community Benefit Fund</i>	-	29,091	-	-	29,091
Total	-	29,091	-	-	29,091
Department of Transport and Main Roads					
<i>Reeves Creek Bridge</i>	-	538,317	-	601,281	(62,964)
Total	-	538,317	-	601,281	(62,964)
Queensland Health					
<i>ATSI Public Health Program Strategic Plan</i>	6,563	-	-	4,116	2,447
<i>Youth Advisory Council</i>	8,915	-	-	-	8,915
Total	15,478	150,153	3,466	157,735	11,362
Total - State Government	93,105	5,674,794	55,221	5,882,964	(59,845)

Yarrabah Aboriginal Shire Council
Notes to the financial statements
For the year ended 30 June 2015
Tied grants by project (continued)

	Balance 01/07/14	Receipts Grants	Receipts Other	Expenses	Balance 30/06/2015
	\$	\$	\$	\$	\$
Other grant providers					
Centacare Social Services					
<i>Emergency Relief</i>	-	3,610	-	740	2,870
Total	-	3,610	-	740	2,870
Qld Reconstruction Authority					
<i>Natural Disasters</i>	675,986	314,192	-	2,587,849	(1,597,671)
Total	675,986	314,192	-	2,587,849	(1,597,671)
Mission Australia					
<i>Communities for Children</i>	10,328	30,873	-	40,213	988
Total	10,328	30,873	-	40,213	988
National Library of Australia					
<i>Community Heritage</i>	-	7,089	-	334	6,755
Total	-	7,089	-	334	6,755
Natural Heritage Trust					
<i>FNQ Natural Resource Management</i>	15,000	-	-	-	15,000
Total	15,000	-	-	-	15,000
Wet Tropics Management Authority					
<i>Boardwalk Signage</i>	5,000	-	-	-	5,000
Total	5,000	-	-	-	5,000
Total - Other grant providers	706,314	355,764	-	2,629,136	(1,567,058)
Total grants	855,191	7,608,657	156,439	10,157,876	(1,537,589)
Add back negative (ie unclaimed) grants	82,203				1,831,341
Unspent grant revenue	937,394				293,752

**Yarrabah Aboriginal Shire Council
Financial statements
For the year ended 30 June 2015**

**Management Certificate
For the year ended 30 June 2015**

These general purpose financial statements have been prepared pursuant to sections 176 and 177 of the *Local Government Regulation 2012* (the Regulation) and other prescribed requirements.

In accordance with section 212(5) of the Regulation we certify that:

- (i) the prescribed requirements of the *Local Government Act 2009* and *Local Government Regulation 2012* for the establishment and keeping of accounts have been complied with in all material respects; and
- (ii) the general purpose financial statements, as set out on pages 1 to 28, present a true and fair view, in accordance with Australian Accounting Standards, of the Council's transactions for the financial year and financial position at the end of the year.



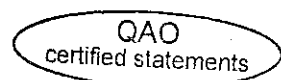
Mayor
Name: Errol Neal

Date: 27, 10, 15



Chief Executive Officer
Name: Janelle Menzies

Date: 27, 10, 15



INDEPENDENT AUDITOR'S REPORT

To the Mayor of Yarrabah Aboriginal Shire Council

Report on the Financial Report

I have audited the accompanying financial report of Yarrabah Aboriginal Shire Council, which comprises the statement of financial position as at 30 June 2015, 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 certificates given by the Mayor and Chief Executive Officer.

The Council's Responsibility for the Financial Report

The Council is responsible for the preparation of the financial report that gives a true and fair view in accordance with prescribed accounting requirements identified in the *Local Government Act 2009* and *Local Government Regulation 2012*, including compliance with Australian Accounting Standards. The Council's responsibility also includes such internal control as the Council determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on the audit. The audit was conducted in accordance with the *Auditor-General of Queensland Auditing Standards*, which incorporate the Australian Auditing Standards. Those standards require compliance with relevant ethical requirements relating to audit engagements and that the audit is planned and performed to obtain reasonable assurance about whether the financial report is free from material misstatement.

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

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

Independence

The *Auditor-General Act 2009* promotes the independence of the Auditor-General and all authorised auditors. The Auditor-General is the auditor of all Queensland public sector entities and can be removed only by Parliament.

The Auditor-General may conduct an audit in any way considered appropriate and is not subject to direction by any person about the way in which audit powers are to be exercised. The Auditor-General has for the purposes of conducting an audit, access to all documents and property and can report to Parliament matters which in the Auditor-General's opinion are significant.

Opinion

In accordance with s.40 of the *Auditor-General Act 2009* –

- (a) I have received all the information and explanations which I have required; and
- (b) in my opinion -
 - (i) the prescribed requirements in relation to the establishment and keeping of accounts have been complied with in all material respects; and
 - (ii) the financial report presents a true and fair view, in accordance with the prescribed accounting standards, of the financial performance and cash flows of Yarrabah Aboriginal Shire Council for the financial year 1 July 2014 to 30 June 2015 and of the financial position as at the end of that year.

Other Matters - Electronic Presentation of the Audited Financial Report

Those viewing an electronic presentation of these financial statements should note that audit does not provide assurance on the integrity of the information presented electronically and does not provide an opinion on any information which may be hyperlinked to or from the financial statements. If users of the financial statements are concerned with the inherent risks arising from electronic presentation of information, they are advised to refer to the printed copy of the audited financial statements to confirm the accuracy of this electronically presented information.



C J WEH FCPA
(as Delegate of the Auditor-General of Queensland)



Queensland Audit Office
Brisbane

INDEPENDENT AUDITOR'S REPORT

To the Mayor of Yarrabah Aboriginal Shire Council

Report on the Current-Year Financial Sustainability Statement

I have audited the accompanying current-year financial sustainability statement, which is a special purpose financial report of Yarrabah Aboriginal Shire Council for the year ended 30 June 2015, comprising the statement and explanatory notes, and certificates given by the Mayor and Chief Executive Officer.

The Council's Responsibility for the Current-Year Financial Sustainability Statement

The Council is responsible for the preparation and fair presentation of the current-year financial sustainability statement in accordance with the *Local Government Regulation 2012*. The Council's responsibility also includes such internal control as the Council determines is necessary to enable the preparation and fair presentation of the statement that is accurately calculated and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the current-year financial sustainability statement based on the audit. The audit was conducted in accordance with the *Auditor-General of Queensland Auditing Standards*, which incorporate the Australian Auditing Standards. Those standards require compliance with relevant ethical requirements relating to audit engagements and that the audit is planned and performed to obtain reasonable assurance about whether the statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the statement, 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 statement 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 Council, as well as evaluating the overall presentation of the statement.

My responsibility is to form an opinion as to whether the statement has been accurately calculated based on the Council's general purpose financial report. My responsibility does not extend to forming an opinion on the appropriateness or relevance of the reported ratios, nor on the Council's future sustainability.

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

Independence

The *Auditor-General Act 2009* promotes the independence of the Auditor-General and all authorised auditors. The Auditor-General is the auditor of all Queensland public sector entities and can be removed only by Parliament.

The Auditor-General may conduct an audit in any way considered appropriate and is not subject to direction by any person about the way in which audit powers are to be exercised. The Auditor-General has for the purposes of conducting an audit, access to all documents and property and can report to Parliament matters which in the Auditor-General's opinion are significant.

Opinion

In accordance with s.212 of the *Local Government Regulation 2012*, in my opinion, in all material respects, the current-year financial sustainability statement of Yarrabah Aboriginal Shire Council, for the year ended 30 June 2015, has been accurately calculated.

Emphasis of Matter – Basis of Accounting

Without modifying my opinion, attention is drawn to Note 1 which describes the basis of accounting. The current-year financial sustainability statement has been prepared in accordance with the *Financial Management (Sustainability) Guideline 2013* for the purpose of fulfilling the Council's reporting responsibilities under the *Local Government Regulation 2012*. As a result, the statement may not be suitable for another purpose.

Other Matters - Electronic Presentation of the Audited Statement

Those viewing an electronic presentation of this special purpose financial report should note that audit does not provide assurance on the integrity of the information presented electronically and does not provide an opinion on any information which may be hyperlinked to or from the financial statements. If users of the financial statements are concerned with the inherent risks arising from electronic presentation of information, they are advised to refer to the printed copy of the audited financial statements to confirm the accuracy of this electronically presented information.



C J WEH FCPA
(as Delegate of the Auditor-General of Queensland)



Queensland Audit Office
Brisbane

**Yarrabah Aboriginal Shire Council
Long-Term Financial Sustainability Statement
Prepared as at 30 June 2015**

**Measures of Financial Sustainability
Council**

Measure	Target	Projected for the years ended									
		Actuals at 30 June 2015	30 June 2016	31 June 2017	31 June 2018	30 June 2019	30 June 2020	30 June 2021	30 June 2022	30 June 2023	30 June 2024
Operating surplus ratio	Between 0% and 10%	-14%	-26%	-26%	-26%	-26%	-25%	-25%	-25%	-25%	-25%
Asset sustainability ratio	greater than 90%	170%	71%	44%	36%	40%	39%	37%	37%	37%	37%
Net financial liabilities ratio	not greater than 60%	-11%	-25%	-24%	-19%	-14%	-9%	-4%	-3%	-3%	-3%

Net result divided by total operating revenue
 Capital expenditure on the replacement of assets (renewals) divided by depreciation expense.
 Total liabilities less current assets divided by total operating revenue


Yarrabah Aboriginal Shire Council's Financial Management Strategy


Council measures revenue and expenditure trends over time as a guide to future requirements and to make decisions about the efficient allocation of resources to ensure the most effective provision of services. Council ensures that its financial management strategy is prudent and that its long-term financial forecast shows a sound financial position whilst also being able to meet the community's current and future needs.

**Certificate of Accuracy
For the long-term financial sustainability statement prepared as at 30 June 2015**

This long-term financial sustainability statement has been prepared pursuant to Section 175 of the Local Government Regulation 2012 (the regulation).

In accordance with Section 21(2)(b) of the Regulation we certify that this long-term financial sustainability statement has been accurately calculated.


 Mayor
 Name: Errol Neal
 Date: 27/10/15


 Chief Executive Officer
 Name: Jenelle Manzius
 Date: 27/10/15