

# Parkes Shire Council

GENERAL PURPOSE FINANCIAL REPORT  
for the year ended 30 June 2009

*"A progressive regional hub  
with vibrant country communities"*





# Parkes Shire Council

## General Purpose Financial Report for the financial year ended 30 June 2009

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### Overview

- (i) This Financial Report covers the consolidated operations for Parkes Shire Council .
- (ii) Parkes Shire Council is a body corporate of NSW, Australia - being constituted as a Local Government area by proclamation and is duly empowered by the Local Government Act (LGA) 1993 of NSW.

Council's Statutory Charter is specified in Section 8 of the LGA and includes;

- carrying out activities and providing goods, services & facilities appropriate to the current & future needs of the Local community and of the wider public
- responsibility for administering regulatory requirements under the LGA and other applicable legislation, &
- a role in the management, improvement and development of the resources of the local government area.

A description of the nature of Council's operations and its principal activities are provided in Note 2(b).

- (iii) All figures presented in this Financial Report represent Australian Currency.
- (iv) This Financial Report was authorised for issue by the Council on 30/10/09. Council has the power to amend and reissue the financial report.
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# Parkes Shire Council

## General Purpose Financial Report for the financial year ended 30 June 2009

Statement by Councillors and Management  
made pursuant to Section 413(2)(c) of the Local Government Act 1993 (as amended)

**The attached General Purpose Financial Report has been prepared in accordance with:**

- The Local Government Act 1993 (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.

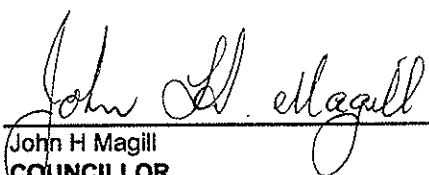
**To the best of our knowledge and belief, this Report:**

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

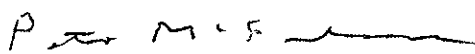
**We are not aware of any matter that would render this Report false or misleading in any way.**

**Signed in accordance with a resolution of Council made on 15 September 2009.**

  
\_\_\_\_\_  
Kenneth J. Keith  
**MAYOR**

  
\_\_\_\_\_  
John H. Magill  
**COUNCILLOR**

  
\_\_\_\_\_  
Alan McCormack  
**GENERAL MANAGER**

  
\_\_\_\_\_  
Peter McFarlane  
**RESPONSIBLE ACCOUNTING OFFICER**

## Parkes Shire Council

## Income Statement

for the financial year ended 30 June 2009

Budget <sup>(1)</sup>				Actual	Actual
2009	\$ '000		Notes	2009	2008
<b>Income from Continuing Operations</b>					
<i>Revenue:</i>					
11,264	Rates & Annual Charges		3a	11,133	10,255
9,723	User Charges & Fees		3b	8,177	5,564
2,204	Interest & Investment Revenue		3c	-	-
328	Other Revenues		3d	711	526
7,480	Grants & Contributions provided for Operating Purposes		3e,f	8,436	7,427
2,249	Grants & Contributions provided for Capital Purposes		3e,f	5,276	5,366
<i>Other Income:</i>					
-	Net gains from the disposal of assets		5	633	-
<u>33,248</u>	<b>Total Income from Continuing Operations</b>			<u>34,366</u>	<u>29,138</u>
<b>Expenses from Continuing Operations</b>					
8,871	Employee Benefits & On-Costs		4a	8,718	8,117
76	Borrowing Costs		4b	16	72
10,557	Materials & Contracts		4c	8,638	6,637
6,788	Depreciation & Amortisation		4d	7,272	6,527
2,644	Other Expenses		4e	2,252	2,185
-	Interest & Investment Losses		3c	2,909	7,929
<u>28,936</u>	<b>Total Expenses from Continuing Operations</b>			<u>29,805</u>	<u>32,450</u>
<u>4,312</u>	<b>Operating Result from Continuing Operations</b>			<u>4,561</u>	<u>(3,312)</u>
<u>4,312</u>	<b>Net Operating Result for the Year</b>			<u>4,561</u>	<u>(3,312)</u>
<u>4,312</u>	<b>Net Operating Result attributable to Council</b>			<u>4,561</u>	<u>(3,312)</u>
<u>2,063</u>	<b>Net Operating Result for the year before Grants and Contributions provided for Capital Purposes</b>			<u>(715)</u>	<u>(8,678)</u>

(1) Original Budget as approved by Council - refer Note 16

## Parkes Shire Council

## Balance Sheet

as at 30 June 2009

\$ '000	Notes	Actual 2009	Actual 2008
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash & Cash Equivalents	6a	5,178	15,883
Investments	6b	22,081	15,780
Receivables	7	6,410	3,108
Inventories	8	3,501	3,377
<b>Total Current Assets</b>		<b>37,175</b>	<b>38,148</b>
<b>Non-Current Assets</b>			
Investments	6b	988	500
Receivables	7	86	59
Infrastructure, Property, Plant & Equipment	9	372,287	361,294
<b>Total Non-Current Assets</b>		<b>373,361</b>	<b>361,853</b>
<b>TOTAL ASSETS</b>		<b>410,536</b>	<b>400,001</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Payables	10	1,749	2,143
Provisions	10	3,558	3,392
<b>Total Current Liabilities</b>		<b>5,307</b>	<b>5,535</b>
<b>Non-Current Liabilities</b>			
Provisions	10	189	355
<b>Total Non-Current Liabilities</b>		<b>189</b>	<b>355</b>
<b>TOTAL LIABILITIES</b>		<b>5,496</b>	<b>5,890</b>
<b>Net Assets</b>		<b>405,040</b>	<b>394,111</b>
<b>EQUITY</b>			
Retained Earnings	20	355,023	350,462
Revaluation Reserves	20	50,017	43,649
<b>Council Equity Interest</b>		<b>405,040</b>	<b>394,111</b>
<b>Total Equity</b>		<b>405,040</b>	<b>394,111</b>

## Parkes Shire Council

Statement of Changes in Equity  
for the financial year ended 30 June 2009

\$ '000	Notes	Retained Earnings	Reserves (Refer 20b)	Council		Total Equity
				Equity Interest	Minority Interest	
<b>2009</b>						
<b>Opening Balance</b> (as per Last Year's Audited Accounts)		350,462	43,649	394,111	-	394,111
<b>Revised Opening Balance</b> (as at 1/7/08)		350,462	43,649	394,111	-	394,111
c. Current Year Income & Expenses Recognised direct to Equity						
- Transfers to/(from) Asset Revaluation Reserve	20b (ii)	-	6,368	6,368	-	6,368
<b>Net Income Recognised Directly in Equity</b>		-	6,368	6,368	-	6,368
d. Net Operating Result for the Year						
<b>Total Recognised Income &amp; Expenses</b> (c&d)		4,561		4,561	-	4,561
<b>Equity - Balance at end of the reporting period</b>		355,023	50,017	405,040	-	405,040

\$ '000	Notes	Retained Earnings	Reserves (Refer 20b)	Council		Total Equity
				Equity Interest	Minority Interest	
<b>2008</b>						
<b>Opening Balance</b> (as per Last Year's Audited Accounts)		357,628	37,248	394,876	-	394,876
a. Correction of Prior Period Errors	20 (c)	(3,854)	-	(3,854)	-	(3,854)
b. Changes in Accounting Policies (prior year effects)	20 (d)	-	-	-	-	-
<b>Revised Opening Balance</b> (as at 1/7/07)		353,774	37,248	391,022	-	391,022
c. Current Year Income & Expenses Recognised direct to Equity						
- Transfers to/(from) Asset Revaluation Reserve	20b (ii)	-	6,401	6,401	-	6,401
<b>Net Income Recognised Directly in Equity</b>		-	6,401	6,401	-	6,401
d. Net Operating Result for the Year						
<b>Total Recognised Income &amp; Expenses</b> (c&d)		(3,312)		(3,312)	-	(3,312)
<b>Equity - Balance at end of the reporting period</b>		350,462	43,649	394,111	-	394,111

## Parkes Shire Council

## Cash Flow Statement

for the financial year ended 30 June 2009

Budget 2009	\$ '000	Notes	Actual 2009	Actual 2008
<b>Cash Flows from Operating Activities</b>				
<b>Receipts:</b>				
11,264	Rates & Annual Charges		10,781	10,287
9,723	User Charges & Fees		8,059	5,946
2,204	Interest & Investment Revenue Received		2,604	3,311
9,542	Grants & Contributions		11,249	11,947
328	Other		2,162	1,981
<b>Payments:</b>				
(8,871)	Employee Benefits & On-Costs		(8,879)	(8,319)
(10,557)	Materials & Contracts		(9,861)	(7,605)
(76)	Borrowing Costs		378	-
(2,644)	Other		(3,740)	(3,171)
10,913	<b>Net Cash provided (or used in) Operating Activities</b>	11b	12,753	14,377
<b>Cash Flows from Investing Activities</b>				
<b>Receipts:</b>				
-	Sale of Investment Securities		2,206	4,311
-	Sale of Real Estate Assets		132	27
-	Sale of Infrastructure, Property, Plant & Equipment		614	(319)
-	Deferred Debtors Receipts		10	135
<b>Payments:</b>				
(3,810)	Purchase of Investment Securities		(13,988)	(3,810)
(11,057)	Purchase of Infrastructure, Property, Plant & Equipment		(12,103)	(11,057)
(116)	Purchase of Real Estate Assets		(300)	(116)
(14,983)	<b>Net Cash provided (or used in) Investing Activities</b>		(23,458)	(10,829)
<b>Cash Flows from Financing Activities</b>				
<b>Receipts:</b>				
	Nil			
2,000	Proceeds from Borrowings & Advances		-	-
<b>Payments:</b>				
	Nil			
2,000	<b>Net Cash Flow provided (used in) Financing Activities</b>		-	-
(2,070)	<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>		(10,705)	3,548
15,883	plus: <b>Cash &amp; Cash Equivalents - beginning of year</b>	11a	15,883	12,335
13,813	<b>Cash &amp; Cash Equivalents - end of the year</b>	11a	5,178	15,883

Please refer to Note 11 for information on the following:

- Non Cash Financing & Investing Activities.
- Financing Arrangements.
- Net cash flow disclosures relating to any Discontinued Operations

# Parkes Shire Council

## Notes to the Financial Statements

for the financial year ended 30 June 2009

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n/a - not applicable

