



13 September 2016

Dear Councillor,

Your attendance is requested at an Ordinary Council Meeting of the Blayney Shire Council to be held in the Chambers, Blayney Shire Community Centre on Monday, 19 September 2016 at 6.00 pm for consideration of the following business -

- (1) Acknowledgement of Country
- (2) Recording of Meeting Statement
- (3) Apologies for non-attendance
- (4) Disclosures of Interest
- (5) Public Forum
- (6) Mayoral Minute
- (7) Notices of Motion
- (8) Confirmation of Minutes - Ordinary Council Meeting held on 15.08.16
- (9) Matters arising from Minutes
- (10) Reports of Staff
 - (a) Executive Services
 - (b) Corporate Services
 - (c) Infrastructure Services
 - (d) Planning and Environmental Services
- (11) Delegates Reports
- (12) Questions from Councillors
- (13) Closed Meeting

Yours faithfully

Rebecca Ryan
General Manager

5.50pm – Mandurama Fire Shed Upgrade – David Hoadley

Meeting Calendar 2016

September

Time	Date	Meeting	Location
6.00 pm	15 September 2016	Towns and Village Committee Meeting	Community Centre
6.00 pm	19 September 2016	Council Meeting	Community Centre
5.30pm	21 September 2016	Financial Assistance Committee Meeting	Community Centre

October

Time	Date	Meeting	Location
	3 October 2016	Labour Day Public Holiday	
6.00pm	4 October 2016	Cultural Centre Working Group Meeting	Community Centre
9.00am	20 October 2016	Audit Committee Meeting	Community Centre
10.00am	21 October 2016	Traffic Committee	Community Centre
6.00 pm	24 October 2016	Council Meeting	Community Centre

November

Time	Date	Meeting	Location
6.00pm	7 November 2016	Cultural Centre Working Group Meeting	Community Centre
5.00pm	10 November 2016	Cemetery Forum	Community Centre
5.45pm	10 November 2016	Access Committee Meeting	Community Centre
4.00pm	15 November 2016	Local Emergency Management Meeting	Community Centre
5.30pm	17 November 2016	Sports Council Meeting	Community Centre
6.00 pm	21 November 2016	Council Meeting	Community Centre
6.00pm	7 November 2016	Cultural Centre Working Group Meeting	Community Centre

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HELD ON MONDAY 19 SEPTEMBER 2016

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01) MINUTES OF THE PREVIOUS MEETING HELD MONDAY 15 AUGUST 2016**Department:** Executive Services**Author:** General Manager**CSP Link:** 6.3 A well-run Council organisation.**File No:** GO.ME.3**Recommendation:**

That the Minutes of the Ordinary Council Meeting held on 15 August 2016, being minute numbers 1608/001 to 1608/015 be confirmed.

MINUTES OF THE BLAYNEY SHIRE COUNCIL ORDINARY MEETING HELD IN THE CHAMBERS, BLAYNEY SHIRE COUNCIL COMMUNITY CENTRE, ON 15 AUGUST 2016, COMMENCING AT 6.00 PM

Present: Crs S Ferguson (Mayor), G Braddon OAM, A Ewin, S Oates, K Radburn and D Somervaille

Acting General Manager / Director Infrastructure Services (Mr G Baker), Director Corporate Services (Mr A Franze), Director Planning & Environmental Services (Mr M Dicker), Acting Executive Assistant to the General Manager (Ms S Hibbert)

ACKNOWLEDGEMENT OF COUNTRY**RECORDING OF MEETING STATEMENT****APOLOGIES****1608/001 RESOLVED**

That the apology, tendered by Crs David Kingham and General Manager (Mrs R Ryan) be accepted.

(Somervaille/Oates)

CARRIED

DISCLOSURES OF INTEREST

The General Manager reported the following Disclosure of Interest forms had been submitted:

Councillor /Staff	Interest	Item	Pg	Report	Reason
Anton Franze	Non-Pecuniary	4	27	Winter Wonderland Festivities	Mr Franze is the Treasurer of Rotary Blayney

PUBLIC FORUM

Andrew Saunders – Agenda Item No. 13 – DA60/2016 Child Care Centre

Ms Fiona Ivancsik – Agenda Item No. 13 – DA60/2016 Child Care Centre

Ms Anne Harrison – Agenda Item No. 13 – DA60/2016 Child Care Centre

CONFIRMATION OF MINUTES

MINUTES OF THE PREVIOUS MEETING HELD MONDAY 18 JULY 2016

1608/002

RESOLVED

That the Minutes of the Ordinary Council Meeting held on 18 July 2016, being minute numbers 1607/001 to 1607/026 be confirmed.

(Ewin/Braddon)
CARRIED

MATTERS ARISING FROM THE MINUTES

Nil

EXECUTIVE SERVICES REPORTS

BLAYNEY SHIRE DEVELOPMENT COORDINATOR PROGRAM

1608/003

RESOLVED

That Council approve the Memorandum of Understanding and Funding Agreement between Council and the Incorporated Association, providing financial assistance for the engagement of a Development Coordinator.

(Braddon/Somervaille)
CARRIED

LGNSW ANNUAL CONFERENCE 2016

1608/004

RESOLVED

1. That Council nominates the Mayor as voting delegate to the LGNSW Annual Conference 2016.
2. That Council approves the registration and attendance of the Mayor, Deputy Mayor and General Manager as Blayney Shire Council Delegates to attend the LGNSW Annual Conference 2016.

(Radburn/Ewin)
CARRIED

Director Corporate Services, Anton Franze left the room 6.21pm

- 1608/005** **WINTER WONDERLAND FESTIVITIES**
RESOLVED
 That Council approve the donation of \$650 raised through Winter Wonderland 2016 event from merchandise sales and ticketing on behalf of the community to be donated to the Blayney Palliative Care Unit fundraising project for the Blayney Rotary Club.
 (Braddon/Oates)
CARRIED

Director Corporate Services, Anton Franze returned to the room 6.24pm

- 1608/006** **MINUTES OF THE BLAYNEY SHIRE CULTURAL CENTRE**
WORKING GROUP MEETING HELD 1 AUGUST 2016
RESOLVED
 That the minutes of the Cultural Centre Working Group Meeting, held Monday 1 August 2016, be received.
 (Ewin/Braddon)
CARRIED

CORPORATE SERVICES REPORTS

- 1608/007** **ADOPTION OF ASBESTOS MANAGEMENT POLICY**
RESOLVED
 That the Asbestos Management policy be adopted and included in Council's policy register.
 (Oates/Somervaille)
CARRIED

- 1608/008** **LGNSW - REQUEST FOR ASSISTANCE WITH LEGAL**
COSTS: COWRA SHIRE COUNCIL
RESOLVED
 That \$301.20 be paid to the Local Government NSW (LGNSW) being Blayney Shire Councils' share of legal assistance under the LGNSW Legal Assistance Policy & Guidelines.
 (Radburn/Ewin)
CARRIED

- 1608/009** **REPORT OF COUNCIL INVESTMENTS AS AT 31 JULY 2016**
RESOLVED
 1. That the report indicating Council's investment position as at 31 July 2016 be received.
 2. That the certification of the Responsible Accounting Officer be received and the report be adopted.
 (Somervaille/Oates)
CARRIED

- 1608/010** **SIX MONTHLY DELIVERY PLAN REVIEW - JUNE 2016**
RESOLVED
 That the six-monthly review, as at 30 June 2016, of Council's 2014/15 – 2017/18 Delivery Plan be received.
 (Braddon/Ewin)
CARRIED

- 1608/011** **MINUTES OF THE BLAYNEY SHIRE AUDIT COMMITTEE**
MEETING HELD 20 JULY 2016
RESOLVED
 That the minutes of the Blayney Shire Audit Committee meeting held 20 July 2016 be received.
 (Somervaille/Oates)
CARRIED

INFRASTRUCTURE SERVICES REPORTS

- 1608/012** **DIRECTOR INFRASTRUCTURE SERVICES MONTHLY**
REPORT
RESOLVED
 That the Director of Infrastructure Services Monthly report for August 2016 be received and noted.
 (Braddon/Ewin)
CARRIED

PLANNING AND ENVIRONMENTAL SERVICES REPORTS

- 1608/013** **DEVELOPMENT APPLICATION NO. 114/2012 - SUBDIVISION**
- LOT 486 DP1081771, LOT 676 DP793188 - 126 ROSEDALE
ROAD, BROWNS CREEK
RESOLVED
 That Council approve Development Application 114/2012 for an eleven (11) lot subdivision on Lot 486 DP 1081771, Lot 676 DP 793188, 126 Rosedale Road, Browns Creek, subject to the conditions in Enclosure 5.
 (Braddon/Radburn)
CARRIED

The **DIVISION** was taken and the names of the Councillors voting FOR and AGAINST were as follows:

FOR	AGAINST
Councillor Ewin	
Councillor Braddon	
Councillor Oates	
Councillor Somervaille	
Councillor Ferguson	
Councillor Radburn	
Total (6)	Total (0)

DEVELOPMENT APPLICATION NO. 60/2016 – CHILD CARE CENTRE - LOT 1 DP 575622 - 2 GEORGE STREET, MILLTHORPE

1608/014

RESOLVED

That Council defer a decision to the September meeting, in order to undertake a site inspection.

(Somerville/Braddon)

CARRIED

The **DIVISION** was taken and the names of the Councillors voting FOR and AGAINST were as follows:

FOR	AGAINST
Councillor Ewin	
Councillor Braddon	
Councillor Oates	
Councillor Somerville	
Councillor Ferguson	
Councillor Radburn	
Total (6)	Total (0)

PLANNING PROPOSAL TO AMEND BLAYNEY LOCAL ENVIRONMENTAL PLAN 2012 - SECTION 73A AMENDMENT

1608/015

RESOLVED

That Council prepare an amendment and forward a request to the Department of Planning & Environment to consider the amendment, to correct a misdescription which occurred in drafting the main *Blayney Local Environmental Plan 2012* (BLEP 2012) amendment mapping under PP_2015_BLAYN_002_00, to amend Heritage Map HER_004B within the *Blayney Local Environmental Plan 2012*.

(Somerville/Oates)

CARRIED

The **DIVISION** was taken and the names of the Councillors voting FOR and AGAINST were as follows:

FOR	AGAINST
Councillor Ewin	
Councillor Braddon	
Councillor Oates	
Councillor Somerville	
Councillor Ferguson	
Councillor Radburn	
Total (6)	Total (0)

There being no further business, the meeting concluded at 6.40pm

The Minute Numbers 1608/001 to 1608/015 were confirmed on 19 September 2016 and are a full and accurate record of proceedings of the Ordinary Meeting held on 15 August 2016.

Cr S Ferguson
MAYOR

Mrs R Ryan
GENERAL MANAGER

02) ELECTION OF MAYOR AND DEPUTY MAYOR

Department: Executive Services

Author: General Manager

CSP Link: 6.3 A well-run Council organisation.

File No: GO.ME.2

Recommendation:

1. That Council accept the nomination(s) for position of Mayor.
2. That Council elect a Deputy Mayor for the forthcoming Mayoral term; and accept the nomination(s) for position of Deputy Mayor; and
3. That if more than one nomination is received for the position of Mayor or Deputy Mayor, the method of voting is by open means (such as on voices or show of hands).

Reason for Report:

The term of this Council, elected in September 2012 has been extended; as per Ministerial Order (NSW Government Gazette No 28 15 April 2016). Blayney was listed as a Council where the ordinary election due to be held on 10 September 2016 was postponed from the date of the order for a period of no more than 12 months. Whilst Council decision making remains as per the Merger Proposal guidelines, in accordance with the Local Government Act (1993) s225 – 230 and s290 Council must elect a Mayor.

The role of the Mayor is to:

- exercise, in cases of necessity, the policy-making functions of the governing body of the council between meetings of the council;
- exercise other functions of the council as the council determines;
- preside at meetings of the council;
- carry out the civic and ceremonial functions of the Mayoral office; and
- undertake the day-to-day oversight of and liaison with the general manager which includes approving leave and managing complaints about the general manager.

In Blayney Shire Council, the person elected to the office of Mayor is by the Councillors from among their number. And recent legislative changes to s230(1) of the Act has increased the term of office for a Mayor elected by Councillors to two years.

In accordance with the Local Government Act (1993) s231, Council may elect a Deputy Mayor. The Act states ‘the Councillors may elect a person from among their number to be the Deputy Mayor’ who;

- may be elected for the mayoral term or a shorter term
- may exercise any function of the mayor at the request of the Mayor or if the Mayor is prevented by illness, absence or otherwise from exercising the function or if there is a casual vacancy in the office of Mayor.

Report:

As per Schedule 7 of the Local Government Regulations (2005) parts 1-13 the General Manager is the returning officer.

Councillors may be nominated without notice for election as Mayor and Deputy Mayor. Nominations are to be made in writing by 2 or more Councillors (1 of whom may be the nominee) and is not valid unless the nominee has indicated consent to the nomination in writing.

The nomination is to be delivered to or sent to the General Manager however a valid written nomination will be accepted up until the announcement of the nominations for the position.

The General Manager is to announce the names of the nominees at the Council meeting at which the election is to be held for the election of Mayor and/or Deputy Mayor for forthcoming period.

Issues:

Under Councils Code of Meeting Practice Clause 14.5 Open Voting at Council excepting Elections states:

- (5) Voting at a council meeting, including voting in an election at such meeting, is to be by open means (such as on the voices or by show of hands). However, the council may resolve that the voting in any election by councillors for mayor or deputy mayor is by secret ballot. (Regulation 251(5)).

The voting procedure is as determined by the NSW Local Government (General) Regulation (2005) Schedule 7. A copy of which has been provided to Councillors along with a blank nomination form for completion.

Budget Implications:

Nil

Enclosures (following report)

Nil

Attachments (separate document)

Nil

03) COUNCIL MEETING DATES

Department: Executive Services

Author: General Manager

CSP Link: 6.3 A well-run Council organisation.

File No: GO.ME.2

Recommendation:

That the meeting dates and times for Ordinary Meetings of Council for the next 6 months be adopted as follows;

- Monday 24 October 2016
- Monday 21 November 2016
- Monday 19 December 2016
- Monday 20 February 2017
- Monday 20 March 2017

Reason for Report:

As outlined in the Local Government Act (1993) s365, and Council's Code of Meeting Practice (2015), Council is required to consider and set the meeting dates and times for Ordinary meetings of Council.

The term of this Council, elected in September 2012 was extended; as per Ministerial Order (NSW Government Gazette No 28, 15 April 2016). Blayney was listed as a Council where the ordinary election due to be held on 10 September 2016 was postponed from the date of the order for a period of no more than 12 months; which is April 2016.

Whilst Council decision making remains as per the Merger Proposal guidelines, the focus must remain as a business as usual approach, which includes scheduling Council meetings.

Report:

It is proposed to move the October meeting back a week, given the Mayor and Deputy Mayor will be attending the LGNSW Annual Conference on Monday 17 October.

Potentially other Councillors who are delegates to either Central Tablelands Water or Upper Macquarie County Council may also be attending the LGNSW Annual Conference, so the likelihood of a quorum being achieved is not realistic.

The following dates and times are recommended for the Ordinary Meetings of Council over the following 6 months:

Monday 24 October 2016
Monday 21 November 2016
Monday 19 December 2016
Monday 20 February 2017
Monday 20 March 2017

Ordinary Meetings of Council commence at 6.00 pm in the Council Chambers, Blayney Shire Community Centre at 44 Church Street, Blayney.

Issues:

This schedule does not include various Committee meetings, special Council meetings, workshops or training, civic functions and other commitments of Councillors.

Budget Implications:

Council meetings are a normal part of the operations of the organisation, and budgeted for in the 2015-2016 Operational Plan. This includes travel reimbursement costs of Councillors and catering for meals.

Enclosures (following report)

Nil

Attachments (separate document)

Nil

04) COUNCIL COMMITTEE MEETING DATES**Department:** Executive Services**Author:** General Manager**CSP Link:** 6.3 A well-run Council organisation.**File No:** GO.ME.2**Recommendation:**

That the meeting dates and times for Council S355 Committee meetings for the next 6 months, as detailed in the report, be adopted.

Reason for Report:

As outlined in Council's Code of Meeting Practice, Council is required to consider and set the meeting dates and times for Council committee meetings.

Report:

The following proposed dates are subject to review by and availability of Committee members.

Time	Date	Meeting
5.45pm	Thursday, 10 November 2016	Access Committee
5.45pm	Thursday, 9 February 2017	Access Committee
9.00am	Wednesday, 19 October 2016	Audit Committee
9.00am	Wednesday, 15 February 2017	Audit Committee
5.00pm	Thursday, 10 November 2016	Cemetery Forum
5.00pm	Thursday, 9 February 2017	Cemetery Forum
6.00pm	Tuesday, 4 October 2016	Cultural Centre Working Group
6.00pm	Monday, 7 November 2016	Cultural Centre Working Group
6.00pm	Monday, 5 December 2016	Cultural Centre Working Group
6.00pm	Tuesday, 3 January 2017	Cultural Centre Working Group
6.00pm	Monday, 6 February 2017	Cultural Centre Working Group
6.00pm	Monday, 6 March 2017	Cultural Centre Working Group
5.30pm	Wednesday, 22 March 2017	Financial Assistance Committee

4.00pm	Tuesday, 15 November 2016	Local Emergency Management Committee
4.00pm	Tuesday, 21 February 2017	Local Emergency Management Committee
4.00pm	Tuesday, 16 May 2017	Local Emergency Management Committee
4.00pm	Tuesday, 15 August 2017	Local Emergency Management Committee
4.00pm	Tuesday, 21 November 2017	Local Emergency Management Committee
6.00pm	Thursday, 17 November 2016	Sports Council
6.00pm	Thursday, 16 February 2017	Sports Council
6.00pm	Thursday, 18 May 2017	Sports Council
6.00pm	Thursday, 17 August 2017	Sports Council
6.00pm	Thursday, 16 November 2017	Sports Council
6.00 pm	Thursday, 15 September 2016	Town and Villages Committee
6.00 pm	Thursday, 15 December 2016	Town and Villages Committee
6.00 pm	Thursday, 9 March 2017	Town and Villages Committee
6.00 pm	Thursday, 8 June 2017	Town and Villages Committee
6.00 pm	Thursday, 14 September 2017	Town and Villages Committee
6.00 pm	Thursday, 14 December 2017	Town and Villages Committee
10.00am	Friday, 21 October 2016	Traffic Committee Local Area
10.00am	Friday, 9 December 2016	Traffic Committee Local Area
10.00am	Friday, 17 February 2017	Traffic Committee Local Area
10.00am	Friday, 21 April 2017	Traffic Committee Local Area
10.00am	Friday, 16 June 2017	Traffic Committee Local Area
10.00am	Friday, 18 August 2017	Traffic Committee Local Area
10.00am	Friday, 20 October 2017	Traffic Committee Local Area
10.00am	Friday, 15 December 2017	Traffic Committee Local Area

Issues:

Unless otherwise stipulated, committee meetings are held at the Blayney Shire Community Centre. Committee meeting dates are subject to change depending on availability of members or other conflicting events.

Budget Implications:

Nil

Enclosures (following report)

Nil

Attachments (separate document)

Nil

05) NSW EMERGENCY SERVICES PROPERTY LEVY

Department: Executive Services

Author: General Manager

CSP Link: 4.1 Adequate provision of transport, roads, rail, information and communication technologies and community social assets.

File No: CS.PL.3

Recommendation:

1. That Council receives and notes the report in regards to the NSW Emergency Services Property Levy which is being collected by local government with council rates from 1 July 2017.
2. That Council endorses the General Manager signing the Memorandum of Understanding with NSW Treasury for the upfront payment of \$11,380 to facilitate the land classification task by 31 December 2016.

Reason for Report:

To inform Council of the NSW Emergency Services Property Levy which is being collected with Council rates from 1 July 2017.

For Council to note the signing of the Memorandum of Understanding (MOU) between the NSW Government and Council for the funding provided to undertake land classification work prior to the implementation of the EPSL.

Report:

In 2017 the NSW Government will introduce a new system for collecting the levy that funds NSW Fire and Emergency Services. From 1 July 2017 a new Emergency Services Property Levy (ESPL) will be paid by all property owners alongside Council rates which will be collected by local Councils.

Correspondence and information pertaining to this reform is attached following this report for Councillor information. More details are available at the following website <http://www.emergencyservicespropertylevy.nsw.gov.au>

The ESPL will replace the Emergency Services Levy (ESL) that is currently collected as part of all property-based insurance policies. Currently the ESL, collected from Property Insurance premiums, provides for 73.7% of funding of NSW Fire and Emergency Service; with Local Government contributing 11.7% and the NSW Government 14.6%. The issue being, uninsured properties which have benefited from services provided by VRA, SES, RFS or NSW Fire Brigades during a natural (or otherwise) disaster event such as bush fires and floods have not contributed to the costs of these services.

From 1 July 2017, insurance companies will no longer collect the levy as part of property insurance premiums.

The reform will spread the cost of funding these services from only those with property insurance to all landowners and will bring NSW in line with other states which collect a property based levy.

When the NSW Government commenced a review of the emergency services funding arrangements in July 2012, LGNSW lodged a submission on the following basis;

- The Emergency Services Levy (ESL) should be replaced by a broad-based property levy (BBPL) which would provide a more equitable, transparent and accountable system.
- In the interim of a BBPL being implemented, Councils should be allowed to automatically increase their rates to cover the full cost of the ESL, separate from the rate pegging process.

Issues:

The EPSL for individual properties will be based upon an EPSL classification and land value. Council is required to classify all land within the LGA boundaries by 31 December 2016.

There are some questions being clarified about land classification, land valuations and number of houses on a property. In addition, the implications of debt recovery and pensioner concessions of the EPSL are being considered prior to the legislation passing through NSW Parliament. A series of webinars and information sharing opportunities are being attended by Council staff to ensure the EPLS is implemented on 1 July 2017.

NSW Treasury have stated that the ESPL collection is not intended to be a burden or cost shift to local government and a well-managed communications strategy is paramount to ensure Council's role is established correctly for rate payers and residents. NSW Treasury are also considering unpaid ESPL's transferred to State Debt Recovery Office.

Budget Implications:

Council's ESPL administration fee will be recorded as Council income being for services provided to the NSW Government and kept separate to the ESPL receipts received.

Whilst the operational aspects are to be sorted in due course, it is anticipated that the ESPL amounts are remitted to the NSW Government on the basis of ESPL ratepayer receipts and not on the basis of Council levying the ESPL.

If the basis of remitting ESPL funds to the State Government is 'on levy' and not 'on receipt, each Council will in effect be funding the ESPL until such time as Councils recover the funds from Ratepayers.

The NSW Government has advanced Council \$11,380 to meet the costs associated with the initial land classification, subject to the signing of a Memorandum of Understanding, a copy of which is enclosed following this report for information. The General Manager has signed this document and returned to NSW Treasury as per funding conditions.

Councils will be reimbursed all reasonable start up and ongoing costs associated with collecting the EPSL, so this first payment of \$11,380 is the first instalment. Council's financial software provider has been engaged to develop the systems to enable the land classification and raising of the levy.

Enclosures (following report)

- | | | |
|---|--|---------|
| 1 | NSW Emergency Services Property Levy
Memorandum | 6 Pages |
|---|--|---------|

Attachments (separate document)

Nil



Mrs Rebecca Ryan
General Manager
Blayney Shire Council
PO Box 62
BLAYNEY NSW 2799

BLAYNEY SHIRE COUNCIL
25 AUG 2016
Doc. No.
Verified:
Disp. GA39:
Sent.

Contact: Caralee McLiesh
Telephone: (02) 9228 5235
Our Reference: P16/4005

Dear Mrs Ryan

The NSW Government is undertaking major reform to the funding of fire and emergency services. From 1 July 2017 the insurance-based Emergency Services Levy (ESL) will be replaced by an Emergency Services Property Levy (ESPL) bringing NSW in line with all other mainland states.

I am writing to ask for your assistance in preparing for the move to a property-based emergency services levy. This proposed reform will result in a fairer and simpler way to fund our critical emergency services while at the same time improving the affordability of property insurance.

Your role is vital to the success of the reform. The Government is preparing legislation under which councils will be responsible for collecting the levy from land owners. From July next year, the Government expects the ESPL will appear as a separate line item on council rates notices, distinct from council rates and charges.

Preparing for the introduction of the ESPL

As previously announced, it is intended that the ESPL for individual properties will be based on their ESPL classification and land value. Each council will need to classify all land within their boundaries against one of the ESPL property sectors by 31 December 2016. In order to give you sufficient time to complete this work, I am asking that you begin this task as soon as possible.

To support you, NSW Treasury, in collaboration with the Office of Local Government, Local Government NSW, NSW Revenue Professionals and the Office of State Revenue, will conduct two information sessions by 'webinar'. More detail about these is attached.

Financial support for councils

To further assist in implementing the ESPL, the NSW Government will advance your council \$11,380 to meet costs associated with land classification. The allocation will reflect estimated fixed and variable costs of the classification task and will be payable immediately upon signing the attached agreement.

Councils will also be reimbursed all reasonable start-up and ongoing costs associated with collecting the ESPL. NSW Treasury has been working with the sector to determine an appropriate reimbursement framework. In the initial years it is expected that you will be required to report costs against agreed cost heads and that these costs will be subject to audit. Further details will be provided at the time of the webinar.

I would like to emphasise that the ESPL reform will be budget neutral to the Government and the level of funding provided to the fire and emergency services will of course not be adversely affected.

The land classification task will be the first of a number of activities we will be asking you to undertake over the next 12 months. We will ensure we provide you with the resources required to make this important reform a success. In the meantime, additional information is available from the attached fact sheet or at emergencyservicespropertylevy.nsw.gov.au.

If you have urgent questions about this process please write to me, or email espl.info@treasury.nsw.gov.au.

I very much appreciate your assistance in implementing this important reform. Should you have any questions please contact Caralee McLiesh, Deputy Secretary, NSW Treasury, on 9228 5235 or via email caralee.mcliesh@treasury.nsw.gov.au

Yours sincerely



Rob Whitfield
Secretary

Attachments:

1. Financial support agreement
2. ESPL fact sheet
3. Further information for councils - webinars information sheet





**NSW EMERGENCY SERVICES PROPERTY LEVY
MEMORANDUM OF UNDERSTANDING BETWEEN THE STATE AND BLAYNEY SHIRE COUNCIL**

Parties

- a) The parties to this Memorandum of Understanding are as follows:
- a. Blayney Shire Council
 - b. The Crown in right of the State of New South Wales (represented by the Treasury) ('State')

Purpose

- b) The purpose of this Memorandum of Understanding is to outline the land classification work to be undertaken to enable timely implementation of the NSW Emergency Services Property Levy (ESPL), and how the State will provide funding in support of this work.

Scope

- c) The scope of this Memorandum is limited to the ESPL land classification task and funding provided by the State for the purposes of that work. The Government expects that additional funding will be provided by the State to the Council in support of ESPL implementation for purposes other than land classification. This additional funding will be provided under a separate instrument at a later date.

Legal force

- d) This Memorandum is not intended to create legally binding obligations on the Parties.

Undertakings

- e) The Council will:
- a. Assess land within its administrative boundaries to determine its ESPL classification (definitions of land classifications will be provided in the week prior to the webinars):

For the purposes of this classification, each property subject to strata title or company title shall be treated as a separate parcel of land.

- b. Provide land classification data to NSW Treasury by 31 December 2016, in a form to be agreed in consultation with the local government sector, but to include at least, for each parcel of land:
 - i. The Valuer General's property ID
 - ii. The street address
 - iii. The land value
 - iv. The ESPL classification determined by Council.
- f) State agrees to:
 - a. Provide the Council with funding equal to \$11,380 within 30 days of both parties having signed this Memorandum.

(signature)

(signature)

Date

Date

Ms Caralee McLiesh
**Deputy Secretary,
NSW Treasury**

Mrs Rebecca Ryan
**General Manager,
Blayney Shire Council**

Please return the completed MOU to Kevin.Pugh@treasury.nsw.gov.au



The
Treasury

Proposed changes to the NSW Emergency Services levy

What is the Emergency Services levy?

The Emergency Services Levy contributes funds from the community to support the work the NSW Fire Service, Rural Fire Service and State Emergency Service do to help NSW residents and business owners protect their properties from fire, flood, storms and other natural disasters.

The levy helps fund the life-saving equipment, firefighters, staff and volunteers, training, infrastructure and community education activities of these important and highly valued community services. The NSW Government and local government also make a direct contribution to funding these services.

What is changing?

There are a number of changes that will occur on 1 July 2017.

- **The way the levy is collected will change**

From 1 July 2017 the levy will no longer be collected by insurance companies as part of property insurance premiums. Modelling suggests that the average residential property insurance premium will fall by around \$200 as a result. From 1 July 2017, the levy will be collected by local councils from all property owners. Councils will clearly list the new levy on rates notices as a separate line item and it will be paid in the same way as council rates. The name of the Levy will change. The Emergency Services Levy (ESL) will be replaced by the Emergency Services Property Levy (ESPL).

- **The new levy amount will be based on land value and ESPL property sector**

The levy will be different for different property sectors to be identified in the ESPL legislation, such as residential, industrial, commercial and farmland. These classifications will be used for the new levy and are expected to be finalised in October 2016 after further consultation and modelling.

- **The new system will bring NSW in line with all other mainland states**

The change enacts one of the recommendations of the Henry Review and the Royal Commission into the Victorian Bushfires and will bring NSW in line with all other mainland states.

- **Concessions will apply**

Pensioners, war veterans and other concession cardholders will be eligible for a concession under the ESPL. Eligibility will be consistent with that applying to council rates and charges under the LG Act.

- **An Insurance Monitor will ensure insurance premium savings are passed on to customers**

Professor Allan Fels AO and Professor David Cousins AM have been appointed as Insurance Monitors and given a range of powers to ensure that the savings that will be generated when the insurance based levy is abolished are passed onto customers. The Insurance Monitor will set guidelines, undertake investigations, share information with the community and take enforcement action against any insurers not passing on the savings to consumers.

Why is this change being made?

- **The new system is fairer**

The Levy provides a significant proportion of the funding for our fire and state emergency services. Currently this levy is only collected from individuals and businesses that buy property insurance, despite these services being available to everybody in our community. Under the new system, nearly all property owners will contribute to the cost of these services.

- **The new system will help make property insurance more affordable**

The change will help address the serious issue of underinsurance in NSW by reducing the cost and improving the affordability of insurance. Abolishing the levy will reduce the cost of insurance, enabling more people and businesses to take out insurance to protect their properties from fire, floods, storms and other natural disasters.

For more information

Go to emergencyservicespropertylevy.nsw.gov.au or send your question to espl.info@treasury.nsw.gov.au.



Webinars

Information for councils on the new NSW Emergency Services Property Levy

Two web-based seminars, 'webinars' will be provided to support councils towards implementing the Emergency Services Property Levy (ESPL). Attendees will access the webinar through a URL provided closer to the date.

Webinar attendees will watch live video of a panel presentation, simultaneously view presentation slides, lodge questions and receive answers and be able to access hyperlinks to any supporting materials.

Webinar 1. Monday September 05, 2016 11:00am – 12:00pm for General Managers and senior council executives

A panel comprising Treasury, OLG and LGNSW will provide a high level overview of the planned ESPL. This presentation will be followed by an interactive Q&A session. Topics include: context and benefits of emergency services levy reforms, support available for councils, cost reimbursement and timing of implementation.

Webinar 2. Wednesday September 07, 2016 2:00pm – 3:30pm for council finance revenue and rating staff

A panel comprising Treasury, OLG, LGNSW, NSW Revenue Professionals and Offices of the Valuer General and State Revenue will provide a detailed introduction on implementing the ESPL. This presentation will be followed by an interactive Q&A session. Topics include: land classifications, how the Local Government Support Network will work, ESPL manual and other support materials and resources, and timing of implementation.

- *Supporting materials – the proposed ESPL property sector definitions and a first draft of a manual to aid in the classification process – will be provided one week before the webinar. You can raise any questions during the webinar Q&A or afterwards via your Relationship Manager at the Office of Local Government.*
- *The URL for the webinar will be circulated closer to the date.*
- *Recordings of both webinars will be accessible on the webinar site after the broadcast.*



06) CHANGES TO NSW RURAL FIRE SERVICE FUNDING METHODOLOGY

Department: Executive Services

Author: General Manager

CSP Link: 4.1 Adequate provision of transport, roads, rail, information and communication technologies and community social assets.

File No: ES.SP.1

Recommendation:

1. That Council write to the Minister for Emergency Services and Local Government in regards to RFS requesting:
 - That future rises be limited to the rate cap and the cost of emergency services be included in the IPART consideration of rate rises for Local Government;
 - Clarification be provided on the standard to which the NSW RFS is heading with respect to facilities, equipment and training and how this compares to the standard of fire cover which was the previous objective; and,
 - Given that Council budgets are already in place that the implementation of the new funding allocation methodology be deferred 1 year to effectively take the increases through the IP&R process.
2. That Council supports the member Council's contribution apportionment within the Canobolas RFS Zone be based on the current historical split; and that costs of the approved capital program be allocated directly on a year by year basis to the LGA where the capital projects are being delivered.

Reason for Report:

To inform Council of the changes made to the methodology for determining estimated expenditure in the Rural Fire Service (RFS) which has been compounded in 2016/17 by the withdrawal of the Volunteer and Statewide Support (VASS) reimbursement.

Report:

Council had been informed that the VASS funding would progressively be withdrawn from the annual RFS budget with a view to phasing this out in time, to be replaced by increased equipment and capital project expenditure. With the implementation of a 20 year average methodology for assessing the local government contribution to the RFS Zone budget as at 1 July 2017, this resulted in the removal of the VASS funding sooner than anticipated.

NSW RFS have advised that an increased allocation has been made to the grants budget to reimburse Councils for repairs and maintenance to negate this impact of the zero VASS.

The Mayors and GM's of the member councils of Canobolas Zone met on Friday 19 August 2016, to discuss these changes and implications for each LGA's contributions to RFS at both the zone and local level.

Issues:

It was recommended that each Council write to the Minister for Emergency Services and Local Government in regards to RFS requesting:

1. That future rises be limited to the rate cap and the cost of emergency services be included in the IPART consideration of rate rises for Local Government;
2. Clarification be provided on the standard to which the NSW RFS is heading with respect to facilities, equipment and training and how this compares to the standard of fire cover which was the previous objective; and,
3. Given that Council budgets are already in place that the implementation of the new funding allocation methodology be deferred 1 year to effectively take the increases through the IP&R process.

The Canobolas Zone has been historically proactive in renewing facilities, equipment and providing training opportunities for RFS Volunteers. There is a concern this new funding methodology will inadvertently penalise us, with a risk of subsidising less proactive zones given the new formula for apportioning Council contributions contained within the changes.

Currently the Canobolas Zone Council allocations are split as follows;

Blayney	23%
Cabonne	35%
Orange	19%
Cowra	23%

Capital program works; such as RFS sheds, Tankers and equipment has been historically allocated directly to the LGA where the asset renewal is located.

It was therefore recommended that on the local level;

- That member Council's contribution apportionment within the Canobolas zone be based on the current historical split; and
- That costs of the approved capital program be allocated directly on a year by year basis to the Local Government Area (LGA) where the capital projects are being delivered.

Whilst it appeared that LGSW had endorsed this implementation of RFS funding, the Executive Officer and President of LGNSW have stated this as not quite correct. This matter has been raised at CENTROC Board meeting for collaboration and support.

Budget Implications:

Based on the current split of 23% and capital works proposed, the budget estimate for Blayney Shire Council, will be reduced from \$208K to \$198K.

In addition, there was a reduction in Hazard Reduction allocation from \$57K to \$46K which will negate this saving.

Enclosures (following report)

Nil

Attachments (separate document)

Nil

07) REPORT OF COUNCIL INVESTMENTS AS AT 31 AUGUST 2016

Department: Corporate Services

Author: Acting CFO

CSP Link: 6.3 A well-run Council organisation.

File No: FM.IN.1

Recommendation:

1. That the report indicating Council's investment position as at 31 August 2016 be received.
2. That the certification of the Responsible Accounting Officer be received and the report be adopted.

Reason for Report:

For Council to endorse the Report of Council Investments as at 31 August 2016.

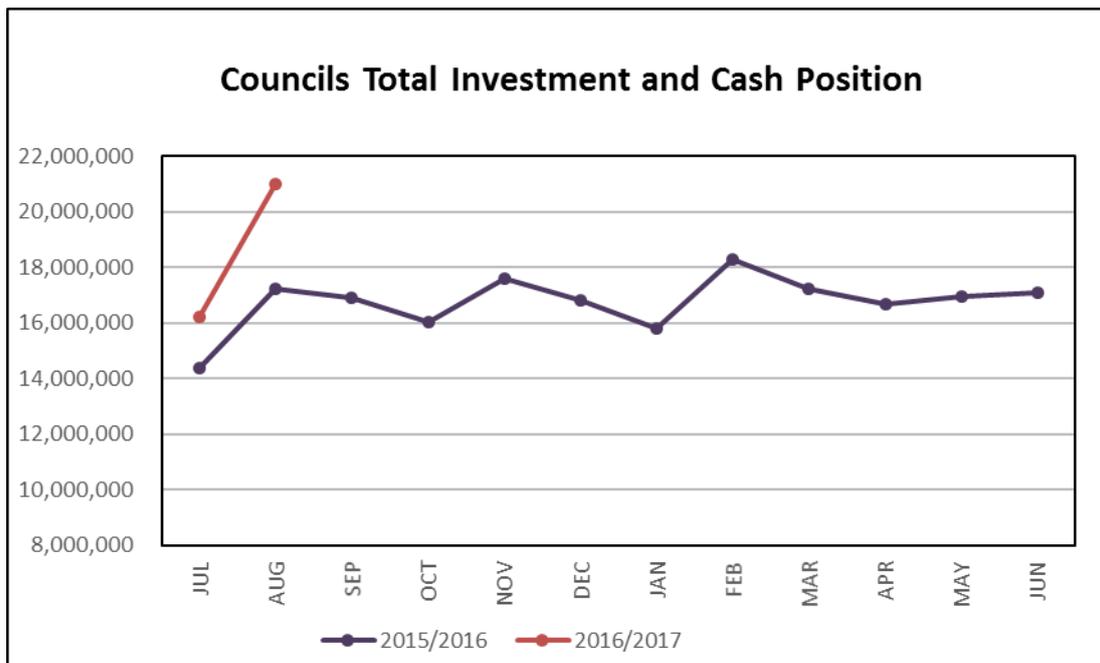
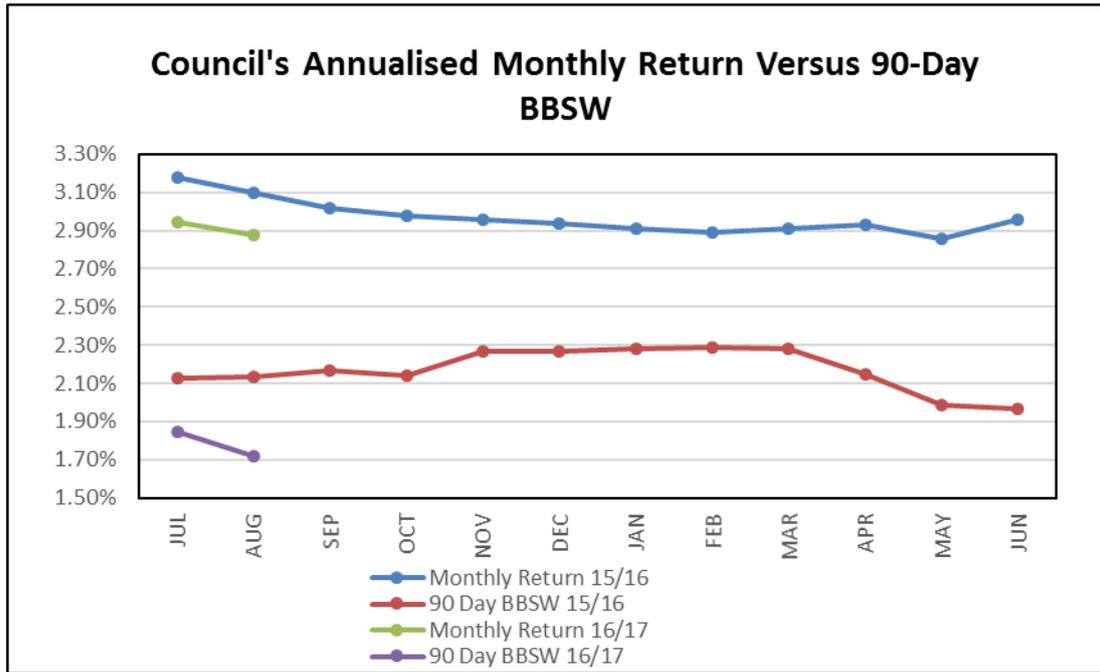
Report:

This report provides details of Council's Investment Portfolio as at 31 August 2016.

Council's total investment and cash position as at 31 August 2016 is \$21,026,151. Investments earned interest of \$39,425 for the month of August 2016.

The significant rise in the investment balance held is attributed to the full years' rates being paid by one of Council's major ratepayers. This balance will diminish slowly as the influx of cash each quarter (rates instalment cycle) will not follow trends of previous years. The graphical representation below (Council's Total Investment and Cash Position) will reflect this change from past trends. This influx of cash should however deliver a windfall with investment returns for Council.

Council's monthly net return on Term Deposits annualised for August of 2.81% outperformed the 90 day Bank Bill Swap Rate of 1.715%.



REGISTER OF INVESTMENTS AND CASH AS AT 31 AUGUST 2016				
Institution	Rating	Maturity	Amount \$	Interest Rate
AMP Bank	A1/A+	6/01/2017	500,000	2.850%
AMP Bank	A1/A+	9/05/2017	500,000	3.000%
AMP Bank	A1/A+	31/05/2017	500,000	3.000%
AMP Bank	A1/A+	15/06/2017	500,000	2.900%
AMP Bank	A1/A+	17/01/2017	500,000	2.850%
AMP Bank	A1/A+	16/08/2017	500,000	2.800%
Auswide Bank Ltd	A2/BBB	7/03/2017	500,000	3.000%
Bank of Queensland	A2/A-	3/01/2017	500,000	2.950%
Bank of Queensland	A2/A-	31/01/2017	500,000	2.750%
Bank of Queensland	A2/A-	16/05/2017	500,000	2.700%
Bankwest	A1+/AA-	4/10/2016	500,000	2.950%
Bankwest	A1+/AA-	14/02/2017	500,000	2.850%
Bankwest	A1+/AA-	11/10/2016	500,000	2.800%
Bankwest	A1+/AA-	29/11/2016	500,000	2.800%
Bendigo & Adelaide Bank	A2/A-	22/11/2016	500,000	2.800%
Bendigo & Adelaide Bank	A2/A-	13/06/2017	500,000	2.900%
Bendigo & Adelaide Bank	A2/A-	22/08/2017	1,000,000	2.700%
Bendigo & Adelaide Bank	A2/A-	29/08/2017	1,000,000	2.700%
IMB	A2/BBB	1/09/2016	500,000	2.800%
ING Bank	A2/A-	28/02/2017	500,000	3.100%
Macquarie Bank	A1/A	8/05/2017	500,000	2.800%
ME Bank	A2/BBB+	6/03/2017	500,000	3.070%
ME Bank	A2/BBB+	20/12/2016	500,000	3.000%
ME Bank	A2/BBB+	29/11/2016	500,000	2.900%
ME Bank	A2/BBB+	7/03/2017	500,000	3.070%
MyState Bank Limited	A2/A-	21/02/2017	500,000	2.670%
MyState Bank Limited	A2/A-	23/05/2017	500,000	2.670%
MyState Bank Limited	A2/A-	30/05/2017	500,000	2.670%
NAB	A1+/AA-	6/09/2016	500,000	3.120%
NAB	A1+/AA-	29/11/2016	500,000	2.920%
NAB	A1+/AA-	23/05/2017	500,000	2.890%
NAB	A1+/AA-	21/02/2017	500,000	3.130%
NAB	A1+/AA-	13/12/2016	500,000	2.940%
Westpac	A1+/AA-	6/12/2016	500,000	2.860%
Total Investments **			18,000,000	2.880%
Benchmarks:	BBSW 90 Day Index			1.715%
	RBA Cash Rate			1.500%
Commonwealth Bank - At Call Account			150,830	1.650%
Commonwealth Bank Balance - General **			2,875,321	0.950%
TOTAL INVESTMENTS & CASH			21,026,151	

* % Interest rates as at 31/08/2016

** Councils current cash position has significantly increased during the month of August as a result of Councils largest rate payer paying their 2016/17 rates in full at the first instalment date. These funds have been invested with a maturity date that coincides with the remaining instalments due dates in order to manage cash flow requirements.

Summary of Investment Movements - August 2016		
Financial Institution	Invst/(Recall) Amount \$	Commentary
Macquarie Bank	(506,981.00)	Term Deposit Matured 09/08/2016
Macquarie Bank	500,000.00	Term Deposit Reinvested 09/08/2016
Bankwest	(504,890.41)	Term Deposit Matured 02/08/2016
AMP	(514,460.27)	Term Deposit Matured 16/08/2016
AMP	500,000.00	Term Deposit Reinvested 16/08/2016
Bendigo & Adelaide Bank	1,000,000.00	Term Deposit Invested 24/08/2016
Bendigo & Adelaide Bank	1,000,000.00	Term Deposit Invested 24/08/2016
MyState Bank	500,000.00	Term Deposit Invested 24/08/2016
MyState Bank	500,000.00	Term Deposit Invested 24/08/2016
MyState Bank	500,000.00	Term Deposit Invested 24/08/2016

Short Term Credit Rating*	Policy Maximum	Current Holding %	Current Holding \$
A-1+	100%	28%	5,000,000
A-1	80%	19%	3,500,000
A-2	60%	53%	9,500,000
A-3	40%	0%	-
			18,000,000

*Councils current investment portfolio contains only short term investments and has therefore been rated accordingly.

Overall Portfolio Return to Maturity			Actual %
Portfolio % < 1 Year	Min 40%	Max 100%	100%
Portfolio % > 1 Year	Min 0%	Max 60%	0%
Portfolio % > 3 Year	Min 0%	Max 30%	0%
Portfolio % > 5 Year	Min 0%	Max 20%	0%

Individual Institution Limit	Rating	Policy Maximum	Actual Maximum
AMP Bank	A1/A+	3,000,000	3,000,000
Auswide Bank Ltd	A2/BBB	3,000,000	500,000
Bank of Queensland	A2/A-	3,000,000	1,500,000
Bankwest	A1+/AA-	3,000,000	2,000,000
Bendigo & Adelaide Bank	A2/A-	3,000,000	3,000,000
IMB	A2/BBB	3,000,000	500,000
ING Bank	A2/BBB+	3,000,000	500,000
Macquarie Bank	A1/A	3,000,000	500,000
ME Bank	A2/BBB+	3,000,000	2,000,000
MyState Bank Limited	A2/A-	3,000,000	1,500,000
NAB	A1+/AA-	3,000,000	2,500,000
Westpac	A1+/AA-	3,000,000	500,000

<u>RESTRICTED CASH, CASH EQUIVALENTS & INVESTMENTS</u>	
	\$ 000's
External Restrictions - Sewer	4,878
External Restrictions - Unexpended Grants*	1,480
External Restrictions - Other*	1,112
	7,470
Internal Cash Restrictions*	6,444
Unrestricted	7,112
	13,556
TOTAL CASH & INVESTMENTS	21,026

* Restrictions represent balance as at 1 July 2015. Confirmations of these balances at 30 June 2016 will not be known until finalisation of the annual financial statements

CERTIFICATION – RESPONSIBLE ACCOUNTING OFFICER

I, Tiffany Irlam, certify that the investments listed in this report have been made in accordance with Section 625 of the Local Government Act 1993, the Local Government (General) Regulation 2005 and Council Policy.

Issues:

Nil

Budget Implications:

A good investment strategy optimises Council's return on investments.

Enclosures (following report)

Nil

Attachments (separate document)

Nil

**08) DRAFT STATEMENT OF FINANCIAL REPORTS BY COUNCIL
2015/2016**

Department: Corporate Services

Author: Acting CFO

CSP Link: 6.3 A well-run Council organisation.

File No: FM.FR.1

Recommendation:

1. That the statement in accordance with Section 413(2)(c) of the Local Government Act 1993, and Clause 215 of the Local Government (General) Regulation (2005) for the General Purpose Financial Statements for the year ending 30 June 2016 be made.
2. That the statement in accordance with the requirements of the Code of Accounting Practice in relation to the Special Purpose Financial Statements for the year ending 30 June 2016 be made.
3. That the statements be signed by the Mayor, Deputy Mayor, the General Manager and the Responsible Accounting Officer.
4. That the General Purpose Financial Statements and Special Purpose Financial Statements be referred to audit and Intentus Chartered Accountants be invited to complete the audit as per the requirements of Section 413(1) of the Local Government Act (1993) and Local Government (General) Regulation (2005).
5. That the transfers in \$2,290m and transfers out \$160k; being a net transfer in of \$2,130m to Council's external restrictions be approved.
6. That the transfers in \$1,609m and transfers out \$608k; being a net transfer in of \$1,001m to Council's Internal Restrictions, the purposes for which as detailed in Schedule 1 be approved.

Reason for Report:

To approve the referral to audit of Council's Draft General Purpose Financial Statements (GPFS) and Draft Special Purpose Financial Statements (SPFS), and to seek Council approval by resolution for both the GPFS and SPFS.

Report:

Section 413(3) of the Local Government Act (1993), requires Council to prepare Financial Reports and to refer those reports for audit within 4 months after the end of the financial year (s416 (1)).

Council is required to present a statement on its opinion on the reports under Local Government s413 (2)(c). Copies of the Statements required are attached.

Whilst the Financial Statements are in the final phases of preparation, it is a requirement that these statements be signed prior to completion in order for the audit to occur. The timing for audit is proposed for 27-29 September 2016.

Once the auditor has completed the audit and has submitted their report, Council must fix a date for a meeting at which the auditor's report will be presented, and give public notice of the date. This date must be at least 7 days after the date on which notice is given, but not more than 5 weeks after the auditor's reports are given to Council.

The statutory deadline for finalisation, audit and lodgement of financial reporting is 31 October 2016.

It is anticipated that Council's External Auditor, Intentus, will present their report to the Meeting of Council on 21 November 2016.

The draft financial statements before the revaluation of Depreciable Land Improvements, Other Open Space/Recreation Assets and Community Land currently have Council in a strong position. Council has presented a draft net operating result of \$4.378m, with a net operating result before the inclusion of grants and contributions for capital purposes of \$1.293m. A significant contributing factor has been the increase to rating revenue through land revaluation to the mining category and also a substantial increase in both capital and operating grants and contributions.

Council's Operating Performance Ratio measures the ability of Council to contain operating expenditure within its operating revenue. In 2015/2016 the draft ratio is 7.89% for the General Fund and -2.86% for the Sewer Fund being above the Office of Local Government benchmark for Fit for the Future Councils of 0%. This figure will be affected positively or negatively once the current revaluation of abovementioned assets is finalised as it will impact upon the depreciation of these assets.

Council's financial position is strong with the ability to pay current obligations well above the industry benchmark. Council's consolidated unrestricted current ratio is 5.19% with the Office of Local Government benchmark at 2%.

Attached is a summary of draft 2015-16 key performance indicators by fund.

Council completed over \$7m worth of capital works in the 2015/2016 financial year. Significant capital achievements include:

- Completed works of \$3.58m on Council’s road network.
 - Road Construction of Errowanbang Road \$1.64m
 - Road Construction of Browns Creek Road \$242k
 - Hobbys Yards Rd received \$760k
 - Resealing and heavy patching program on various roads make up the balance.
- Footpath construction totalled \$478k with \$350k spent on construction of shared pathways from Stillingfleet to Adelaide Streets as part of Council’s Active Movement Strategy.
- Redmond Oval Resurfacing project totalled \$512k with an additional \$128k on the Redmond Oval Amenities upgrade.
- King George Oval improvements to the kitchen, grandstand and sideline seating totalled \$106k
- Councils administration office \$270k
- Plant replacement of \$662k

A number of adjustments have been made to Council’s Restricted Cash Movements since that schedule adopted with the third Quarterly Budget Review. A number of amendments to cash restrictions have been based on actual results for the financial year.

The following is a summary of proposed movements in cash restrictions following a robust review of funds held and their associated purpose. The recommended changes to Internal Restrictions together with actual activity for the financial year will result in unrestricted cash balance of \$89k. The internal restrictions show \$1.609m transfers in and \$608k transfers out (nett \$1,001m) The purpose of each restriction of which is detailed in Schedule 1 (Restricted and Unrestricted Cash Policy) which is enclosed following this report. The external restrictions show \$2.290 transfers in and \$160k transfers out (nett \$2,130).

Recommendation of Changes to Internal Restrictions

Remove current Internal Restrictions:	(\$)
Asset Replacement Reserve	(2,546,715)
Total Internal Restrictions moved to Unrestricted Cash	(2,546,715)
Add new Internal Restrictions:	
Transport Reserve	1,655,365
Building Reserve	382,007
Parks & Recreation Reserve	382,007
Stormwater Reserve	127,336
Total Internal Restrictions moved from Unrestricted Cash	2,546,715

The attached schedule of Restricted Cash Movements provides an outline of movements for the 2015/2016 year. The movements in cash restrictions are subject to change as a result of any audit adjustments and will require endorsement of Council in the event that there are audit amendments.

Attached for information of Councillors are the Statements for Signature by the Mayor and Deputy Mayor, General Manager and Responsible Accounting Officer, 2015/2016 Financial Reports in the Quarterly Budget Review Statement (QBRS) format and the Draft Primary Financial Reports for referral to Council's Auditor.

Issues:

There are no issues foreseen by the consideration of this report.

Budget Implications:

As outlined in the report.

Enclosures (following report)

1	Council Statement GPFS	1 Page
2	Council Statement Sewer	1 Page
3	Draft 2015-16 Primary Financial Statements	8 Pages
4	2015-16 Draft Sewer Income Statement	1 Page
5	2015-16 Draft Sewer Balance Sheet	1 Page
6	2015-16 Draft KPI's	4 Pages
7	2015-16 Draft Cash Restrictions	2 Pages
8	June Quarter 2016 QBR Title Page	1 Page
9	June Quarter 2016 Quarterly Budget Statement	2 Pages
10	June Quarter 2016 Quarterly Budget Statement 2	1 Page
11	June Quarter 2016 Quarterly Budget Statement3	2 Pages
12	June Quarter 2016 Quarterly Budget Statement4	1 Page
13	June Quarter 2016 Quarterly Budget Statement5	7 Pages
14	June Quarter 2016 Quarterly Budget Statement6	1 Page
15	Schedule 1	2 Pages

Attachments (separate document)

Nil

Blayney Shire Council

General Purpose Financial Statements
for the year ended 30 June 2016

Statement by Councillors and Management

made pursuant to Section 413(2)(c) of the *Local Government Act 1993 (NSW)* (as amended)

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

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

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

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

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

Signed in accordance with a resolution of Council made on 19 September 2016.

S J Ferguson
Mayor

A J Ewin
Councillor

R Ryan
General manager

T Irlam
Responsible accounting officer

Blayney Shire Council**Special Purpose Financial Statements**
for the year ended 30 June 2016**Statement by Councillors and Management**

made pursuant to the Local Government Code of Accounting Practice and Financial Reporting

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

- the NSW Government Policy Statement 'Application of National Competition Policy to Local Government',
- the Division of Local Government Guidelines 'Pricing and Costing for Council Businesses – A Guide to Competitive Neutrality',
- the Local Government Code of Accounting Practice and Financial Reporting,
- the NSW Office of Water Best-Practice Management of Water and Sewerage Guidelines.

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

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

We are not aware of any matter that would render these statements false or misleading in any way.**Signed in accordance with a resolution of Council made on 19 September 2016.**

S J Ferguson
Mayor

A J Ewin
Councillor

R Ryan
General manager

T Irlam
Responsible accounting officer

Blayney Shire Council

Income Statement
for the year ended 30 June 2016

Budget ¹ 2016	\$ '000	Notes	Actual 2016	Actual 2015
Income from continuing operations				
Revenue:				
10,601	Rates and annual charges	3a	10,306	9,846
1,668	User charges and fees	3b	2,451	2,419
456	Interest and investment revenue	3c	499	473
154	Other revenues	3d	252	280
2,961	Grants and contributions provided for operating purpose:	3e,f	4,189	3,439
2,761	Grants and contributions provided for capital purposes	3e,f	3,085	1,660
Other income:				
–	Net gains from the disposal of assets	5	59	128
	Net share of interests in joint ventures and associates using the equity method	19	–	28
<u>18,602</u>	Total income from continuing operations		<u>20,841</u>	<u>18,273</u>
Expenses from continuing operations				
5,419	Employee benefits and on-costs	4a	6,118	5,276
152	Borrowing costs	4b	165	186
2,690	Materials and contracts	4c	2,842	3,257
4,835	Depreciation and amortisation	4d	5,212	4,827
–	Impairment	4d	–	–
2,366	Other expenses	4e	2,126	2,321
	Interest and investment losses	3c	–	–
	Net losses from the disposal of assets	5	–	–
	Net share of interests in joint ventures and associates using the equity method	19	–	–
<u>15,461</u>	Total expenses from continuing operations		<u>16,463</u>	<u>15,867</u>
<u>3,141</u>	Operating result from continuing operations		<u>4,378</u>	<u>2,406</u>
Discontinued operations				
	Net profit/(loss) from discontinued operations	24	–	–
<u>3,141</u>	Net operating result for the year		<u>4,378</u>	<u>2,406</u>
3,141	Net operating result attributable to Council		4,378	2,406
	Net operating result attributable to non-controlling interests		–	–
<u>379</u>	Net operating result for the year before grants and contributions provided for capital purposes		<u>1,293</u>	<u>746</u>

¹ Original budget as approved by Council – refer Note 16

Blayney Shire Council

Statement of Comprehensive Income
for the year ended 30 June 2016

\$ '000	Notes	Actual 2016	Actual 2015
Net operating result for the year (as per Income Statement)		4,378	2,406
Other comprehensive income:			
Amounts which will not be reclassified subsequently to the operating result			
Gain (loss) on revaluation of I,PP&E	20b (ii)	—	(64)
Adjustment to correct prior period errors		—	—
Impairment (loss) reversal relating to I,PP&E	20b (ii)	—	—
Other comprehensive income – joint ventures and associates	19b	(20,059)	202
Other movements in reserves (enter details here)	20b (ii)	—	—
Other movements in reserves (enter details here)	20b (ii)	—	—
Other movements in reserves (enter details here)	20b (ii)	—	—
Other movements in reserves (enter details here)	20b (ii)	—	—
Other movements		—	—
Total items which will not be reclassified subsequently to the operating result		(20,059)	138
Amounts which will be reclassified subsequently to the operating result when specific conditions are met			
Realised (gain) loss on available-for-sale investments recognised in P&L	20b (ii)	—	—
Gain (loss) on revaluation of available-for-sale investments	20b (ii)	—	—
Realised (gain) loss from other reserves recognised in P&L	20b (ii)	—	—
Gain (loss) on revaluation of other reserves	20b (ii)	—	—
Other movements in reserves	20b (ii)	—	—
Other movements in reserves (enter details here)	20b (ii)	—	—
Other movements in reserves (enter details here)	20b (ii)	—	—
Other movements in reserves (enter details here)	20b (ii)	—	—
Other movements		—	—
Total items which will be reclassified subsequently to the operating result when specific conditions are met		—	—
Total other comprehensive income for the year		(20,059)	138
Total comprehensive income for the year		(15,681)	2,544
Total comprehensive income attributable to Council		(15,681)	2,544
Total comprehensive income attributable to non-controlling interests		—	—

This statement should be read in conjunction with the accompanying notes.

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Blayney Shire Council

Statement of Financial Position
as at 30 June 2016

\$ '000	Notes	Actual 2016	Actual 2015
ASSETS			
Current assets			
Cash and cash equivalents	6a	1,075	866
Investments	6b	16,000	13,500
Receivables	7	815	808
Inventories	8	834	736
Other	8	52	20
Non-current assets classified as 'held for sale'	22	-	-
Total current assets		18,776	15,930
Non-current assets			
Investments	6b	-	-
Receivables	7	34	237
Inventories	8	-	-
Infrastructure, property, plant and equipment	9	186,984	185,195
Investments accounted for using the equity method	19	-	20,059
Investment property	14	-	-
Intangible assets	25	241	249
Non-current assets classified as 'held for sale'	22	-	-
Other	8	-	-
Total non-current assets		187,259	205,740
TOTAL ASSETS		206,035	221,670
LIABILITIES			
Current liabilities			
Payables	10	948	897
Borrowings	10	190	178
Provisions	10	1,634	1,445
Liabilities associated with assets classified as 'held for sale'	22	-	-
Total current liabilities		2,772	2,520
Non-current liabilities			
Payables	10	1	1
Borrowings	10	1,982	2,171
Provisions	10	718	516
Investments accounted for using the equity method	19	-	-
Liabilities associated with assets classified as 'held for sale'	22	-	-
Total non-current liabilities		2,701	2,688
TOTAL LIABILITIES		5,473	5,208
Net assets		200,562	216,462
EQUITY			
Retained earnings	20	67,646	83,327
Revaluation reserves	20	133,135	133,135

This statement should be read in conjunction with the accompanying notes.

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Council equity interest	200,781	216,462
Non-controlling equity interests	-	-
Total equity	200,781	216,462

This statement should be read in conjunction with the accompanying notes.

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Blayney Shire Council

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

\$ '000	Notes	Retained earnings	Reserves (Refer 20b)	Council interest	Non-controlling Interest	Total equity
2016						
Opening balance (as per last year's audited accounts)		83,327	133,135	216,462	–	216,462
a. Correction of prior period errors	20 (c)	–	–	–	–	–
b. Changes in accounting policies (prior year effects)	20 (d)	–	–	–	–	–
Revised opening balance (as at 1/7/15)		83,327	133,135	216,462	–	216,462
c. Net operating result for the year		4,378	–	4,378	–	4,378
d. Other comprehensive income						
– Revaluations: IPP&E asset revaluation rsve	20b (ii)	–	–	–	–	–
– Revaluations: other reserves	20b (ii)	–	–	–	–	–
– Transfers to Income Statement	20b (ii)	–	–	–	–	–
– Impairment (loss) reversal relating to I,PP&E	20b (ii)	–	–	–	–	–
– Joint ventures and associates	19b	(20,059)	–	(20,059)	–	(20,059)
– Other reserves movements (enter details here)	20b (ii)	–	–	–	–	–
– Other reserves movements (enter details here)	20b (ii)	–	–	–	–	–
– Other reserves movements (enter details here)	20b (ii)	–	–	–	–	–
– Other movements (enter details here)	20a	–	–	–	–	–
– Other movements (enter details here)	20a	–	–	–	–	–
– Other movements (enter details here)	20a	–	–	–	–	–
Other comprehensive income		(20,059)	–	(20,059)	–	(20,059)
Total comprehensive income (c&d)		(15,681)	–	(15,681)	–	(15,681)
e. Distributions to/(contributions from) non-controlling Interests		–	–	–	–	–
f. Transfers between equity		–	–	–	–	–
Equity – balance at end of the reporting period		67,646	133,135	200,781	–	200,781

\$ '000	Notes	Retained Earnings	Reserves (Refer 20b)	Council Interest	Non-Controlling Interest	Total Equity
2015						
Opening balance (as per last year's audited accounts)		61,482	133,199	194,681	–	194,681
a. Correction of prior period errors	20 (c)	–	–	–	–	–
b. Changes in accounting policies (prior year effects)	20 (d)	19,237	–	19,237	–	19,237
Revised opening balance (as at 1/7/14)		80,719	133,199	213,918	–	213,918
c. Net operating result for the year		2,406	–	2,406	–	2,406
d. Other comprehensive income						
– Revaluations: IPP&E asset revaluation rsve	20b (ii)	–	(64)	(64)	–	(64)
– Revaluations: other reserves	20b (ii)	–	–	–	–	–
– Transfers to Income Statement	20b (ii)	–	–	–	–	–
– Impairment (loss) reversal relating to I,PP&E	20b (ii)	–	–	–	–	–
– Joint ventures and associates	19b	202	–	202	–	202
– Other reserves movements (enter details here)	20b (ii)	–	–	–	–	–

This statement should be read in conjunction with the accompanying notes.

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- Other reserves movements (enter details here)	20b (ii)	-	-	-	-	-
- Other reserves movements (enter details here)	20b (ii)	-	-	-	-	-
- Other movements (enter details here)	20a	-	-	-	-	-
- Other movements (enter details here)	20a	-	-	-	-	-
- Other movements (enter details here)	20a	-	-	-	-	-
Other comprehensive income		202	(64)	138	-	138
Total comprehensive income (c&d)		2,608	(64)	2,544	-	2,544
e. Distributions to/(contributions from) non-controlling Interests		-	-	-	-	-
f. Transfers between equity		-	-	-	-	-
Equity – balance at end of the reporting period		83,327	133,135	216,462	-	216,462

This statement should be read in conjunction with the accompanying notes.

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Blayney Shire Council

Statement of Cash Flows
for the year ended 30 June 2016

Budget 2016	\$ '000	Notes	Actual 2016	Actual 2015
Cash flows from operating activities				
Receipts:				
	Rates and annual charges		10,287	9,974
	User charges and fees		2,652	2,333
	Investment and interest revenue received		525	459
	Grants and contributions		7,275	5,160
	Bonds, deposits and retention amounts received		–	51
	Other		239	1,070
Payments:				
	Employee benefits and on-costs		(5,876)	(5,246)
	Materials and contracts		(2,958)	(4,242)
	Borrowing costs		(166)	(178)
	Bonds, deposits and retention amounts refunded		(4)	–
	Other		(1,974)	(2,536)
	Net cash from boundary adjustments		–	–
–	Net cash provided (or used in) operating activities	11b	10,000	6,845
Cash flows from investing activities				
Receipts:				
	Sale of investment securities		–	–
	Sale of investment property		–	–
	Sale of real estate assets		–	71
	Sale of infrastructure, property, plant and equipment		59	304
	Sale of shares in companies		–	–
	Sale of interests in joint ventures and associates		–	–
	Sale of disposal groups		–	–
	Deferred debtors receipts		39	–
	Distributions received from joint ventures and associates		–	–
	Other investing activity receipts		–	–
Payments:				
	Purchase of investment securities		(2,500)	(2,500)
	Purchase of investment property		–	–
	Purchase of infrastructure, property, plant and equipment		(6,993)	(5,619)
	Purchase of real estate assets		–	–
	Purchase of shares in companies		–	–
	Purchase of interests in joint ventures and associates		–	–
	Deferred debtors and advances made		–	(75)
	Contributions paid to joint ventures and associates		–	–
	Other investing activity payments		–	–
–	Net cash provided (or used in) investing activities		(9,395)	(7,820)
Cash flows from financing activities				

This statement should be read in conjunction with the accompanying notes.

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<u>Receipts:</u>			
	Proceeds from borrowings and advances	-	-
	Proceeds from finance leases	-	-
	Other financing activity receipts		-
<u>Payments:</u>			
	Repayment of borrowings and advances	(177)	(340)
	Repayment of finance lease liabilities	-	-
	Distributions to non-controlling interests	-	-
	Other financing activity payments		-
	Net cash flow provided (used in) financing activities	(177)	(340)
	Net increase/(decrease) in cash and cash equivalents	428	(1,315)
	Plus: cash and cash equivalents – beginning of year 11a	866	2,181
	Cash and cash equivalents – end of the year 11a	1,294	866
Additional Information:			
	plus: Investments on hand – end of year 6b	16,000	13,500
	Total cash, cash equivalents and investments	17,294	14,366

Please refer to Note 11 for information on the following:

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

Blayney Shire Council

Income Statement of Council's Sewerage Business Activity
for the year ended 30 June 2016

\$ '000	Actual 2016	Actual 2015
Income from continuing operations		
Access charges	810	960
User charges	362	168
Liquid trade waste charges	124	8
Fees	-	-
Interest	172	179
Grants and contributions provided for non-capital purposes	20	42
Profit from the sale of assets	8	-
Other income	5	2
Total income from continuing operations	1,501	1,359
Expenses from continuing operations		
Employee benefits and on-costs	260	114
Borrowing costs	57	75
Materials and contracts	597	535
Depreciation and impairment	543	523
Loss on sale of assets	-	-
Calculated taxation equivalents	-	-
Debt guarantee fee (if applicable)	-	-
Other expenses	87	55
Total expenses from continuing operations	1,544	1,302
Surplus (deficit) from continuing operations before capital amounts	(43)	57
Grants and contributions provided for capital purposes	20	73
Surplus (deficit) from continuing operations after capital amounts	(23)	130
Surplus (deficit) from discontinued operations	-	-
Surplus (deficit) from all operations before tax	(23)	130
Less: corporate taxation equivalent (30%) [based on result before capital]	-	(17)
SURPLUS (DEFICIT) AFTER TAX	(23)	113
Plus opening retained profits	9,480	9,350
Plus/less: prior period adjustments	-	-
Plus/less: other adjustments (details here...)	-	-
Plus adjustments for amounts unpaid:		
- Taxation equivalent payments	-	-
- Debt guarantee fees	-	-
- Corporate taxation equivalent	-	17
Less:		
- Tax equivalent dividend paid	-	-
- Surplus dividend paid	-	-
Closing retained profits	9,457	9,480
Return on capital %	0.1%	0.7%
Subsidy from Council	425	476
Calculation of dividend payable:		
Surplus (deficit) after tax	(23)	113
Less: capital grants and contributions (excluding developer contributions)	(20)	(56)
Surplus for dividend calculation purposes	-	57
Potential dividend calculated from surplus	-	29

Blayney Shire Council

Statement of Financial Position – Council's Sewerage Business Activity
as at 30 June 2016

\$ '000	Actual 2016	Actual 2015
ASSETS		
Current assets		
Cash and cash equivalents	4,634	319
Investments	500	4,500
Receivables	36	267
Inventories	–	–
Other	–	–
Non-current assets classified as held for sale	–	–
Total Current Assets	5,170	5,086
Non-current assets		
Investments	–	–
Receivables	–	–
Inventories	–	–
Infrastructure, property, plant and equipment	20,225	20,141
Investments accounted for using equity method	–	–
Investment property	–	–
Intangible assets	–	–
Other	–	–
Total non-current assets	20,225	20,141
TOTAL ASSETS	25,395	25,227
LIABILITIES		
Current liabilities		
Bank overdraft	–	–
Payables	20	49
Borrowings	37	34
Provisions	–	–
Total current liabilities	57	83
Non-current liabilities		
Payables	–	–
Borrowings	650	687
Provisions	–	–
Total non-current liabilities	650	687
TOTAL LIABILITIES	707	770
NET ASSETS	24,688	24,457
EQUITY		
Retained earnings	9,436	9,480
Revaluation reserves	15,266	14,977
Council equity interest	24,702	24,457
Non-controlling equity interest	–	–
TOTAL EQUITY	24,702	24,457

Blayney Shire Council

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

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

\$ '000	Amounts		Indicator	Prior periods	
	2016	2016		2015	2014
Local government industry indicators – consolidated					
1. Operating performance ratio					
Total continuing operating revenue ⁽¹⁾ excluding capital grants and contributions less operating expenses	<u>1,235</u>	6.98%	3.59%	-18.42%	
Total continuing operating revenue ⁽¹⁾ excluding capital grants and contributions	<u>17,698</u>				
2. Own source operating revenue ratio					
Total continuing operating revenue ⁽¹⁾ excluding all grants and contributions	<u>13,509</u>	65.00%	71.86%	70.40%	
Total continuing operating revenue ⁽¹⁾	<u>20,783</u>				
3. Unrestricted current ratio					
Current assets less all external restrictions ⁽²⁾	<u>9,199</u>	3.39x	6.73x	5.52x	
Current liabilities less specific purpose liabilities ^(3, 4)	<u>2,715</u>				
4. Debt service cover ratio					
Operating result ⁽¹⁾ before capital excluding interest and depreciation/impairment/amortisation	<u>6,612</u>	19.33x	10.65x	8.84x	
Principal repayments (Statement of Cash Flows) plus borrowing costs (Income Statement)	<u>342</u>				
5. Rates, annual charges, interest and extra charges outstanding percentage					
Rates, annual and extra charges outstanding	<u>239</u>	2.26%	2.28%	4.50%	
Rates, annual and extra charges collectible	<u>10,555</u>				
6. Cash expense cover ratio					
Current year's cash and cash equivalents plus all term deposits	<u>17,075</u>	18.37 mths	13.7 mths	15.0 mths	
Payments from cash flow of operating and financing activities	<u>930</u>				

Notes

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

⁽²⁾ Refer Notes 6-8 inclusive.

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

⁽³⁾ Refer to Note 10(a).

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

Blayney Shire Council

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

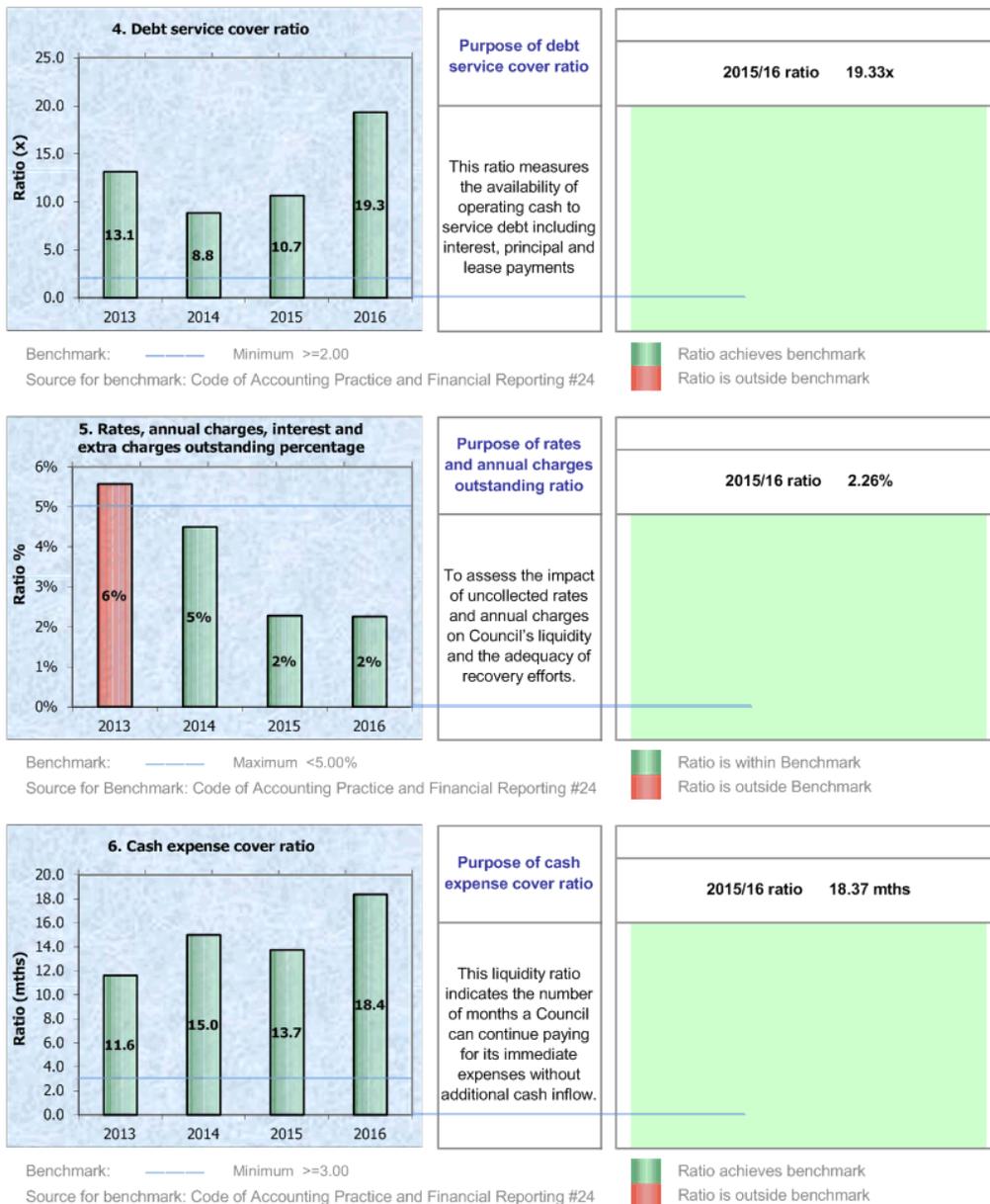
Note 13a(ii). Local government industry indicators – graphs (consolidated)

<p>1. Operating performance ratio</p> <table border="1"> <thead> <tr> <th>Year</th> <th>Ratio %</th> </tr> </thead> <tbody> <tr> <td>2013</td> <td>-11%</td> </tr> <tr> <td>2014</td> <td>-18%</td> </tr> <tr> <td>2015</td> <td>4%</td> </tr> <tr> <td>2016</td> <td>7%</td> </tr> </tbody> </table> <p>Benchmark: — Minimum $\geq 0.00\%$ Source for benchmark: Code of Accounting Practice and Financial Reporting #24</p>	Year	Ratio %	2013	-11%	2014	-18%	2015	4%	2016	7%	<p>Purpose of operating performance ratio</p> <p>This ratio measures Council's achievement of containing operating expenditure within operating revenue.</p>	<p>2015/16 ratio 6.98%</p> <p>Ratio achieves benchmark</p>
Year	Ratio %											
2013	-11%											
2014	-18%											
2015	4%											
2016	7%											
<p>2. Own source operating revenue ratio</p> <table border="1"> <thead> <tr> <th>Year</th> <th>Ratio %</th> </tr> </thead> <tbody> <tr> <td>2013</td> <td>54%</td> </tr> <tr> <td>2014</td> <td>70%</td> </tr> <tr> <td>2015</td> <td>72%</td> </tr> <tr> <td>2016</td> <td>65%</td> </tr> </tbody> </table> <p>Benchmark: — Minimum $\geq 60.00\%$ Source for benchmark: Code of Accounting Practice and Financial Reporting #24</p>	Year	Ratio %	2013	54%	2014	70%	2015	72%	2016	65%	<p>Purpose of own source operating revenue ratio</p> <p>This ratio measures fiscal flexibility. It is the degree of reliance on external funding sources such as operating grants and contributions.</p>	<p>2015/16 ratio 65.00%</p> <p>Ratio achieves benchmark</p>
Year	Ratio %											
2013	54%											
2014	70%											
2015	72%											
2016	65%											
<p>3. Unrestricted current ratio</p> <table border="1"> <thead> <tr> <th>Year</th> <th>Ratio (x)</th> </tr> </thead> <tbody> <tr> <td>2013</td> <td>7.8</td> </tr> <tr> <td>2014</td> <td>5.5</td> </tr> <tr> <td>2015</td> <td>6.7</td> </tr> <tr> <td>2016</td> <td>3.4</td> </tr> </tbody> </table> <p>Benchmark: — Minimum ≥ 1.50 Source for benchmark: Code of Accounting Practice and Financial Reporting #24</p>	Year	Ratio (x)	2013	7.8	2014	5.5	2015	6.7	2016	3.4	<p>Purpose of unrestricted current ratio</p> <p>To assess the adequacy of working capital and its ability to satisfy obligations in the short term for the unrestricted activities of Council.</p>	<p>2015/16 ratio 3.39x</p> <p>Ratio achieves benchmark</p>
Year	Ratio (x)											
2013	7.8											
2014	5.5											
2015	6.7											
2016	3.4											

Blayney Shire Council

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

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



Blayney Shire Council

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

Note 13b. Statement of performance measurement – indicators (by fund)

\$ '000	Water 2016	Sewer 2016	General ⁵ 2016
Local government industry indicators – by fund			
1. Operating performance ratio			
Total continuing operating revenue ⁽¹⁾ excluding capital grants and contributions less operating expenses	n/a	-2.86%	7.89%
Total continuing operating revenue ⁽¹⁾ excluding capital grants and contributions	prior period: n/a	4.19%	3.53%
2. Own source operating revenue ratio			
Total continuing operating revenue ⁽¹⁾ excluding all grants and contributions	n/a	97.37%	62.44%
Total continuing operating revenue ⁽¹⁾	prior period: n/a	91.97%	70.13%
3. Unrestricted current ratio			
Current assets less all external restrictions ⁽²⁾	n/a	91.11x	3.39x
Current liabilities less specific purpose liabilities ^(3,4)	prior period: n/a	52.16x	6.73x
4. Debt service cover ratio			
Operating result ⁽¹⁾ before capital excluding interest and depreciation/impairment/amortisation	n/a	9.79x	21.24x
Principal repayments (Statement of Cash Flows) plus borrowing costs (Income Statement)	prior period: n/a	2.32x	20.28x
5. Rates, annual charges, interest and extra charges outstanding percentage			
Rates, annual and extra charges outstanding	n/a	4.44%	2.08%
Rates, annual and extra charges collectible	prior period: n/a	3.23%	2.18%
6. Cash expense cover ratio			
Current year's cash and cash equivalents plus all term deposits	n/a	0.00	13.38 mths
Payments from cash flow of operating and financing activities	prior period: n/a mths	0.00 mths	13.75 mths

Notes

(1) - (4) Refer to Notes at Note 13a(i) above.

(5) General fund refers to all of Council's activities except for its sewer activity which is listed separately.

Blayney Shire Council

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

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

\$ '000	2016 Actual Current	2016 Actual Non-current	2015 Actual Current	2015 Actual Non-current
Total cash, cash equivalents and investments	17,075		14,366	
attributable to:				
External restrictions (refer below)	9,541		7,411	-
Internal restrictions (refer below)	7,445		6,444	-
Unrestricted	89		511	-
	17,075	-	14,366	-

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

Details of restrictions

External restrictions – included in liabilities

Nil

External restrictions – other

Nil

Developer contributions – general	669	44		713
Developer contributions – sewer fund	757	43		800
Specific purpose unexpended grants	1,480		(160)	1,320
Specific purpose unexpended grants-sewer fund				
Sewerage services	4,062	1,095		5,157
Domestic waste management	169	270		439
Rates – special variation community centre	-			-
Rates – special variation mining	274	839		1,113
Other	-			-
External restrictions – other	7,411	2,290	(160)	9,541
Total external restrictions	7,411	2,290	(160)	9,541

Blayney Shire Council

Notes to the Financial Statements

for the year ended 30 June 2016

Note 6c. Restricted cash, cash equivalents and investments – details (continued)

2016 \$ '000	Opening balance	Transfers to restrictions	Transfers from restrictions	Closing balance
Internal restrictions				
Nil				
Plant and vehicle replacement	1,623	12		1,635
Employees leave entitlement	564	7		571
Asset replacement reserve	2,547		(2,547)	-
Transport Reserve	-	2,221	(127)	2,094
Buildings Reserve	-	426	(135)	291
Parks & Recreation Reserve	-	630	(183)	447
Stormwater Reserve	-	127		127
Blayney town works	185		(50)	135
Cemeteries	6		(5)	1
Election reserve	44	17		61
Environmental projects – Belubula river	24			24
Inala units	84	12		96
I.T reserve	51	12		63
Land fill remediations and asset renewal	112			112
CentrePoint Sport & Leisure Centre	282	568		850
Property account	525		(20)	505
Quarry	309			309
Village enhancement program	88	124	(88)	124
Other				
Total internal restrictions	6,444	4,156	(3,155)	7,445
TOTAL RESTRICTIONS	13,855	6,446	(3,315)	16,986



Quarterly Budget Review 2015-2016

**Period ending
30 June 2016**

Blayney Shire Council

Quarterly Budget Review Statement
for the period 01/07/2015 - 30/06/2016

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Blayney Shire Council

Quarterly Budget Review Statement
for the period 01/07/2015 - 30/06/2016

Report by Responsible Accounting Officer

The following statement is made in accordance with Clause 203(2) of the Local Government (General) Regulations 2005:

It is my opinion that the Quarterly Budget Review Statement for Blayney Shire Council for the quarter ended 30/06/16 indicates that Council's projected financial position at 30/6/16 will be satisfactory at year end, having regard to the projected estimates of income and expenditure and the original budgeted income and expenditure.

Signed:

date: 12/09/2016

Tiffaney Irlam
Responsible Accounting Officer

Blayney Shire Council

PART 1:

Income & Expenses Budget Summary

Quarterly Budget Review Statement

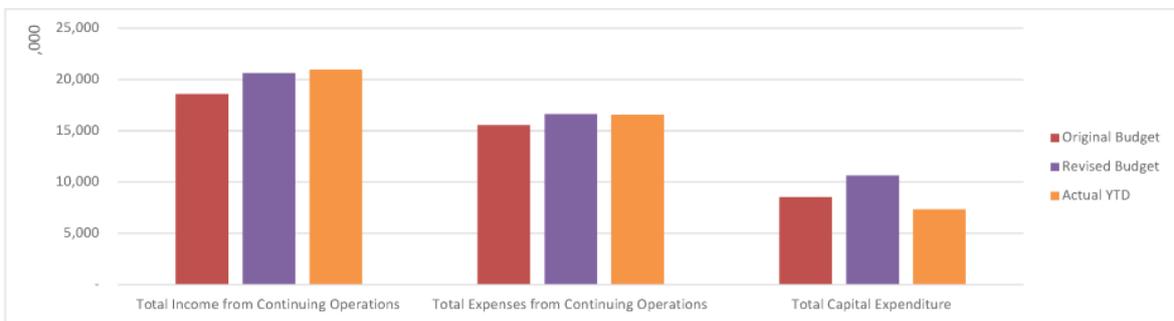
for the period 01/07/2015 - 30/06/2016

Budget review for the quarter ended 30 June 2016

Income & Expenses - Council Consolidated

(\$000's)

	Original Budget \$ 000	Revised Budget Last Qtr	Variations for this Jun Qtr	Revised Budget Current	Actual YTD figures
Total Income from Continuing Operations	18,601	20,629	-	20,629	20,962
Total Expenses from Continuing Operations	15,564	16,631	-	16,631	16,584
Net Operating Result from Continuing Operations	3,037	3,998	0	3,999	4,378
Total Capital Expenditure	8,551	10,635	0	10,635	7,349



Blayney Shire Council

PART 2:

Income & Expenses Budget Review Statement

Quarterly Budget Review Statement

for the period 01/07/2015 - 30/06/2016

Budget review for the year ended 30 June 2016

Income & Expenses - Council Consolidated

(\$000's)	Original Budget 2015/16	Revised Budget 2015/16	Variations for this Jun Qtr	Notes	Projected Year End Result	Actual YTD figures	Notes	%
Income								
Rates and Annual Charges	10,601	10,601			10,601	10,306		97.22%
User Charges and Fees	1,668	1,899			1,899	2,572		135.44%
Interest and Investment Revenues	456	456			456	499		109.40%
Other Revenues	154	311			311	252		80.92%
Grants & Contributions - Operating	2,961	3,394			3,394	4,189		123.42%
Grants & Contributions - Capital	2,761	3,937			3,937	3,085		78.36%
Net gain from disposal of assets	-	30			30	59		196.05%
Total Income from Continuing Operations	18,601	20,629	-		20,629	20,962		117.26%
Expenses								
Employee Costs	5,419	5,838			5,838	6,118		104.79%
Borrowing Costs	152	152			152	165		108.65%
Materials & Contracts	2,608	2,689			2,689	2,655		98.73%
Depreciation	4,835	5,285			5,285	5,212		98.62%
Legal Costs	53	73			73	89		121.46%
Consultants	132	250			250	219		87.43%
Other Expenses	2,366	2,343			2,343	2,126		90.74%
Total Expenses from Continuing Operations	15,564	16,631	-		16,631	16,584		101.49%
Net Operating Result from Continuing Operation	3,037	3,998	-		3,998	4,378		
Discontinued Operations - Surplus/(Deficit)		-			-			
Net Operating Result from All Operations	3,037	3,998	-		3,998	4,378		
Net Operating Result before Capital Items	276	61	-		61	1,293		

Blayney Shire Council

Quarterly Budget Review Statement

PART 3:

for the period 01/07/2015 - 30/06/2016

Income & Expenses Budget Review Statement by Function

Budget review for the year ended 30 June 2016

Income & Expenses - Council Consolidated

(\$000's)	Original Budget 2015/16	Revised Budget 2015/16	Variations for this Jun Qtr	Notes	Projected Year End Result	Actual YTD figures	Notes	%
Income								
Governance	-	3			3	4		0.00%
Administration	208	339			339	503		148.30%
Public Order & Safety	74	163			163	153		94.12%
Health	7	7			7	10		129.23%
Environment	1,078	1,128			1,128	1,246		110.45%
Community Services & Education	2	2			2	2		86.32%
Housing & Community Amenities	170	281			281	271		96.17%
Sewer Supplies	1,399	1,399			1,399	1,520		108.69%
Recreation & Culture	986	1,095			1,095	1,126		102.86%
Manufacturing & Construction	248	484			484	578		119.57%
Transport & Communication	3,506	4,797			4,797	6,776		141.25%
Economic Affairs	142	149			149	241		161.41%
General Purpose Revenue	10,781	10,781			10,781	8,532		79.13%
Total Income from Continuing Operations	18,601	20,629	-		20,629	20,962		105.96%
Expenses								
Governance	489	485			485	412		84.83%
Administration	3,675	3,997			3,997	3,490		87.32%
Public Order & Safety	530	539			539	449		83.22%
Health	53	53			53	13		24.31%
Environment	1,178	1,191			1,191	1,351		113.38%
Community Services & Education	20	19			19	17		92.15%
Housing & Community Amenities	368	532			532	632		118.76%
Sewer Supplies	1,408	1,441			1,441	1,558		108.12%
Recreation & Culture	2,643	2,550			2,550	2,677		104.97%
Manufacturing & Construction	302	538			538	602		111.90%
Transport & Communication	4,524	4,863			4,863	4,995		102.72%
Economic Affairs	271	321			321	390		121.50%
Total Expenses from Continuing Operations	15,461	16,528	-		16,528	16,584		96.10%
Net Operating Result from Continuing Operation	3,140	4,101	-		4,101	4,378		
Discontinued Operations - Surplus/(Deficit)		-			-			
Net Operating Result from All Operations	3,140	4,101	-		4,101	4,378		(0)
Net Operating Result before Capital Items	276	61	-		61	1,293		

Blayney Shire Council

Quarterly Budget Review Statement
for the period 01/07/2015 - 30/06/2016

PART 3A:

Operating Income & Expenses Budget Review Statement (By Function/Activity - Detailed)

Budget review for the year ended 30 June 2016

Operating Income & Expenses - Council Consolidated

(\$000's)	Operating Income						Operating Expenditure					
	Original Budget \$ 000	Revised Budget	Variations for Jun Qtr	Notes	Projected Year End Result	Actual YTD figures %	Original Budget \$ 000	Revised Budget Last Qtr	Variations for Jun Qtr	Notes	Projected Year End Result	Actual YTD figures %
Governance												
Council	-	3			3	4 0.0%	489	485			485	412 84.9%
Administration												
Corporate Services	150	204			204	371 181.9%	2,483	2,554			2,554	2,429 95.1%
Engineering & Works	53	131			131	127 97.2%	951	1,199			1,200	773 64.4%
Environmental	4	4			4	4 100.2%	241	244			244	288 118.1%
	208	339	-		339	503 148.2%	3,675	3,997	-		3,998	3,490 87.3%
Public Order & Safety												
Rural Fire Service	58	58			58	74 0.0%	405	405			405	268 66.2%
Animal Control	8	17			17	17 103.0%	83	91			91	149 162.7%
Emergency Services	7	7			7	- 0.0%	42	42			42	32 75.2%
	72	81	-		81	91 112.8%	530	539	-		539	449 83.3%
Health												
Administration/Food Control	7	7			7	6 83.6%	53	53			53	13 23.9%
	7	7	-		7	6 83.6%	53	53	-		53	13 23.9%
Environment												
Noxious Plants	-	-			-	0.0%	68	68			68	68 99.9%
Domestic Waste Management	905	905			905	1,040 114.9%	964	670			670	746 111.4%
Other Waste Management	173	173			173	141 81.7%	208	208			208	294 141.4%
Street Cleaning	-	-			-	0.0%	152	140			140	142 101.7%
Urban Stormwater Drainage	-	-			-	15 3.0%	86	106			106	101 95.0%
	1,078	1,078	-		1,078	1,196 110.9%	1,178	1,191	-		1,191	1,350 113.4%
Community Services & Education												
Child Care	-	-			-	0.0%	10	10			10	10 100.0%
Aged & Disabled	1	1			1	0 58.8%	1	-			-	- M0V00
Youth Services	1	1			1	1 100.0%	2	2			2	0 15.4%
Community Services Administration	-	-			-	0.0%	6	6			6	6 98.6%
	2	2	-		2	2 88.3%	20	19	-		19	17 88.5%
Housing & Community Amenities												
Town Planning	129	218			218	207 94.9%	225	369			369	324 90.4%
Street Lighting	16	16			16	40 243.9%	112	92			92	88 108.7%
Public Cemeteries	41	64			64	63 99.3%	55	85			85	117 136.0%
Public Conveniences	-	-			-	0.0%	88	88			88	92 104.3%
	187	298	-		298	310 104.1%	480	624	-		624	631 101.1%
Recreation & Culture												
Public Libraries	34	34			34	34 98.8%	180	179			179	176 98.2%
Public Halls	289	289			289	293 101.5%	140	140			140	163 116.0%
Sporting Grounds	6	6			6	14 233.5%	192	192			192	292 152.2%
Blayney Showground	2	5			5	5 100.0%	101	81			81	68 83.8%
Parks & Gardens	13	13			13	3 22.0%	1,082	1,025			1,025	999 97.5%
Centrepont Sport & Leisure	376	376			376	333 88.7%	942	927			927	958 103.4%
Other Cultural Services	-	-			-	0.0%	6	6			6	21 355.6%
	720	722	-		722	682 94.4%	2,643	2,550	-		2,550	2,677 105.0%
Mining Manufacturing & Construction												
Building Control	105	105			105	120 114.3%	170	170			170	131 77.2%
Quarries & Pits	143	379			379	456 120.5%	132	368			368	471 127.9%
	248	484	-		484	576 119.1%	302	538	-		538	602 111.9%
Transport & Communication												
Local Roads	2,472	2,792			2,792	3,580 128.2%	3,465	3,788			3,788	3,884 102.5%
Regional Roads	305	305			305	316 103.5%	109	109			109	127 116.7%
State Roads	210	210			210	287 136.7%	163	163			163	280 171.4%
Bridges - Local	-	-			-	0.0%	365	390			390	264 67.8%
Bridges - Regional	11	11			11	0.0%	-	-			-	11 0.0%
Footpaths	-	33			33	0.0%	58	74			74	136 184.2%
Kerb and Gutter	-	-			-	0.0%	120	115			115	128 110.9%
Other Transport and Communication	-	-			-	0.0%	132	132			132	167 126.5%
	2,998	3,351	-		3,351	4,183 124.8%	4,412	4,771	-		4,771	4,995 104.7%
Economic Affairs												
Tourism & Area Promotion	-	6			6	7 3.0%	149	170			170	156 92.1%
Industrial Development & Promotion	3	4			4	4 100.0%	15	15			15	25 165.0%
Real Estate	-	-			-	0.0%	-	22			22	20 0.0%
Inala Units	70	70			70	66 93.8%	55	61			61	67 110.5%
Other Business - Private Works	70	70			70	165 236.2%	53	53			53	121 230.8%
	142	149	-		149	241 161.6%	271	321	-		321	390 121.5%
General Purpose Revenue												
General Purpose Revenues	8,826	8,826			8,826	8,532 96.7%	-	-			-	- 0.0%
Sewerage Services												
	1,352	1,352	-		1,352	1,492 110.4%	1,408	1,441	-		1,441	1,558 108.1%
Surplus/(Deficit) From Ordinary Activities Before Capital Amounts	15,840	16,693	-		16,693	17,818 108.7%	15,461	16,528	-		16,529	16,582 100.2%

*Note expense figures include depreciation

Blayney Shire Council

Quarterly Budget Review Statement

PART 4A:

for the period 01/04/16 to 30/06/16

Capital Budget Review Statement

Budget review for the quarter ended 30 June 2016

Capital Budget - Council Consolidated

(\$000's)	Estimated Dates		Original Budget 2015/16	Revised Budget 2015/16	Actual YTD figures	Variance Surplus (Deficit)	Notes	%
	Start	Finish						
Capital Expenditure								
LAND, BUILDINGS & OTHER STRUCTURES								
Council Admin Building Downstairs	1/02/2016	1/05/2016	170	210	210	-		100%
Council Admin Building Upstairs	4/01/2016	28/02/2016		60	60	-		100%
Inala Units - Internal Painting			20	20	-	20		0%
Newbridge Showground - Painting			5	-	-	-		0%
Newbridge Tennis Courts	1/06/2015	28/09/2015		70	70	(0)		101%
Centrepont	1/04/2015	1/05/2015	200	-	10	(10)		-5%
Dakers Oval - Cricket Pitch					3	(3)		0%
Redmond Oval - Canteen	1/02/2016	1/06/2016	40	145	129	15		89%
Redmond Oval - Tennis Shed			12	12	12			0%
Redmond Oval - Skate Park Bubbler			10	10	10			0%
Redmond Oval - Tennis Court Fence	1/03/2016	1/05/2016	15	20	20			0%
Redmond Oval - Resurface	12/01/2015	30/06/2016	500	500	512	(12)		85%
Carcoar Dam - Septic			1	1	1			0%
Mandurama Rec Ground - Replace Septic			10	10	10			0%
Mandurama Rec Ground - Tennis Shed Hand Rails			1	1	1			0%
Mandurama Rec Ground -Upgrade			25	32		32		0%
Mandurama Rec Ground - Basketball Hoops			1	1	1			0%
Lyndhurst Showground				24	28	(4)		118%
The Cottage - External Painting			10	10	11	(1)		109%
The Cottage - Facilities Upgrade			10	10	18	(8)		180%
Revive Pound Flat				48	56	(8)		117%
Heritage Park - Liberty Swing	1/02/2016	1/04/2016	50	50	33	17		66%
Blayney Showground - Oval irrigation scheme	2/01/2016	30/05/2016	100	100	128	(27)		91%
Blayney Showground - Ring Fence	8/02/2016	22/02/2016		50	53	(3)		105%
Blayney Showground - Pavillion/Amenities				4	4			100%
Garbage Bin Renewals	1/09/2015	30/04/2016		50	49	1		98%
King George Oval - Canteen				31	34	(3)		111%
King George Oval - Upgrades				17	29	(12)		170%
King George Oval - Side Line Seating				55	43	12		78%
Replacement Pump & Equipment Public Bore - Blayney Golf Club				3	5	(2)		153%
Rural Fire Shed - Kings Plains				40	50	(10)		126%
Rural Fire Shed - Lyndhurst				40	36	4		89%
Blayney Cultural Centre Concept Plans				10	-	10		0%
TOTAL LAND, BUILDINGS & OTHER STRUCTURES			1,181	1,635	1,570	65		101%
LOAN REPAYMENTS								
Principal Loan Repayments			144	144	177	(33)		123%
INFRASTRUCTURE								
Local Roads								
Road Construction/Rehabilitation								
Errowanbang Road - Fixing Country Roads	1/08/2015	18/12/2015	1,100	1,595	1,635	(40)		103%
Browns Creek Road	15/04/2016	30/06/2016		320	242	78		76%
Wire Rope - Brady Road Carcoar		30/09/2015		78	79	(1)		101%
Wire Rope - Caloola St Newbridge		30/09/2015		25	25	0		100%
Kings Plains Rd Realignment				60	48	12		81%
Davis Road				40	27	13		68%
Mandurama Road Signage Upgrade				-	10	(10)		0%
Forest Reefs - Blackspot Works				7	13	(6)		187%
Newbridge Road - Blackspot Works				4	4	0		92%
			1,500	2,129	2,084	46		
Reseal Program								
Panuara Road	1/11/2015	30/03/2016	55	35	14	21		39%
Belubula Way	1/11/2015	30/03/2016	89	74	44	31		59%
Browns Creek Road	1/11/2015	30/03/2016	143	79	56	23		-269%

Blayney Shire Council

PART 4A:

Capital Budget Review Statement

Quarterly Budget Review Statement

for the period 01/04/16 to 30/06/16

Budget review for the quarter ended 30 June 2016

Capital Budget - Council Consolidated

(\$000's)	Estimated Dates		Original Budget 2015/16	Revised Budget 2015/16	Actual YTD figures	Variance Surplus (Deficit)	Notes	%
	Start	Finish						
Capital Expenditure								
Three Brothers Road	1/11/2015	30/03/2016	48	40	42	(2)		106%
Burnt Yards Road	1/11/2015	30/03/2016	111	69	37	32		54%
Gallymont Road	1/11/2015	30/03/2016	48	40	33	7		82%
Mandurama	1/11/2015	30/03/2016	106	88	55	33		63%
Forest Reefs Rd	1/11/2015	30/03/2016		74	77	(3)		104%
			599	499	358	141		
				-				
Heavy Patching	1/12/2015	30/03/2016	529	529	316	214		68%
TOTAL LOCAL ROADS			2,629	3,158	2,757	400		92%
				-				
Regional Roads								
Hobbys Yards Road	1/02/2016	30/05/2016	815	815	760	55		93%
Sawyer St Barry					65	(65)		100%
TOTAL REGIONAL ROADS			815	815	825	(10)		
				-				

Blayney Shire Council

Quarterly Budget Review Statement

PART 4A:

for the period 01/04/16 to 30/06/16

Capital Budget Review Statement

Budget review for the quarter ended 30 June 2016

Capital Budget - Council Consolidated

(\$000's)	Estimated Dates		Original Budget 2015/16	Revised Budget 2015/16	Actual YTD figures	Variance Surplus (Deficit)	Notes	%
	Start	Finish						
Capital Expenditure								
Bridges								
Carcoar Road, Cowriga Creek	1/12/2015	31/01/2016	60	60	8	52		13%
Coombing St Belubula River	28/09/2015	30/06/2016	194	194	0	194		0%
Gallymont Road Felltimber Creek	28/09/2015	30/08/2016	179	179	-	179		0%
Gallymont Road Gallymont Creek			10	10	-	10		0%
Snake Creek Road Mandurama Ponds	1/12/2015	31/01/2016	45	45	24	21		53%
Forest Reefs Road Bridge (Cowriga Creek)		30/09/2015		23	23	(0)		100%
Preliminary Design Works (for 11 bridges)				-	138	(138)		
TOTAL BRIDGES			489	512	193	319		
Footpaths								
Renewals	1/07/2015	30/08/2015	41	47	53	(6)		113%
Village Enhancement Program								
Access & Connectivity								
Blayney								
- Shared Footpaths - Stillingfleet to Adelaide	1/09/2015	19/02/2016	60	369	350	20		95%
- Safe Pedestrian Crossings - Orange Rd/Church Street	1/02/2016	30/04/2016		171	22	149		13%
Blayney Other					14	(14)		
Active Transport Plan					59	(59)		
Lyndhurst			46	46		46		0%
Millthorpe			43	43	10	33		23%
Newbridge			26	26		26		0%
TOTAL FOOTPATHS			216	702	508	194		72%
Stormwater								
Stormwater Drainage			103	103	8	94		
TOTAL STORMWATER			103	103	8	94		
TOTAL INFRASTRUCTURE			4,252	5,290	4,292	998		83%
VILLAGE ENHANCEMENT PROGRAM <i>excluding Access & Connectivity - see Footpaths</i>								
Barry/Hobby's Yards			30	41	5	35		13%
Blayney			10	32	27	5		83%
Carcoar			8	33	2	31		6%
Lyndhurst			9	29	5	24		17%
Mandurama			-	24	6	18		26%
Millthorpe			55	62	22	40		35%
Neville			4	12	-	12		0%
Newbridge			-	13	-	13		0%
TOTAL VILLAGE ENHANCEMENT PROGRAM			116	246	67	179		
PLANT & EQUIPMENT								
Light Vehicle								
Hyundai Santa Fe			13	13	16	(3)		
Toyota Kluger			26	26	22	4		83%
Toyota Kluger			8	8	12	(3)		137%
Holden Colorado 4x2			13	13	13	(0)		102%
Toyota Kluger			13	13	18	(5)		139%
Subaru Forester			13	13	11	2		83%
Ford Ranger 4x4			16	16	17	(2)		110%
Hyundai i30 - Pool Car			-	15	15	0		99%
TOTAL LIGHT VEHICLE			103	118	124	(6)		105%
Minor Plant								

Blayney Shire Council

PART 4A:

Capital Budget Review Statement

Quarterly Budget Review Statement

for the period 01/04/16 to 30/06/16

Budget review for the quarter ended 30 June 2016

Capital Budget - Council Consolidated

(\$000's)	Estimated Dates		Original Budget 2015/16	Revised Budget 2015/16	Actual YTD figures	Variance Surplus (Deficit)	Notes	%
	Start	Finish						
Capital Expenditure								
John Deere 5720 / mower	1/09/2015	30/04/2016	64	64		64		0%
John Deere 5720 4wd fr. Link	1/09/2015	30/04/2016	79	79		79		0%
John Deere F1445 mower	1/09/2015	31/01/2016	37	50		50		0%
New Holland telehandler	1/09/2015	1/05/2016	127	127		127		0%
John Deere F1445 mower	1/09/2015	31/01/2016	37	50		50		0%
Park mower	1/09/2015	1/10/2015	26	26	23	3		89%
Flail mower	1/09/2015	28/02/2016	26	16	13	4		79%
Flail mower	1/09/2015	28/02/2016	26	16	13	3		82%
Flail mower	1/09/2015	28/02/2016	26	16	13	3		82%
Slasher	1/09/2015	18/12/2015	21	26		26		0%
Road broom	1/09/2015	1/05/2016	41	41	45	(4)		110%
Rotavator	1/09/2015	30/09/2015	32	6	6	0		100%
Small plant & tools	1/07/2015	30/06/2016	32	32	24	8		76%
Hilux Utility	1/09/2015	1/10/2015	20	23	23	0		100%
Hilux Utility	1/09/2015	1/10/2015	20	24	23	1		97%
					28	(28)		0%
Ford Ranger 4x2 Store	1/09/2015	15/01/2016	11	20	20	0		100%
Holden Colorado (P&G Supervisor)	1/09/2015	30/09/2015	16	14	14	(0)		100%
Isuzu D-Max weed spray ute				28	28	(0)		100%
TOTAL MINOR PLANT			657	657	273	384		
Major Plant								
Hilux 4wd workshop	1/09/2015	1/05/2016	42	42		42		0%
Isuzu 4 tipper	1/09/2015	1/04/2016	48	73		73		0%
Volvo 12t. tipper	1/09/2015	16/12/2015	238	238		238		0%
Isuzu FRR 550	1/09/2015	1/04/2016	46	71		71		0%
Isuzu NPR 200	1/09/2015	1/04/2016	31	46		46		0%
Isuzu NQR 450	1/09/2015	1/04/2016	48	48		48		0%
Isuzu NPR 200	1/09/2015	1/04/2016	32	47		47		0%
Grader Cat 12H	1/09/2015	1/03/2016	309	450		450		0%
Loader Case 721C			180	-		-		0%
Backhoe Case 590 SR	1/09/2015	1/06/2015	127	127		127		0%
HL740-9 Wheel Loader				185	200	(15)		108%
Radio Communication System			-	95	111	(16)		117%
TOTAL MAJOR PLANT			1,101	1,422	311			

Blayney Shire Council

PART 4A:

Capital Budget Review Statement

Quarterly Budget Review Statement

for the period 01/04/16 to 30/06/16

Budget review for the quarter ended 30 June 2016

Capital Budget - Council Consolidated

(\$000's)	Estimated Dates		Original Budget 2015/16	Revised Budget 2015/16	Actual YTD figures	Variance Surplus (Deficit)	Notes	%
	Start	Finish						
Capital Expenditure								
Information Technology								
VMWare ESX Upgrades	1/03/2016	30/03/2016	5	5	-	5		0%
Website Enhancements	1/03/2016	30/03/2016	8	8	5	3		66%
Windows Server and Active Directory Upgrades	30/06/2015	30/03/2016	12	12	12	-		100%
Phone System Replacement	1/03/2016	30/06/2016	50	-	-	-		0%
Exchange 2010 Upgrade & Future Upgrade	1/02/2016	28/02/2016	6	6	7	(1)		111%
PC Replacement/Additions	1/09/2015	30/10/2015	55	70	65	4		94%
Ipad/Tablet	1/07/2015	30/06/2016	3	3	1	2		23%
Mobile Phones	1/07/2015	30/06/2016	4	4	1	3		26%
Asset Management Software - AssetFinda				35	42	(7)		78%
2nd Disaster Recovery Server		30/06/2016		10	13	(3)		132%
DA Tracker				-	6	(6)		100%
Synergy Soft Upgrades				-	4	(4)		0%
Wifi Upgrade				-	15	(15)		0%
TOTAL INFORMATION TECHNOLOGY			142	390	170			
Other Plant & Equipment Purchases								
Centrepont - various	1/07/2015	30/06/2016	10	10	8	2		83%
Blayney Community Centre - various	1/07/2015	30/06/2016	5	5	8	(2)		143%
Library			7	7		7		
Administration building - minor purchases				-	3	(3)		
Records Storage area				17	17	(0)		102%
TOTAL OTHER PLANT & EQUIPMENT PURCHASES			22	39	36	75		
TOTAL PLANT & EQUIPMENT			2,025	2,625	914			
Sewerage Services								
Millthorpe - Transfer Main Investigation & Augmentatic	1/02/2016	1/05/2016	368	268	56	212		21%
Lining/Replacement of Sewer Mains	1/11/2015	31/03/2016	210	210	171	39		98%
Replacement of pumps in SPS (incl Millthorpe)			21	21	-	21		0%
SPS Improvements - Internal improvements	1/11/2016	1/06/2016	53	53	-	53		0%
P&E Replacement (CCTV Camera, Jetter, Loader, Ut	1/09/2015	16/12/2015	29	129	6	124		5%
Ford Ranger 4x2 Sewer	1/09/2015	15/01/2016	11	11	24	(13)		222%
Sewerage Services Vehicle				42	43	(1)		101%
Manhole Rehabilitation Program	1/07/2015	30/06/2015	105	105	19	86		18%
Energy Efficiency Upgrade					5	(5)		
Inlet Channel Bypass					5	(5)		
TOTAL SEWERAGE SERVICES			797	839	329			
Total Capital Expenditure			8,515	10,635	7,349			

Blayney Shire Council

Quarterly Budget Review Statement

PART 5:

for the period 01/07/2015 - 30/06/2016

Cash & Investments Budget Review Statement

Budget review for the year ended 30 June 2016

Cash & Investments - Council Consolidated

(\$000's)

Externally Restricted ⁽¹⁾

Developer Contributions - General
 Developer Contributions - Sewer
 Unexpended Grants
 Sewerage funds
 Domestic Waste Management
 Rates - SRV Mining

	Opening Balance 1/07/2015	Budgeted Movements		Revised Balance 30/06/2016	Notes	Actual YTD figures
		Carry Forwards	In/(Out)			
	670		44	714	1	714
	757		43	800	2	800
	1,480			1,480	3	1,320
	4,062		(142)	3,920	4	5,157
	169		364	533	5	439
	274		730	1,004	6	1,113
Total Externally Restricted	7,411	-	1,039	8,450		9,541

(1) Funds that must be spent for a specific purpose

Internally Restricted ⁽²⁾

Replacement - Plant & Vehicles
 Employee Leave Entitlements
 Asset Replacement Reserve
 Transport Reserve
 Buildings Reserve
 Parks & Recreation Reserve
 Stormwater Reserve
 Blayney Town Works
 Cemeteries
 Election Reserve
 Inala Units
 I.T. Reserve
 CentrePoint Leisure Centre
 Property Account
 Quarry
 Land fill remediation & Assets
 Village Enhancement
 King George Oval
 Environmental Projects

	1,623		952	2,575	7	1,635
	564			564	8	571
	2,547			2,547	9	-
	-					2,094
	-					291
	-					447
	-					127
	185		(50)	135	10	135
	6		(5)	1	11	1
	44		17	61	12	61
	84		54	138	13	96
	51		12	63	14	63
	282		190	472	15	850
	525		(20)	505	16	505
	309			309	17	309
	113			113	18	113
	88		46	134	19	124
	24			24	20	24
Total Internally Restricted	6,444	-	1,196	7,640		7,445

(2) Funds that Council has earmarked for a specific purpose

Unrestricted (ie. available after the above Restrictions)

	511		-	3,525		89
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Total Cash & Investments

	14,366		2,235	17,087		17,075
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Blayney Shire Council
PART 6:

Quarterly Budget Review Statement
for the period 01/04/16 to 30/06/16

Key Performance Indicators Budget Review Statement - Industry KPI's (OLG)

Budget review for the quarter ended 30 June 2016

(\$000's)	Current Projection		Original Budget 15/16	Actuals Prior Periods	
	Amounts	Indicator		14/15	13/14
	15/16	15/16			

NSW Local Government Industry Key Performance Indicators (OLG):

1. Operating Performance

Operating Revenue (excl. Capital) - Operating Expenses	61	0.4	1.7	3.6	-18.4
Operating Revenue (excl. Capital Grants & Contributions)	16692				

This ratio measures Council's achievement of containing operating expenditure within operating revenue.



2. Own Source Operating Revenue

Operating Revenue (excl. ALL Grants & Contributions)	13298	0.64	0.69	0.72	0.70
Total Operating Revenue (incl. Capital Grants & Cont)	20629				

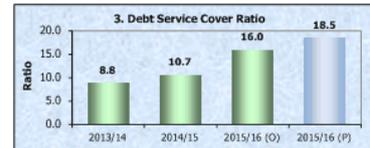
This ratio measures fiscal flexibility. It is the degree of reliance on external funding sources such as operating



3. Debt Service Cover Ratio

Operating Result before Interest & Dep. exp (EBITDA)	5468	18.5	16.0	10.7	8.8
Principal Repayments + Borrowing Interest Costs	296				

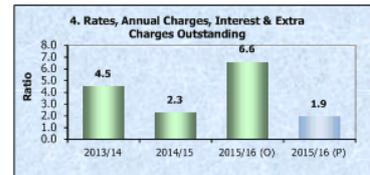
This ratio measures the availability of operating cash to service debt including interest, principal and lease



4. Rates, Annual Charges, Interest & Extra Charges

Rates, Annual & Extra Charges Outstanding	2017	1.9	6.6	2.3	4.50
Rates, Annual & Extra Charges Collectible	10375				

To assess the impact of uncollected rates and annual charges on Council's liquidity and the adequacy of



Blayney Shire Council
PART 8:

Quarterly Budget Review Statement
for the period ending 30/06/16

Loans Summary

Budget review for the quarter ended 30 June 2016

(A) External Loans

	LOAN DETAILS	Original Principal	Opening Balance 1/7/15	Interest paid to date	Repayments to date	Closing Balance 30/6/16	Scheduled completion date
2	Millthorpe Sewer	900,000	720,331	57,154	90,947	686,538	26-Feb-28
4	Blayney Works Depot	600,000	352,600	23,122	54,831	320,891	04-Dec-23
5	Blayney Works Depot	600,000	372,532	21,623	51,731	342,424	21-Dec-24
7	Blayney Bridges Program (LIRS)	1,000,000	903,634	50,177	132,060	821,751	22-Jan-24
		3,100,000	2,349,096	152,076	329,569	2,171,603	

(B) Internal Loans

	LOAN DETAILS	Original Principal	Opening Balance 1/7/15	Interest paid to date	Repayments to date	Closing Balance 30/6/16	Scheduled completion date
1	Community Centre	1,050,000	235,727	8,906	244,632	0	01-Jun-16
		1,050,000	235,727	8,906	244,632	0	

Schedule 1: Name and Purpose of Cash Restrictions held

NAME OF CASH RESTRICTION	PURPOSE OF RESTRICTION
Plant and Vehicle Replacement	To fund replacement of plant and vehicles. Transfers into restriction are calculation of net profit received from internal hire rates less actual operating expenditure, taking into consideration depreciation plus proceeds of sales less asset purchases.
Employee Leave Entitlement	To fund accrued leave (long service, annual, sick and other leave) entitlements which are in excess of salary provided within Operational Plan. Based on a formula calculated by reference to average age brackets of employees and total Employee Leave Entitlements.
<p>Asset Renewal Reserves</p> <p>Funds in these reserves are derived from revoted annual capital allocations as approved by Council. The reserve is provided to fund expenditure on projects that improve the current asset condition, in order to improve the Level of Service provided to the community. Renewal funds may include an element of capital upgrade for the purpose of improving the level of service, or to meet modern engineering equivalent standards.</p>	
Asset Reserve No.1 – Transport	Renewal of transport assets and their components including: - road pavements, wearing surfaces, footpaths, kerb and gutter, rural table drains and culverts, and bridge structures.
Asset Reserve No.2 – Buildings	Renewal of building assets and their components including: - building structures, internal and external surfaces, electrical, and mechanical services. This reserve specifically excludes Centrepoint Sport and Leisure
Asset Reserve No.3 – Stormwater	Renewal of urban stormwater drainage assets and their components including: - pits, pipes and culverts, gross pollutant traps, formal constructed and unconstructed drainage channels.
Asset Reserve No.4 – Parks and Recreation	Renewal of parks and recreation assets and their components including: natural and artificial playing surfaces, field and garden irrigation and drainage, sporting field equipment (goal posts etc), fencing, garden bed plantings, trees and shrubs.

Blayney Town Works	To fund improvements within the Township of Blayney. Funds have been allocated for refurbishment of Visitor Information Centre to be expended as per Operational Plan 2016/17.
Cemeteries	Fencing and other programmed restoration works for shire cemeteries.
Election reserve	Funding required to cover the cost of local government council elections every 4 years. Based on an annual transfer of 25% of anticipated election cost.
Environmental Projects – Belubula River	Environmental rehabilitation of Belubula River and develop riverbank shared path precinct connecting Heritage Park to Mainstreet in Blayney.
Inala Units	Annual net income from rentals of Inala Units to fund necessary repairs and maintenance.
IT Reserve	To help fund future large Information Technology upgrades, including new Software systems or hardware replacement as identified in IT strategy.
Centrepoint Sport and Leisure Centre	For future facility renewal and upgrades. Transfers are made equal to past 10 year loan payments less capital expenditure.
Property Account	Fund is allocated for potential housing and real estate development providing opportunity to leverage from Council's income producing properties. Fund covers the cost of buying and selling, maintenance and development. Based on net proceeds of sale of industrial and residential land.
Quarry	Costs which will be incurred when a Council Quarry is closed and land is remediated after exhaustion of gravel reserves.
Land Fill Remediation and Asset Renewal	To fund future Landfill remediation costs and assets as required.
Village Enhancement Program	To fund a variety of capital works identified in Villages as prioritised from Village Enhancement Plan and Town/Village Community Plans.

09) DRAFT REPORT ON REVIEW OF THE LOCAL GOVERNMENT RATING SYSTEM

Department: Corporate Services

Author: Director Corporate Services

CSP Link: 6.3 A well-run Council organisation.

File No: CM.CI.3

Recommendation:

1. That the Council receive and note the report on the draft report of the Local Government rating System; and
2. That Council prepare a submission in response to the draft report on the Review of the Local Government Rating System.

Reason for Report:

To inform Council on the Draft Report on Review of the Local Government Rating System by the Independent Productivity and Regulatory Tribunal.

Report:

In December 2015 IPART was requested to undertake a Review of the Local Government Rating System by the State Government.

The Draft Report on Review of the Local Government Rating System has been released by IPART following a period of consultation with the local government sector on possible reforms and how the 'rate path freeze' policy may operate in practice. The report lists 34 draft recommendations and feedback is being invited until 14 October 2016.

Some of the recommendations (with recommendation reference number) include:

- Flexibility of using Unimproved Land Value (current method) or Capital Improved Land Value (R. 1);
- Implementation of a Special Infrastructure Rate that is jointly funded by other spheres or government without the need for a special rate variation or impact upon general income (R. 4);
- Where Council in a particular year does not apply the full percentage increase of the rate peg or special rate variation, within the following ten year period, the council can return it to the original trajectory in the subsequent year (R. 5)
- Rate exemptions based on use of land rather than ownership (R. 10)
- Replacement of pensioner concession scheme with rates deferral scheme operated by the State Government (R. 20);
- Provision for more rating categories including environmental land and vacant land (R. 21 - R. 25);

- Any differential between rating of mining category to average business rate should primarily reflect difference in providing services to the mining properties (R. 26);
- Streamlining of timeframe for sale of land for unpaid rates from 5 years to 3 years (R. 28)
- Ability for Councils to offer discounts for to ratepayers who elect to receive rate notices in electronic formats (R.31)
- Alignment of Valuer General base date for council rates and Emergency Services Property Levy (R. 33)
- Option for Councils to acquire valuation services directly from the market or from NSW Valuer General (R. 34);

A final report by IPART is proposed to be furnished to the Minister for Local Government in December 2016.

The 160 page report is available from the IPART website:

http://www.ipart.nsw.gov.au/Home/Industries/Local_Govt/Reviews/Review_of_Local_Government_Rating_System.

A submission on behalf of Council is proposed for preparation and feedback from Councillors is welcomed for inclusion.

Issues:

Nil.

Budget Implications:

Nil.

Enclosures (following report)

Nil

Attachments (separate document)

- | | | |
|---|--|----------|
| 1 | Fact Sheet - Review Of Local Government Rating System | 1 Page |
| 2 | Executive Summary - Draft Report On Review Of Local Government Rating System | 14 Pages |

10) ADOPTION OF PAYMENT OF EXPENSES AND THE PROVISION OF FACILITIES TO THE MAYOR AND COUNCILLORS POLICY

Department: Corporate Services

Author: Director Corporate Services

CSP Link: 6.3 A well-run Council organisation.

File No: GO.PO.1

Recommendation:

1. That the Payment of Expenses and the Provision of Facilities to the Mayor and Councillors policy, as amended, be adopted and included in Council's policy register.
2. That Council submit its policy with the Council resolution and any submissions to the Office of Local Government.

Reason for Report:

For Council to adopt the Payment of Expenses and the Provision of Facilities to the Mayor and Councillors policy following its statutory exhibition and review.

Report:

Following Council's July Ordinary Meeting, Council's Draft Payment of Expenses and the Provision of Facilities to the Mayor and Councillors Policy was placed on public exhibition and the public were invited to make submissions.

The policy was tabled for consideration as part of its statutory obligation to adopt a policy concerning expenses and facilities on an annual basis pursuant to section 253 of the Local Government Act 1993. Upon adoption Council must submit its policy with the Council resolution with any submissions to the Office of Local Government.

At the close of the exhibition period Council had not received any submissions in relation to this policy however an amendment was identified being the removal of reference to vehicle capacity under policy clause 4.4 - *Travelling Expenses Per Kilometre Rate* (as specified by the Australian Taxation Office). Section 253 (1) requires Council to give public notice of any amendments, however under section 253 (3) it is not required if Council is of the opinion that the proposed amendment is not substantial. It is considered that the amendment to remove reference to "*in excess of 3 litre capacity*" is not a substantial amendment.

This change by the Australian Taxation Office in 2015, standardises the travelling expenses per kilometre rate from a 3 tier structure, based on vehicle capacity to 1 standard kilometre rate of 66 cents per km.

A copy of the Payment of Expenses and the Provision of Facilities to the Mayor and Councillors Policy, with the proposed amendment highlighted, is provided as an attachment to this business paper.

Issues:

Nil

Budget Implications:

Nil

Enclosures (following report)

Nil

Attachments (separate document)

- | | | |
|---|--|----------|
| 1 | Payment Of Expenses And The Provision Of Facilities
To The Mayor And Councillors Policy | 14 Pages |
|---|--|----------|