

SPECIAL PURPOSE FINANCIAL REPORTS



YEAR ENDED

30th June, 2007

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL PURPOSE FINANCIAL REPORTS

for the year ended 30th June, 2007

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COUNCIL OF THE SHIRE OF YOUNG

COUNCIL'S CERTIFICATE

for the year ended 30th June, 2007

**STATEMENT BY COUNCILLORS AND MANAGEMENT
MADE PURSUANT TO THE LOCAL GOVERNMENT CODE OF ACCOUNTING AND FINANCIAL REPORTING**

The attached Special Purpose Financial Reports have been prepared in accordance with;

- (i) NSW Government Policy Statement -
“ Application of National Competition Policy to Local Government ”**
- (ii) Department of Local Government Guidelines -
“ Pricing and Costing for Council Businesses - A Guide to Competitive Neutrality ”**
- (iii) The Local Government Code of Accounting Practice and Financial Reporting.**
- (iv) Department of Water and Energy -
“ Best Practice Management of Water Supply and Sewerage Guidelines ”**

To the best of our knowledge and belief, these reports;

- (i) Present fairly, the operating result and financial position for each of Council's declared Business Activities for the year, and**
- (ii) Accord with Council's accounting and other records.**

We are not aware of any matter, which would render these reports false, or, misleading in any way.

Signed, in accordance with a resolution of Council, made on 19th September, 2007.

**Cr. Gerald P. BAILEY
MAYOR**

**Adrian G. HANRAHAN
GENERAL MANAGER**

**Cr. John B. McGREGOR
COUNCILLOR**

**Donald D. WITHERS
RESPONSIBLE ACCOUNTING OFFICER**

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL PURPOSE FINANCIAL REPORTS

for the year ended 30th June, 2007

INCOME STATEMENT WATER SUPPLY BUSINESS ACTIVITY

	Actual 2007 (\$'000)	Actual 2006 (\$'000)	Actual 2005 (\$'000)
INCOME FROM CONTINUING OPERATIONS:			
Annual Rates and Charges	704	700	1,505
User Charges and Fees	1,693	1,446	698
Interest	205	142	121
Non-Capital Purposes - Grants	42	41	41
Gain - Sale of Assets	43	0	0
Other Income	12	2	0
TOTAL INCOME FROM CONTINUING OPERATIONS	2,699	2,331	2,365
EXPENSES FROM CONTINUING OPERATIONS:			
Employee Benefits and On-Costs	209	198	207
Borrowing Costs	21	23	24
Materials and Contracts	236	215	214
Depreciation and Amortisation Costs	205	207	215
Water Purchases	1,418	1,268	1,291
Other Expenses	26	22	14
TOTAL EXPENSES FROM CONTINUING OPERATIONS	2,115	1,933	1,965
SURPLUS / (DEFICIT) FROM CONTINUING OPERATIONS BEFORE CAPITAL AMOUNTS	584	398	400
INCOME FROM CAPITAL ACTIVITIES:			
Capital Purposes - Grants	3	7	16
Capital Purposes - Contributions	73	182	75
TOTAL INCOME FROM CAPITAL ACTIVITIES	76	189	91
SURPLUS / (DEFICIT) FROM CONTINUING OPERATIONS AFTER CAPITAL AMOUNTS	660	587	491
TAXATION:			
Corporate Taxation Equivalent - 30.00 %	175	119	120
SURPLUS / (DEFICIT) AFTER TAXATION	485	468	371
RETAINED PROFITS - OPENING	7,573	8,278	7,787
Corporate Taxation Equivalents	175	119	120
RETAINED PROFITS - CLOSING	8,233	8,865	8,278
RATE OF RETURN ON CAPITAL (%)	4.28 %	8.70 %	7.02 %
SUBSIDY FROM COUNCIL - NOTIONAL	0	0	0
CALCULATION OF DIVIDEND PAYABLE:			
Surplus / (Deficit) after Taxation	485	468	371
Less: Capital Grants and Contributions (excluding Developer Contributions)	(42)	(154)	(53)
Surplus for Dividend Calculation Purposes	443	314	318
DIVIDEND CALCULATED FROM SURPLUS	222	157	159

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL PURPOSE FINANCIAL REPORTS

for the year ended 30th June, 2007

INCOME STATEMENT

SEWERAGE SERVICES BUSINESS ACTIVITY

	Actual 2007 (\$'000)	Actual 2006 (\$'000)	Actual 2005 (\$'000)
INCOME FROM CONTINUING OPERATIONS:			
Annual Rates and Charges	1,082	1,016	938
User Charges and Fees	143	149	164
Interest	259	265	219
Non-Capital Purposes - Grants	38	38	37
Non-Capital Purposes - Contributions	2	0	0
Gain - Sale of Assets	0	0	0
Other Income	0	2	0
TOTAL INCOME FROM CONTINUING OPERATIONS	1,524	1,470	1,358
EXPENSES FROM CONTINUING OPERATIONS:			
Employee Benefits and On-Costs	197	206	233
Borrowing Costs	23	24	26
Materials and Contracts	182	185	209
Depreciation and Amortisation Costs	117	117	105
Other Expenses	75	88	87
TOTAL EXPENSES FROM CONTINUING OPERATIONS	594	620	660
SURPLUS / (DEFICIT) FROM CONTINUING OPERATIONS BEFORE CAPITAL AMOUNTS	930	850	698
INCOME FROM CAPITAL ACTIVITIES:			
Capital Purposes - Grants	0	115	0
Capital Purposes - Contributions	77	50	131
TOTAL INCOME FROM CAPITAL ACTIVITIES	77	165	131
SURPLUS / (DEFICIT) FROM CONTINUING OPERATIONS AFTER CAPITAL AMOUNTS	1,007	1,015	829
TAXATION:			
Corporate Taxation Equivalent - 30.00 %	279	255	209
SURPLUS / (DEFICIT) AFTER TAXATION	728	760	620
RETAINED PROFITS - OPENING	5,956	7,510	6,681
Corporate Taxation Equivalents	279	255	209
RETAINED PROFITS - CLOSING	6,963	8,525	7,510
RATE OF RETURN ON CAPITAL (%)	12.66 %	41.44 %	17.03 %
SUBSIDY FROM COUNCIL - NOTIONAL	0	0	0
CALCULATION OF DIVIDEND PAYABLE:			
Surplus / (Deficit) after Taxation	728	760	620
Less: Capital Grants and Contributions (excluding Developer Contributions)	(7)	(117)	0
Surplus for Dividend Calculation Purposes	721	643	620
DIVIDEND CALCULATED FROM SURPLUS	360	322	310

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL PURPOSE FINANCIAL REPORTS

as at 30th June, 2007

BALANCE SHEET

WATER SUPPLY BUSINESS ACTIVITY

	Actual 2007 (\$'000)	Actual 2006 (\$'000)	Actual 2005 (\$'000)
CURRENT ASSETS:			
Cash Assets	1	0	0
Investment Securities	214	0	0
Receivables	664	631	534
Inventories	0	0	0
Other	0	0	0
TOTAL CURRENT ASSETS	879	631	534
NON-CURRENT ASSETS:			
Investment Securities	2,962	2,513	2,119
Receivables	0	1	0
Infra-Structure, Property, Plant and Equipment	14,148	4,828	6,038
TOTAL NON-CURRENT ASSETS	17,110	7,341	8,157
TOTAL ASSETS	17,989	7,973	8,691
CURRENT LIABILITIES:			
Payables	219	128	127
Interest Bearing Liabilities	18	16	15
Provisions	0	0	0
TOTAL CURRENT LIABILITIES	237	144	142
NON-CURRENT LIABILITIES:			
Payables	0	0	0
Interest Bearing Liabilities	238	256	271
Provisions	0	0	0
TOTAL NON-CURRENT LIABILITIES	238	256	271
TOTAL LIABILITIES	475	400	413
NETT ASSETS	17,514	7,573	8,278
EQUITY:			
Retained Earnings - Opening Balance	8,865	6,986	7,787
Adjustment - Previous Years Errors	(1,292)	0	0
Retained Earnings - Revised Balance	7,573	6,986	7,787
Operating Surplus / (Deficit)	660	587	491
Retained Earnings - Closing Balance	8,233	7,573	8,278
Asset Revaluation Reserve	9,281	0	0
TOTAL EQUITY	17,514	7,573	8,278

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL PURPOSE FINANCIAL REPORTS

as at 30th June, 2007

BALANCE SHEET

SEWERAGE SERVICES BUSINESS ACTIVITY

	Actual 2007 (\$'000)	Actual 2006 (\$'000)	Actual 2005 (\$'000)
CURRENT ASSETS:			
Cash Assets	0	0	0
Investment Securities	200	0	0
Receivables	228	226	173
Inventories	0	0	0
Other	0	0	0
TOTAL CURRENT ASSETS	428	226	173
NON-CURRENT ASSETS:			
Investment Securities	4,624	4,012	3,500
Receivables	0	0	0
Infra-Structure, Property, Plant and Equipment	7,525	2,110	4,247
TOTAL NON-CURRENT ASSETS	12,149	6,122	7,747
TOTAL ASSETS	12,577	6,348	7,920
CURRENT LIABILITIES:			
Payables	2	97	99
Interest Bearing Liabilities	19	18	16
Provisions	0	0	0
TOTAL CURRENT LIABILITIES	21	115	115
NON-CURRENT LIABILITIES:			
Payables	0	0	0
Interest Bearing Liabilities	259	277	295
Provisions	0	0	0
TOTAL NON-CURRENT LIABILITIES	259	277	295
TOTAL LIABILITIES	280	392	410
NETT ASSETS	12,297	5,956	7,510
EQUITY:			
Accumulated Surplus	8,525	4,941	6,681
Adjustment - Previous Years Errors	(2,569)	0	0
Retained Earnings - Revised Balance	5,956	4,941	6,681
Operating Surplus / (Deficit)	1,007	1,015	829
Retained Earnings - Closing Balance	6,963	5,956	7,510
Asset Revaluation Reserve	5,334	0	0
TOTAL EQUITY	12,297	5,956	7,510

COUNCIL OF THE SHIRE OF YOUNG

NOTES TO THE SPECIAL PURPOSE FINANCIAL REPORTS

for the year ended 30th June, 2007

Note No. 1

SIGNIFICANT ACCOUNTING POLICIES

These Financial Statements, are a Special Purpose Financial Report (SPFR), and are prepared for utilisation by Council, and the Department of Local Government. For the purpose of these Statements, Council is not a reporting entity.

These Financial Statements have been prepared, in accordance with the applicable Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Consensus Views, the Local Government Act and Regulations, the Local Government Code of Accounting Practice and Financial Reporting, and the Local Government Asset Accounting Manual.

These Financial Statements have been prepared, upon an accrual basis. They are based upon historic costs, and do not take into account changing money values, or, except where specifically stated, current values of non-current assets. Certain taxes and other costs appropriately described, have been imputed, for the purposes of the National Competition Policy.

NATIONAL COMPETITION POLICY:

Council, has adopted the principle of " competitive neutrality " for its business activities.

The National Competition Policy, is being applied throughout Australia, at all levels of Government. The framework for its application, was formulated in the June, 1996 Government Policy Statement on the " Application of National Competition Policy to Local Government ". The " Pricing and Costing for Council Businesses - A Guide to Competitive Neutrality ", issued by the Department of Local Government in July, 1997, has also been adopted by Council.

The pricing and costing guidelines, outlines the processes for identifying and allocating costs to activities, and to provide a standard of disclosure requirements. These disclosures, are reflected in Council's pricing and / or, financial reporting systems. The disclosures include taxation equivalents, Council subsidies, return upon investments (rate of return) and dividend

DECLARED BUSINESS ACTIVITIES:

In accordance, with the " Pricing and Costing for Council Businesses - A Guide to Competitive Neutrality ", Council has declared the following business activities, are to be considered as either CATEGORY 1 and / or CATEGORY 2.

WATER SUPPLIES - Category 1

Provision of reticulated water, to the community of Young, and surrounding residential and farmland holdings.

SEWERAGE SERVICES - Category 2

Provision of sewerage services, to the community of Young, and surrounding residential and farmland holdings.

MONETARY AMOUNTS:

Amounts shown in the Financial Statements are in Australian currency, and are rounded to the nearest one (1) thousand dollars. The exceptions are Note No. 2 (Water Supply Best Practice Management Disclosures) and Note No. 3 (Sewerage Best Practice Management Disclosures). As a requirement of the Department of Works and Energy, the amounts shown in Note No. 2 and Note No. 3, are shown in whole dollars.

TAXATION EQUIVALENT PAYMENTS:

Council, is liable for payment of various taxes, and financial duties. Where it is applicable, these costs must be disclosed as a cost of operations, (General Purpose Financial Reports) similar to all other associated costs.

However, where Council is not liable with regard to some taxes, (which are generally payable by private sector businesses), such as income taxation, these equivalent taxation payments, have been applied to all Council-nominated business activities, and are reflected within the Special Purpose Financial Reports.

For the purposes of disclosing comparative information, relevant to private sector businesses, the following taxation equivalents, have been applied to Council-nominated business activities:

Corporate Taxation Rate	30.00%	Payroll Taxation	Not Applicable
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COUNCIL OF THE SHIRE OF YOUNG

NOTES TO THE SPECIAL PURPOSE FINANCIAL REPORTS

for the year ended 30th June, 2007

Note No. 1 - (Continued)

SIGNIFICANT ACCOUNTING POLICIES

INCOME TAXATION:

An income taxation equivalent, has been applied to the profits of the business activity. Whilst income taxation is not a specific cost, for the pricing of a good and / or service, it must be taken into account with regard to the terms of assessment of the rate of return required upon the capital invested.

Accordingly, the rate of return upon the capital invested, is set at a pre-taxation level, (Operating Result before Capital Amounts) as would be applicable, to a private sector competitor. Subsequently, it should include a provision, equivalent to the current corporate income taxation rate of 30.00 %.

Income taxation is only applied, where a positive Operating Result before Capital Amounts, has been achieved. Since the income taxation equivalent is notional, and as it is payable to Council, (as the owner of the business activity), it represents an internal payment, and has no effect upon the operations of Council.

Accordingly, there is no requirement for the disclosure of internal charges, within the General Purpose Financial Reports. The rate applied of 30.00 % is the equivalent corporate taxation rate, prevalent as at balance date. There have been no adjustments for taxation variations, which have occurred during the current financial year.

LOCAL GOVERNMENT ANNUAL RATES AND CHARGES:

A calculation of the equivalent annual rates and charges, for all Category 1 and Category 2 businesses, have been applied to all assets owned or exclusively utilised, by Council's business activities.

LOAN AND DEBT GUARANTEE FEES:

The debt guarantee fee, is designed to ensure Council's business activities, comply with " true " commercial borrowing costs, and in accordance with private sector competition.

SUBSIDIES:

Government Policy, requires subsidies provided to customers, and the funding of those subsidies, must be explicitly disclosed. Subsidies occur, whereby Council provides services, upon a less than cost recovery basis. This option is exercised upon a range of services, in order for Council to meet its community obligations. The overall subsidies from Council, are contained within the Statement of Performance by Business Activities.

RETURN ON INVESTMENTS: - (RATE OF RETURN)

The Policy Statement, requires Councils with Category 1 Business Activities, " would be expected to generate a return upon capital funds employed, which are comparable to the rates of return applicable to private businesses, operating within a similar field ".

Funds, are subsequently available for meeting commitments, or financing future investment strategies. The rates of return is disclosed for Council's individual business activities, and is equivalent to 2.50 %.

DIVIDENDS:

Council, is not required to pay dividends to either itself, as an owner of a range of businesses, or to any external entities.

Local Government Water Supply and Sewerage Businesses are permitted to pay an annual dividend from its water supply and / or sewerage business surplus. The dividend, calculated and approved in accordance with Best Practice Management Guidelines, must not exceed fifty (50) per cent of this surplus in any one year, or the number of water supply or sewerage assessments at 30th June, 2007 multiplied by \$30 (less the payment for taxation equivalent charges, and not exceeding \$3 per assessment).

In accordance with the guidelines for Best Practice of Water Supply and Sewerage, a Dividend Payment Form, Statement of Compliance, Unqualified Independent Financial Audit Report and Compliance Audit Report are to be submitted to the Department of Works and Energy.

COUNCIL OF THE SHIRE OF YOUNG

NOTES TO THE SPECIAL PURPOSE FINANCIAL REPORTS

for the year ended 30th June, 2007

Note No. 2

WATER SUPPLY BUSINESS ACTIVITY

CALCULATION AND PAYMENT OF TAXATION EQUIVALENTS:

(\$)

(i)	Calculated Taxation Equivalents	0
(ii)	No. of Assessments multiplied by \$ 3.00 per Assessment	12,642
(iii)	Amount payable for Taxation Equivalents (lesser of (i) and (ii))	0
(iv)	Amount paid for Taxation Equivalents	0

DIVIDEND FROM SURPLUS:

(i)	50.00 % of Surplus before Dividend Payments (Calculated in accordance with Best Practice Management for Water Supply and Sewerage Guidelines)	221,633
(ii)	No. of Assessments multiplied by \$ 30.00 per Assessment (Less: Taxation Equivalent Charges / Assessment)	126,420 0
(iii)	Cumulative Surplus before Dividend Payments for the 3 Years to 30th June, 2007 (Less: Cumulative Dividend Payments for the 2 Years to 30th June, 2006)	1,075,726 0
(iv)	Maximum Dividend Payments from Surplus (lesser of (i), (ii) and (iii))	126,420
(v)	Dividend Payments from Surplus	0

REQUIRED OUTCOMES FOR SIX (6) CRITERIA:

(i)	Completion of Strategic Business Plan (including Financial Management Plan)	YES
(ii)	Pricing with full cost-recovery, without significant cross-subsidies (Item 2 (a) in Table 1)	YES
	Complying Charges	
	- Residential (Item 2 (b) in Table 1)	YES
	- Non-Residential (Item 2 (b) in Table 1)	YES
	Developer Service Plan	
	- Commercial Developer Charges (Item 2 (e) in Table 1)	YES
(iii)	Sound Water Conservation and Demand Management implemented	NO
(iv)	Sound Drought Management implemented	NO
(v)	Complete Performance Reporting Form by 15th September, 2007	YES
(vi)	Integrated Water Cycle Management Evaluation by 30th June, 2007	NO

NATIONAL WATER INITIATIVE FINANCIAL PERFORMANCE INDICATORS:

(\$'000)

NWI F4	Residential Revenue from Usage Charges - Water	68.10 %
NWI F1	Total Revenue - Water	2,567
NWI F20	Grants - Capital Works Programme (Water)	3
NWI F13	Economic Real Rate of Return	4.33 %
NWI F6	Operating Cost - Water	1,754
NWI F9	Total Cost - Water	1,959

COUNCIL OF THE SHIRE OF YOUNG

NOTES TO THE SPECIAL PURPOSE FINANCIAL REPORTS

for the year ended 30th June, 2007

Note No. 3

SEWERAGE SERVICES BUSINESS ACTIVITY

CALCULATION AND PAYMENT OF TAXATION EQUIVALENTS:

(\$)

(i)	Calculated Taxation Equivalents	0
(ii)	No. of Assessments multiplied by \$ 3.00 per Assessment	10,263
(iii)	Amount payable for Taxation Equivalents (lesser of (i) and (ii))	0
(iv)	Amount paid for Taxation Equivalents	0

DIVIDEND FROM SURPLUS:

(i)	50.00 % of Surplus before Dividend Payments (Calculated in accordance with Best Practice Management for Water Supply and Sewerage Guidelines)	360,339
(ii)	No. of Assessments multiplied by \$ 30.00 per Assessment (Less: Taxation Equivalent Charges / Assessment)	102,630
(iii)	Cumulative Surplus before Dividend Payments for the 3 Years to 30th June, 2007 (Less: Cumulative Dividend Payments for the 2 Years to 30th June, 2006)	1,984,245 0
(iv)	Maximum Dividend Payments from Surplus (lesser of (i), (ii) and (iii))	102,630
(v)	Dividend Payments from Surplus	0

REQUIRED OUTCOMES FOR FOUR (4) CRITERIA:

(i)	Completion of Strategic Business Plan (including Financial Management Plan)	YES
(ii)	Pricing with full cost-recovery, without significant cross-subsidies (Item 2 (a) in Table 1)	
	Complying Charges	
	- Residential (Item 2 (c) in Table 1)	YES
	- Non-Residential (Item 2 (c) in Table 1)	YES
	- Trade Waste (Item 2 (d) in Table 1)	NO
	Developer Service Plan	
	- Commercial Developer Charges (Item 2 (e) in Table 1)	YES
	Liquid Trade Waste and Approvals and Policy	
	- by 30th June, 2006 (Item 2 (f) in Table 1)	NO
(iii)	Complete Performance Reporting Form by 15th September, 2007	YES
(iv)	Integrated Water Cycle Management Evaluation by 30th June, 2007	NO

NATIONAL WATER INITIATIVE FINANCIAL PERFORMANCE INDICATORS:

(\$'000)

NWI F2	Total Revenue - Sewerage	1,342
NWI F21	Grants - Capital Works Programme (Sewerage)	0
NWI F11	Capital Expenditure - Water and Sewerage	442
NWI F14	Economic Real Rate of Return - Sewerage	11.11 %
NWI F12	Economic Real Rate of Return - Water and Sewerage	6.33 %
NWI F16	Nett Debt to Equity	-1.24 %
NWI F17	Interest Cover - Water and Sewerage	(0)
NWI F18	Nett Profit after Taxation - Water and Sewerage	1,213
NWI F19	Community Service Obligations - Water and Sewerage	80
NWI F5	Revenue from Community Service Obligations - Water and Sewerage	2.06 %
NWI F7	Operating Cost - Sewerage	320
NWI F10	Total Cost - Sewerage	437

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULES for the year ended 30th June, 2007

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COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE NO. 1 - (CONTINUED)

NETT COST OF SERVICES

for the year ended 30th June, 2007

(\$'000)

FUNCTION AND / OR ACTIVITY	EXPENSES FROM ORDINARY ACTIVITIES		REVENUES FROM ORDINARY ACTIVITIES			NETT COST OF SERVICES	
	Expenses	Group Totals	Non-Capital Revenues	Capital Revenues	Group Totals	Nett Cost	Group Totals
ADMINISTRATION:							
Governance	184		1	0		(183)	
Corporate Support Services	392		57	0		(335)	
Engineering and Works Supervision	153		13	0		(140)	
Other Support Services	80		329	0		249	
		809			400		(409)
PUBLIC ORDER & SAFETY:							
Statutory Contributions to Fire Service Levy	127		0	0		(127)	
Fire Protection	109		70	0		(39)	
Animal Control	82		8	0		(74)	
Enforcement of Local Government Reg'ns	49		1	0		(48)	
Emergency Services	63		2	0		(61)	
Other	31		37	0		6	
		461			118		(343)
HEALTH:							
Administration and Inspection	86		0	0		(86)	
Food Control	37		0	0		(37)	
Insect and Vermin Control	0		0	0		0	
Noxious Plants Control	55		0	0		(55)	
Other	37		14	0		(23)	
		215			14		(201)
COMMUNITY SERVICES & EDUCATION:							
Administration	0		0	0		0	
Family Day Care	0		0	0		0	
Child Care	63		0	0		(63)	
Youth Services	2		0	0		(2)	
Aged and Disabled	0		0	0		0	
Aboriginal Services	0		0	0		0	
Other Community Services	46		23	0		(23)	
Education	24		0	0		(24)	
		135			23		(112)

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE NO. 1 - (CONTINUED)

NETT COST OF SERVICES
for the year ended 30th June, 2007
(\$'000)

FUNCTION AND / OR ACTIVITY	EXPENSES FROM ORDINARY ACTIVITIES		REVENUES FROM ORDINARY ACTIVITIES			NETT COST OF SERVICES	
	Expenses	Group Totals	Non-Capital Revenues	Capital Revenues	Group Totals	Nett Cost	Group Totals
HOUSING & COMMUNITY AMENITIES:							
Housing	11		13	0		2	
Town Planning	199		161	0		(38)	
Domestic Waste Management Services	848		834	0		(14)	
Other Waste Management Services	287		251	0		(36)	
Street and Gutter Cleaning	172		0	0		(172)	
Other Sanitation and Garbage	16		5	0		(11)	
Urban Stormwater Drainage	174		3	3		(168)	
Environmental Protection	38		5	0		(33)	
Public Cemeteries	174		116	0		(58)	
Public Conveniences	93		0	0		(93)	
Other Community Amenities	1		3	0		2	
		2,013			1,394		(619)
WATER SUPPLIES:							
Management and Operations	2,115		2,699	76		660	
		2,115			2,775		660
SEWERAGE SERVICES:							
Management and Operations	594		1,524	77		1,007	
		594			1,601		1,007
RECREATION & CULTURE:							
Public Libraries	231		37	9		(185)	
Community Centres	64		16	0		(48)	
Public Halls	74		5	1		(68)	
Other Cultural Services	98		54	0		(44)	
Swimming Pools	96		2	0		(94)	
Sporting Grounds	453		43	675		265	
Public Parks, Gardens and Reserves	520		0	23		(497)	
Other Sport and Recreation	8		0	0		(8)	
		1,544			865		(679)
FUEL & ENERGY:							
Gas Supplies	0		0	0		0	
		0			0		0
MINING, MANUFACTURING & CONSTRUCTION:							
Building Control	176		106	0		(70)	
Quarries and Gravel Pits	66		7	0		(59)	
		242			113		(129)

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE NO. 1 - (CONTINUED)

NETT COST OF SERVICES

for the year ended 30th June, 2007

(\$'000)

FUNCTION AND / OR ACTIVITY	EXPENSES FROM ORDINARY ACTIVITIES		REVENUES FROM ORDINARY ACTIVITIES			NETT COST OF SERVICES	
	Expenses	Group Totals	Non-Capital Revenues	Capital Revenues	Group Totals	Nett Cost	Group Totals
TRANSPORT & COMMUNICATION:							
Local Roads - Urban	617		0	0		(617)	
Local Roads - Rural Sealed	1,625		672	1,449		496	
Local Roads - Rural Un-Sealed	1,096		223	0		(873)	
Local Roads - Rural Bridges	107		0	0		(107)	
Footpaths	98		5	50		(43)	
Aerodromes	49		2	0		(47)	
Parking Areas	24		1	0		(23)	
Bus Shelters and Services	5		1	0		(4)	
R.T.A. Works Programme	998		1,625	226		853	
Street Lighting	176		40	0		(136)	
Ancillary Services	302		8	20		(274)	
		5,097			4,322		(775)
ECONOMIC AFFAIRS:							
Tourism and Area Promotions	292		59	0		(233)	
Industrial Development and Promotions	145		46	0		(99)	
Saleyards and Markets	19		4	0		(15)	
Real Estate Development	0		0	0		0	
Other Business Undertakings	346		440	0		94	
		802			549		(253)
TOTALS - FUNCTIONS		14,027			12,174		(1,853)
GENERAL PURPOSE REVENUES: ⁽¹⁾	33		7,235	0			
		33			7,235		7,202
SURPLUS/(DEFICIT) FROM ALL ACTIVITIES ⁽²⁾		14,060			19,409		5,349

(1) General Purpose Revenues consist of:-

- * Annual Rates and Charges (includes Ex-Gratia Payments in lieu of rates).
- * Non-Capital General Purpose Grants.
- * Interest on Cash, Cash Equivalents and Investments.

(2) As reported upon within the Income Statement.

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE NO. 2

STATEMENT OF LONG-TERM DEBT (ALL-PURPOSES)

for the year ended 30th June, 2007

Classification of Debt	Principal Outstanding at beginning of Year			Debt Redemption During the Year		Interest Applicable for Year (\$,000)	Principal Outstanding at end of Year		
	Current (\$,000)	Non-Current (\$,000)	Total (\$,000)	From Revenue (\$,000)	Sinking Funds (\$,000)		Current (\$,000)	Non-Current (\$,000)	Total (\$,000)
LOANS: (By Source)									
General Purposes	236	3,739	3,975	236	0	312	254	3,485	3,739
Water Supplies	16	256	272	16	0	21	18	238	256
Sewerage Services	17	278	295	17	0	23	19	259	278
TOTAL LOANS	269	4,273	4,542	269	0	356	291	3,982	4,273
OTHER LONG-TERM DEBT:									
Government Advances	0	0	0	0	0	0	0	0	0
TOTAL OTHER LONG-TERM DEBT	0	0	0	0	0	0	0	0	0
TOTAL	269	4,273	4,542	269	0	356	291	3,982	4,273

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE No. 3

WATER SUPPLY STATEMENT OF FINANCIAL PERFORMANCE

(GROSS INCLUDING INTERNAL TRANSACTIONS)

for the year ended 30th June, 2007

	Actual 2007 \$'000	Actual 2006 \$'000	Actual 2005 \$'000
(A) EXPENSES AND REVENUES:			
<u>Expenses</u>			
Management Expenses			
Administration	29	27	23
Engineering and Supervision	41	45	46
Pumping Stations			
Working Expenses and Maintenance	4	1	3
Energy Costs	3	1	1
Reservoirs			
Working Expenses and Maintenance	19	13	14
Water Mains			
Working Expenses and Maintenance	185	140	161
Water Meters			
Readings	27	37	26
Renewal and Replacement	9	27	15
Other			
Working Expenses and Maintenance	19	16	37
Purchase of Water	1,418	1,268	1,291
Depreciation			
System Assets	187	182	180
Plant and Equipment	18	25	35
Miscellaneous			
Interest	21	23	24
Other	135	128	109
Total Expenses	2,115	1,933	1,965
<u>Revenues</u>			
Annual Rates and Service Availability Charges			
Residential	496	503	1,478
Non-Residential	208	198	0
Fire Main Water Charge	0	0	27
User Charges - Sales of Water			
Residential	1,059	890	650
Non-Residential	615	517	0
Other Sales and Services			
Extra Charges	4	1	3
Interest	201	141	118
Other Revenues	9	0	0
Grants			
Acquisition of Assets	3	7	16
Pensioners' Rates Rebates	42	42	41
Contributions			
Developer Contributions	33	35	38
Other	40	147	37
Total Revenues	2,732	2,520	2,456
Gain or (Loss) on Disposal of Assets	43	0	0
Operating Result	660	587	491
Less:- Grants for Acquisition of Assets	(3)	(7)	(16)
Operating Result before Capital Grants and Contributions	657	580	475

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE No. 3 - (CONTINUED)

WATER SUPPLY STATEMENT OF FINANCIAL PERFORMANCE

(GROSS INCLUDING INTERNAL TRANSACTIONS)

for the year ended 30th June, 2007

	Actual 2007 \$'000	Actual 2006 \$'000	Actual 2005 \$'000
(B) CAPITAL TRANSACTIONS:			
<u>Non-Operating Funds - Expenditures</u>			
Acquisition of Fixed Assets			
Subsidised Scheme	35	14	31
Other Infra-Structure	209	269	159
Plant and Equipment	0	6	88
	244	289	278
Repayment of Debt			
Loans	16	15	14
Advances	0	0	0
Finance Leases	0	0	0
	16	15	14
Totals	260	304	292
<u>Non-Operating Funds - Revenues</u>			
Disposal of Fixed Assets			
Proceeds	43	0	0
	43	0	0
Borrowing's Utilised			
Loans	0	0	0
Advances	0	0	0
Finance Leases	0	0	0
	0	0	0
Totals	43	0	0

(C) ANNUAL RATES AND CHARGES:

Number of Assessments		
- Residential (Occupied)		3,316
- Residential (Unoccupied)		199
- Non-Residential (Occupied)		642
- Non-Residential (Unoccupied)		57
Number of ET's for which Developer Contributions were received		39
Total amount of Pensioners' Rates Rebates		\$ 75

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE No. 3 - (CONTINUED)

WATER SUPPLY - CROSS-SUBSIDIES

for the year ended 30th June, 2007

(D) BEST PRACTICE ANNUAL CHARGES AND DEVELOPER CHARGES:

Annual Charges

Does Council have best-practice water supply annual charges and usage charges? YES

If No, please report if Council has removed Land Value from access charges. YES

Cross-Subsidy from Residential Customers using less than allowance. NO

Cross-Subsidy to Non-Residential Customers. NO

Cross-Subsidy to large connections in un-metered supplies. NO

Developer Charges

Has Council completed a Water Supply Developer Servicing Plan? YES

Total Cross-Subsidy in Water Supply Developer Charges for 2006 / 2007. Unavailable

Disclosure of Cross-Subsidies

TOTAL OF CROSS-SUBSIDIES Unavailable

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE No. 4

WATER SUPPLIES - NETT ASSETS COMMITTED (GROSS INCLUDING INTERNAL TRANSACTIONS) as at 30th June, 2007

	Current	Non-Current	Total
	\$'000	\$'000	\$'000
ASSETS:			
Cash and Investments			
Cash-at-Bank	1	0	1
Developer Contributions	0	145	145
Specific Purpose Grants	0	0	0
Unexpended Loan Funds	0	0	0
Other	214	2,817	3,031
Receivables			
Specific Purpose Grants	0	0	0
Annual Rates and Service Availability Charges	46	0	46
Interest and Extra Charges	11	0	11
Accrued Interest on Investments	25	0	25
User Charges and Fees	426	0	426
Other	156	0	156
Infra-Structure, Property, Plant and Equipment			
System Assets	0	14,051	14,051
Plant and Equipment	0	97	97
Other	0	0	0
Total Assets	879	17,110	17,989
LIABILITIES:			
Bank Overdraft Facility	0	0	0
Creditors			
Goods and Services	218	0	218
Accrued Expenses	1	0	1
Borrowing's			
Loans	18	238	256
Total Liabilities	237	238	475
NETT ASSETS COMMITTED	642	16,872	17,514
EQUITY:			
Accumulated Surplus / (Deficit)			7,573
Operating Surplus / (Deficit) - Current Year			660
Asset Revaluation Reserve			9,281
Total Equity			17,514
Current Cost of System Assets - Replacement			23,364
Current Cost of System Assets - Accumulated Depreciation			(9,313)
Current Cost of System Assets - Written-Down Current Value			14,051

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE No. 5

SEWERAGE STATEMENT OF FINANCIAL PERFORMANCE

(GROSS INCLUDING INTERNAL TRANSACTIONS)

for the year ended 30th June, 2007

	Actual 2007 \$'000	Actual 2006 \$'000	Actual 2005 \$'000
(A) EXPENSES AND REVENUES:			
<u>Expenses</u>			
Management Expenses			
Administration	20	19	16
Engineering and Supervision	35	36	40
Sewer Mains			
Working Expenses and Maintenance	62	57	64
Pumping Stations			
Working Expenses and Maintenance	18	16	27
Energy Costs	2	2	1
Treatment Works			
Working Expenses and Maintenance	110	126	160
Chemical Costs	13	25	17
Energy Costs	12	12	12
Other			
Working Expenses and Maintenance	47	59	88
Depreciation			
System Assets	106	106	99
Plant and Equipment	11	11	6
Miscellaneous			
Interest	23	24	26
Other	135	127	104
Total Expenses	594	620	660
<u>Revenues</u>			
Annual Rates and Service Availability Charges			
Residential	956	898	938
Non-Residential	195	191	68
Trade Waste Charges	52	47	45
Other Sales and Services	22	30	51
Extra Charges	7	5	6
Interest	252	260	214
Other Revenues	0	2	0
Grants			
Acquisition of Assets	0	115	0
Pensioners' Rates Rebates	38	38	37
Contributions			
Developer Contributions	70	48	131
Other	9	1	0
Total Revenues	1,601	1,635	1,489
Gain or (Loss) on Disposal of Assets	0	0	0
Operating Result	1,007	1,015	829
Less:- Grants for Acquisition of Assets	0	(115)	0
Operating Result before Capital Grants and Contributions	1,007	900	829

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE No. 5 - (CONTINUED)

SEWERAGE STATEMENT OF FINANCIAL PERFORMANCE

(GROSS INCLUDING INTERNAL TRANSACTIONS)

for the year ended 30th June, 2007

	Actual 2007 \$'000	Actual 2006 \$'000	Actual 2005 \$'000
(B) CAPITAL TRANSACTIONS:			
<u>Non-Operating Funds - Expenditures</u>			
Acquisition of Fixed Assets			
Subsidised Scheme	0	119	0
Other Infra-Structure	198	430	434
Plant and Equipment	0	0	83
	198	549	517
Repayment of Debt			
Loans	17	16	15
Advances	0	0	0
Finance Leases	0	0	0
	17	16	15
<u>Totals</u>	216	565	532
<u>Non-Operating Funds - Revenues</u>			
Disposal of Fixed Assets			
Proceeds	0	0	0
	0	0	0
Borrowing's Utilised			
Loans	0	0	0
Advances	0	0	0
Finance Leases	0	0	0
	0	0	0
<u>Totals</u>	0	0	0

(C) ANNUAL RATES AND CHARGES:

Number of Assessments		
- Residential (Occupied)		2,845
- Residential (Unoccupied)		203
- Non-Residential (Occupied)		334
- Non-Residential (Unoccupied)		39
Number of ET's for which Developer Contributions were received		66
Total amount of Pensioners' Rates Rebates		\$ 69

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE No. 5 - (CONTINUED)

SEWERAGE SERVICES - CROSS-SUBSIDIES

for the year ended 30th June, 2007

(D) BEST PRACTICE ANNUAL CHARGES AND DEVELOPER CHARGES:

Annual Charges

Does Council have best-practice sewerage annual charges, usage charges and trade waste fees and charges?	NO
If No, please report if Council has removed Land Value from access charges.	YES
Cross-Subsidy to Non-Residential Customers.	NO
Cross-Subsidy to Trade Waste dischargers.	Unavailable

Developer Charges

Has Council completed a Sewerage Developer Servicing Plan?	YES
Total Cross-Subsidy in Sewerage Developer Charges for 2006 / 2007.	Unavailable

Disclosure of Cross-Subsidies

TOTAL OF CROSS-SUBSIDIES	Unavailable
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COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE No. 6

SEWERAGE SERVICES - NETT ASSETS COMMITTED

(GROSS INCLUDING INTERNAL TRANSACTIONS)

as at 30th June, 2007

	Current \$'000	Non- Current \$'000	Total \$'000
ASSETS:			
Cash and Investments			
Cash-at-Bank	0	0	0
Developer Contributions	0	571	571
Specific Purpose Grants	0	0	0
Unexpended Loan Funds	0	0	0
Other	200	4,053	4,253
Receivables			
Specific Purpose Grants	0	0	0
Annual Rates and Service Availability Charges	90	0	90
Interest and Extra Charges	18	0	18
Accrued Interest on Investments	30	0	30
User Charges and Fees	0	0	0
Other	90	0	90
Infra-Structure, Property, Plant and Equipment			
System Assets	0	7,455	7,455
Plant and Equipment	0	70	70
Other	0	0	0
Total Assets	428	12,149	12,577
 LIABILITIES:			
Bank Overdraft Facility	0	0	0
Creditors			
Goods and Services	1	0	1
Accrued Expenses	1	0	1
Borrowing's			
Loans	19	259	278
Total Liabilities	21	259	280
 NETT ASSETS COMMITTED	 407	 11,890	 12,297
 EQUITY:			
Accumulated Surplus / (Deficit)			5,956
Operating Surplus / (Deficit) - Current Year			1,007
Asset Revaluation Reserve			5,334
Total Equity			12,297
 Current Cost of System Assets - Replacement			
			29,925
Current Cost of System Assets - Accumulated Depreciation			
			(22,470)
Current Cost of System Assets - Written-Down Current Value			
			7,455

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE NO. 7

CONDITION OF PUBLIC WORKS

as at 30th June, 2007

(\$,000)

Asset Classification / Category	Dep Rate % From - To	Depr. Exp \$'000	Cost \$'000	Accum Dep. \$'000	W.D.V. \$'000	Asset Condition	Bring to Satisfactory \$'000	Est. Annual Main'ce Exp \$'000	Est. Main'ce Current Year \$'000	
Buildings										
Council Chambers	0.00 %	4.00 %	37	930	762	168	U	50	40	14
Works Depot	0.00 %	3.96 %	18	444	272	173	U	24	19	2
Fire Protection	0.00 %	0.00 %	0	43	43	0	U	2	0	1
Impounding & Animal Control	0.00 %	4.00 %	1	21	13	8	U	1	1	1
Emergency Services	0.00 %	4.00 %	8	198	72	125	U	11	9	4
Baby Health Centres	0.00 %	3.99 %	26	647	419	228	U	35	28	12
Pre-School Kindergartens	0.00 %	4.00 %	6	154	118	36	U	8	7	1
Dwellings	0.00 %	4.00 %	2	62	21	41	U	3	3	2
Waste Management Services - Other	0.00 %	4.00 %	35	864	208	656	U	47	38	13
Public Cemeteries	0.00 %	4.00 %	4	106	38	68	U	6	5	1
Public Conveniences	0.00 %	3.65 %	4	119	54	64	U	6	5	2
Public Libraries	0.00 %	4.00 %	8	188	136	52	U	10	8	4
Community Centres	0.00 %	4.00 %	31	767	268	499	U	41	33	2
Public Halls	0.00 %	4.00 %	30	749	312	437	U	40	33	62
Other Cultural Services	0.00 %	0.00 %	0	2	2	0	U	0	0	0
Swimming Pools	0.00 %	3.95 %	18	466	255	210	U	25	20	4
Sporting Grounds	0.00 %	3.03 %	162	5,349	1,495	3,855	U	289	176	13
Parks, Gardens & Reserves	0.00 %	3.56 %	41	1,150	512	638	U	62	44	30
Aerodromes	0.00 %	4.00 %	15	383	333	50	U	60	5	13
Tourism & Area Promotion	0.00 %	4.00 %	9	224	89	135	U	12	10	1
Saleyards & Markets	0.00 %	3.99 %	11	276	162	114	U	20	3	0
Other Business Undertakings	0.00 %	4.00 %	36	910	271	639	U	49	39	89
Total Buildings			503	14,052	5,855	8,197		803	524	269
Public Roads										
Roads - Sealed Surface	0.00 %	1.25 %	700	55,995	15,658	40,337	U	3,426	1,513	958
Roads - Un-Sealed Surface	0.00 %	1.25 %	178	14,251	8,951	5,301	U	2,241	810	755
Bridges	0.00 %	1.25 %	83	6,680	965	5,715	U	400	65	65
Footpaths	0.00 %	2.00 %	27	1,330	187	1,143	U	210	101	60
Kerb & Guttering	0.00 %	1.51 %	49	3,269	650	2,619	U	101	30	20
Other	0.00 %	3.18 %	34	1,069	571	499	U	56	36	4
Total Public Roads			1,071	82,594	26,980	55,614		6,434	2,555	1,861
Water Supplies										
Buildings	0.00 %	3.99 %	1	19	6	13	U	5	1	0
Reservoirs	0.00 %	1.60 %	39	2,453	730	1,723	U	126	61	26
Pumping Stations	0.00 %	5.09 %	7	145	61	84	U	5	4	4
Mains, Hydrants & Meters	0.00 %	0.68 %	140	20,681	8,517	12,164	U	1,220	297	131
Other	0.00 %	0.00 %	0	61	0	61	S	0	0	0
Total Water Supplies			187	23,359	9,314	14,045		1,356	363	160
Sewerage Services										
Buildings	0.00 %	4.00 %	1	25	13	12	S	0	0	0
Treatment Works - Site	0.00 %	0.43 %	34	8,000	7,370	630	U	656	35	135
Pumping Stations	0.00 %	1.10 %	1	89	54	35	U	46	15	25
Mains - Delivery	0.00 %	0.33 %	61	18,780	10,970	7,811	U	1,808	138	72
Man-Holes	0.00 %	0.32 %	9	2,814	1,580	1,234	U	246	31	8
Total Sewerage Services			106	29,708	19,987	9,721		2,755	219	240
Urban Stormwater Drainage										
Underground Drains, Pits etc.	0.00 %	1.25 %	101	8,085	983	7,102	U	457	225	49
TOTAL			1,969	157,799	63,120	94,679		11,806	3,885	2,580

COUNCIL OF THE SHIRE OF YOUNG

SPECIAL SCHEDULE No. 8

FINANCIAL PROJECTIONS

	Actual ⁽¹⁾ 2007 \$'000	Projected ⁽³⁾ 2008 \$'000	Projected ⁽³⁾ 2009 \$'000	Projected ⁽³⁾ 2010 \$'000
RECURRENT BUDGET:				
Continuing Operations				
Income	19,409	19,469	18,058	17,906
Expenses	14,060	15,173	15,196	15,411
NETT OPERATING RESULT	5,349	4,296	2,862	2,495
CAPITAL BUDGET:				
Capital Works Programme				
New ⁽²⁾	6,238	10,795	6,292	4,919
TOTAL	6,238	10,795	6,292	4,919
Funds Employed:-				
Loans	0	3,000	0	0
Asset Sales	560	500	538	499
Restricted Assets	3,093	3,974	3,231	2,607
Grants	1,424	2,360	764	175
Contributions	1,012	444	481	477
Recurrent Revenue	149	517	1,278	1,161
TOTAL	6,238	10,795	6,292	4,919

NOTE:-

(1) From Income Statement.

(2) New Capital Works are major non-current projects (Roadworks Infra-Structure, Treatment Works Upgrade etc.).

(3) Council has adopted a three (3) year Financial Management Plan.