

DISTRICT COUNCIL OF CLEVE
ANNUAL REPORT

2020-2021



Contents

Our District - Snapshot of the Region.....	3
Our Vision, Mission & Our Core Values	4
Our Core Values	4
Mayor’s Report	5
Acting Chief Executive Officer’s Report	6
Manager Corporate Services’ Report.....	7
Manager Infrastructure & Civil Works’ Report.....	12
Strategic Plan 2020-2025.....	15
Annual Business Plan & Annual Budget 2020-21	19
District Maps	23
District Council of Cleve Zone Map.....	23
Council Staff.....	24
Senior Staff Salary & Benefits.....	25
General Information.....	29
Elector Representation Quota & Periodic Review	30
Council Representation Quota & Periodic Review	30
Confidentiality Provision	31
Freedom of Information Statement.....	36
Competitive Tendering.....	37
Community Plans & Documentation	39
Requirements of the Local Government Act.....	40
Section 41 Council Committees - Arno Bay & Districts Boat Ramp Committee.....	45
Section 41 Council Committees - District Emergency Management Plan Committee.....	46
Section 41 Council Committees - Cleve Districts Tourism & Development Group.....	47
Council Committees - Audit Committee	48
Appendix A - Audited Annual Financial Statements 2020-21	
Appendix B - Eyre Peninsula Local Government Association Annual Report 2020-21	

Cover Photo Credit: Samuel Price

Our District - Snapshot of the Region

The District Council of Cleve was proclaimed on 4 May 1911, and has developed to the point where it is now considered to be the nucleus of one of the key agricultural areas of South Australia.

While the town of Cleve itself is located approximately half-way between Whyalla and Port Lincoln on the Eyre Peninsula, the District Council of Cleve encompasses the area from the coast of Spencer Gulf at Arno Bay west to the mountain ranges of Darke Peak. The area is characterised by panoramic views, cereal crops, sandy beaches and some of the best fishing in the country.

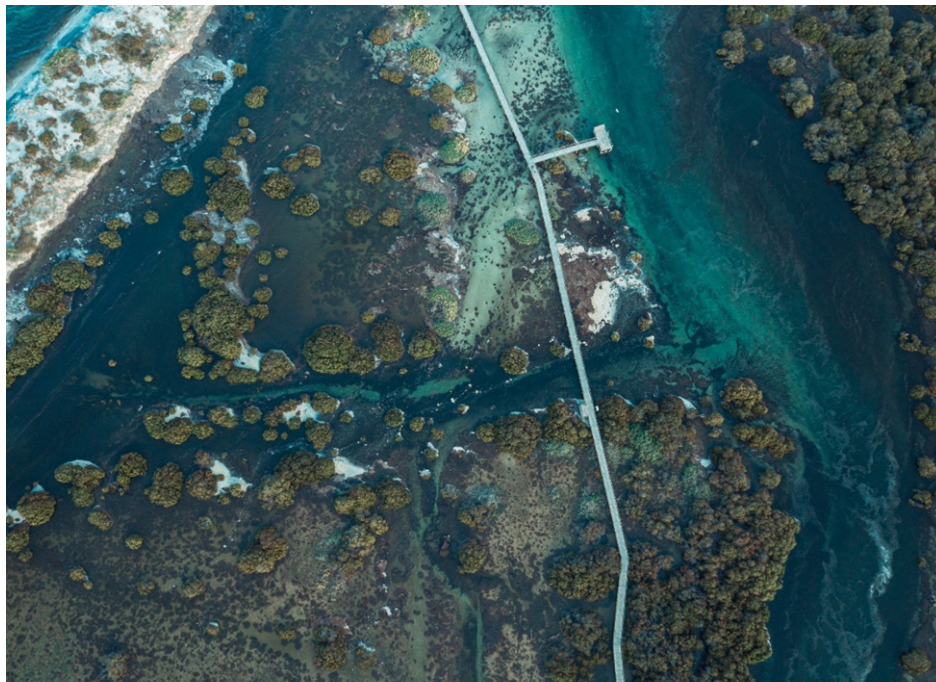
The region's prosperity has been largely attributed to the diverse farming activities of cereal grains, oilseeds and pulses, as well as livestock. The agricultural sector is a major employer within the district, with bulk grain-handling facilities situated in several towns.

The Eyre Peninsula is also currently experiencing a mining exploration boom, with opportunities available for the district in extraction of iron ore, dolomite, nickel and graphite.

Generous areas of foreshore reserve with sandy beaches and safe swimming are attractions of the coastal town of Arno Bay, along with an iconic jetty, award-winning mangrove boardwalk and recreational boat launching facilities. Arno Bay provides arguably some of the best recreational fishing of target species King George Whiting and Snapper in Australia.

The Cleve district covers an area of 501,885 hectares, serving a population of approximately 1771 people (2016 census).

The total value of the Council's assets is approximately \$49 million and includes airport, roads, footpaths, effluent drainage, playgrounds and buildings such as community halls, to service the local constituents.



Arno Bay Boardwalk - Photo Credit: Samuel Price

Our Vision, Mission & Our Core Values

Our Vision

A thriving district of inclusive and supportive rural and coastal communities enjoying a safe, well-serviced and relaxed country lifestyle.

Our Mission

Council's mission or purpose is to:

- Providing leadership and working with our community to meet their expectations.
- Fostering a sense of community and inclusion.
- Delivering quality community services and providing, maintaining and improving community facilities.
- Encouraging economic development and maintenance of a sustainable population.
- Engaging with community and working with Stakeholders.
- Being financially responsible in its decision making.

OUR CORE VALUES

Council's Elected Members and staff are committed to the following values (or principles) in everything they do:

- **Efficient**
We continuously explore ways to improve our efficiency in meeting community outcomes and be dependable in delivering quality services, infrastructure and facilities.
- **Consultative**
We listen to our community's needs and aspirations and are consultative in our delivery.
- **Respectful**
We demonstrate care and empathy in our processes, considerations and dealings within and beyond Council.
- **Integrity**
We act with honesty and integrity in our dealings and are transparent in our decision making.
- **Innovative**
We embrace innovation in pursuing quality and sustainable services, infrastructure and facilities.
- **Supportive**
We embrace our role in supporting the community and fostering a sense of inclusion and pride

Mayor's Report

Welcome to the 2020-21 Annual Report as we reflect on the happenings and achievements that have occurred within our community during that period.

We continued during 2020 to be in the midst of some very challenging and unprecedented times, which included another year of drought and now current COVID-19 virus. However, I am very pleased and excited that 2021 proved to be an excellent productive year for our farmers.

Council has traditionally taken a conservative role in the area of economic development across the district, however population drift and a rapidly aging demographic has demonstrated that it is now essential that we develop a long term more sustainable vision for the community. In response, Council has embarked on a bold set of economic objectives to increase the districts population to 2,000 people, attract and retain 100 new families and create 100 new export orientated jobs. A great start to this process during 2020 was the engagement of an economic development team to help facilitate Councils bold vision.

Another important initiative for our district was the engagement and investment of some exceptional grant writing expertise, leading to great success for Council and groups in the community with funding partnerships. Notably, Council was successful in receiving \$1.2M of State Government funding through the Local Government Infrastructure & Partnership Program for the Cleve Playspace Project. Council has also been allocated a total \$1.8M through the Australian Government's Local Roads & Community Infrastructure Program that will allow Council to deliver priority local road and community infrastructure projects including the construction of the Arno Bay Coastal Walking Trail, upgrade the Cleve RV Park.

Tourism and events have also received a major boost with the introduction of the Adelaide Guitar Festival – Regional Event held in Cleve in July 2021 and the Cleve Harvest Music Festival planned for October 2021.

During the budget consultation process, Council received some complaints about the condition of the district road network. This is a very important asset to maintain and look after, and Council will take that feedback on board and consider a range sustainable solutions during the next 12 month period.

On a great note to finish, I am pleased that Eyre Peninsula residents will soon have their own newspaper again, with the announcement of the Eyre Peninsula Advocate publishing its first edition on Thursday 30 September, 2021. Our Council was instrumental in actively seeking out this opportunity and has since supported this initiative.

I commend the Elected Members and staff for their hard work and excellent outputs during the 2020-21 year. I look forward to our future seasons vastly improving so that we continue to enjoy quality of life, which is so important to our ongoing individual and collective well-being.



Phil Cameron
Mayor

Acting Chief Executive Officer's Report

2020-21 certainly presented challenges, but the District Council of Cleve continued to deliver.

Many in our community and local businesses experienced disrupted workplaces and changed operating environments due to restrictions and constraints related to the covid-19 virus. The Council has been very conscious of those impacts and has successfully managed various changes to its workplaces and practices.

Once again, Council has recorded a positive financial performance:

- An operating surplus of \$444,403, or 7% of operating revenue (of \$6.46 million).
- Council ended the year with some \$7.8 million in cash assets, down from \$8.0 million in 2019/20.
- We own and manage over \$50 million in infrastructure, property, buildings, assets and plant and equipment.
- Council's borrowing remains very low, at \$573,000, with repayments funded largely by community groups.
- Employee costs increased by some \$43,000 to \$1.7 million for the year.

Key projects delivered include completion of the projects funded through the second round of the Australian Government's \$1M Drought Communities Programme – Extension funding. This included upgrades to the Cleve District Hall, expansion of the stormwater dams located at Birdseye Highway and Traeger Street and helping achieve a number of improvements to local community and sporting group infrastructure in the district.

2020-21 saw significant planning and pursuit of funding for major projects to be delivered in 2021-22. These included the Cleve RV Park upgrade, Arno Bay Coastal Walking Trail and the Cleve Playspace project, ready to make a big difference in our district.

Major and transformational commitment to an economic development framework – focussing on jobs, population and families through initial investment in tourism and liveability in the District Council of Cleve.

We continued to develop strong proposals for grants and partnerships to deliver our projects, with considerable success.

I take this opportunity to acknowledge and thank Mayor Phil Cameron, Elected Members, CEO Peter Arnold and all staff for their contributions to our work in 2020-21.



Rob Donaldson
Acting Chief Executive Officer

Manager Corporate Services' Report

EXECUTIVE SERVICES

Economic Development

In 2020, Council recognised the need for a substantial rethink of the future economic direction of the district and worked toward creating an Economic Development Framework that sets out the strategic directions and activities through which the Council, in partnership with other key stakeholders and community leaders, can create a new vibrant future for the Cleve district. This framework was finalised and adopted by Council in October 2021 and available to view on Council's website.

Economic Development Framework – Stage 1: Building the Foundations in 2020-21

Work undertaken in 2020-21 focussed on enhancing visitor attractions and key liveability aspects in the district, to support the attraction and retention of population and workforce into the region. Essential liveability components include modern education facilities, contemporary community and lifestyle services and quality health services.

These elements were incorporated into priority projects set out below, under the following major themes:

- Education - work in partnership with State Government and private sector partners to position Cleve as a national leader in sustainable agriculture education
- Tourism and events – build the visitor economy in the district through enhanced product development and marketing processes
- Major district events
- Cleve and Arno Bay fuel outlets – create fuel availability in Arno Bay and Cleve to enhance supply options and pricing competition in the district
- Mainstreet renewal – upgrade the amenity of the Arno Bay and Cleve main streets
- Business development – support the establishment and growth of next generation businesses in Cleve, with an emphasis on new agri-food businesses
- Health services – enhance the quality of local health services
- Marketing – build the branding and greater awareness of the district.

Economic Development Framework – Stage 2: Transformational Opportunities

Moving forward and building on the foundations stage above, a phase of major transformational project development will focus on a theme of re-generation, creating long-term sustainable competitive advantage for the Cleve district.

Tourism

Cleve District's Visitor Guide was due for a re-print in 2020-21 but will now undergo a review in 2021-22 following completion of a district rebranding strategy. These budgeted funds were redirected to produce A3 Tourist Map Pads highlighting the district's tourist attractions, which have been distributed to local businesses.

The Carapsee Hill Conservation Park upgrade continues with the signage within the campground, a directional trail held entrance sign, a generalised national park sign and two visitor information signs being ordered ready for installation in 2021-22.

A Business Networking Event was held in May 2021 focusing on 'Economic Development', with local businesses being invited to attend. Guest speaker was David Penfold from Regional Development Australia Eyre Peninsula, who shared the economic vision of Council and what it means for local businesses and the community.

Upgrades took place at the RSL Hall with the assistance of two grants through the Saluting their Service program. A RSL uniform display was purchased, and the front of the building was upgraded with new RSL signage.

Cleve Accommodation Units

Council continued to operate the Cleve Accommodation Units in 2020-21 with 61% occupancy rate achieved. Council's administration staff continue to provide exceptional customer service to ensure the units are run smoothly with managing the online booking site, liaising with the cleaning staff and laundry company and attending to numerous requests.



COMMUNITY SERVICES

Unfortunately, several of Council's community events were cancelled due to the Covid-19 pandemic. These included the annual Seniors Week Lunch, the Cleve Christmas Pageant and the Cleve Christmas Markets.

Council civic events that took place during the 2020-21 financial year included:

- Remembrance Day - November 2020
- Australia Day Breakfast & Citizen of the Year Celebrations – January 2021
- ANZAC Day Service – April 2021

Council was successful in obtaining grant funding to hold the 'Cleve Youth Outdoor Movie' event in conjunction with the Cleve Area School.

Council included funding for a public arts program into the 2020-21 budget. An artistic sculpture of a Clydesdale horse named 'Bonnie' was purchased from local artist Peter Crosby and now stands proudly in Cleve's Main Street for all to enjoy.



CORPORATE SERVICES

Administration

The Covid-19 pandemic and the restrictions it posed to Council's operational proceedings in 2020-21 meant Council was faced with some operational challenges with continuing to provide the level of services the ratepayers expect. The Council Office remained fully staffed during the pandemic and during the lock down period met with visitors by appointment only.

The pandemic also forced the organisation to review its technology and the way it communicates with the community. Laptop computers replaced desktops, to enable senior and key staff to work from home should a lock down period arise in the future to ensure the organisation remains operational.

Council implemented new policies and procedures to allow flexible working from home arrangements for those new employees in the Economic Development Team.

Council engaged a debt collection agency to assist in the recovery of \$146,908 from outstanding rates during the 2020-21 financial year. This is a positive and responsible result with 14 revised or new payment plans negotiated, one postponement of rates application approved, and no properties sold.

Council heard many concerns from the community about the lack of community information and news in the district due to the closure of the Eyre Peninsula Tribune. Isolation and losing touch with their community were real concerns. In response, Council continued to produce and distribute a monthly newsletter that incorporated more general community news. While doing so, Council began to investigate options of starting a new newspaper or magazine for the wider Eyre Peninsula region, and later in 2021 we saw the inception of the Eyre Peninsula Advocate, supported by Council's commitment of \$90,000 advertising space to help ensure its sustainability.

The administration team has continued to work hard work, overcome obstacles, show patience and dedication to the organisation. I thank them sincerely for their efforts and look forward to seeing what we can achieve moving forward.

Financing & Investing

The Audit Committee continued to run smoothly with the assistance of Rex Mooney as Financial Consultant and appointed Advisor to the Audit Committee. David Frick continued as the Independent Chairperson and Fiona Ward as an independent member of the Audit Committee.

The Annual Financial Statements for 2020-21 were audited and adopted at the September 2021 Council Meeting.

For the 2020-21 financial year, Council recorded an Operating Surplus (before capital revenue) of \$444,403 and a Net Surplus of \$1,021,298. The Council maintains a strong cash position with \$7,757,398 cash reserves held with the Local Government Finance Authority as at 30 June 2021.

Council has a loan liability as at the 30 June 2021 of \$701,695.

The loans are for the following:

- Cleve District Hall Public Toilets
- Komatsu FE Loader
- Caterpillar Grader
- Arno Bay CWMS Capital Contribution
- Community loan for the Darke Peak Sporting Complex

- Community loan for the Cleve District Bowling Club
- Community Loan for the Cleve Sporting Bodies Club.

A copy of the Audited Annual Financial Statements, pursuant to the Local Government Act 1999, Section 131, is included as Appendix 1 to this Annual Report.

Council supported the Cleve Districts local sporting clubs following the recommendations and closures put in place by the various levels of government in response to the Covid 19 pandemic. Council recognised that the Cleve district community is heavily reliant on the local sporting clubs, which are operated by volunteers, for recreational and social activities. Whilst clubs were required to close their licensed facilities, and cease most sporting activities, the cost of maintaining their buildings and sporting facilities continued.

Council decided, as a once off, to suspend its Community Grants Program for the 2020-21 year and divide that budget allocation evenly amongst 10 sporting groups that have substantial facilities to maintain as a community grant.

The administration team has continued to work hard work, overcome obstacles, show patience and dedication to the organisation. I thank them sincerely for their efforts and look forward to seeing what we can achieve moving forward.



Meisha Quinn
Manager Corporate Services

Australia Day Citizenship Awards 2021

Citizen of the Year – Melissa Fennell

Young Citizen of the Year – Hannah Forrest

Community Event of the Year - Arno Bay Halloween Event



Left to right: Mayor Cameron, Citizen of the Year Mel Fennell, Australia Day Ambassador Ingrid Kennerley & Cleve Lions Club President Robin Evans



Left to right: Cleve Lions Club President Robin Evans, Australia Day Ambassador Ingrid Kennerley, Natalie Llewelyn, Brooke Ramsey, Prue Stringer & Mayor Cameron



Left to right: Mayor Cameron, Young Citizen of the Year Hannah Forrest, Australia Day Ambassador Ingrid Kennerley & Cleve Lions Club President Robin Evans

Manager Infrastructure & Civil Works' Report

INFRASTRUCTURE SERVICES

CWMS

The construction of the Arno Bay CWMS was completed in 2019-20 with the Arno Bay foreshore properties and businesses connecting to the system through 2020-21.

Relining of the old earthenware CWMS pipework in Cleve township was put on hold during 2019-20 and 2020-21 and will recommence in 2021-22 with the majority of the pipe network south of South Terrace being relined. Future work will focus on the problem areas that are more susceptible to blockages.

Kerbside rubbish & recycling collection

Council owns and operates a waste compactor truck and recycling facility and continue to operate a shared service with the District Council of Kimba and the District Council of Franklin Harbour for kerbside rubbish and recycling.

2020-21 saw a total of approximately 350 tonnes of general waste being collected and approximately 75 tonnes of recycling materials collected from the Cleve District communities. Waste and recycling disposal costs remain a large part of Council's costs.

Roads & footpaths

Council's transportation assets include sealed roads, unsealed roads, footpaths, kerb & guttering and bridges. These assets have a total current replacement cost of \$50.2M.

Council reviews its 10 year Infrastructure & Asset Management Plan annually to ensure assets are renewed and maintained and the capital works program is achievable.

The construction crew completed the planned 33kms of resheeting on 8 unsealed roads including Old Main Road, Syversten Road, Kielpa / Gum Flat Road, Kielpa / Mangalo Road, Plane Road (North end), Plane Road (South end), Old Darke Peak Road, Dog Fence Road and Wharminda Road.

Resealing of Mangalo Road was completed together with Edwards Terrace in Cleve and the streets contained in Cleve's Elson Subdivision area.

A 230metre footpath was constructed on Alexandria Terrace in Arno Bay.

As per the 10 year plant & machinery replacement program, a John Deere Grader, Massey Ferguson Tractor and four Utilities were purchased.

The annual patrol grading program varies according to road category and some roads may be graded more frequently than specified in the 10 year plan, whilst other roads might have fewer than this based on the actual condition at the time as well as seasonal factors.

The grading program is part of Council's operating budget and may vary from year to year due to climatic influence as well as other competing demands. Extra patrol grading is now being delivered outside of normal operating hours. Grading on weekends, on staff's RDOs and undertaken by contractors has improved our ability to cover the large number of roads that require urgent attention during the period of optimal grading conditions.

2020-21 saw approximately 4,000kms of the unsealed road network graded.

Stormwater drainage

The Stormwater Harvesting and Catchment Project was completed in April 2021 by Mason Contractors. An official opening was held in September 2021 with local MP's Rowan Ramsey and Peter Treloar, elected members, senior council staff and other community stakeholders in attendance.

This project has significantly increased our stormwater storage by extending and lining the dams located at Traeger Street to 13,000m³ for irrigating the Cleve Golf Course and at Birdseye Highway to 9,000m³ for irrigating the Cleve town oval.



Official Opening of the Stormwater Dams.

Project funded the Australian Government's Drought Communities Programme – Extension.

*Left to right: Cr Cook, Cr Rayson, Deputy Mayor Quinn, Rowan Ramsey MP, Cr Trigg & Peter Treloar MP
Photo Credit – Eyre Peninsula Advocate*

ENVIRONMENTAL SERVICES

Legislative Compliance Services

Legislative compliance services such as dog and cat management, fire prevention, health control, noise & litter, emergency services and traffic control involve additional tasks usually undertaken as serve request responses by relevant staff members.

Council funded the appointment of a Regulatory Officer in 2021-22. This will improve the efficiency and outcomes in relation to Council's compliance requirements whilst improving the safety of the general public.

Inspections of the aerodrome and public amenities are performed daily.

Parks & Gardens

Maintenance of parks, reserves, recreational facilities, playgrounds and the Cleve Aerodrome is ongoing, which includes large scale mowing/slashing, spraying, pruning and irrigation, plus various plumbing and electrical repairs.

Weekly basic inspections of the playgrounds are carried out, with detailed monthly inspections undertaken by our trained playground inspector.

Inspections of the Arno Bay jetty, halls and various other infrastructure throughout our district are completed monthly.

Planning & Development

The statewide Planning Development & Infrastructure Act, along with the Planning SA Portal, came into effect during the 2020-21 year. This has been a big change for Council staff and the community.

Administration staff act as the portal manager to assist applicants in their online development applications and to answer any basic queries relating to development applications and the online process.

Council has contract arrangements with planning and building consultants who assess and approve the applications online. Council is a member of the Eyre Peninsula Development Assessment Panel.

Cemeteries

Upgrades to the Cleve, Arno Bay, Darke Peak and Verran Cemeteries were completed in 2020-21 including pruning overgrown vegetation, releveling surfaces, spreading new aggregate to all sites and installation of a niche wall at the Darke Peak Cemetery.

I wish to thank the Works Staff for their continued hard work and dedication in what proved a challenging year with the Covid-19 pandemic and many staffing changes. 2021-22 will be a busy and exciting year for Council with some big projects scheduled to begin.



Grant Crosby
Manager Infrastructure & Civil Works

Strategic Plan 2020-2025

The District Council of Cleve's Strategic Plan 2020-2025, adopted on 9 June 2020:

- details what Council will do during its term in office to contribute to the social, economic and environmental well-being of its community;
- identifies strategic directions, strategies, and key projects and services that Council will deliver over the 5-year period;
- broadly describes the links with regional, state and national objectives; and
- meets legislative requirements.

Our Vision – 2025

A thriving district of inclusive and supportive rural and coastal communities enjoying a safe, well-serviced and relaxed country lifestyle.

The Council's strategic direction is expressed in a number of goals and objectives, namely:

Goal 1: A Connected, Resilient & Thriving Community

Outcomes

- A place where people want to live, want to stay and want to return to.
- Communities that are unique and proud. Where people feel part of their local community, and also feel connected with their district. With a sense of pride, and ownership beyond their front door.
- Vibrant communities that are active and engaged.
- A high level of resilience and optimism about the future despite adversity.
- A district where people feel safe.

Strategies

- Develop a sense of community engagement and participation in district-wide events and facilities.
- Promote community assets for the benefit of all across the district.
- Continue to support valuable community events.
- Provide support to community groups in delivering well-run, meaningful community events if required.
- Provide support to local sporting clubs, social clubs and committees.
- Encourage and support healthy living and well-being through community programs and the provision of recreational facilities such as walking trails, playgrounds etc.
- Partner with local mental health and wellbeing groups.
- Continue Council's commitment to Australia Day awards.
- Encourage and support a high level of volunteer participation.

Goal 2: A Sustainable Population

Outcomes

- Retention of a high level of essential services across the district including hospital, medical, school, police, ambulance, CFS and SES.
- Improved power, water and telecommunications services across the district.
- Services that cater to the diverse and changing needs of all within our community including our youth and ageing populations.
- Facilities and services that support retention of families and youth within our district and which presents the district as an attractive resettlement proposition.
- Services for aged that makes our district an appealing retirement offering.
- Growth in resettlement within our district of people working within adjacent and surrounding communities.
- Preservation of the natural environment along with sustainable, managed access to our coast and other natural asset

Strategies

- Advocate to all levels of Government and other Stakeholders for retention and improvements to essential services.
- Advocate for reliable power water and telecommunications.
- Advocate for improved aged care options.
- Encourage the provision of in-home services under the National Disability Scheme in the district.
- Support renewable energy initiatives.
- Maintain township infrastructure, streetscapes, parks and open spaces to a high standard.
- Identify measures to encourage and promote community pride.
- Advocate for retained access to natural assets in a manageable and sustainable manner.
- Pursue meaningful ways of engaging with and supporting our youth population.
- Continue to monitor community safety measures to mitigate extreme weather events and natural disasters.
- Promote and support community safety initiatives including advocating for improved fire safety.
- Encourage the development of public arts.
- Enhance the unique identity and heritage of our townships through the development of their public spaces.
- Advocate for the care, protection and recognition of environmental, heritage and cultural assets.

Goal 3: Prosperous Local Economy

Outcomes

- A prosperous and diverse local economy.
- Successful and sustainable local industries and businesses.
- Increased economic activity including continued investment and innovation.
- A broad range of employment opportunities within the district.

Strategies

- Develop an economic development plan for the district.
- Encourage and support economic development.
- Continue to support economic initiatives provided by Regional Development Australia (RDA).
- Support local businesses through networking events and the provision of demographic and economic data that Council accesses.
- Explore measures to encourage retained spending within the local economy.
- Investigate options for an Economic Development resource within Council.
- Advocate for development of local mining to provide employment opportunities and investment in the district.
- Ensure more effective and efficient commitment of Council resources (monetary and other) in tourism initiatives and resources.
- Work with local tourism operators to improve standard of tourism facilities.
- Further develop and enhance tourism infrastructure such as RV parks and camping facilities.

Goal 4: Quality Services & Infrastructure

Outcomes

- A well-maintained and enhanced road network supporting the needs of community, local businesses and visitors.
- A high standard of services catering to the diverse and changing needs of our community.
- Effective and efficient management of community infrastructure and assets for current and future generations.
- Provision of a high standard of customer experience and service.

Strategies

- Advocate to State and Federal Governments for greater financial assistance to support the maintenance and upgrading of the road network.
- Advocate for local industry and educational institutions in support of funding and other opportunities.
- Enhance facilities for youth such as the provision of a BMX track or trail through parks.
- Further development of recreation areas and playgrounds.
- Provide professional development for Council staff and Elected

- Members to foster continuous improvement in all aspects of Council's performance.
- Continue the development, review and implementation of Council's asset management plans.
- Provide efficient and effective development services and wherever possible pursue development that is sympathetic to the region.
- Pursue effective consultation and engagement measures when planning and implementing new services and infrastructure.
- Continue to explore cost-effective means of resourcing within Council including via shared service arrangements with neighbouring Councils.
- Exercise sound financial management that ensures effective planning for the short, medium and long term.
- Drive continuous improvement in service delivery by collecting community and customer feedback on services.
- Advocate for retention of jetties.

Goal 5: An Engaged Community

Outcomes

- Proactive and consultative leadership on community issues and priorities with a genuine desire to engage with the community through accessibility, openness and a willingness to listen and consider.
- A high level of community confidence in the transparency and accountability of Council's decision making.
- All communities are considered and have a voice.

Strategies

- Enhance and develop relationships within Government, Non-Governmental Organisations and other Stakeholders in advocating for the community.
- Utilise improved communication mediums appropriate to the diversity of our community and their needs to improve communication delivery and access.
- Pursue broader engagement with Stakeholders in the community utilising effective consultation and feedback mechanisms as well as
- improving access to ensure Council is attuned to the important issues and concerns.
- Represent Council at schools to increase civic awareness and support the next generation of community leaders and volunteers.
- Continue to pursue transparency and accountability in decision making through Council's policies, procedures and supported by the Audit Committee as an independent body.
- Encourage greater diversity on Council.
- Continue to support community groups through a range of means including Council's Community Grants Program.

Annual Business Plan & Annual Budget 2020-21

The District Council of Cleve's Annual Business Plan & Annual Budget 2020-21, adopted on 14 July 2020, outlined planned services and projects for the financial year, linked to Council's Strategic Plan.

The 2020-21 Annual Business Plan & Annual Budget provided sets out Council's objectives and projects for the 2020-21 financial year. A summary of progress and status for the projects planned for 2020-21 is below:

Project Description	Project Status
Goal 1: A Connected, Resilient & Thriving Community	
Community Grants Program (COVID-19 Assistance for 2020)	Complete
Public Arts Program	Complete
Provide ongoing support to the Community Library (Annual Council Contribution)	Complete
Seniors Week Luncheon - September 2020	Cancelled due to COVID-19
Remembrance Day Service - November 2020	Complete
Cleve Christmas Markets - December 2020	Cancelled due to COVID-19
Cleve Christmas Pageant - December 2020	Cancelled due to COVID-19
Australia Day Ceremony - January 2021	Complete
ANZAC Day Service - April 2021	Complete
Saluting Their Service Commemorative Grants - RSL Display (Wartime Uniform & Memorial Display)	Complete
Goal 2: A Sustainable Population	
SA Youth Week (grant funding obtained)	Complete
Provide Centrelink Access Point and services to the community	Ongoing
Provide Bank SA Agency services to the community	Agency Removed

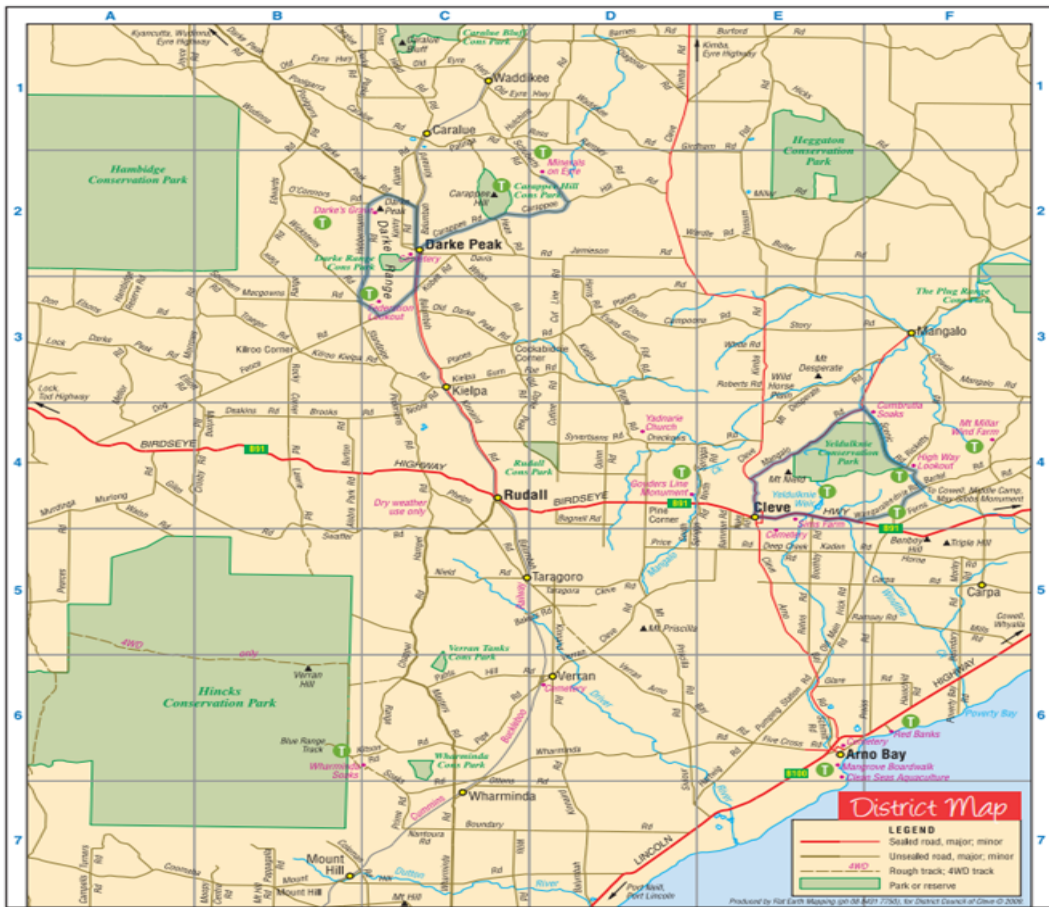
Goal 3 - Prosperous Local Economy	
Support regional economic initiatives by RDAEP - EP Regional Trails Strategy & Regional Branding Strategy	Complete
Marketing & Advertising (Inc \$5k for A3 Tourist Map Pads)	Complete
Display & maintain District Banners in main streets of Cleve & Arno Bay (eg, ANZAC)	Ongoing
Tourism Signage Replacement	Ongoing
Spendmapp Annual Subscription (Min 22.2.3, CM 9.02.2021 - redirect this budget to signage)	Cancelled, redirected budget
Cleve District Business Networking Event	Complete
Develop Carappee Hill Conservation Park & Hiking Trail	Commenced
RV Park Concept Plan	Complete
Cleve Recreation Concept Plan	Complete
Public Art - "Bonnie" Metal Sculpture	Complete
Economic Development Plan	Commenced
Goal 4: Quality Services & Infrastructure	
Construction of Arno Bay Walking & Cycling Trail (<i>LRCI Funding \$483,287</i>)	Tranferred to 2021-22 ABP&AB
DCP Project - Stormwater Harvesting & Catchment	Complete
Elson Subdivision Reseal & line marking, including: <ul style="list-style-type: none"> - Arno Bay Service Road, Cleve - Price Street, Cleve - Edwards Terrace - Forbes Street - Stubing Street 	Complete
Mangalo Road, Cleve – Reseal, line marking & guideposts	Complete
Footpath Construction – Alexandria Terrace, Arno Bay	Complete

<p>Resheeting unsealed road network:</p> <ul style="list-style-type: none"> - Dog Fence Road – 3km - Plane Road – 6km - Kielpa / Gum Flat Road – 4km - Old Darke Peak Road – 4km - Syversten Road – 4km - Kielpa / Mangalo Road – 3km - Wharminda Road – 6km - Old Main Road – 3km 	Complete
<p>Upgrade of Plant & Machinery, including:</p> <ul style="list-style-type: none"> - Purchase John Deere 670GP Grader & Trade in John Deere Construction Grader (P180) - Purchase Massey Ferguson MF7614 Tractor & Trade in John Deere Tractor (P160) - Purchase Mitsubishi MR3W20 Triton 4x4 GLX Single Cab (Patrol) & Trade in Mitsubishi Triton (P1200) plus A Frame - Purchase Mitsubishi MR3W20 Triton 4x4 GLX Single Cab (Patrol) plus A Frame - Purchase Mitsubishi MR3W20 Triton 4x4 GLX Single Cab (Patrol) & Trade in Mitsubishi Triton (P1208) plus A Frame - Purchase Mitsubishi MR4T40 Triton 4x4 GLX Double Cab (Maintenance) & Trade in Mitsubishi Triton (P1212) 	Complete
Upgrade Cleve, Arno Bay, Darke Peak & Verran Cemeteries	Complete
Clean up the Cleve Township Entrance on Birdseye Highway	Complete
Council Office Computer Upgrades	Complete
New Chairs for Office	Complete
Replacement of Council Office Air Conditioning Unit - No 3	Complete
Installation of Privacy Screening for Public Toilets at Cleve Sporting Grounds	Complete
Cleve District Hall – Solar Panels & Air-Conditioning Installed	Complete
Cleve District Hall - Upgrade Electrical Distribution Board & Install RCD's	Complete
Turnbull Park, Arno Bay - New Freestanding Electrical Distribution Board	Complete

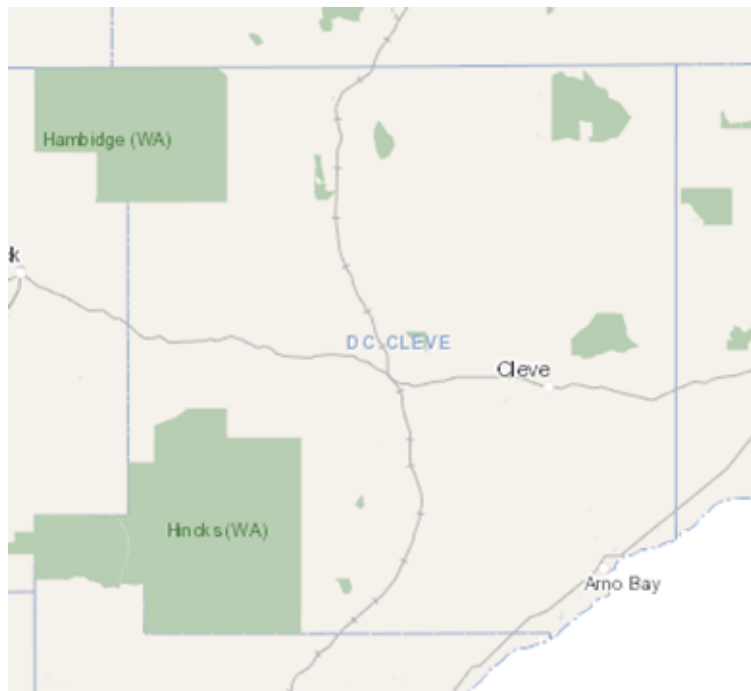
Cleve District Hall - Acoustic Tiles Replacement	Complete
Cleve District Hall – Re-roof & re-ridge capping to north facing section	Complete
Concrete 3 bays in Works Implement Shed	Complete
Goal 5: An Engaged Community	
Host the 84th EPLGA Conference in Cleve	<i>Cancelled due to Covid-19</i>
Review all financial documentation, procedures and policies with consultant	Ongoing
Continual review and update of Council’s policies and related procedures	Ongoing
Continue to update the Work Health & Safety (WHS) and Risk Management (RM) programs	Ongoing
Continue to update skills of elected members and staff through training	Ongoing
Utilise shared services with local councils when and where we can	Ongoing
Publish monthly Council newsletter and eNewsletter	Ongoing
Maintain regular updates on website and social media pages	Ongoing

District Maps

Cleve and Surrounding Areas Map



District Council of Cleve Zone Map



Council Staff

ADMINISTRATION DEPARTMENT

Peter Arnold	Chief Executive Officer
Meisha Quinn	Manager Corporate Services
Grant Crosby	Manager Infrastructure & Civil Works
Paul Jenner	Works Supervisor
Josie Hannan	Administration Officer - Personal Assistant to CEO
Jodie Blum	Work Health Safety & Risk Management Officer
Kellie Crosby	Work Health Safety & Risk Management Officer (12M Contract)
Bess Winkley	Tourism & Community Development Officer
Angela Crosby	Administration Officer – Payroll & Accounts
Madeline Ramsey	Administration Officer – Rates & Property
Natalie Kenny	Casual Administration Officer
Angela Harris	Economic Development Project Manager
Melanie Cummins	Economic Development Support Officer

WORKS DEPARTMENT

Paul Jenner	Works Supervisor
Shane Duncan	Leading Worker – Construction
Michael Claxton	Leading Worker – Maintenance
Neville White	Mechanic
Shaun Stringer	Patrol Grader Operator
Matthew Furnell	Construction & Maintenance Worker
Alison Turnbull	Construction & Maintenance Worker
Craig Chesson	Construction & Maintenance Worker
Robert Haines	Construction & Maintenance Worker
Jarrad Woodward	Construction & Maintenance Worker
Gabrielle Hinde	Construction & Maintenance Worker
Trent Duncan	Construction & Maintenance Worker
Lea Buxton	Casual Cleaner
Annette Elson	Casual Cleaner

COUNCIL STAFF (EXTERNAL CONTRACTS)

Stewart Payne	Planning
Kayla Gaskin, Future Urban	Planning
Peter Harmer, Hennig & Co	Building
Kym Rowland, K-Squared	Building
Michael Stephenson, Rashlee Pty Ltd	Environmental Health
David Penfold, RDAEP	Economic Development

Senior Staff Salary & Benefits

Position	Allowance or Benefit
Chief Executive Officer	Private use of council motor vehicle as per council policy, provision of mobile phone and iPad, rent assistance package in lieu of executive housing, uniform.
Manager Corporate Services	Provision of mobile phone and iPad, productivity allowance, uniform
Manager Infrastructure & Civil Works	Private use of council motor vehicle as per council policy, provision of mobile phone and iPad, uniform.

Tenure (Service) Awards

Ivan Noble	30 Years' Service
Craig Chesson	10 Years' Service
Shane Duncan	10 Years' Service

Elected Members & Allowances



Elected Members

Left to Right: Greg Cook, Colin Rayson, Bryan Trigg, Grant Fennell, Robert Quinn (Deputy Mayor), Phil Cameron (Mayor), Chris Tarran

Philip Cameron, Mayor

Address: 1 Price Street, CLEVE SA 5640
Mobile: 0428 860 883
Email: phil.cameron@cleve.sa.gov.au
Annual Allowance*: \$27,712.57
Council Meetings**: Attended 15/17
Training & Development: Nil

Robert Quinn, Deputy Mayor

Address: 3476 Birdseye Highway, CLEVE SA 5640
Mobile: 0457 826 156
Email: robert.quinn@cleve.sa.gov.au
Annual Allowance*: \$8,878.12
Council Meetings**: Attended 17/17
Training & Development: Nil

Greg Cook, Elected Member

Address: 17 West Terrace, CLEVE SA 5640
Mobile: 0427 158 282
Email: greg.cook@cleve.sa.gov.au
Annual Allowance*: \$7,493.66
Council Meetings**: Attended 14/17
Training & Development: Nil

Grant Fennell, Elected Member

Address: 46 East Terrace, CLEVE SA 5640
Mobile: 0428 282 271
Email: fuzz.fennell@cleve.sa.gov.au
Annual Allowance*: \$7,493.66
Council Meetings**: Attended 15/17
Training & Development: Nil

Colin Rayson, Elected Member

Address: 26 Centenary Lane, ARNO BAY SA 5603
Mobile: 0427 272 348
Email: colin.rayson@cleve.sa.gov.au
Annual Allowance*: \$7,923.66
Council Meetings**: Attended 17/17
Training & Development: Nil

Chris Tarran, Elected Member

Address: 32 Fourth Street, CLEVE SA 5640
Mobile: 0427 282 459
Email: chris.tarran@cleve.sa.gov.au
Annual Allowance*: \$7,493.66
Council Meetings**: Attended 12/17
Training & Development: Nil

Bryan Trigg, Elected Member

Address: 3 Airport Road, CLEVE SA 5640
Mobile: 0488 059 501
Email: bryan.trigg@cleve.sa.gov.au
Annual Allowance*: \$7,493.66
Council Meetings**: Attended 17/17
Training & Development: Nil

***Annual Allowance** Includes sitting fees, travel time allowances as per the Remuneration Tribunal Determination. Fuel is reimbursed to Councillors for council-related travel.

****Meetings** Council meetings are held the second Tuesday of every month, commencing at 2.30pm in the Council Chambers, 10 Main Street, Cleve. Council meetings are open to the public.

Organisational Structure & Key Responsibilities



Under the system of Local Government established by the Local Government Act 1999, Council is established to provide for the government and management of its area at the local level and in particular, acts as a representative, informed and responsible decision maker in the interests of its community.

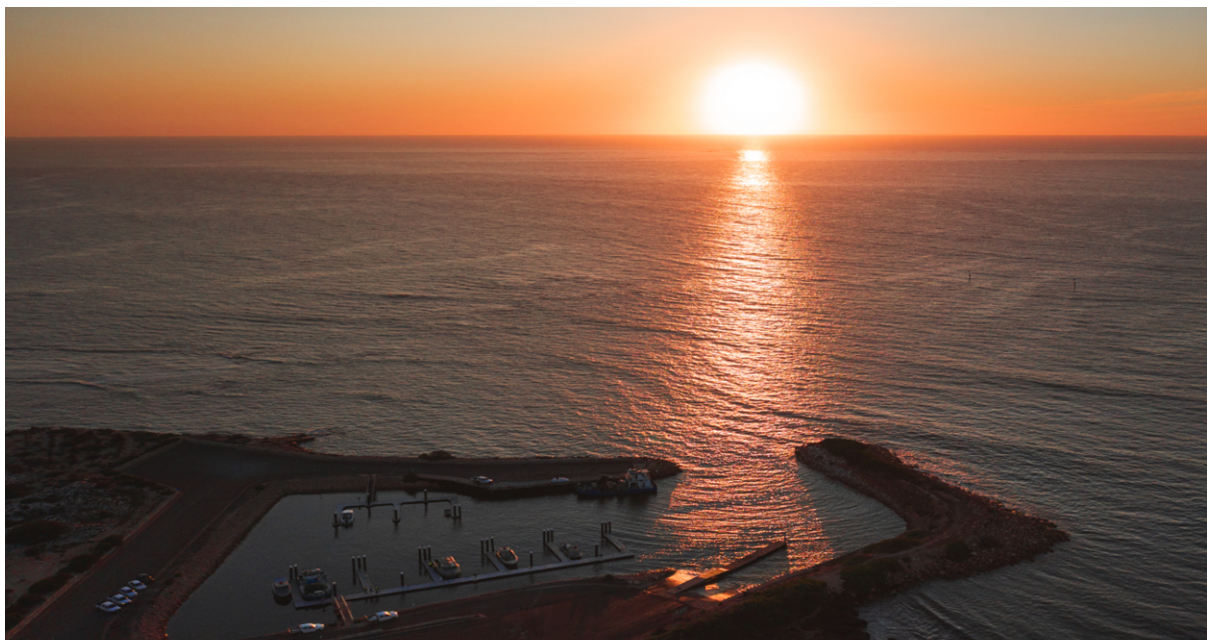
The Chief Executive Officer and supporting officers have the delegated authority from Council to make decisions on a number of specified administrative and policy matters. These delegations are listed in the appropriate register and are reviewed annually or as required by Council.

General Information

Office Opening Times	8:30am – 5:00pm Monday to Friday
District Area	501,885 ha
District Population	1,771*
Male	52.3%
Female	47.7%
Median Age	44 years
Capital Value of Rateable Properties	\$711,404,960
Number of Rateable Properties	1542
Road Length – Council Owned	1,560km
Road Length – State Government Owned	170km
Average Rainfall Ranges	348.5mm**
Foreshore Length	30km
Dogs Registered	362 (Compared with 374 in 2019/20)
Development Applications Approved	17 (Compared with 48 in 2019/20)
Value of Development Applications	\$1,227,200 (Compared with \$2,667,265 in 2019/20)

*Population and District Area information obtained through Australian Bureau of Statistics 2016

**Average Rainfall data obtained from Elders Weather (YTD average rainfall to October 2021)



Arno Bay Boat Ramp - Photo Credit: Samuel Price

Electoral Representation Quota & Periodic Review

Section 12(4) of the Local Government Act 1999 ("the Act") requires Council to conduct an electoral representation review at least once in every 8 years. Previous Electoral Representation Reviews conducted by Council were in 2001 and 2009.

Council commenced a review in the second half of 2016. At that time Council had the following structure and composition:

- The principal member of Council was a Chairperson (with the title of Mayor) elected by and from the elected members.
- The Council district was not divided into wards.
- The elected Council consisted of 8 Area Councillors.

After completion of the relevant processes and consultation in September 2017, Council resolved to adopt the following future structure and composition of Council:

- The principal member of Council continues to be a Chairperson (with the title of Mayor) selected by and from amongst the elected members.
- The Council area is not divided into wards (the existing 'no ward' structure retained).
- The elected body of Council comprises 7 Area Councillors.

Changes to Council's composition as a consequence of this review came into effect at the November 2018 Local Government election.

The following table provides the average representation quota for Councils of a similar size and type to the District Council of Cleve (Rural Agricultural Small (RAS)).

Council Representation Quota & Periodic Review

COUNCIL	ELECTORS	COUNCILLORS	QUOTA (INC MAYOR)
Cleve	1,206	7	172
Elliston	708	8	89
Flinders Ranges	1,173	9	130
Franklin Harbour	894	6	149
Karoonda East Murray	731	7	104
Kimba	801	7	114
Orroroo Carrieton	667	6	111
Robe	1,297	7	185
Streaky Bay	1,579	8	197
Wudinna	803	7	115
Total	9,859	72	1,366
Average	985.9	7.2	136.6

Source: Local Government Association 30 June 2021 - Representation Quotas 2020-21 Local Government of SA

Confidentiality Provision

Council will hold all meetings in public, except in special circumstances where the public may be excluded from attendance from a part of a meeting where it is necessary to receive, discuss or consider in confidence any information or matters listed in Section 90 of the Local Government Act 1999.

Council held 12 ordinary meetings and 5 special meetings during 2020-21.

- Total number of orders made under section 90 (2) of the Act in 2020-21: 7
- The date and subject of each order within the ambit of section 90 (2):
 - 29 July 2020 – ‘Employment Matter’
 - 11 August 2020 – ‘Outstanding Rates’
 - 8 December 2020 – ‘Sale of Land for Non-Payment of Rates’
 - 13 April 2021 - ‘Sale of Land for Non-Payment of Rates’
 - 11 May 2021 – ‘CEO Performance Review Panel’
 - 11 May 2021 – ‘Postponement of Rates Application’
 - 8 June 2021 – ‘Sale of Land for Non-Payment of Rates’
- In relation to section 90 (3) paragraphs (a) – (na), the number of times in the financial year that an order was made under section 90 (2): 7
- Total number of orders to keep documents on a confidential basis made under Section 91 (7) in 2020-21: 7
- Number of orders made in 2020-21 that expired, ceased to apply or were revoked during the financial year: Nil
- Number of orders that remained operative at the end of the financial Year (not including order made before 15 November 2010): 30



District Council of Cleve – Council Chambers

Consultation Policy

The purpose of the Public Consultation Policy is to outline the principles and procedures that the Council will follow to involve the community in planning and decision making in the local area, and to ensure accountability of the Council to the community through effective communication and consultation strategies.

This policy will apply as required by Section 50 of the Local Government Act 1999.

Principles

The principles underpinning this policy are:

- the community has a right to be involved in and informed about decisions affecting them;
- community involvement in Council decision making will result in greater confidence in the Council and responsive decision making;
- Council decision making should be open, transparent and accountable;
- the Council recognises that the level of consultation with the community will vary, according to whether it is mandatory or discretionary, depending on the community interest in the topic, the number of persons potentially affected and the requirements for consultation set out in the Act for specific topics; and
- the Council's desire to balance community views and interests with other influences such as budgetary constraints.

Objectives

The objective of this policy is to promote positive relations between Council and the community through:

- effective communication and consultation between Council and the community in order to enable the community to contribute to Council planning and decision-making;
- providing a framework for community involvement in Council planning and decision-making;
- promoting Council decision making which is open, transparent, responsive and accountable to the community; and
- educating the community on matters of legislation, procedure, policy and best practice.

The Local Government Act 1999

The Act requires Council to consult, in accordance with its Public Consultation Policy, on the following matters:

- Principal Office – Opening hours (S.45(3))
- Code of Practice – Access to meetings and documents (S.92(5)(b))
- Annual Business Plan (S.123(3))
- Rates – Basis of Rating (S.151(5))
- Rates – Basis of Differential Rates (S.156(14d))

- Community Land – Classification (193(2))
- Community Land – Revocation of Classification (S.194(2b))
- Community Land – Management Plans (S.197(1))
- Community Land – Amendment or Revocation of Management Plan (S.198(2))
- Community Land – Alienation by lease or licence (S.202(2))
- Roads – Authorisations and Permits restricting access, or for use or activity requiring public consultation under regulations (S.223)
- Roads – Planting trees and vegetation (S.232)
- Council should always refer directly to the relevant Section of the Act before determining the appropriate consultation requirements

Other sections of the Act provide details of consultation steps (sometimes referred to as 'public notice' or 'notice to the public') to be followed which are not covered by this policy.

These include:

- Representation Reviews (S.12)
- Status of council/changes of names (S.13)
- Public Initiated Submissions (S.13)
- Commercial Activities – Prudential requirements (S.48)
- Public Consultation Policies (S.50)
- Strategic Management Plans (S.122(6))
- Passing By-Laws (S.249)
- Policies on Orders (S.259)

Council should always refer directly to the relevant Section of the Act before determining the appropriate consultation requirements.

Other Acts

Where there are legislative requirements for consultation under other legislation, they take precedence over the Public Consultation Policy, if there is any inconsistency.

Roles and Responsibilities

This policy will apply to Council Elected Members, staff, contractors, agents and consultants on the Council's behalf.

The Council's Chief Executive Officer is responsible for:

- implementing this policy;
- reporting on the Council's success in meeting the objectives of this policy; and
- reporting on the review and evaluation of this policy.

Council has delegated responsibility to the Chief Executive Officer to determine the method of Public Consultation required for each circumstance.

Consultation Requirements

Council acknowledges that the Act sets out minimum standards of consultation only. The decision to consult and the scope and scale of the consultation will be determined by the following criteria:

- number of residents or stakeholders likely to be affected;
- sensitivity and nature of the issue or decision;
- likely social, economic, environmental and cultural impact;
- scale of public and community interest; and
- the requirements of the Act, other legislation and Council policies.

Accordingly, it is acknowledged that the Council may undertake consultation as a matter of discretion where there is no legislative imperative to do so. Where the Council does undertake discretionary consultation, it may choose to follow this policy in doing so, or may determine any other process of its choosing.

Procedure

Subject to any procedures mandated by legislation, the following steps will be taken by the Council to fulfil the requirements of this policy:

- as a minimum the Council will publish a notice in the Eyre Peninsula Tribune, describing the matter for which public consultation is required, and inviting interested persons to make submissions to the Council within a period of at least 21 days from the date of the notice; and
- the Council will consider any submissions received as part of its decision making process and will also have regard to any relevant legislation.

Other options which the Council may choose to utilise to communicate information and invite submissions, in addition to the above, are:

- Notice in the Advertiser
- Letter drops to residents
- Letters to stakeholders
- Media releases
- Social Media (currently Facebook & Twitter)
- Fact sheets & brochures
- Displays or notices in public places
- Public forums and meetings
- Council website
- Meeting with relevant community members

Any steps taken by the Council, in addition to the minimum requirements set out in the Act, are at the absolute discretion of the Council and will depend upon the particular topic under consideration, the resources available to the Council and the level of interest the topic is likely to generate.

Adoption of Policy

This policy was adopted by the Council at its meeting on 9 December 2009 and reviewed in November 2011 and again in January 2015.

Review, Alteration or Substitute of Policy

The effectiveness of the policy will be reviewed and evaluated following each general election.

The Chief Executive Officer will report to Council on the outcome of the evaluation, and make recommendations for amendments, alteration or substitution of a new policy, if relevant.

Any alteration to the policy, or substitution of a new policy, will be subject to the provisions under Section 50 of the Act, which states that before a Council:

- (a) adopts a public consultation policy; or
- (b) alters, or substitutes, a public consultation policy,

Council must:

- (c) prepare a document that sets out its proposal in relation to the matter;
- (d) publish in a newspaper circulating generally throughout the State and in a newspaper circulating within the area of the Council a notice of the proposal inviting interested persons to make submissions on the proposal within a period (which must be at least one month) stated in the notice; and
- (e) consider any submissions made in response to an invitation under paragraph (d);
except where an alteration is of minor significance that would attract little (or no) community interest.

Availability

The policy is available for viewing on the District Council of Cleve's website at www.cleve.sa.gov.au and for public inspection at the Council office, 10 Main Street Cleve, between 8:30am and 5:00pm, Monday to Friday (excluding public holidays) at no charge.

Council completed a consultation and a review of by-laws in the 2018-19 financial year and adopted at its meeting on 7 August 2018.

Freedom of Information Statement

This information statement is published by the District Council of Cleve in accordance with the requirements of Section 9 of the Freedom of Information Act 1991.

Policy and Administrative Documents

The District Council of Cleve's policy and administrative documents include:

- Ordinary Council Meeting Agenda
- Ordinary Council Meeting Minutes
- Policy Manual
- Annual Budget
- Annual Financial Statements
- Record of Delegations
- Annual Report
- Assessment Book (development)
- Development Plan

Certificates Issued Under Section 9 (1a)

No certificates relating to Freedom of Information (FOI) were issued under Section 9 (1a) of the Freedom of Information Act 1991 in the 12 months to 30 June 2021.

FOI enquiries or requests would normally be addressed to:

**Chief Executive Officer
District Council of Cleve
PO Box 36
CLEVE SA 5640**

Competitive Tendering

All activities not undertaken by Council staff are put out to tender in accordance with Council's tendering policies and associated procedures. There are various levels of tendering allowed under these policies and procedures, depending on value and risk factors. The extent of competitive tendering activities is defined in Council's Procurement (including Contracts & Tenders) Policy and Disposal of Land and Assets Policy.

Application of the National Competition Policy

Clause 7 Statement on the Application of Competition Principles to Local Government under the Competition Principles Agreement requires the Council to provide information relevant to competition neutrality to any Council operations.

The Council does not operate any significant business activities within either Category 1 or Category 2 under the National Competition Policy. The Council has not received any complaints about the application of competitive neutrality during the 2020-2021 financial year.

The Council's by-laws are subject to the requirements of Section 247 of the Local Government Act 1999 regarding avoiding restricting competition to any significant degree. The Council duly considered the impacts of the by-laws on national competition when they were adopted in 2018.

Equal Employment Opportunity

The District Council of Cleve is firmly committed to the principles of Equal Employment Opportunity (EEO) and puts these principles into practices in all instances of new staff appointments, promotions and training opportunities.

This equal opportunity practice reflects the Council's desire to create an employment environment which is free of discrimination, where each person can progress to the extent of their ability, and which reflects the diversity and needs of the community it serves.

Council therefore acknowledges its legal obligations under the Local Government Act and Federal Equal Opportunity laws, in that:

- The SA Equal Opportunity Act makes discrimination unlawful on the grounds of sex, sexuality, marital status, pregnancy, race, physical or intellectual impairment and age in areas of employment, provision of goods and services, advertising, accommodation and clubs and associations. Sexual harassment and victimisation are also unlawful.
- The Local Government Act requires that Council observe general principles of personnel management and develop, implement and review an Equal Employment Opportunity Program.

It is the right of every South Australian to seek advice or assistance from the Equal Opportunity Commission.

Work Health & Safety

The District Council of Cleve continues to promote a safe working environment through its management of work health and safety (WHS).

Local Government is an industry that must achieve a very high standard in WHS to maintain its Return to Work SA exempt employer status. Council must abide by these Return to Work standards and does so through continual self-analysis of its WHS practices via regular Safety Committee meetings.

A Safety Committee, comprising the Safety Coordinator, one office and two depot elected Health and Safety Representatives, the Chief Executive Officer and the Manager Infrastructure & Civil Works, currently meet regularly (at least quarterly) to discuss safety-related issues.

Council's Regional Risk Coordinator – Northern Eyre Peninsula (based at Kimba) also attends Safety Committee meetings, to ensure safe work practices and environments, and to further ensure compliance with legislative requirements.

2020-21 has seen continued support in the WHS space for the Council, with ongoing work to improve our overall practices, processes and procedures.

The Council's WHS and Risk Management Plan aims to;

- Provide direction for Work Health Safety Management Systems (WHSMS) development, implementation, review and continuous improvement;
- Establish and monitor WHS objectives, targets and performance indicators;
- Consider Safety Committee and stakeholder input during WHS planning, monitoring and review;
- Approve, monitor, review and modify the WHS plan;
- Keep records of management meetings;
- Monitor and verify compliance with requirements of the WHS legislation and PSSSI;
- Measure and evaluate performance reporting items and outcomes (e.g., performance indicator tracking tools, internal audit tools, incident and hazard trends, etc.);
- Continue working with the LGA to communicate new legislation and regulations to our staff on a regular basis;
- Continue training and development opportunities for Council staff to ensure they are trained appropriately and on an as needs basis;
- Provide support to staff around general health and wellbeing programs provided by Corporate Health Group; and
- Conduct and Facilitate Emergency evacuation and bushfire management updates where applicable.

The Council will continue to maintain a high priority on the health, safety and wellbeing of staff, contractors and external stakeholders and encourage continuous improvement.

Community Plans & Documentation

Community Land Management Plans

As per the Local Government Act 1999, Chapter 11 and Schedule 4 2(e), Council recognises the requirement and need for management plans of its community and operational land. Council's current management plans for community land are to be reviewed in 2021-22.

- Playground Community Land Management Plan
- Sports and Recreation Facilities Community Land Management Plan
- Darke Peak Parklands Community Land Management Plan

Community Engagement

Members of the public have a number of opportunities to put forward their views on particular issues before Council. These are:

Deputations:	With the permission of the Committee Chairman or the Mayor, a member of the public can address a committee or the Council personally or on behalf of a group of residents.
Presentations to Council	With prior notification and arrangement with the Mayor, a member of the public can address the Council on any issue relevant to Council.
Petitions	Written petitions can be addressed to the Council on any issue within the Council's jurisdiction.
Written Requests	A member of the public can write to the Council on any Council policy, activity or service.
Elected Members	Members of the public can contact their Elected Members of Council prior to each monthly Council Meeting.

Obtaining Information from Council

The following Council documentation is available for public viewing on Council's website or at the Council office. These include:

- Annual Business Plan & Annual Budget
- Animal Management Plan
- Annual Report
- Application Forms & Permits
- Arno Bay Foreshore Master Plan
- Bushfire Prevention Plan
- Community Land
- Council By-Laws
- Council Meeting Agenda & Minutes
- Development Plan
- District Emergency Management Plan
- Financial Statements
- Government Policies
- Infrastructure & Asset Management Plan
- Long Term Financial Plan
- Regional Public Health Plan
- Schedule of Fees & Charges
- Strategic Plan
- Section 41 Committee Meeting Agenda & Minutes

Council Membership

The District Council of Cleve is a member of the following organisations:

- South Australian Local Government Association
- Eyre Peninsula Local Government Association
- Regional Development Australia Eyre Peninsula Inc.

Requirements of the Local Government Act

Auditor Independence

Council's Auditor, Ian G McDonald FCA, was appointed in June 2021 for a 5-year term for the period 2021-2025. Councils are required to report on the remuneration payable to the auditor during the year and to differentiate between audit and non-audit fees. The audit fees for the Council in 2020-21 is \$13,000 (GST exclusive).

Internal Review of Council's Actions

Section 270 (8) of the Act requires Council to include within its Annual Report information in relation to the number of applications for review of Council decisions made under section 270 of the Act. Council received no applications for review in the 2020-21 financial year under this section of the Act.

Registers

The following registers are maintained in accordance with the Local Government Act 1999, the Local Government (Elections) Act 1999, and associated regulations:

- Allowance & Benefits
- Asbestos
- Bank Account
- Chains & Slings
- Common Seal
- Community Grant
- Confidential Items
- Contracts & Agreements
- Councillors & Staff Interests
- Credit Card
- Emergency Response Support
- Emergency Services Plant & Equipment
- Exit & Emergency Lights
- Fire Extinguisher
- Gifts & Benefits
- Government Gazette
- Grants
- Hard Hat
- Key
- Ladder
- Leases & Licences
- Legislative Compliance Tracking
- Loans
- Residual Current Devices Testing
- Salaries & Benefits
- Section 41 Committees
- Tree

Governance Policies & Codes

The following mandatory policies and codes of practice/conduct have been adopted by Council in accordance with the Local Government Act 1999:

- Access to Council Meetings, Committees, Documents
- Code of Practice
- Access to Development Records Policy
- Asset Impairment Policy
- Asset Management Policy
- Asset Revaluation Policy
- Assisting Emergency Services Policy

- Budget Management Policy
- Building Inspection Policy
- Caretaker Policy
- Complaints Handling Under Council Members Code of Conduct Policy
- Customer Complaints Policy
- Council & Committee Meeting Procedure Policy
- Council Induction Policy
- Council Member Access to Information Policy
- Council Vehicle Policy
- Credit Card Policy
- Customer Policy – Community Wastewater Management Scheme
- Development Assessment Delegation Policy
- Disposal of Land and Assets Policy
- Document Control Policy
- Elected Member Allowances and Support Policy
- Elected Member Training and Development Policy
- Employee Leave Policy
- Hardship Policy
- Environment Policy
- Expiation Waiving Policy
- Fraud & Corruption Prevention Policy
- Gifts and Benefits Policy
- Grants Policy
- Grievance and Disciplinary Policy
- Hardship Policy
- Hire of Plant and Equipment Policy
- Hire of Portable Toilets Policy
- Informal Gathering Policy
- Internal Controls Policy
- Internal Review of Council Decisions Policy
- i-Responda Policy
- Issuing of RV Clearance Certificates Policy
- Loans to Community Groups Policy
- Mayor (Member on Committees) Policy
- Mayors Seeking Legal Advice
- Mobile Food Vendor Rules
- Order Making Policy
- Procurement Policy
- Prudential Management Policy
- Public Consultation Policy
- Public Interest Disclosure Policy
- Records Management Policy
- Revenue & Financing Policy
- Reserve Policy
- Risk Management Policy
- Road Naming Policy
- Rural Addressing Policy
- Safe Environment Policy
- Service Gifts
- Social Media Policy
- Special Pandemic Leave Policy
- Strategic Risk Management Framework
- Supplementary Election Policy
- Swimming Pool Inspection Policy
- Tenancy of Council Houses
- Travel & Accommodation Policy
- Treasury Policy
- Wind Farm Policy
- Working from Home Policy
- Works Vehicle Identification Policy

Documents Available for Inspection

The following documentation is available for viewing on Council's website and for public inspection at the Council office during business hours. Members of the public may also purchase copies of these documents at the prescribed fee from the Chief Executive Officer.

- Annual Business Plan & Annual Budget
- Annual Financial Statements
- Annual Report
- Assessment Book
- Council By-laws
- Development Plan
- Fees & Charges
- Member's Register of Allowances & Benefits
- Member's Register of Interests
- Officer's Register of Salaries
- Ordinary Council Meeting Agenda
- Ordinary Council Meeting Minutes
- Policy Manual
- Record of Delegations
- Register of Community Land
- Register of Public Roads
- Senior Officer's Register of Interest
- Strategic Plan

Amendment to Council Records

A member of the public may gain access to Council documents to make amendments concerning their personal affairs by making a request under the Local Government Act. A member of the public may then request a correction to any information about themselves that is incomplete, incorrect, misleading or out-of-date.

To gain access to these Council records, a member of the public must enquire in the first instance to the Chief Executive Officer. It may be necessary to complete a FOI Request Form, outlining the records that the person wishes to inspect.

Local Nuisance & Litter Control Act and Regulations

Subject to the Local Nuisance and Litter Control Act 2016, a council is the principal authority for dealing with local nuisance and littering in its area. Section 8 of this Act requires Council to include the following information on the functions conferred on councils under this Act. For the financial year 2020-2021:

- the number of complaints of local nuisance or littering received by Council: Nil
- the number and nature of:
 - offences under the Act that were expiated: Nil
 - offences under the Act that were prosecuted: Nil
 - nuisance abatement notices or litter abatement notices issued: Nil
 - civil penalties negotiated under section 34 of the Act: Nil
 - applications by the Council to the Court for orders for civil penalties under section 34 of the Act and the number of orders made by the Court on those applications: Nil
- any other functions performed by the council under the Act: Nil



The Eastern Eyre Waste Management Waste Truck is owned by the District Council of Cleve providing a rubbish and recycling shared service with the District Council of Kimba and District Council of Franklin Harbour

Council Committees

Section 41 Committees of Council

- Arno Bay & Districts Boat Ramp Committee
- Cleve Districts Tourism & Development Group
- District Emergency Management Plan Committee (*dissolved 9 February 2021*)

Committees of Council

- CEO's Performance Review Committee
- Cleve & Districts Bushfire Prevention Working Group
- Cropping Advisory Group
- Council House & Community Property Advisory Group
- Council Audit Committee
- Eastern Eyre Waste Management Working Group
- Tender Committee

Third Party Committees with Council Representation

- Cleve Area School Governing Council
- Cleve Swimming Pool Committee
- Eastern Eyre Health Advisory Council Inc.
- EPLGA Roads & Transport Working Party
- Eyre Peninsula Coastal Councils Group
- Eyre Peninsula Local Government Association
- SA Local Government Association & SA Local Government Finance Authority
- Sims Farm Agricultural Advisory Group
- Arno Bay & Districts Boat Ramp Committee
- Cleve Districts Tourism & Development Group

Third Party Committees with Council Representation

- Eastern Eyre Peninsula Building Fire Safety Committee
(*Planning, Development and Infrastructure Act 2016*)
- Eastern Eyre Regional Development Assessment Panel
(*Planning, Development & Infrastructure Act*)

Section 41 Council Committees

Arno Bay & Districts Boat Ramp Committee

President	Craig Henderson
Vice President	Don Hauschild
Secretary	Paul Aitkins
Treasurer	Colin Rayson
Members	Brenton White Rod Carrick John Broster Greg Claughton David Preiss Brenton Harris
Council Representative	Grant Fennell

President's Report

What a year and a bit it's been, has been good to see a lot of boats have still been able to get out and go fishing, or boating as some say.

We have had to do some small repairs to the pontoons again, this time the form ply was replaced due to the old ply starting to crack apart, thus causing some safety concerns.

The fish cleaning station is being used more now, and new cleaning boards have been put down there for people to use.

The wash down hose is getting used quite a bit, the hose ends must be a collective item as they are getting replaced quite regularly. Just need to encourage people to make sure this is wound all the way up and not left laying on the ground.

It was good to see that the pontoons will be looked at but will need some repairs done to ramps as well as quite a few holes are in them now. Hopefully the new pontoon will be as strong as the old one.

The offal problem seems to be working with the bins being used, just need to get the sign slightly modified for this. Its good as we don't see the offal being thrown up into the sandhills behind the cleaning station anymore. Tourists must have option to dispose of their waste.

The ticketing station seems to be used at times, although some will still not pay. Not sure what can be done to rectify this without someone issuing fines.

Thanks to all who have helped in any way to maintain and upgrade our boat ramp facilities.

Craig Henderson
President

Section 41 Council Committees

District Emergency Management Plan Committee

Chairperson	Vacant (<i>as no meeting was held</i>)
Deputy Chairperson	Michael Weiss
Administration Officer	(Administration Officer – Compliance & Governance)
Members	Chris Tarran (Councillor) Colin Rayson (Councillor) Phil Cameron, Mayor, ex-officio Peter Arnold (Chief Executive Officer) Works Manager SES Unit Manager CFS Group Officer Cleve District Hospital Executive Officer/Director of Nursing Eastern Eyre Health & Aged Care Centre Director Cleve Area School Principal Cleve SA Police Officer Cleve SA Ambulance Service Coordinator

Chairperson's Report

NIL

Committee Dissolved

The Emergency Management Plan Committee was dissolved at the Ordinary Council Meeting on Tuesday 9th February 2021.

Section 41 Council Committees

Cleve Districts Tourism & Development Group

Chairperson	Matthew Story
Vice Chairperson	Ray Marino
Secretary/Treasurer	Bess Winkley (Tourism & Community Development Officer, ex-officio)
Members	Phil Cameron (Mayor, ex-officio) Lyndon Briese Warren Elson Melissa Fennell Mike Lawrie Brooke Ramsey Kathrine Norris Casey Quinn

Chairperson's Report

Another year has passed and what a strange one it has been. COVID-19 has continued to effect the tourism and events side of the committee's agenda, which is disappointing for all.

The return of in-person meetings has been better for the committee and attendance as we have struggled with reaching a quorum of late. Changing the meetings to bi-monthly was a good idea and I believe it has worked well for all involved.

As usual, signage has continued to be a focal point and I believe that will remain the same. We have ordered signage for our conservation parks which is to be erected in the 2021/2022 financial year and will hopefully aid in tourism visitation and safety in these areas. We have now worked to create a running document outlining the committee's signage priorities, which will prove useful as a reference when budgets are set.

We made the decision to combine the annual Christmas Markets and Christmas Pageant events in response to feedback and to optimise both events. Unfortunately, the 2020 Cleve District Christmas Pageant had to be cancelled due to COVID-19 pandemic. We hope to see this event back up and running this year with the Cleve Christmas Markets incorporated.

The new street banners that were ordered complete the sets nicely. Unfortunately, due to weather, more will need to be ordered.

Progress has been made to the Carapsee Hill toilet structure and the project being submitted into the Department of Environment's capital works budget. It is a great step and we hope they are able to agree to co-funding the structure. It would be great to tick that off and have the toilet facility available to visitors and locals. We would love to get this project done as it will aid our future tourism marketing efforts, especially in building up the site visitation.

Thank you to my fellow committee members for their voluntary time commitment to this committee. Here's hoping for a calmer year ahead!

Matt Story
Chairperson

Council Committees

Audit Committee

Independent Chairperson	David Frick
Members	Phil Cameron Chris Tarran Greg Cook Fiona Ward (Independent Member)

The Audit Committee has been formally appointed pursuant to the requirements under the Local Government Act 1999 (the Act) and the Local Government (Financial Management) Regulations 2013.

The activities of the Audit Committee are governed by its terms of reference together with the Audit Committee work program which is updated after each meeting. These two documents deliver the legal requirements stipulated by the legislations as well as many of the best practise activities outlined in the LGA financial sustainability information papers covering this topic.

This report provides a summary of activities undertaken by the Audit Committee during the year ending 30 June 2021.

Committee Membership and Meetings Attended

The Audit Committee met on four (4) occasions during the financial year.

Member	Meetings Attended
D Frick (Independent Chairperson)	3
FM Ward (Independent Member)	4
PJ Cameron	4
GJ Cook	2
CR Tarran	4

From the 2017-18 year, Council have retained the appointment of an independent Advisor to the Audit Committee who is an expert in Local Government Audit Committees. This person ensures that:

- staff arrange for a minimum of four meetings to be held each year; and
- that the Audit Committee Work Program is kept up to date; and
- that the Audit Committee Work Program is consistent with the Audit Committee terms of reference as well as legislative requirements.

Activities

The table that follows represents the completed work program for the meetings held in the year ending 30 June 2021.

Activity	Meeting Date
1. Strategic Financial Reporting Cycle Reports Reviewed	
1.1 Draft Annual Business Plan & Annual Budget 2020-21	02 Mar 2021
1.2 Draft Annual Business Plan & Annual Budget 2021-22	25 May 2020
1.3 Verbal Update on Long Term Financial Plan 2022-31	25 May 2020
1.4 Annual Financial Statements 2019-20	13 Oct 2020
1.5 Budget Review #1 2020-21	01 Dec 2020
1.6 Budget Review #2 2020-21	02 Mar 2021
1.7 Budget Review #3 2020-21	25 May 2020
1.8 2021-22 Annual Business Plan & Annual Budget Process	02 Mar 2021
1.9 Financial Performance Report 2019-20	01 Dec 2020
2. Internal Controls & Risk Management Systems Reviewed	
2.1 Internal Control Framework, Policy & Procedures	02 Mar 2021
2.2 Internal Controls Self-Assessment Report 2020-21	02 Mar 2021
2.3 Risk Register	02 Mar 2021
2.4 Risk Management Policy & Framework	25 May 2021
2.5 Emergency Management Plan	02 Mar 2021
2.6 Business Continuity Plan	02 Mar 2021
2.7 Operational Risk Register Report	25 May 2021
3. External Audit	
3.1 Receive and note the Interim External Audit Management letter received from Dean Newbery & Partners for the Interim Audit conducted in May 2020 together with management responses.	13 Oct 2020
3.2 Receive and note the Balance Date Audit letter for the year ending 30 June 2020 received from Dean Newbery & Partners	13 Oct 2020
3.3 Receive and note the Balance Date Audit letter for the year ending 30 June 2020 received from Dean Newbery & Partners	01 Dec 2020
3.4 Advised Council that the Audit Committee are satisfied that the Auditors have maintained their independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting	13 Oct 2020

	Professional and Ethical Standards Board, in accordance with the Local Government Act 1999 and the Local Government (Financial Management) Regulations 2011 under that Act.	
3.5	Appoint Ian G McDonald FCA for auditing services for a period of 5 years commencing on 1 July 2020 – 30 June 2025	02 Mar 2021
4.	Financial Governance	
5.	Strategic Management Planning	
6.	Reporting Requirements of Audit Committee	
6.1	Present Audit Committee Report 2019-20 for inclusion into Council's Annual Report for 2019-20	13 Oct 2020
6.2	Reviewed and discussed the implications of new accounting standards for the 2019-20 Annual Financial Statements	13 Oct 2020
6.3	Reviewed & Adopted Audit Committee Terms of Reference	01 Dec 2020
6.4	Review Audit Committee Work Program	Ongoing

Elected Member Training

Elected member training has been undertaken on an ad hoc basis during the actual meetings in the form of advice from the appointed Audit Committee advisor. Information on statutory requirements and best practise in relation to the various matters covered during meetings is routinely provided to the Committee Members to ensure a full understanding of the issues they are making recommendations to Council on.

David Frick
Independent Audit Committee Chair

Appendix A -
Audited Annual Financial Statements 2020-21

District Council of Cleve
General Purpose Financial Reports
for the year ended 30 June 2021

Table of Contents

	Page #
Council Certificate	1
Principal Financial Statements	
Statement of Comprehensive Income	2
Statement of Financial Position	3
Statement of Changes in Equity	4
Statement of Cash Flows	5
Notes to, and forming part of, the Principal Financial Statements	
Note 1 - Significant Accounting Policies	6
Note 2 - Income	11
Note 3 - Expenses	14
Note 4 - Asset Disposal & Fair Value Adjustments	16
Note 5 - Current Assets	16
Note 6 - Non-Current Assets	17
Note 7 - Infrastructure, Property, Plant & Equipment & Investment Property	18
Note 8 - Liabilities	23
Note 9 - Reserves	24
Note 10 - Reconciliation of Cash Flow Statement	25
Note 11 - Functions	26
Note 12 - Financial Instruments	28
Note 13 - Financial Indicators	31
Note 14 - Uniform Presentation of Finances	32
Note 15 - Superannuation	33
Note 16 - Contingent Assets & Contingent Liabilities	34
Note 17 - Related Party Transactions	35
Audit Report - Financial Statements	36
Audit Report - Internal Controls	37
Council Certificate of Audit Independence	38
Audit Certificate of Audit Independence	39

**District Council of Cleve
Annual Financial Statements
for the year ended 30 June 2021**

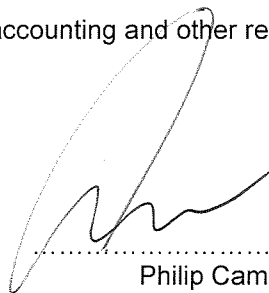
CERTIFICATION OF FINANCIAL STATEMENTS

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

- the accompanying financial statements comply with the *Local Government Act 1999, Local Government (Financial Management) Regulations 2011* and Australian Accounting Standards.
- the financial statements present a true and fair view of the Council's financial position at 30 June 2021 and the results of its operations and cash flows for the financial year.
- internal controls implemented by the Council provide a reasonable assurance that the Council's financial records are complete, accurate and reliable and were effective throughout the financial year.
- the financial statements accurately reflect the Council's accounting and other records.



.....
Rob Donaldson
ACTING CHIEF EXECUTIVE OFFICER



.....
Philip Cameron
MAYOR

Date: 20 October 2021

District Council of Cleve
Statement of Comprehensive Income
for the year ended 30 June 2021

	Notes	2021 \$	2020 \$
INCOME			
Rates	2	3,547,539	3,503,727
Statutory charges	2	21,584	22,796
User charges	2	218,554	224,527
Grants, subsidies and contributions	2	2,352,660	2,148,961
Investment income	2	37,115	57,156
Reimbursements	2	112,373	87,298
Other income	2	171,867	147,934
Total Income		6,461,692	6,192,399
EXPENSES			
Employee costs	3	1,638,850	1,614,958
Materials, contracts & other expenses	3	2,360,112	1,758,551
Depreciation, amortisation & impairment	3	1,984,281	2,011,019
Finance costs	3	34,046	34,015
Total Expenses		6,017,288	5,418,543
OPERATING SURPLUS / (DEFICIT)		444,403	773,856
Asset disposal & fair value adjustments	4	(145,653)	(446,410)
Amounts received specifically for new or upgraded assets	2	722,547	1,050,004
NET SURPLUS / (DEFICIT) (transferred to Equity Statement)		1,021,298	1,377,450
Other Comprehensive Income			
<i>Amounts which will not be reclassified subsequently to operating result</i>			
Changes in revaluation surplus - infrastructure, property, plant & equipment	9	-	1,849,322
Total Other Comprehensive Income		-	1,849,322
TOTAL COMPREHENSIVE INCOME		1,021,298	3,226,772

This Statement is to be read in conjunction with the attached Notes.

District Council of Cleve
Statement of Financial Position
as at 30 June 2021

	Notes	2021 \$	2020 \$
ASSETS			
Current Assets			
Cash and cash equivalents	5	7,757,398	8,007,700
Trade & other receivables	5	568,462	430,289
Inventories	5	4,618	6,618
Total Current Assets		8,330,478	8,444,607
Non-current Assets			
Financial assets	6	200,157	308,130
Infrastructure, property, plant & equipment	7	50,106,053	49,099,856
Other non-current assets	6	754,210	754,210
Total Non-current Assets		51,060,420	50,162,196
Total Assets		59,390,898	58,606,803
LIABILITIES			
Current Liabilities			
Trade & other payables	8	813,825	959,936
Borrowings	8	128,773	135,624
Provisions	8	399,242	478,647
Total Current Liabilities		1,341,840	1,574,207
Non-current Liabilities			
Borrowings	8	572,922	586,928
Provisions	8	15,427	6,257
Total Non-current Liabilities		588,349	593,185
Total Liabilities		1,930,189	2,167,392
NET ASSETS		57,460,709	56,439,411
EQUITY			
Accumulated Surplus		27,363,597	26,014,290
Asset Revaluation Reserves	9	29,551,290	29,551,290
Other Reserves	9	545,822	873,831
Total Council Equity		57,460,709	56,439,411
TOTAL EQUITY		57,460,709	56,439,411

This Statement is to be read in conjunction with the attached Notes.

District Council of Cleve
Statement of Changes in Equity
for the year ended 30 June 2021

		Acc'd Surplus	Asset Rev'n Reserve	Other Reserves	TOTAL EQUITY
2021	Notes	\$	\$	\$	\$
Balance at end of previous reporting period		26,014,290	29,551,290	873,831	56,439,411
Net Surplus / (Deficit) for Year		1,021,298	-	-	1,021,298
Transfers between reserves		328,009	-	(328,009)	-
Balance at end of period	9	27,363,597	29,551,290	545,822	57,460,709
2020					
Balance at end of previous reporting period		24,875,794	27,701,968	634,877	53,212,639
Net Surplus / (Deficit) for Year		1,377,450	-	-	1,377,450
Changes in revaluation surplus - infrastructure, property, plant & equipment		-	1,849,322	-	1,849,322
Transfers between reserves		(238,954)	-	238,954	-
Balance at end of period	9	26,014,290	29,551,290	873,831	56,439,411

This Statement is to be read in conjunction with the attached Notes

District Council of Cleve
Statement of Cash Flows
for the year ended 30 June 2021

		2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES	Notes	\$	\$
Receipts:			
Rates - general & other		3,726,702	3,461,771
Fees & other charges		22,663	23,936
User charges		196,762	766,089
Investment receipts		38,023	231,392
Grants utilised for operating purposes		2,144,462	2,148,961
Reimbursements		117,992	91,663
Other revenues		639,263	587,796
Payments:			
Employee costs		(1,713,004)	(1,669,080)
Materials, contracts & other expenses		(3,048,327)	(2,311,606)
Finance payments		(34,023)	(44,155)
Net Cash provided by (or used in) Operating Activities		2,090,512	3,286,767
CASH FLOWS FROM INVESTING ACTIVITIES			
Receipts:			
Amounts specifically for new or upgraded assets		722,547	1,050,006
Sale of replaced assets		198,573	67,736
Repayments of loans by community groups		93,625	31,091
Payments:			
Expenditure on renewal/replacement of assets		(2,101,303)	(2,513,340)
Expenditure on new/upgraded assets		(1,233,400)	(1,067,173)
Loans made to community groups		-	(80,000)
Net Cash provided by (or used in) Investing Activities		(2,319,957)	(2,511,680)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payments:			
Repayments of borrowings		(20,857)	(88,779)
Net Cash provided by (or used in) Financing Activities		(20,857)	(88,779)
Net Increase (Decrease) in cash held		(250,302)	686,308
Cash & cash equivalents at beginning of period	10	8,007,700	7,321,392
Cash & cash equivalents at end of period	10	7,757,398	8,007,700

This Statement is to be read in conjunction with the attached Notes

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

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 Accounting Standards

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

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

1.2 Historical Cost Convention

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

1.3 Critical Accounting Estimates

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

1.4 Rounding

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

2 The Local Government Reporting Entity

The District Council of Cleve is incorporated under the SA Local Government Act 1999 and has its principal place of business at 10 Main Street, Cleve SA 5640. These consolidated financial statements include the Council's direct operations and all entities through which Council controls resources to carry on its functions. In the process of reporting on the Council as a single unit, all transactions and balances between activity areas and controlled entities have been eliminated.

3 Income recognition

3.1 Revenue

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

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

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

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 1 - SIGNIFICANT ACCOUNTING POLICIES

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

	Cash Payment Received	Annual Allocation	Difference	
2016-17	\$2,036,887	\$1,344,427	+	\$692,460
2017-18	\$1,728,737	\$1,642,863	+	\$85,874
2018-19	\$2,026,330	\$1,647,009	-	\$379,321
2019-20	\$1,496,797	\$1,651,904	+	\$155,107
2020-21	\$1,457,819	\$1,668,774	+	\$210,955

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

The Operating Surplus Ratio disclosed in Note 13 has also been calculated after adjusting for the distortions resulting from the differences between the actual grants received and the grants entitlements allocated.

3.2 Construction Contracts

Construction works undertaken by Council for third parties are generally on an agency basis where the third party reimburses Council for actual costs incurred, and usually do not extend beyond the reporting period. Reimbursements not received are recognised as receivables and reimbursements received in advance are recognised as “payments received in advance”.

For works undertaken on a fixed price contract basis, revenues are recognised over time using the input method, with costs incurred compared to total expected costs used as a measure of progress. When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

4 Cash, Cash Equivalents and Other Financial Instruments

4.1 Cash, Cash Equivalent Assets

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.

4.2 Other Financial Instruments

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

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

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

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.

5.1 Real Estate Assets Developments

Real Estate Assets developments have been classified as Inventory in accordance with AASB 102 and are valued at the lower of cost or net realisable value. Cost includes the costs of acquisition,

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 1 - SIGNIFICANT ACCOUNTING POLICIES

development, borrowing and other costs incurred on financing of that acquisition and up to the time of sale. Any amount by which cost exceeds the net realisable value has been recognised as an expense.

Revenues arising from the sale of property are recognised in the operating statement when settlement is completed.

5.2 Other Real Estate held for resale

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

6 Infrastructure, Property, Plant & Equipment

6.1 Initial Recognition

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

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

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

6.2 Materiality

Assets with an economic life in excess of one year are only capitalised where the cost of acquisition exceeds materiality thresholds established by Council for each type of asset. In determining (and in annually reviewing) such thresholds, regard is had to the nature of the asset and its estimated service life. Examples of capitalisation thresholds applied during the year are given in Note 7. No capitalisation threshold is applied to the acquisition of land or interests in land.

6.3 Subsequent Recognition

All material asset classes are revalued on a regular basis such that the carrying values are not materially different from fair value. Significant uncertainties exist in the estimation of fair value of a number of asset classes including land, buildings and associated structures and infrastructure. Further detail of these uncertainties, and of existing valuations, methods and valuers are provided at Note 7.

6.4 Depreciation of Non-Current Assets

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

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

Major depreciation periods for each class of asset are shown in Note 7. 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 whose future economic benefits are not dependent on the ability to generate cash flows, and where the future economic benefits would be replaced if Council were deprived thereof, are not subject to impairment testing.

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

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 1 - SIGNIFICANT ACCOUNTING POLICIES

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

6.6 Borrowing Costs

Borrowing costs in relation to qualifying assets (net of offsetting investment revenue) have been capitalised in accordance with AASB 123 "Borrowing Costs". The amounts of borrowing costs recognised as an expense or as part of the carrying amount of qualifying assets are disclosed in Note 3, and the amount (if any) of interest revenue offset against borrowing costs in Note 2.

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.

8 Borrowings

Loans are carried at their principal amounts which represent the present value of future cash flows associated with servicing the debt. Interest is accrued over the period to which it relates and is recorded as part of "Payables". Interest free loans are carried at their nominal amounts; interest revenues foregone by the lender effectively being a reduction of interest expense in the period to which it relates.

9 Provisions

9.1 Employee Benefits

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

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

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.

Superannuation:

The Council makes employer superannuation contributions in respect of its employees to the Statewide Superannuation Scheme. The Scheme has two types of membership, each of which is funded differently. Details of the accounting policies applied and Council's involvement with the schemes are reported in Note 15.

9.2 Provisions for reinstatement, restoration, rehabilitation.

Close down and restoration costs include the dismantling and demolition of infrastructure and the removal of residual materials and remediation and rehabilitation of disturbed areas. Estimated close down and restoration costs are provided for in the accounting period when the obligation arising from the related disturbance occurs and are carried at the net present value of estimated future costs.

Although estimated future costs are based on a closure plan, such plans are based on current environmental requirements which may change. Council's policy to maximise recycling is extending the

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 1 - SIGNIFICANT ACCOUNTING POLICIES

operational life of these facilities, and significant uncertainty exists in the estimation of the future closure date.

10 GST Implications

In accordance with UIG Abstract 1031 "Accounting for the Goods & Services Tax"

- Receivables and Creditors include GST receivable and payable.
- Except in relation to input taxed activities, revenues and operating expenditures exclude GST receivable and payable.
- Non-current assets and capital expenditures include GST net of any recoupment.
- Amounts included in the Statement of Cash Flows are disclosed on a gross basis.

11 New and amended standards and interpretations

The Council applied for the first-time certain standards and amendments, which are effective for annual periods beginning on or after 1 January 2020. New standards and amendments relevant to the Council are listed below. The Council has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

Amendments to AASB 101 and AASB 108 Definition of Material:

The amendments provide a new definition of material that states, "information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity." The amendments clarify that materiality will depend on the nature or magnitude of information, either individually or in combination with other information, in the context of the financial statements. A misstatement of information is material if it could reasonably be expected to influence decisions made by the primary users. These amendments had no impact on the financial statements of, nor is there expected to be any future impact to the Council.

Amendments to AASB 16 Covid-19 Related Rent Concessions:

In 2020, the AASB issued AASB 2020-4, Amendments to AASs - Covid-19-Related Rent Concessions. The amendments provide relief to lessees from applying AASB 16 guidance on lease modification accounting for rent concessions arising as a direct consequence of the Covid-19 pandemic. As a practical expedient, a lessee may elect not to assess whether a Covid-19 related rent concession from a lessor is a lease modification. A lessee that makes this election accounts for any change in lease payments resulting from the Covid-19 related rent concession the same way it would account for the change under IFRS 16 if the change were not a lease modification. The amendment applies to annual reporting periods beginning on or after 1 June 2020. This amendment had no impact on the consolidated financial statements of the Group.

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 2 - INCOME

	Notes	2021 \$	2020 \$
RATES REVENUES			
<u>General Rates</u>		2,946,390	2,943,281
Less: Mandatory rebates		(32,792)	(31,728)
Less: Discretionary rebates, remissions & write offs		(15,199)	(13,888)
		2,898,399	2,897,665
<u>Other Rates (including service charges)</u>			
Natural Resource Management levy		105,857	105,282
Waste collection		205,916	205,017
Community wastewater management systems		317,802	272,766
Separate and Special Rates		7,214	7,211
		636,790	590,276
<u>Other Charges</u>			
Penalties for late payment		19,596	25,445
Legal & other costs recovered		7,587	3,191
		27,183	28,636
Less: Discretionary rebates, remissions & write offs		(14,833)	(12,850)
		3,547,539	3,503,727
STATUTORY CHARGES			
Development Act fees		5,537	5,593
Town planning fees		8,211	8,717
Health & Septic Tank Inspection fees		1,940	843
Animal registration fees & fines		5,896	7,643
		21,584	22,796
USER CHARGES			
Cemetery fees		17,505	16,414
Arno Bay Harbour fees		20,215	20,507
Sanitation & garbage fees		144,554	132,285
Council house rentals		15,368	16,348
Standpipe water		16,636	33,338
Hall & equipment hire		1,275	1,914
Sundry		3,001	3,720
		218,554	224,527

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 2 - INCOME (con't)

	Notes	2021 \$	2020 \$
INVESTMENT INCOME			
Interest on investments:			
Local Government Finance Authority		26,798	46,093
Banks & other		9	83
Loans to community groups		10,308	10,980
		<u>37,115</u>	<u>57,156</u>
REIMBURSEMENTS			
- for private works		7,880	6,412
- other		104,493	80,886
		<u>112,373</u>	<u>87,298</u>
OTHER INCOME			
Insurance & other recoupments - infrastructure, property, plant & equipment		9,020	2,631
Accommodation unit income		98,335	84,713
Sundry		64,511	60,590
		<u>171,867</u>	<u>147,934</u>
GRANTS, SUBSIDIES, CONTRIBUTIONS			
Amounts received specifically for new or upgraded assets		722,547	1,050,004
Other grants, subsidies and contributions			
Untied - Financial Assistance Grant		1,457,819	1,496,797
Roads to Recovery		601,788	601,788
Library & Communications		3,830	3,826
Drought Communities Programme		283,615	23,228
Sundry		5,608	23,322
		<u>2,352,660</u>	<u>2,148,961</u>
		<u>3,075,207</u>	<u>3,198,965</u>
<i>The functions to which these grants relate are shown in Note 11.</i>			
Sources of grants			
Commonwealth government		728,155	525,012
State government		2,347,052	2,573,949
Other		-	100,004
		<u>3,075,207</u>	<u>3,198,965</u>

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 2 - INCOME (con't)

	2021	2020
Notes	\$	\$
<i>Conditions over grants & contributions</i>		
Grants and contributions which were obtained on the condition that they be expended for specified purposes or in a future period, but which are not yet expended in accordance with those conditions, are as follows:		
Unexpended at the close of the previous reporting period	804,587	1,157,655
Less: expended during the current period from revenues recognised in previous reporting periods:		
Roads Infrastructure (FAG's paid in advance)	(804,587)	(761,733)
Roads Infrastructure (Supp Local Rds paid in adv)	-	(395,922)
Subtotal	(804,587)	(1,157,655)
Plus: amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions		
Roads Infrastructure (FAG's Paid in advance)	791,593	804,587
LRCIP - Phase 2	258,508	-
Unexpended at the close of this reporting period	1,050,101	804,587
Net increase / (decrease) in assets subject to conditions in the current reporting period	245,514	(353,068)

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 3 - EXPENSE

		2021	2020
	Notes	\$	\$
EMPLOYEE COSTS			
Salaries and Wages		1,435,377	1,378,515
Employee leave expense		156,337	201,651
Superannuation - defined contribution plan contributions	15	119,373	119,431
Superannuation - defined benefit plan contributions	15	22,622	25,191
Workers' Compensation Insurance		35,707	43,372
Other		31,192	30,200
Less: Capitalised and distributed costs		<u>(161,759)</u>	<u>(183,402)</u>
Total Operating Employee Costs		<u>1,638,850</u>	<u>1,614,958</u>
Total Number of Employees		21	21
<i>(Full time equivalent at end of reporting period)</i>			
MATERIALS, CONTRACTS & OTHER EXPENSES			
Prescribed Expenses			
Auditor's Remuneration			
- Auditing the financial reports		23,060	17,230
Elected members' expenses		81,825	86,864
Election expenses		<u>532</u>	<u>537</u>
Subtotal - Prescribed Expenses		<u>105,417</u>	<u>104,631</u>
<u>Other Materials, Contracts & Expenses</u>			
Advertising & Printing		34,145	-
Contractors - Operating		509,534	651,609
Contractors - Capital		2,054,888	3,873,545
Drought Relief Projects - Sport & Recreation		237,256	23,928
Energy		61,290	76,493
Freight		24,814	-
Insurance		147,047	134,252
Maintenance		83	2,920
Materials - Operating		284,485	256,537
Materials - Capital		63,226	34,505
Legal Expenses		110,758	46,036
Levies paid to government - NRM levy		107,246	109,006
- Other Levies		56,614	48,775
Membership & Subscriptions		70,748	-
Parts, accessories & consumables		54,954	76,933
Professional Services		231,998	82,356
Registration		34,603	-
Telecommunication & Internet		19,857	-
Training		44,935	-
Sundry - Operating		129,531	145,075
Sundry - Capital		1,054,833	933,485
Water		94,796	-
Less amounts capitalised		<u>(3,172,944)</u>	<u>(4,841,535)</u>
Subtotal - Other Materials, Contracts & Expenses		<u>2,254,696</u>	<u>1,653,920</u>
		<u>2,360,112</u>	<u>1,758,551</u>

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 3 - EXPENSE con't

		2021	2020
	Notes	\$	\$
DEPRECIATION, AMORTISATION & IMPAIRMENT			
Depreciation			
Buildings & Other Structures		216,239	212,764
Infrastructure		1,215,208	1,243,695
CWMS		117,820	90,599
Plant, Machinery & Equipment		348,535	374,840
Office Equipment, Furniture & Fittings		15,016	15,233
Other Assets		71,463	73,888
		1,984,281	2,011,019
FINANCE COSTS			
Interest on Loans		34,046	34,015
		34,046	34,015

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 4 - ASSET DISPOSALS AND FAIR VALUE ADJUSTMENTS

	2021	2020
Notes	\$	\$
INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT		
<i>Assets renewed or directly replaced</i>		
Proceeds from disposal	198,573	67,736
Less: Carrying amount of assets sold	<u>(344,226)</u>	<u>(514,146)</u>
NET GAIN (LOSS) ON DISPOSAL OR REVALUATION OF ASSETS	<u>(145,653)</u>	<u>(446,410)</u>

Note 5 - CURRENT ASSETS

	2021	2020
Notes	\$	\$
CASH & EQUIVALENT ASSETS		
Cash on Hand and at Bank	473,538	232,902
Deposits at Call	<u>7,283,860</u>	<u>7,774,798</u>
	<u>7,757,398</u>	<u>8,007,700</u>
TRADE & OTHER RECEIVABLES		
Rates - General & Other	212,400	353,634
Accrued Revenues	201,754	2,662
Debtors - general	63,977	31,257
Other levels of Government	3,573	-
GST Recoupment	41,126	12,216
Prepayments	9,720	8,956
Loans to community organisations	<u>35,912</u>	<u>21,564</u>
	<u>568,462</u>	<u>430,289</u>
INVENTORIES		
Stores & Materials	<u>4,618</u>	<u>6,618</u>
	<u>4,618</u>	<u>6,618</u>

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 6 - NON-CURRENT ASSETS

	Notes	2021 \$	2020 \$
FINANCIAL ASSETS			
Receivables			
Loans to community organisations		<u>200,157</u>	<u>308,130</u>
TOTAL FINANCIAL ASSETS		<u>200,157</u>	<u>308,130</u>
 OTHER NON-CURRENT ASSETS			
Inventories			
Real Estate Developments		<u>754,210</u>	<u>754,210</u>
		<u>754,210</u>	<u>754,210</u>
 Real estate held for resale - Current & Non-Current (Valued at the lower of cost and net realisable value)			
Residential		<u>754,210</u>	<u>754,210</u>
Total real estate held for resale		<u>754,210</u>	<u>754,210</u>
<i>Represented by:</i>			
Development Costs		<u>754,210</u>	<u>754,210</u>
Total Real Estate for Resale		<u>754,210</u>	<u>754,210</u>
 Apportionment of Real Estate Developments			
Current Assets		-	-
Non-Current Assets		<u>754,210</u>	<u>754,210</u>
		<u>754,210</u>	<u>754,210</u>

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT (IPP&E)

		2020				2021			
		\$				\$			
	Fair Value Level	Fair Value	Cost	Acc' Dep'n	Carrying Amount	Fair Value	Cost	Acc' Dep'n	Carrying Amount
Land	2	3,312,900	-	-	3,312,900	3,312,900	-	-	3,312,900
Buildings & Other Structures	3	10,841,039	595,162	(4,613,178)	6,823,025	10,841,040	742,189	(4,829,416)	6,753,813
Infrastructure	3	-	-	-	-	-	-	-	-
Sealed		18,447,661	152,424	(5,268,879)	13,331,206	18,415,675	314,509	(5,512,670)	13,217,514
Unsealed		22,192,130	1,342,742	(13,836,916)	9,697,956	21,259,107	2,488,094	(13,946,839)	9,800,362
Kerbing & Guttering		3,493,826	205,321	(862,915)	2,836,232	3,493,826	205,321	(901,204)	2,797,943
Bridges		1,339,800	-	(885,682)	454,118	1,339,800	-	(898,938)	440,862
Culverts		84,912	17,323	(43,223)	59,012	84,912	17,323	(45,464)	56,771
Footpaths		2,860,826	74,764	(1,074,175)	1,861,415	2,860,826	118,009	(1,124,161)	1,854,674
CWMS	3	7,703,167	284,277	(2,464,472)	5,522,972	7,703,167	314,367	(2,582,292)	5,435,242
Plant, Machinery & Equipment		-	4,795,757	(2,227,670)	2,568,087	-	4,924,365	(2,112,532)	2,811,833
Office Equipment, Furniture & Fittings		-	218,388	(165,309)	53,079	-	169,512	(135,729)	33,783
Other Assets	3	3,465,000	77,480	(962,626)	2,579,854	3,464,999	1,159,445	(1,034,088)	3,590,356
Total IPP&E		73,741,261	7,763,638	(32,405,045)	49,099,856	72,776,252	10,453,134	(33,123,333)	50,106,053
	Comparatives	62,384,331	8,039,131	(25,672,701)	44,750,760	73,741,261	7,763,638	(32,405,045)	49,099,856

This Note continues on the following pages.

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

	2020	CARRYING AMOUNT MOVEMENTS DURING YEAR						2021	
	\$	Additions		Disposals	Dep'n	Transfers		Net Reval'n	Carrying Amount
		New / Upgrade	Renewals			In	Out		
Land	3,312,900	-	-	-	-	-	-	-	3,312,900
Buildings & Other Structures	6,823,025	76,595	70,432	-	(216,239)	-	-	-	6,753,813
Infrastructure	-	-	-	-	-	-	-	-	-
Sealed	13,331,206	-	162,085	(57,105)	(323,535)	104,863	-	-	13,217,514
Unsealed	9,697,956	-	1,145,352	(150,183)	(787,900)	-	(104,863)	-	9,800,362
Kerbing & Guttering	2,836,232	-	-	-	(38,289)	-	-	-	2,797,943
Bridges	454,118	-	-	-	(13,256)	-	-	-	440,862
Culverts	59,012	-	-	-	(2,241)	-	-	-	56,771
Footpaths	1,861,415	-	43,245	-	(49,986)	-	-	-	1,854,674
CWMS	5,522,972	30,090	-	-	(117,820)	-	-	-	5,435,242
Plant, Machinery & Equipment	2,568,087	44,750	680,189	(132,658)	(348,535)	-	-	-	2,811,833
Office Equipment, Furniture & Fittings	53,079	-	-	(4,280)	(15,016)	-	-	-	33,783
Other Assets	2,579,854	1,081,965	-	-	(71,463)	-	-	-	3,590,356
Total IPP&E	49,099,856	1,233,400	2,101,303	(344,226)	(1,984,280)	104,863	(104,863)	-	50,106,053
<i>Comparatives</i>	44,750,760	2,511,597	2,513,340	(514,146)	(2,011,019)	-	-	1,849,322	49,099,856

This note continues on the following pages.

District Council of Cleve

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2021

Note 7 (cont) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

Valuation of Assets

General Valuation Principles

Accounting procedure:

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

Highest and best use:

For land which Council has an unfettered right to sell, the "highest and best use" recognises the possibility of the demolition or substantial modification of some or all of the existing buildings and structures affixed to the land.

Much of the land under Council's care and control is Crown land or has been declared as community land under the provisions of the Local Government Act 1999. Other types of restrictions also exist.

For land subject to these restrictions, the highest and best use is taken to be the "highest and best use" available to Council, with a rebuttable presumption that the current use is the "highest and best use". The reason for the current use of a large proportion of Council's assets being other than the "highest and best use" relates to Council's principal role as the provider of services to the community, rather than the use of those assets for the generation of revenue.

For buildings and other structures on and in the land, including infrastructure, "highest and best use" is determined in accordance with the land on and in which they are situated.

Fair value hierarchy level 2 valuations:

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

Fair value hierarchy level 3 valuations of land:

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

Fair value hierarchy level 3 valuations of buildings, infrastructure and other assets:

There is no known market for these assets and they are valued at depreciated current replacement cost. This method involves:

- The determination of the cost to construct the asset (or its modern engineering equivalent) using current prices for materials and labour, the quantities of each being estimated based on recent experience of this or similar Councils, or on industry construction guides where these are more appropriate.
- The calculation of the depreciation that would have accumulated since original construction using current estimates of residual value and useful life under the prime cost depreciation method adopted by Council.

This method has significant inherent uncertainties, relying on estimates of quantities of materials and labour, residual values and useful lives, and the possibility of changes in prices for materials and labour, and the potential for development of more efficient construction techniques.

District Council of Cleve

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2021

Note 7 (con't) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

Capitalisation thresholds used by Council for a representative range of assets are shown below. No capitalisation threshold is applied to the acquisition of land or interests in land.

Office Furniture & Equipment	\$3,000
Other Plant & Equipment	\$3,000
Buildings - new construction/extensions	\$10,000
Park & Playground Furniture & Equipment	\$2,000
Road construction & reconstruction	\$10,000
Paving & footpaths, Kerb & Gutter	\$2,000
Drains & Culverts	\$5,000
Reticulation extensions	\$5,000
Sidelines & household connections	\$5,000
Artworks	\$5,000

Estimated Useful Lives:

Useful lives are estimated for each individual asset. In estimating useful lives, regard is had to technical and commercial obsolescence, as well as legal and other limitations on continued use. The range of useful lives for a representative range of assets is shown below, although individual assets may have an estimated total useful life of greater or lesser amount:

<u>Plant, Furniture & Equipment</u>	
Office Equipment	5 to 10 years
Office Furniture	10 to 20 years
Vehicles and Road-making Equip	5 to 8 years
Other Plant & Equipment	5 to 15 years
<u>Building & Other Structures</u>	
Buildings – masonry	50 to 100 years
Buildings – other construction	20 to 40 years
Park Structures – masonry	50 to 100 years
Park Structures – other construction	20 to 40 years
Playground equipment	5 to 15 years
Benches, seats, etc	10 to 20 years
<u>Infrastructure</u>	
Sealed Roads – Surface	15 to 25 years
Sealed Roads – Structure	20 to 55 years
Unsealed Roads	10 to 35 years
Bridges – Concrete	80 to 100 years
Paving & Footpaths, Kerb & Gutter	80 to 100 years
Drains	80 to 100 years
Culverts	50 to 75 years
Flood Control Structures	80 to 100 years
Dams and Reservoirs	80 to 100 years
Bores	20 to 40 years
Reticulation Pipes – PVC	70 to 80 years
Reticulation Pipes – other	25 to 75 years
Pumps & Telemetry	15 to 25 years
<u>Other Assets</u>	
Library Books	10 to 15 years
Artworks	indefinite

District Council of Cleve

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2021

Note 7 (con't) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

Land & Land Improvements

Land was revalued as at 1 July 2018 by Council staff and is consistent with valuations provided to Council from the Valuer Generals office. Additions are recognised at cost.

Buildings & Other Structures

Buildings were revalued as at 1 July 2018 by Asset Valuation & Consulting Pty Ltd. All acquisitions made after the respective dates of valuation are recorded at cost.

Infrastructure

Transportation assets were valued by Council officers at depreciated current replacement cost during the reporting period ended 30 June 2020 with an application date of 1 July 2019, based on actual costs incurred during the reporting periods ended 30 June 2018 and 2019. All acquisitions made after the respective dates of valuation are recorded at cost.

Stormwater drainage infrastructure were revalued as at 1 July 2017 by Gayler Professional Engineering Pty Ltd at depreciated current replacement cost. All acquisitions made after the respective dates of valuation are recorded at cost.

Community Wastewater Management System

Community wastewater management system infrastructure was valued at depreciation current replacement cost as at 1 July 2018 by Gayler Professional Engineering Pty Ltd. All acquisitions made after the respective dates of valuation are recorded at cost.

Plant, Machinery & Equipment

These assets are recognised on the cost basis.

Office Equipment, Furniture & Fittings

These assets are recognised on the cost basis.

Other Assets

All other assets were revalued as at 1 July 2018 by Gayler Professional Engineering Pty Ltd. All acquisitions made after the respective dates of valuation are recorded at cost.

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 8 - LIABILITIES

	Notes	2021		2020	
		Current	Non-current	Current	Non-current
TRADE & OTHER PAYABLES					
Goods & Services		188,439		415,917	
Payments received in advance		538,081	-	504,777	-
Accrued expenses - employee entitlements		29,042	-	32,961	-
Accrued expenses - other		6,304	-	6,281	-
GST Payable		5,892	-	-	-
Payables to Other levels of Government		46,067	-	-	-
		<u>813,825</u>	-	<u>959,936</u>	-
BORROWINGS					
Loans		128,773	572,922	135,624	586,928
		<u>128,773</u>	<u>572,922</u>	<u>135,624</u>	<u>586,928</u>

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

PROVISIONS

LSL Employee entitlements (including oncosts)		209,000	15,427	250,874	6,257
AL Employee entitlements (including oncosts)		190,242	-	227,773	-
		<u>399,242</u>	<u>15,427</u>	<u>478,647</u>	<u>6,257</u>

Amounts included in provisions that are not expected to be settled within 12 months of reporting date.

34,098 87,631

Movements in Provisions - 2021 year only
(current & non-current)

	Insurance Losses	Future Reinstatement	Other Provision
Opening Balance	-	-	484,904
Add Unwinding of present value discounts	-	-	-
Additional amounts recognised	-	-	-
(Less) Payments	-	-	70,235
Unused amounts reversed	-	-	-
Add (Less) Remeasurement Adjustments	-	-	-
Closing Balance	<u>-</u>	<u>-</u>	<u>414,669</u>

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 9 - RESERVES

ASSET REVALUATION RESERVE	1/7/2020	Net Increments/ (Decrements)	Transfers, Impairments	30/6/2021
Notes	\$	\$	\$	\$
Land	2,036,422	-	-	2,036,422
Buildings & Other Structures	6,798,374	-	-	6,798,374
Infrastructure	16,582,720	-	-	16,582,720
CWMS	2,361,895	-	-	2,361,895
Plant, Machinery & Equipment	-	-	-	-
Office Equipment, Furniture & Fittings	-	-	-	-
Other Assets	1,771,879	-	-	1,771,879
TOTAL	29,551,290	-	-	29,551,290
Comparatives	27,701,968	1,849,322	-	29,551,290

OTHER RESERVES	1/7/2020	Transfers to Reserve	Transfers from Reserve	30/6/2021
CATV Re-Transmission	127,361	-	(22,759)	104,602
Cleve CWMS	329,320	1,201	-	330,521
Arno Bay CWMS Reserve	300,172	-	(300,150)	22
Arno Bay Boat Ramp Reserve	24,551	89	-	24,640
EERDAP Reserve	6,704	-	(6,704)	-
Arno Bay Harbour Mtc Reserve	85,723	313	-	86,036
TOTAL OTHER RESERVES	873,831	1,604	(329,613)	545,822
Comparatives	634,877	491,495	(252,541)	873,831

PURPOSES OF RESERVES

Asset Revaluation Reserve

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

(Other Reserves)

Council maintain reserve accounts for specific purposes where income is generated for future expenditure. Including the Common Television Antenna Re-Transmission, the Common Wastewater Management Systems, the Arno Bay Boat Ramp and the Arno Bay Harbour maintenance.

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 10 - RECONCILIATION TO CASH FLOW STATEMENT

(a) Reconciliation of Cash

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

	Notes	2021 \$	2020 \$
Total cash & equivalent assets	5	<u>7,757,398</u>	<u>8,007,700</u>
Balances per Cash Flow Statement		<u>7,757,398</u>	<u>8,007,700</u>

(b) Reconciliation of Change in Net Assets to Cash from Operating Activities

Net Surplus (Deficit)	1,021,298	1,377,450
Non-cash items in Income Statement		
Depreciation, amortisation & impairment	1,984,280	2,011,019
Net increase (decrease) in unpaid employee benefits	(74,154)	(54,121)
Grants for capital acquisitions treated as Investing Activity	(722,547)	(1,050,004)
Net (Gain) Loss on Disposals	145,653	446,410
	<u>2,354,529</u>	<u>2,730,754</u>
Add (Less): Changes in Net Current Assets		
Net (increase) decrease in receivables	(123,825)	220,563
Net (increase) decrease in inventories	2,000	1,871
Net increase (decrease) in trade & other payables	(142,192)	333,579
Net Cash provided by (or used in) operations	<u>2,090,512</u>	<u>3,286,767</u>

(d) Financing Arrangements

Unrestricted access was available at balance date to the following lines of credit:

Bank Overdrafts	-	-
Corporate Credit Cards	21,000	21,000
LGFA Cash Advance Debenture facility	760,000	760,000

The bank overdraft facilities may be drawn at any time and may be terminated by the bank without notice.

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 11 - FUNCTIONS

INCOMES, EXPENSES AND ASSETS HAVE BEEN DIRECTLY ATTRIBUTED TO THE FOLLOWING FUNCTIONS & ACTIVITIES

	INCOME		EXPENSES		OPERATING SURPLUS (DEFICIT)		GRANTS INCLUDED IN INCOME		TOTAL ASSETS HELD (CURRENT & NON-CURRENT)	
	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL				
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Administration	4,662,337	4,468,033	21,154	19,049	4,641,183	4,448,984	1,467,257	1,453,796	9,792,919	9,663,630
Public Order & Safety	10,025	9,607	165,590	149,113	(155,565)	(139,506)	-	-	175,802	173,481
Health	1,262	1,209	18,510	16,668	(17,248)	(15,459)	-	-	-	-
Housing & Community Services	150,229	143,968	1,057,781	952,527	(907,552)	(808,559)	283,615	165,709	5,735,665	5,659,941
Sport Recreation & Culture	115,588	110,771	629,851	567,178	(514,263)	(456,407)	-	12,241	5,330,533	5,260,158
Mining & Manufacture	9,819	9,410	75,569	68,050	(65,750)	(58,640)	-	-	-	-
Transport & Communication	1,305,224	1,250,828	2,420,384	2,179,546	(1,115,161)	(928,718)	1,324,335	1,560,433	34,779,558	34,320,390
Economic Affairs	22,607	21,665	116,783	105,163	(94,176)	(83,498)	-	6,786	493,977	487,455
Other Purposes	153,750	147,342	94,057	84,698	59,692	62,644	-	-	3,031,338	2,991,317
Governance	1,417	1,358	444,719	400,468	(443,302)	(399,110)	-	-	-	-
Support Services	29,435	28,208	952,687	857,891	(923,253)	(829,683)	-	-	51,106	50,431
Social Security & Welfare	-	-	20,202	18,192	(20,202)	(18,192)	-	-	-	-
<u>TOTALS</u>	6,461,692	6,192,399	6,017,288	5,418,543	444,403	773,856	3,075,207	3,198,965	59,390,898	58,606,803

District Council of Cleve

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2021

Note 11 (cont) - COMPONENTS OF FUNCTIONS

The activities relating to Council functions are as follows:

Administration

Revenues, Local Government Grants Commission – General Purpose and Separate and Special Rates.

Public Order & Safety

Public Order and Safety, Crime Prevention, Emergency Services, Fire Protection, Telecommunications Networks and Other Community Amenities. Dog and Cat Control.

Health

Hospital and Health Centre, Pest Animal and Insect Control, Immunisations, Preventive Health Services, Health Inspections, Other Health Services.

Housing & Community Services

Sewerage/CWMS Systems, Waste Management, Domestic Waste, Green Waste, Recycling, Transfer Stations, Waste Disposal Facilities, Other Waste Management, Cemeteries/Crematoria, Public Conveniences, Town Planning, Street Cleaning, Street Lighting , Other Housing and Community Services.

Sport Recreation and Culture

Library Services, Cultural Venues, Heritage, Museums, the Arts, Jetty ,Boat Ramp, Other Marine Facilities, Parks and Gardens, Sports Centres, Swimming Pools, Skate Park, and Other Sport, Recreational or Cultural Facilities and Services.

Mining & Manufacturing

Administration of the Development Act (Building), Quarries and Drilling, Other Mining, Manufacturing and Construction.

Transport & Communications

Aerodrome, Bridges, Bus Service, Footpaths and Kerbing, Roads – sealed, Roads – formed, Roads – natural formed, Roads – unformed, Traffic Management, Storm Water Drainage , On Street Parking, Local Government Grants Commission – Roads (formula funded),and Other Transport and Communications.

Economic Affairs

Employment Creation Programs, Regional Development, Support to Local Businesses, Tourism, and Other Economic Development, Development of Land for Resale, Private Works, Marinas/Boat Havens, Caravan Park, Parking Off Street, Sale Yards.

Other Purposes N.E.C.

Loans, Plant and Machinery, Depot and Overhead Expenses, Vandalism, Pest Plants, Other Property and Services, Other General Purposes N.E.C.

Governance

Governance, Administration N.E.C., Elected Members, Organisational/Corporate.

Support Services

Accounting/Finance, Payroll, Housing for Council Employees, Human Resources, Information Technology, Communication, Rates Administration, Records, Occupancy, Contract Management, Customer Service, Other Support Services.

Social Security & Welfare

Senior Citizen community events

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 12 - FINANCIAL INSTRUMENTS

All financial instruments are categorised as *loans and receivables*.

Accounting Policies - Recognised Financial Instruments

Bank, Deposits at Call, Short Term Deposits	<p>Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost, interest is recognised when earned</p> <p>Terms & conditions: Deposits are returning interest rates between 0.25% and 0.75% (2020: 1% and 2%).</p> <p>Carrying amount: approximates fair value due to the short term to maturity.</p>
Receivables - Rates & Associated	<p>Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method</p> <p>Terms & conditions: Secured over the subject land, arrears attract interest of 2% (2020: 2%) Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries in the State.</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
Receivables - Fees & other charges	<p>Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method</p> <p>Terms & conditions: Unsecured, and do not bear interest. Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries.</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
Receivables - other levels of government	<p>Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.</p> <p>Terms & conditions: Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of State and Federal Governments.</p> <p>Carrying amount: approximates fair value.</p>
Liabilities - Creditors and Accruals	<p>Accounting Policy: Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Council.</p> <p>Terms & conditions: Liabilities are normally settled on 30 day terms.</p> <p>Carrying amount: approximates fair value.</p>
Liabilities - Interest Bearing Borrowings	<p>Accounting Policy: initially recognised at fair value and subsequently at amortised cost, interest is charged as an expense using the effective interest rate</p> <p>Terms & conditions: secured over future revenues, borrowings are repayable; interest is charged at fixed or variable rates between 2.15% and 5.5% (2020: 2.2% and 7%)</p> <p>Carrying amount: approximates fair value.</p>

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 12 - FINANCIAL INSTRUMENTS (con't)

Liquidity Analysis

2021	Due < 1 year	Due > 1 year ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets	\$	\$	\$	\$	\$
Cash & Equivalents	7,757,398	-	-	7,757,398	7,757,398
Receivables	558,742	200,157	-	758,899	758,899
Total	8,316,140	200,157	-	8,516,297	8,516,297
Financial Liabilities					
Payables	778,479	-	-	778,479	778,479
Current Borrowings	152,147	-	-	152,147	128,773
Non-Current Borrowings	-	646,769	-	646,769	572,922
Total	930,626	646,769	-	1,577,395	1,480,174
2020	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets	\$	\$	\$	\$	\$
Cash & Equivalents	8,007,700	-	-	8,007,700	8,007,700
Receivables	430,289	308,130	-	738,419	729,463
Total	8,437,989	308,130	-	8,746,119	8,737,163
Financial Liabilities					
Payables	920,694	-	-	920,694	920,694
Current Borrowings	160,549	-	-	160,549	135,624
Non-Current Borrowings	-	482,325	181,096	663,421	586,928
Total	1,081,243	482,325	181,096	1,744,664	1,643,246

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

	30 June 2021		30 June 2020	
	Weighted Average Interest Rate	Carrying Value	Weighted Average Interest Rate	Carrying Value
	%	\$	%	\$
Other Variable Rates	2.05	87,501	2.2	159,561
Fixed Interest Rates	4.06	614,194	4.8	562,991
		701,695		722,552

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 12 - FINANCIAL INSTRUMENTS (con't)

Net Fair Value

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

Risk Exposures:

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

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

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

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

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 13 - FINANCIAL INDICATORS

	2021	2020	2019
Operating Surplus Ratio			
<u>Operating Surplus</u>	6.9%	12.5%	18.4%
Total Operating Income			

This ratio expresses the operating surplus as a percentage of total operating revenue.

Net Financial Liabilities Ratio

<u>Net Financial Liabilities</u>	-102%	-106%	-88%
Total Operating Income			

Net Financial Liabilities are defined as total liabilities less financial assets. These are expressed as a percentage of total operating revenue.

Adjustments to Ratios

In recent years the Federal Government has made advance payments prior to 30th June from future year allocations of financial assistance grants, as explained in Note 1. These ***Adjusted Ratios*** correct for the resulting distortion in key ratios for each year and provide a more accurate basis for comparison between years.

<i>Adjusted Operating Surplus Ratio</i>	7.1%	11.9%	18.6%
<i>Adjusted Net Financial Liabilities Ratio</i>	-90%	-94%	-77%

Asset Renewal Funding Ratio

<u>Net Outlays on Existing Assets</u>	79%	104%	102.5%
Net Asset Renewals - IAMP			

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

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 14 - UNIFORM PRESENTATION OF FINANCES

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

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

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

	2021		2020
	\$		\$
Income	6,461,692		6,192,399
Expenses	(6,017,288)		(5,418,543)
Operating Surplus / (Deficit)	444,403		773,856
 Net Outlays on Existing Assets			
Capital Expenditure on renewal and replacement of Existing Assets	(2,101,303)		(2,513,340)
Add back Depreciation, Amortisation and Impairment	1,984,281		2,011,019
Proceeds from Sale of Replaced Assets	198,573		67,736
	81,551		(434,585)
 Net Outlays on New and Upgraded Assets			
Capital Expenditure on New and Upgraded Assets <i>(including investment property & real estate developments)</i>	(1,233,400)		(1,067,173)
Amounts received specifically for New and Upgraded Assets	722,547		1,050,006
	(510,853)		(17,167)
Net Lending / (Borrowing) for Financial Year	15,102		322,104

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 15 – SUPERANNUATION

The Council makes employer superannuation contributions in respect of its employees to Statewide Super (formerly Local Government Superannuation Scheme). There are two types of membership, each of which is funded differently. Permanent and contract employees of the South Australian Local Government sector with Salarylink benefits prior to 24 November 2009 have the option to contribute to the Accumulation section and/or Salarylink. All other employees (including casuals) have all contributions allocated to the Accumulation section.

Accumulation only Members

Accumulation only members receive both employer and employee contributions on a progressive basis. Employer contributions are based on a fixed percentage of ordinary time earnings in accordance with superannuation guarantee legislation (9.50% in 2019-20; 9.50% in 2020-21). No further liability accrues to the Council as the superannuation benefits accruing to employees are represented by their share of the net assets of the Fund.

Salarylink (Defined Benefit Fund) Members

Salarylink is a defined benefit scheme where the benefit payable is based on a formula determined by the member's contribution rate, number of years and level of contribution and final average salary. Council makes employer contributions to Salarylink as determined by the Fund's Trustee based on advice from the appointed Actuary. The rate is currently 6.3% (6.3% in 2019-20) of "superannuation" salary.

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

The Salarylink section is a multi-employer sponsored plan. As the Salarylink section's assets and liabilities are pooled and are not allocated by each employer, and employees may transfer to another employer within the local government sector and retain membership of the Fund, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided by AASB 119.32(b), Council does not use defined benefit accounting for these contributions.

The most recent actuarial investigation was conducted by the Fund's actuary, Louise Campbell, FIAA, of Willie Towers Watson as at 30 June 2020. The Trustee has determined that the current funding arrangements are adequate for the expected Salarylink liabilities. However, future financial and economic circumstances may require changes to Council's contribution rates at some future time.

Contributions to Other Superannuation Schemes

Council also makes contributions to other superannuation schemes selected by employees under the "choice of fund" legislation. All such schemes are of the accumulation type, where the superannuation benefits accruing to the employee are represented by their share of the net assets of the scheme, and no further liability attaches to the Council.

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 16 - CONTINGENCIES & ASSETS & LIABILITIES NOT RECOGNISED
IN THE BALANCE SHEET

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

1. LAND UNDER ROADS

As reported elsewhere in these Statements, Council is of the opinion that it is not possible to attribute a value sufficiently reliably for these assets to qualify for recognition, and accordingly land under roads has not been recognised in these reports. Land acquired for road purposes during the year is initially recognised at cost, but transferred to fair value at reporting date, effectively writing off the expenditure.

At reporting date, Council controlled 1,560 km of road reserves of average width 20 metres.

2. POTENTIAL INSURANCE LOSSES

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

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

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

3. LEGAL EXPENSES

Council is the planning consent authority for its area under the Development Act 1993 (as amended). Pursuant to that Act, certain persons aggrieved by a planning decision of the Council may appeal. It is normal practice that parties bear their own legal costs. At the date of these reports, Council had notice of NIL appeals against planning decisions made prior to reporting date. All known costs have been recognised, but the amount of further costs cannot be known until the appeals are determined.

District Council of Cleve
Notes to and forming part of the Financial Statements
for the year ended 30 June 2021

Note 17 - RELATED PARTY DISCLOSURES

KEY MANAGEMENT PERSONNEL

The Key Management Personnel of the Council include the Mayor, Councillors, CEO and certain prescribed officers under section 112 of the Local Government Act 1999. In all, 10 persons were paid the following total compensation:

	2021	2020
	\$	\$
Salaries, allowances & other short term benefits	637,969	504,576
TOTAL	637,969	504,576

Other than amounts paid as ratepayers or residents (e.g. rates, swimming pool entry fees, etc.), Council received the following amounts in total:

	2021	2020
	\$	\$
Contributions for fringe benefits tax purposes	4,222	5,889
Rentals for Council property	19,552	19,552
TOTAL	23,774	25,441

PARTIES RELATED TO KEY MANAGEMENT PERSONNEL

KMP and relatives of KMPs own retail businesses from which various supplies were purchased as required either for cash or on 30 day account. Purchases from Cleve Hotel Motel, Cleve Foodland, Cleve Butcher Shop, Cleve Field Days, Cleve Golf Club and Quinns Overnight Freight totalled \$14,362.

The following KMPs were part of the following committees during the 2020-21 financial year:

Cleve Field Days Committee - 1 KMP

Cleve Golf Club - 1 KMP

Eastern Eyre CFS Group - 1 KMP

Cleve SES Group - 1 KMP

In accordance with the Local Government Act 1999, these Elected Members declared a conflict of interest and left the council meeting environs when any matter affecting their club/group was discussed or voted on.

District Council of Cleve Independent Auditor's Report

We have audited the attached financial statements, being a general purpose financial report, of the District Council of Cleve (Council) for the year ended 30 June 2021.

Opinion

In our opinion, the financial statements of the Council are properly drawn up:

- a) to present fairly the financial position of the Council as at the 30 June 2021 and the results of its operations for the period then ended, and;
- b) according to Australian Accounting Standards.

Basis for Opinion

For the audit of the Council we have maintained our independence in accordance with the relevant ethical requirements of APES 110 Section 290. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information – Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report is prepared to assist the council to meet the requirements of the Local Government Act 1999 together with the Local Government (Financial Management) Regulations 2011. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the members.

Responsibilities of Management for the Financial Report

The Board of Management is responsible for the preparation of the financial report in accordance with the Local Government Act 1999 together with the Local Government (Financial Management) Regulations 2011 and for such internal control as management determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Report

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the schedule 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 judgment, including the assessment of the risks of material misstatement in the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial report.

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



Ian G McDonald FCA
Registered Company Auditor 16458

Signed at Grange this 24 October 2021

Ian G McDonald FCA

Independent Assurance Report on the Internal Controls of the District Council of Cleve

We have audited the compliance of the District Council of Cleve (Council) with the requirements of Section 125 of the *Local Government Act 1999* in relation only to the Internal Controls established by the Council to ensure that financial transactions relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities for the period 1 July 2020 to 30 June 2021 have been conducted properly and in accordance with law.

Opinion

In our opinion, the Council has complied, in all material respects, with *Section 125* of the *Local Government Act 1999* in relation to Internal Controls established by the Council in relation to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities so as to provide reasonable assurance that the financial transactions of the Council have been conducted properly and in accordance with law for the period 1 July 2020 to 30 June 2021.

Basis for Opinion

For the audit of the Council we have maintained our independence in accordance with the relevant ethical requirements of APES 110 Section 290. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our opinion.

Limitation on Use

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

Inherent Limitations

Due to the inherent limitations of any compliance procedure, it is possible that fraud, error or non-compliance may occur and not be detected. A reasonable assurance engagement is not designed to detect all instances of non-compliance with *Section 125* of the *Local Government Act 1999* in relation to the Internal Controls specified above, as the engagement is not performed continuously throughout the period and the procedures performed in respect of compliance with *Section 125* of the *Local Government Act 1999* in relation to the Internal Controls specified above are undertaken on a test basis.

The Council's Responsibility for the Internal Controls

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

Our Responsibility

Our responsibility is to express an opinion on the Council's compliance with *Section 125* of the *Local Government Act 1999* in relation only to the Internal Controls established by the Council to ensure that financial transactions relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities, based on our procedures. Our engagement has been conducted in accordance with applicable *Australian Standards on Assurance Engagements ASAE 3100 Compliance Engagements*, issued by the *Australian Auditing and Assurance Standards Board*, in order to state whether, in all material respects, the Council has complied with *Section 125* of the *Local Government Act 1999* in relation only to the Internal Controls specified above for the period 1 July 2020 to 30 June 2021. *ASAE 3100* also requires us to comply with the relevant ethical requirements of the Australian professional accounting bodies.

Our procedures included obtaining an understanding of controls in relation to the receipt, expenditure and investment of money, the acquisition and disposal of property and the incurring of liabilities, evaluating management's assessment of these controls, assessing the risk that a material weakness exists, and testing and evaluating the design and implementation of controls on a sample basis based on the assessed risks.

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



Ian G McDonald FCA
Chartered Accountant
Registered Company Auditor 16458

Signed at Grange, 24 October 2021

www.creativeauditing.com.au

Ian 0419 620 906
ianmcdonald@creativeauditing.org
Liability limited by a scheme approved under Professional Standards Legislation.

PO Box 75, Henley Beach SA 5022
ABN 37 158 328 655

Nancy 0408 832 848
nancytran@creativeauditing.org

**District Council of Cleve
Annual Financial Statements
for the year ended 30 June 2021**

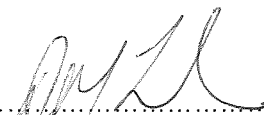
CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of the District Council of Cleve for the year ended 30 June 2021, the Council's Auditor, Ian G McDonald FCA has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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



.....
Rob Donaldson
ACTING CHIEF EXECUTIVE OFFICER



.....
David Frick
**PRESIDING MEMBER
AUDIT COMMITTEE**

Date: 20 October 2021

District Council of Cleve

Annual Financial Statement

For the year ended 30 June 2021

Audit Certificate of Audit Independence

We confirm that, for the audit of the financial statements of the District Council of Cleve for the year ended 30 June 2021, we have maintained our independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting Professional and Ethical Standards Board, in accordance with the *Local Government Act 1999 and the Local Government (Financial Management) Regulations 2011* made under that Act.

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



Ian G McDonald FCA

Date: 22 September 2021

Appendix B -
Eyre Peninsula Local Government Association Annual Report 2020-21

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION



ANNUAL REPORT



2020-21

Authors:

Peter Scott

Executive Officer

Eyre Peninsula Local Government Association

Sue Henriksen

Business Support Officer

Regional Development Australia Eyre Peninsula Inc.

THE PRESIDENT'S REPORT

This annual report details the last 12 months activity undertaken by the Eyre Peninsula Local Government Association, its financial accounts, and operative regional collaborative partnerships.

2020/21 has been a time of incredible challenge, working through the ongoing social and financial effects of dealing with the COVID-19 global pandemic. Our eleven member councils and their communities have been endeavouring to work together to ensure the best outcomes possible and maximise opportunities which are arising from these challenges.



This year has been the first for Peter Scott in the position of EPLGA Executive Officer, bringing a different perspective and experience to the role. The shared service agreement with Regional Development Australia Eyre Peninsula (RDAEP) has delivered positive outcomes with many correlations between the two organisations, and the recognition that local government is increasingly expected to be a significant contributor to economic development.

The economic landscape of the Eyre Peninsula is constantly developing, and in recognition of this the EPLGA has been working with RDAEP to highlight where constraints to this might be. Access to accommodation, shortage of rental options, and a lack of childcare across our region are all areas of constraint which need attention, and the EPLGA is investigating the levels to which they will be involved in these areas.

Regional health continues to be an area where the EPLGA and its members are striving for appropriate action. We are still in the unacceptable position of having communities being isolated without adequate medical supports. Our councils are endeavouring to represent their local communities, working with Federal and State governments to find appropriate outcomes.

This past year saw the State Government lift the moratorium in SA on growing genetically modified crops, but in doing so place an opportunity for individual council areas to apply to have the exemption continue. In recognition of the similarities between our grain growing areas, the EPLGA put together a customised survey to go out to farmers across the EP. Working together on this project meant that the process for each individual council was simplified, and an overall Eyre Peninsula farming perspective could be developed. The outcome showed overwhelming support for farmers to have access to GM crop technology, and each of the member councils decided to take no further action.

Coastal protection and interactions continue to be an area of focus for our region, with responsibility for thousands of kilometres of coastline. Advocacy in this area is important so that decision makers understand the constraints and challenges which are faced in this area. This year saw the visit to our region of a State government committee looking at the coastal protection board and legislation, and the EPLGA was able to work with its member councils to directly share pertinent information.

The EPLGA also got involved with advocacy on the reforms to the State marine scale fishery. The State government changes which were proposed didn't take into account the unique nature of the fishery and fishing businesses from the West Coast, and were reforms that were all-encompassing in their nature.

We invited the Primary Industries Minister to visit the Eyre Peninsula and meet with councils and key stakeholders directly to hear their concerns. After this visit, some more nuanced changes were brought in to reflect some of the distinct aspects of the EP fishery.

With the uncertainty around holding events in 2021, it was decided that the 84th annual EPLGA conference would be organised by the EPLGA Executive Officer, and was held in February in Port Lincoln. Run in conjunction with the RDAEP, the conference title 'The Resilience Effect – Building regional resilience on the Eyre Peninsula' was reflected in the substance of the conference. Some of the business and economic development opportunities which we have on the EP were highlighted to those at the conference, followed by presentations and discussions on how local government can play a significant part in future years.

As well as these things, there will continue to be work on a range of other challenges, including native vegetation legislation, tourism, waste management, infrastructure funding, shared service opportunities, economic development, and many more.

The EPLGA is a vital conduit between its member councils and the LGA of SA, with the potential for close collaboration to help deliver outcomes for our communities. State Parliament has developed new local government legislation which will mean a significant body of work will be necessary for our member councils, and we will need to be working together as councils to streamline that process. The communication with both State and Federal governments will also be very important, with the need to maximise funding and partnership opportunities.

This upcoming year will need the EPLGA Board and member Councils to show strong, responsive and accountable leadership, driving the opportunities for innovation while still respecting the characteristics which we all value in our communities and councils. This leadership and representation throughout our communities and with other levels of government will mean that the Eyre Peninsula will continue to add to its many strengths in the years to come.

The vision and goal of the EPLGA, to “**enable Eyre Peninsula councils to excel, innovate, and thrive**”, has never been more relevant for the region than now. We have been facing many challenges and opportunities, with the need for the councils of the EP to be working closely together.

MAYOR SAM TELFER

PRESIDENT – EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

Eyre Peninsula Regional Profile

- provided by Regional Development Australia Eyre Peninsula

AREA

11 council areas

234,937 km²

POPULATION

Number of residents (ABS ERP 2019)

57,805

ECONOMY

Gross Regional Product (NIEIR 2019)

\$3.35 billion

JOBS

Local jobs (NIEIR 2019)

21,949 FTE

LOCAL EMPLOYMENT

Employed residents (NIEIR June 2019)

26,375

WELL-BEING

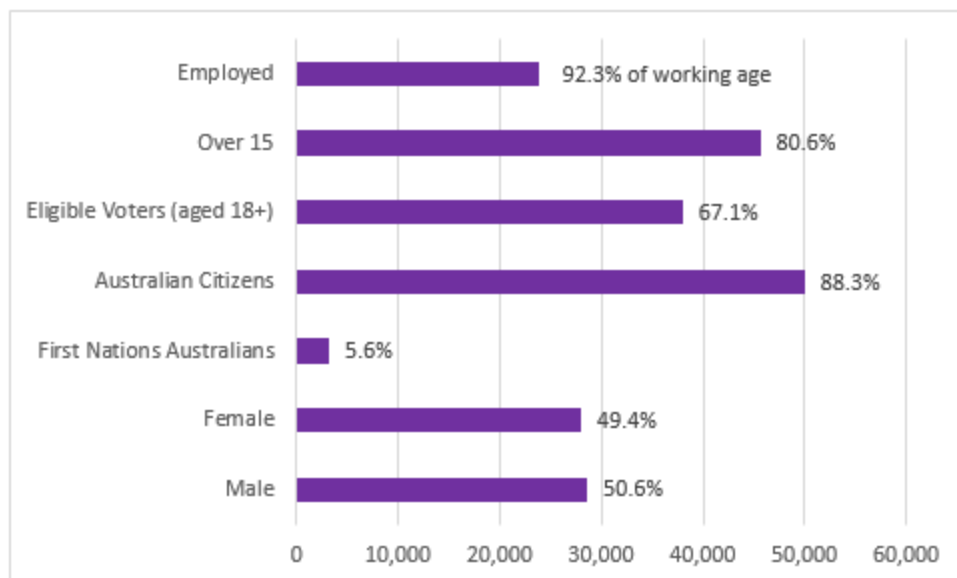
Median weekly household income (ABS 2016)

\$1,081

BUSINESS

Registered Businesses

5,134



Residential Population

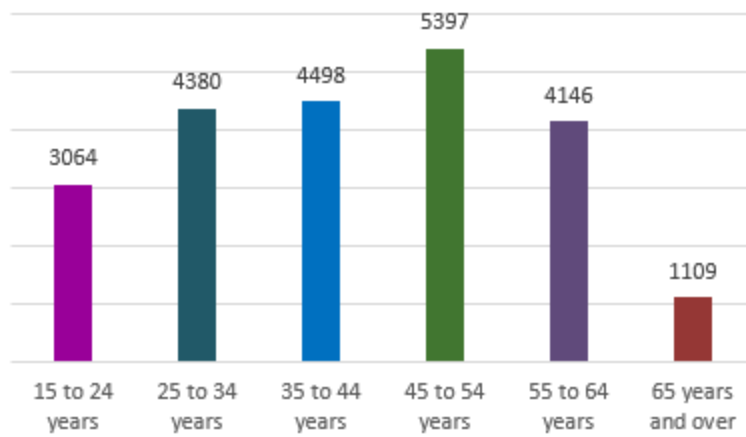
LOCAL GOVERNMENT AREA	LAND AREA		POPULATION (2019 ABS ERP)	
	Km ²	% of Region	No.	% of Region
Whyalla	1,072	0.46	21,665	37.5
Port Lincoln	30	0.01	14,718	25.5
Ceduna	5,424	2.31	3,442	6.0
Cleve	5,018	2.14	1,792	3.1
Elliston	6,741	2.87	1,008	1.7
Franklin Harbour	2,755	1.17	1,304	2.3
Kimba	5,700	2.43	1,065	1.8
Lower Eyre Peninsula	4,715	2.01	5,780	10.0
Streaky Bay	6,226	2.65	2,192	3.8
Tumby Bay	2,671	1.14	2,702	4.7
Wudinna	5,079	2.16	1,300	2.2
Maralinga Tjarutja and Unincorporated SA	189,453	80.64	724	1.3
Collective Local Government Total	234,884	99.98	57,692	99.8
REGION TOTAL	234,937		57,805	

Population Summary

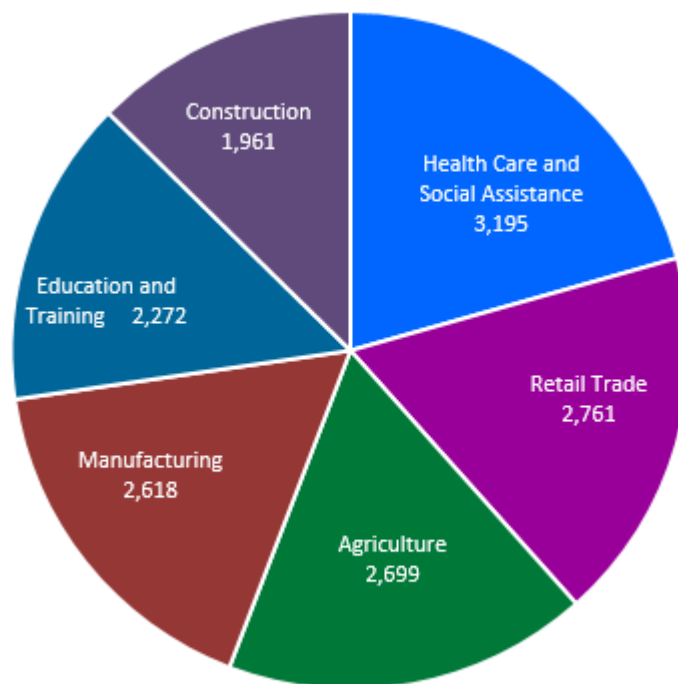
The Census usual resident population of the RDA Eyre Peninsula region in 2016 was 56,612 living in 30,441 dwellings with an average household size of 2.28. 2019 ABS ERP (Estimated Resident Population) shows marginal growth of 2.06% across the region to 57,805. Indications for the City of Whyalla and District Council of Elliston show population declines of .75% and 3.6% respectively.

The median age of Eyre Peninsula residents is 42, compared to 45 in regional SA, 40 in South Australia and a median age of 38 in Australia.

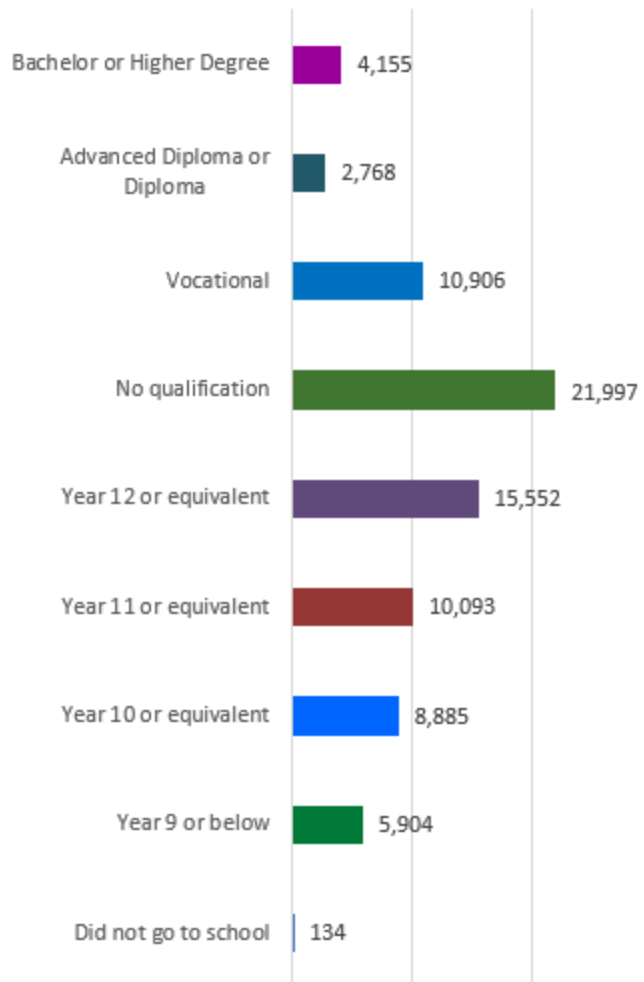
Local Workers Age Structure



Top 6 Employing Industries



Level of Qualification



In 2016 (ABS Census) 23,868 people living in the RDA Eyre Peninsula region were employed, of which 58% worked full-time and 40% part-time.

Most part-time employment occurred in the Health Care and Social Assistance, Accommodation and Food Services, Retail Trade, Fishing and Aquaculture industries. These industries typically rely on a high proportion of part-time workers, and the number of jobs provided markedly exceeds the total FTE hours being worked.

Employment continuity in the Fishing and Aquaculture industries is also impacted by the seasonal nature of some jobs.

A growing future workforce demand is set to provide a major challenge for the region and specific strategies are required to meet industry requirements.

The transformational economies such as space, renewable energy, advanced manufacturing and agricultural technologies will require a sustainable highly-skilled workforce.

Top 10 Exporting Industries in Region 2018-2019 (\$m)

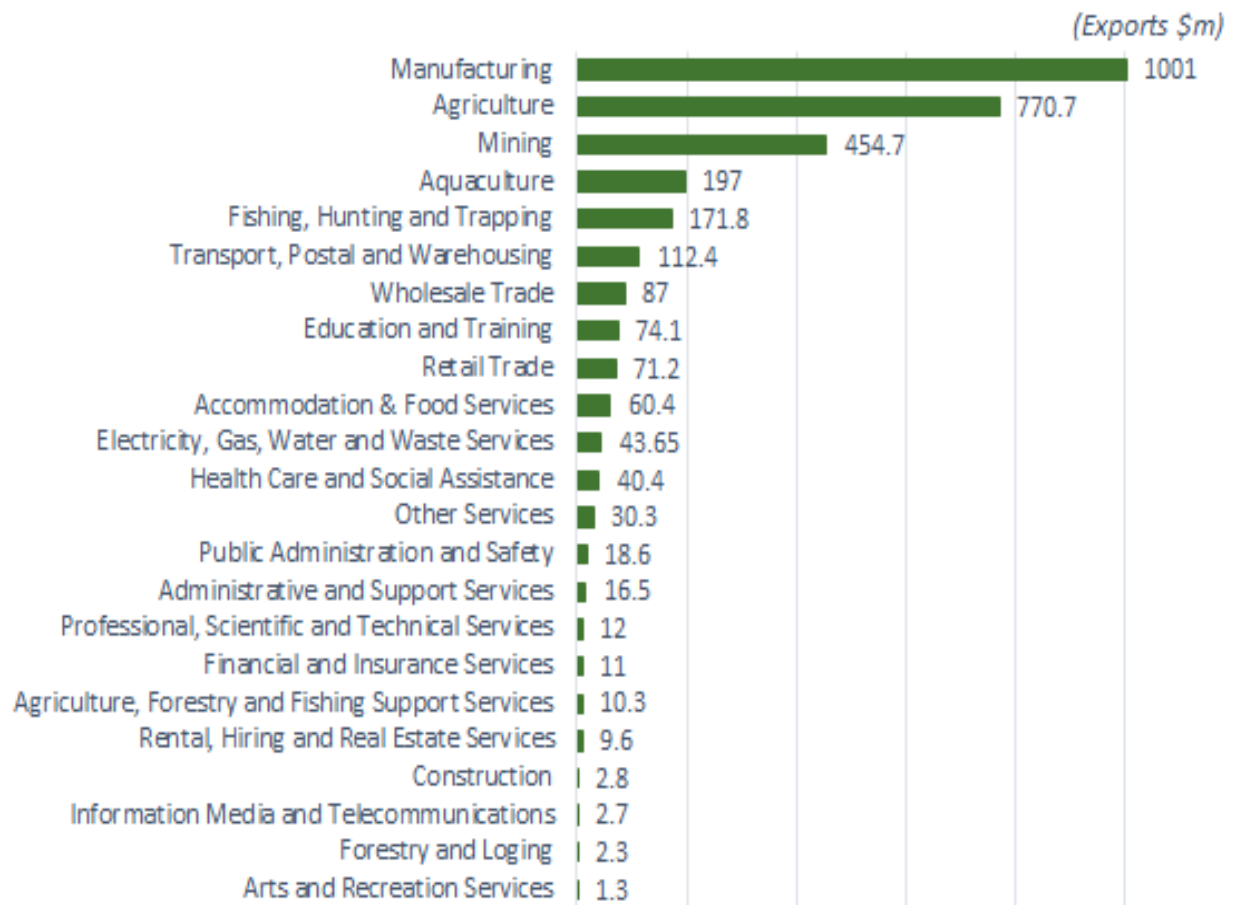
	Whyalla	Port Lincoln	Ceduna	Cleve	Elliston	Franklin Harbour	Kimba	Lower EP	Streaky Bay	Tumby Bay	Wudinna	LGA Totals	Region Totals
Manufacturing	897.9	76	3.1	4.7	1.1	1.2	0.2	5.3	7.4	1.9	1.5	1000.3	1,001
Agriculture	0.2	3.3	47.7	113	59.7	20.4	74.4	147.7	78.1	128.2	90.3	763	770.7
Mining	382.1	6.4	16.4	0	1.3	5.4	0	5.7	0.4	2.9	1	421.6	454.7
Aquaculture	1.3	95.6	17.6	8.6	1.7	6.2	1.9	56.9	7.1	0	0	196.9	197
Fishing, Hunting and Trapping	4.4	129	7.2	0.7	10.2	0.6	0	5.3	12.8	1.6	0	171.8	171.8
Transport, Postal and Warehousing	19.3	44	15.8	9	2.1	0.6	1.2	6.9	6.8	2.1	3.9	111.7	112.4
Wholesale Trade	14.5	36.6	15.9	0.9	0.2	1.4	0.8	5.3	0.9	6.2	4.2	86.9	87
Education and Training	28.6	26.1	7	2.3	1.4	1.2	0.8	0.5	2	0.4	3	73.3	74.1
Retail Trade	8.8	46.7	3.4	3.8	0.7	1	0.9	1.5	2	1	1.2	71	71.2
Accommodation & Food Services	10.4	27.1	7.2	2.6	1.6	0.7	1.3	2	3.3	2	1.2	59.4	60.4
Total (Top 10 Council Exports) (\$m)	1367.5	490.8	141.3	145.6	80	38.7	81.5	237.1	120.8	146.3	106.3	2955.9	3,000

In 2018-19, regional exports to intrastate, interstate and overseas markets were valued at \$3.201 billion. The region's main exporting industries were:

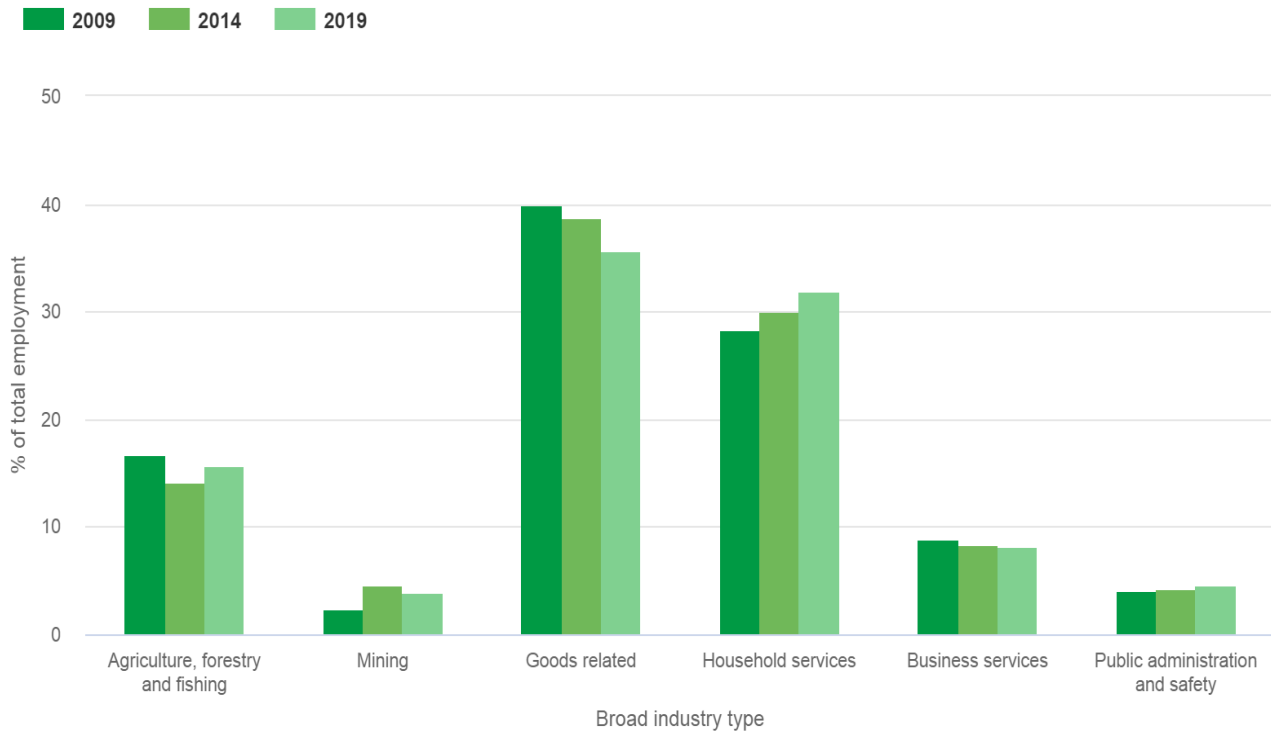
Manufacturing –\$1 billion.

Agriculture –\$770.7 million.

Mining –\$454.7 million.



Employment Composition



In 2019 the Goods related sector (Manufacturing; Electricity, Gas, Water and Waste Services; Construction; Wholesale Trade; Retail Trade; and Transport, Postal and Warehousing) accounted for 35.6% of employment in the RDAEP region. The importance of this sector has declined over the last 10 years (39.9% in 2009).

Small and medium size business enterprises (SMEs) are the backbone of the regional economy. Small business sustainability is directly related to the success of the region's major industries – i.e. manufacturing, agriculture, mining, aquaculture, health care, and tourism.

In 2019, the region had 5,134 registered businesses. The Agriculture, Fishing and Forestry had the largest number, comprising 1,836 (35.8%) followed by Construction with 625 registered businesses (12.2%) and Rental, Hiring and Real Estate Services 448 (8.7%).

From 2018 – 2019, the total number of registered businesses declined by 114 with the biggest declines in the Rental, Hiring and Real Estate Services (-23%) and, Financial and Insurance Services industries (-20%). Increases in businesses services were mostly in the Mining (+12%), Manufacturing (+7%), and Electricity, Gas, Water and Waste Services and Education and Training industries (both +3%).

MEMBER COUNCILS

- City of Whyalla
- City of Port Lincoln
- DC Ceduna
- DC Cleve
- DC Elliston
- DC Franklin Harbour
- DC Kimba
- DC Lower Eyre Peninsula
- DC Streaky Bay
- DC Tumby Bay
- Wudinna DC

EPLGA BOARD MEMBERS 2020/21

Under the terms of the EPLGA Charter, the following Board appointments were current as at 30 June 2021.

MEMBER COUNCIL	BOARD MEMBER	DEPUTY BOARD MEMBER
Ceduna	Perry Will (Mayor)	Ian Bergmann (D/Mayor)
Cleve	Phil Cameron (Mayor)	Robert Quinn (D/Mayor)
Elliston	Malcolm Hancock (Mayor)	Peter Hitchcock (D/Mayor)
Franklin Harbour	Robert Walsh (Mayor)	Daven Wagner (D/Mayor)
Kimba	Dean Johnson (Mayor)	Megan Lienert (D/Mayor)
Lower Eyre Peninsula	Jo-Anne Quigley (Mayor)	Peter Mitchell (D/Mayor)
Port Lincoln	Brad Flaherty (Mayor)	Jack Ritchie (D/Mayor)
Streaky Bay	Travis Barber (Mayor)	Graham Gunn (D/Mayor)
Tumby Bay	Sam Telfer (Mayor)	vacant (D/Mayor)
Whyalla	Clare McLaughlin (Mayor)	Phil Stone (D/Mayor)
Wudinna	Eleanor Scholz (Mayor)	Ned Luscombe (D/Mayor)

THE LOCAL GOVERNMENT REPRESENTATIVES/ APPOINTMENTS

EPLGA Board Executive:

President	Mayor Sam Telfer	DC Tumby Bay
Immediate Past President	Mayor Travis Barber (In absence of Mayor Bruce Green – did not stand for election)	DC Streaky Bay
Deputy President	Mayor Clare McLaughlin	City of Whyalla
Chief Executive Officer	Mrs Deb Larwood	DC Kimba

The President (LGA Board and SAROC), Deputy President (Proxy LGA Board), Mayor Johnson (Second SAROC Representative due to Mayor McLaughlin being an Upper Spencer Gulf LGA representative on SAROC) were the nominated representatives to the LGA.

Chief Executive Officers Committee:

All Chief Executive Officers of member Councils or nominee in their absence.

Engineering & Works Committee:

The committee is comprised of all Engineers, Operations or Works Managers from member Councils or nominee in their absence.

Other Regional Organisations:

Regional Development Australia Eyre Peninsula Inc:

Bryan Trigg AFSM, Chair
 Dion Dorward, Chief Executive Officer

Zone Emergency Management Committee:

Mayor Brad Flaherty (Presiding Member) - City of Port Lincoln
 Peter Scott, Executive Officer - EPLGA
 Representatives from each Council

South Australian Regional Organisation of Councils (SAROC) Executive Officers Committee:

Peter Scott, Executive Officer - EPLGA

Eyre Peninsula Water Taskforce:

Mayor Sam Telfer - President, EPLGA
 Peter Scott - Executive Officer, EPLGA

ANNUAL CONFERENCE AND BOARD MEETINGS SCHEDULE

A highlight on the EPLGA calendar is the Annual Conference, hosted each year by a member Council. To assist in host Council planning, the following conference and Board meeting schedule is included (including the past 12 months meeting and conference locations).

Friday, 4 September 2020	DCLEP
Friday, 4 December 2020	Wudinna
Conference 25 & 26 Feb 2021	EPLGA
Friday, 2 July 2021	Wudinna
Friday, 3 September 2021	Port Lincoln
Friday, 3 December 2021	Kimba
Conference Feb/ March 2022 (either last week of Feb & first week of March)	Cleve
Friday, 3 June 2022	Elliston
Friday, 2 September 2022	Tumby Bay
Friday, 2 December 2022	Whyalla
Conference Feb/ March 2023 (either last week of Feb & first week of March)	Franklin Harbour
Friday, 2 June 2023	Ceduna
Friday, 1 September 2023	DCLEP
Friday, 1 December 2023	Port Lincoln
Conference Feb/March 2024 (either last week of Feb & first week of March)	Streaky Bay
Friday, 7 June 2024	Wudinna
Friday, 6 September 2024	Kimba
Friday, 6 December 2024	Cleve
Conference Feb/March 2025 (either last week of Feb & first week of March)	Elliston
Friday, 6 June 2025	Whyalla
Friday, 5 September 2025	Franklin Harbour
Friday, 5 December 2025	Ceduna
Conference Feb/March 2026 (either last week of Feb & first week of March)	Tumby Bay
Friday, 5 June 2026	DCLEP
Friday, 4 September 2026	Streaky Bay
Friday, 4 December 2026	Wudinna
Conference Feb/March 2027 (either last week of Feb & first week of March)	Whyalla
Friday, 4 June 2027	Port Lincoln
Friday, 3 September 2027	Kimba
Friday, 3 December 2027	Cleve
Conference Feb/March 2028 (either last week of Feb & first week of March)	Ceduna
Friday, 2 June 2028	Elliston
Friday, 1 September 2028	Tumby Bay
Friday, 1 December 2028	Franklin Harbour

Conference Feb/March 2029 (either last week of Feb & first week of March)	Lower Eyre
Friday, 1 June 2029	Ceduna
Friday, 7 September 2029	Streaky Bay
Friday, 7 December 2029	Wudinna
Conference Feb/March 2030 (either last week of Feb & first week of March)	Port Lincoln
Friday, 7 June 2030	Tumby Bay
Friday, 6 September 2030	Cleve
Friday, 6 December 2030	Elliston
Conference Feb/March 2031 (either last week of Feb & first week of March)	Kimba
Friday, 6 June 2031	Whyalla
Friday, 5 September 2031	Franklin Harbour
Friday, 5 December 2031	Ceduna
Conference Feb/March 2032 (either last week of Feb & first week of March)	Wudinna
Friday, 4 June 2032	DCLEP
Friday, 3 September 2032	Streaky Bay
Friday, 3 December 2032	Port Lincoln
Conference Feb/March 2033 (either last week of Feb & first week of March)	Cleve

REPORT OF ACTIVITIES

EPLGA core activities have always included lobbying to State and Federal Government about legislation and policy changes that may have an impact on our region. This year ongoing concerns and/or participation have been with the following matters:

Australian Road Research Board (ARRB) through an initiative of the Deputy Prime Minister, the Hon Michael McCormack, was commissioned to deliver a set of Best Practice Guides for local governments across Australia, which we have completed, and are now freely available for downloading. EPLGA distributed the guides to all Councils.



A mobile app and guides are available here: <https://www.arrb.com.au/bestpracticeguides>

Roadside Vegetation Management – Native Vegetation Council (NVC)

The District Councils of Tumby Bay and Elliston continue to lobby the NVC on behalf of Eyre Peninsula. The NVC considered amendments to the State-wide Guidelines at their meeting on the 9th of July. The NVC have endorsed a change to the clearance height of up to 6m.

They have deferred decisions pending further information being provided by DC Tumby Bay and Elliston (noting no request for amendments were received from other councils), in relation to:

the use of high impact methods for controlling vegetation within the road verge, including the use of graders and loaders with follow-up spot spraying.

Currently only low impact methods are permitted in road verge, such as slashing, trimming and mowing. (Note: high impact methods include any activity that disturbs the soil or results in plants being uprooted, such as the use of graders or bulldozers).

The NVC are seeking further information pertaining to the proposed extent of herbicide use, specifically why native vegetation would be subjected to herbicides when this type of chemical is specific to weed control. They would like to better understand the number of roads that DC Tumby Bay and Elliston intend to use this method on and how their will be no significant residual impact to vegetation. In addition, the quantum of native vegetation that would be removed as a result of the proposed amendment should also be put forward, this can be determined with the assistance of the branch.

A standard 2m clearance envelop permitted from the edge of the road surface (edge of the carriageway) in the road verge. The current guidelines only allows a standard 1 m clearance, with clearance up to 3m subject to the approval of the NVC.

DC Tumby Bay and Elliston are seeking to widen roads to accommodate oversized machinery travelling between paddocks and farms. NVC have asked for further clarification as to the safety risks described by Tumby Bay and Elliston.

EPLGA Submission to the Inquiry into the Review of the Native Vegetation Act 1991

The EPLGA provided a submission to the Natural Resources Committee (membership Ms Paula Luethen, Presiding Member, Dr Susan Close, Hon John Darley, Hon Russell Wortley, Mr Nick McBride, Hon Nicola Centofanti and Mr Adrian Pederick). The 6-page submission provided details of previous collaboration success and recommendations:

Collaboration Success: Case Study #1 Eyre Peninsula Roadside Vegetation Management Plan

In 2019, EPLGA invested in the development of the Eyre Peninsula Roadside Vegetation Management Plan (EP RVMP) with Dr. Kerri Muller (Accredited Native Vegetation Consultant and Principal, Kerri Muller NRM Pty. Ltd) and representatives of the (then) Natural Resources, Eyre Peninsula (NR EP), the Native Vegetation Management Unit (NVMU) of the Native Vegetation Council (NVC) and Grain Producers SA.

Collaboration Success: Case Study #2 Eyes on Eyre Camping Nodes

The Eyes on Eyre project has been a catalyst for collaboration and strategic investment between all levels of government and industry. Led by Regional Development Australia Eyre Peninsula (RDAEP), Eyre Peninsula Local Government Association (EPLGA) and Eyre Peninsula Landscape Board, the project addresses the long-term environmental impacts and management of camping and coastal access throughout the region’s pristine coastal and inland environment.

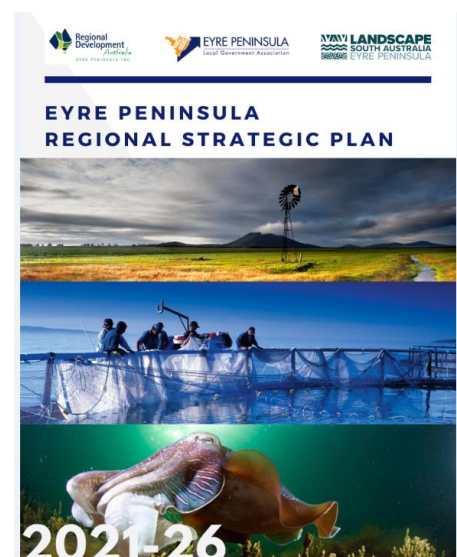
The EPLGA made recommendations to the Committee including exempting Townships from the Native Vegetation Act, the need for a review of the NVC Guidelines for Management of Roadside Native Vegetation and Regrowth Vegetation, making Native Vegetation Assessment Clearance Approvals valid for 5 years, establishing an expert group that Council Works Managers can access, undertaking trials for cost effective management of roadside native vegetation and updating and endorsement of a specific Eyre Peninsula Roadside Vegetation Management Plan.

Eyre Peninsula Regional Strategic Plan 2021-26

Eyre Peninsula is a vast and varied region, and this diversity is reflected in its cities and towns. There will be no single future for Eyre Peninsula, which means that we will need to consider multiple plausible strategies to help prepare our home for the future.

This EPLGA publication, Eyre Peninsula Regional Strategic Plan 2019, presents a set of priorities and strategies for living, working and investing in Eyre Peninsula.

It is an important resource to help anticipate the economic and social trends likely to affect Eyre Peninsula over the coming years.



It demonstrates that social, economic and technological changes will continue to challenge the existing structures in our region. These changes will affect the way in which people live, work and invest in Eyre Peninsula. Change can also drive opportunity. In the future, people will be employed in enterprises yet to be imagined, generated by technology yet to be invented.

This publication is the outcome of work undertaken by the EPLGA, RDAEP, government, academics and stakeholders. It is informed by data and robust analysis of the megatrends influencing regional Australia. The scenarios shape strategies that will help us to determine how best to connect Eyre Peninsula through investment in infrastructure, communications, and trade relationships. They will also help us to consider the training and education needs for the jobs and industries of the future.

Local Government across Eyre Peninsula has been an enthusiastic collaborator in this work. The Eyre Peninsula Regional Strategic Plan 2019 provides a solid demonstration of regional collaboration essential for securing regional funding and provides an effective lobbying tool for Eyre Peninsula. The plan can be viewed here: <http://eplga.com.au/publications-2/>

Special Local Roads Program – Review

Hudson Howells has been engaged by the LGASA to undertake a review of the Special Local Roads Program (SLRP) with LGTAP acting as the Reference Group for the project. The key objectives of the study are to:



- Determine contemporary governance arrangements, policies and processes that support the SLRP.
- Provide reliable insights and assessment from a range of affected stakeholders to ensure the LGA's integrity in administering the SLRP.
- Ensure commonwealth, state and local government deliver value for money for local communities in the administration of grant funds.
- Ensure that projects supported by the SLRP are built and maintained to the appropriate Australian roads design standards and meet the Minister's Statement of Expectations for the Roads to Recovery fund.

The EPLGA EO participated in the extensive review. Hudson Howell noted the robustness of the EPLGA SLRP internal process with agreed priorities in the EP Regional Transport Strategy 2020 and the use of independent consultants SMEC in the process.

EPLGA Councils have again been successful in receiving funding with over \$3 million awarded (double previous years) for the upcoming financial year. The recommendations from the final review will be announced by the LGASA.

The EPLGA Corporate Plan (<http://eplga.com.au/corporate-2/governance/>) was updated in 2020 and is



reviewed every 4 years. Recognising that regional strategic and economic plans are being jointly developed by RDAEP, EP Landscape Board and EPLGA to set out longer term strategies - through which the EPLGA will be responsible for a wide range of actions – the Corporate Plan focusses on the EPLGA’s key leadership and advocacy roles and will enable positive, value-adding and timely action on emerging strategic issues. Updates to have been made reflecting regional snapshot information and name changes for partners EP Landscape Board and Regional Development Australia Eyre Peninsula.

Engineering Masters Students for Eyre Peninsula

Unlocking the expertise and the resources of the University for regional benefit is one of the focus areas of UniSA. The EPLGA and UniSA is involved in the hosting students from Business and other disciplines to work on local projects.



The UniSA Business Internship Program gives organisations access to a fresh perspective and knowledge that can assist in their workplace. Employers and companies can host UniSA undergraduate and postgraduate students who will spend up to 45 days in a workplace, depending on the course they are enrolled in. This time is generally spread over a 10-12 week period, however it could also be done as an intensive (i.e. five days per week). The key is finding the balance between student and the organisation, ensuring the student is able to balance other study, work and life commitments. Hosting a student placement could involve a particular project or a more observational opportunity, giving students experience in multiple areas of the business.

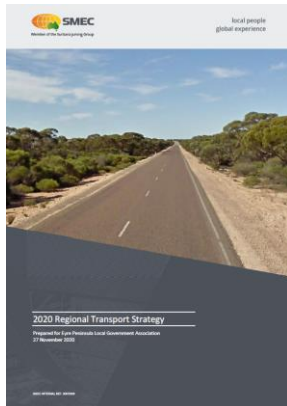
Benefits for EPLGA:

- Access to motivated students who will bring knowledge of current trends, theories, techniques and ideas.
- Identify potential new employees.
- Develop mentoring and supervision capabilities of current workforce.
- Form valuable links with UniSA Business for future collaborations with students and/or research.

Four (4) students have completed successful projects in *Procurement and Supply Chain* as part of their Master’s coursework. Projects were:

- *Streaky Bay Jetty Platform – Tender Process for upgrade works* - hosted by DC Streaky Bay
- *Current and future supply chain needs on Eyre Peninsula relevant to the international space launch and satellite industry* – hosted by RDAEP.

Sustainable, reliable, resilient and safe transport infrastructure systems are fundamental elements needed to support vibrant economic and social growth of all regions. To support sustainable growth in the Eyre Peninsula Region, the Eyre Peninsula Local Government Association (EPLGA) has prepared this **2020 Eyre Peninsula Regional Transport Strategy**. (<http://eplga.com.au/publications-2/>). The primary objectives of the strategy are to provide a consistent framework for the management and development of transport infrastructure across the Eyre Peninsula.



This Regional Transport Strategy Update, prepared for the Eyre Peninsula Local Government Association (EPLGA), provides guidance on the management and development of roads across the region, including classification into a functional hierarchy and identification of Action Plans. This Strategy replaces the 2015 Regional Transport Strategy which was built on the Regional Roads Strategy regularly updated since 2003. The format of this Regional Transport Strategy follows similar formatting used in the development of other Regional Transport Plans in the State, and aligns with the guidance provided in the Local Government Association Overarching Regional Transport Strategy – 2014.

This strategy has been developed over the years through continuous liaison with member Councils and other key bodies pertinent to the shaping of the transport task across the region. In doing so this strategy provides achievable goals and objectives which are in line with maintaining a region rich in environment, economy and industry.

This current Revision 3 provides updates in association with more recent developments, comprising;

- Lucky Bay T-Ports grain facility
- Cape Hardy
- Port Spencer
- Kaolin Mining at Poochera
- South Australia State Strategy updates

Regional Capacity Funding Building Allocations-LGASA.



Regional Capacity Building Allocations is funding from the LGASA to the EPLGA that can be used to undertake projects and other related activities that are not able to be undertaken within existing funding bases. The allocation cannot be used for administration. The EPLGA started a program for multiple Councils with shared regional goals to apply for the funding for the benefit of the region. The projects funded included:

Streamlining Administrative Services to Drive Transformation through Efficiency Gains



The project was designed to engage TXM Lean Consultants to undertake a Lean Services review of selected administrative activities. As part of the process the following services were reviewed:

- Payroll Processing – DC Kimba
- Customer Requests – DC Streaky Bay
- Planning and Compliance – DC Tumby Bay

As part of the process TXM has undertaken site visits to each Council and work closely with staff involved in the services identified to be reviewed. This has been challenging given the Covid restrictions in place and with the lead consultant based in Melbourne. The rollout has had to use alternate means of communication such as zoom to facilitate the engagement needed to complete the project.

The reviews were used as a tool to examine existing practices to identify current capacity, customer values and opportunities for continuous improvement as part of inhouse processes. The outcomes of the project identified efficiency and productivity gains, improvements to the customer experience and employee engagement, and ultimately the long-term sustainability of Council.

Contact: Deb Larwood, CEO DC Kimba

Building Fire Safety Committee

Kelley Jones



On 19 March 2021 the *Development Act 1993 (Development Act)* was repealed and was replaced by the *Planning, Development and Infrastructure Act 2016 (PDI Act)* which now regulates building fire safety matters in South Australia. The Local Government Association Mutual Liability Scheme (LGAMLS) have identified the risk and sent out a series of templates councils can use to establish a Building Fire Safety Committee (BFSC). Kelley Jones have provided advice that in their view councils are obliged to establish a BFSC and a failure to do so exposes them to the risk of civil claims in the event of a building fire occurring in circumstances which, clearly, results in property damage but, otherwise, may result in personal injury or death and it is established that the council knew or ought to have known that the building posed a fire safety risk (i.e. the council was negligent to the extent, as recognised by the High Court, that a public law power can convert to a public law duty and, where a duty is breached, liability follows!) A BFSC is, after all, the primary overseer and enforcement mechanism for building fire safety risks – that is, it has a primary and fundamental public safety objective at its core. Without a BFSC, a council has limited formal mechanisms to address these risks. Due to the above a failure to establish a BFSC, at least amounts to a dereliction of a council’s statutory powers, if not duties and is, therefore, not only a source of significant civil liability risk but also of maladministration in public administration for the purposes of the Independent Commissioner Against Corruption Act 2012.

The DC Council of Elliston is leading the establishment of a BFSC for a group of councils at risk and have engaged Kelley Jones. Stage 1 BFSC “Health Check” and Risk Assessment has been completed and Stage 2 Establishing a Joint BFSC is underway.

Contact: Geoff Sheridan, CEO, DC Elliston



Regional Safety Focus



City of Port Lincoln with the DCs of Tumby bay and Elliston are implementing a collaborative program to engage staff in the process of developing risk assessments and safe operating procedures with a view to bringing Risk and Hazard Management Systems closer to an acceptable level of compliance.

Through this discussion, a shared schedule of prioritised risk assessments and operating procedures has been developed that apply largely to all 11 EPLGA councils. The project priorities include Plant Risk Assessments (PRA) and developing the associated pictorial Safe Operating Procedures (SOP).

The preferred approach was similar to what has previously been undertaken by these Councils with the One System Procedures in that one council develops the initial assessment. It is then reviewed, consulted and updated specific to that council and the process saves each council time in the development of the documents.

Project Outputs:

- Launch event will be made available to staff from all Councils and recorded for future access
- 10 x Plant Risk Assessments will be made available to all EPLGA Councils
- 10 x Safe Operating Procedures will be made available to all EPLGA Councils
- Increased local capacity to develop and implement safe working procedures and complete risk assessments

Further to this, the benefits were made via the process of developing the PRA and SOP documents, the operations staff in each of the Councils will have ownership of the documents as well as have developed the necessary skills and knowledge to continue to develop further PRAs and SOPs for other work activities.

With over 350 local government employees across the EPLGA, the benefits of this program extend far and wide in terms of enhancing the workplace safety of local government employees.

Contact: Matthew Morgan, CEO, City of Port Lincoln

Eyre Peninsula Trails - an ArcGIS StoryMap

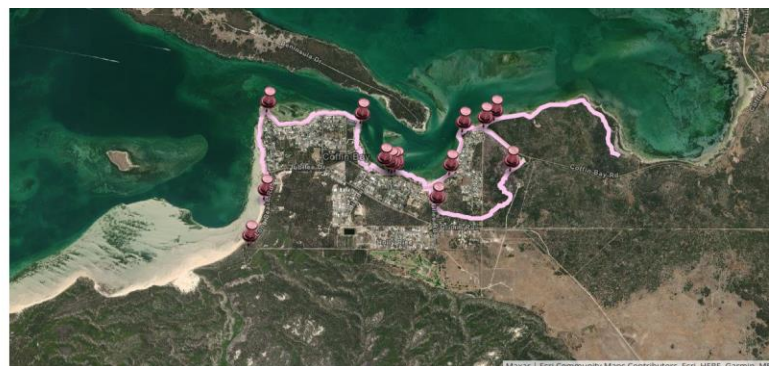


The EPLGA Tourism Advisory Committee has created an inspiring, immersive Eyre Peninsula Walking Trails story by combining text, interactive maps, and other multimedia content. Soon to be published and shared with the Eyre Peninsula community and everyone around the world. ArcGIS StoryMaps is a story authoring web-based application that has enabled the EPLGA to share trail maps in the context of narrative text and other multimedia content. Stories include trail maps, narrative text, lists, images, videos, embedded items, and other media to enable tourists to plan Trail Adventures. The Story Map enables tourists to connect trails across all of Eyre Peninsula. One website will bring all of Eyre Peninsula Trails together in one easy to navigate story.

- 10. [Oyster racks rest point: View Picture here](#)
- 11. [Coffin Bay Lookout: View Picture here](#)
- 12. [Snapper Point Car Park and Staircase: View Picture here](#)
- 13. [Route to Coffin Bay Lookout:](#)
- 14. [Old Oyster Town: View Picture here](#)

[View Trail Map](#)

Lower Eyre Peninsula
<https://www.eyrepeninsula.com/coffin-bay>
<https://www.parks.sa.gov.au/parks/coffin-bay-national-park>
<https://coffinbay.net/>



84th ANNUAL EPLGA CONFERENCE

<https://www.eplgaconference.com.au/latest-news>

This year’s conference was hosted by the EPLGA instead of a Council due to COVID-19 uncertainty. 234 delegates attended the 2021 84th EPLGA Conference at the Port Lincoln Race Club which kicked off with Regional Development Australia Eyre Peninsula’s (RDAEP) Economic Development Showcase.



The Showcase is part of a suite of RDAEP’s dynamic reporting tools for stakeholders, local government, and Australian Ministers for Regional Development about projects that RDAEP actively support, plan, engage, advocate, and assist with connecting to opportunities across Eyre Peninsula. It provides these companies with a unique opportunity for networking with each other, RDAEP, EPLGA and local government.



Economic Development Showcase Speakers

Following the Showcase is the EPLGA Conference. The 84th Conference is titled “The Resilience Effect, Building Regional Resilience on Eyre Peninsula”. With a focus on Building Regional Resilience, the 84th Annual EPLGA Conference energized and entertained, invited new thinking, sparked dynamic conversations, and inspire renewed commitment to work together for the benefit of our region.



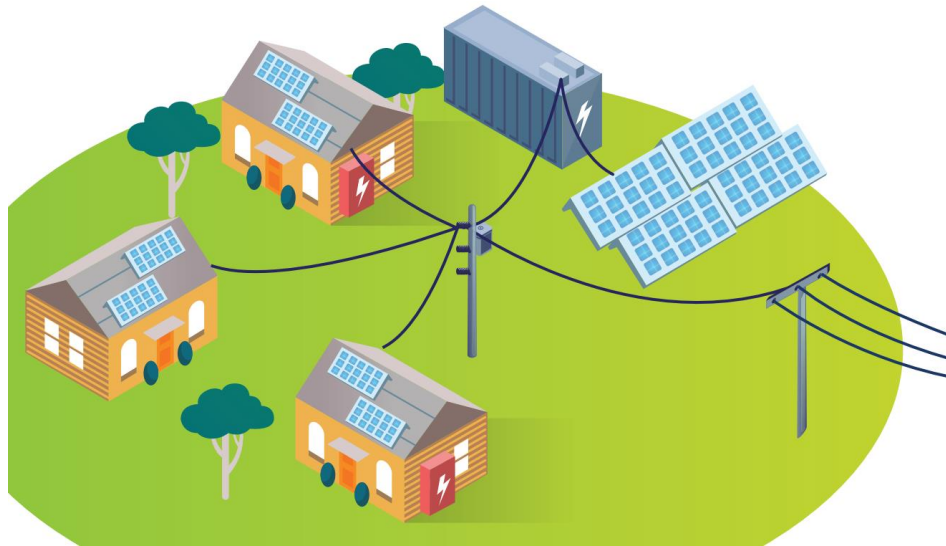
Other funded projects.

Microgrid Feasibility, Screening, and Impact Assessment for Eyre Peninsula (Kimba and Koonibba initially)

\$1.08 million over 18 months



microgrid - a small network of electricity users with a local source of supply that is usually attached to a centralised national grid but is able to function independently.



The Australian Government is committed to supporting regional Australia and has delivered significant investments focused on creating jobs and driving economic growth in our regions. The Regional and Remote Communities Reliability Fund (Fund) will provide up to \$50.4 million over 5 years from 2019-20 to 2023-24. Eyre Peninsula will receive \$1.08 million over 18 months to complete a Microgrid Feasibility, Screening, and Impact Assessment.

Project description and key activities

The Eyre Peninsula is the western-most part of the national electricity market (NEM) with distributed and small communities in remote townships and isolated properties. These communities play a significant role in Australia's tourism, agriculture, manufacturing, and export sectors, but have been disproportionately impacted by issues of electricity reliability, cost and security of supply. The transition to renewable energy microgrids in the region could provide more reliable, secure, and affordable power. This project involving the South Australia's electricity distribution provider SA Power Networks (SAPN) as a key collaborator involves three main activities.

Firstly, the feasibility of islanded microgrids at three locations will be assessed on the Eyre Peninsula. Secondly, a microgrid screening study will be conducted, in parallel with the first activity, to identify the optimal, least-cost mix of grid connection and islanded microgrids in 2020-25, 2025-30 and 2030-35, to align with each of SAPN's revenue determination periods.

Thirdly, an impacts assessment of regional microgrids will be undertaken to examine the broader impacts of decommissioning power lines across specific remote areas of the state.

A consortium of ITP, SA Power Networks (SAPN), ener-G, UniSA and Regional Development Australia Eyre Peninsula (RDAEP) will undertake the project in collaboration with communities in the region. The EPLGA have a shared services agreement with the RDAEP where the EO works two days a week for RDAEP. The key activities are:

Stage 1a: Microgrid Feasibility Studies

A study of the existing electricity supply to three localities in the Eyre Peninsula will be undertaken to identify opportunities for reducing overall cost via microgrid deployment. Kimba and Koonibba are two proposed localities. The District Council of Kimba has previously conducted community consultation and a pre-feasibility study on microgrid deployment in Kimba. The locations are to be confirmed following screening by SAPN in collaboration with ITP to identify network areas where supply costs are particularly high, and/or where reliability/safety/bushfire concerns are greatest. One of these locations will be the most promising location for a community-scale islanded microgrid, while the other will be Koonibba Aboriginal Community, a sparsely-populated locality where smaller islanded microgrids are most promising.

Each of these studies will include concept design, technical feasibility assessment, economic feasibility assessment, implementation option analysis, community consultations to discuss customer interest and concerns, likely levels of customer involvement (e.g. rooftop PV, batteries, demand management) and preferred operational and retail models, as well as a qualitative socio-economic and environmental impact assessment.

Stage 1b: Microgrid Screening Study

This study would be conducted in parallel to Stage 1a. Its main output would be a report describing the least-cost mix of grid-connection, embedded microgrids, and islanded of:

- a business-as-usual base case model of the existing electricity supply to the Eyre Peninsula
- a microgrid generation model for embedded and islanded microgrids of various scales
- a simulation and optimisation engine that compares the costs of continuing grid connection against embedded or islanded microgrids

The results of the three individual microgrid studies described in Stage 1 will be used to inform the model and validate the results.

Stage 2: Regional Microgrid Impact Assessment

The impacts of microgrid deployment across the region will also be assessed. These impacts include:

- local jobs and skills creation, and the opportunity for deployment of the methodology elsewhere on the SAPN network and across Australia
- broader environmental and social impacts, including bushfire risk reduction and freeing up of transmission capacity for large-scale, grid-connected renewable energy to supply the NEM
- impacts of decommissioning network assets on new load or generation connection enquiries and future load growth (e.g., if network assets need to be re-built to meet future demand).

Youth Led Recovery Grant: Youth on Country: Developing the Knowledge and Confidence of Aboriginal Youth across Lower Eyre Peninsula post COVID-19.



Government of South Australia
Department of Human Services

The Youth-led Recovery Grant projects are funded by the Department of Human Services and administered by the LGA. The Youth-led Recovery Grant projects has provided South Australian councils with the opportunity to engage with is young citizens and for young people in South Australia to lead the delivery of activities and initiatives, responding to the impact of the COVID-19 public health emergency.

The EPLGA in partnership with RDAEP engaged the Aboriginal Youth project team administered by West Coast Youth Services. The project developed the knowledge, confidence, life skills and goal setting of Aboriginal youth across lower Eyre Peninsula. The youth are mainly descendants of Aboriginal people from Koonibba, Bookabie, Coorabie, Fowlers Bay and Yalata. The project provided youth with a platform from which they were able to connect to their heritage and enable them to obtain a feeling of self-worth and have confidence in themselves. It provided practical skills backed with an insight to just how hard their elders had to work to establish infrastructure and change their way of life to assimilate with western society. This included language skills and changing to a totally different education and employment system.



SUMMARY OF OTHER ACTIVITIES

- Natural Resources Management – joint partnership planning, delivery of services.
- Regional Recognition/Lobbying – ongoing on various matters as they arise.
- Emergency Management – regional planning and Council planning, followed by implementation.
- Planning, Development and Infrastructure Act Implementation.
- Coastal Access issues, development of a Coastal Alliance – state-wide.
- Various roads and waste issues – regional road strategy review.
- Regional Capacity Funding – General funding.
- Marine Infrastructure Planning – DPTI, jetty leases, etc.
- SAROC – meetings and regional Executive Officers’ meetings.
- Mobile phone black spots - applications.
- Water planning – state of the resource, etc.
- Energy planning – resulting from blackouts – renewables, transmission upgrade consultation, hydrogen trial plant, etc.
- Regional planning – JPB, RDAEP, EPNRM, DPTI, etc.
- Financial assistance and supplementary road funding – ongoing issues of South Australia’s injustice.
- Health – local sub-regional issues, public health planning, doctors shortages etc.
- Roadside Native Vegetation – regional planning and management issues.
- Tourism – RDAEP - restructure to sub-regional groups, Food and Tourism Prospectus, RV, Coastal Access and Caravan Strategy, Eyes on Eyre etc.
- Aged Care at the local Council level – Council’s role.
- NHVR impacts on farm machinery movements.
- Transport Plan and SLRP prioritisation and funding applications.
- Joint submissions with RDAEP on various issues.

PLANS, PROGRAMS AND REPORTS – CURRENT STATUS

CORPORATE Plan 2020 – 24

The Council Mayors and Chief Executive Officers of the EPLGA have contributed to the development of the EPLGA Corporate Plan. It was clear from responses to our 2015 survey that the member Councils placed great importance on the following:

- *advocacy (and representation) – the EPLGA being the principal regional advocate for Local Government in the region;*
- *governance – continuing to ensure that our business is conducted in accordance with the law and proper standards;*
- *member services – the EPLGA to continue to provide member support services as they are needed; and*
- *outreach services – connecting Councils with desirable services offered by the LGA of SA.*

To avoid confusion between the Business Plan prepared by respective Councils, the EPLGA uses the term ‘Management Plan or Corporate Plan’. The Management Plan is for the period 2020-2024 and reviewed annually, incorporating an updated annual work plan and budget for the current year. It also includes the current strategic directions of the EPLGA for that period. Each year through the Annual Business Plan process the Corporate Plan Strategies and Actions are refined to those still outstanding or ongoing strategies and actions.

MANAGEMENT PLAN PERFORMANCE

Goal Area 1.1 Advocacy and Representation

Core Activities

- 1.1.1 Represent and strengthen the common values of members
- 1.1.2 Represent members and regional objectives in engagement and liaison with key stakeholder agencies – e.g., LGA, DIT, PIRSA, AGP Plus
- 1.1.3 Provide a lobbying platform to promote the interests and issues of member Councils to other levels of government

Comments:

Advocacy and representation are demonstrated through lobbying of other levels of government, which occurs as and when needed and often through the SAROC, LGA Board and in collaboration with the other regional organisations. Matters requiring lobbying this financial year included:

- **Regional Landscape Plan**
- **Marine Scale Fish Fishery Reform**
- **Regional and Remote Communities Reliability Fund**
- **Giant Australian Cuttlefish**
- **Regional Central Eyre School Dental Program**
- **Eyes on Eyre Stage 2**
- **Inquiry into Coast Protection Board**
- **Litter Management on State Roads**
- **Local Government Transport Advisory Panel - Special Local Roads Funding**

Strategic Actions

- 1.1.4 Develop effective working relationships between the EPLGA and member Councils and external stakeholder agencies and organisations
- 1.1.5 Develop key EPLGA messages to demonstrate maximum alignment to the State Strategic Plan and Economic Priorities, in particular economic reform and jobs, climate change and renewable energy
- 1.1.6 Develop the understanding of, and commitment to, mutuality of interests to optimise benefit for member Councils across the region from advocacy and partnerships
- 1.1.7 Lead the completion of the Economic Development Strategy and Regional Strategic Plan and identify and lead the development of regional strategic responses to key issues as and when required.

Comments: EPLGA have entered into a unique shared services agreement with Regional Development Australia Eyre Peninsula for the services of the EO. Reducing costs for both organisations, the shared service is working well and reinforces the cooperation across economic development and local government issues.

Goal Area 1.2 Governance

Core Activities

- 1.2.1 Comply with legislative requirements
- 1.2.2 Identify and pursue the resourcing needs of members
- 1.2.3 Manage EPLGA financial and other resources for maximum member benefit, and based on the principle that recurrent operational expenses must be funded by recurrent operational revenue

Comments:

Compliance met.

Strategic Actions

- 1.2.4 Investigate and identify options to improve local government and regional governance, including alternative governance models, strategic planning, and land use planning for the region
- 1.2.5 Assist member Councils in meeting legislative compliance
- 1.2.6 Develop and manage formal alliance and partnership arrangements with partner agencies and entities– e.g. RDAEP and EP Landscape Board.
- 1.2.7 Pursue collaborative initiatives with partner agencies – e.g. joint submissions on strategic issues with RDAEP and EP Landscape Board.

Comments:

Eyre Peninsula Regional Assessment Panel is now in place. Shared Services project led by City of Whyalla has begun. The staff committees are useful in this process. The other regional organisations are encouraged to work closely with member Councils and to investigate opportunities for region wide projects to maximise procurement benefits, etc.

Goal Area 1.3 Member Services

Core Activities

- 1.3.1 Maintain the cycle of quarterly meetings to enable collective decision-making and enhance member networking
- 1.3.2 Maintain and support members with the coordination of the annual conference
- 1.3.3 Identify resourcing gaps and needs, and pursue resolutions to key issues in liaison with members
- 1.3.4 Facilitate initiatives to attract funding and investment
- 1.3.5 Provide advisory and support services to Elected Members
- 1.3.6 Coordinate strategic meetings and presentations on key issues; including the provision of key speakers to provide information, contact and support services
- 1.3.7 Coordinate delivery of Council-supported training and development initiatives in the region

Comments:

All core activities are being met at a regional level which brings considerable savings to individual Councils.

Strategic Actions

- 1.3.8 Continue to facilitate the activities of the EP Mineral & Energy Resources Community Development Taskforce.
- 1.3.9 Develop value-added services for member Councils, based on collective or regional value and cost-benefit
- 1.3.10 Facilitate and promote the development of shared procurement initiatives.
- 1.3.11 Facilitate the development of a regional transport strategy, including the identification of road priorities and road funding proposals.
- 1.3.12 Establish and facilitate specialised interest groups, such as Council works managers and compliance staff.
- 1.3.13 Maintain communications with member Councils and the regional community through media releases, website, newsletter and formal means of communication.
- 1.3.14 Establish an annual business (work) plan for the Executive Officer to manage and report against.

Comments:

Shared procurement services is difficult in such a large region, however the CEOs continue to work together on LG procurement council requirements and shared services in planning to complement the implementation of the updated Planning and Development Act.

Regional communications with Councils and other groups is mainly carried out through emails, media releases, staff meetings etc.

RDAEP and the EPNRM Board have, over the last 12 months, worked with the EPLGA and member Councils to add value to regional projects like Eyes on Eyre, where all parties benefit.

Staff regional committees assist in developing and refining regional strategy recommendation to the EPLGA Board.

EPLGA COMMITTEE REPORTS

All Committee minutes are on the EPLGA website for viewing via the following link: - <http://eplga.com.au/>

USE OF FINANCIAL RESOURCES

The following audited statement indicates another year of sound financial performance.

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

**FINANCIAL ACCOUNTS
FOR THE YEAR ENDED
30TH JUNE 2021**

CONTENTS

Statement of Income & Expenditure

Balance Sheet

Notes to the Accounts

Board Certificate

Audit Report

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 30TH JUNE, 2021

		2021	2020
	NOTE	\$	\$
<u>INCOME</u>			
Grants Received	2	74,415	209,399
Interest Received		3,259	7,149
Project Income - EP Councils	3	1,000	800
Membership Fees	4	199,187	199,187
Regional Economic Development Showcase & Conference		133,386	-
Reimbursable Expenses		59,544	23,485
<u>TOTAL INCOME</u>		470,791	440,020
<u>EXPENDITURE</u>			
Administration		15,642	9,500
Audit Fees		1,690	1,640
Bank Charges & Taxes		106	74
Computer Expenses		5,382	2,114
Employee Expenses		161,070	144,839
Insurance		6,180	6,000
Meeting Expenses		5,238	5,571
President's Expenses		2,250	2,250
Project Expenditure	5	228,401	210,258
Secretarial Services		19,000	19,000
Telephone		702	856
Travel & Accommodation		2,376	5,459
<u>TOTAL EXPENDITURE</u>		448,037	407,561
<u>NET SURPLUS/(DEFICIT)</u>		22,754	32,459
<u>NON-OPERATING INCOME AND EXPENSES</u>			
<u>Non Operating Income</u>			
ATO COVID-19 Cash Flow Bonus		18,552	18,552
<u>NET SURPLUS/(DEFICIT)</u>		\$ 41,306	\$ 51,011

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 30TH JUNE, 2021

	2021	2020
	NOTE	
	\$	\$
Net Surplus/(Deficit)	41,306	51,011
Extraordinary Items	-	-
<u>TOTAL NET SURPLUS/(DEFICIT)</u>	41,306	51,011
Surplus Funds at July 1	<u>346,949</u>	<u>295,938</u>
SURPLUS/(DEFICIT)	<u>388,255</u>	<u>346,949</u>
<u>ACCUMULATED SURPLUS/(DEFICIT)</u> <u>AT 30TH JUNE, 2021</u>	\$ <u>388,255</u>	\$ <u>346,949</u>

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE, 2021

	2021	2020
	NOTE	
	\$	\$
<u>EQUITY</u>		
Accumulated Surplus	\$ 388,255	\$ 346,949
REPRESENTED BY		
<u>CURRENT ASSETS</u>		
Cash at Bank	6 530,885	594,705
Debtors	14,945	13,783
ATO BAS Account	-	6,806
Income Accrued	274	1,504
GST Receivable	12,622	5,151
Prepayments	1,622	1,915
<u>TOTAL ASSETS</u>	560,348	623,864
<u>CURRENT LIABILITIES</u>		
Sundry Creditors	7 4,356	986
Creditors	24,159	2,039
Unspent Project Funds	8 134,008	269,900
Provision for Holiday Pay	9,570	3,990
	172,093	276,915
<u>NET ASSETS</u>	\$ 388,255	\$ 346,949

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. This financial report is a special purpose financial report prepared for use by Board and members of the association. The Board has determined that the association is not a reporting entity.
2. The financial report has been prepared on historical cost basis and does not take into account changing money values or except where stated current valuations of non-current assets. The statements are prepared on an accruals basis.
3. Provision is made in respect of the association's liability for annual and long service leave at balance date. Long service leave is accrued from an employee's start date. Leave provision is based on current wages as at reporting date, and does not include on-costs.

	2021	2020
	\$	\$

NOTE 2 - Grants Received

LGA of SA - Regional Capacity	42,151	209,399
LGA of SA - Youth-led Recovery	32,264	-
	<u>\$ 74,415</u>	<u>\$ 209,399</u>

NOTE 3 - Project Income - EP Councils

EP Community Solar Scheme	<u>\$ 1,000</u>	<u>\$ 800</u>
---------------------------	-----------------	---------------

NOTE 4 - Membership Fees

District Council of Ceduna	16,733	16,733
District Council of Cleve	14,262	14,262
District Council of Elliston	13,276	13,276
District Council of Franklin Harbour	12,922	12,922
District Council of Kimba	13,011	13,011
Wudinna District Council	13,264	13,264
District Council of Lower Eyre Peninsula	19,474	19,474
District Council of Streaky Bay	15,111	15,111
District Council of Tumby Bay	15,781	15,781
City of Whyalla	36,524	36,524
City of Port Lincoln	28,829	28,829
	<u>\$ 199,187</u>	<u>\$ 199,187</u>

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021

	2021	2020
	\$	\$
<u>NOTE 5 - Project Expenditure</u>		
Unspent Funds at 1 July	(269,900)	(171,619)
Coastal	2,902	2,000
Regional Committees Support	2,277	7,534
Forums & Conferences	11,992	600
Governance & Planning Reform	-	1,000
CWMS Users Group	1,000	-
Joint Building Fire Safety	8,132	-
Regional Governance-JPB Pilot	-	24,930
Regional Planning - General	-	11,168
Regional Transport Strategy	2,800	44,640
Regional Safety Focus	20,899	-
Roadside Veg-Gap and Options	3,000	-
Regional Economic Development		
Showcase & Conference	191,427	-
Streamlining Admin Services	49,500	-
Tourism/Signage/Promotions	36,364	20,105
UniSA Masters Student Program	4,000	-
Youth-led Recovery	30,000	-
Unspent Funds at 30 June	134,008	269,900
	<u>\$ 228,401</u>	<u>\$ 210,258</u>
<u>NOTE 6 - Cash at Bank</u>		
BankSA Society Cheque Account	52,332	50,638
Bendigo Bank Term Deposit	166,529	165,085
LGFA	312,024	378,982
	<u>\$ 530,885</u>	<u>\$ 594,705</u>
<u>NOTE 7 - Sundry Creditors</u>		
PAYG Withheld	4,356	-
Superannuation	-	986
	<u>\$ 4,356</u>	<u>\$ 986</u>
<u>NOTE 8 - Unspent Project Funds</u>		
Regional Capacity Building	<u>\$ 134,008</u>	<u>\$ 269,900</u>

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION



BOARD CERTIFICATE

The Board have determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The Board of the association declares that:

- 1 the financial statements and notes present fairly the association's financial position as at 30th June 2021 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;
- 2 in the Board's opinion there are reasonable grounds to believe that the association will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board:

signed		
position	President	Executive Officer.

Dated this 3 day of September 2021

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

4 Tasman Terrace, PO Box 2180

Port Lincoln, SA 5606

Telephone: (08) 8682 1899

Facsimile: (08) 8682 1408

Email: gpk@gpk.com.au

ABN 64 945 523 972

ACN 007 909 382

To the members of Eyre Peninsula Local Government Association,

Report on the financial report

We have audited the accompanying financial reports, being a special purpose financial report, of Eyre Peninsula Local Government Association, for the year ended 30th June 2021.

The responsibility of the members of the Board for the financial report

The members of the Board are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the financial reporting requirements of the Local Government Act 1999 and are appropriate to meet the needs of the members. The Board's responsibility also includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. 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 entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the members of Board, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the Board's financial reporting responsibilities under the Local Government Act 1999. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which

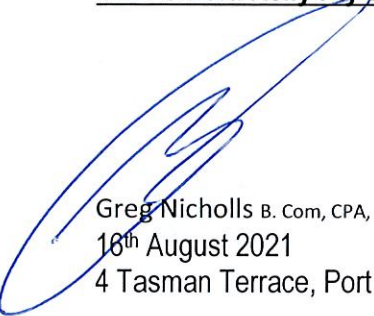
Liability limited by a scheme approved under Professional Standards Legislation

it relates to any person other than the members, or for any purpose other than that for which it was prepared. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Auditor's opinion

In our opinion the financial report of the Eyre Peninsula Local Government Association presents fairly the operations and financial position of the association for the year ended 30th June 2021.

Gill Penfold Kelly Pty Ltd



Greg Nicholls B. Com, CPA, CTA

16th August 2021

4 Tasman Terrace, Port Lincoln SA 5606