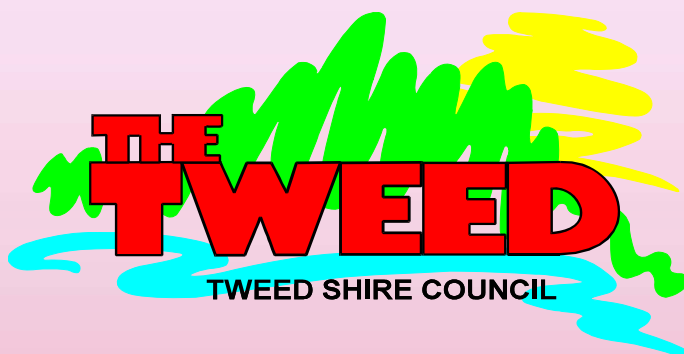


TWEED SHIRE COUNCIL



FINANCIAL STATEMENTS

Extract

2006/2007

COUNCIL OF TWEED SHIRE
INCOME STATEMENT
for the year ended 30 June 2007

Original budget ⁽¹⁾ 2007 \$'000		Notes	Actual 2007 \$'000	Actual 2006 \$'000
	INCOME FROM CONTINUING OPERATIONS			
	<i>Revenue:</i>			
50,740	Rates and annual charges	3a	52,192	47,639
19,964	User charges and fees	3b	21,349	17,822
6,583	Interest and investment revenue	3c	8,691	8,787
1,000	Other revenues	3d	1,238	796
13,869	Grants and contributions provided for operating purposes	3e,f	15,312	16,444
20,322	Grants and contributions provided for capital purposes	3e,f	30,745	20,703
	<i>Other Income:</i>			
	Share of interests in joint ventures and associates using the equity method	19	34	31
112,478	TOTAL INCOME FROM CONTINUING OPERATIONS		129,561	112,222
	EXPENSES FROM CONTINUING OPERATIONS			
35,000	Employee benefits and on-costs	4a	35,966	32,889
2,595	Borrowing costs	4b	2,560	2,335
23,734	Materials and contracts	4c	25,646	26,295
22,163	Depreciation and amortisation	4d	34,771	22,400
9,500	Other expenses	4e	10,045	9,686
	Net Loss from the disposal of assets	5	136	1,569
92,992	TOTAL EXPENSES FROM CONTINUING OPERATIONS		109,124	95,174
19,486	OPERATING RESULT FROM CONTINUING OPERATIONS		20,437	17,048
19,486	NET OPERATING RESULT FOR THE YEAR		20,437	17,048
19,486	Attributable to Council			
	- Council		20,437	17,048
(836)	Net operating result for the year before grants and contributions provided for capital purposes		(10,308)	(3,655)

Note:

⁽¹⁾ The original budget as approved by Council Refer Note 16

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

COUNCIL OF TWEED SHIRE

BALANCE SHEET as at 30 June 2007

	Notes	Actual 2007 \$'000	Actual 2006 \$'000
ASSETS			
Current assets			
Cash and cash equivalents	6a	119,395	129,027
Investments	6b	1,159	3,159
Receivables	7	10,453	11,077
Inventories	8	892	863
Other	8	984	951
Total current assets		132,883	145,077
Non-current assets			
Investments	6b	8,089	4,045
Receivables	7	1,230	1,288
Infrastructure, property, plant and equipment	9	1,428,479	958,784
Investment property	14	1,685	1,590
Intangible assets	22	456	198
Total non-current assets		1,439,939	965,905
Total assets		1,572,822	1,110,982
LIABILITIES			
Current Liabilities			
Payables	10	15,338	15,597
Interest bearing liabilities	10	4,052	3,698
Provisions - payable in less than 12 months	10	1,015	1,041
- payable after 12 months	10	8,480	7,600
Total current liabilities		28,885	27,936
Payables	10	624	563
Interest bearing liabilities	10	43,906	38,290
Provisions	10	5,347	5,452
Total non-current liabilities		49,877	44,305
Total liabilities		78,762	72,241
Net assets		1,494,060	1,038,741
EQUITY			
Retained earnings	20	960,683	940,246
Revaluation reserve	20	533,377	98,495
Council equity interest		1,494,060	1,038,741
Total Equity		1,494,060	1,038,741

The above Balance Sheet should be read in conjunction with the accompanying notes.

COUNCIL OF TWEED SHIRE
STATEMENT OF CHANGES IN EQUITY

for the year ended 30 June 2007

	Actual 2007 \$'000			Actual 2006 \$'000			
	Notes Ref	Retained Earnings	Asset Revaluation Reserve	Total Equity	Retained earnings	Asset Revaluation Reserve	Total Equity
Balance at beginning of the reporting period	20	940,246	98,495	1,038,741	923,198	2,056	925,254
Transfers to Asset Revaluation Reserve	9,20		434,882	434,882		96,439	96,439
Net movements recognised directly in equity		940,246	533,377	1,473,623	923,198	98,495	1,021,693
Net operating result for the year		20,437		20,437	17,048		17,048
Balance at end of the reporting period	20	960,683	533,377	1,494,060	940,246	98,495	1,038,741
Effect of correction of error in previous years being an increase in retained earnings	20				1,064		

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

COUNCIL OF TWEED SHIRE

CASH FLOW STATEMENT for the year ended 30 June 2007

Budget 2007 (\$'000)		Notes	Actual 2007 (\$'000)	Actual 2006 (\$'000)
	Cash flows from operating activities			
	<i>Receipts:</i>			
50,740	Rates and annual charges		52,210	47,220
19,964	User charges and fees		20,175	16,706
6,583	Investment revenue and interest		8,363	8,924
22,011	Grants and contributions		43,495	25,026
1,000	Other		1,272	827
	<i>Payments:</i>			
(35,000)	Employee benefits and on-costs		(35,449)	(35,868)
(33,234)	Materials & contracts		(36,163)	(33,130)
(2,595)	Borrowing costs		(2,660)	(2,256)
	Other			
29,469	Net cash provided by operating activities	11(b)	51,243	27,449
	Cash flows from investing activities			
	<i>Receipts:</i>			
3,050	Sale of infrastructure, property, plant & equipment		1,389	804
	Payments from deferred debtor		53	319
	Increase of deposits held in trust		1,016	297
	<i>Payments:</i>			
	Purchase of investments			
(100,721)	Purchase of infrastructure property, plant & equipment		(68,646)	(50,131)
	Advances to deferred debtors		(33)	(300)
	Refunds of deposits held in trust		(624)	(1,248)
(97,671)	Net cash used in Investing activities		(66,845)	(50,259)
	Cash flows from financing activities			
	<i>Receipts:</i>			
13,705	Borrowings and advances		9,751	7,539
	<i>Payments:</i>			
(3,677)	Borrowings and advances		(3,781)	(3,438)
10,028	Net cash provided by financing activities		5,970	4,101
(58,174)	Net increase/(decrease) in cash and cash equivalents		(9,632)	(18,709)
	Cash and cash equivalents at beginning of reporting period	11(a)	129,027	147,736
(58,174)	Cash and cash equivalents at end of reporting period	11(a)	119,395	129,027

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

COUNCIL OF TWEED SHIRE

Note 2(a)

FUNCTIONS

for the year ended 30 June 2007

INCOME, EXPENSES AND ASSETS HAVE BEEN DIRECTLY ATTRIBUTED TO THE FOLLOWING FUNCTIONS/ACTIVITIES.

FUNCTIONS/ACTIVITIES	Expenses from Continuing Operations			Income from Continuing Operations			Operating results from Continuing Operations			Grants Included in Income from continuing operations		Total Assets held (current and non-current)	
	Original Budget	Actual	Actual	Original Budget	Actual	Actual	Original Budget	Actual	Actual	Actual	Actual	Actual	Actual
	2007 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
Governance		2,773	3,107					(2,773)	(3,107)				
Administration	14,781	16,522	16,595	697	3,404	1,814	(14,084)	(13,118)	(14,781)	22	122	13,725	10,492
Public order & safety	1,978	2,240	2,248	869	1,288	1,028	(1,109)	(952)	(1,220)	499	440	699	748
Health	1,348	1,144	1,126	144	141	98	(1,204)	(1,003)	(1,028)	54		284	1,518
Community services & education	868	1,357	1,058	370	1,453	1,063	(498)	96	5	1,609	538	5,098	3,609
Housing & community amenities	15,138	15,402	14,452	12,263	11,422	12,165	(2,875)	(3,980)	(2,287)	1,549	1,954	104,231	99,676
Water supplies	9,497	15,326	7,749	16,906	21,808	14,190	7,409	6,482	6,441	363	382	386,269	181,996
Sewerage services	12,202	17,513	12,467	21,376	25,014	19,498	9,174	7,501	7,031	357	364	471,602	209,965
Recreation & culture	10,269	10,384	9,745	3,100	5,975	4,208	(7,169)	(4,409)	(5,537)	620	597	169,837	187,236
Mining, manufacturing & construction	994	1,479	854	1,192	1,394	1,308	198	(85)	454			39,310	36,475
Transport & communication	20,669	19,799	20,990	12,913	11,553	15,441	(7,756)	(8,246)	(5,549)	2,204	4,501	373,680	370,788
Economic affairs	5,248	5,635	5,587	5,352	6,326	5,671	104	691	84			8,087	8,479
Total Functions & Activities	92,992	109,574	95,978	75,182	89,778	76,484	(17,810)	(19,796)	(19,494)	7,277	8,898	1,572,822	1,110,982
Shares of gains in associates & joint ventures using the equity method					34	32		34	32				
General Purpose Income (1)				37,296	40,199	36,510	37,296	40,199	36,510	8,427	8,217		
Surplus/(Deficit) from all activities	92,992	109,574	95,978	112,478	130,011	113,026	19,486	20,437	17,048	15,704	17,115	1,572,822	1,110,982

Note:

- (1) Includes: Rates and annual charges (including Ex-gratia)
 Non-capital general purpose grants
 Interest and investment revenue

Note 3

INCOME FROM CONTINUING OPERATIONS

for the year ended 30 June 2007

	Actual 2007 \$'000	Actual 2006 \$'000
(a) RATES & ANNUAL CHARGES		
Ordinary Rates		
Residential	24,124	21,864
Farmland	1,775	1,706
Business	2,870	2,728
Total Ordinary Rates	28,769	26,298
Special Rates		
Main-street - Tweed Heads	64	60
Koala Beach	46	42
Total Special Rates	110	102
Annual Charges (pursuant to s.496 & s.501)		
Domestic Waste Management Services	6,023	5,481
Water Supply	2,786	2,519
Sewerage Services	13,590	12,408
Waste Management Services (not domestic)	914	831
Total Annual Charges	23,313	21,239
Total Rates & Annual Charges	52,192	47,639

Council has used 2005 valuations provided by the NSW Valuer General in calculating its rates.
Valuations are updated every three years.

Note 3

INCOME FROM CONTINUING OPERATIONS

for the year ended 30 June 2007

(b) USER CHARGES & FEES

	Actual 2007 \$'000	Actual 2006 \$'000
User Charges (pursuant to s.502)		
Domestic Waste Management Services	359	221
Water Supply Services	8,220	6,311
Sewerage Services	888	834
Drainage Services	81	78
Waste Management Services (not domestic)	103	91
Total User Charges	<u>9,651</u>	<u>7,535</u>

Fees

Regulatory/Statutory Fees	677	522
Discretionary Fees		
- Private Works	216	390
- Subdivision	545	603
- Building	949	884
- Caravan Parks	5,312	4,718
- Saleyards	9	16
- Pools	492	474
- Cemeteries	311	257
- Tweed Laboratory	703	476
- Water Connection	558	302
- Sewer/Drainage	270	229
- Parks & Gardens	68	97
- Beach Vehicles	62	48
- Sportsgrounds	56	69
- Other	1,470	1,202
Total User Charges & Fees	<u>21,349</u>	<u>17,822</u>

(c) INTEREST AND INVESTMENT INCOME

Overdue rates & charges	130	294
Cash, cash equivalents & investments:		
- Externally restricted	5,501	5,357
- Internally restricted	257	316
- Unrestricted	65	88
Development Contributions		
- Section 94	1,659	1,348
- Section 64 Water and Sewerage	1,079	1,384
Total Interest and Investment Income	<u>8,691</u>	<u>8,787</u>

Note 3

INCOME FROM CONTINUING OPERATIONS
--

for the year ended 30 June 2007

	Actual 2007 \$'000	Actual 2006 \$'000
(d) OTHER INCOME		
Fair value adjustments - financial instruments	44	(7)
Fair value adjustments - investment properties	95	20
Parking fines	319	261
Other fines	106	69
Other	280	117
Rental Income:		
- Investment property	21	19
- Other property	373	317
Total Other Income	<u>1,238</u>	<u>796</u>

COUNCIL OF TWEED SHIRE

Note 3

INCOME FROM CONTINUING OPERATIONS

for the year ended 30 June 2007

(e) GRANTS	OPERATING				CAPITAL				
	2007		2006		2007		2006		
	Non-Cash	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash	Cash	
	2007		Actual		2007		Actual		2006
	\$'000		\$'000		\$'000		\$'000		\$'000
General Purpose (Untied)									
- Financial Assistance									
Equalisation component		5,670		5,547					
Local roads component		1,856		1,765					
- Pensioners' Rates Subsidies (excluding Wat, Sew & DWM)		900		905					
Special Purpose									
- Pensioners' Rate Subsidies									
- Water Supplies		363		382					
- Sewerage Services		357		364					
- DWM		236		252					
Transport (3x3, Flood Works, Road to Recovery)		382		1,218		1,061			2,512
- Employment Schemes		22		122					
- Library		248		217					
- Art Gallery		40		66	292	13	144	117	
- Museums		24		53					
- Environment (incl coast/est mgt)		1,312		1,559		54			143
- Bush Fire		181		135	319		205	100	
- Street Lighting		131		128					
- Positions funded by other govt dept		328		351					
- Cycleways/walkways						394			188
- Pedestrian Facilities						30			31
- Bus Shelters						3			24
- Sewer									
- Community Service		1,282							
- Other		196		587		10			
Total Grants	0	13,528	0	13,651	611	1,565	349	3,115	
Comprising:									
Commonwealth funding		7,526		7,312					
State funding		4,494		4,193	319	1,555	205	2,972	
Other funding		1,508		2,146	292	10	144	143	
	0	13,528	0	13,651	611	1,565	349	3,115	
(f) CONTRIBUTIONS									
Development Contributions (S94)	Non-Cash	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash	Cash	
- Roadworks						4,724		1,153	
- Drainage						23		4	
- Parking						381		64	
- Open Space						1,833		714	
- Community Facilities						740		199	
- Path/Cycleways						240		69	
- Street Trees						81		22	
- Bridge								277	
- Other						2,453			
RTA Contributions (Regional/Local, Block Grant)		1,657		2,094					
Section 64									
- Water					674	7,390	731	1,499	
- Sewerage					1,804	5,649	1,073	1,413	
Dedications									
- Roads					216		4,963		
- Drainage					619		2,023		
- Open Space					815		244		
Other Councils - Joint Works									
Paving									
Kerb and Gutter									
Other									
- Roads						750		405	
- Drainage									
- Open Space									
- Govt subsidy									
- Community Service				579					
- Bridges								1,138	
- Art Gallery								830	
- Museum						150			
- Other		127		120		27	197	221	
Total Contributions		1,784		2,793	4,128	24,441	9,231	8,008	
TOTAL GRANTS & CONTRIBUTIONS		15,312		16,444	4,739	26,006	9,580	11,123	
	15,312		16,444		30,745		20,703		

Note 3

INCOME FROM CONTINUING OPERATIONS
--

(g) RESTRICTIONS RELATING TO GRANTS & CONTRIBUTIONS

	Actual 2007			Actual 2006		
	\$'000 Grants	\$'000 Contrib	\$'000 Contrib Sec 94	\$'000 Grants	\$'000 Contrib	\$'000 Contrib Sec 94
Certain grants and contributions are obtained by Council on the condition they be spent in a specified manner:						
- Section 94 Contributions			23,068			22,097
- Grants/Contributions for road works (transport)		30		326		
- Grants - other	3,396			1,984		
Grants and contributions recognised in the current period which have not been spent						
- Section 94 Contributions			11,454			3,850
- Grants/Contributions for road works (transport)	195	3		1,105	12	
- Grants - other	2,119			1,453		
Less:						
Grants and contributions recognised in previous reporting periods which have been spent in the current reporting period						
- Section 94 Contributions			4,812			2,879
- Grants/Contributions for road works (transport)	1,067	20		308		
- Grants - other	1,336			1,146		
Unexpended at the close of the current reporting period and held as restricted asset.	3,307	13	29,710	3,396	30	23,068
- Section 94 Contributions			29,710			23,068
- Grants/Contributions for road works (transport)	(872)	13		1,105	30	
- Grants - other	4,179			2,291		
Net increase/(decrease) in restricted grants and contributions	(89)	(17)	6,642	1,412	(296)	971

Note 4

EXPENSES FROM CONTINUING OPERATIONS
--

for the year ended 30 June 2007

	Actual 2007 \$'000	Actual 2006 \$'000
(a) EMPLOYEE BENEFITS & ON COSTS		
Salaries and Wages	31,729	28,934
Travelling	106	121
Employee leave entitlements	4,792	4,915
Superannuation	2,282	2,138
Workers' Compensation Insurance	2,124	1,453
FBT	127	137
Payroll tax	662	581
Training costs (excluding salaries)	381	387
Other (Specify if material)	118	108
	42,321	38,774
Less - Capitalised Employee costs	(6,355)	(5,885)
Total Employee Costs Expended	35,966	32,889
 Number of FTE employees	 685	 660
(b) BORROWING COSTS		
Interest on overdrafts	1	4
Interest on loans	2,541	2,310
Amortisation of discounts and premiums:		
- Remediation (Tip - DWM)	17	(4)
- Remediation (Tip - Non-DWM)	5	(21)
- Remediation (Quarry)	16	4
- Remediation (Sewerage Treatment Plant)	(20)	42
Total Borrowing Costs Expended	2,560	2,335
(c) MATERIALS & CONTRACTS		
Raw Raw materials and consumables	24,460	24,513
Audit fees:		
- Audit Services	64	62
- Other Services	7	9
Legal fees:		
- Planning and development	450	619
- Other	177	254
Operating leases:		
- Computers	488	838
Total Materials and Contracts	25,646	26,295

Note 6b

INVESTMENTS

for the year ended 30 June 2007

The following financial assets are held as investments:

	Actual 2007		Actual 2006	
	Current \$'000	Non- current \$'000	Current \$'000	Non- current \$'000
Financial assets at fair value through Profit and Loss	1,159	8,089	3,159	4,045
Held to maturity investments			0	0
Available for sale financial assets			0	0
Total	1,159	8,089	3,159	4,045
 Financial assets at fair value through Profit and Loss				
At beginning of year	3,159	4,045	4,283	1,005
Additions		4,044	2,000	4,045
Disposals (Sale/Redemption)	(2,000)		(3,124)	(1,005)
At end of year	1,159	8,089	3,159	4,045
 Held for trading				
– Government Bonds				
– Term Deposits	1,159		3,159	
– Bank Bills				
– Equity linked notes				
– CDO & FRN		8,089		4,045
	1,159	8,089	3,159	4,045

Note 4

EXPENSES FROM CONTINUING OPERATIONS
--

for the year ended 30 June 2007

	Actual 2007 \$'000	Actual 2006 \$'000
(d) DEPRECIATION, AMORTISATION & IMPAIRMENT		
Plant and equipment	2,848	3,635
Office Equipment	102	86
Intangible assets amortisation	65	49
Furniture and fittings	148	140
Buildings	908	869
Other structures	264	237
Infrastructure		
- roads, bridges and footpaths	8,084	7,968
- storm water drainage	1,642	1,529
- water supply network	7,415	3,459
- sewerage network	13,115	4,893
Tip asset amortisation	209	209
Kingscliff Sewer Treatment Plant asset amortisation	284	284
Quarry asset amortisation	77	77
	<u>35,161</u>	<u>23,435</u>
Less - depreciation - capitalised plant	(390)	(1,035)
Total Depreciation Costs Expensed	<u>34,771</u>	<u>22,400</u>

(e) OTHER EXPENSES

Other expenses for the year include the following:

Administrators expenses	9	0
Bad and Doubtful Debts	(31)	(7)
Insurance	1,177	1,122
Street Lighting	729	711
Electricity & Heating	2,418	2,208
Telephone	492	507
Contributions & Donations	3,143	3,111
Dept.Lands Levy	268	238
Caretakers Remuneration	1,065	1,012
Other	775	784
Total other expenses from continuing operations	<u>10,045</u>	<u>9,686</u>

Note 5

GAIN OR LOSS FROM DISPOSAL OF ASSETS

for the year ended 30 June 2007

	Actual 2007 \$'000	Actual 2006 \$'000
GAIN (OR LOSS) ON DISPOSAL OF PROPERTY		
Proceeds from disposal	147	145
Less: Carrying amount of assets sold	<u>146</u>	<u>376</u>
Gain (or loss) on disposal	<u><u>1</u></u>	<u><u>(231)</u></u>
GAIN (OR LOSS) ON DISPOSAL OF INFRASTRUCTURE		
Proceeds from disposal		
Less: carrying amount of assets sold	<u>336</u>	<u>1,489</u>
Gain (or loss) on disposal	<u><u>(336)</u></u>	<u><u>(1,489)</u></u>
GAIN (OR LOSS) ON DISPOSAL OF PLANT & EQUIPMENT		
Proceeds from disposal	1,242	659
Less: carrying amount of assets sold	<u>1,043</u>	<u>508</u>
Gain (or loss) on disposal	<u><u>199</u></u>	<u><u>151</u></u>
NET GAIN (OR LOSS) FROM DISPOSAL OF ASSETS	<u><u>(136)</u></u>	<u><u>(1,569)</u></u>

Note 6a

CASH AND CASH EQUIVALENTS

for the year ended 30 June 2007

		Actual 2007	Actual 2006
	<u>Notes</u>	<u>Current \$'000</u>	<u>Current \$'000</u>
<u>CASH ASSETS</u>			
Cash at bank and on hand	11	12,480	15,749
Cash Equivalent Assets	11		
Term Deposits		7,000	7,000
Managed Funds		83,415	105,278
Short-Term Money Market		16,500	1,000
Total Cash Assets	11	<u><u>119,395</u></u>	<u><u>129,027</u></u>

Note 6c

RESTRICTED CASH, CASH EQUIVALENTS AND INVESTMENTS

for the year ended 30 June 2007

	Actual 2007		Actual 2006	
	Current	Non-current	Current	Non-current
	\$'000	\$'000	\$'000	\$'000
Total cash, cash equivalents and investments	120,554	8,089	132,186	4,045
External restrictions	96,891	8,089	112,709	4,045
Internal restrictions	22,608	0	17,983	0
Unrestricted	1,055	0	1,494	0
	120,554	8,089	132,186	4,045

EXTERNAL RESTRICTIONS

	Notes				
- Included in liabilities					
(B) Other - Security Deposits	10	723	624	392	563
		723	624	392	563
- Other					
(C) Developer Contributions	17	22,245	7,465	19,586	3482
(C) Agreed Contribution from Developer		408		450	
(D) RTA Contributions		13		30	
(E) Specific Purpose Unexpended Grants		3,307		3,396	
(F) Water (not in reserves)		2,097		0	
(F) Water (Capital Upgrade - CRR)		19,070		15,930	
(F) Water (Asset Replacement - ARR)		10,924		13,105	
(G) Sewerage (not in reserves)		2,038		4,707	
(G) Sewerage (Capital Upgrade - CRR)		0		1,391	
(G) Sewerage (Asset Replacement - ARR)		20,262		40,257	
(G) Sewerage (Banora Point Laboratory)		16		0	
(H) DWM - Acquisition of Land		199		131	
(H) DWM - Bin Replacement		1,762		1,109	
(H) DWM - Recycling		475		643	
(H) DWM - Land Rehabilitation		790		640	
(H) DWM - Management Plan		(4)		0	
(H) DWM - Zoning costs - Stotts Creek Depot		91		86	
(H) DWM - EIS report - Stotts Creek Depot		107		101	
(H) DWM - Roadworks -Garbage Collection		514		446	
(H) DWM - Provision for Financial Assurance		2,199		1,927	
(H) DWM - Landfill Environment Management		1,063		975	
(H) DWM - Implementation of New Waste Disposal Technology		886		712	
(I) Caravan Park Cash Assets		7,568		6,594	
(J) Special Rate - Koala Beach		138		101	
Total external restrictions		96,891	8,089	112,709	4,045

¹ The Deposits are bearing floating interest rates between 6.02% and 6.49% (2006 - 5.68% and 6.05%)

Note 6c

RESTRICTED CASH, CASH EQUIVALENTS AND INVESTMENTS
--

for the year ended 30 June 2007

Note 6c cont'd

- A** Loan moneys which must be applied for the purposes for which the loans were raised
- B** Security Deposits
- C** Development contributions which are not expended for the provision of services and amenities in accordance with contribution plans (also includes those not under contribution plans)
- D** RTA Contributions which are not yet expended for the provision of services and amenities in accordance with those contributions.
- E** Grants which are not yet expended for the purposes for which the grants were obtained. (See separate Note "Conditions over Grants".)
- F,G &H** Water, Sewerage and Domestic Waste Management (DWM) funds which must be applied for the purposes for which they were raised.
- I** Caravan Park Investments
- J** Special Rate

Restrictions

Movements

	Notes	Opening Balance 30-Jun-06 \$' 000	Transfers To Restriction \$' 000	Transfers From Restriction \$' 000	Closing Balance 30-Jun-07 \$' 000
External					
Security Deposits	10	954	1,017	(624)	1,347
Developer Contributions	17	23,068	12,134	(5,492)	29,710
Agreed Contribution from Developer		450	0	(42)	408
RTA Contributions		30	3	(20)	13
Specific Purpose Unexpended Grants	14	3,397	2,186	(2,276)	3,307
Water (not in reserves)		0	2,097		2,097
Water (Capital Upgrade - CRR)		15,930	8,473	(5,333)	19,070
Water (Asset Replacement - ARR)		13,105	33	(2,214)	10,924
Sewerage (not in reserves)		4,707	0	(2,669)	2,038
Sewerage (Asset Replacement -ARR)		40,257	3,797	(23,792)	20,262
Sewerage (Banora Point Laboratory)		0	16	0	16
DWM - Acquisition of Land		131	68	0	199
DWM - Bin Replacement		1,109	877	(224)	1,762
DWM - Recycling		643	34	(202)	475
DWM - Land Rehabilitation		640	189	(39)	790
DWM - Management Plan		0	23	(27)	(4)
DWM - Zoning costs -Stotts Ck Depot		86	5	0	91
DWM - EIS report - Stotts Ck Depot		101	6	0	107
DWM - Roadworks - Garbage Collect.		446	68	0	514
DWM - Provision for Financial Assur.		1,927	272	0	2,199
DWM - Landfill Environment M'ment.		975	179	(91)	1,063
DWM - Implementation Waste Disp.		712	174	0	886
Caravan Park Cash Assets		6,594	974	0	7,568
Special Rate - Koala Beach		101	47	(10)	138
Total		115,363	32,672	(43,055)	104,980

Note 6c

RESTRICTED CASH, CASH EQUIVALENTS AND INVESTMENTS
--

for the year ended 30 June 2007

Restrictions		Movements			
	Notes	Opening Balance 30-Jun-06 \$'000	Transfers To Restriction \$'000	Transfers From Restriction \$'000	Closing Balance 30-Jun-07 \$'000
<u>Internal</u>					
Employees Leave Entitlements		3,145	326	(900)	2,571
Unexpended Loans		3,438	9,751	(5,915)	7,274
Unexpended Grants		928	1,856	(2,459)	325
<u>Asset Management Reserves</u>					
Asset Management Reserve - Office Ext.		337	22	0	359
Community Facilities		156	61	(29)	188
Future Quarry Purchases		1,151	0	(314)	837
Land Sales - Cemetery Asset M'ment		94	4	(64)	34
Murwillumbah Community Centre		3	1	0	4
Software & Equipment - Asset M'ment		209	599	(58)	750
Sportsfields - Asset M'ment		112	79	(20)	171
Swimming Pools Asset M'ment		20	2	0	22
Tweed Heads HACC		85	4	(2)	87
Waterways Asset Management		29	2	0	31
<u>Other</u>					
Contingency - Loan Guarantee		25	0	0	25
Land Development		211	85	(6)	290
Workers Comp. Cont. Reserve		43	3	0	46
Non-DWM Land Rehabilitation		(116)	0	(6)	(122)
Non-DWM M'ment Plan Depots		7	0	(19)	(12)
Non-DWM Zoning Stotts Ck.Dep		6	1	0	7
Non-DWM EIS Report		56	4	0	60
		9,939	12,800	(9,792)	12,947

Note 7

RECEIVABLES

for the year ended 30 June 2007

Purpose	Actual 2007		Actual 2006	
	Current \$'000	Non-Current \$'000	Current \$'000	Non-Current \$'000
Rates and Annual Charges	1,810	601	1,827	610
Interest & Extra Charges	133	89	90	124
User Charges & Fees	6,009		5,040	
Accrued Interest on Revenues	541		213	
Deferred Debtors	74	540	80	554
Government Grants & Subsidies	773		2,950	
Net GST Receivable	<u>1,143</u>		<u>938</u>	
Total	10,483	1,230	11,138	1,288
Less: Provision for Doubtful Debts - Other	<u>30</u>		<u>61</u>	
	<u>10,453</u>	<u>1,230</u>	<u>11,077</u>	<u>1,288</u>
Restricted Receivables				
Externally Restricted Receivables				
Water Supply	4,850	48	3,952	52
Sewerage Services	1,051	98	1,576	92
Domestic Waste Management	<u>234</u>	<u>40</u>	<u>242</u>	<u>49</u>
Total Externally Restricted Receivables	6,135	186	5,770	193
Unrestricted Receivables	<u>4,318</u>	<u>1,044</u>	<u>5,307</u>	<u>1,095</u>
Total Receivables	<u>10,453</u>	<u>1,230</u>	<u>11,077</u>	<u>1,288</u>

Note 8

INVENTORIES & OTHER ASSETS

for the year ended 30 June 2007

	Actual 2007		Actual 2006	
	Current \$'000	Non-Current \$'000	Current \$'000	Non-Current \$'000
Inventories				
- Stores and Materials	892		863	
Total Inventories	<u>892</u>		<u>863</u>	
Other				
Prepayments	984		951	
Total other assets	<u>984</u>		<u>951</u>	
Externally Restricted Inventories and Other Assets				

There are no externally restricted inventories and other assets

Note 9a

INFRASTRUCTURE, PROPERTY, PLANT AND EQUIPMENT

for the year ended 30 June 2007

BY ASSET TYPE

	At 30/6/2006				MOVEMENTS DURING YEAR								At 30/6/2007			
	Cost/ Deemed Cost \$'000	Fair Value \$'000	Accum Depn and impairment \$'000	WDV \$'000	Additions \$'000	At Cost Value of disposals \$'000	Accum Depn Disposals \$'000	Depn and impairment \$'000	Transfer/ Adj -Cost \$'000	Transfer/ Adj- Acc Dep \$'000	Reval inccrem \$'000	Reval Accum Dep \$'000	Cost/ Deemed Cost \$'000	Fair Value \$'000	Accum Depn and impairment \$'000	WDV \$'000
Capital WIP	25,744			25,744	40,636	229			11,047				5,357	49,747		55,104
Plant & Equipment	31,296		16,019	15,277	6,149	2,968	1,917	2,458				34,477		16,560		17,917
Office Equipment	2,482		2,266	216	351	72	72	102		465	465	2,297		1,832		465
Furniture and Fittings	1,564		759	805	34			148				1,598		907		691
Leased Plant and Equipment																
Land																
- Operational Land		67,749		67,749	243	146							67,846			67,846
- Community Land		108,969		108,969	815								109,784			109,784
- non deprec land improvements																
- land under roads																
Land Improvements - depreciable																
Buildings	45,420		14,417	31,003	2,690			908				48,110		15,325		32,785
Other Structures	5,510		1,870	3,640	112			264				5,622		2,134		3,488
Infrastructure																
- Roads, bridges, footpaths	321,250		173,199	148,051	5,982	684	580	8,084				326,548		180,703		145,845
- Bulk Earthworks (non-deprec)	230,503		50,818	179,685	3,986	9	54					234,480		50,764		183,716
- Stormwater drainage	127,332		39,853	87,479	2,590			1,642				129,922		41,495		88,427
- Water Supply Network	198,461		58,848	139,613	9,274	3,345	3,239	7,415			283,035	98,371	487,426	161,396		326,030
- Sewerage Network	216,755		68,779	147,976	9,172	560	390	13,399			366,384	116,166	591,751	197,954		393,797
Other Assets																
- Heritage Collections																
- Library Books																
- Artworks	1,181			1,181	293							1,474				1,474
- Other																
Tip Asset	1,185		252	933				209				1,185		461		724
Quarry Asset	540		77	463				77				540		154		386
TOTALS	1,209,223	176,718	427,157	958,784	82,327	8,013	6,252	34,706	11,512	465	649,419	214,537	791,610	1,306,554	669,685	1,428,479

Note 9b

RESTRICTED INFRASTRUCTURE, PROPERTY, PLANT AND EQUIPMENT

for the year ended 30 June 2007

CLASS OF ASSET	Cost	Fair Value	Accum Depn and impairment	WDV	Cost	Fair Value	Accum Depn and impairment	WDV
	2007 \$'000				2006 \$'000			
Water Supply								
-Capital WIP		8,650		8,650	9,271			9,271
-Plant & Equipment	4			4		0		0
- Land								
- operational land		12,188		12,188		12,188		12,188
- community land		20		20		20		20
- Buildings	331		187	144	331		180	151
- Infrastructure		487,426	161,396	326,030	198,470		58,848	139,622
Total Water Supply	335	508,284	161,583	347,036	198,801	12,208	59,028	151,981
Sewerage Services								
-Capital WIP		41,097		41,097	230,947			230,947
- Plant & Equipment	552		264	288	424		219	205
- Land								
- operational land		10,683		10,683		10,684		10,684
- community land		232		232		231		231
- Buildings	34		28	6	25		25	0
- Infrastructure		591,751	197,954	393,797	216,879		68,779	148,100
Total Sewerage Services	586	643,763	198,246	446,103	217,303	10,915	68,998	159,220
Domestic Waste Management								
- Plant & Equipment	2,085		1,404	681	1,915		1,319	596
- Land								
- operational land		2,699		2,699		2,699		2,699
Total DWM	2,085	2,699	1,404	3,380	1,915	2,669	1,319	3,295
Caravan Parks								
-Capital WIP	8			8	8			8
- Plant & Equipment	2,674		1,559	1,115	2,617		1,396	1,229
- Office Equipment	210		153	57	167		140	27
- Land								
- operational land		15,774		15,774		15,774		15,774
- Buildings	7,886		4,797	3,089	7,764		4,503	3,261
Total Caravan Parks	10,778	15,774	6,509	20,043	10,556	15,774	6,039	20,291
TOTAL RESTRICTIONS	13,784	1,170,520	367,742	816,562	428,575	41,596	135,384	334,787

Note 10a

PAYABLES, INTEREST BEARING LIABILITIES AND PROVISIONS
--

for the year ended 30 June 2007

	Notes	Actual 2007		Actual 2006	
		Current \$'000	Non-Current \$'000	Current \$'000	Non-Current \$'000
PAYABLES					
Goods and Services		8,398		7,079	
Payments Received in Advance		1,862		1,964	
Accrued Expenses		276		376	
Employee Benefits - Annual Leave		3,968		3,624	
Security Deposits	6	723	624	392	563
Government Departments		111		2,162	
Total Payables		15,338	624	15,597	563
INTEREST BEARING LIABILITIES					
Loans					
– Secured ⁽¹⁾		4,052	43,906	3,698	38,290
Total Interest Bearing Liabilities		4,052	43,906	3,698	38,290
PROVISIONS					
Sick leave		2,697	1,343	1,676	1,951
Long Service Leave		6,748	805	6,853	264
Tip and quarry remediation	21	50	3,199	112	3,237
Total Provisions		9,495	5,347	8,641	5,452
LIABILITIES RELATING TO RESTRICTED ASSETS					
Water		653	0	488	0
Sewer		3,098	5,879	4,744	6,365
Other (Holiday Parks)		1,314	1,181	1,403	1,464
Total		5,065	7,060	6,635	7,829

Notes:

(1) Loans are secured over the rating income of Council

(2) Vested ELE is all carried as a current provision

Note 10 (b)

DESCRIPTION OF AND MOVEMENTS IN PROVISIONS

for the year ended 30 June 2007

CLASS OF PROVISION	Opening balance \$'000	Increases in provision \$'000	Payments \$'000	Re-measurement \$'000	Closing balance \$'000
Sick leave	3,627	655	242		4,040
Long service leave	7,117	1,159	723		7,553
Tip and quarry remediation	3,349	38	118	(20)	3,249
Total	<u>14,093</u>	<u>1,852</u>	<u>1,083</u>	<u>(20)</u>	<u>14,842</u>

Note 11

RECONCILIATION OF CASH FLOW MOVEMENTS
--

for the year ended 30 June 2007

(a) Reconciliation of Cash Assets

	Actual 2007 (\$'000)	Actual 2006 (\$'000)
	Note	
Total cash at bank and on hand	12,480	15,749
Managed Funds	83,415	105,278
Term Deposits	7,000	7,000
Deposits at Call	16,500	1,000
Balances as per cash flow statement	6(a) 119,395	129,027

(b) Reconciliation of net operating result to cash provided from operating activities

Net operating result from Income Statement	20,437	17,048
Add:		
Fair value adjustments - financial instruments	0	7
Amortisation of discounts and premiums recognised	18	21
Depreciation and impairment	34,771	22,400
Increase in provision for leave entitlements	749	0
Decrease in inventories	0	639
Decrease in receivables	693	0
Increase in payables	0	1,994
Loss on sale of assets	136	1,569
Less:		
Fair value adjustments - financial instruments	44	0
Fair value adjustments - investment property	95	20
Decrease in provision for doubtful debts	31	7
Decrease in payables	590	0
Increase in receivables	0	3,939
Increase in inventories	29	0
Increase in other current assets	33	49
Decrease in provision for leave entitlements	0	2,634
Non cash contributions and dedications	4,739	9,580
Net cash provided from (or used in) operating activities from Cash Flow Statement	51,243	27,449

Note 11

RECONCILIATION OF CASH FLOW MOVEMENTS

for the year ended 30 June 2007

	Actual 2007 (\$'000)	Actual 2006 (\$'000)
(c) Non-Cash Financing and Investing Activities		
Bushfire grants	319	205
Art Gallery	292	144
- Development contributions - General	1,650	7,427
- Development contributions - Water	674	731
- Development contributions - Sewerage	1,804	1,073
	<u>4,739</u>	<u>9,580</u>
(d) Financing Arrangements		
Total Facilities		
- Bank Overdrafts	1,000	1,000
- Current Loans Approved	9,751	7,539
- Corporate Credit Cards Limit	47	50
	<u>10,798</u>	<u>8,589</u>
Used at Balance Date		
- Current Loans Drawn	9,751	7,539
- Corporate Credit Cards	6	11
	<u>9,757</u>	<u>7,550</u>

Notes:

- (1) The Bank overdraft facility may be drawn at any time and may be terminated by the bank without notice.
- (2) Interest rates on overdrafts are variable while the rates for loans are set for the period of the loan.

Note 12

COMMITMENTS FOR EXPENDITURE

for the year ended 30 June 2007

	2007 (\$'000)	2006 (\$'000)
(a) Capital Commitments (exclusive of GST)		
Capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities:		
Buildings	190	50
Plant & Equipment	11,611	37,742
Other	1,801	3,448
Total	13,602	41,240
These expenditures are payable as follows:		
- Not later than one year	9,652	32,239
- Later than one year and not later than 5 years	3,950	9,000
- Later than 5 years	0	0
Total	13,602	41,239
(b) Service Commitments		
Other non-capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities include:		
- Garbage and recycling services	9,320	12,589
- Cleaning services	363	555
- Grounds maintenance contract	3	232
Total	9,686	13,376
These expenditures are payable as follows:		
- Not later than one year	4,000	3,703
- Later than one year and not later than 5 years	5,686	9,440
- Later than 5 years	0	0
Total	9,686	13,144
(c) Finance Lease Commitments		
Council is not committed to any finance leases at the reporting date		
(d) Operating Lease Commitments		
Commitments under non-cancellable operating leases at the reporting date but not recognised in the financial statements are payable as follows:		
Not later than one year	955	1,012
Later than one year and not later than 5 years	696	373
Later than 5 years	0	0
Total	1,651	1,385
<i>Council has entered into non-cancellable operating leases for various items of computer equipment</i>		
<i>- No lease imposes any additional restrictions on Council in relation to additional debt or further leasing.</i>		
(e) Remuneration commitments		
Commitments for the payment of salaries and other remuneration under long-term employment contracts in existence at the reporting date but not recognised as liabilities, payable:		
Within one year	923	681
Later than one year and not later than five years	2,155	1,618
Later than five years	0	0
Total	3,078	2,300

Note 13

STATEMENT OF PERFORMANCE MEASURES
--

for the year ended 30 June 2007

		Amounts		Current Year Indicators 2007	2006	2005	2004
1 Unrestricted current ratio							
<u>Current assets less all external restrictions</u>	(1)	<u>\$29,857</u>	Ratio	<u>2.325</u>	<u>2.250</u>	<u>2.457</u>	<u>2.305</u>
Current liabilities less specific purpose liabilities (2) (3)		\$12,840					
2 Debt service ratio							
<u>Debt service cost</u>		<u>\$6,323</u>	Ratio	<u>6.88%</u>	<u>6.91%</u>	<u>6.75%</u>	<u>11.45%</u>
Revenue from continuing operations excluding capital items and specific purpose grants/contributions		\$91,930					
3 Rate coverage ratio							
<u>Rate and annual charges</u>		<u>\$52,192</u>	Ratio	<u>40.28%</u>	<u>42.45%</u>	<u>35.23%</u>	<u>38.13%</u>
Revenue from continuing operations		\$129,561					
4 Rates and annual charges outstanding percentage							
<u>Rates and annual charges outstanding</u>		<u>\$2,633</u>	Ratio	<u>4.79%</u>	<u>5.28%</u>	<u>4.78%</u>	<u>4.61%</u>
Rates and annual charges collectible		\$54,973					

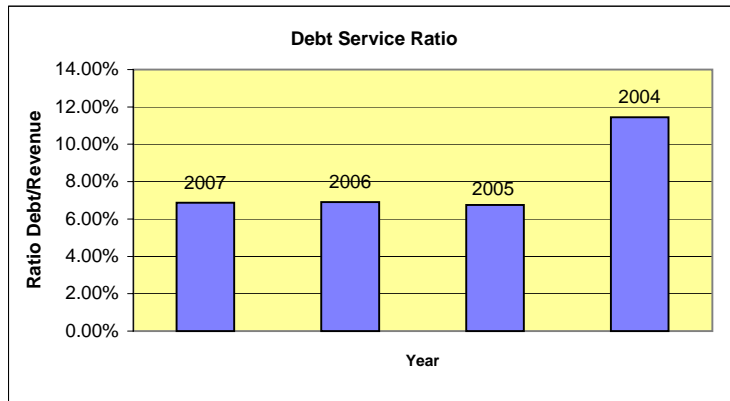
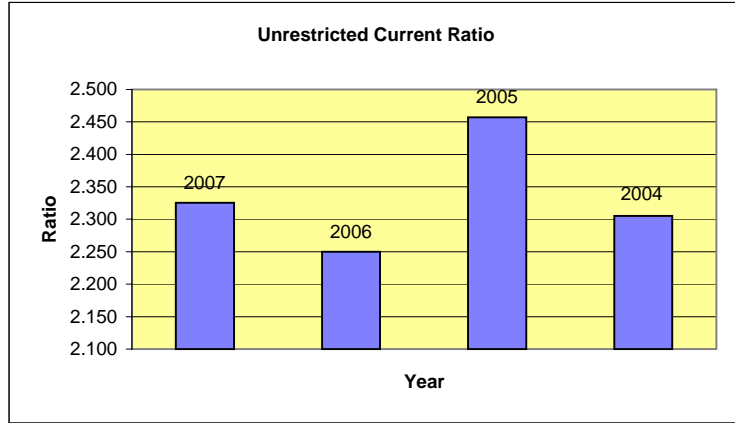
Notes:

(1) Refer to Notes 6-8 inclusive

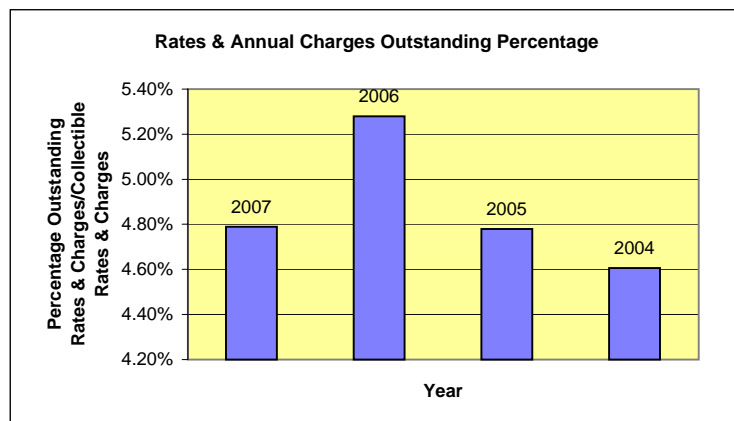
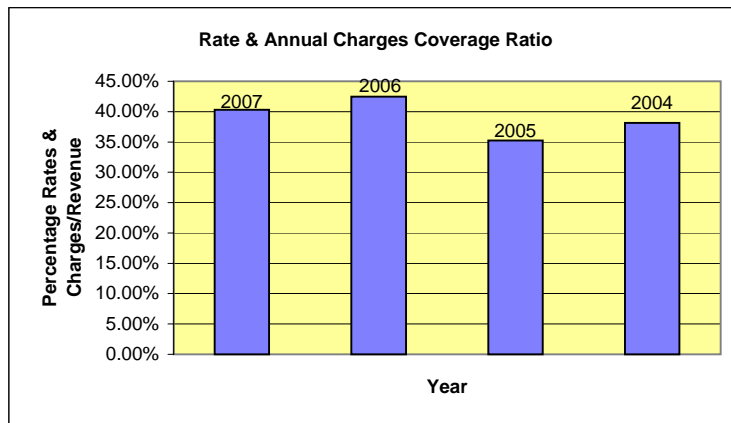
(2) Refer to Note 10(a)

(3) \$13m ELE transferred out

Note 13



Note 13 Cont'd



Note 14

INVESTMENT PROPERTIES

for the year ended 30 June 2007

	Actual 2007 \$'000	Actual 2006 \$'000
At fair value		
Opening balance at 1 July	1,590	1,570
Net gain /(loss) from fair value adjustment	95	20
Closing balance at 30 June	1,685	1,590

Restricted Investment Properties

Opening balance at 1 July	1,205	1,190
Water Supply	20	0
Sewerage Services	15	15
Closing balance at 30 June	1,240	1,205

(a) Amounts recognised in profit and loss for investment property

Rental income	21	19
Net gain/(loss) from fair value adjustment	95	20
Direct operating expenses from property that generated rental income	16	11
	132	50

(b) Valuation basis

The basis of the valuation of investment properties is fair value being the amounts for which the properties could be exchanged between willing parties in an arm's length transaction, based on current prices in an active market for similar properties in the same location and condition and subject to similar leases. The 2007 revaluations were based on the independent assessments made by a member of the Australian Property institute.

(c) Contractual obligations

At balance date Council did not have any contractual obligations to purchase, construct or develop investment property or for repairs, maintenance or enhancements.

(d) Leasing arrangements

The investment properties are leased to tenants under long term operating leases with rentals payable weekly. Minimum lease payments receivable on leases of investment properties are as follows.

Minimum lease payments under non-cancellable operating leases of investment properties not recognised in the financial statements are receivable as follows:

Within one year		
Later than one year but not later than 5 years	21,346	21,346
Later than 5 years	0	0
	0	0
	21,346	21,346

Byangum Road \$155/week - new lease 16/04/06 Lease expired
Byrill Creek \$25.50/week - new lease 4/04/06 Lease expired
Reynolds Street \$200/week - new three month lease 24/08/06 Lease expired
River Street \$30/week - lifetime tenancy agreement Lease expired

Note 15

FINANCIAL INSTRUMENTS

for the year ended 30 June 2007

(a) Interest rate risk exposures

The Council's exposure to interest rate risk, and the effective weighted average interest rate for each class of financial assets and financial liabilities is set out below. Exposures arise predominantly from assets and liabilities bearing variable interest rates, which the Council intends to hold to maturity.

2007	Notes	<u>Fixed interest maturing in:</u>									Total	Weighted Ave. Interest Rate
		Floating Interest rate	< 1 year	1 - 2 years	2 - 3 years	3 - 4 years	4 - 5 years	> 1year <=5years	> 5 years	Non-interest bearing		
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000		
Financial Assets												
Cash and cash equivalents	6	119,395									119,395	6.36%
Investments	6	9,248									9,248	
Receivables	7	9,226								2,457	11,683	5.45%
Total		137,869								2,457	140,326	
Financial Liabilities												
Payables	10									14,100	14,100	
Interest bearing liabilities	10		4,052	4,057	3,990	4,225	3,669		27,965		47,958	
Total			4,052	4,057	3,990	4,225	3,669		27,965	14,100	62,058	6.45%
Net Financial assets/(liabilities)		137,869	(4,052)	(4,057)	(3,990)	(4,225)	(3,669)		(27,965)	(11,643)	78,268	

2006	Notes	<u>Fixed interest maturing in:</u>									Total	Weighted Ave. Interest Rate
		Floating Interest rate	< 1 year	1 - 2 years	2 - 3 years	3 - 4 years	4 - 5 years	> 1year <=5years	> 5 years	Non-interest bearing		
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000		
Financial Assets												
Cash and cash equivalents	6	129,027									129,027	5.87%
Investments	6	7,204									7,204	
Receivables	7	8,264								4,101	12,365	4.90%
Total		144,495								4,101	148,596	
Financial Liabilities												
Payables	10									14,196	14,196	
Interest bearing liabilities	10		3,698	3,729	3,796	3,625	3,754		23,386		41,988	6.2%
Total			7,396	7,458	7,592	7,250	7,508		46,772	14,196	56,184	
Net Financial assets/(liabilities)		144,495	(7,396)	(7,458)	(7,592)	(7,250)	(7,508)		(46,772)	(10,095)	92,412	

Note 16

MATERIAL BUDGET VARIATIONS

for the year ended 30 June 2007

Council's original budget was incorporated as part of the Management Plan adopted by the Council on 13 June 2006. The original projections on which the budget was based have been affected by a number of factors, including Council decisions, changing economic activity, and new government grant programs. Other variations between the budget and actual result derive from a different format being used in the budget, which is a program budget and is generally formulated on a cash basis.

This Note sets out the details of material variations between the original budget and actual results for the Operating Statement. Material favourable (F) and unfavourable (U) variances represent amounts of 10% or more of the budgeted amount.

EXPENSES

1. Depreciation

Over budget by \$13,461K (U). Water and Sewerage assets were revalued and useful lives reassessed effective 1 July 2006.

REVENUES

2. Interest

Over budget by \$1,989K(F). Capital works were significantly under budget, resulting in investment levels higher than anticipated.

3. Grants & Contributions provided for operating purposes

Over budget by \$1,441K(F). Grants and contributions were received during the period which exceeded budget expectations, or which were not anticipated in the budget, notably Community Options/COMPACKS (\$977K), traffic facilities (\$162K), flood mitigation (\$115K) and Regulation Reduction Incentive (\$100K)

4. Capital Grants & Contributions

Over budget by \$10,546K(F). Developer contributions received in 06/07 increased by approximately 50% over 05/06 receipts

COUNCIL OF TWEED SHIRE

Note 17

STATEMENT OF DEVELOPER CONTRIBUTIONS

for the year ended 30 June 2007

(a) Summary of developer contributions

PURPOSE	OPENING BALANCE \$'000	Contributions received during year		Interest & investment income earned during year \$'000	Expended during year \$'000	Internal borrowings (to)/from \$'000	Held as restricted asset \$'000	Projected future contributions \$'000	Projected cost of works still outstanding \$'000	Projected over/(under) funding \$'000
		CASH \$'000	NON CASH \$'000							
Drainage	787	23		52	6		856	1,203	212	991
Roads	9,825	4,724		711	3,058		12,202	252,690	188,802	63,888
Traffic Facilities										
Parking	987	381		66	39		1,395	1,212	1,553	(341)
Open Space	7,218	1,833		507	774		8,784	63,620	57,535	6,085
Community facilities	2,113	740		154	257		2,750	13,479	12,713	766
Path/Cycleways	373	240		24	47		590	3,205	2,978	227
Street Trees	85	81		5	57		114	281	480	(199)
Bridges										
Other	658	2,453		75	1,128		2,058	18,534	18,243	291
Total S94 under plans	22,046	10,475		1,594	5,366		28,749	354,224	282,516	71,708
Total S94 not under plans Sec 64 Contribution*	1,022	13,051		65	126		961			
TOTAL CONTRIBUTIONS	23,068	23,526		1,659	5,492		29,710	354,224	282,516	71,708
Less Internal Charges		12								
Balance to Note 3(f)		23,514								

* Section 64 receipts are treated as a recoupment of infrastructure constructed in prior years and accordingly there are no unexpended Section 64 contributions.

Note 18

CONTINGENCIES

for the year ended 30 June 2007

The following assets and liabilities do not qualify for recognition in the Balance Sheet but knowledge of these items is considered relevant to the users of the financial report in making and evaluating decisions about the allocation of scarce resources:

Richmond - Tweed Regional Library

Council together with other local government authorities have entered into an agreement to operate a regional library facility known as the Richmond-Tweed Regional Library.

Annually, the Council contributes to the library to fund its activities based upon formula. In the event that Council wishes to withdraw from the arrangement, the Library Board of New South Wales will determine the assets and liabilities of the Regional Library attributable to Council.

Legal Issues

The Council from time to time defends actions in respect of Land and Environment Court matters and other issues served on it. It is not practicable to estimate the amount, if any, for which the Council could be liable thereof.

COUNCIL OF TWEED SHIRE

Note 19

INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

for the year ended 30 June 2007

Joint Venture Operations

Council participates in the following co-operative organisation, the activities of which are not controlled by any one member:

North-East Weight of Loads Group

Council is a member of the North-East Weight of Loads Group. The constitution of the group specifies the Council as having one tenth (1/10) "ownership" of the group's net assets. The stated objectives of the group include to generally promote the aims of reducing damage to Council and Classified Roads by the policing of vehicle weight limits. The agreement between eight (8) local councils is in place to 30 June, 2008.

North-East Weight of Loads Group	2007	2006
Council's respective interests are:		
· interest in outputs of the joint operation	13.18%	13.09%
· ownership interest in the joint operation	10.00%	10.00%
· the proportion of voting power in the joint operation	10.00%	10.00%
Movements in Investment in Joint Operation	\$'000	\$'000
Opening Balance	32	31
Amount recognised on adoption of AAS19		
New Capital Contributions	22	21
Share in Operating Result	(20)	(20)
Distributions Received		
Adjustment to Equity Share		
Share in Equity of Joint Operation	34	32

Contingent Liabilities

Each member of the operation is jointly and severally liable for the debts of the operation

- arising from Council's share of the joint operation
- arising from joint and several liability of all members

Revenues, expenses, assets and liabilities of these operations have been consolidated within these reports in accordance with Australian Accounting Standards AAS19 "Accounting for Interests in Joint Ventures." These are summarised below and reporting periods and accounting policies adopted by both joint operations conform to those adopted by Council. No events have occurred after balance date the financial effects of which may materially effect the financial or operating performance of the joint operations for the next reporting period.

Income Statement	2007	2006
	\$'000	\$'000
Share of joint venture revenues in operating revenues	(28)	(26)
Share of joint venture costs in operating expenses	41	40
Net Contribution	13	14
Balance Sheet		
Current Assets	36	31
Non-Current Assets	10	10
Sub total: Share of Assets employed in Joint Ventures	46	41
Current Liabilities	12	9
Non-Current Liabilities	0	0
Sub-total: Share of Liabilities incurred in Joint Ventures	12	9
Grand Total: NET INTEREST IN JOINT VENTURES	34	32

COUNCIL OF TWEED SHIRE

Note 20

REVALUATION RESERVES AND RETAINED EARNINGS

for the year ended 30 June 2007

	Actual 2007 \$'000	Actual 2006 \$'000
(a) Revaluation reserves		
Infrastructure, property, plant and equipment revaluation reserve	533,377	98,495
Movements:		
<i>Property, plant and equipment revaluation reserve</i>		
At beginning of year	98,495	2,056
Revaluation (note 9)	434,882	96,439
At end of year	<u>533,377</u>	<u>98,495</u>
(b) Retained earnings		
Movements in retained earnings were as follows:		
At beginning of year	940,246	923,198
Net operating result for the year	20,437	17,048
At end of year	<u>960,683</u>	<u>940,246</u>
<p>On 1 July 2006 Council revalued its water and sewer infrastructure. This revaluation was conducted with the assistance of specialist asset management consultants and independent valuers. Where an independent valuer was not used to value an asset the Council predominately relied on Department of Energy, Utilities and Sustainability (DEUS) construction reference rates. Useful lives of each asset were assessed using DEUS reference rates together with Council's assessment based on past experience. Council will be regularly assessing the condition of its infrastructure to determine their remaining service potential and further reassessment of useful lives may occur as data is gathered.</p>		
(c) Nature and purpose of reserves		
<i>Infrastructure, property, plant and equipment revaluation reserve</i>		
The infrastructure, property, plant and equipment revaluation reserve is used to record increments and decrements on the revaluation of non-current assets.		
(d) Correction of error in previous years		
<p>Council recognises a provision which estimates the costs of rehabilitating its tip and quarry sites on reaching the end of their useful lives. As at 30 June 2007 Council identified that its provision for rehabilitation for its quarry sites were materially overstated and required revision. This adjustment represents an error under Australian Accounting Standards and has resulted in the following amendments to the 2006 comparative information:</p>		
Retained Earnings		
Retained Earnings as at 1 July 2005	922,134	
Revision of provision for rehabilitation	3,833	
Revision of asset recognition in relation to rehabilitation requirements	(2,769)	
	<u>923,198</u>	
Operating Results 2006		
Operating Results 2006	16,670	
Reduction to amortisation expense in 2006	421	
Adjustment to interest expense on unwinding the discounted provision for rehabilitation	(43)	
Revised operating result for 2006	<u>17,048</u>	

COUNCIL OF TWEED SHIRE

Note 21

REINSTATEMENT, REHABILITATION AND RESTORATION LIABILITIES

for the year ended 30 June 2007

Provision for Restoration

Council is required by law to restore four tip sites, 6 quarries and the old Kingscliff Sewerage Treatment Plant site to a certain standard at the end of their useful lives. The projected cost of these restorations are based on feasibility and engineering studies and has been discounted to its present value using indicative government bond mid-rates.

	Actual 2007 \$'000	Actual 2006 \$'000
At beginning of year	3,349	3,328
Amounts capitalised to Tip/Quarries/STP asset:		
– New disturbance	0	0
– Revised costs	0	0
– Revised life	0	0
– Revised discount rate	0	0
– Payment	(118)	0
Amortisation of discount – expensed to borrowing costs*	18	21
Rehabilitation costs incurred at end of year	<u>3,249</u>	<u>3,349</u>

COUNCIL OF TWEED SHIRE

Note 22

INTANGIBLE ASSETS

for the year ended 30 June 2007

At 30/6/2006					MOVEMENTS DURING YEAR							At 30/6/2007			
	Cost/ Deemed Cost \$'000	Fair Value \$'000	Accum Depn and impairment \$'000	WDV \$'000	Additions \$'000	At Cost Value of Disposals \$'000	Accum Depn Disposals \$'000	Depn and impairment \$'000	Transf/Adj- cost \$'000	Trans/Adj- Accum Dep \$'000	Revaluation increments/ (decrements) \$'000	Cost/ Deemed Cost \$'000	Fair Value \$'000	Accum Depn and impairment \$'000	WDV \$'000
	Software	328		130	198	325	241	239	65	465	464		876		420
TOTALS	328		130	198	325	241		65	465			876		420	456

RESTRICTED INTANGIBLE ASSETS

Water Supply					21							21			21
Sewerage Services					5							5			5
TOTALS					26							26			26

COUNCIL OF TWEED SHIRE

Note 23

EVENTS OCCURRING AFTER BALANCE SHEET DATE

for the year ended 30 June 2007

Events that occur after the reporting date of 30 June 2007, and up to and including the date when the financial report is 'authorised for issue' have been taken into account in preparing this financial report. Council adopted the date of receipt of the Auditors report as the appropriate 'authorised for issue' date relating to this General Purpose Financial Report.

Accordingly, the 'authorised for issue' date is 31 October 2007.

Events that occur after the balance date are one of two types:

(i) Events that have provided evidence of conditions that existed at the Reporting Date. These financial reports (and figures therein) incorporate all 'adjusting events' that provided evidence of conditions that existed at 30 June 2007.

(ii) Events that have provided evidence of conditions that arose after the Reporting Date. These financial reports (and figures therein) do not incorporate any 'non adjusting events' that have occurred after 30 June 2007 and which are only indicative of conditions that arose after 30 June 2007. Council is aware of the following 'non adjusting events' that merit disclosure.

Since balance date a significant downturn has occurred in global credit markets. This event has impacted on the market value of Council investments. Council's cash flow has not been affected with Council deciding to hold onto its investments until market conditions improve or until maturity. Council's investment portfolio has sufficient diversification to provide liquidity until other investments mature.

The financial effect on Council's investment portfolio is that the mark to market valuation of Council's investment securities classified as fair value through profit and loss has been reduced by approximately \$677,700 between balance date and 30 September, 2007. These valuations are provided by brokers and arrangers of the product where an active and transparent market value is not available.

Council is in regular consultation with a number of fund managers and its investment adviser to consider options to best manage its portfolio in the current investment environment.

COUNCIL OF TWEED SHIRE

SPECIAL SCHEDULE NO. 1

NET COST OF SERVICES

for the year ended 30 June 2007

(\$'000)

Function or Activity	EXPENSES FROM CONTINUING OPERATIONS		INCOME FROM CONTINUING OPERATIONS			NET COST OF SERVICES	
	Expenses	Group Totals	Non Capital Revenues	Capital Revenues	Group Totals	Net Cost	Group Totals
GOVERNANCE	2,773						
		2,773					2,773
ADMINISTRATION							
Corporate Support	8,030		575	2,176		5,279	
Engineering & Works	3,745		80			3,665	
Other Support Services	4,747	16,522	573		3,404	4,174	13,118
PUBLIC ORDER & SAFETY							
Contributions to Fire Service Levy	472					472	
Fire Protection - Other	171		190	319		-338	
Animal Control	348		173			175	
Beach Control	496		62			434	
Enforcement of Local Govt Regs	621		319			302	
Emergency Services	104		33	192		-121	
Other	28	2,240			1,288	28	952
HEALTH							
Administration & Inspection	821		34			787	
Immunisations	21					21	
Food Control							
Insect/Vermin Control	117		1			116	
Noxious Plants	127					127	
Health Centres	2					2	
Other	56	1,144	106		141	-50	1,003
COMMUNITY SERVICES & EDUCATION							
Administration	409		6			403	
Family Day Care	20					20	
Child Care	29					29	
Youth Services	53		2			51	
Other Families & Children							
Aged & Disabled	323		1,295			-972	
Migrant Services							
Aboriginal Services							
Other Community Services	453		148			305	
Education	70	1,357	2		1,453	68	-96
HOUSING & COMMUNITY AMENITIES							
Housing	18		37			-19	
Town Planning	3,318		1,126			2,192	
Domestic Waste Management	5,303		6,265			-962	
Other Waste Management	596		1,400	26		-830	
Street Cleaning	228					228	
Other Sanitation & Garbage	58		87			-29	
Urban Stormwater Drainage	2,668		63	642		1,963	
Environmental Protection	1,986		1,393			593	
Public Cemeteries	603		298	85		220	
Public Conveniences	579					579	
Other Community Amenities	45	15,402			11,422	45	3,980

NET COST OF SERVICES (Cont'd)

Function or Activity	EXPENSES FROM CONTINUING OPERATIONS		INCOMES FROM CONTINUING OPERATIONS			NET COST OF SERVICES	
	Expenses	Group Totals	Non Capital Revenues	Capital Revenues	Group Totals	Net Cost	Group Totals
WATER SUPPLIES	15,326	15,326	13,744	8,064	21,808	-6,482	-6,482
SEWERAGE SERVICES	17,513		17,513	17,561		7,453	
RECREATION & CULTURE							
Public Libraries	1,832	10,384	244		5,975	1,588	4,409
Museums	246		63	150		33	
Art Galleries	1,042		272	305		465	
Community Centres	336		228	741		-633	
Public Halls	164		88			76	
Other Cultural Services	147		18			129	
Swimming Pools	884		464			420	
Sporting Grounds	720		437			283	
Parks & Gardens (Lakes)	3,393		317	2,648		428	
Other Sport & Recreation	1,620					1,620	
MINING, MANUFACTURING & CONSTRUCTION							
Building Control	1,038	1,479	1,384		1,394	-346	85
Quarries & Pits	441		10			431	
TRANSPORT & COMMUNICATION							
Urban Roads: Local	5,608	19,799	1,389	4,724	11,553	-505	8,246
Urban Roads: Regional	752			1,061		-309	
Sealed Rural Roads: Local	3,739		28	216		3,495	
Sealed Rural Roads: Regional	3,986		1,222	750		2,014	
Unsealed Rural Roads: Local	2,852					2,852	
Bridges on Urban Roads: Local	638					638	
Bridges on Urban Roads: Regional	45		37			8	
Bridges on Sealed Rural Roads: Local	95					95	
Bridges on Sealed Rural Roads: Regional	250		204			46	
Bridges on Unsealed Rural Roads: Local	70					70	
Footpaths	180		24	725		-569	
Aerodromes	13		21			-8	
Parking Areas	96		61	381		-346	
Bus Shelters & Services	37		4	3		30	
Water Transport	187		68	54		65	
RTA Works - (State)			10			-10	
Street Lighting	792		131			661	
Other	459		410	30		19	

NET COST OF SERVICES (Cont'd)

Function or Activity	EXPENSES FROM ORDINARY ACTIVITIES		REVENUES FROM ORDINARY ACTIVITIES			NET COST OF SERVICES	
	Expenses	Group Totals	Non Capital Revenues	Capital Revenues	Group Totals	Net Cost	Group Totals
ECONOMIC AFFAIRS							
Camping Areas							
Caravan Parks	3,950		6,133			-2,183	
Tourism & Area Promotion	848		12			836	
Industrial Development Promotion	401					401	
Saleyards & Markets	9		6			3	
Real Estate Development	11		21			-10	
Commercial Nurseries							
Other Business Undertakings	416		154			262	
		5,635			6,326		-691
TOTALS-FUNCTIONS		109,574	59,033	30,745	89,778		19,796
GENERAL PURPOSE REVENUES ¹			40,199		40,199		-40,199
SHARE OF GAIN(DEFICIT) FROM ASSOCIATES AND JOINT VENTURES USING EQUITY METHOD			34		34		-34
CORRECTION OF FUNDAMENTAL ERROR							
SURPLUS/(DEFICIT) FROM ORDINARY ACTIVITIES BEFORE EXTRAORDINARY ITEMS		109,574	99,266	30,745	130,011		-20,437
EXTRAORDINARY ITEMS							
NET OPERATING RESULT FOR THE YEAR ⁽²⁾		109,574	99,266	30,745	130,011		-20,437

1 Includes:

- * Rates & Annual Charges (including Ex-Gratia)
- * Non-Capital General Purpose Grants
- * Interest on Investments

2 As reported on the Income Statement

COUNCIL OF TWEED SHIRE

SPECIAL SCHEDULE NO. 2(a)

STATEMENT OF LONG-TERM DEBT (ALL PURPOSE)
for the year ended 30 June 2007

2007
(\$'000)

Classification of Debt	Principal Outstanding at beginning of year			New Loans Raised During the Year	Debt Redemption during the Year		Transfers to Sinking Funds	Interest Applicable for Year	Principal Outstanding at end of Year		
	Current	Non-Current	Total		From Revenue	Sinking Funds			Current	Non-Current	Total
LOANS (By Source)											
Commonwealth Government Treasury Corporation											
Other State Government	292	1,463	1,755		292			72	275	1,188	1,463
Public Subscription											
Financial Institutions	3,406	36,827	40,233	9,751	3,489			2,469	3,777	42,718	46,495
Other											
TOTAL LOANS	3,698	38,290	41,988	9,751	3,781			2,541	4,052	43,906	47,958
OTHER LONG-TERM DEBT											
Ratepayers' Advances											
Government Advances											
Finance Leases											
Deferred Payment											
TOTAL LONG-TERM DEBT	3,698	38,290	41,988	9,751	3,781			2,541	4,052	43,906	47,958

COUNCIL OF TWEED SHIRE
SPECIAL SCHEDULE NO. 3
WATER SUPPLY INCOME STATEMENT
(Gross Including Internal Transactions)
for the year ended 30 June 2007
(\$'000)

	2006/07	2005/06
A. EXPENSES & INCOME		
Expenses		
1 Management		
a Administration	3,115	2,984
b Engineering and Supervision	978	918
2 Operations and Maintenance Expenses		
- Dams and Weirs		
a Operation Expenses	119	110
b Maintenance Expenses	212	216
- Mains		
c Operation Expenses		
d Maintenance Expenses	1,186	520
- Reservoirs		
e Operation Expenses	24	23
f Maintenance Expenses	63	78
- Pumping Stations		
g Operation Expenses (excluding energy costs)	28	11
h Energy Costs	647	531
i Maintenance Expenses	174	136
- Treatment		
j Operation Expenses (excl chemical costs)	406	394
k Chemical Costs	303	321
l Maintenance Expenses	85	83
- Other		
m Operation Expenses	397	358
n Maintenance Expenses	598	550
o Purchase of Water	17	34
3 Depreciation		
a System Assets	7,423	3,464
b Plant and Equipment		
4 Miscellaneous Expenses		
a Interest Expenses		
b Other Expenses	321	339
5 Total Expenses	16,096	11,070
Income		
6 Residential Charges		
a Access (including rates)	2,574	2,207
b User Charges	6,610	4,590
7 Non-Residential Charge		
a Access (including rates)	224	275
b User Charges	1,682	1,917
8 Extra Charges	44	40
9 Interest Income	1,567	2,166
10 Other Income	1,191	901
11 Grants		
a Grants for Acquisition of Assets		
b Grants for Pensioner Rebates	363	382
c Other Grants		
12 Contributions		
a Developer Charges	7,394	1,478
b Developer Provided Assets	674	731
c Other Contributions		
13 Total Income	22,323	14,687
14 Gain or Loss on Disposal of Assets	(106)	(503)
15 Operating Result	6,121	3,114
15a Operating Result (less Grants for Acquisition of Assets)	6,121	3,114

**COUNCIL OF TWEED SHIRE
SPECIAL SCHEDULE NO. 3 (cont'd)
WATER SUPPLY - CROSS SUBSIDIES
for the year ended 30 June 2007
(\$'000)**

Yes No Amount

D. BEST PRACTICE ANNUAL CHARGES & DEVELOPER CHARGES

27 Annual Charges

- a. Does Council have best-practice water supply annual charges and useage charges
If Yes, go to 28a.
If No, please report if Council has removed **land value** from access charges (I.e. rates)?

* Such charges for both residential customers and non-residential customers comply with section 3.2 of "Water Supply, Sewerage and Trade Waste Pricing Guidelines, Department of Water and Energy, December, 2002. Such charges do not involve cross-subsidies.

- b. Cross-subsidy **from** residential customers using less than allowance (page 25 of Guidelines) _____
- c. Cross-subsidy **to** residential customers (page 24 of Guidelines) _____
- d. Cross-subsidy **to** large conections in unmetered supplies (page 26 of Guidelines) _____

28 Developer Charges

- a. Has Council completed a water supply Development Servicing** Plan?
- b. Total cross-subsidy in water supply developer charges for 2006/07 (page 47 of Guidelines) _____

** In accordance with page 9 of *Developer Charges Guidelines for Water Supply, Sewerage and Stormwater*, Department of Water and Energy, December, 2002

29 Disclosure of Cross Subsidies

TOTAL OF CROSS SUBSIDIES (27b + 27c + 27d + 28b) _____

COUNCIL OF TWEED SHIRE
SPECIAL SCHEDULE NO. 4
WATER SUPPLY - BALANCE SHEET

(Gross Including Internal Transactions)
for the year ended 30 June 2007
(\$'000)

	<u>Current</u>	<u>Non-Current</u>	<u>Total</u>
ASSETS			
30 Cash and Investments			
a Developer Charges			
b Specific Purpose Grants			
c Accrued Leave			
d Unexpended Loans			
e Sinking Funds			
f Other	32,091		32,091
31 Receivables			
a Specific Purpose grants	96		96
b Rates and Charges	156		156
c Other	4,646		4,646
32 Inventories			
33 Property, Plant and Equipment			
a System Assets		349,041	349,041
b Plant and Equipment		4	4
34 Other Assets			
35 Total Assets	36,989	349,045	386,034
LIABILITIES			
36 Bank Overdraft			
37 Creditors	653		653
38 Borrowings			
a Loans			
b Advances			
c Finance Leases			
39 Provisions			
40 Total Liabilities	653		653
41 NET ASSETS COMMITTED	36,336	349,045	385,381
EQUITY			
42 Accumulated Surplus			193,878
43 Asset Revaluation Reserve			191,503
44 Total Equity			385,381
Note to System Assets:			
45 Current Replacement Cost of System Assets			510,628
46 Accumulated Current Cost Depreciation of System Assets			161,583
47 Written Down Current Costs of System Assets			349,045

**COUNCIL OF TWEED SHIRE
SPECIAL SCHEDULE NO. 5
SEWERAGE INCOME STATEMENT
(Gross Including Internal Transactions)
for the year ended 30 June 2007
(\$'000)**

	2006/07	2005/06
A. EXPENSES & INCOME		
Expenses		
1 Management		
a Administration	2,540	2,281
b Engineering and Supervision	854	820
2 Operations and Maintenance Expenses		
- Mains		
a Operation Expenses	4	
b Maintenance Expenses	750	911
- Pumping Stations		
c Operation Expenses (excluding energy costs)	607	591
d Energy Costs	350	333
e - Maintenance Expenses	839	782
- Treatment		
f Operation Expenses (excluding chemical, energy, effluent & biosolids mgt costs)	1,237	1,237
g Chemical Costs	165	140
h Energy Costs	475	426
i - Effluent Management	6	
j Biosolids Management	197	290
k Maintenance Expenses	711	755
- Other		
l Operation Expenses	267	248
m Maintenance Expenses	67	41
3 Depreciation		
a System Assets	13,401	5,177
b Plant and Equipment	46	40
4 Miscellaneous		
a Interest Expenses	278	360
b Revaluation Decrements		
c Other Expenses	476	200
5 Total Expenses	23,270	14,632
Revenues		
6 Residential Charges (including rates)	12,875	11,661
7 Non-Residential Charges		
a Access (including rates)	651	606
b User Charges		
8 Trade Waste Charges		
a Annual Fees		
b User Fees	903	845
c Excess Mass Charges and Re-inspection Fees		
9 Extra Charges	151	147
10 Interest Income	1,924	2,720
11 Other Income	814	597
12 Grants		
a Grants for Acquisition of Assets	132	544
b Grants for Pensioner Rebates	357	364
c Other Grants		
13 Contributions		
a Developer Charges	5,657	862
b Developer Provided Assets	1,804	1,271
c Other Contributions		
14 Total Income	25,268	19,617
15 Gain or Loss on Disposal of Assets	(170)	(513)
16 Operating Results	1,828	4,472
16a Operating Result (less Grants for Acquisition of Assets)	1,696	3,928

COUNCIL OF TWEED SHIRE
SPECIAL SCHEDULE NO. 5 (Cont'd)
SEWERAGE INCOME STATEMENT
(Gross Including Internal Transactions)
for the year ended 30 June 2007
(\$'000)

	2006/07	2005/06
B. CAPITAL TRANSACTIONS		
Non-Operating Expenditures		
17 Acquisition of Fixed Assets		
a Subsidised Scheme		
b Other New System Assets	29,124	12,180
c Renewals	9,231	4,960
d Plant and Equipment	129	12
e Office Equipment	5	0
f Buildings	12	0
g Land	0	50
18 Payment of Debt		
a Loans	439	415
b Advances		
c Finance Leases		
19 Transfer to Sinking Funds		
20 Totals	38,940	17,617
Non-Operating Funds Employed		
21 Proceeds from Disposal of Assets		
22 Borrowings Utilised		
a Loans		
b Advances		
c Finance Leases		
23 Transfer from Sinking Funds		
24 Totals		
C. RATES AND CHARGES		
25 Number of Assessments		
a Residential (occupied)	29,717	26,592
b Residential (unoccupied)	235	1,159
c Non-Residential (occupied)	1,475	1,326
d Non-Residential (unoccupied)	28	25
	31,455	29,102
26 Number of ETs for which Developer Charges were received	1560 ET	717 ET
27 Total Amount of Pensioner Rebates	\$645,863	\$657,472

COUNCIL OF TWEED SHIRE
SPECIAL SCHEDULES - Schedule No 6
SEWERAGE SERVICE - BALANCE SHEET
(GROSS INCLUDING INTERNAL TRANSACTIONS)
for the year ended 30 June 2007
(\$'000)

	<u>Current</u>	<u>Non-Current</u>	<u>Total</u>
ASSETS			
31 Cash and Investments			
a - Developer Charges			
b - Specific Purpose Grants			
c - Accrued Leave			
d - Unexpended Loans			
e -Sinking Funds			
f - Other	22,300		22,300
32 Receivables			
a - Specific Purpose Grants			
b - Rates and Availability Charges	652		652
c - Other	497		497
33 Inventories			
34 Property, Plant and Equipment			
a - System Assets		447,891	447,891
b - Plant and Equipment		288	288
35 Other Assets			
36 Total Assets	<u>23,449</u>	<u>448,179</u>	<u>471,628</u>
LIABILITIES			
37 Bank Overdraft			
38 Creditors	2,633		2,633
39 Borrowings			
a - Loans	465	4,338	4,803
b - Advances			
c - Finance Leases			
40 Provisions		1,541	1,541
41 Total Liabilities	<u>3,098</u>	<u>5,879</u>	<u>8,977</u>
42 NET ASSETS COMMITTED	<u>20,351</u>	<u>442,300</u>	<u>462,651</u>
EQUITY			
43 Accumulated Surplus			205,013
44 Asset Revaluation Reserve			257,638
45 Total Equity			<u>462,651</u>
Note to System Assets:			
46 Current Replacement Cost of System Assets			646,425
47 Accumulated Current Cost Depreciation of System Assets			198,246
48 Written Down Current Cost of System Assets			<u>448,179</u>

COUNCIL OF TWEED SHIRE
SPECIAL SCHEDULE NO. 3 (Cont'd)
WATER SUPPLY INCOME STATEMENT
(Gross Including Internal Transactions)
for the year ended 30 June 2007
(\$'000)

	2006/07	2005/06
B. CAPITAL TRANSACTIONS		
Non-Operating Expenditures		
16 Acquisition of Fixed Assets		
a Subsidised Scheme		
b Other New System Assets	11,479	7,941
c Renewals	2,214	8,083
d Plant and Equipment	4	0
e Office Equipment	21	0
17 Repayment of Debt		
a Loans		9
b Advances		
c Finance Leases		
18 Transfer to Sinking Funds		
19 Totals	13,718	16,033
Non-Operating Funds Employed		
20 Proceeds from Disposal of Assets		
21 Borrowings Utilised		
a - Loans		
b - Advances		
c - Finance leases		
22 Transfer from Sinking Funds		
23 Totals		
C. RATES AND CHARGES		
24 Number of Assessments		
a Residential (occupied)	29,898	30,550
b Residential (unoccupied)	266	1,847
c Non-Residential (occupied)	1,579	1,027
d Non-Residential (unoccupied)	30	68
	31,773	33,492
25 Number of ETs for which Developer Charges were received	4257 ET	696 ET
26 Total Amount of Pensioner Rebates	\$747,619	\$772,782

**COUNCIL OF TWEED SHIRE
SPECIAL SCHEDULE NO. 5 (cont'd)
SEWERAGE - CROSS SUBSIDIES
for the year ended 30 June 2007
(\$'000)**

Yes No Amount

D. BEST PRACTICE ANNUAL CHARGES & DEVELOPER CHARGES

28 Annual Charges

- a. Does Council have best-practice sewerage supply annual charges, useage charges and trade waste fees and charges*?
If Yes, go to 29a.
If No, please report if Council has removed **land value** from access charges (i.e. rates)?

* Such charges for both residential customers and non-residential customers comply with section 3.2 of "Water Supply, Sewerage and Trade Waste Pricing Guidelines, Department of Land and Water Conservation, December, 2002. Such charges do not involve cross-subsidies.

- b. Cross-subsidy to non-residential customers
(page 45 of Guidelines)

- c. Cross-subsidy **to** trade waste dischargers (page 46 of Guidelines)

29 Developer Charges

- a. Has Council completed a sewerage Development Servicing** Plan?

b. Total cross-subsidy in water supply developer charges for 2006/07
(page 47 of Guidelines)

** In accordance with page 9 of *Developer Charges Guidelines for Water Supply, Sewerage and Stormwater*, Department of Water and Energy, December, 2002

30 Disclosure of Cross Subsidies

TOTAL OF CROSS SUBSIDIES (28b + 28c + 29b)

**COUNCIL OF TWEED SHIRE
SPECIAL SCHEDULE NO 7
CONDITION OF PUBLIC WORKS
for the year ended 30 June 2007
(\$'000)**

Asset Class	Asset Category (as determined by Council)	Depreciation Expense (%) (specific rate or range of rates)	Depreciation Expense \$'000	Cost \$'000	Valuation \$'000	Accumulated Depreciation and impairment \$'000	WDV \$'000	Asset Condition (refer details attached)	Estimated cost to bring to a satisfactory standard \$'000	Required Annual Maintenance \$'000	Current annual Maintenance \$'000
		Per Note 1	Per Note 4	Per Note 9			Per Section 428 (2d)				
Public Buildings	Council Offices	1%	154	15,579		4,121	11,458	Fair/Good	1,000	590	89
	Council Works Depot	2%	77	3,942		1,413	2,529	Fair/Good	500	110	117
	Council Halls	2%	68	3,418		579	2,839	Fair	450	250	131
	Council Houses	2%	13	655		224	431	Fair	110	8	20
	Museum	2%	1	100		86	14	Poor	7,000	60	23
	Library	2%	54	3,434		555	2,879	Satisfactory	48	500	40
	Childcare Centre(s)	2%	3	182		77	105	Good	Not funded by Council		
	Art Gallery	2%	106	5,604		270	5,334	Satisfactory	nil	50	36
	Amenities/Toilets	2%	130	6,714		2,741	3,973	Fair/Good	800	130	198
				606	39,628		10,066	29,562		9,908	1,698
Public Roads	Sealed Roads	2.5%	5,592	225,221		139,816	85,405	Fair	78,339	5,949	5,243
	Unsealed Roads	1%	125	12,502		7,769	4,733	Poor	11,113	1,639	850
	Sealed Roads Structure	0.67%		234,480		50,764	183,716	Fair	nil	nil	nil
	Bridges	1.25%	571	45,903		15,009	30,894	Fair/Good	12,075	1,700	249
	Footpaths/Cycleways	2%	77	8,154		761	7,393	Fair	561	218	679
	Kerb & Gutter	5%	1,642	33,027		16,585	16,442	Fair	8,277	124	34
	Traffic Facilities	5%		244			244	Satisfactory	nil	234	254
				8,007	559,531		230,704	328,827		110,365	9,864
Water	Treatment Plants	2%	569		22,312	17,234	5,078	Satisfactory	nil	1,095	794
	Water Connections	6.67%						Satisfactory	nil	410	1,012
	Reservoirs	1.43%	355		29,848	8,912	20,936	Satisfactory	nil	167	87
	Dams	1%	54		51,675	1,447	50,228	Satisfactory	nil	319	331
	Pipeline	1.43%	5,704		358,234	125,464	232,770	Satisfactory	nil	591	1,186
	Pump Stations	5%	733		25,003	8,338	16,665	Satisfactory	nil	802	849
	Dam Site								nil		
			7,415		487,072	161,395	325,677		nil	3,384	4,259
Sewerage	Pump Stations	5%	3,233		112,113	49,342	62,771	Satisfactory	nil	1,808	1,796
	Pipeline	1.45%	5,064		362,100	108,565	253,535	Satisfactory	nil	1,112	754
	Treatment Works		5,101		117,538	40,047	77,491	Satisfactory	nil	2,976	2,791
	Turf Farm								nil		
			13,398		591,751	197,954	393,797		nil	5,896	5,341
Drainage Works	All Infrastructure	1.25%	1,642	129,922		41,495	88,427	Fair	3,370	1,030	86
			1,642	129,922		41,495	88,427		3,370	1,030	86
Total - Classes	Total - All Assets		31,068	729,081	1,078,823	641,614	1,166,290		123,643	21,872	17,649

COUNCIL OF TWEED SHIRE

Special Schedule No 8

FINANCIAL PROJECTIONS

for the year ended 30 June 2007

	2006 ⁽¹⁾ \$m	2007 \$m	2008 \$m	2009 ⁽³⁾ \$m	2010 ⁽³⁾ \$m
Recurrent budget					
Income from continuing operations	112	112	113	118	127
Expenses from continuing operations	95	93	114	126	132
Operating result from continuing operations	17	19	(1)	(8)	(5)
Capital budget					
New capital works	53	101	98	67	97
Funded by:					
Loans	6	13	61	39	38
Asset sales	8	3	2	2	2
Reserves	13	23	12	6	13
Grants/Contributions	23	48	12	11	35
Recurrent revenue	3	14	11	9	9
Other	53	101	98	67	97

Notes

(1) From Income Statement

(2) New Capital Works are major non-recurrent projects. Eg new Leisure Centre, new Library, new swimming pool etc

(3) If Council has only adopted 3 years of projections then only show 3 years