

# Annual Report

2022/2023



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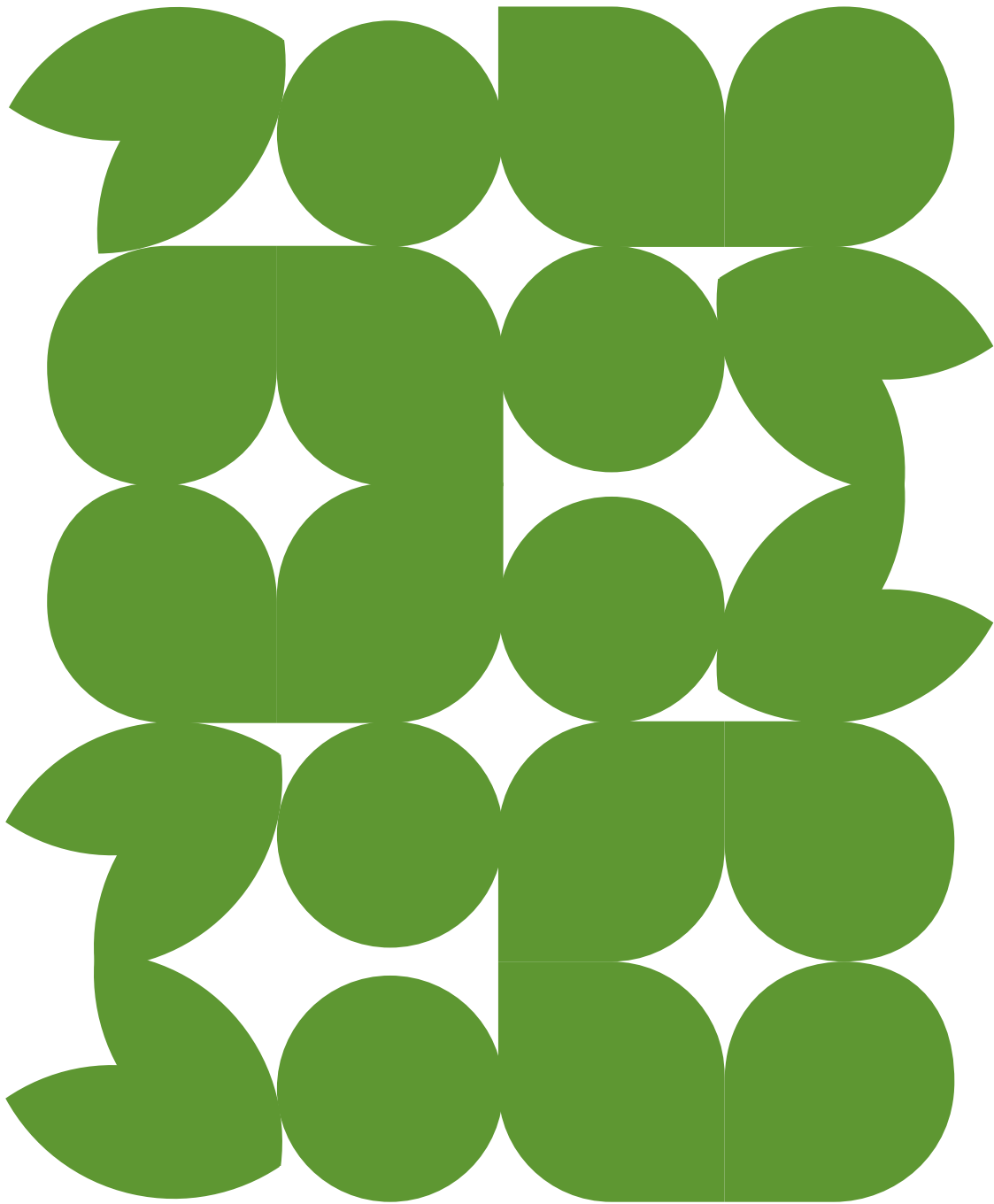
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# Introduction

City of Prospect acknowledges that we are on the traditional country of the Kaurna people of the Adelaide Plains region and we pay our respect to Elders past and present.

We recognise and respect their cultural heritage, beliefs and relationships with the land and we acknowledge that they are of continuing importance to the Kaurna people living today.



## CEO Reflections

**As we present the Annual Report for the 2022/2023 financial year, I can't help but to express pride for what Council has delivered for our community.**

This past financial year, we welcomed a new group of Elected Members – including a mix of both new and returning faces. I would again like to take this opportunity to thank Mayor O'Loughlin, as well as our previous Elected Members, for their commitment to and passion for City of Prospect. Our City is richer for your tireless contributions, and I look forward to working with our new Council to build upon this legacy and progress the renewed priorities that our community has identified through our new Draft Strategic Community Plan.

Since being elected, our new Council has showed their passion for their roles and hit the ground running, working hard to set strong targets and focusing on City of Prospect's future.

In 2022, we also marked the sesquicentenary (150th anniversary) of City of Prospect, with the first meeting of the newly proclaimed Council having been held on 5 August 1872. Fast forward 150 years, and we celebrated this milestone with a variety of activities throughout the year, including a jam-packed History Month in May, the Mayor's dinner in August, and Prospect Theatre for Young People worked to create a play that celebrated snippets of our local history, allowing local children to learn more about the origins of our city.

In October, we joined more than 6,000 people in celebrating the return of our marquee event, the Spring Fair, our first since the beginning of the COVID-19 pandemic.

In January, the 2023 Citizen of the Year Awards were presented to four deserving women who've each made standout contributions to our community.

The much-loved Twilight Sessions returned to Prospect Memorial Gardens for its 28th year, and the annual Prospect Fringe once again electrified our main street during February and March.

Our Prospect Toy Library was nominated for the nationwide 'Best Medium Toy Library' award for 2023, and City of Prospect was a finalist in the global Intelligent Community of the Year Awards held by the Intelligent Communities Forum, a global network that connects cities and regions across five regions across five continents to collaborate on economic development and community growth in the digital age.



We joined more than 170 councils across Australia as a part of the Cities Power Partnership aimed at tackling climate change locally and promoting sustainability within our community, supporting our commitment for sustainability.

We also commenced or completed several large-scale projects, including commencing construction of the \$5.2 million Broadview Community and Sports Hub project, finalising plans for the future upgrade of RL Pash Reserve, completing the concept plan consultation for Peppermint Gums Reserve upgrade, and finalising detailed designs for exciting redevelopment works at Irish Harp and Percy Street Reserves.

As a part of our Renewal Programs, we continued to improve and restore kerbs, gutters, and roads in our suburban streets that we know matters to our community. In fact, Council's work to refresh basic community assets such as roads, footpaths and kerbs was at a rate higher than at any time since 2016/17, and this in spite of critical labour and supply shortages driven by the epidemic. Furthermore, we have achieved this whilst also delivering a rate increase at a level below inflation, and returning the budget to surplus for the first time since 2018/19.

While we remain a strong organisation, we have further solidified our vision based on our community's input and have an exciting journey ahead of us to make this a reality. I look forward to working closely with the Prospect community, its elected representatives, and council staff to ensure positive outcomes for our community.

I would especially like to thank my dedicated staff, leadership, and Executive team for their support and tireless efforts to deliver for our local community. Without your tireless and ongoing commitment, Council would not be able to progress or action any of the issues or activities that are important to our residents, businesses and visitors.

**Chris White**  
Chief Executive Officer

# City Snapshot

Population:

**22,744**

**50.1%**  
Female

**49.9%**  
Male

**7.79**  
square km



Land area

Top 5  
origin  
of birth:



**68.5%** Australia

**5.9%** India

**4.0%** UK

**2.3%** Vietnam

**1.7%** Italy



**2,096**  
Businesses

**1%**

Aboriginal  
and Torres  
Strait Islander

**9,474**



Dwellings

**25**



Parks and  
Gardens

**14**



Children's  
Playgrounds

# Key Highlights

504

 Trees planted

57%



Kerbside waste diverted from landfill

135,779



Library Visitors

12,516

hours

Prospect Community Support

130



New Citizens

380



Development assessments applications lodged



272K

Website Visits

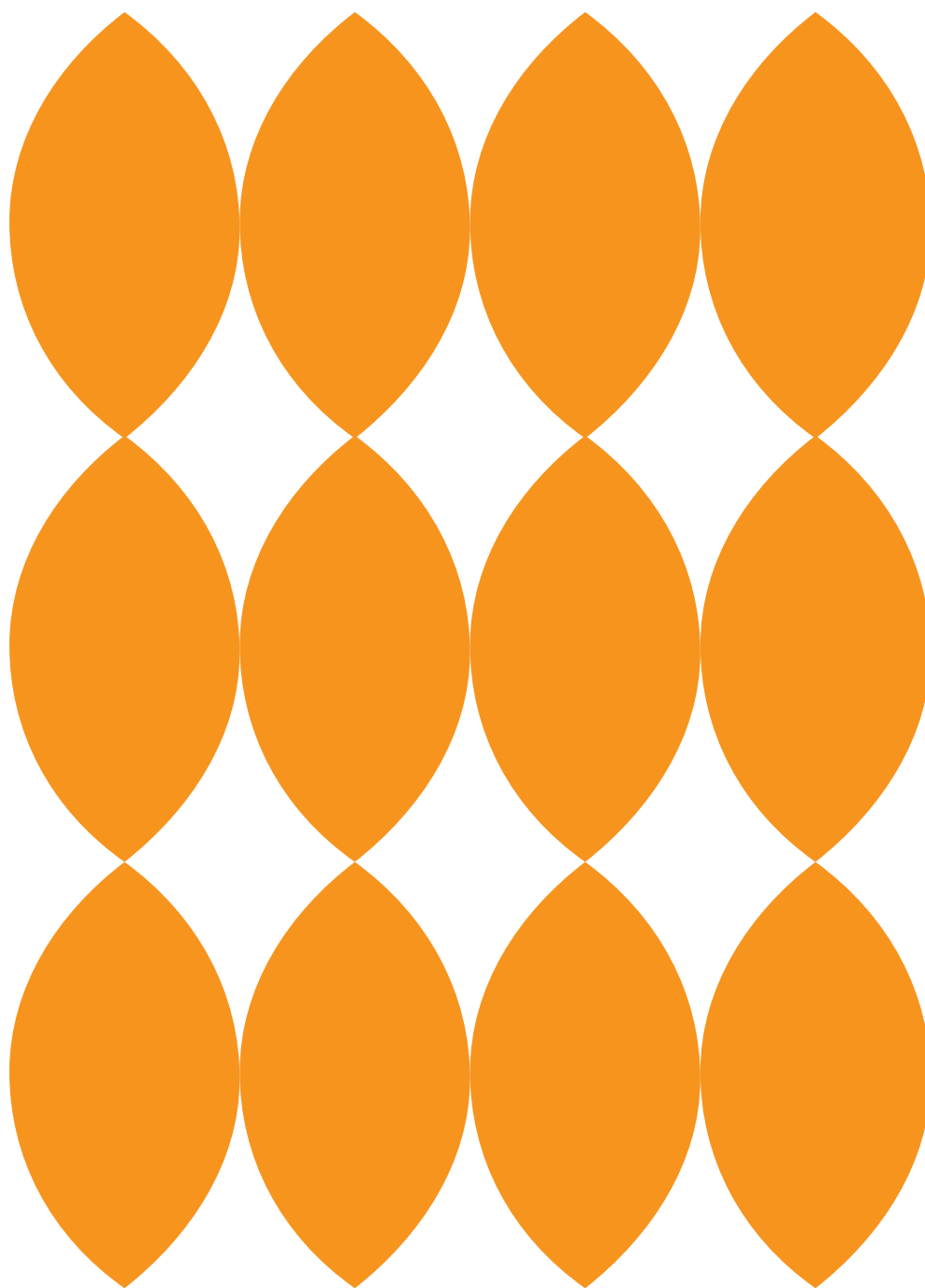
\$60,776

Community Grant Funding across all City of Prospect grant programs

5,274



Customer service request for reactive maintenance



# Connected and Caring

We strive to be a city which capitalises on its locational advantages, brings people together, harnesses social and technological connection opportunities and is easy to navigate.





## “It took volunteering to meet someone on the same street as me!”

Despite sharing the same name, Sophie Harris and Sophie Summers began volunteering at City of Prospect for very different reasons.

After being diagnosed with a brain tumour, Sophie Harris had to leave her career in childcare. Suddenly finding herself with a lot of extra time, her father, who was a member of council at the time, suggested she get involved in volunteering with council in 2017. Six years later, Sophie now assists staff in running both Friendship Group bingo sessions for older residents on Tuesday mornings and Story Time for pre-schoolers on Wednesdays.

Sophie Summers began her volunteer journey working with children at the Women's and Children's Hospital in the Paediatric Outpatient Department (POPD). While rewarding both personally and professionally, she began seeking volunteering opportunities locally to work better with her university schedule. Summers began volunteering at Prospect Library in 2020, where she too assisted in running Wednesday Story Time sessions.

Reflecting on how they met, Ms Harris remembers being introduced to Ms Summers.

“I was told there was a new volunteer starting and was asked if I'd like to meet her. I said 'Hi, I'm Sophie', and she said, 'My name's Sophie too!'”

The girls quickly discovered they had more in common than a first name; they lived on the same street in Nailsworth, and their birthdays were within a day of each other's.

Three years later, the Sophies' initial meeting has developed into a close friendship.

“Now, every Wednesday morning before we go to Story Time, we walk around the North Adelaide horse paddocks. We've just become so close,” Ms Harris said.

“It was so strange. We lived on the same street but had no idea about each other!” Ms Summers laughed.

Reflecting on her volunteering, Ms Summers is glad she made the move closer to home. Along with gaining valuable experience she hopes to one day utilise in her occupational therapy career, she enjoys knowing that she's helping other people.

“If you find something you enjoy volunteering for, it just feels like you're having fun and filling your day with something you enjoy.”

Echoing her sentiments, Ms Harris added that volunteering had helped her too, and gave her the push she needed to get out of the house and involved in her local community.

“You get to meet so many different people. It just gives my life more joy.”

However, the friendship the Sophies have found in one another was at the top of their respective lists.

“It's such a good friendship that Soph and I have gained from this, and to think, if we didn't meet at the library, we probably never would've met!” Ms Summers said.

“You couldn't have scripted it more!”

Image: City of Prospect volunteers Sophie Harris and Sophie Summers

## Youth

### Youth Parliament

Two young people, a student from Prescott College and a resident from Nailsworth, were sponsored to attend Youth Parliament and represent City of Prospect. They both enjoyed the experience and worked as part of a team to prepare a Bill on a topic of their choice and present at Parliament House to dignitaries that have the power to influence change.

### National Recycling Week

Students from Blackfriars Priory School were invited to attend the KESAB Education Centre at Wingfield in November 2022 to learn how waste is managed and recycled, post tour an education officer from KESAB attended school to conduct a bin audit and discuss how they can reduce waste and landfill.

### Youth Market and Clothes Swap

A clothes swap was held during National Recycling Week at Eliza Hall in November 2022 as a sustainable shopping alternative. 100 people participated in the swapping frenzy and the event showcased eight young stallholders selling an array of handmade goods including candles, jewellery, hair products and soap.

### National Science Week Schools Day

We saw 300 students from Blackfriars, Prospect, Nailsworth and Rosary Schools gathered at Eliza Hall to view a chemistry show facilitated by Natalia Dworniczek – AKA Nitro Nat.

The 40-minute spectacle explored chemical reactions with lots of colour and wonder, with safe fire demonstrations and lots of mess.

## Community Forum

A Community Forum was held on Wednesday 7 June 2023 inviting members from various community groups including Churchill Greening, Prospect Lions Club, Neighbourhood Watch, Friends of the Library and proactive individuals to meet with City of Prospect Director - City Strategy Community & Culture, and the Deputy Mayor. This forum was an opportunity to connect and discuss any key community concerns, strategising as to how Council can support and facilitate community groups needs.



## Community Support

During the 2022/2023 financial year, Prospect Community Support assisted 618 clients with in home and social programs. This support is provided by the Department of Health and Aged Care through the Commonwealth Home Support Program (CHSP) funding with support from Council.

### In-Home Support

The services outlined in the adjacent table assisted clients to remain safely supported in their own home. Council transitioned out of providing In-Home Support Services in December 2022.

### Social Support

The services outlined in the adjacent table assisted clients to stay connected with friends and neighbours by engaging in the community locally and around metropolitan Adelaide.

The exercise programs and social activities are thoroughly enjoyed by clients of the Prospect Community Support program. Feedback received includes "it's an amazing service to connect people", "I really look forward to Tuesdays (Friendship Group)", "I just think we are so lucky to be picked up and able to go out...it makes such a difference to our lives".

The program volunteers include community bus drivers, bus assistants, and program assistants, who all provide vital support for our clients who attend these social programs.

### Transport

The services outlined in the adjacent table assisted clients via transport to specialist appointments via taxi vouchers.

### In-Home Support

Service	No. of clients assisted	Services given in hours / \$
<b>Home Maintenance: Handyman, gutter / window / spring cleaning</b>	148	252 hours
<b>Garden Maintenance: Ongoing and one off gardening</b>	143	622 hours
<b>Home Modifications: Installation of grab rails</b>	4	\$1,227
<b>Domestic Assistance: General house cleaning</b>	165	2,201 hours

### Social Support

Service	No. of clients assisted	Services given in hours
<b>Transport: Transportation to/from activities</b>	55	312 hours
<b>Social Support (Groups): Day Trips, Outings, Activities, Exercise Classes, Friendship Group, Men's Shed</b>	378	9,055 hours

### Transport

Service	No. of clients assisted	Services given in hours
<b>Transport: Taxi Vouchers</b>	20	65 hours



## Our Volunteers

Volunteers help the Council to deliver incredibly diverse services and their voluntary role provides a great avenue for residents to connect to their local community.

Organisations across South Australia are reporting an overall decline in volunteer participation; however, Council's program numbers remain stable. Whilst there has been an increase in volunteering since 2021/2022, volunteering numbers still remain below the pre-COVID-19 rate.

Noted changes to volunteer participation is that volunteers in the 65+ age group who were our long-term volunteers are standing down due to pressure on them to assist their families with caring for their grandchildren and/or elderly parents. We also are in a tight labour market which has seen many volunteers return to the workforce.

The table below shows our volunteer participation across each quarter.

**"Voluntary roles provide a great avenue for residents to connect to their local community"**

Service	July-Sept 2022	Oct-Dec 2022	Jan-Mar 2023	Apr-Jun 2023
<b>Active</b> <b>*Completed hours during the quarter</b>	72	76	79	69
<b>Inactive</b> <b>*Inducted but didn't complete any hours during the quarter</b>	59	43	44	39
<b>Total # registered</b>	131	119	123	108
<b>% of active</b>	55%	64%	64%	64%
<b>Total Hours</b>	517	1,969	1,849	2,379
<b>% compared to previous quarter</b>	158%	81%	92%	107%
<b>Avg hours per volunteer per week</b>	2.91	2.6	1.95	2.87
<b>Referred on</b>	6	7	20	11
<b>New Volunteers</b>	4	2	8	3
<b>Archived</b>	19	3	19	12
<b>Current Vacancies</b> <b>*Active recruitment underway</b>	12	12	8	8



## Annual Grants Program

### Community Grants Program

The Community Grants Program provided the opportunity for locally based community groups to receive funding of up to \$5,000 to support their activities / programs that benefit City of Prospect community in the following areas:

- › Small Equipment Purchases
- › Community Development Programs
- › Facilities Improvement
- › Small Events
- › Environment Grants

28 applications were received for a total of \$51,329 from a budget of \$30,000. As occurs each year, grant funds were proportionally allocated according to a weighted and comparative assessment against the adopted grant criteria.

Funding of \$30,036 was allocated for the 2022/2023 Community Support Fund.

# \$60,776



**Community Grant  
Funding for all City  
of Prospect grant  
programs**

Grant Recipient	Amount
Adelaide Camera Club Inc	\$1,000
Adelaide Roots and Blues (ARBA)	\$2,000
Blackfriars Priory School	\$2,000
Broadview Uniting Church - Mums and Bubs Program	\$2,000
Broadview Uniting Church - Community Shed	\$2,000
Collinswood Combined Probus	\$1,000
Eagles Lacrosse Club	\$1,000
North Adelaide Croquet Club Inc	\$2,000
Prospect Blair Athol Lions Club - Auspicing Powerhouse Gym	\$2,000
Prospect Blair Athol Lions Club	\$1,000
Prospect Broadview Bowling Club	\$686
Prospect Community Garden	\$2,000
Prospect District Cricket Club	\$2,000
Prospect Local History Group - Air Raid Shelter - Blue Plaque	\$600
Prospect Local History Group - Digitisation Standard Messenger	\$2,000
Prospect Local History Group - Display Equipment for Payinthe Cabinets	\$1,000
Prospect Petanque Club	\$2,000
Skill Teaching and Resources Inc	\$1,000
Ukelaide! Inc	\$2,000
Western Magic District Basketball Club	\$750
<b>TOTAL</b>	<b>\$30,036</b>

### Other Council grants

In the 2022/2023 financial year, Council provided four (4) other community grant opportunities outside of our Community Grants Program.

Grant type	Applications received	Applications funded	Total value of grants funded
<b>Ovingham Activation Grants</b>	1	1	\$1,000
<b>Youth Sponsorship Grant Program</b>	29	29	\$9,750
<b>Significant Tree Grants</b>		4	\$3,990
<b>Heritage Incentive Scheme</b>		8	\$16,000

## Community Safety

Council's Community Standards team provides services to fulfil Council's obligations under relevant acts and legislation concerned with the safety and wellbeing of the general public relating to:

- › Animal management
- › Parking
- › Local nuisance and litter
- › Local Government Act (1999) and by-laws
- › Fire prevention

General Inspectors work with the community to promote community safety and use a range of strategies including education, proactive and reactive enforcement.

### Parking

Enforcement of parking controls is prioritised, with the highest priority given to hazardous parking around schools and in bicycle lanes. Other focus areas including parking in disabled parking spaces, over driveways, overstaying time limited parking zones, and parking on footpaths and verges. 7,101 parking expiations were issued

In response to community concerns, over the past 12 months additional parking patrols have focused on commercial areas of Prospect Road and surrounding local streets to monitor compliance and address safety concerns on a regular basis.

### Dog and Cat Management

Dog and cat management is a core service provided by the Community Safety team who administer and enforce the requirements of the *Dog and Cat Management Act (1995)*, and promote responsible ownership of animals in our community.

#### Responding to customer requests for dog complaints:

- › 87 complaints related to dogs
- › 24 expiations issued for dog wandering at large
- › 2 expiations issued for nuisance barking
- › 10 expiations issued for dog attacks/harassment

#### Responding to customer requests relating to cat complaints:

- › Our officers delivered and managed cat trapping programs for un-owned cats within our community; and we received 22 cat complaints.



### Parking

**503**

requests for vehicles parked illegally responded to and investigated

**597**

written warnings issued

**181**

requests for parking patrols responded to and investigated



### Dogs & Cats

#### Cat registrations

No registration fee is applied

#### Dog registrations

The dog registration fee for a non-standard dog remained at \$85

**502**

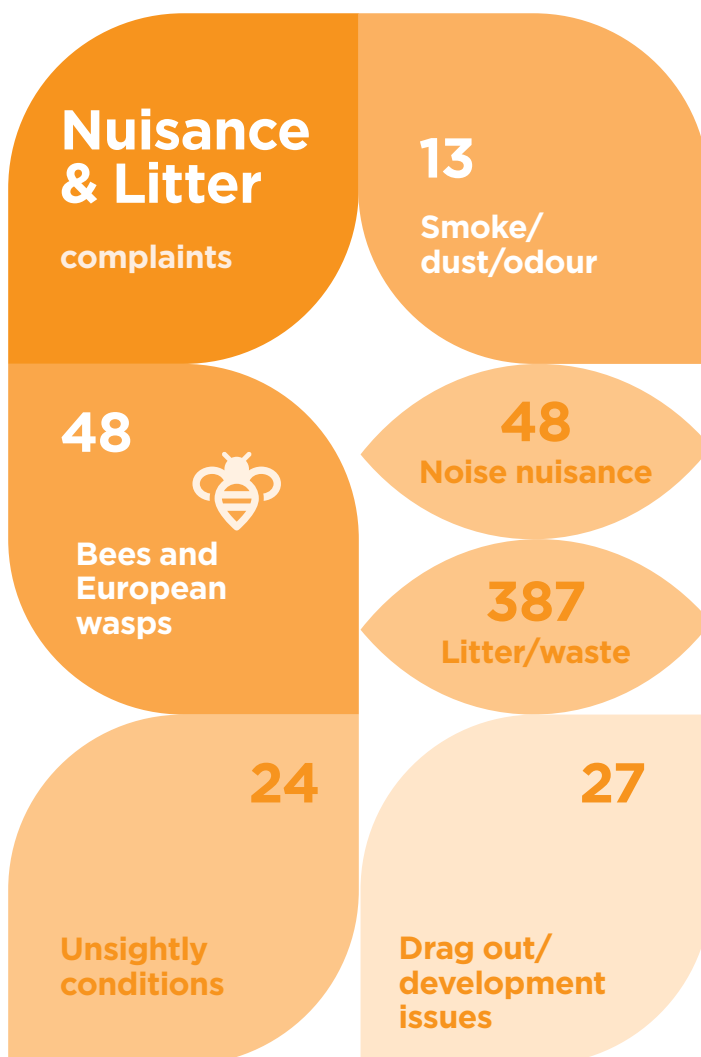
cats registered on DACO as at 30 June 2023 with **98%** microchipped

**2,871**

dogs registered on DACO as at 30 June 2023 with **97.9%** microchipped

### Local Nuisance and Litter Control

Our Community Safety Officers respond to and investigate reports of local nuisance and litter including complaints relating noise, smoke, dust, odour, unsightly conditions, waste and litter.



## Eastern Health Authority

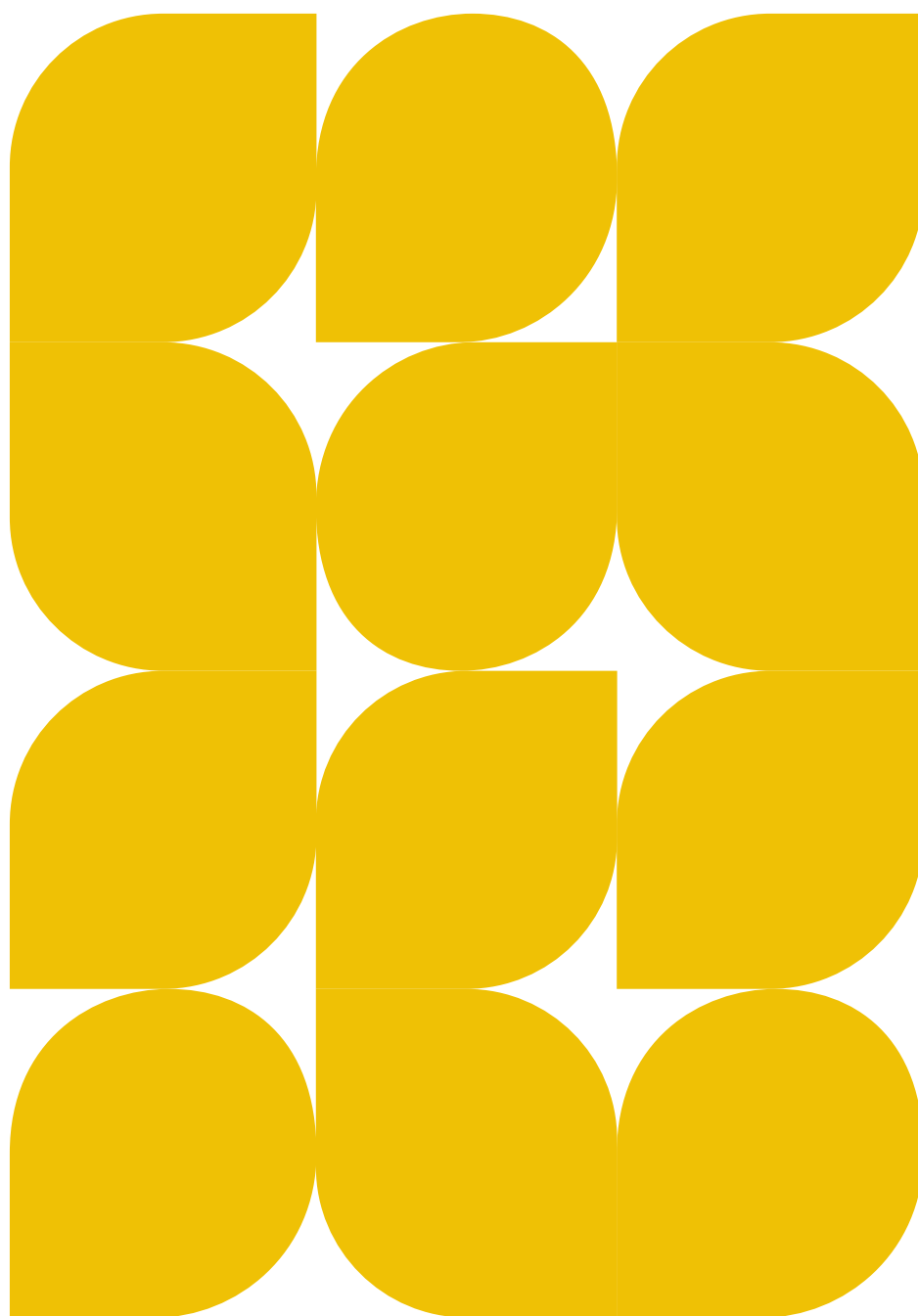
The Eastern Health Authority (EHA) operates as a regional subsidiary, providing environmental health services across a region of five councils including City of Prospect, City of Burnside, Campbelltown City Council, City of Norwood, Payneham and St Peters and Town of Walkerville.

Despite continuing disruption from COVID-19, EHA delivered its full range of functions within the region as well as providing immunisation services to residents of Adelaide Hills Council and City of Unley (including providing vaccinations to 12,423 school students).

EHA also undertook 1,447 food safety inspections throughout the region, and 272 public health inspections in response to complaints received.

An annual report detailing the many activities conducted by EHA throughout the year is attached as Appendix B.





# Active and Engaged

An empowered community which cares for the city and for each other, is involved in the many aspects of our community life and strives for positive change through contributions to decision making.





## Celebrating 40 years of Prospect Toy Library: A community treasure

We marked a significant milestone for Prospect Toy Library on 1 June 2023 as we celebrated its 40th anniversary. This beloved institution has been a cornerstone of the community, providing families with a wide range of toys and games to inspire and entertain children aged 0-12 years.

The history of Prospect Toy Library dates back to the late 1970s, when Gail Layton and Sue Hanrahan began exploring the possibility of establishing a community toy library. In 1980, the Research Committee, formed by a group of passionate individuals, undertook surveys, and drafted a proposal to make the dream a reality. While multiple funding bodies showed interest, it was the support of City of Prospect that proved crucial in getting the project off the ground.

Prospect Toy Library faced several challenges in its early years, including finding suitable accommodation and raising funds. In June 1983, Prospect Toy Library opened its doors to the community for the first time at Prospect Junior Primary School. Over the years, Prospect Toy Library continued to evolve and adapt to meet the changing needs of the community.

In 1988, it found a new home within Nailsworth Primary School, and in 2010, was moved to a larger and more modern space at the rear of Prospect Public Library. 2013 saw another shift, this time into the main Prospect Public Library building, but with the addition of a council staff member as Coordinator.

Today, the Toy Library still resides within Prospect Library, in council's Payinthe building. Throughout its journey, Prospect Toy Library has relied heavily on the support of volunteers who generously contribute their time and expertise. Their dedication played a crucial role in its establishment, operation, and the availability of a diverse range of toys for borrowing.

Recognising the important role it plays within our community, Prospect Toy Library was nominated for the Medium Toy Library of the Year Award at the 2023 Toy Libraries Australia Awards. While we didn't take home the crown, the nomination was a testament to the library's dedication to providing a valuable resource for families in the community.

Looking ahead, we have exciting plans to collaborate with local playgroups. These partnerships aim to share resources and create engaging play days at Prospect Library, where children can explore, socialise, and learn through play.

# Library

## Lit 4 Life (Libraries Board Innovation Fund Grant)

City of Prospect, in conjunction with City of Charles Sturt, City of Marion, City of Port Adelaide Enfield, City of Salisbury, and City of Holdfast Bay, were successful in winning a grant of \$85,000 to put on events in conjunction with Windmill Theatre, Adelaide Symphony Orchestra, and Patch Theatre. The idea was to encourage children to come back into libraries after the COVID-19 shutdown. Prospect hosted three (3) of the different shows, Once Upon a Jar, Grug and the Rainbow, and Sea of Light.

- › 19 April 2023 – Once Upon a Jar (Patch Theatre) – 30 people attended (1 session)
- › 3 May 2023 – Grug and the Rainbow (Windmill Theatre) – 164 people attended (3 sessions)
- › 6 June 2023 – Sea of Light (Patch Theatre) – 112 people attended (8 sessions)

### Storytime and Rhymetime

Activity in 2022/2023	Attendee number
40 Storytime Sessions	542 children and 484 adults attended (1026 people total)
40 Rhymetime sessions	1,756 children and 1,810 adults attended (3,566 people total)

135,779

Library visitors

163

Children's programs delivered

174,132

Library loans

78

Adults' programs delivered

13,261

Toys borrowed

281,826

Library loans and returns



## Other Library Programs

Date	Activity	Attendee Number
5 July 2022	Fruit Jams (STEM music program with fruit)	9
6 July 2022	NAIDOC Week Schools Day	270
1 August 2022	Children's Writing Competition	51
16 August 2022	Science Week - Sphero and VR (2 sessions)	15
17 August 2022	Schools Day Science Week	230
26 August 2022	Rosary School Book Week Parade	Whole school
25 August 2022	Children's Writing Competition Award Ceremony	17 children 28 adults
13 September 2022	Game On!	45
14 October 2022	Step into the Studio - Print Making with Jake Holmes - Etching	10
21 October 2022	Step into the Studio - Ceramics with Holly Philip	14
29 October 2022	Spring Fair Library Stall	N/A
31 October 2022	Halloween Face Painting	70
11 November 2022	Clothes Swap and Youth Market	100
17 November 2022	Step into the Studio - Print Making with Jake Holmes - Screen Printing	10
18 November 2022	Safe Sprouts First Aid	15 adults
18 November 2022	Quiz Night	60
24 November 2022	Step into the Studio - Ceramics with Holly Philip	15
December 2022	Letters to Santa	307 letters received and responded to
8 December 2022	Step into the Studio - Christmas Knitting with Dear Pru	10
9 December 2022	Catch Tilly Book Launch	8
14 December 2022	Ginger Bread House Competition	15
17 December 2022	Step into the Studio - Ceramics with Holly Philip	15
12, 19 January, 2 February 2023	Tech Space Learning Introduction - Arduino (3 sessions)	49
16 January 2023	Step into the Studio - Calamity Tash Kids Version	10
17 January 2023	Step into the Studio - Jake Holmes	10
19 January 2023	Step into the Studio - Dear Pru	10
24 January 2023	Game On!	55
9 February - 30 March	Tech Space Learning - Robotics and Coding (8 week course)	10 people per session - 80 people total
9 March 2023	Step into the Studio - Farmers Market Bag Creation with Dear Pru	10
13 March 2023	Fibre Feast Preparation	17
28 March 2023	Author Talk - Boldly Old: Take on Aging	15
30 March 2023	Meet the Maker - Gossip and Cavatelli with Rosa Matto	16
31 March 2023	Youth Week - Illustration workshop	16
13 April 2023	Step into the Studio - Charm Bracelets	9
20 and 27 April 2023	Collage and Digital Photography Workshop - School Exhibition	30
28 April 2023	Prospect Quiz	65
12 May 2023	Reconciliation Week Q&A	45
1 June 2023	Toy Library 40th Birthday Party	30
10 June 2023	Worldwide Knit in Public Day	10
20 June 2023	A Walk Does Wonders Session	102



# Club5082 Concerts

Live music is an important part of our city’s culture, and Club5082 provides an entertainment space for musicians and music-lovers alike. Held regularly on a Friday evening from 7pm, Eliza Hall is transformed into a fully licensed, action-packed live music venue showcasing local, interstate and international bands across a range of music genres.



11

**sold out  
events**

## Club 5082 Concerts

Date	Activity	Attendance
Friday 1 July	First Nation Voices – Glenn Skuthorpe	Sold Out
Friday 5 August	Lazy Eye Band – Shuffle The Deck	Sold Out
Friday 2 September	The South Season Do Tarantino	Sold Out
Friday 7 October	Still Talking ‘Bout A Revolution – Nancy Bates Sings Tracy Chapman	Sold Out
Friday 4 November	Cal Williams Jr Trio – A History of Mississippi Blues	Sold Out
Friday 16 December	Classy Christmas Crooner with Will Metzger	Sold Out
Friday 3 February	R&B, Soul and Funk Night with The Hawkins Band and Zkye Blue	Sold Out
Friday 3 March	Prospect Fringe – Malibu Drive Does Disco	Sold Out
Friday 14 April	University of Adelaide Latin Ensemble and Big Band	Sold Out
Friday 5 May	International Jazz Day Celebration – University of Adelaide	Sold Out
Friday 2 June	Early History of Female Blues	Sold Out





## School Holiday Activities

### Skate Park League (SPL)

An event was held at George Whittle Reserve in January 2023 as part of The Australian Skate Park League (SPL) Championship. The Prospect round was part of an interconnected series of skate park events held across South Australia and featured scooter, BMX and skate competitions.

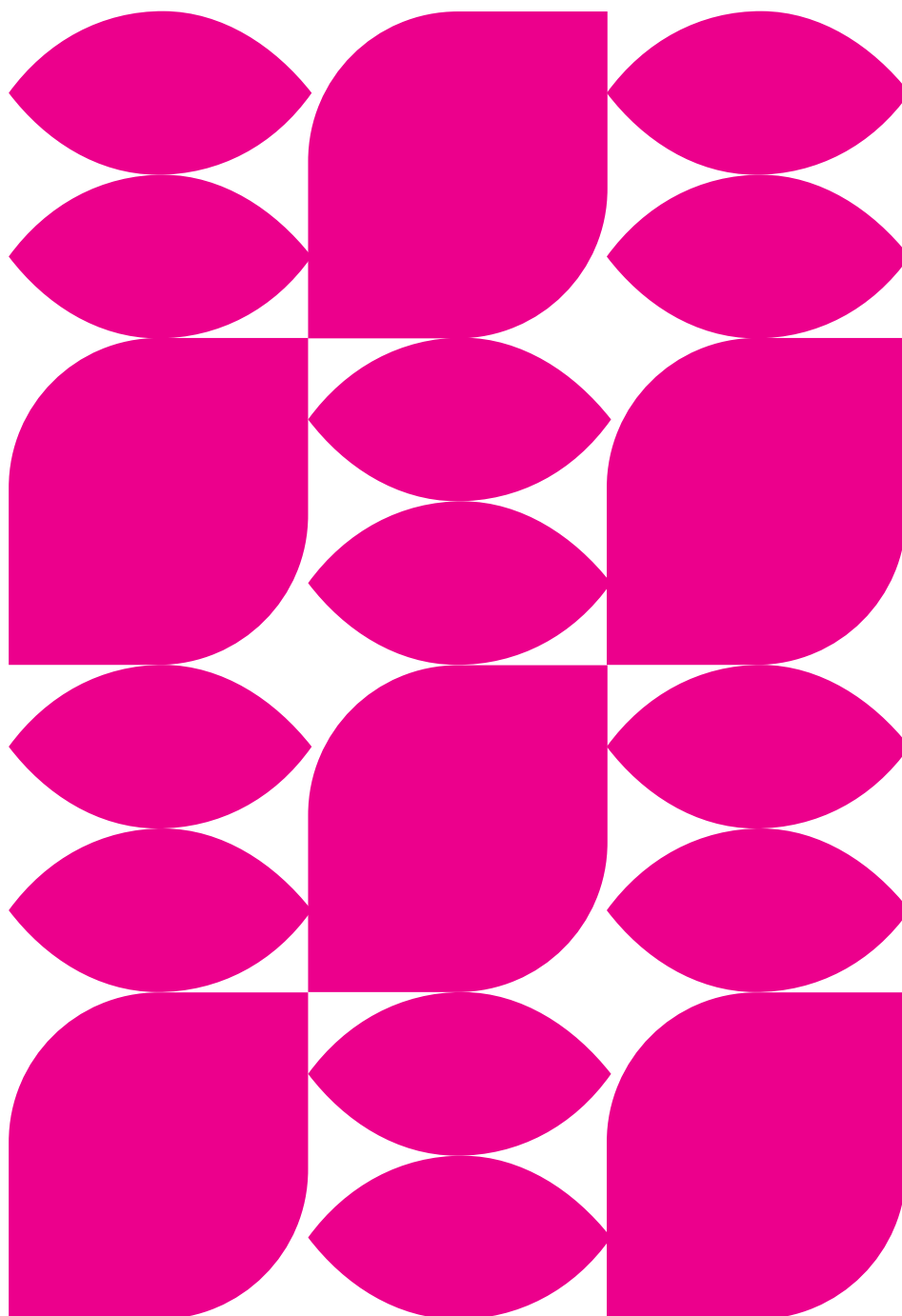
The event provided an opportunity for seasoned veterans and young enthusiasts to get involved and showcase their skills and for local community to cheer on their own. The event featured youth market stalls, airbrush tattoos, local youth DJ, street basketball and soccer matches and free barbeque facilitated by local service group.

### National Youth Week

To celebrate National Youth Week, five fun activities were delivered after school at Payinthei including: Lego build and bash, Nerf wars, Robotics, illustration workshop and mini golf and giant games in Vine Street Plaza. The weeklong program provided an outlet for young people to gather and participate in a range of free activities in a safe and supportive environment.

### School Holiday Activities

Date	Activity	Attendance
14 July 2022	Movie – Bad Guys	3
14 July 2022	Fruit Jams – STEM based music program for young people, making musical instruments using a programmable circuit board and piece of fruit	Sold out
19 July 2022	Movie – Minions	27
22 July 2022	Especially on Birthdays – Theatre performance	39
12, 13, 15 July 2022	Lego Workshops	33
4, 10 October 2022	Lego Workshops	29
11 October 2022	Movie – Lightyear	10
12 October 2022	Mr Snotbottom	Sold out
13 October 2022	Laser Tag (4 sessions) 4, 4:30, 5, 5:30pm	32
11 January 2023	Jurassic Poop	Sold out
16, 17, 18 January 2023	Lego Workshops	31
20 January 2023	Movie – DC League of Superpets	24
23 January 2023	Touch-A-Truck	30 families
23 January 2023	Dungeons and Dragons	12
17, 18 April 2023	Lego Workshops	13
20 April 2023	Manga Workshop	15
21 April 2023	Movie – The Secret Garden	8
26 April 2023	Come and Try Embroidery	4
26 April 2023	Bluegum Bills Suburban Wildlife Safari	Sold out



# Proud of our past, excited by our future

With a great blend of old and new, we are a city which celebrates where it has come from and takes pride in creating its future.



## Sesquicentenary

This year marked the sesquicentenary (150th anniversary) of City of Prospect. The greater Prospect area was originally part of the District Council of Yatala, a large council area that struggled to maintain roads and bridges with the rates that were paid.

As time progressed, boundary changes were made, and new councils created to adequately cater to the growing needs of residents and traders. Residents of Prospect were concerned they were being forgotten, and their rates were not being invested into local infrastructure to support them. A petition was circulated, followed by a counter petition, but eventually the decision was made for the greater Prospect area to have its own council. On 1 August 1872, the new District Council of Prospect was proclaimed, and the first meeting was held on 5 August 1872.

Fast-forward 150 years, and we've celebrated this milestone with a variety of activities, including a jam-packed History Month in May, and the Mayor's dinner in August marked the momentous occasion with a sesquicentenary theme.

The wider community also celebrated the 150th anniversary of City of Prospect. Prospect Theatre for Young People worked throughout the year to create a play that celebrated snippets of our local history, allowing local children to learn more about the origins of our city. We've enjoyed looking back on the history of our council and look forward to seeing what the future brings.

## Local History

During 2022/2023, we had 55 research requests that were responded to by the Local History Officer or forwarded to members of the Prospect Local History Group.

City of Prospect received a grant of \$10,000 from the Local History Group to use to pay for staff hours and associated costs to digitize photographs, maps, and plans from the Prospect Local History Collection. All 80 large photos were scanned externally at the Parliamentary Library, and 354 smaller photographs were scanned in-house.

We are continuing to accession the collection in readiness to catalogue it and digitize/scan the remaining photographs. We estimate that approximately  $\frac{3}{4}$  of the photographs within the Local History Collection have now been digitized. City of Prospect continues to work closely with the valued Local History Group.

## Development Assessment

City of Prospect has typically benchmarked its development application activity through its annual report, including trend analysis of the number of lodgements, value of approved developments, and activity within council's Urban Corridor Zones. At the time of preparing this report, information was not available to be accessed from the online planning portal to continue this trend analysis. Council administration is working with staff at the Department for Trade and Investment to see this data is made available for future reporting.

Anecdotally, it is evident that development applications have decreased in volume from the record levels seen during the early COVID-19 influenced period. In 2021/2022, City of Prospect received 480 development applications at a total approximate construction value of \$97 million, whereas 380 applications were lodged in the 2022/2023 financial year at a total approximate construction value of \$184 million.

Over the last 10 years, council has received an average of 540 applications at an overall value of approximately \$160 million.

## City Planning

### Planning and Design Code

In March 2021, the *Planning, Development and Infrastructure Act 2016* went live in Metropolitan Adelaide, replacing each council's Development Plan with a single state-wide Planning and Design Code.

Continuing changes through practice directions, ongoing system enhancements, policy amendments to the Planning and Design Code, and other activities continued during the 2022/2023 financial year (as expected following a significant, generational update to the planning system).

With a single state-wide code now existing instead of each council having a unique development plan, council's role in relation to planning policy has changed. Both councils and private property owners can write to the State Government requesting that a policy be changed, which the State Government may approve or refuse. If approved, the State Government will then determine whether it will control the process of amending the code or whether council will.

Where it was previously uncommon for persons other than council to undertake amendments to the Prospect Development Plan, these are now relatively common (primarily via State Government, but also potentially from private landowners).

Council's role in this process is as much about advocacy, seeking to influence amendments to the code that we have not undertaken, as it is about actively seeking to amend the code ourselves. A summary of Council's key advocacy and direct planning policy work during this year is provided below.

### Code Amendments and Studies

During the 2021/2022 financial year, Council submitted a number of 'Minor or Operational' requests for amendments to the Planning and Design Code. These included amendments to the number of identified representative buildings (submitted September 2021) and significant trees (submitted August 2021) in City of Prospect.

Council received advice that its representative buildings Code Amendment request was refused in September 2022. Council has received advice that its significant trees Code Amendment request is being reviewed, but as at the end of the financial year the request had neither been approved nor refused.



## Integrated Transport Plan

Council has committed funding to develop a comprehensive plan for the city's transport network. Our transport network plays a crucial role in enhancing Prospect's liveability and resilience to challenges such as population growth, ageing demographics, urban changes, and climate change.

The Council aims to deliver an Integrated Transport Plan that meets future needs while preserving Prospect's unique character. This Plan will provide guidance for transport planning, programs, operations, and advocacy over the next decade. Collaboration with other agencies will ensure alignment with state and local strategies, policies, and potential funding opportunities. An analysis of travel patterns will address transport challenges and consider community aspirations. Data collection on vehicular use across the city's entire 89km road network is already underway.

The Plan aims to explore innovative technologies, walkable neighbourhoods, cycling networks, and integrated public transport. Enhancing accessibility, child-friendly street designs, sustainability and heritage considerations will also be incorporated. To address congestion and safety concerns around school zones, the Plan will support schools in achieving better-integrated outcomes and the overlapping of some of City of Prospect's six school zones.

Growth studies will inform infrastructure investments, including off-street parking, to accommodate the growth of the Village Heart and surrounding corridors. Updating the transport network hierarchy and developing comprehensive plans for Local Area Traffic Management are also key components of the Integrated Transport Plan.

Over 250 traffic counts will be conducted to gather data on the road network's functionality. These counts will provide insights into traffic patterns and 'rat running' (commonly used shortcuts), serving as planning tools rather than enforcement measures. Community engagement is crucial, and the Council looks forward to involving residents in the decision-making process.



## Capital Work Projects

### Transport Asset Renewal Works

As part of maintaining and renewing Council's transport assets, each and every year funding is allocated to renew Council's transport assets including reconstructing footpaths, kerb and gutter, resealing roads and/or reconstructing road pavements. These works aim at reconstructing assets where the existing footpath/kerb is impacted by tree roots to cause ponding issues or tripping hazards or has exceeded its useful life and has deteriorated beyond the point of repair. Newly constructed assets improve the amenity, functionality and integrity of our road infrastructure.

This year, Council spent \$3.9 million on civil renewal works, including:

- › approximately 3,400m<sup>2</sup> of footpath being reconstructed including footpaths on Boyle Street, Redin Street, King Street, Staffa Street, Redin Street, Elizabeth Street, Davies Terrace, Princes Street, Churchill Road, Churchill Road Service Road, William Street, Redin Street, and Gordon Road
- › approximately 5,500 linear metres of kerb and gutter on the following roads were renewed; Cane Street, Doreen Street, Devonport Terrace, Mendes Street, Graham Place, Cotton Street, Galway Avenue, Jellicoe Street, Rosetta Street, Braund Road, Priscilla Street, Braund Road, James Street, Redin Street, Bridges Street, Redin Street, King Street, Elizabeth Street, Davies Terrace, Gordon Road, Farrant Street, Daphne Street, William Street, Charles Street, William Street, Devonport Terrace, and Charles Street

Additionally, approximately 34,000m<sup>2</sup> of our road network was resealed with new asphalt surface containing reclaimed asphalt pavement removed from existing roads, recycled soft plastic and glass/plastic bottles. The use of recycled materials has created a saving of 88.3 tonnes of carbon dioxide emissions which is equivalent to 36.4 cars off the road for one year. It also helped diverting 1,855 tonnes of construction waste and 143,600 glass/plastic bottles from landfill.

The newly sealed roads include: James Street, Bridges Street, Bougainvillea Lane, Cane Street, Doreen Street, Mendes Street, Devonport Terrace, Graham Place, Rosetta Street, Jellicoe Street, Priscilla Street, Cotton Street, Braund Road, Redin Street, Daphne Street, Gordon Road, Charles and William Street Intersection.

### Davies Terrace Streetscape

This \$220,000 project saw a non-compliant footpath and unsightly fence line on the northern side of Davies Terrace transformed into a landscaped area showcasing Council's environmental sustainability initiative. The project utilised Water Sensitive Urban Design principles, including planting native vegetation/shrubs and was supported by artwork delivered in consultation with the local community.

### William and Redin Roundabout

A roundabout was constructed at the intersection of William Street and Redin Street in Prospect, partially funded under the Australian Government's Infrastructure Black Spot Program with the aim to improve safety for all road users. Council also contributed \$70,000 to the project.





## Department of Infrastructure and Transport projects supported by City of Prospect

### Ovingham Level Crossing Removal and Ovingham Station Upgrade

The Australian and State Governments co-funded a \$196 million project to remove the level crossing at Torrens Road, Ovingham that was completed in February 2023.

An average of 21,300 vehicles passed through the level crossing each day before it's removal, with the boom gates lowered for approximately 22% of the time during peak hour periods, leading to long traffic delays. The removal of the level crossing has resulted in improved travel times for motorists and safety for all road users.

As part of this project, there has been significant improvements to the surround public realm spaces created through this project, including an increase in open space, new lighting and CCTV for community safety, a futsal court, a half basketball court, Kurna cultural heritage artwork, a nature play area, public artwork, plaza areas, landscaping and revegetation, stormwater management and also pedestrian and cycle paths.

Council is also working with the State Government's Department of Infrastructure and Transport to upgrade a vacant section of land along Churchill Road immediately adjacent to the upgrade project, that will be handed over to Council upon completion as a new area of green space for our community. Consultation for this project commenced this financial year and will continue into 2023/2024, followed by its planned delivery.

### North East Road and Nottage Terrace Intersection Upgrade

The Australian and State Governments co-funded a \$6 million upgrade project at the intersection of Nottage Terrace and North East Road. This intersection is a highly utilised section of road infrastructure, with approximately 62,000 vehicles passing through on a daily basis.

This project increased the capacity of the intersection, specifically the left turn lane from Nottage Terrace onto North East Road. This assisted to alleviate the previous issue of long delays of traffic at this intersection through afternoon peak period.

The project also included upgraded bicycle facilities, landscaping and results in improved safety for all road users.

## Asset Management

### Asset Management Plans

Council endorsed the full suite of Asset Management Plans and Summary document at its Meeting in May 2023. The Plans have been developed over the previous 18 months following a complete review of requirements in early 2021. At this time the Plans shifted from being developed within the constraints provided by the Long Term Financial Plan (LTFP) to influencing the development of the LTFP through balancing service levels, community demand, risks and ability of the community to pay.

Council's endorsement of the Plans demonstrates its commitment to responsive management of its assets (and the services provided by those assets), compliance with legislative requirements and commitment to funding via long term financial planning.

It should be noted that significant funding is allocated in the 2023/2024 Budget to continue improving the Council's asset management framework.

### Condition Audits

Condition audits play an important role in how Council manages its assets. The data gathered provides necessary information to inform decision making and ensure that assets are being managed appropriately.

This year, Council completed condition audits on the entire road, kerb and footpath network and commenced a condition audit on all Council owned buildings.



## Broadview Community and Sports Hub Construction

Construction of the eagerly anticipated Broadview Community and Sports Hub is well underway, having commenced in December 2022, marked by a sod turning ceremony at Broadview Oval/Yarnta Tutu Yarta held on 10 December 2022.

The final stage of the project is underway, with the new facility available for use from 2024. Throughout the project's development, extensive collaboration with the community and key stakeholders has been essential. This inclusive approach ensured that the design evolved to meet the needs of our community. The facility will act as a central hub, catering to community and sporting groups alike. It will provide essential amenities and support the growing participation of juniors and women in Australian Rules Football, serving as the new home of the mighty Broadview Tigers Football Club.

Beyond the sporting amenities, the Community Hub will offer a variety of facilities available for public use and hire. Accessible function rooms, fitness hub, and food and beverage facilities, including a kiosk and a bistro/restaurant, will be open for the community to utilise for activities and events.

The Broadview Community and Sports Hub is more than just a construction project - it represents a shared vision for a vibrant and inclusive community. We look forward to its long-term positive impact on our community, fostering a sense of belonging, promoting active lifestyles, and creating spaces for social connection and celebration.

## Recurrent Projects

### Traffic and Parking Summary

Council endorsed an update to its Parking Management Policy in August 2022 and included direction in respect to narrow roads as well as residential parking permits.

Council has also improved the management of major building works and their impact on Council land. Council has developed a case managed approach for larger developments in an effort to garner greater cooperation with builders and minimise impacts to the adjacent community.

This initiative has been utilised on three (3) developments to date with improved compliance and fewer complaints from the community.

## City Maintenance

Our multi-skilled City Maintenance team delivers a range of both horticulture and civil services across our city to maintain a safe and inviting environment for our community and visitors to enjoy. Some key focus areas include:

- › Parks and gardens maintenance including lawn mowing, grounds maintenance, playground safety inspections and irrigation
- › Road, footpath, kerb, gutter and drain maintenance and repairs
- › Street sweeping, footpath blowing and sanitation
- › Street tree maintenance including pruning and watering
- › Main road garden bed maintenance including annual revegetation

### Customer Request for Service and Reactive Maintenance

Our Rapid Response service is dedicated to providing 24/7 response to customer requests for City Maintenance services including emergency events. In 2022/2023, 5,274 customer requests were received by Council from members of the public.

Of these, 5,059 requests were closed off, with the remaining 4% relating to matters associated with typical residual working backlog, longer term investigations, and issues which require broader budgetary considerations.

**3,379m<sup>2</sup>**

footpath  
reconstructed



**34,430m<sup>2</sup>**

road network  
resealed

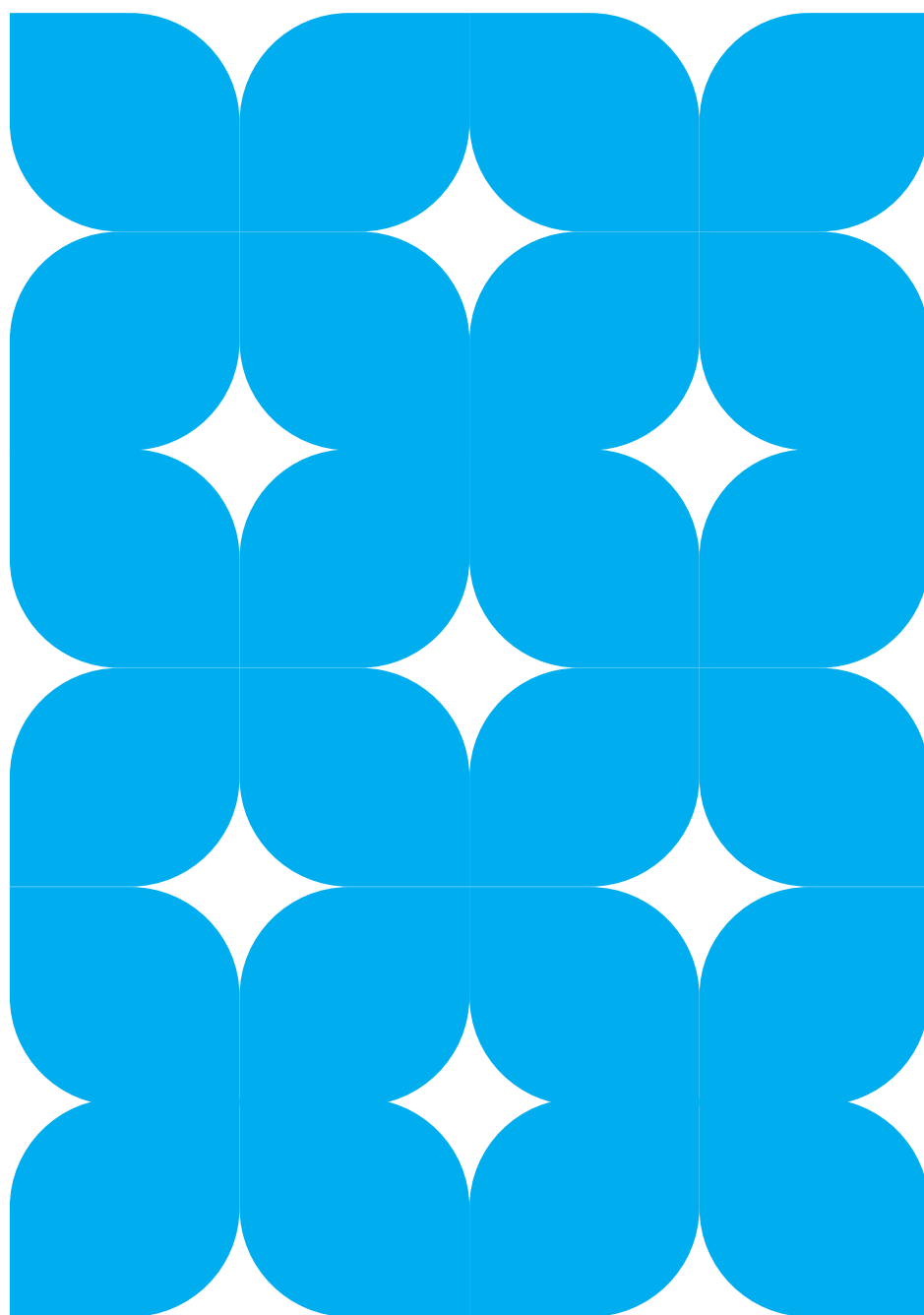
**5,536m**

kerb and  
gutter  
renewed

**5,274**

customer requests  
received for service and  
reactive maintenance





# Inclusive and Diverse

We will know we have achieved through striving for greater equality and a community which celebrates and recognises all aspects of what it means to be inclusive and diverse.



## Australia Day Citizen of the Year Awards



The annual City of Prospect Australia Day Citizen of the Year Awards program provides the opportunity for local residents to nominate those who have made a significant contribution for the benefit of our communities. The Awards are provided by the Australia Day Council of South Australia and are administered by Local Government Authorities throughout the State on behalf of the Council.

The four Award categories are:

- › Australia Day Citizen of the Year Award
- › Young Citizen of the Year Award
- › Community Event of the Year Award
- › Award for Active Citizenship

In choosing the recipients of the Australia Day Citizen of the Year Awards, consideration was given to the nominee's achievements in the year immediately prior to receiving the award, as well as their past achievements and ongoing contributions to the community.

A number of really strong nominations were received for three categories, however, no nominations were received for the Award for Active Citizenship.

One of the nominations received for Young Citizen of the Year Award was a close runner-up to receive the award following the assessment process and was instead recommended to receive the Award for Active Citizenship; resulting in a recommendation for four awards to be presented for the 2023 round.

**City of Prospect  
Citizen of the Year 2023**  
was awarded to  
**Nola Bellenger**

**City of Prospect  
Young Citizens of the Year 2023**  
was awarded to  
**Amelia Smith**

**City of Prospect Community  
Event of the Year 2023**  
was awarded to  
**Santa's coming  
to Prospect**

**City of Prospect Award  
for Active Citizenship 2023**  
was awarded to  
**Eleanor Larwood**



## Community Service Awards

City of Prospect's annual Community Service Awards program acknowledges and celebrates significant voluntary contributions that make City of Prospect such a great place to live and work.

The awards promote individuals, community groups and sport clubs. Nominations for the Awards opened on Monday, 13 February 2023 and closed on Friday, 31 March 2023. The award process is community driven as it is considered that the community themselves are best placed to know and appreciate whom in their community, community group or sports club should receive an award - therefore each nominee is eligible to receive an Award. Presentation of the Community Service Awards was a feature of Council's National Volunteer Week event, held on 17 May 2023 in Eliza Hall.

This year's theme for National Volunteer Week was The Change Makers. National Volunteer Week 2023 was a celebration of our power to drive change and ensure volunteering is inclusive of all members of the Australian community. This vision for the future will see volunteering thrive.

The following list shows those individuals, community groups and sporting clubs who received a 2023 Community Service Award:

Groups	
Broadview Together	
BOSA Football Club	
Healthies from Healthy Inspirations Prospect	
Kiwanis Club of Prospect	
Prospect Blair Athol Lions Club	
Prospect Tennis Club	
STAR Inc Board	
Individual	
Maria Abraham	Alicia Neville
Anna Cope	Chris North
Caitlin Davies	Albert Oates
Stacey Dunbar	Avrill Oates
Grace Fitzpatrick	Peter Owens
Allen Harris	Debbie Owens
Kevin LePoidevin	Barrie Trevarrow
Shane Morrissey	Merry Wickes
Marianne Nelson	Priscilla Vokolos



### NAIDOC Week Celebration

In July 2022, 240 local school students gathered at Payinthe to learn about Aboriginal and Torres Strait Islander history and culture. Children attended a Dreamtime Storytelling session in the library, an interactive dance and sing along in Eliza Hall and art workshop in Irish Harp Room learning important Kurna symbols.

### Reconciliation Week

National Reconciliation Week is held every year between 27 May and 3 June, and is a time for all Australians to learn about our shared histories, cultures, and achievements, and to explore how each of us can contribute to achieving reconciliation in Australia.

City of Prospect collaborated with emerging Kurna Elder Uncle Tamaru to create a new Question and Answer event. Talking on Eggshells – Taboo with Uncle Tamaru was held on Tuesday 30 May in Eliza Hall with 70 members of community, Elected Members and staff. Kurna Elder Auntie Lynette and Mayor Larwood joined the discussion panel with radio personality Ali Clarke hosting. The event was an opportunity for Kurna Elders to talk directly with our community in an effort to better understand Aboriginal and Kurna culture, history and future.

Uncle Tamaru said that ‘City of Prospect was a leader in building a relationship with Kurna people and looking at ways to move forward with implementation of its Reconciliation Action Plan and Payinthe Kumangka committee.’

A sold out weaving workshop with Aboriginal consultant and artist Nikki Carabetta was also held during the week.

### City Wide Business Support

Encouraging an inclusive and collaborative approach between Council, business and property owners, the Village Heart Marketing Committee is a monthly meeting platform open to all stakeholders of the Prospect Village Heart Marketing Fund. The Committee has a marketing plan which explores opportunities to create awareness and encourage visitation and economic prosperity for Prospect Road with flow-on effects to visitor, resident, business and investment attraction for the wider City of Prospect area.

The Committee and associated marketing campaigns, events and activities were coordinated by a Business Support Officer.

### Prospect Business Forum

An initiative proposed by Mayor Larwood and supported by Council, the Prospect Business Forum was held in May 2023. Members of the local business community were invited to participate in discussion about options for Council’s future strategy and support for local business across City of Prospect.

The Mayor welcomed guests and the Director City Growth and Development gave a presentation inviting contribution and feedback from over 70 attending business owners. Guests participated in an open forum and were given the opportunity to ask questions to generate conversations in the context of economic development success. This was followed by an informal networking session.

### Payinthe Kumangka Steering Group

The Payinthe Kumangka Steering Group was formed in 2021 meeting regularly to engage with Kurna People of the Adelaide Plains as the traditional owners and to continue to educate and develop our reconciliation journey together.

During 2022/23, six (6) meetings were held with key highlights including:

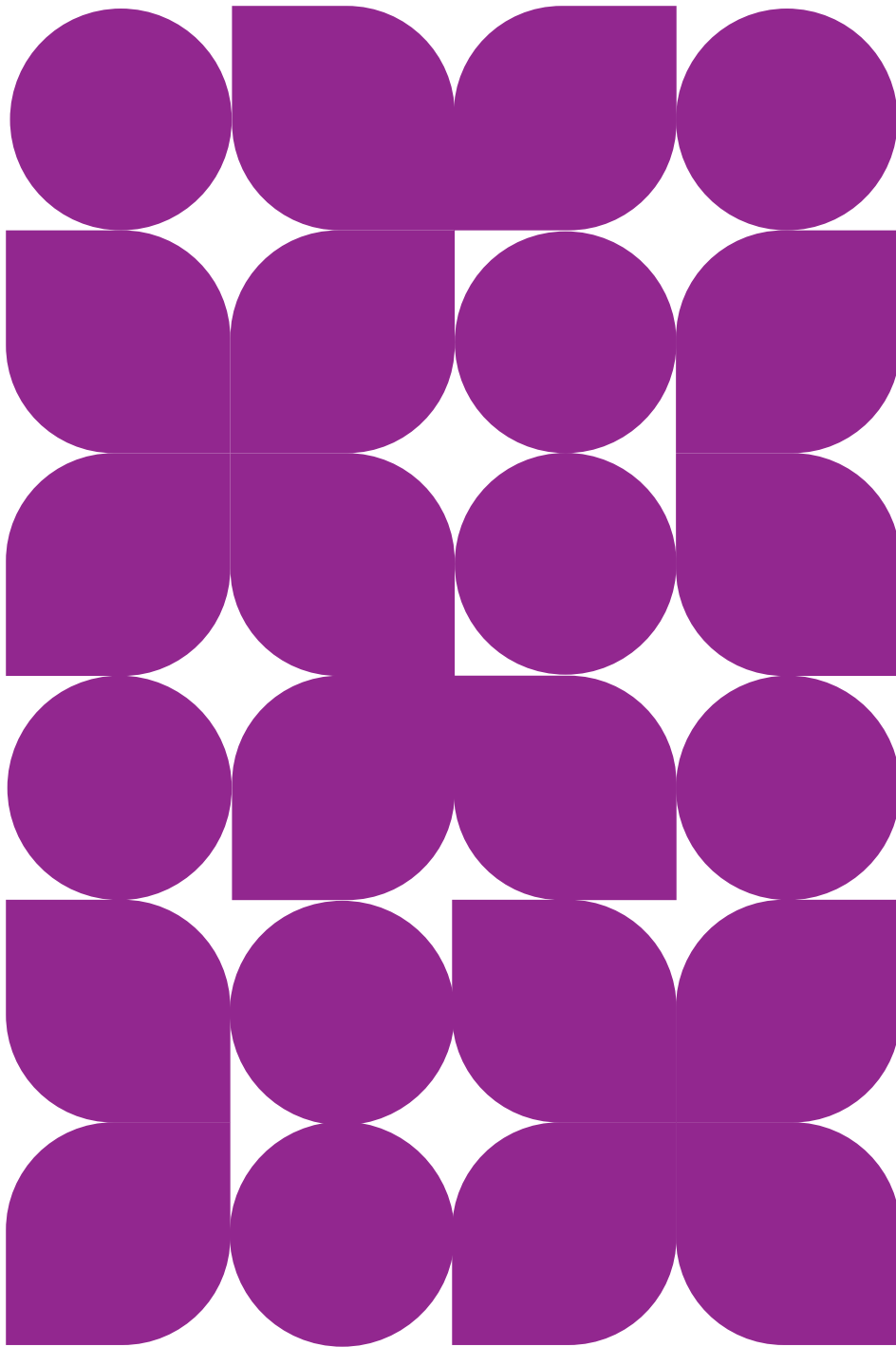
- › discussion of the impacts of The Voice to Parliament, both at a State and Federal Government level. Council also sought input from KYAC Representatives around their views on The Voice and how Council may be able to assist
- › resignation of Darren Wanganeen from his position on the Reference Group

### Access and Inclusion Community Advisory Group

A key priority of Council’s Disability Access and Inclusion Plan 2021-2025 is the establishment of an Access and Inclusion Community Advisory Group.

The Advisory Group plays an important role in assisting Council to better understand the needs of people living with disability in our community, and better meet the requirements of the Plan, consequently improving the lives of people with disabilities who live, work and visit City of Prospect.

The Access and Inclusion Community Advisory Group met on five occasions throughout the year, providing advice and feedback on key Council projects, including reserve master planning and upgrades, Broadview Oval Community and Sports Hub, and customer request functions.



# Creative and Innovative

We attract investment and development opportunities to activate the local economy, create jobs and share prosperity in a city which welcomes and empowers thinkers, innovators and doers.



## Prospect's Intelligent Community celebrated on global stage

Sometimes it's so easy to get caught up in the day to day, you forget just how far you've come.

In 2022, City of Prospect's social and digital successes were recognised as we were named as a finalist in the global Intelligent Community of the Year Awards.

The Intelligent Communities Forum (ICF) is a global network that connects cities and regions across five continents to collaborate on economic development and community growth in the digital age. Each year, the ICF crowns one city its Intelligent Community of the Year.

City of Prospect's journey began earlier this year when the council area was selected as one of the Top 7 Intelligent Community Finalists. While compiling materials for each stage of the award

nomination process, we were reminded of the many innovative council and community-led initiatives that have transformed City of Prospect into such a desirable location for people to work, live, study, connect and play within. This included GigCity high-speed internet connectivity, innovative community consultations, Council's state-of-the-art Payinthe building, imaginative STEM education programs in local schools, environmental initiatives, and collaborative works with community artists.

Although City of Prospect didn't win Intelligent Community of the Year (that title went to New Taipei, Taiwan), we were honoured and humbled to be in the running. Being named a Top 7 finalist represents that we are charting new paths to lasting prosperity for our residents, businesses and institutions.



## Newmarch Gallery

Newmarch Gallery has steadily cemented itself as the leading Council owned Gallery in SA following its launch in 2019, with ten exhibitions scheduled each year that include the annual Local Schools Art Exhibition and the very popular Prospect Community Art Show, now part of the SALA Festival.

Visitor numbers to exhibition openings has quadrupled since the Gallery moved to Prospect Road and visitations during the month-long exhibitions have increased tenfold. Applications to exhibit in the Gallery have continued to increase with the calibre of applications rising. Subscriber numbers to the Gallery mailing list is now totalling 1,500+ and our Instagram following continues to grow with over 2,000 followers. Subscribers to the Gallery e-news receive regular updates that includes invitations to exhibition openings, art workshops, artist talks and other related City of Prospect programs.

Newmarch Gallery actively seeks opportunities to leverage resources and has established partnerships with the Adelaide Film Festival, SALA, Dream Big Children's Festival, Adelaide Fringe, Feast Festival and the Art Gallery of SA.

### Public Art

We have had an explosion of Stobie Pole art within the city with many works being carried out by local artist Anneke Hoffmann.

Twelve stobie poles on Davies Terrace were mosaiced with Australian flora/fauna.

### Local Schools Art Exhibition (12 May – 10 June 2023)

Community artists were appointed to work with students at Blackfriars, Nailsworth, Prospect and Rosary School to design and prepare artwork for display at Newmarch. 180 artworks were produced according to the theme – Our World. This exercise allowed children to imagine, create, participate, share concepts, insights and perspectives, and think deeply about the place we live and our hopes for the future.

Over 300 people attended the exhibition launch on Friday, 12 May, the largest gallery gathering to date with students involved with the planning and implementation of the event.

### Newmarch Gallery Program 2022/2023

Date	Exhibition	Artists	Attendees* opening night	Exhibition Partners
July/Aug	The 23 <sup>rd</sup> Community Art Show	Local artists	150*	SALA festival
Aug/Sept	Emerging from the Labyrinth	Carolyn Corletto, Janine Dello, Kate Dowling, Zoe Freney, Maggie Moy	74*	SALA Festival
Sept/Oct	Shadow of the Moon	Gus Clutterbuck	123*	Art Gallery of SA
Nov/Dec	From My Room	Ruby Allegra	140*	Feast Festival
Dec/Jan	Dream Tetras	Mike Ladd, Cathy Brooks	86*	
Jan/ Feb	CoViv	Daniel Connell	82*	
Feb/Mar	Work From Home	Zoe Freney	95*	Fringe Festival
Mar/May	Disruptions, Fictions	Daryl Austin	112*	
May/Jun	Our World	Local Primary and Priory Schools	306*	Dream Big
Jun/Jul	A Partnership for Uncertain Times	Brad Darkson, Deirdre Feeney, Niki Sperou, Catherine Truman	107*	Australian Network for Art and Technology

\*Attendances are based on Eventbrite tickets sold – this can vary

### Newmarch Gallery Mailchimp Stats

- › **July 2016** – 854 subscribers  
47% Campaign Performance against peers average of 39%
- › **May 2022** – 1230 subscribers  
47.3% Campaign Performance against peers average 39.1%
- › **Nov 2023** – 1700 subscribers  
47.3% Campaign Performance against peers average 39.1%

### Newmarch Gallery exhibitor applications received

- › **2018** – 8 applications
- › **2021** – 26 applications
- › **2022** – 34 applications
- › **2023** – 34 applications

### Community Art Show

- › **2018** – 87 participating local artists
- › **2022** – 106 participating local artists
- › **2023** – 102 participating local artists

Visitor numbers to exhibitions are based on the Payinthe/Library visitor statistics of approx. 11,000 per month. If only 5% of Payinthe visitors also visit the Gallery the approx. totals are 550 a month or 5,500 visitors per year (approx.) excluding opening night numbers.



## Events

### 2022 Prospect Art Walk

In August, attendees were invited to embark on a self-guided adventure exploring the best of City of Prospect's streets, laneways, hidden nooks, and local businesses to discover the work of Adelaide's best emerging and creative minds. The experience featured a variety of immersive and interactive art experiences including augmented reality, live mural art, tattoo art, mask making, pottery wheel throwing and much more. This was complimented by live music, an artisan's market, bars, food and lots of fire! The event catered to all-ages and attracted a significant number of visitors to Prospect Road local businesses.

### 2022 Prospect Spring Fair

After a three year hiatus due to the COVID-19 pandemic, the Prospect Spring Fair triumphantly returned to Broadview Oval/Yarnta Tutu Tarta.

The community event featured a huge array of family-friendly entertainment and activities including free live music, amusement rides, sideshow games, roving entertainers, petting zoo, free facepainting and airbrush/glitter tattoos, giant games, mini-putt putt, SA Metropolitan Fire Service truck, flyball and over 80 stallholders including artisan wares, local services, food, coffee and licensed vendors. A main event feature that was extremely well received was the inaugural Glam Adelaide Dachshund Mini Dash, which featured 40 Dachshunds competing to be crowned the fastest Dachshund in the North. Principal Sponsor, Harris Real Estate Prospect offered their generous

support once again and ran the popular Harris Trail.

Crowds attending throughout the 5-hour event reached over 6,000.

### 2023 Twilight Sessions

Popular annual community event Twilight Sessions returned to Prospect Memorial Gardens and was a resounding success.

In its 28th year, the free entry event was held every Friday evening in February from 6pm – 9:30pm and featured a different genre of live music every week, with the addition of food vendors and kids activities such as face painting. The 2023 season weekly themes were Pop Classics, Blues Soul and Funk, Retro Rockabilly and Latin Fiesta. Each week featured live music acts and a DJ play originals and covers matching the theme. The event was sponsored by Fenwicks Real Estate (sponsor of the event for 25 years) who operated a weekly lucky door prize with prizes handed out on the main stage each week.

Various local community groups participated in the Twilight Sessions season including Prospect and Blair Athol Lions Club, Prospect Tennis Club, North Adelaide Football Club and 2nd Prospect Sea Scouts. Council's waste contractor, East Waste, also participated in three (3) of the four (4) weeks with an educational stall. Crowd attendance varied each week between approx. 700 – 1,100 with most people staying for the full event hours.



## 2023 Prospect Fringe

Prospect Fringe returned for the third consecutive year and was one of the best programs yet with a total of 1,674 tickets sold to shows at venues in throughout City of Prospect. A curated program featuring a diverse mix of music, cabaret, theatre, comedy, art exhibits and children's events was on offer for residents and beyond to enjoy.

City of Prospect and the community has always been a huge supporter of arts, culture and events, and this program is our way of bringing a piece of the Adelaide Fringe to the neighbourhood. A variety of venues were included in the program with a mix of shows and events organised by Council and others by local businesses.

More than 30 shows and events were held at 10 different venues with the dollar amount of income for shows attended by ticket holders being \$53,169.

## 2022 Community Christmas Street Events

Over two weekends in December, five community street parties were held on local City of Prospect roads. These street parties allowed residents to enjoy an outdoor end of year neighbourhood gathering or Christmas celebration with City of Prospect coordinating traffic management requirements and approvals via the Community Street Event Policy.

12 different streets expressed interest, however not all opted to proceed with a road closure. The following five local streets held Street Events in 2022 that included a road closure:

- › Clifton St between Prospect Rd and Braund Rd
- › Prospect Tce between Ballville St and Gloucester St
- › York St between Regency Rd and Redin St
- › Albert St between Prospect Rd and Connaught St
- › Buller St between Prospect Rd and Braund Rd

This included traffic management plans/approvals and on-day implementation (traffic staffing and equipment), public notice advertising the closures and insurance.

## External Event Support

Council also supported the following community events through the booking process, event guidance, promotion or financial support via grants:

- › Markets in Prospect (monthly in Vine St Plaza)
- › Full Moon Festival (September 2022, Prospect Memorial Gardens)
- › Rosary School Christmas Concert (November 2022, Prospect Memorial Gardens)
- › Lions Christmas Carols (December 2022, Prospect Memorial Gardens)
- › Encounter Church Carols (December 2022, Prospect Memorial Gardens)
- › Santa's Coming to Prospect (December 2022, Vine St Plaza)
- › Blackfriars Priory School Autumn Fair (March 2023, private school grounds)
- › Ukelaide (March 2023, St Helens Park)

## Summer Busking and Street Entertainment

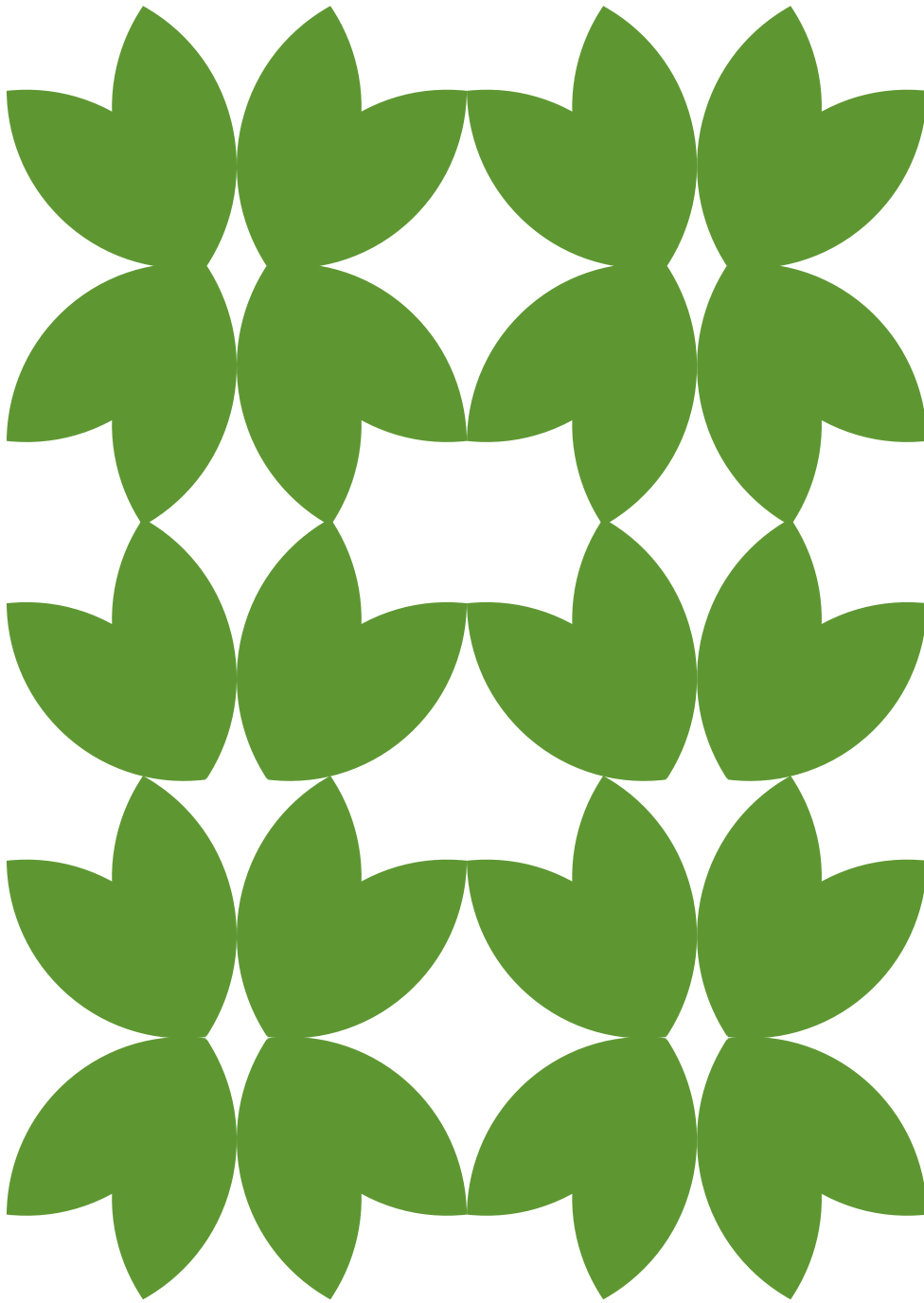
City of Prospect's Summer Busking and Street Entertainment Program provides a platform for local artists, musicians and entertainers to connect with Prospect community and showcase their talent and unique skills. This initiative aims to support our creative community by providing performance opportunities and generating income for artists.

From 8 December 2022 until 4 February 2023, 33 busking performances were held in Vine Street Plaza to activate Prospect Road.

**"More than  
30 shows and  
events were held  
at 10 different  
venues"**







# Responsible and Sustainable

Recognising that there is more to do, our non-negotiable is a sustainable natural and built environment and a community which looks forward responsibly and continues to contribute to a better quality of life.

## Cities Power Partnership Pledge

City of Prospect is looking forward to working with more than 170 councils across Australia to tackle climate change locally and promote sustainability within our community as part of the Cities Power Partnership.

With an aim of a zero-carbon emissions future, the Cities Power Partnership focuses on supporting and celebrating local councils across the country who succeed in reducing community carbon emissions. As part of the partnership, local councils are asked to make five pledges within the categories of renewable energy, efficiency, transport and working in partnership.

Council has decided on five pledges City of Prospect will work towards as part of the partnership. Our pledges are:

1. Install renewable energy (solar PV and battery storage) on council buildings
2. Adopt best-practice energy efficiency measures across all council buildings, and support community facilities to adopt these measures
3. Roll out energy efficient lighting across the municipality
4. Ensure council fleet purchases meet strict greenhouse gas emissions requirements and support the uptake of electric vehicles
5. Encourage sustainable transport use such as public transport, walking and cycling through council transport planning and design

To deliver on our pledges, we plan to undertake an energy audit of council buildings, install renewable energy as council building assets are upgraded, and investigate the rollout of LED lighting across all streetlights.





## Open Space Upgrades

### RL Pash Reserve

As a result of a State Government election promise from the Member for Adelaide, the Council received \$250,000 of grant funding to upgrade RL Pash Reserve.

Council conducted two rounds of community consultation and prepared a detailed design based on the feedback received. In order to meet the community expectations, Council has allocated additional funds of \$474,000 for this reserve upgrade project. The upgrade will include installation of a new playspace, fitness equipment, fencing, paths, trees, irrigation, furniture and nature play. The upgrade works will also incorporate the construction of a new stormwater bioretention basin / swale, which will improve water quality from upstream catchments prior to being discharged ultimately into the Gulf of St Vincent.

The project will be constructed in 2023/2024 financial year.

### Upgrade to Irish Harp Reserve

The design of Irish Harp Reserve upgrade has been finalised, with construction scheduled to be delivered in 2023/2024 financial year. Irish Harp Reserve has a funding allocation of \$907,000 comprising a \$325,000 State Government grant with the remainder funded by Council.

The project will deliver a playground upgrade including a flying fox and triple swing set, family picnic area with shelter, accessible BBQ and

accessible picnic setting with table and seats. A basketball court will also be included, existing lawn area improved, and nature play provided.

A unique feature will be an aeroplane that will be delivered as an element of play inspired by the park's history.

### Upgrade to Percy Street Reserve

The design of Percy Street Reserve upgrade has been finalised, with construction scheduled to be delivered in 2023/2024 financial year. Council has allocated \$313,000 for construction of Percy Street Reserve upgrade.

The project will deliver a new play space that includes replacing existing play elements with new, monkey bars, nature play, shade over play equipment as well as a hard surface area for handball/hopscotch and a looped pathway included.

The park's irrigation will also be renewed, and a security light installed to support increased community safety. A key addition from this upgrade is a new internal fence to ensure the interaction of dogs and playground are kept separated.

Council has supported the Rotary Club of Mount Barker in retiring the old play equipment in both Irish Harp and Percy Street Reserves as part of their 'Rotary Overseas Relocated Playgrounds' project. They're giving new life to the equipment by sending it off to kids in developing countries who need it most.



## Green Tunnel

City of Prospect's Tree Strategy was endorsed in 2021 and is a five year plan to set up a framework for managing the City's trees as resources and to incorporate and prioritise the Green Tunnel Planting Program. The actions and targets set out in the Strategy are based around the State Government's 30 Year Plan for Greater Adelaide, which outlines key directions to create a greener city through an increase in green cover by 20% across metropolitan Adelaide by 2045.

Staff were able to demonstrate the benefits of planting smaller trees which will improve survival success rates and improve growth whilst reducing operating costs. This year, Council has planted 317 trees as part of this program.

This is in addition to 187 trees planted as part of Council recurrent tree planting program.

## Environmental Sustainability

### Waste processing

Waste management continues to be a key focus of Council. City of Prospect collected 8,966 tonnes of waste as part of its kerbside collection. 57% of this waste, namely compostable waste, recyclables and E-waste, was diverted from landfill.

Council made 3,010 individual hard waste collections.

### Waste education

Council continues to develop ways of promoting our message to the community to reduce waste to landfill and contamination of other waste streams. A range of actions undertaken included:

- › Articles in the Your Prospect magazine
- › Waste education on Council's website including brochures, recycling and composting information, E-waste and hard waste information
- › International compost week display in the library

Several waste education workshops, school excursions, bus tours to waste facilities, information stalls and online sessions were delivered in partnership with East Waste and other community groups including KESAB environmental solutions, Clean Up Australia Day, Prospect Community Garden and City of Prospect's events team.

### Kitchen Organics Basket

Council continues to offer and supply residents with kitchen organics baskets, including 150 compostable (corn starch) bags annually to help assist with the collection of food scraps for disposal into organics (green lid) bin. The food scraps are processed into compost rather than landfill, which is a much better environmental option and is cheaper than sending to landfill.

### Compost Bins and Worm Farms

Council continues to offer residents a rebate for the purchase of compost bins and worm farms through the 'Compost Bin and Worm Farm Incentive Scheme'. Residents may receive a rebate of \$20 towards the purchase cost of these products as acknowledgement of your commitment to reduce landfill.

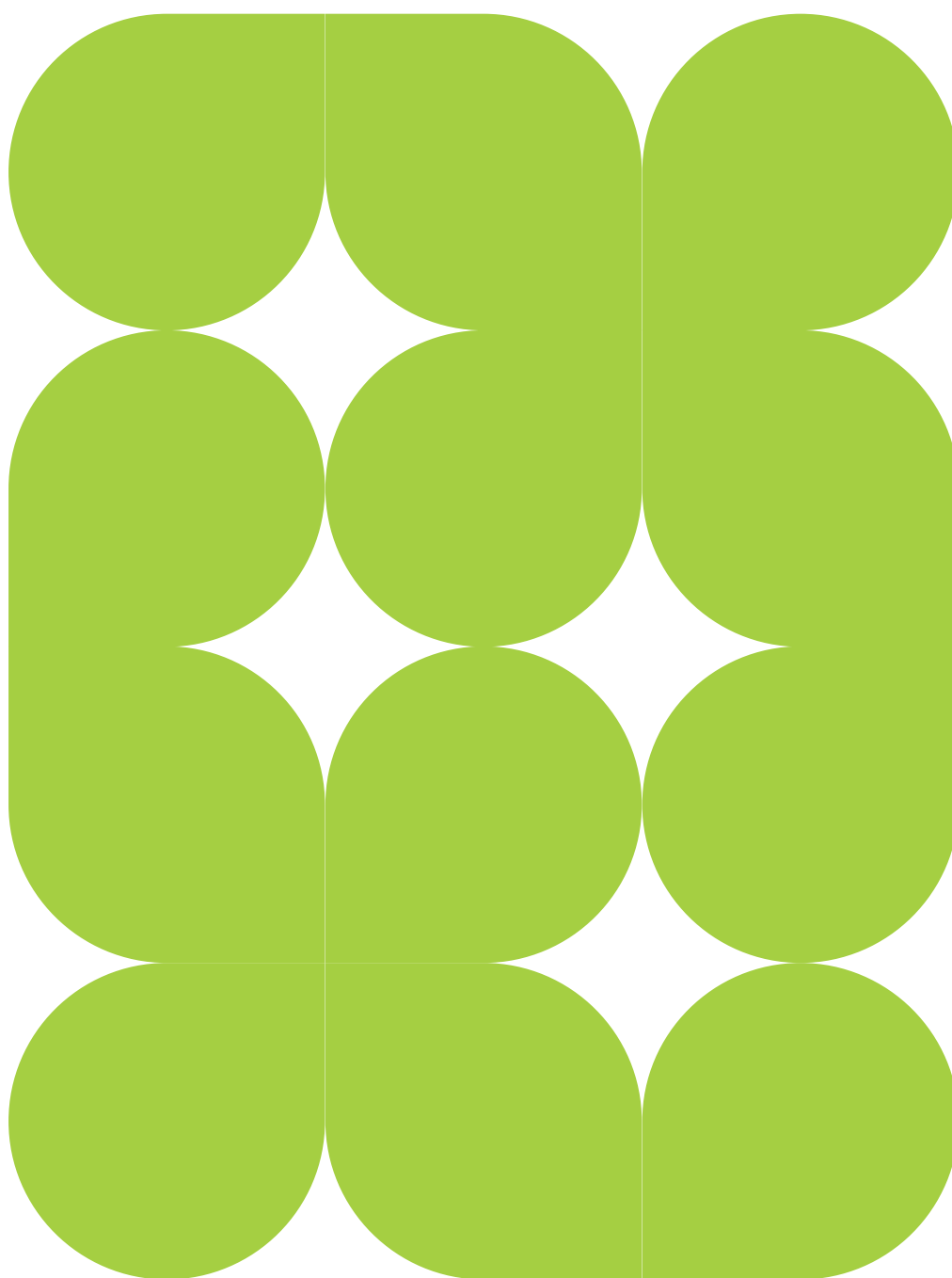
### Battery and Light Globe Recycling Collections

A battery and light globe recycling service for residents was introduced on the ground floor at Payinthe. The items are collected by EcoCycle for recycling.

### Resilient East and Climate Ready Eastern Adelaide

Resilient East is a regional climate initiative between State and Local government organisations in eastern Adelaide.

The year saw a range of research, collaboration, trialling of community projects and outreach that have continued to optimise understanding, identify future investments and prioritise work for future years.



## Our Council

## Your Council Members

November 2022  
— June 2023

Due to local government elections held in November 2022, City of Prospect recognises the efforts of our previous Elected Members (July – November 2022) and welcomes the current Elected Members who assumed their roles in November 2022. The new Elected Members have worked very quickly in establishing strong targets that will benefit the future of City of Prospect for years to come.

### Mayor



**Mayor Matt Larwood**

### North Ward

**Cr Thuy Nguyen**



**Cr Jason Nelson**



### Central Ward

**Cr Mark Groote  
(Deputy Mayor)**



**Cr Alison De Backer**



### West Ward

**Cr Kristina Barnett**



**Cr Trinh Nguyen**



### East Ward

**Cr Lillian Hollitt**



**Cr Mark Standen**





## Your Council Members

Due to local government elections held in November 2022, City of Prospect recognises our previous Elected Members from July – November 2022, and current Elected Members from November 2022:

July — November 2022

### Mayor



**Mayor David O'Loughlin**

### North Ward

**Cr Thuy Nguyen**



**Cr Robin Pearce**



### Central Ward

**Cr Mark Groote**



**Cr Alison De Backer**



### West Ward

**Cr Kristina Barnett**



**Cr Matt Larwood  
(Deputy Mayor)**



### East Ward

**Cr Allen Harris**



**Cr Steven Rypp**



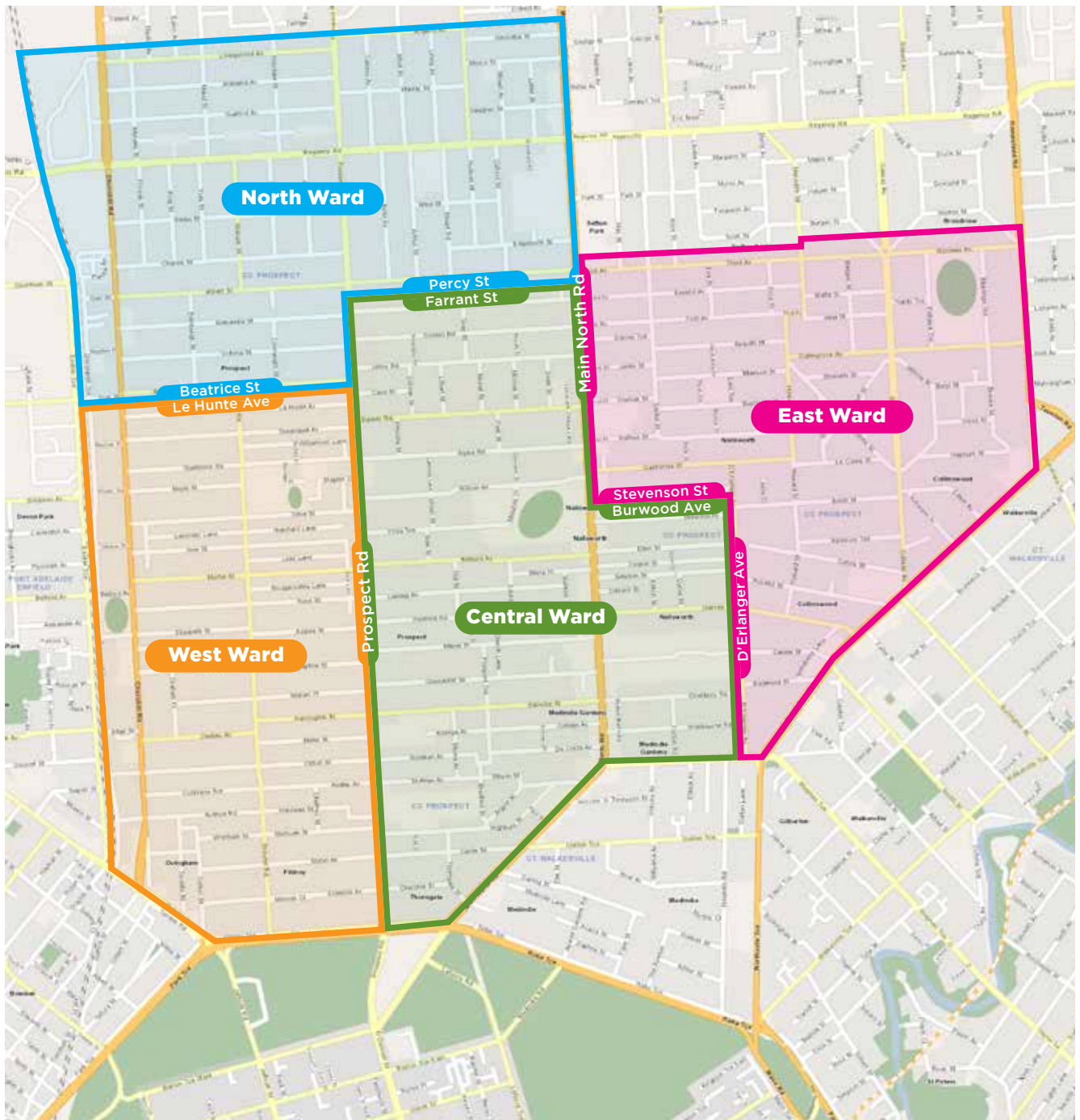
## Council Boundaries

**North Ward** – Prospect

**East Ward** – Nailsworth, Collinswood, Broadview, Sefton Park

**Central Ward** – Prospect, Nailsworth, Thorngate, Medindie Gardens

**West Ward** – Fitzroy, Ovingham, Prospect



## Elector Representation

The following table compares City of Prospect's representation quota with that of other Councils of a similar size and type (amongst various metropolitan councils). The ratio is derived by dividing the total number of electors for each Council by the number of Council Members.

The Council's representation quota is 1:1,685.

The average for these Councils (based on the Ratio figures below) is 1:1,901.

Council	Electors	Councillors	Ratio
Burnside	32,295	13	1:2,484
Gawler	19,842	11	1:1,803
Holdfast Bay	28,533	13	1:2,194
Norwood, Payneham and St Peters	26,147	14	1:1,867
<b>Prospect</b>	<b>15,169</b>	<b>9</b>	<b>1:1,685</b>
Unley	28,092	13	1:2,160
Walkerville	5,827	9	1:647

An Elected Member Representation Review was conducted in 2021 with Council endorsing its final position at its meeting of 28 September 2021. The Representation Review Report was endorsed by the Electoral Commission on 16 December 2021.

The amendments made as a result of the Review came into effect following the Local Government Election in November 2022, with Council adopting the following structure:

- › The Principal Member of Council continues to be a Mayor, elected by the community
- › The Council area continues to be divided into 4 wards, with the retention of the same names (North Ward, West Ward, Central Ward, East Ward)

Council will undertake its next Elector Representation Review in 2029.

## Council Member Allowances

The *Local Government Act 1999* (the Act) requires that the Remuneration Tribunal of South Australia (the Remuneration Tribunal) determines on a four yearly basis, allowances for all South Australian Councils.

In determining this allowance, the Remuneration Tribunal must have regard to the following:

- › the role of members of council as members of the councils governing body and as representatives of their area
- › the size, population and revenue of the council, and any relevant economic, social, demographic and regional factors in the area
- › the ratio of members to ratepayers; (as a new requirement effective September 2021)
- › the fact that an allowance under this section is not intended to amount to a salary for a member
- › the fact that an allowance under this section should reflect the nature of a members office
- › the provisions of this act providing for the reimbursement of expenses of members.

City of Prospect has been classified by the Independent Remuneration Tribunal as a Group Two Council, with the following allowances for the financial year:

### Elected Member Allowances - Group 2 from 1 July 2022 to 9 November 2022

<b>Mayoral Allowance</b>	\$74,212 (4 x the annual allowance for councillors of that council)
<b>Deputy Mayor Allowance</b>	\$23,191 (1.25 x the annual allowance for councillors of that council)
<b>Elected Member</b>	\$18,553

### Elected Member Allowances - Group 2 from 9 November 2022 to 30 June 2023 (CPI)

<b>Mayoral Allowance</b>	\$76,440 (4 X the annual allowance for councillors of that council)
<b>Deputy Mayor Allowance</b>	\$23,887 (1.25 x the annual allowance for councillors of that council)
<b>Elected Member</b>	\$19,110

## Council Member Reimbursements/ Benefits

The Act provides that an Elected Member is entitled to receive from the council reimbursement of expenses incurred as a result of performance / discharging official functions and duties and as approved by Council either specifically or via a policy. Additionally, a council may provide facilities and other forms of support to its members to assist their performance in discharging official functions and duties.

City of Prospect has a Council Member Allowances and Benefits Policy, which was reviewed in January 2023 and provides the following support deemed necessary or expedient for Elected Members to assist in performing or discharging their official functions and duties:

- › Business cards (upon request)
- › Use of Council Chambers and other meeting facilities
- › Tablet and associated costs, including incidental personal use and data plan not exceeding \$45 per month
- › General Administrative Support

In addition to the above, Council has resolved via its Elected Member Allowances and Benefits Policy to make available to the Principal Member (and to any acting Principal Member appointed during the Principal Member's absence), the following additional facilities and support to assist them in performing and discharging their official functions and duties:

- › Access to Office facilities as required
- › Support of Executive Assistant
- › Internet service at place of residence – not exceeding \$100 per month. Any charges incurred over this amount to be recovered from the Principal Member

## Council Member Allowances/Benefits

City of Prospect maintains a register of allowances that details the amount and benefit paid over the course of the financial year. Elected Members can claim reimbursement of further costs according to City of Prospect Council Member Allowances and Benefits Policy.

Elected Members may receive an additional allowance for chairing prescribed committees or sitting fees if they represent Council on external boards. These sitting fees are determined by the Independent Remuneration Tribunal providing an allowance of \$170 per meeting limited to an aggregate amount of allowance of \$1,020 per annum.

The Mayor's entitlement is paid on a monthly basis in advance.

### Payments for 1 July 2022 to 12 November 2022 include:

Name	Total Council Member Allowance Paid
Mayor O'Loughlin	\$18,553
Cr Nguyen	\$4,638
Cr Pearce	\$4,638
Cr Barnett	\$4,638
Cr Larwood (Deputy Mayor)	\$5,798
Cr Groote	\$4,638
Cr De Backer	\$4,638
Cr Harris	\$4,638
Cr Rypp	\$4,638

### Payments for 12 November 2022 to 30 June 2023 include:

Name	Total Council Member Allowance Paid
Mayor Larwood	\$57,330
Cr Thuy Nguyen	\$14,333
Cr Standen	\$14,333
Cr Barnett	\$14,333
Cr Groote (Deputy Mayor)	\$14,333
Cr Nelson	\$14,333
Cr De Backer	\$14,333
Cr Trinh Nguyen	\$14,333
Cr Hollitt	\$14,333



## Council Member Conferences, Education and Development

City of Prospect is committed to providing training and development for Elected Members as it assists Council in remaining compliant with all relevant legislation, standards and codes. Elected Members can attend training sessions, workshops, and conferences throughout the year to broaden their knowledge and skills.

City of Prospect's Council Member Conferences Education and Development Policy provides the requisite details regarding the administration and management of such opportunities, in accordance with legislative requirements.

In 2022/2023, Elected Members attended various and numerous informal gatherings and workshops where they were provided briefings on topics. Agendas for these sessions can be found on the City of Prospect website.

Additional training and development opportunities were undertaken by Elected Members, for the period 1 July 2022 to 12 November 2022 as follows:

Name	Date	Details
<b>Mayor D O'Loughlin</b>	28 October 2022	LGA Showcase and AGM

There are a series of mandatory training requirements for a new elected body under the *Local Government Act 1999*. These training models must be completed within 12 months of the commencement of a new term of Council. All mandatory training requirements will be completed within the stipulated timeframe. For the period 12 November 2022 to 30 June 2023, Elected Members completed the following:

Name	Date	Details
<b>Mayor Larwood</b>	19 November 2022	Induction Program
	9 May 2023	Civic Competency (Representing Council Decisions, Social Media Liability)
	20-21 May 2023	Council Leadership Workshop
	23 May 2023	Media Training
	13 June 2023	Legal Competency (Role of a Council Member, Registers, Returns and Resources, Legal Protections and Oversight)
	21-23 June 2023	ALGA National Conference
<b>Cr Thuy Nguyen</b>	19 November 2022	Induction Program
	9 May 2023	Civic Competency (Representing Council Decisions, Social Media Liability)
	20-21 May 2023	Council Leadership Workshop
	13 June 2023	Legal Competency (Role of a Council Member, Registers, Returns and Resources, Legal Protections and Oversight)
<b>Cr Standen</b>	19 November 2022	Induction Program
	9 May 2023	Civic Competency (Representing Council Decisions, Social Media Liability)
	20-21 May 2023	Council Leadership Workshop
	13 June 2023	Legal Competency (Role of a Council Member, Registers, Returns and Resources, Legal Protections and Oversight)

Name	Date	Details
<b>Cr Barnett</b>	19 November 2022	Induction Program
	9 May 2023	Civic Competency (Representing Council Decisions, Social Media Liability)
	20-21 May 2023	Council Leadership Workshop
	13 June 2023	Legal Competency (Role of a Council Member, Registers, Returns and Resources, Legal Protections and Oversight)
<b>Cr Groote (Deputy Mayor)</b>	19 November 2022	Induction Program
	9 May 2023	Civic Competency (Representing Council Decisions, Social Media Liability)
	20-21 May 2023	Council Leadership Workshop
	21 May 2023	Media Training
	13 June 2023	Legal Competency (Role of a Council Member, Registers, Returns and Resources, Legal Protections and Oversight)
<b>Cr Nelson</b>	19 November 2022	Induction Program
	17 March 2023	Assessment Panel Training for Elected Members
	9 May 2023	Civic Competency (Representing Council Decisions, Social Media Liability)
	20-21 May 2023	Council Leadership Workshop
	13 June 2023	Legal Competency (Role of a Council Member, Registers, Returns and Resources, Legal Protections and Oversight)
	21 June 2023	ALGA National Conference
<b>Cr De Backer</b>	19 November 2022	Induction Program
	17 March 2023	Assessment Panel Training for Elected Members
	9 May 2023	Civic Competency (Representing Council Decisions, Social Media Liability)
	20-21 May 2023	Council Leadership Workshop
	13 June 2023	Legal Competency (Role of a Council Member, Registers, Returns and Resources, Legal Protections and Oversight)
<b>Cr Trinh Nguyen</b>	19 November 2022	Induction Program
	9 May 2023	Civic Competency (Representing Council Decisions, Social Media Liability)
	20-21 May 2023	Council Leadership Workshop
	13 June 2023	Legal Competency (Role of a Council Member, Registers, Returns and Resources, Legal Protections and Oversight)
<b>Cr Hollitt</b>	19 November 2022	Induction Program
	9 May 2023	Civic Competency (Representing Council Decisions, Social Media Liability)
	20-21 May 2023	Council Leadership Workshop
	13 June 2023	Legal Competency (Role of a Council Member, Registers, Returns and Resources, Legal Protections and Oversight)

## Member Behaviour

There were no contraventions of Chapter 5 Part 4 Division 2 by Members of the Council during the 2022/2023 financial year.

There were no contraventions of section 75G (Health and safety duties) by Members of the Council during the 2022/2023 financial year.

## Interstate/International Travel Costs - Elected Members

Elected Member	Date of Travel	Reason for travel	Total Cost
Cr Jason Nelson	June 2023	ALGA National Conference	\$1,200

## Gifts and Benefits Register – Elected Members

The following Gifts and Benefits were declared by Elected Members during the 2022/2023 year:

Elected Member	Date Given or Received	Name of Donor	Description of Gift or Benefit	Value	Reason for Offer and Acceptance	Accepted/Returned
Cr Thuy Nguyen	21 March 2023	Not supplied	Tea Gift Hamper	<\$100	Gift of appreciation	Accepted
Mayor Matt Larwood	14 April 2023	Hostplus SANFL	AFL Gather Round Chairman's Room Function	>\$100	Network and building relationships	Accepted

## Meetings, Workshops, Panels and Committees

Ordinary Meetings of Council are held on the fourth Tuesday of each month starting at 7:00pm. Special Meetings of Council can be held under the provisions of the Act.

Councillor Information and Workshop Sessions are held on an as-required basis (as determined by the Chief Executive Officer), with a preference for them being on a Tuesday evening commencing at 6.15pm.

### Meetings attended by Council Members 1 July 2022 to 12 November 2023

Name	Council (inc special council meetings)	Councillor Information & Workshop	Audit Committee	Strategic Planning & Development Policy Committee	Council Assessment Panel (CAP)	CEO Performance Review Committee
<b>Total Meetings</b>	<b>5</b>	<b>6</b>	<b>2</b>	<b>1</b>	<b>4</b>	<b>1</b>
Mayor David O'Loughlin	5	6	1	1		1
Cr Kristina Barnett	5	5		1		
Cr Matt Larwood	4	5				1
Cr Mark Groote	4	3				1
Cr Alison De Backer	5	5		1		1
Cr Allen Harris	2	2				
Cr Thuy Nguyen	4	4		1		
Cr Robin Pearce	5	6		1	2	
Cr Steven Rypp	5	5	1			

### Meetings attended by Council Members 12 November 2022 to 30 June 2023

Name	Council (inc special council meetings)	Councillor Information & Workshop	Audit Committee	Strategic Planning & Development Policy Committee	Council Assessment Panel (CAP)	CEO Performance Review Committee
<b>Total Meetings</b>	<b>12</b>	<b>13</b>	<b>4</b>	<b>-</b>	<b>6</b>	<b>2</b>
Mayor Matt Larwood	9	8	3	-		2
Cr Kristina Barnett	11	12		-		2
Cr Lillian Hollitt	11	13		-		
Cr Mark Groote	11	11		-		2
Cr Alison De Backer	12	11	4	-		
Cr Mark Standen	12	12		-		
Cr Thuy Nguyen	11	12		-		2
Cr Trinh Nguyen	9	9		-		
Cr Jason Nelson	11	13	1	-	5	2



### Council Assessment Panel

The Council Assessment Panel (CAP) is a body established by Council under the provisions of the *Planning, Development and Infrastructure Act 2016*.

Until the commencement of the new Planning System in March 2021, the roles of the CAP included: the assessment and determination of development applications under delegation from Council (including those where representations from the public will be heard), providing comment to the State Planning Commission on applications to be determined by the Commission, and considering compromise proposals on appeals before the Environment, Resources and Development Court.

Since the commencement of the new Planning System, the CAP is now an independent assessment authority whose role is to assess and determine development applications that have undergone public notification, and to review (upon request by an applicant) decisions made by Council's Assessment Manager.

Meetings of the CAP are held on the second Monday of each month, commencing at 5:30pm.

### Audit Committee

The Audit Committee is established to oversee risk management and audit initiatives of council activities and to act as a source of advice to the Council and Chief Executive Officer in relation to these matters. The Committee are expected to meet at a minimum of four times per year.

### Council Assessment Panel Independent Members Allowances for the period July 2022 to June 2023

Sitting fees per meeting		Allowances paid 2022/2023	
Presiding Member (Jul 22 - Feb 23)	\$550	Mr Don Donaldson	\$3,850
Presiding Member (May 23 - June 23)	\$550	CK Pascale	\$1,100
Independent Member (Jul 22 - Jun 23)	\$475	Mr Robert Gagetti	\$4,275
Independent Member (Jul 22 - Jun 23)	\$475	Mr Ryan Perera	\$3,325
Independent Member (Jul 22 - Jun 23)	\$475	Mr W Gormly	\$3,875 (Acting Presiding Member)
Independent Member (Apr 23 - Jun 23)	\$475	Mr N Grainger	\$1,425
Independent Member (Apr 23 - Jun 23)	\$475	Mr Y Svensson	\$1,425

### Audit Committee Independent Member Allowances

	Sitting fees per meeting			Total Allowance Paid	
	1 July 2022 - 12 Nov 2022	12 Nov 2022 - 30 Jun 2023		1 July 2022 - 12 Nov 2022	12 Nov 2022 - 30 Jun 2023
Presiding Member	\$500	\$550	Ms Corinne Garrett	\$2,000	\$2,200
Member	\$400	\$475	Mr Peter Fairlie-Jones	\$800	\$1,900
Member	\$400	\$475	Mr Peter Scargill	\$800	\$1,425

## Council Decision Making Structure

City of Prospect operates within the framework of the *Local Government Act 1999*, whereby the Council as a collective and united elected body, make decisions on behalf of Council for the benefit of City of Prospect residents, ratepayers, visitors and wider Adelaide community.

The Chief Executive Officer and their administration then undertake/perform these decisions. The Council has a number of committees that assist in its decision making including:

**"The Council works for the benefit of the residents, ratepayers, visitors and wider Adelaide community"**



## Executive Leadership

### Chris White

#### Chief Executive Officer

The functions of the Chief Executive Officer legislated under the *Local Government Act (1999)* include:

- a. ensuring that policies and lawful decisions of the council are implemented in a timely and efficient manner
- b. to undertake responsibility for the day-to-day operations and affairs of the council
- c. to provide advice and reports to the council on the exercise and performance of its powers and functions under this or any other Act
- d. to co-ordinate proposals for consideration by the council for developing objectives, policies and programs for the area
- e. to provide information to the council to assist the council to assess performance against its strategic management plans
- f. to ensure that timely and accurate information about council policies and programs is regularly provided to the council's community, and to ensure that appropriate and prompt responses are given to specific requests for information made to the council
- g. to ensure that the assets and resources of the council are properly managed and maintained
- h. to ensure that records required under this or another Act are properly kept and maintained
- i. to give effect to the principles of human resource management prescribed by this Act and to apply proper management practices
- j. to exercise, perform or discharge other powers, functions or duties conferred on the chief executive officer by or under this or other Acts, and to perform other functions lawfully directed by the council

### Ginny Moon

#### Director Corporate Services

The Director of Corporate Services is responsible for ensuring the provision of systems and services within Corporate Management; Information Technology; Information Management; Risk Management; Work Health and Safety; Financial Services; and Rates Administration.

### Sam Dilena

#### Director City Works and Presentation

The Director of City Works and Presentation is responsible for Public Realm Place-making; City Maintenance; Asset Management; Stormwater Management; Traffic Management; Contract Management; Project Management; Parks and Gardens; Public Realm Management; Fleet Management; Community Land and Property and Facility Management; Waste Management; and Environmental and Sustainability Management.

### Farlie Taylor

#### Director City Strategy, Community and Culture

The Director of City Strategy, Community and Culture is responsible for Community Programs, including Music and Youth; Community and Home Support; Community Transport; Library; Events; Arts; Customer Service and Administration; Communication; and Public Affairs.

### John Pearce

#### Director City Growth and Development

The Director of City Growth and Development is responsible for three departments in Council Services delivery. Planning and Urban Development which includes the administration of the Council Assessment Panel; Building Compliance and Environmental Health via its relationship with the Eastern Health Authority; the Community Standards team including Bylaws management, Dog and Cat Management, Parking Infringements, Administration of the Local Nuisance and Litter Control Act; and Business and Economic Development, including Investment Attraction, Business Stakeholder Relations, Village Heart Marketing Fund, and Strategic Economic Planning and Commercial Acquisitions.

### Executive Leadership Team

Position Title	Female	Male	Salary Package Range
CEO		1	\$299,449
Director	2	2	\$200,905 - \$214,373

All of the above positions were provided with a Total Employment Cost package which included the option for a fully maintained salary sacrifice vehicle (including private use).

Salary information is available on the public salary register located on Council's website. In addition, provisions are made for mobile phone allocation and service and laptop / iPad facilities.

### Interstate/International Travel Costs - Staff

Staff Member	Date of Travel	Reason for travel	Total Cost
<b>Brittany Dupree – Manager Communications, Strategy and Engagement</b>	October/November 2023	Intelligent Community Forum Global Summit	\$6,254
<b>Farlie Taylor – Director City Strategy, Community and Culture</b>	October/November 2023	Intelligent Community Forum Global Summit	\$6,254
<b>Tash Turner – Library Officer Children's Literacy and Learning</b>	May 2023	Toy Library Conference	\$831
<b>Chris White - CEO</b>	June 2023	ALGA National Conference	\$1,182
<b>Edward James – Gallery and Public Art Program Coordinator</b>	June 2023	Art Conference	\$1,131

### Gifts and Benefits Register – Staff

The following Gifts and Benefits were declared by Staff during the 2022/2023 year:

Staff Member	Date Given or Received	Name of Donor	Description of Gift or Benefit	Value	Reason for Offer and Acceptance	Accepted/Returned
<b>Ginny Moon</b>	30/11/2022	City of Prospect	Westfield Gift Voucher	<\$100	Gift for 20 years of employment at City of Prospect	Returned
<b>Chris White</b>	14/04/2023	Hostplus SANFL	AFL Gather Round Chairman's Room Function	>\$100	Network and building relationships	Accepted
<b>Farlie Taylor</b>	14/04/2023	Hostplus SANFL	2 Tickets to the AFL Gather Round Richmond v Swans Game @ \$15 each.	<\$100	Network and building relationships	Accepted (used by staff)
<b>Brittany Dupree</b>	6/05/2023	North Adelaide Football Club	Tickets to Prospect Oval Seniors Game	<\$100	Network and building relationships	Accepted
<b>John Pearce</b>	6/05/2023	North Adelaide Football Club	Tickets to Prospect Oval Seniors Game	<\$100	Network and building relationships	Accepted
<b>Roger Collini</b>	4/6/2023	North Adelaide Football Club	Tickets to Prospect Oval Seniors Game	<\$100	Network and building relationships	Accepted



## Human Resource Management

Council maintains a policy of retaining a balance of trained and engaged Council employees and the use of contractors for specialised projects and services. In doing so, Council can ensure that projects are carried out using the specialist equipment and skills of contractors whilst retaining a core in-house workforce that can respond quickly and efficiently to localised issues and concerns.

Council supports a diversity of employment types including full-time, part-time, role sharing, fixed-term contract and casual employees, with casual staff working predominantly in customer facing roles that can deliver services over seven days, peaking during seasonal and high demand periods.

Employees range in age from 23 years through to 78 years, holding job obtained skills or qualifications at all levels, from Certificate level through to Postgraduate.

Employees are engaged under the South Australian Municipal Salaried Officers Award and the Local Government Employees Award. Service delivery standards and employment conditions are enhanced through the enterprise bargaining process, which involves negotiation between Council employees and management.

In addition, training is provided to Council employees during the year to ensure they are equipped with the knowledge and skills required to service the community efficiently. Formal and informal programs are offered including Local Government Professionals SA development programs and LGA SA offerings. To support people to deliver their best for City of Prospect, staff and leaders undertake regular performance and development conversations throughout the year. These conversations provide staff with the opportunity to define and measure goals, acknowledge achievements, and continue to develop their capability through a development plan. Leaders are also encouraged to regularly 'check-in' with each staff member about their wellbeing at work.

Council's Employee Assistance Program is available to assist staff with mental, emotional and psychological wellbeing in the workplace or their personal life. Assistance is also available to managers to provide them with additional support to deal with complex or difficult situations. This service was promoted in times of possible distress to staff such as the passing of staff members, current and past.

As at 30 June 2023, Council employed 91 people with a full-time equivalent (FTE) of 81.

The Council employs staff across a range of job roles, including:

› Management	› Engineering
› Planning and Building	› Economic Development
› Library Services	› Community Services
› Information Technology	› Arts and Events
› Work Health and Safety	› Environmental Planning and Management
› Horticulture and Civil Services	› Administration

The following tables summarise the age profile and length of service of employees with City of Prospect as at 30 June 2023.

Age of Workforce	Male	Female	Total
20-29	5	6	11
30-39	6	10	16
40-49	10	12	22
50-59	10	21	31
60+	7	4	11
<b>Total Employees</b>	<b>38</b>	<b>53</b>	<b>91</b>

Length of Service	2018/2019	2019/2020	2020/2021	2021/2022	2022/2023
0 to 5	33	32	30	47	50
5 to 10	25	26	22	16	13
10 to 15	18	20	24	21	14
15 to 20	4	4	9	10	7
20+	7	8	9	6	9
<b>Total</b>	<b>87</b>	<b>90</b>	<b>94</b>	<b>100</b>	<b>91</b>

## Your Rates, Your City

Council seeks to ensure that rates are applied fairly across the community.

After Council has established what services will be provided and how much those services are expected to cost, it then works out how much money will be collected from various sources, and how much it needs to collect from the community in the form of rates.

Providing and maintaining services and facilities costs money. Council must raise sufficient funds and does this by charging a rate on property.

While Council receives some money from other sources such as grants and fees, the largest portion (approximately 89%) of the money that Council requires comes from rate payers.

### Rating Strategy

Before Council can set its rates each financial year, it must review its Rating Strategy to assess if strategy positions previously taken need to be amended.

The Rating Strategy is a broad statement by the Council of the approach that it will take in determining rates and the reasons for this approach. This process helps to ensure accountability to the community.

The Rating Strategy for 2022/2023 was adopted by Council in June 2022 along with Council's Annual Business Plan. It took into account:

- › Valuations set by the Valuer-General
- › Community Plan to 2040
- › Council's Treasury Management Policy
- › Inflation rates, Consumer Price Index (CPI) and Local Government Price Index (LGPI)
- › The effect of rates on local business
- › Employment rates
- › Interest rates
- › COVID-19 health crisis
- › Council's borrowings
- › Legislative changes
- › Any financial change imposed by legislation
- › Physical infrastructure requirements
- › Environmental impacts and opportunities
- › Income from fees and charges
- › Income from grants
- › Income from other sources

Council works hard to ensure rates are kept to a responsible level, consistent with meeting the

needs and demands of the local community in maintaining infrastructure and providing services.

Council also seeks to ensure that rates are applied fairly across the community.

In 2022/2023, the total revenue raised from rates increased by 5.7%. This increase was made up of average residential rate increases of 4.7% plus growth of 1.0%. Local residential property valuations increased by an average of 27.9% from the previous year.

### Land Use and Locality

Council has chosen to have four different rates depending on the type of land use and location within the Planning and Design Code. One for residential, one for non-residential (including commercial shops, offices, light industry etc), one for vacant land located in the residential development zone, and one for vacant land not in the residential development zone (non-residential).

### Minimum Rate

Council considers it appropriate that all rateable properties make a contribution to the basic services provided for all rate payers by way of a minimum rate. The minimum rate was increased from \$1,287 to \$1,347 for the 2022/2023 financial year.

### Payments

Council rates can be paid through a variety of methods:

Cheque, EFTPOS, Cash, Telephone, Internet, Direct Debit, Australia Post and BPay.

**"Council works hard to ensure rates are kept to a responsible level"**

**Where do  
our funds go?**  
**Every \$100 of rates  
will deliver:**



**\$3.05**



Library  
Services

**\$1.26**



Street Lighting

**\$3.23**



City Planning and  
Development

**\$3.05**



Sports,  
Recreation and  
Playgrounds

**\$0.39**



Stormwater  
Drainage

**\$1.54**



Public Health  
and Safety

**\$1.40**



Business and  
Innovation

**\$5.83**



Fleet and  
Infrastructure  
Operations

**\$0.61**



Traffic  
Management

**\$2.66**



Street Trees,  
Nature Strips,  
Parks and  
Landscaping

**\$7.30**



Waste  
Management

**\$0.18**



Sanitation

**\$1.97**



Financial  
Management

**\$1.99**



Reserves  
and Loans

**\$38.71**



Streets and  
Footpaths

**\$2.94**



Rates  
Administration

**\$9.59**



Governance and  
Administration

**\$5.91**



Information and  
Technology

**\$1.49**



Communications

**\$4.36**



Community,  
Wellbeing and  
Development

**\$2.54**



Community,  
Arts, Gallery  
and Events

### Mandatory Rebates

During the 2022/2023 financial year, 143 properties were granted mandatory rebates as follows:

No. of Rebates	Reason	Value of Rebate
1	Cemeteries	\$10,001
112	Community Services	\$147,189
10	Education	\$190,736
20	Religious	\$176,117
<b>Total</b>		<b>\$524,043</b>

### Discretionary Rebates

Five applications for discretionary rebates were approved by Council during the 2022/2023 financial year.

No. of Rebates	Reason	Value of Rebate
3	Community Services	\$10,591
<b>Total</b>		<b>\$10,591</b>

### Valuation

A capital value is assessed for each property and is used by Council for calculating rates.

The capital value is provided each year by the Valuer-General. The table below shows the trend of capital valuation for City of Prospect over the last few years.

### Separate Rate – Village Heart Marketing Fund

Since 2017/2018, Council has managed a fund for the marketing and promotion of the Prospect Road Village Heart. This fund is provided to finance activities as identified by the Prospect Road Main Street Association.

Funding is achieved through a separate rate applied to each non-residential business or tenancy within the Prospect Road High Street Development Zone. Each business was billed a fixed contribution of \$150 for the 2022/2023 financial year, with a rebate available to ensure that this is only paid once per business per year. The fund collects \$18,750 for administration support, marketing and promotion.

### The trend of capital valuation for City of Prospect

	2016/2017	2017/2018	2018/2019	2019/2020	2020/2021	2021/2022	2022/2023
<b>Valuation of the City (Million)</b>	\$5,205	\$5,629	\$5,981	\$6,280	\$6,498	\$6,550	\$8,227
<b>Minimum Rate</b>	\$1,118	\$1,160	\$1,200	\$1,239	\$1,263	\$1,287	\$1,347
<b>Residential Rate in (dollar)</b>	0.319577	0.303805	0.306640	0.298080	0.303550	0.302250	0.244030
<b>Non-residential Rate in (dollar)</b>	0.654307	0.637904	0.631026	0.592218	0.616450	0.628350	0.648337
<b>Average Residential Rate</b>	\$1,732	\$1,780	\$1,839	\$1,899	\$1,935	\$1,972	\$2,065
<b>Vacant Land Rate Residential</b>	0.399471	0.379756	0.383300	0.372600	0.379438	0.377813	0.305037
<b>Vacant Land Rate (Non-residential)</b>	0.817884	0.797380	0.788783	0.740273	0.770563	0.785438	0.810421







## Policy and Administration Documents

### National Competition Policy – Clause 7 Statement Reporting

The *National Competition Policy* was last revised in July 2002 and applies to all Local Government authorities in South Australia, including City of Prospect. The Policy aims to:

- › Develop an open and integrated Australian market for goods and services by removing unnecessary barriers to trade and competition
- › Ensure no buyer or seller in a market is able to engage in anti-competitive conduct against the public interest
- › As far as possible, apply the same rules of market conduct to all market participants, regardless of the form of business ownership – that is government business activities should not enjoy any net advantages solely as a result of their public ownership
- › Ensure that regulation of business activities that restrict competition is subject to an assessment of the likely costs and benefits

*National Competition Policy* does not mean competition at any cost, however, competitive neutrality is one of the key principles of the Policy. The principle is based on the concept of a level playing field for people competing for business and relates to situations where there is, or the potential for, competition between the private and public sectors.

Councils are required to identify any significant business activities that it undertakes in either Category One (annual revenue in excess of \$2 million or employing assets in excess of \$20 million) or Category Two (all other significant business activities).

Council continued to be a member of the Eastern Health Authority Incorporated and Eastern Waste Management Authority, and both businesses operate with activity of interest with respect to the *National Competition Policy*. The full 2022/2023 Eastern Waste Management Authority Annual Report is at Attachment C.

Both the Eastern Health Authority and Eastern Waste Management Authority may be categorised as conducting significant business activity for Category One under the principles of the *National Competition Policy*. There are no business activities falling under Category Two to which the principles of Competitive Neutrality are to be applied.

### Council By-Laws

The *Local Government Act 1999* gives Council the power to make by-laws. By-laws are delegated legislation to control and regulate activities within the Council's boundaries to ensure good governance over matters of municipal concern, providing convenience and safety for the community.

Various Acts such as the *Dog and Cat Management Act 1995 (SA)* also provide specific powers to enable Councils to regulate the keeping of dogs and cats. In May 2022, commenced a review of its current by-laws, which were due to expire on 1 January 2023. The by-law review was completed, and Council endorsed the new by-laws at its meeting of 23 August 2022. The new by-laws commenced operation on 1 January 2023.

During the review of Council's six by-laws, the Parliament of South Australia via its Legislative Review Council (LRC) provided evaluation and certification of the by-laws, whilst recommending that Council consider amendments to exclude gender specific language and include 'reasonable' direction of authorised officers.

As a by-law can only be 'changed' by another by-law (an amending by-law), Council agreed to adopt By-Law 7 - Amendment By-Law to address the LRC recommendations.

1. Permits and Penalties
2. Moveable Signs
3. Local Government Land
4. Roads
5. Dogs
6. Waste Management
7. Amendment

### List of Codes of Conduct / Practice

During 2022/2023 Council maintained the following Codes of Conduct / Practice as required under various clauses of the Act including:

- › Code of Conduct for Members
- › Access to Meetings and Documents – Code of Practice
- › Code of Conduct for Employees
- › Procedures at Meetings – Code of Practice

These documents may be found on Council's website.

## List of Registers

Council maintained the following registers throughout the year as required by the *Local Government Act 1999*:

- › Register of Interests (Members)
- › Register of Gifts and Benefits (Members)
- › Register of Allowances and Benefits (Members)
- › Register relating to Training and Development (Members)
- › Register of Remuneration, Salaries and Benefits (Employees)
- › Register of Interests (Employees)
- › Register of Gifts and Benefits (Employees)
- › Register of Community Land
- › Register of Public Roads
- › Register of By-Laws

## Competitive Procurement

Council ensures its services are delivered cost effectively through competitive tendering processes, for the purchase of goods and services, in accordance with its Procurement Policy.

# Information Statement

The *Freedom of Information Act 1991 (SA)* (the FOI Act) gives members of the community the right to request access to documents held by Council demonstrating accountability and transparency of government as expected by the community.

Council publishes an Information Statement on the website in compliance with Section 9(1a) of the FOI Act, which provides the details of how the community can access Council documents and other information.

## Freedom of Information Requests

During the 2022/2023 financial year, Council received a total of five (5) requests for information under the provisions of the FOI Act.

Freedom of Information application forms, as well as details of applicable processing fees and conditions, can be obtained from Council's website [www.prospect.sa.gov.au](http://www.prospect.sa.gov.au) or alternatively from Customer Service.

All applications should be submitted in writing and forwarded with the application fee to:

The FOI Officer  
City of Prospect  
PO Box 171  
Prospect SA 5082

## Matters Considered in Confidence

In accordance with Section 90(1) of the *Local Government Act 1999* all Council and Committee Meetings were conducted in a place open to the public. On every occasion that Section 90(2) was applied to exclude the public, the minutes included the proceedings for making a confidentiality order and the grounds on which the order was made.

During the 2022/2023 financial year, the confidentiality provisions of the Act were used by Council a total of 27 times to consider matters in confidence and by Council Committees a total of five (5) times.

The following table summarises the orders made by the Council during the financial year. Council's website has further information available.

**Orders made under Section 90(2) of the  
Local Government Act 1999 for 2022/2023**

Date of Council Meeting	Subject / Item of Business	Actions / Exclusion (Sections of Act)
27/06/2023	Strategic Land Purchase	(b)(i)(ii)
23/06/2023	Strategic Land Purchase	(b)(i)(ii)
13/06/2023	Strategic Land Purchase	(b)(i)(ii)
6/06/2023	Gather Round 2025/2026	(b)(i)(ii)
6/06/2023	Strategic Land Purchase	(b)(i)(ii)
23/05/2023	General Business Urgent Items (Parking Opportunities in Village Heart)	(b)(i)(ii)
23/05/2023	General Business Urgent Items (Partnership Opportunities)	(b)(i)(ii)
23/05/2023	Electricity Tender Update May 2023	(b)(i)(ii)
1/05/2023	CEO Performance Evaluation - Midyear Update May 2023	(a)
28/03/2023	Eastern Health Authority - Supported Residential Facility Licence Update	(h)
28/03/2023	Town Hall Foyer Commercial Lease	(d)(i)(ii)
28/02/2023	Eastern Health Authority - Supported Residential Facility Licence Update	(f)(a)
24/01/2023	Confidential - Eastern Health Authority - Supported Residential Facility Licence	(f)
24/01/2023	Verbal Update - Structure	(a)
13/12/2022	Prospect Citizen of the Year Awards 2023	(o)
13/12/2022	Broadview Community and Sports Hub - Contract Award and Project Update	(k)
13/12/2022	Confidential Minutes of the CEO Performance Development Review Committee Meeting held on 8 December 2022	(a)
8/12/2022	Chief Executive Officer Performance Evaluation December 2022	(a)
8/12/2022	Chief Executive Officer KPI Report December 2022	(a)
6/12/2022	Electricity Update December 2022	(k)
11/10/2022	CEO Performance Evaluation 2022	(a)
30/08/2022	East Waste Recycling Contract - Procurement Update	(b)(i)(ii)
30/08/2022	Civil and Minor Drainage Works Contract Update	(d)(i)(k)
23/08/2022	Sale of Land for Recovery of Unpaid Rates	(a)(i)
23/08/2022	CEO Performance Review Process Planning	(a)
26/07/2022	Local Government Reforms - LGA Training Standard Consultation	(j)(i)(ii)
26/07/2022	NAFC Loan Agreement Update July 2022	(d)(i)(ii)



At Council Committee meetings, items were discussed in confidence five (5) times.

At the end of the 2022/2023 year, 38 confidential orders remained active.

During 2022/2023, six (6) items under a Confidential Order were released, either in full or in part.

### Report on Internal Review of Council Decisions

During 2022/2023, Council received one (1) application for review of a decision in accordance with Section 270 of the *Local Government Act 1999*.

Details concerning the matter are as follows:

- › received by Council in December 2022
- › regarding the Broadview Oval Community and Sports Hub
- › review conducted by KelladyJones Lawyers, in accordance with Council's Internal Review of a Decision Policy
- › results of review presented to Council on 28 March 2023
- › outcome of review was original decision of Council affirmed

### Key Performance Indicators - finance

Council staff achieved approximately 52% completion of all budgeted projects for 2022/2023.

Of the 29 incomplete projects, eight (8) were scheduled to be multi-year projects with planned budgets straddling multiple financial years. These projects included:

- › Churchill Rd - Road Reconstruction/ Drainage Upgrade
- › Livingstone Ave - Road Reconstruction/ Drainage Upgrade
- › Broadview Oval Community and Sports Hub
- › Prospect Tennis Club Courts Renewal
- › Broadview Sports Ground Tennis Infrastructure Upgrade
- › Green Tunnel Program
- › Village Heart Marketing Fund
- › Payinthe Kumangka

Whilst every effort was made to complete all projects, 21 remaining projects were delayed. These project budgets have been carried forward to 2023/2024 and include:

- › Telephone System
- › Refresh Portable Audio/Visual Solution for City of Prospect
- › Public Art
- › Toilet Block Renewal (Prospect Oval)
- › Memorial Gardens Pavilion Renewal
- › Toilet Renewal Works
- › NAFC Chair Lift
- › Charles Cane Reserve - Storage Shed and related work
- › Roundabout - Howard St and Rosetta St
- › Street Lighting Upgrade - Michell St and Williamson Lane
- › Open Space Lighting - St Helens Park and Barker Gardens
- › Fleet Management - Capital Acquisitions
- › Open Space Strategy - Irish Harp Reserve
- › Open Space Strategy - Peppermint Gums Design/Construction
- › Open Space Strategy - Percy Street Reserve Upgrade
- › Open Space Strategy - RL Pash Res Consult/ Concept
- › ERP Improvement
- › Catalyst City Growth, Prosperity and Placemaking
- › Asset Condition Audit - Open Space and Stormwater
- › Leases and Licenses Documentation Refresh
- › Integrated Transport Strategy Development

During the year, Council has achieved or favourably exceeded all three key financial indicators.

The key financial indicators are reported in Council's Audited Financial Statements and are summarised as follows:

Key Financial Indicator	One Year Target Range	Actual Achieved 2022/2023	Target Achieved in Draft Financial Statements
Operating Surplus Ratio	(1%) - 5%	6%	Achieved
Net Financial Liabilities Ratio	≤ 90%	39%	Achieved
Asset Renewal Funding Ratio	90% - 120%	131%	Exceeded

Council will continue to work towards a sustainable Long Term Financial Plan.

### Legal Costs

Councils must include a statement on the total amount of legal costs incurred by the Council for the relevant financial year. As per the Financial Statements at Appendix A, the legal costs incurred across the organisation equated to \$376,000.

### Credit Card Expenditure

Expenditure using credit cards incurred by the Council for the relevant financial year equated to \$192,955.

### Auditor's Remuneration

The remuneration payable to the auditor for work performed during 2022/2023 was \$31,290 for the annual Financial Statements. There was no other remuneration payable.

**\$376,000**



**In legal costs**

**\$192,955**



**Council  
Expenditure**

## Financial Management

For 2022/2023, Council has either achieved or exceeded its four Key Financial Indicators. The focus of 2022/2023 budget was on the continuation of the replacing and renewing of existing infrastructure assets.

Although Council continues to be largely dependent on residential rates income to fund its operations, Council is beginning to see growth in the rate revenue from the corridor roads and non-residential sector. This growth was originally initiated by Council's investment of recent years in the Prospect Road and Churchill Road Masterplans. Development growth is being experienced in residential rate income as new developments are constructed following the changes in 2013 to the Inner Metro Development Plan. The changes allowed increased density of properties along the corridor roads of Main North, Prospect and Churchill.

Council has a Long Term Financial Plan to ensure its financial viability into the future. This Plan documents key assumptions and the financial impact of the policy decisions over future years. In developing this Plan and the Annual Budget for 2022/2023, Council has continued to keep its overall rate increase at a 'modest' level, with the average residential rate increase for 2022/2023 being 4.7% plus growth.

Council presented an operating surplus for the 2022/2023 year of approximately \$1,765,000. This deficit represents 6% of the total adopted Operating Income for 2022/2023. In 2022/2023 approximately \$8.4 million was spent on capital expenditure. The majority of this was spent in the rejuvenation or replacement of assets already owned by Council to continue to enhance the longevity of service provision for the community.

In the month of June in recent years, the Federal Government has paid amounts of untied financial assistance grants, which are recognised on receipt, in advance of the year of allocation. Council received an advance payment of \$830,000 for the 2023/2024 year in June 2023.

*Refer Appendix A for 2022/2023 Audited Financial Statements.*

*Refer Appendix B for 2022/2023 Eastern Health Authority Annual Report*

*Refer Appendix C for 2022/2023 East Waste Annual Report*

## Have your say

Council is committed to involving our communities in our decision-making processes, including the adoption of our Annual Business Plan, Strategic Community Plan, and local open space upgrades.

Community engagement enables a better understanding of our community's needs and aspirations, leading to more equitable and sustainable public decisions that improve the liveability of our local communities.

Getting involved is as simple as visiting council's website to find details of current community consultation opportunities. Engagement Hub is our online tool that provides easy access to background information and updates on projects and initiatives, along with community polls, public meetings, surveys and other ways to have your say.

Community input was received for the following projects and initiatives in 2022/2023:

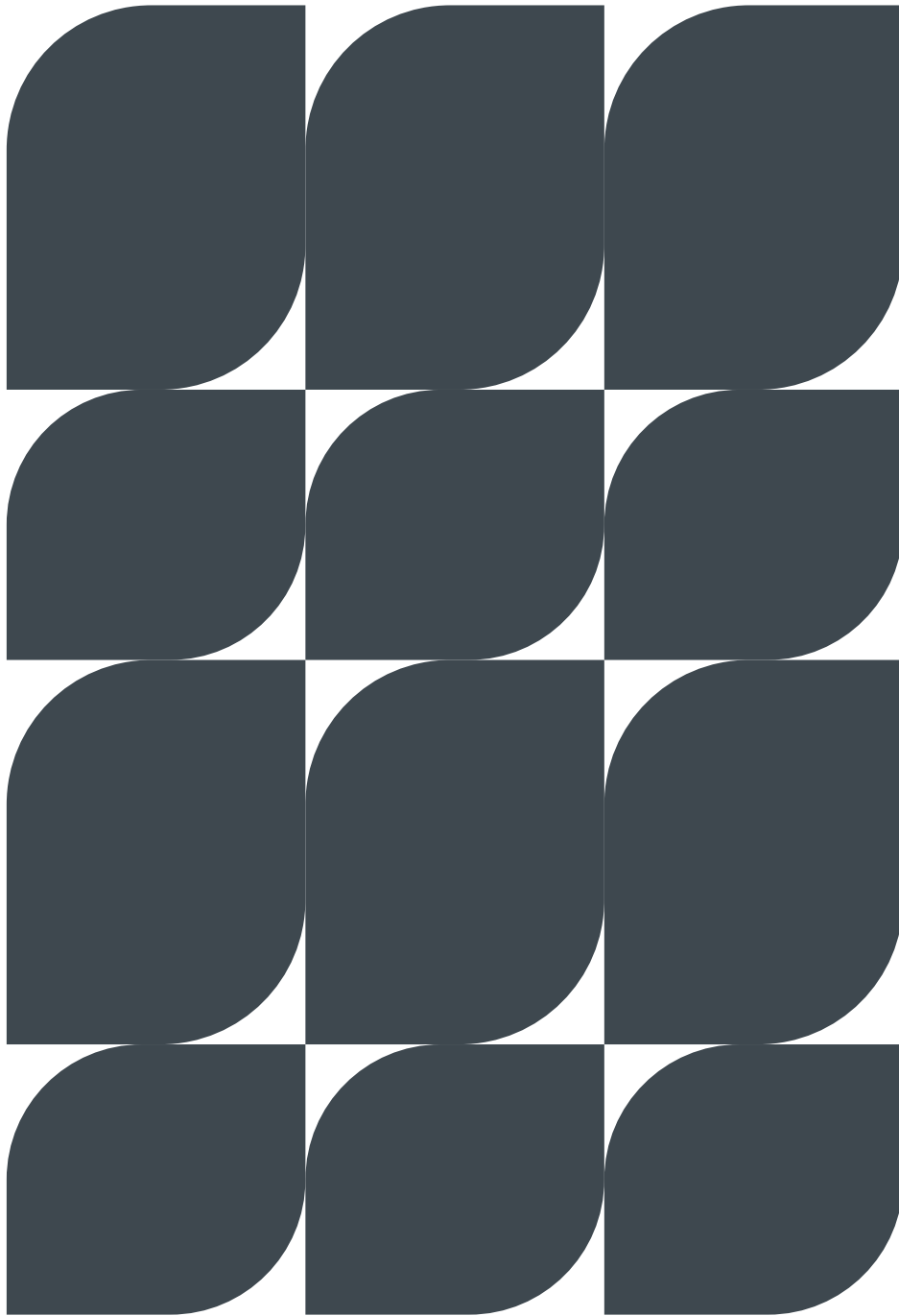
- › Amendment By-Law 2023
- › Draft Annual Business Plan and Budget 2023/2024
- › Peppermint Gums Reserve Upgrade - Round 2 Consultation
- › RL Pash Reserve Upgrade
- › Percy Street Reserve Upgrade - Round 2 Consultation
- › Strategic Community Plan - Phase 1 Consultation
- › Draft Asset Management Plan Summary
- › Draft Lease and Licence Policy

As part of the Annual Business Plan and Draft Budget consultation process, we facilitated a Youth Consultation session aimed at 18 – 25-year-olds, as well as a Local Schools Consultation at Payinthe on the proposed budget for 2022/2023.

As part of the Local Schools Consultation, 50 student leaders from Blackfriars Priory School, Prospect Primary School, Prospect North Primary School and Rosary School reviewed our budget and provided their input on what projects they'd ideally allocate funding to, what they would choose to not fund, and whether a rate increase was necessary.

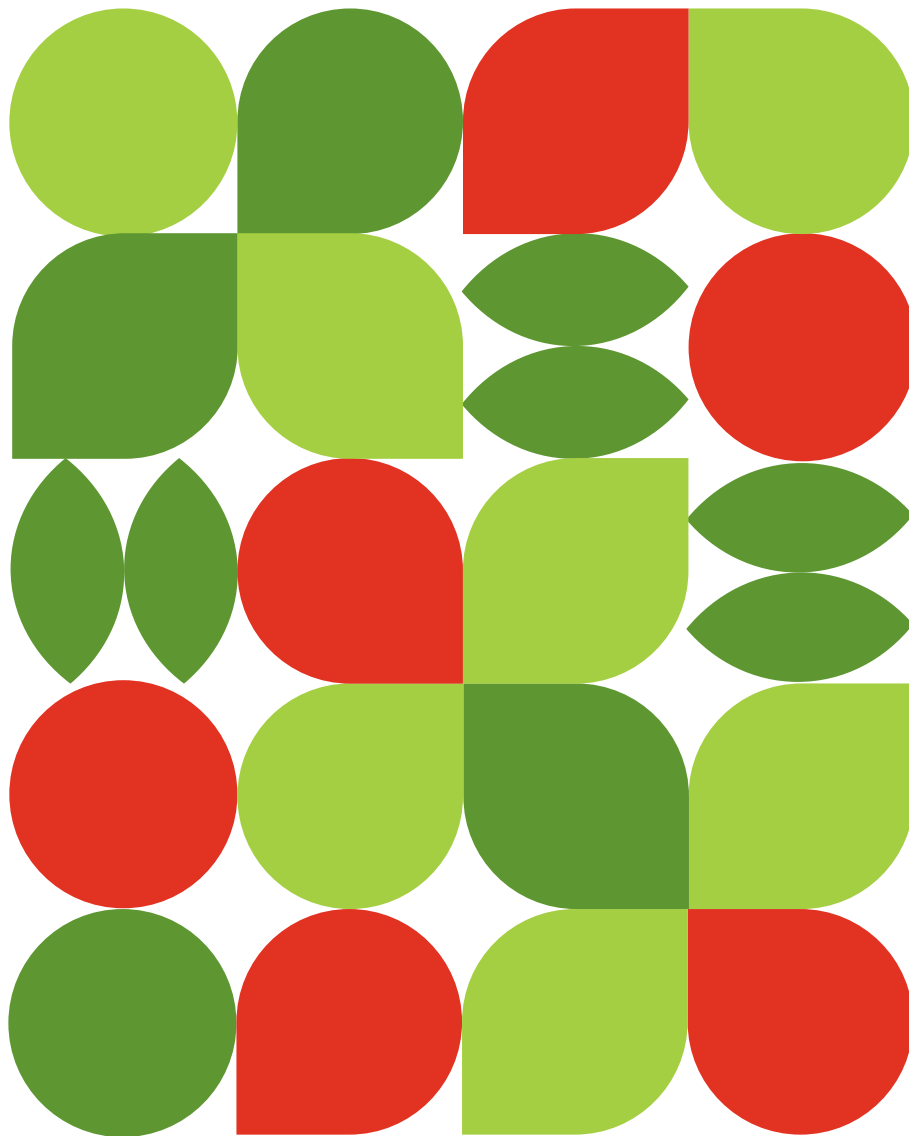
**"Getting involved is as simple as visiting council's website to find details of current community consultation opportunities"**





# Appendices





# Appendix 1

**City of Prospect  
Financial Statement**

# City of Prospect

GENERAL PURPOSE FINANCIAL STATEMENTS  
for the year ended 30 June 2023

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## City of Prospect

Financial Statements 2023

## General Purpose Financial Statements

for the year ended 30 June 2023

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City of Prospect

Financial Statements 2023

## General Purpose Financial Statements

for the year ended 30 June 2023

### Certification of Financial Statements

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

**In our opinion:**

- the accompanying financial statements comply with the *Local Government Act 1999*, *Local Government (Financial Management) Regulations 2011* and Australian Accounting Standards,
- the financial statements present a true and fair view of the Council's financial position at 30 June 2023 and the results of its operations and cash flows for the financial year,
- internal controls implemented by the Council provide a reasonable assurance that the Council's financial records are complete, accurate and reliable and were effective throughout the financial year,
- the financial statements accurately reflect the Council's accounting and other records.



30 October 2023.

Chief Executive Officer



Mayor

## City of Prospect

Financial Statements 2023

## Statement of Comprehensive Income

for the year ended 30 June 2023

\$ '000	Notes	2023	2022
<b>Income</b>			
Rates	2a	24,446	23,109
Statutory charges	2b	1,610	1,134
User charges	2c	483	401
Grants, subsidies and contributions - operating	2g	1,988	2,035
Investment income	2d	299	136
Reimbursements	2e	111	80
Other income	2f	277	146
Net gain - equity accounted council businesses	19(a)	15	3
<b>Total income</b>		<b>29,229</b>	<b>27,044</b>
<b>Expenses</b>			
Employee costs	3a	9,873	9,507
Materials, contracts and other expenses	3b	10,853	12,135
Depreciation, amortisation and impairment	3c	6,140	5,869
Finance costs	3d	598	676
Net loss - equity accounted council businesses	19(a)	—	30
<b>Total expenses</b>		<b>27,464</b>	<b>28,217</b>
<b>Operating surplus / (deficit)</b>		<b>1,765</b>	<b>(1,173)</b>
Physical resources received free of charge	2h	501	—
Asset disposal and fair value adjustments	4	(719)	(1,110)
Amounts received specifically for new or upgraded assets	2g	963	2,369
<b>Net surplus / (deficit)</b>		<b>2,510</b>	<b>86</b>
<b>Other comprehensive income</b>			
<b>Amounts which will not be reclassified subsequently to operating result</b>			
Changes in revaluation surplus - I,PP&E	9a	13,699	12,297
<b>Total amounts which will not be reclassified subsequently to operating result</b>		<b>13,699</b>	<b>12,297</b>
<b>Total other comprehensive income</b>		<b>13,699</b>	<b>12,297</b>
<b>Total comprehensive income</b>		<b>16,209</b>	<b>12,383</b>

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



## City of Prospect

Financial Statements 2023

## Statement of Financial Position

as at 30 June 2023

\$ '000	Notes	2023	2022
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalent assets	5a	4,176	5,010
Trade and other receivables	5b	2,308	1,586
Inventories		3	3
<u>Subtotal</u>		<u>6,487</u>	<u>6,599</u>
<b>Total current assets</b>		<u>6,487</u>	<u>6,599</u>
<b>Non-current assets</b>			
Trade and other receivables	6a	774	974
Equity accounted investments in council businesses	6b	154	139
Other non-current assets	6c	3,614	522
Infrastructure, property, plant and equipment	7	248,602	235,935
<b>Total non-current assets</b>		<u>253,144</u>	<u>237,570</u>
<b>TOTAL ASSETS</b>		<u>259,631</u>	<u>244,169</u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	8a	4,830	4,025
Borrowings	8b	1,579	1,498
Provisions	8c	1,613	1,633
<u>Subtotal</u>		<u>8,022</u>	<u>7,156</u>
<b>Total current liabilities</b>		<u>8,022</u>	<u>7,156</u>
<b>Non-current liabilities</b>			
Borrowings	8b	10,508	12,087
Provisions	8c	84	118
<b>Total non-current liabilities</b>		<u>10,592</u>	<u>12,205</u>
<b>TOTAL LIABILITIES</b>		<u>18,614</u>	<u>19,361</u>
<b>Net assets</b>		<u>241,017</u>	<u>224,808</u>
<b>EQUITY</b>			
Accumulated surplus		81,457	78,724
Asset revaluation reserves	9a	155,128	141,429
Other reserves	9b	4,432	4,655
<b>Total council equity</b>		<u>241,017</u>	<u>224,808</u>
<b>Total equity</b>		<u>241,017</u>	<u>224,808</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

## City of Prospect

Financial Statements 2023

Statement of Changes in Equity  
for the year ended 30 June 2023

\$ '000	Notes	Accumulated surplus	Asset revaluation reserve	Other reserves	Total equity
<b>2023</b>					
Balance at the end of previous reporting period		78,724	141,429	4,655	224,808
Adjustments (correction of prior period errors)		—	—	—	—
<b>Restated opening balance</b>		<b>78,724</b>	<b>141,429</b>	<b>4,655</b>	<b>224,808</b>
Net surplus / (deficit) for year		2,510	—	—	2,510
<b>Other comprehensive income</b>					
- Gain (Loss) on Revaluation of I, PP&E	7	—	13,699	—	13,699
Share of OCI - equity accounted council businesses		—	—	—	—
Other movements (enter details here)		—	—	—	—
<b>Other comprehensive income</b>		<b>—</b>	<b>13,699</b>	<b>—</b>	<b>13,699</b>
<b>Total comprehensive income</b>		<b>2,510</b>	<b>13,699</b>	<b>—</b>	<b>16,209</b>
Transfers between reserves		223	—	(223)	—
<b>Balance at the end of period</b>		<b>81,457</b>	<b>155,128</b>	<b>4,432</b>	<b>241,017</b>
<b>2022</b>					
Balance at the end of previous reporting period		80,381	129,132	2,912	212,425
Adjustments (correction of prior period errors)		—	—	—	—
<b>Restated opening balance</b>		<b>80,381</b>	<b>129,132</b>	<b>2,912</b>	<b>212,425</b>
Net surplus / (deficit) for year		86	—	—	86
<b>Other comprehensive income</b>					
- Gain (Loss) on Revaluation of I, PP&E	7	—	12,297	—	12,297
Share of OCI - equity accounted council businesses		—	—	—	—
Other movements (enter details here)		—	—	—	—
<b>Other comprehensive income</b>		<b>—</b>	<b>12,297</b>	<b>—</b>	<b>12,297</b>
<b>Total comprehensive income</b>		<b>86</b>	<b>12,297</b>	<b>—</b>	<b>12,383</b>
Transfers between reserves		(1,743)	—	1,743	—
<b>Balance at the end of period</b>		<b>78,724</b>	<b>141,429</b>	<b>4,655</b>	<b>224,808</b>

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

## City of Prospect

Financial Statements 2023

## Statement of Cash Flows

for the year ended 30 June 2023

\$ '000	Notes	2023	2022
<b>Cash flows from operating activities</b>			
<u>Receipts</u>			
Rates receipts		24,419	23,290
Statutory charges		1,610	1,134
User charges		483	401
Grants, Subsidies and Contributions (operating purpose)		1,988	1,066
Investment receipts		299	136
Reimbursements		111	80
Other receipts		80	193
<u>Payments</u>			
Finance payments		(581)	(676)
Payments to employees		(10,396)	(9,323)
Payments for materials, contracts and other expenses		(10,067)	(12,027)
<b>Net cash provided by (or used in) operating activities</b>	11b	<u>7,946</u>	<u>4,274</u>
<b>Cash flows from investing activities</b>			
<u>Receipts</u>			
Amounts Received Specifically for New/Upgraded Assets		963	3,338
Sale of replaced assets		—	280
Repayments of loans by community groups		190	191
<u>Payments</u>			
Expenditure on renewal/replacement of assets		(7,076)	(3,163)
Expenditure on new/upgraded assets		(1,343)	(990)
<b>Net cash provided (or used in) investing activities</b>		<u>(7,266)</u>	<u>(344)</u>
<b>Cash flows from financing activities</b>			
<u>Payments</u>			
Repayments of Borrowings		(1,429)	(1,354)
Repayment of Finance Lease Liabilities		(85)	(68)
<b>Net cash provided by (or used in) financing activities</b>		<u>(1,514)</u>	<u>(1,422)</u>
<b>Net increase (decrease) in cash held</b>		<u>(834)</u>	<u>2,508</u>
plus: cash & cash equivalents at beginning of period		5,010	2,502
<b>Cash and cash equivalents held at end of period</b>	11a	<u>4,176</u>	<u>5,010</u>

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

## City of Prospect

Financial Statements 2023

## Notes to and forming part of the Financial Statements for the year ended 30 June 2023

### Contents of the Notes accompanying the General Purpose Financial Statements

Note	Details	Page
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## City of Prospect

Financial Statements 2023

### Notes to and forming part of the Financial Statements for the year ended 30 June 2023

#### Note 1. Summary of Significant Accounting Policies

The principal accounting policies adopted by Council in the preparation of these consolidated financial statements are set out below.

These policies have been consistently applied to all the years presented, unless otherwise stated.

##### (1) Basis of preparation

###### 1.1 Compliance with Australian Accounting Standards

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

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

###### 1.2 Critical accounting estimates

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates and requires management to exercise its judgement in applying Council's accounting policies.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are specifically referred to in the relevant sections of these Notes.

###### 1.3 Rounding

All amounts in the financial statements have been rounded to the nearest thousand dollars (\$'000).

##### (2) The local government reporting entity

City of Prospect is incorporated under the South Australian Local Government Act 1999 and has its principal place of business at Payinthe, 128 Prospekt Road, Prospect, South Australia 5082. These financial statements include the Council's direct operations and all entities through which Council controls resources to carry on its functions. In the process of reporting on the Council as a single unit, all transactions and balances between activity areas and controlled entities have been eliminated.

The principal activities and entities conducted other than in the Council's own name that have been included in these consolidated financial statements are:

1. Eastern Waste Management Inc, commonly known as East Waste (7.27% Ownership Interest; 12.5% Voting Power). Council joined this organisation on 1 October 2017.
2. Eastern Health Authority Inc (11.75% Ownership Interest; 20% Voting Power)

##### (3) Income recognition

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

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

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

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

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## City of Prospect

Financial Statements 2023

### Notes to and forming part of the Financial Statements for the year ended 30 June 2023

#### Note 1. Summary of Significant Accounting Policies (continued)

	Cash Payment Received	Annual Allocation	Difference
2020-2021	\$653,174	\$768,442	- \$115,268
2021-2022	\$956,847	\$796,661	\$160,186
2022-2023	\$998,553	\$875,474	\$123,079

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

The Operating Surplus Ratio disclosed in Note 15 has also been calculated after adjusting for the distortions resulting from the differences between the actual grants received and the grants entitlements allocated.

#### Construction contracts

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

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

#### (4) Cash, cash equivalents and other financial instruments

Cash Assets include all amounts readily convertible to cash on hand at Council's option with an insignificant risk of changes in value with a maturity of three months or less from the date of acquisition.

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

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

All financial instruments are recognised at fair value at the date of recognition, except for trade receivables from a contract with a customer, which are measured at the transaction price. A detailed statement of the accounting policies applied to financial instruments forms part of Note 13.

#### (5) Inventories

Inventories held in respect of stores have been valued by using the weighted average cost on a continual basis, after adjustment for loss of service potential. Inventories held in respect of business undertakings have been valued at the lower of cost and net realisable value.

#### (6) Infrastructure, property, plant and equipment

##### 6.1 Initial recognition

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

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



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## City of Prospect

Financial Statements 2023

### Notes to and forming part of the Financial Statements for the year ended 30 June 2023

#### Note 1. Summary of Significant Accounting Policies (continued)

##### 6.2 Materiality

Assets with an economic life in excess of one year are only capitalised where the cost of acquisition exceeds materiality thresholds established by Council for each type of asset. In determining such thresholds, regard is had to the nature of the asset and its estimated service life.

No capitalisation threshold is applied to the acquisition of land or interests in land.

##### 6.3 Subsequent recognition

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

##### 6.4 Depreciation of non-current assets

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

Depreciation methods, useful lives and residual values of classes of assets are reviewed annually and reflected in Note 7.

Major depreciation periods for each class of asset are listed below. Depreciation periods for infrastructure assets have been estimated based on the best information available to Council, but appropriate records covering the entire life cycle of these assets are not available, and extreme care should be used in interpreting financial information based on these estimates.

##### *Building & Other Structures*

Buildings	20 to 80 years
Sheds & Shelters	25 to 35 years
Toilet Blocks, Storerooms & Clubrooms	40 to 50 years
Civic Centre & Grandstands	80 years

##### *Infrastructure*

Roads – Surface	10 to 60 years
Roads – Base	70 to 100 years
Kerb & Gutter	90 years
Footpaths	15 to 80 years
Stormwater Drainage	115 years
Pipes	70 to 115 years
Side Entry Box Drains & Junction Boxes	90 years
Open Channel	80 years

##### *Other Asset Classes*

Plant & Equipment	5 years
Furniture & Fittings	5 to 10 years
Library Books	5 years
Artworks	100 years
Open Space	10 to 20 years

##### 6.5 Impairment

Assets whose future economic benefits are not dependent on the ability to generate cash flows, and where the future economic benefits would be replaced if Council were deprived thereof, are not subject to impairment testing.

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

continued on next page ...

## City of Prospect

Financial Statements 2023

### Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

#### Note 1. Summary of Significant Accounting Policies (continued)

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

##### 6.6 Borrowing costs

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

#### (7) Payables

##### 7.1 Goods & Services

Creditors are amounts due to external parties for the supply of goods and services and are recognised as liabilities when the goods and services are received. Creditors are normally paid 30 days after the month of invoice. No interest is payable on these amounts.

##### 7.2 Payments Received in Advance & Deposits

Amounts other than grants received from external parties in advance of service delivery, and security deposits held against possible damage to Council assets, are recognised as liabilities until the service is delivered or damage reinstated, or the amount is refunded as the case may be.

#### (8) Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred and are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the income statement over the period of the borrowings using the effective interest method.

Borrowings are carried at their principal amounts which represent the present value of future cash flows associated with servicing the debt. Interest is accrued over the period to which it relates, and is recorded as part of "Payables".

#### (9) Employee benefits

##### 9.1 Salaries, Wages & Compensated Absences

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

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

No accrual is made for sick leave as Council experience indicates that, on average, sick leave taken in each reporting period is less than the entitlement accruing in that period, and this experience is expected to recur in future reporting periods. Council does not make payment for untaken sick leave and is not required to pay any outstanding accrual to employees on cessation of employment.

##### 9.2 Superannuation

The Council makes employer superannuation contributions in respect of its employees to the Hostplus Superannuation Scheme. The Scheme has two types of membership, each of which is funded differently. Details of the accounting policies applied and Council's involvement with the schemes are reported in Note 18.

#### (10) Provisions for reinstatement, restoration and rehabilitation

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

continued on next page ...



## City of Prospect

Financial Statements 2023

### Notes to and forming part of the Financial Statements for the year ended 30 June 2023

#### Note 1. Summary of Significant Accounting Policies (continued)

Although estimated future costs are based on a closure plan, such plans are based on current environmental requirements which may change. Council's policy to maximise recycling is extending the operational life of these facilities, and significant uncertainty exists in the estimation of the future closure date.

#### (11) Leases

The Council assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

##### 11.1 Council as a lessee

The Council recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

##### i) Right-of-Use-Assets

The Council recognises right-of-use assets at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, lease payments made at or before the commencement date less any lease incentives received and the estimate of costs to be incurred to restore the leased asset. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets, as follows:

Land & Buildings (Depot Cohabitation)	10 years
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The right-of-use assets are also subject to impairment. Refer to the accounting policies above - Impairment of non-financial assets.

##### ii) Lease Liabilities

At the commencement date of the lease, the Council recognises lease liabilities measured at the present value of lease payments to be made over the lease term. In calculating the present value of lease payments, the Council uses its incremental borrowing rate or the interest rate implicit in the lease.

##### iii) Short-term leases and leases of low-value assets

The Council applies the short-term lease recognition exemption to its short-term leases of machinery and equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date). It also applies the low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

#### (12) Equity accounted Council businesses

Council participates in cooperative arrangements with other Councils for the provision of services and facilities. Council's interests in cooperative arrangements, which are only recognised if material, are accounted for in accordance with AASB 128 and set out in detail in Note 19.

#### (13) GST implications

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

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

#### (14) New accounting standards and UIG interpretations

##### New accounting standards, amendments to existing standards and UIG Interpretations

Council applied for the first time certain new standards and amendments to existing standards, which are effective for annual periods beginning on or after 1 January 2022.

continued on next page ...



## City of Prospect

Financial Statements 2023

### Notes to and forming part of the Financial Statements for the year ended 30 June 2023

#### Note 1. Summary of Significant Accounting Policies (continued)

Council has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

##### **Amendments to Australian Accounting Standards – AASB 2020-3: Annual Improvement 2018-2020 and Other Amendments**

Council adopted AASB 2020-3 which makes some small amendments to a number of standards including the following: AASB 1, AASB 3, AASB 9, AASB 116, AASB 137 and AASB 141.

The adoption of the amendment did not have a material impact on the financial statements.

##### **AASB 2020-6: Amendments to Australian Accounting Standards – Classification of Liabilities as Current and Non-Current**

AASB 2020-6 defers the effective date for applying the requirements added to AASB 101 in AASB 2020-1 from annual reporting periods beginning on or after 1 January 2022 to annual reporting periods beginning after 1 January 2023, with earlier application permitted.

The adoption of the amendment did not have a material impact on the financial statements.

##### **Standards issued by the AASB not yet effective**

The AASB has issued Australian Accounting Standards and Interpretations which are not effective at 30 June 2023, these standards have not been adopted by Council and will be included in the financial statements on their effective date. The following list identifies all the new and amended Australian Accounting Standards, and Interpretation, that were issued but not yet effective at the time of compiling these illustrative statements that could be applicable to Council.

##### **Effective for annual report periods beginning on or after 1 January 2023.**

AASB 2022-6: Amendments to Australian Accounting Standards – Non current Liabilities with Covenants.

##### **Effective for annual report periods beginning on or after 1 January 2024.**

AASB 2022-5: Amendments to Australian Accounting Standards – Lease Liability in a Sale and Leaseback

##### **Effective for annual report periods beginning on or after 1 January 2025.**

AASB 2014-10: Amendments to Australian Accounting Standards – Sale or Contribution of Assets between an investor and its Associate or Joint Venture

Council has assessed the impact of new and changed Australian Accounting Standards and Interpretations not yet effective and concluded that they will not have a material in the financial statements.

#### (15) Comparative figures

To ensure comparability with the current reporting period's figures, some comparative period line items and amounts may have been reclassified or individually reported for the first time within these financial statements and/or the notes.

#### (16) Disclaimer

Nothing contained within these statements may be taken to be an admission of any liability to any person under any circumstance.

## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 2. Income

\$ '000	2023	2022
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## (a) Rates

## General rates

General rates	24,277	22,969
Less: mandatory rebates	(528)	(500)
Less: discretionary rebates, remissions and write-offs	—	(1)
<b>Total general rates</b>	<b>23,749</b>	<b>22,468</b>

## Other rates (including service charges)

Landscape levy	612	617
Village Heart Separate Rate	19	20
<b>Total other rates (including service charges)</b>	<b>631</b>	<b>637</b>

## Other charges

Penalties for late payment	57	56
Legal and other costs recovered	22	23
<b>Total other charges</b>	<b>79</b>	<b>79</b>

## Less: discretionary rebates, remissions and write-offs

Less: discretionary rebates, remissions and write-offs	(13)	(75)
<b>Total less: discretionary rebates, remissions and write-offs</b>	<b>(13)</b>	<b>(75)</b>

Total rates

<b>24,446</b>	<b>23,109</b>
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## (b) Statutory charges

Parking fines / expiation fees	1,165	745
Town planning fees	189	141
Animal registration fees and fines	135	142
Development Act fees	84	68
Rate Searches	37	38
<b>Total statutory charges</b>	<b>1,610</b>	<b>1,134</b>

## (c) User charges

Hall and equipment hire	119	60
Payinthe Lease Income	96	122
Rents & Fees	82	82
Function and Event Charges	54	24
Council Land Usage	47	21
Services to Aged & Disabled	24	23
Prospect Magazine - Income	23	25
Library Services	21	18
Gallery Income	14	22
Network Prospect Events Digital Marketing - Income	—	2
Other	3	2
<b>Total user charges</b>	<b>483</b>	<b>401</b>



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## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 2. Income (continued)

\$ '000	2023	2022
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## (d) Investment income

Interest on investments		
- Local Government Finance Authority	221	38
- Loans to community groups	78	98
<b>Total investment income</b>	<b>299</b>	<b>136</b>

## (e) Reimbursements

Training Reimbursements	38	18
Insurance Reimbursements	35	26
Development Assessment - Reimbursement of Advertising Fee	24	23
Fuel Tax Credit Reimbursement	7	7
Private works	7	4
Joint Undertakings (General Inspection)	-	2
<b>Total reimbursements</b>	<b>111</b>	<b>80</b>

## (f) Other income

Open Space Development Fund Contribution	99	7
Insurance Special Distribution	96	32
Waste Management Income	26	16
Minor Asset Sale	22	-
Donations or Resources Contributed Received	7	41
Newmarch Gallery Art Sales Commission	6	16
Library Services Income	6	-
Refund - Electricity Network Charges	-	21
Sponsorship	-	5
Local Laws / By Law Expiation Income	15	8
<b>Total other income</b>	<b>277</b>	<b>146</b>

## (g) Grants, subsidies and contributions

## Amounts Received Specifically for New or Upgraded Assets

- Local Roads and Community Infrastructure (LCRI) Grant	493	544
- William and Redin Street Intersection Grant	235	-
- Churchill Road Drainage Grant : Stage 1 : Design	150	-
- Howard and Rosetta Street Roundabout Grant	50	-
- R.L. Pash Reserve Grant	35	-
- Broadview Oval Community and Sports Hub	-	1,500
- Open Space Grant Program	-	325
<b>Total</b>	<b>963</b>	<b>2,369</b>

## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 2. Income (continued)

\$ '000	2023	2022
<b>Other grants, subsidies and contributions</b>		
<b>Other Grants, Subsidies and Contributions</b>		
- General Purpose Grant	698	629
- Commonwealth Home Support Programme (CHSP)	516	616
- Local Road Grant	402	429
- Roads to Recovery	204	204
- Record Library Materials Grant	89	76
- Public Library Services Grant	77	72
- A Walk Can Work Wonders Grant	2	—
- ARTS SA - Library Operating Grant	—	9
<b>Total other grants, subsidies and contributions</b>	<b>1,988</b>	<b>2,035</b>
<b>Total grants, subsidies and contributions</b>	<b>2,951</b>	<b>4,404</b>
The functions to which these grants relate are shown in Note 12.		
<b>(i) Sources of grants</b>		
Commonwealth Government	2,286	2,422
State Government	638	1,982
Other	27	—
<b>Total</b>	<b>2,951</b>	<b>4,404</b>
<b>(ii) Individually significant items</b>		
Grant Commission (Financial Assistance Grant) recognised as income	830	606
<b>2023</b>		
100% of FY24 General Purpose Grant \$563,295 brought forward		
100% of FY24 Local Roads Grant \$266,854 brought forward		
<b>2022</b>		
75% of FY23 General Purpose Grant \$381,413 brought forward		
75% of FY23 Local Roads Grant \$224,798 brought forward		
<b>2021</b>		
50% of FY22 General Purpose Grant \$228,812 brought forward		
50% of FY22 Local Roads Grant \$127,185 brought forward		
<b>(h) Physical resources received free of charge</b>		
Footpaths	216	—
Roads	166	—
Stormwater Drainage	119	—
<b>Total physical resources received free of charge</b>	<b>501</b>	<b>—</b>

## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 3. Expenses

\$ '000	Notes	2023	2022
<b>(a) Employee costs</b>			
Salaries and wages		8,252	7,916
Superannuation - defined contribution plan contributions	18	701	721
Employee leave expense		493	413
Workers' compensation insurance		194	210
Personal Accident & Sickness Insurance		137	131
Superannuation - defined benefit plan contributions	18	96	116
<b>Total operating employee costs</b>		<b>9,873</b>	<b>9,507</b>

Total number of employees (full time equivalent at end of reporting period)	87	88
-----------------------------------------------------------------------------	----	----

**(b) Materials, contracts and other expenses****(i) Prescribed expenses**

Auditor's remuneration			
- Auditing the financial reports		31	31
Elected members' expenses		297	276
Bad and doubtful debts		12	3
Operating lease rentals - non-cancellable leases			
- Minimum lease payments		22	30
<b>Subtotal - prescribed expenses</b>		<b>362</b>	<b>340</b>

**(ii) Other materials, contracts and expenses**

Contractors	11,156	8,799
Waste Services	2,387	2,184
Materials	804	625
Hired Temporary Staff	560	475
Consultants	655	664
Levies paid to Government - NRM levy	612	609
Information Technology - Computing	530	532
Electricity & Gas	486	430
Legal expenses	376	364
Insurance	325	308
Water	298	335
Courses & Conferences	103	88
Subscriptions	85	62
Fuel	73	68
Postage	73	67
Telephone	67	79
Contributions & Donations	60	23
Bank Charges	58	67
Communications	57	84
Dog and Cat Management Board	29	32
Travel & Accommodation	24	9
Motor Vehicle Registration	29	19
Meals & Entertainment	23	21
Stationery and Office Consumables	14	20
Levies - other	13	13
Sundry	5	29
Professional services	2	17

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## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 3. Expenses (continued)

\$ '000	2023	2022
Refunds	2	2
Fringe Benefit Tax	1	50
Irrigation	2	2
Less: capitalised and distributed Costs	(8,418)	(4,282)
<b>Subtotal - Other material, contracts and expenses</b>	<b>10,491</b>	<b>11,795</b>
<b>Total materials, contracts and other expenses</b>	<b>10,853</b>	<b>12,135</b>

## (c) Depreciation, amortisation and impairment

## (i) Depreciation and amortisation

Buildings and other structures	1,488	1,556
Infrastructure		
- Stormwater drainage	480	552
- Roads	1,812	1,572
- Footpaths	1,056	872
- Traffic Control Devices	88	87
Right-of-use assets	72	72
Plant and equipment	201	288
Furniture and fittings	72	116
Library books	106	115
Artworks	26	26
Open Space	739	613
<b>Subtotal</b>	<b>6,140</b>	<b>5,869</b>
<b>Total depreciation, amortisation and impairment</b>	<b>6,140</b>	<b>5,869</b>

## (d) Finance costs

Interest on loans	578	653
Interest of Lease Liabilities	20	23
<b>Total finance costs</b>	<b>598</b>	<b>676</b>

## Note 4. Asset disposal and fair value adjustments

\$ '000	2023	2022
Infrastructure, property, plant and equipment		
(i) Assets renewed or directly replaced		
Proceeds from disposal	—	280
Less: carrying amount of assets sold	(719)	(1,390)
<b>Gain (loss) on disposal</b>	<b>(719)</b>	<b>(1,110)</b>
<b>Net gain (loss) on disposal or revaluation of assets</b>	<b>(719)</b>	<b>(1,110)</b>

## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 5. Current assets

\$ '000	2023	2022
<b>(a) Cash and cash equivalent assets</b>		
Cash on hand and at bank	96	1,959
Short term deposits and bills, etc.	4,080	3,051
<b>Total cash and cash equivalent assets</b>	<b>4,176</b>	<b>5,010</b>

**(b) Trade and other receivables**

Rates - general and other	316	281
Council rates postponement scheme	49	57
Accrued revenues	55	2
Debtors - general	906	553
GST recoupment	502	296
Prepayments	280	207
Loans to community organisations	200	190
<b>Subtotal</b>	<b>2,308</b>	<b>1,586</b>
<b>Total trade and other receivables</b>	<b>2,308</b>	<b>1,586</b>

## Note 6. Non-current assets

\$ '000	2023	2022
<b>(a) Trade and other receivables</b>		
<b>Receivables</b>		
Loans to community organisations	774	974
<b>Total financial assets</b>	<b>774</b>	<b>974</b>

**(b) Equity accounted investments in council businesses**

Eastern Health Authority (EHA)	19(a)i	68	68
Eastern Waste Management Authority INC (East Waste)	19(a)i	86	71
<b>Total equity accounted investments in Council businesses</b>		<b>154</b>	<b>139</b>

**(c) Other non-current assets**

Capital work in progress	3,614	522
<b>Total other non-current assets</b>	<b>3,614</b>	<b>522</b>

## Notes to and forming part of the Financial Statements for the year ended 30 June 2023

### Note 7. Infrastructure, Property, Plant & Equipment

#### Infrastructure, property, plant and equipment

\$ '000	Fair Value Level	as at 30/06/22					Asset movements during the reporting period					as at 30/06/23		
		At Fair Value	At Cost	Accumulated Depreciation	Carrying amount	Asset Additions New / Upgrade	Asset Additions Renewals	WDV of Asset Disposals	Depreciation Expense (Note 3c)	Gifted Assets	Revaluation Increments to Equity (ARR) (Note 9)	At Fair Value	At Cost	Accumulated Depreciation
Land	2	5,701	-	-	5,701	-	-	-	-	-	-	5,701	-	-
Land	3	56,005	-	-	56,005	-	-	-	-	-	-	56,005	-	-
Buildings and other structures	2	26,374	19,487	(20,176)	25,685	44	24	-	(1,488)	-	-	26,442	19,487	(21,659)
Buildings and other structures	3	401	1	(339)	63	-	-	-	-	-	-	401	1	(344)
Infrastructure														58
- Stormwater drainage	3	51,855	2,035	(29,428)	24,462	-	82	(10)	(480)	119	2,421	57,279	2,117	(32,800)
- Roads	3	116,390	11,472	(54,872)	72,990	-	4,247	(386)	(1,812)	166	7,482	125,539	15,164	(56,016)
- Footpaths	3	47,905	5,759	(12,744)	40,920	-	430	(323)	(1,056)	216	3,796	55,464	6,189	(17,671)
- Traffic Control Devices		-	2,461	(1,185)	1,276	-	-	-	(88)	-	-	-	2,461	(1,273)
Right-of-use assets		718	-	(217)	501	-	-	-	(72)	-	-	718	-	(290)
Plant and equipment		-	3,529	(2,538)	991	40	-	-	(201)	-	-	-	3,569	(2,739)
Furniture and fittings		(1)	742	(565)	176	305	-	-	(72)	-	-	-	1,046	(637)
Library books		-	1,195	(1,080)	115	115	-	-	(106)	-	-	-	1,310	(1,186)
Artworks		(1)	467	(83)	383	10	-	-	(26)	-	-	-	477	(109)
Open Space		-	12,118	(5,451)	6,667	29	-	-	(739)	-	-	-	12,146	(6,190)
<b>Total infrastructure, property, plant and equipment</b>		<b>305,347</b>	<b>59,266</b>	<b>(128,678)</b>	<b>235,935</b>	<b>543</b>	<b>4,783</b>	<b>(719)</b>	<b>(6,140)</b>	<b>501</b>	<b>13,699</b>	<b>327,549</b>	<b>63,957</b>	<b>(142,914)</b>
Comparatives		286,184	53,698	(115,883)	223,999	1,644	5,253	(1,389)	(5,869)	-	12,287	305,347	59,266	(128,678)
														235,935

continued on next page ...

## City of Prospect

Financial Statements 2023

### Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

#### Note 7. Infrastructure, Property, Plant & Equipment (continued)

##### Valuation of infrastructure, property, plant & equipment and investment property

###### Valuation of assets

The fair value of assets and liabilities must be estimated in accordance with various Accounting Standards for either recognition and measurement requirements or for disclosure purposes.

*AASB 13 Fair Value Measurement* requires all assets and liabilities measured at fair value to be assigned to a "level" in the fair value hierarchy as follows:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Refer to Note 7 for the disclosure of the Fair Value Levels of Infrastructure, Property, Plant and Equipment Assets.

###### Information on valuations

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

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

There is no known market for buildings, infrastructure and other assets. These assets are valued at depreciated current replacement cost. This method involves:

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

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

###### Other information

At 1 July 2004 upon the transition to AIFRS, Council elected pursuant to *AASB 1.D5* to retain a previously established deemed cost under GAAP as its deemed cost. With subsequent addition at cost, this remains as the basis of recognition of non-material asset classes.

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

###### Highest and best use

The following non financial assets of Council are being utilised at other than their highest and best use:

- 1) Land - Civic Centre (Payinthi) & Town Hall
- 2) Recreation Reserve - Bradford Reserve
- 3) Recreation Reserve - Main North Road & Regency Gardens

continued on next page ...



## City of Prospect

Financial Statements 2023

### Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

#### Note 7. Infrastructure, Property, Plant & Equipment (continued)

- 4) Recreation Reserve - WT Smith Reserve  
 5) Dead End Street - off Darmody Street  
 6) Land - Development Site

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

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

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

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

#### Transition to AASB 13 - Fair Value Measurement

The requirements of AASB 13 Fair Value Measurement have been applied to all valuations undertaken since 1 July 2013 as shown by the valuation dates by individual asset classes below.

#### Land & Land Improvements

- Basis of valuation: Fair Value
- Date of valuation: 1 July 2018 by JLL
- Valuer: Kate Tynan, B Bus Property (Valuation) AAPI, JLL

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

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

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

#### Buildings & Other Structures

- Basis of valuation: Fair Value
- Date of valuation: 1 July 2018 by JLL
- Valuer: Kate Tynan, B Bus Property (Valuation) AAPI, JLL

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

*Fair value hierarchy level 3 valuations of buildings, infrastructure and other assets:* There is no known market for these assets and they are valued at depreciated current replacement cost. This method involves:

The determination of the cost to construct the asset (or its modern engineering equivalent) using current prices for materials and labour, the quantities of each being estimated based on recent experience of this or similar Councils, or on industry construction guides where these are more appropriate.

continued on next page ...



## City of Prospect

Financial Statements 2023

### Notes to and forming part of the Financial Statements for the year ended 30 June 2023

#### Note 7. Infrastructure, Property, Plant & Equipment (continued)

##### Infrastructure

###### **Roads, Kerb and Gutter, Footpaths**

01 July 2022 a desktop revaluation was completed, transport assets unit rates by the Road & Bridges Construction Index for SA for Transport 2021 Q2 - 2022 Q2 being 9.9%.

Assets were valued by Asset Engineering on 1st July 2020. All acquisitions made after the respective dates of valuation are recorded at cost.

A Peer review was conducted by Assetic (iisight). Following Management review of the revaluations Management decided to uniformly extend the useful asset lives on the original revaluations by 15%. This is considered reasonable, based on real world observations of the condition of Council's assets, as well as experience of Council staff in undertaking maintenance activities.

###### **Stormwater Drainage**

Assets were valued by Asset Engineering on 1st July 2020. All acquisitions made after the respective dates of valuation are recorded at cost.

A Peer review was conducted by Assetic (iisight). Following Management review of the revaluations Management decided to uniformly extend the useful asset lives on the original revaluations by 15%. This is considered reasonable, based on real world observations of the condition of Council's assets, as well as experience of Council staff in undertaking maintenance activities.

###### **Open Space**

Assets were valued by Public Private Property as at 1 July 2019. All acquisitions made after the respective dates of valuation are recorded at cost.

###### **Plant & Equipment**

These assets are recognised on the cost basis.

###### **Furniture & Fittings**

These assets are recognised on the cost basis.

###### **All other Assets**

These assets are recognised on the cost basis. Library books and other lending materials are capitalised in bulk and written out when fully depreciated.

## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 8. Liabilities

\$ '000	2023 Current	2023 Non Current	2022 Current	2022 Non Current
<b>(a) Trade and other payables</b>				
Goods and services	4,011	—	2,557	—
Payments received in advance	415	—	—	—
Accrued expenses - employee entitlements	166	—	690	—
Accrued expenses - other	183	—	150	—
Other	55	—	628	—
<b>Total trade and other payables</b>	<b>4,830</b>	<b>—</b>	<b>4,025</b>	<b>—</b>

**(b) Borrowings**

Loans	1,506	10,128	1,428	11,635
Lease liabilities	73	380	70	452
<b>Total Borrowings</b>	<b>1,579</b>	<b>10,508</b>	<b>1,498</b>	<b>12,087</b>

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

**(c) Provisions**

Employee Entitlements (including oncosts) - Long Service Leave	918	84	1,000	118
Employee Entitlements (including oncosts) - Annual Leave	695	—	633	—
<b>Total provisions</b>	<b>1,613</b>	<b>84</b>	<b>1,633</b>	<b>118</b>

## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 9. Reserves

	as at 30/06/22				as at 30/06/23
\$ '000	Opening Balance	Increments (Decrements)	Transfers	Impairments	Closing Balance
<b>(a) Asset revaluation reserve</b>					
Land	11,466	—	—	—	11,466
Buildings and other structures	755	—	—	—	755
Infrastructure					
- Stormwater drainage	11,460	2,421	—	—	13,881
- Roads	47,940	7,482	—	—	55,422
- Footpaths	22,423	3,796	—	—	26,219
Land and Buildings	47,191	—	—	—	47,191
JV's / associates - other comprehensive income	194	—	—	—	194
<b>Total other assets</b>	<b>194</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>194</b>
<b>Total asset revaluation reserve</b>	<b>141,429</b>	<b>13,699</b>	<b>—</b>	<b>—</b>	<b>155,128</b>
Comparatives	129,132	12,297	—	—	141,429

	as at 30/06/22				as at 30/06/23
\$ '000	Opening Balance	Tfrs to Reserve	Tfrs from Reserve	Other Movements	Closing Balance
<b>(b) Other reserves</b>					
Car Park Development Reserve	447	13	—	—	460
Carry Forward Reserve	3,764	3,417	(3,764)	—	3,417
Development Reserve	444	111	—	—	555
<b>Total other reserves</b>	<b>4,655</b>	<b>3,541</b>	<b>(3,764)</b>	<b>—</b>	<b>4,432</b>
Comparatives	2,912	3,765	(2,022)	—	4,655

## Purposes of reserves

## Asset revaluation reserves

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

## Car Park Development Reserve

The car park development reserve is used for the development of future car parking facilities.

## Carry Forward Reserve

The carry forward reserve temporarily holds the unspent capital and grant funded project budgets from the 2022-2023 Budget. This surplus will be included in the 2023-2024 Budget through Budget Review 1 and will be used to finalise the incomplete projects of 2022-2023.

## Development Reserve

The development reserve is used for future development or redevelopment of open space facilities.

## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 10. Assets subject to restrictions

Council does not hold any assets subject to restrictions

## Note 11. Reconciliation to Statement of Cash Flows

\$ '000	Notes	2023	2022
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## (a) Reconciliation of cash

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

Total cash and equivalent assets	5	4,176	5,010
<b>Balances per Statement of Cash Flows</b>		<b>4,176</b>	<b>5,010</b>

## (b) Reconciliation of change in net assets to cash from operating activities

<b>Net surplus/(deficit)</b>	2,510	86
<b>Non-cash items in income statements</b>		
Depreciation, amortisation and impairment	6,140	5,869
Equity movements in equity accounted investments (increase)/decrease	(15)	27
Non-cash asset acquisitions	(501)	—
Grants for capital acquisitions treated as investing activity	(963)	(3,339)
Net (gain)/loss on disposals	719	1,110
	<b>7,890</b>	<b>3,753</b>
<b>Add (less): changes in net current assets</b>		
Net (increase)/decrease in receivables	(712)	251
Net increase/(decrease) in trade and other payables	822	683
Net increase/(decrease) in other provisions	(54)	(413)
<b>Net cash provided by (or used in) operations</b>	<b>7,946</b>	<b>4,274</b>

## (c) Financing arrangements

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

Corporate credit cards	100	100
LGFA cash advance debenture facility	11,000	11,000

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

## City of Prospect

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 12(a). Functions

	Income, Expenses and Assets have been directly attributed to the following Functions / Activities. Details of these Functions/Activities are provided in Note 12(b).									
	INCOME		EXPENSES		OPERATING SURPLUS (DEFICIT)		GRANTS INCLUDED IN INCOME		TOTAL ASSETS HELD (CURRENT AND NON-CURRENT)	
\$ '000	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>Functions/Activities</b>										
City Works & Presentation	1,162	355	13,139	8,787	(11,977)	(8,432)	606	633	246,443	235,937
City Corporate	25,382	24,949	9,155	13,399	16,227	11,550	787	705	13,465	6,599
City Strategy, Community & Culture	933	751	3,119	3,990	(2,186)	(3,239)	595	697	492	–
Other	–	–	–	–	–	–	–	–	(769)	(2)
City Growth & Development	1,752	989	2,051	2,039	(299)	(1,050)	–	–	–	1,635
<b>Total Functions/Activities</b>	<b>29,229</b>	<b>27,044</b>	<b>27,464</b>	<b>28,215</b>	<b>1,765</b>	<b>(1,171)</b>	<b>1,988</b>	<b>2,035</b>	<b>259,631</b>	<b>244,169</b>

Revenues and expenses exclude net gain (loss) on disposal or revaluation of assets, amounts received specifically for new or upgraded assets and physical resources received free of charge.



## City of Prospect

Financial Statements 2023

### Notes to and forming part of the Financial Statements for the year ended 30 June 2023

#### Note 12(b). Components of functions

The activities relating to Council functions are as follows:

##### CITY STRATEGY, COMMUNITY & CULTURE

- Community Development (includes Community and Youth Services, Home Assist)
- Recreation and Sports
- Library
- Community Transport
- Community Arts
- Customer Service & Administration Services

##### CITY WORKS & PRESENTATION

- Environmental Sustainability
- Waste Management (Domestic, Green and Recycling)
- Traffic Management
- Streets and Footpaths
- Stormwater Drainage
- Open Spaces
- Street Trees and Nature Strips
- Street Cleaning and Public Toilets
- Fleet Management
- Depot Operations
- Street Lighting

##### CITY CORPORATE

- Governance
- Rates Administration
- Employee Relations and Training
- Financial Management
- Information Management
- Elected Members
- Human Resources
- Procurement
- Information Technology

##### CITY GROWTH & DEVELOPMENT

- Business & Economic Initiatives
- Marketing
- City Planning
- Development Assessment
- Heritage
- Environmental Health
- Community Safety (includes Parking and Dog Control & General Inspections)

## City of Prospect

Financial Statements 2023

### Notes to and forming part of the Financial Statements for the year ended 30 June 2023

#### Note 13. Financial instruments

##### Recognised financial instruments

##### Bank, deposits at call, short term deposits

###### Accounting Policy:

Initially recognised at fair value and subsequently measured at amortised cost; interest is recognised when earned.

###### Terms & Conditions:

Deposits are returning fixed interest rates between 0.01% and 4.30% (2022: 0.1% and 1.05%).

###### Carrying Amount:

Approximates fair value due to the short term to maturity.

##### Receivables - rates and associated charges

###### Accounting Policy:

Initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.

###### Terms & Conditions:

Secured over the subject land, arrears attract interest of 9.05% (2022: 5.05%). Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries in the State.

###### Carrying Amount:

Approximates fair value (after deduction of any allowance).

##### Receivables - fees and other charges

###### Accounting policy:

Initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.

###### Terms and conditions:

Unsecured, and do not bear interest. Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries.

###### Carrying amount:

Approximates fair value (after deduction of any allowance).

##### Receivables - other levels of government

###### Accounting policy:

Initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.

###### Terms and conditions:

Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of State and Federal Governments.

###### Carrying amount:

Approximates fair value.

##### Liabilities - creditors and accruals

###### Accounting policy:

Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Council.

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## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 13. Financial instruments (continued)

**Terms and conditions:**

Liabilities are normally settled on 30 day terms.

**Carrying amount:**

Approximates fair value.

**Liabilities - interest bearing borrowings****Accounting Policy:**

Initially recognised at fair value and subsequently at amortised cost using the effective interest rate.

**Terms & Conditions:**

Secured over future revenues, borrowings are repayable (describe basis); interest is charged at fixed (or variable - describe) rates between 3.4% and 7.0% (2022: 3.4% and 7.0%).

**Carrying Amount:**

Approximates fair value.

\$ '000	Due < 1 year	Due > 1 year and ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
---------	-----------------	-------------------------------	------------------	------------------------------------	--------------------

**Financial assets and liabilities****2023****Financial assets**

Cash and cash equivalents	4,176	—	—	4,176	4,176
Receivables	1,828	—	—	1,828	1,828
Other financial assets	200	774	—	974	974
<b>Total financial assets</b>	<b>6,204</b>	<b>774</b>	<b>—</b>	<b>6,978</b>	<b>6,978</b>

**Financial liabilities**

Payables	4,194	—	—	4,194	4,194
Current borrowings	2,022	—	—	2,022	1,506
Non-current borrowings	—	6,243	5,839	12,082	10,128
Lease liabilities	87	347	65	499	453
<b>Total financial liabilities</b>	<b>6,303</b>	<b>6,590</b>	<b>5,904</b>	<b>18,797</b>	<b>16,281</b>

**2022****Financial assets**

Cash and cash equivalents	—	—	—	—	5,010
Receivables	2,206	—	—	2,206	2,351
<b>Total financial assets</b>	<b>2,206</b>	<b>—</b>	<b>—</b>	<b>2,206</b>	<b>7,361</b>

**Financial liabilities**

Payables	497	—	—	497	2,707
Current borrowings	2,386	—	—	2,386	1,428
Non-current borrowings	—	7,079	7,025	14,104	11,635
Lease liabilities	—	—	—	—	522
<b>Total financial liabilities</b>	<b>2,883</b>	<b>7,079</b>	<b>7,025</b>	<b>16,987</b>	<b>16,292</b>

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## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 13. Financial instruments (continued)

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

\$ '000	2023		2022	
	Weighted Avg Interest Rate	Carrying Value	Weighted Avg Interest Rate	Carrying Value
Fixed interest rates	4.34%	12,087	4.31%	13,585
		<u>12,087</u>		<u>13,585</u>

**Net fair value**

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

**Risk exposures**

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

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

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

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

**Expected credit losses (ECL)**

Council uses an allowance matrix to measure expected credit losses for receivables from individual customers, which comprise a large number of small balances. As rates and annual charges are secured over subject land no allowance for such receivables is made. The following table provides information about Council's ECLs from receivables (excluding secured rates and charges, GST and other amounts held in trust). Impairment analysis is performed each reporting date. ECLs are based on credit history adjusted for forward looking estimates and economic conditions.

## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 14. Capital expenditure and investment property commitments

\$ '000	2023	2022
---------	------	------

## (a) Capital commitments

Capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities:

Infrastructure	5,087	897
	<u>5,087</u>	<u>897</u>

## These expenditures are payable:

Not later than one year	5,087	897
	<u>5,087</u>	<u>897</u>

## (b) Other expenditure commitments

Other non-capital expenditure commitments in relation to investment properties at the reporting date but not recognised in the financial statements as liabilities:

Audit Services	30	29
Waste Management Services	2,482	1,759
	<u>2,512</u>	<u>1,788</u>

## These expenditures are payable:

Not later than one year	2,512	1,788
	<u>2,512</u>	<u>1,788</u>



## City of Prospect

Financial Statements 2023

## Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

## Note 15. Financial indicators

\$ '000	Amounts 2023	Indicator 2023	Indicators 2022	Indicators 2021
---------	-----------------	-------------------	--------------------	--------------------

## Financial Indicators overview

These Financial Indicators have been calculated in accordance with Information paper 9 - Local Government Financial Indicators prepared as part of the LGA Financial Sustainability Program for the Local Government Association of South Australia.

## 1. Operating Surplus Ratio

Operating surplus	1,765	6.0%	(4.3)%	(3.0)%
Total operating income	29,229			
Operating surplus				

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

## 2. Net Financial Liabilities Ratio

Net financial liabilities	11,356	39%	44%	59%
Total operating income	29,229			

Net Financial Liabilities are defined as total liabilities less financial assets (excluding equity accounted investments in Council businesses). These are expressed as a percentage of total operating revenue.

## Adjusted Operating Surplus Ratio

Operating surplus	1,541	5.3%	(6.6)%	(3.0)%
Total operating income	29,005			

## Adjustments to Ratios

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

If other Individually Significant Items are used to adjust the Adjusted Ratios below, details should also be disclosed here. NB: These adjustments should also be disclosed in Note 2(g)(ii) and/or Note 3(b)(vi).

## Adjusted Net Financial Liabilities Ratio

Net financial liabilities	12,186	42%	45%	59%
Total operating income	29,005			

## 3. Asset Renewal Funding Ratio

Asset renewals	7,076			
Infrastructure and Asset Management Plan required expenditure	6,450	110%	55%	162%
Net asset renewals expenditure				

Asset renewals expenditure is defined as capital expenditure on the renewal and replacement of existing assets relative to the optimal level planned, and excludes new capital expenditure on the acquisition of additional assets.

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## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 15. Financial indicators (continued)

## Financial indicators - graphs

## 1. Operating Surplus Ratio



## Purpose of operating surplus ratio

This indicator is to determine the percentage the operating revenue varies from operating expenditure

## Commentary on 2022/23 result

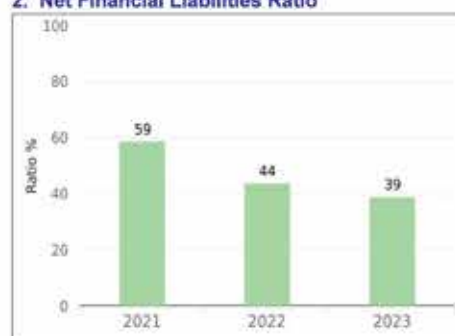
2022/23 ratio 6.0%

Favourable to the anticipated strategic deficit of 2.9% for 2023-23. Both increased income and decreased expenditure contributed to this favourable result.

Increased income primarily resulted from a rise in expiation activity in the City; higher additional grant income, user charges and investment income.

Materials, Contracts and other expenses, Employee costs and depreciation were all slightly lower than budgeted.

## 2. Net Financial Liabilities Ratio



## Purpose of net financial liabilities ratio

This indicator shows the significance of the net amount owed to others, compared to operating revenue

## Commentary on 2022/23 result

2022/23 ratio 39%

Council has utilised a mix of debt facilities to permit the partial repayment of debt when surplus cash is on hand.

As a result, a reduced outstanding balance as at 30 June 2023 is evident in a reduced net financial liability balance.

## Adjusted Operating Surplus Ratio



## Purpose of adjusted operating surplus ratio

This indicator is to determine the percentage the operating revenue (adjusted for timing differences in the Financial Assistance Grant) varies from operating expenditure

## Commentary on 2022/23 result

2022/23 ratio 5.3%

Favourable to the anticipated strategic deficit of 2.9% for 2023-23. Both increased income and decreased expenditure contributed to this favourable result.

Increased income primarily resulted from a rise in expiation activity in the City; higher additional grant income, user charges and investment income.

Materials, Contracts and other expenses, Employee costs and depreciation were all slightly lower than budgeted.

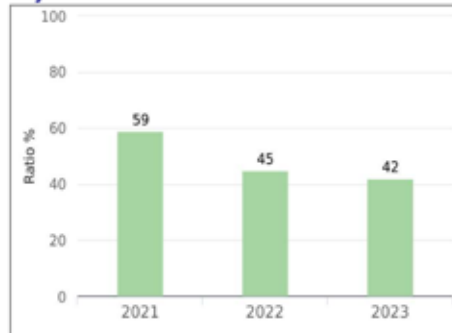
## City of Prospect

Financial Statements 2023

Notes to and forming part of the Financial Statements  
for the year ended 30 June 2023

## Note 15. Financial indicators (continued)

## Adjusted Net Financial Liabilities Ratio



## Purpose of adjusted net financial liabilities ratio

This indicator is to determine the percentage the operating revenue (adjusted for timing differences in the Financial Assistance Grant) varies from operating expenditure

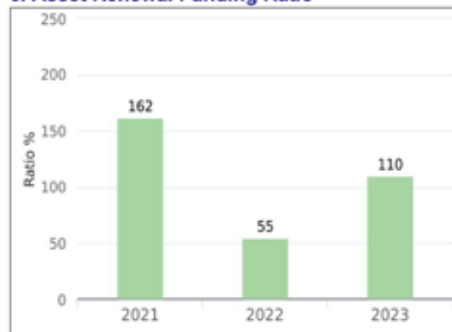
## Commentary on 2022/23 result

2022/23 ratio 42%

Council has utilised a mix of debt facilities to permit the partial repayment of debt when surplus cash is on hand.

As a result, a reduced outstanding balance as at 30 June 2023 is evident in a reduced net financial liability balance.

## 3. Asset Renewal Funding Ratio



## Purpose of asset renewal funding ratio

This indicator aims to determine if assets are being renewed and replaced in an optimal way

## Commentary on 2022/23 result

2022/23 ratio 110%

The Asset Renewal Funding Ratio has exceeded Council's ratio target of 90% to 120%.

Council secured an number of additional grants, some resulting from the 2022 state election, and hence commencing a number of additional renewal projects in 2022-23.

## City of Prospect

Financial Statements 2023

## Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

## Note 16. Uniform presentation of finances

\$ '000	2023	2022
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The following is a high level summary of both operating and capital investment activities of the Council prepared on a simplified Uniform Presentation Framework basis.

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

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

Income

Rates	24,446	23,109
Statutory charges	1,610	1,134
User charges	483	401
Grants, subsidies and contributions - operating	1,988	2,035
Investment income	299	136
Reimbursements	111	80
Other income	277	146
Net gain - equity accounted council businesses	15	3
<b>Total Income</b>	<b>29,229</b>	<b>27,044</b>

Expenses

Employee costs	9,873	9,507
Materials, contracts and other expenses	10,853	12,135
Depreciation, amortisation and impairment	6,140	5,869
Finance costs	598	676
Net loss - equity accounted council businesses	—	30
<b>Total Expenses</b>	<b>27,464</b>	<b>28,217</b>

**Operating surplus / (deficit)**

1,765 (1,173)

**Adjusted Operating surplus / (deficit)**

1,765 (1,173)

**Net outlays on existing assets**

Capital expenditure on renewal and replacement of existing assets	(7,076)	(3,163)
Add back depreciation, amortisation and impairment	6,140	5,869
Add back proceeds from sale of replaced assets	—	280
	<b>(936)</b>	<b>2,986</b>

**Net outlays on new and upgraded assets**

Capital expenditure on new and upgraded assets (including investment property and real estate developments)	(1,343)	(990)
Add back amounts received specifically for new and upgraded assets	963	3,338
	<b>(380)</b>	<b>2,348</b>

**Annual net impact to financing activities (surplus/(deficit))**

449 4,161

## City of Prospect

Financial Statements 2023

## Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

## Note 17. Leases

## (i) Council as a lessee

## Terms and conditions of leases

## Land &amp; Buildings

Council holds a lease to occupy the depot facility at City of Campbelltown. The 5+5 year lease commenced in April 2019 with an annual payment of \$85,000 to be indexed annually by Adelaide CPI.

Set out below are the carrying amounts of right-of-use assets recognised within Infrastructure, Property, Plant and Equipment and the movements during the period:

## (a) Right of use assets

\$ '000	Land & Buildings	Total
<b>2023</b>		
Opening balance	501	501
Depreciation charge	(73)	(73)
<b>Balance at 30 June</b>	<b>428</b>	<b>428</b>
<b>2022</b>		
Opening balance	574	574
Depreciation charge	(72)	(72)
<b>Balance at 30 June</b>	<b>502</b>	<b>502</b>

## (b) Lease liabilities

Set out below are the carrying amounts of lease liabilities (included under interest-bearing loans and borrowings) and the movements during the period:

\$ '000	2023	2022
Balance at 1 July	522	596
Accretion of interest	17	22
Payments	(87)	(87)
<b>Balance at 30 June</b>	<b>452</b>	<b>531</b>
<b>Classified as:</b>		
Current	72	70
Non-current	380	461

The Group had total cash outflows for leases of \$89,099

The following are the amounts recognised in profit or loss:

Depreciation expense of right-of-use assets	72	72
Interest expense on lease liabilities	16	22
<b>Total amount recognised in profit or loss</b>	<b>88</b>	<b>94</b>



## City of Prospect

Financial Statements 2023

### Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

#### Note 18. Superannuation

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

##### Accumulation only members

Accumulation only members receive both employer and employee contributions on a progressive basis. Employer contributions are based on a fixed percentage of ordinary time earnings in accordance with superannuation guarantee legislation (10.50% in 2022/23; 10.00% in 2021/22). No further liability accrues to the Council as the superannuation benefits accruing to employees are represented by their share of the net assets of the Fund.

##### Salarylink (Defined Benefit Fund) members

Salarylink is a defined benefit scheme where the benefit payable is based on a formula determined by the member's contribution rate, number of years and level of contribution and final average salary. Council makes employer contributions to Salarylink as determined by the Fund's Trustee based on advice from the appointed Actuary. The rate is currently 6.3% (6.3% in 2021/22) of "superannuation" salary.

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

The Salarylink section is a multi-employer sponsored plan. As the Salarylink section's assets and liabilities are pooled and are not allocated by each employer, and employees may transfer to another employer within the local government sector and retain membership of the Fund, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided by AASB 119.34(a), Council does not use defined benefit accounting for these contributions.

The most recent actuarial investigation was conducted by the Fund's actuary, Louise Campbell, FIAA, of Willis Towers Watson as at 30 June 2021. The Trustee has determined that the current funding arrangements are adequate for the expected Salarylink liabilities. However, future financial and economic circumstances may require changes to Council's contribution rates at some future time. The next actuarial review is scheduled to be completed as at 30 June 2023 and any employer contribution rate change recommended by the actuary is likely to be effective from 1 July 2024.

##### Contributions to other superannuation schemes

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

## City of Prospect

Financial Statements 2023

## Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

## Note 19. Interests in other entities

All joint ventures and associates are required to prepare Annual Financial Statements that comply with the SA Local Government Model Financial Statements.

\$ '000	Council's Share of Net Income		Council's Share of Net Assets	
	2023	2022	2023	2022
<b>Council's share of net income</b>				
Joint ventures	15	(27)	154	139
<b>Total Council's share of net income</b>	<b>15</b>	<b>(27)</b>	<b>154</b>	<b>139</b>

## ((a)i) Joint ventures, associates and joint operations

## (a) Carrying amounts

\$ '000	Principal Activity	2023	2022
Eastern Waste Management Authority (East Waste)	Waste Collection & Disposal	86	71
Eastern Health Authority (EHA)	Health Services	68	68
<b>Total carrying amounts - joint ventures and associates</b>		<b>154</b>	<b>139</b>

**Eastern Waste Management Authority (East Waste)**

Eastern Waste Management Authority, a regional subsidiary (the subsidiary) was established pursuant to Section 43 of the Local Government Act 1999, by a number of constituent councils comprising Adelaide Hills, Burnside, Campbelltown, Mitcham, Norwood Payneham & St Peters, Prospect and the Town of Walkerville.

Prospect joined the organisation on 1 October 2017, in order to deliver Council's waste collection services as well as recyclables and organics collection and processing.

Council's membership in the organisation brings efficiencies in the delivery of the service across multiple communities.

**Eastern Health Authority (EHA)**

City of Prospect is one of five member Councils of the Eastern Health Authority Inc (EHA). The other member Councils are City of Burnside, Campbelltown City Council, City of Norwood, Payneham & St Peters & the Corporation of the Town of Walkerville. During the report period, City of Prospect owned 13% of the equity in EHA but did not control either the financial or operating policies of the entity. EHA is managed by a board of directors comprised of two representatives from each of the five member Councils. Each director has one full and equal voting right on the Board. The principal activity of the authority is to provide health services to Councils. As at the 30 June 2017, the net assets of the subsidiary were as disclosed below.

## (b) Relevant interests

	Interest in Operating Result		Ownership Share of Equity		Proportion of Voting Power	
	2023	2022	2023	2022	2023	2022
Eastern Waste Management Authority (East Waste)	7.27%	8.33%	7.27%	8.33%	12.50%	14.29%
Eastern Health Authority (EHA)	11.75%	12.36%	11.75%	12.36%	20.00%	20.00%

continued on next page ...

## City of Prospect

Financial Statements 2023

## Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

## Note 19. Interests in other entities (continued)

## (c) Movement in investment in joint venture or associate

\$ '000	Eastern Waste Management Authority (East Waste)		Eastern Health Authority (EHA)	
	2023	2022	2023	2022
Opening Balance	70	100	68	65
Share in Operating Result	15	(30)	—	3
<b>Council's equity share in the joint venture or associate</b>	<b>85</b>	<b>70</b>	<b>68</b>	<b>68</b>

## (d) Summarised financial information of the equity accounted business

## Statement of Financial Position

Cash and Cash Equivalents	3,953	2,001	645	640
Trade and Other Receivables	746	935	272	231
Non-Current Assets	9,553	8,542	1,104	1,214
<b>Total assets</b>	<b>14,252</b>	<b>11,478</b>	<b>2,021</b>	<b>2,085</b>
Current Trade and Other Payables	1,266	1,436	122	133
Current Borrowings	871	778	112	141
Current Provisions	2,306	1,940	285	289
Non-Current Borrowings	8,490	6,410	881	961
Non-Current Provisions	136	114	45	10
<b>Total liabilities</b>	<b>13,069</b>	<b>10,678</b>	<b>1,445</b>	<b>1,534</b>
<b>Net Assets</b>	<b>1,183</b>	<b>800</b>	<b>576</b>	<b>551</b>

## Statement of Comprehensive Income

Council Contributions	21,188	16,579	1,828	1,828
Statutory Charges	—	—	136	111
User Charges	—	—	458	228
Grants, Subsidies & Contributions	—	81	230	226
Investment Income	46	10	16	4
Other Income	1,078	932	7	4
<b>Total income</b>	<b>22,312</b>	<b>17,602</b>	<b>2,675</b>	<b>2,401</b>
Employee Costs	7,476	6,386	1,882	1,765
Materials, Contracts & Other Expenses	12,184	9,303	571	536
Depreciation, Amortisation and Impairment	2,108	2,043	159	48
Finance Costs	354	246	38	—
<b>Total expenses</b>	<b>22,122</b>	<b>17,978</b>	<b>2,650</b>	<b>2,349</b>
Other Revenue / Expense Items	—	7	—	—
<b>Operating Result</b>	<b>190</b>	<b>(369)</b>	<b>25</b>	<b>52</b>

## City of Prospect

Financial Statements 2023

### Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

#### Note 20. Contingencies and assets/liabilities not recognised in the balance sheet

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

##### 1. Land under roads

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

At reporting date, Council controlled 88 km of road reserves of average width 9 metres.

##### 2. Potential insurance losses

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

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

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

##### 3. Bank guarantees

Council has not guaranteed any loans and other banking facilities.

##### 4. Legal expenses

Council is the planning consent authority for its area under the Development Act 1993 (as amended). Pursuant to that Act, certain persons aggrieved by a planning decision of the Council may appeal. It is normal practice that parties bear their own legal costs. At the date of these reports, Council had no notice of any appeals against planning decisions made prior to reporting date. All known costs have been recognised, but the amount of further costs cannot be known until the appeals are determined.

## City of Prospect

Financial Statements 2023

## Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

## Note 21. Related party transactions

## Key management personnel

## Transactions with key management personnel

The Key Management Personnel of the Council include the Mayor, Councillors, CEO and certain prescribed officers under section 112 of the Local Government Act 1999. In all, 14 persons were paid the following total compensation:

\$ '000	2023	2022
The compensation paid to key management personnel comprises:		
Allowances	229	152
Employee Costs	979	693
Termination Benefits	—	228
<b>Total</b>	<b>1,208</b>	<b>1,073</b>

Amounts paid as direct reimbursement of expenses incurred on behalf of Council have not been included above.

## Receipts from key management personnel comprise:

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

Contributions for Fringe Benefits Tax purposes	1	32
<b>Total</b>	<b>1</b>	<b>32</b>



# Galpins

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& Business Consultants



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## INDEPENDENT AUDITOR'S REPORT

### To the members of City of Prospect

#### Opinion

We have audited the accompanying financial report of City of Prospect (the Council), which comprises the statement of financial position as at 30 June 2023, the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Council Certificate of City of Prospect.

In our opinion, the accompanying financial report presents fairly, in all material aspects, the financial position of the Council as at 30 June 2023, and its financial performance and its cash flows for the year then ended in accordance with the Australian Accounting Standards, *Local Government Act 1999* and *Local Government (Financial Management) Regulations 2011*.

#### Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Council in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants (Including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Council's responsibility for the financial report

Council is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations), the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* and for such internal control as Council determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, Council is responsible for assessing the Council's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Council either intends to liquidate the Council or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Council's financial reporting process.

### **Auditor's responsibility for the audit of the financial report**

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit of the financial report in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of Council's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Council's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Council to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

### **GALPINS ACCOUNTANTS, AUDITORS & BUSINESS CONSULTANTS**



**Luke Williams** CA, CPA Registered Company Auditor  
Partner

3 November 2023

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## INDEPENDENT ASSURANCE REPORT ON THE INTERNAL CONTROLS

### To the members of City of Prospect

#### Opinion

We have audited the compliance of City of Prospect (the Council) with the requirements of Section 125 of the *Local Government Act 1999* in relation only to the Internal Controls established by the Council to ensure that financial transactions relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities for the period 1 July 2022 to 30 June 2023 have been conducted properly and in accordance with law.

In our opinion, City of Prospect has complied, in all material respects, with Section 125 of the *Local Government Act 1999* in relation to Internal Controls established by the Council in relation to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities so as to provide reasonable assurance that the financial transactions of the Council have been conducted properly and in accordance with law for the period 1 July 2022 to 30 June 2023.

#### Basis for opinion

We conducted our engagement in accordance with applicable Australian Standards on Assurance Engagement ASAE 3000 *Assurance Engagements Other than Audits or Reviews of Historical Financial Information* and ASAE 3150 *Assurance Engagements on Controls*, issued by the Australian Auditing and Assurance Standards Board, in order to state whether, in all material respects, the Council has complied with Section 125 of the *Local Government Act 1999* in relation only to the internal controls specified above for the period 1 July 2022 to 30 June 2023. ASAE 3000 also requires us to comply with the relevant ethical requirements of the Australian professional accounting bodies.

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

#### The Council's responsibility for internal controls

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

#### Our independence and quality control

We have complied with the independence and other relevant ethical requirements relating to assurance engagements, and apply Auditing Standard ASQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, and Other Assurance Engagements* in undertaking this assurance engagement.

**Auditor's responsibility**

Our responsibility is to express an opinion on the Council's compliance with Section 125 of the *Local Government Act 1999* in relation only to the internal controls established by the Council to ensure that financial transactions relating to receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities have been conducted properly and in accordance with law, based on our procedures. Our engagement has been conducted in accordance with applicable Australian Standards on Assurance Engagements ASAE 3000 *Assurance Engagements Other than Audits or Reviews of Historical Information* and ASAE 3150 *Assurance Engagements on Controls*, issued by the Australian Auditing and Assurance Standards Board, in order to state whether, in all material respects, the Council has complied with Section 125 of the *Local Government Act 1999* in relation only to the internal controls specified above for the period 1 July 2022 to 30 June 2023. ASAE 3000 also requires us to comply with the relevant ethical requirements for the Australian professional accounting bodies.

**Limitations of controls**

Because of the inherent limitations of any internal control structure it is possible that, even if the controls are suitably designed and operating effectively, the control objectives may not be achieved so that fraud, error, or non-compliance with laws and regulations may occur and not be detected.

An assurance engagement on controls is not designed to detect all instances of controls operating ineffectively as it is not performed continuously throughout the period and the tests performed are on a sample basis. Any projection of the outcome of the evaluation of controls to future periods is subject to the risk that the controls may become inadequate because of changes in conditions, or that the degree of compliance with them may deteriorate.

**Limitation of use**

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

**GALPINS ACCOUNTANTS, AUDITORS & BUSINESS CONSULTANTS**

**Luke Williams** CA, CPA Registered Company Auditor  
Partner

3 November 2023

City of Prospect

Financial Statements 2023

**General Purpose Financial Statements**  
for the year ended 30 June 2023

**Certification of Auditor Independence**

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of City of Prospect for the year ended 30 June 2023, the Council's Auditor, Galpins has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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



3

Chief Executive Officer



Presiding Member, Audit Committee

Date: 30 October 2023.

**Galpins**



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## CITY OF PROSPECT

### GENERAL PURPOSE FINANCIAL STATEMENTS For the year ended 30 June 2023

#### Statement by Auditor

I confirm that, for the audit of the financial statements of City of Prospect for the year ended 30 June 2023, I have maintained my independence in accordance with the requirements of APES 110 – *Code of Ethics for Professional Accountants (Including Independence Standards)*, Part 4A, published by the Accounting Professional and Ethical Standards Board, in accordance with the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

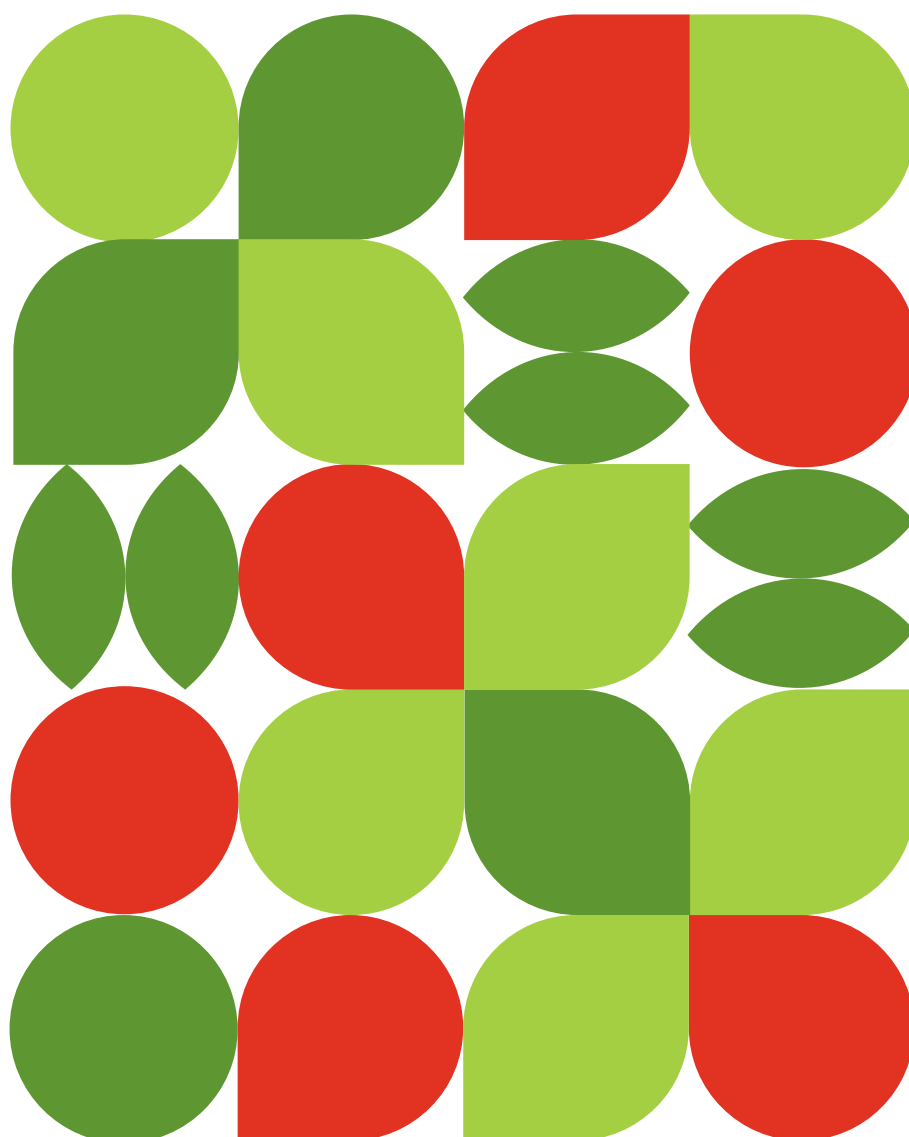
This statement is prepared in accordance with the requirements of Regulation 22 (5) *Local Government (Financial Management) Regulation 2011*.

#### GALPINS ACCOUNTANTS, AUDITORS & BUSINESS CONSULTANTS

**Luke Williams** CA, CPA Registered Company Auditor

Partner

3 November 2023



# Appendix 2

**Eastern Health Authority  
Annual Report**



## 2023 Annual Report



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# Message from the Chairperson



EHA continues to provide exceptional service to the community of its Constituent Councils.

A new national Food Safety Standard is in place to assist food businesses in handling and processing food in a way to ensure it is safe to eat. In December 2022, Food Standards Australia New Zealand (FSANZ) added Standard 3.2.2A – Food Safety Management Tools into the Food Standards Code. The Standard is an extension of existing requirements and introduces three food safety management tools for food service, caterers and some retail businesses, a forward step towards a positive food safety culture.

These businesses will be required to implement either two or three new food safety management tools, depending on the risk posed by their food handling activities. Namely:

- mandatory food handler training,
- requirement to have a 'food safety supervisor', and
- requirement to 'substantiate' key food handling activities.

Throughout the year, EHA has been actively communicating the new Standard to food businesses located within its Constituent Councils. Environmental Health Officers have also been assisting businesses where possible to help prepare and understand the expectations of these new standards before it becomes effective in December 2023.

EHA was able to continue to deliver the inspections of food premises, high risk manufactured water system, supported residential facilities, swimming pools high risk personal care and body art services and vaccination programs.

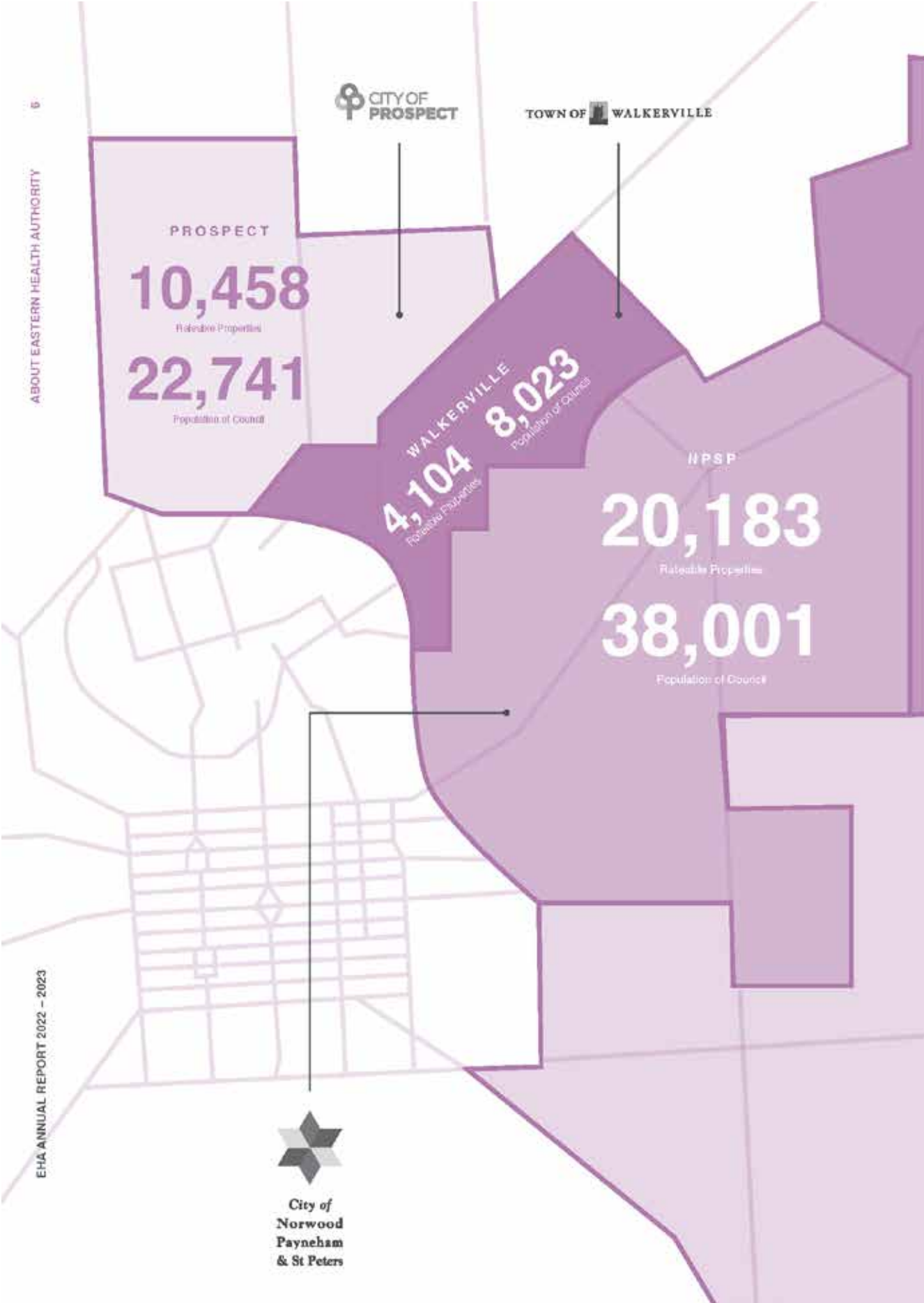
## *EHA completed 83 high school immunisation visits to deliver the annual School Immunisation Program*

EHA has continued to promote the benefits of vaccination to all members of community with strong promotional and marketing campaigns through all 5 Constituent Council areas. Immunisation services have remained in high demand with clinics booked months in advance, particularly through the busy influenza season with an additional 3,276 influenza vaccinees being provided via EHA's popular Workplace visits.

The School Immunisation Program was delivered in accordance with the SA Health Service Agreement. During 2022, EHA completed 83 high school immunisation visits to deliver the annual School Immunisation Program, with 12,423 vaccinees being administered to both Year 8 and 10 students.

EHA continues to provide exceptional service to the community of its Constituent Councils.

Dr Peter Cornish  
Chairperson





## Chief Executive Officer's Report



I recently read with interest an article in the Journal of Public Health (Oxford, England) by Australian academics titled "Environmental health in Australia: overlooked and underrated".



I recently read with interest an article in the Journal of Public Health (Oxford, England) by Australian academics titled "Environmental health in Australia: overlooked and underrated". The Authors noted that Environmental health is the one discipline that has historically had the greatest impact on human health. To illustrate this, the World Health Organization is quoted in the paper as estimating that 15 of the extra 20 years of life that we now enjoy compared with a century ago can be attributed to environmental health interventions.

These environmental health interventions include the provision of vaccination, appropriate sewage disposal and safe food and drinking water, all areas that our environmental health profession have been and continue to be involved in. At a local level, most people would not be aware that their local council environmental health team monitors and inspects food premises, investigates food poisoning and legionella outbreaks, and vaccinate their babies and their children at school. They would not be aware that the team monitors the water quality of public pools and ensure there are appropriate standards in Supported Residential Facilities where some of our most vulnerable live.

Despite its extremely beneficial impact on human health, the environmental health profession remains largely invisible, potentially as a consequence of the preventative work that is undertaken. The vaccine preventable disease you didn't contract, the food poisoning you did not get or the legionella outbreak that didn't occur are not immediately apparent to those who benefit from these interventions.

This lack of visibility has manifested in fewer students undertaking environmental health degrees and a critical shortage of Environmental Health Officers. Environmental Health Australia recently conducted a workshop with Environmental Health Managers to consider these issues. It is hoped that initiatives that have a positive impact on the profile and availability of Environmental Health Officers flow from this workshop.

With the critical shortage of qualified environmental health professionals in mind, we can reflect on the fact that EHA is structured and sized to ensure that it maintains a critical mass of

## *Over the last year EHA has continued to deliver high-quality public health protection services to more than 160,000 members of the community*

professional specialised staff. EHA has the flexibility to apply resources where and when needed and maintain continuity of services to cover for staff illness, and staff turnover when replacement staff are in short supply.

Over the last year EHA has continued to deliver high-quality public health protection services to more than 170,000 members of the community who live within the footprint of our Constituent Councils. I am extremely proud to continue to have the opportunity to lead talented and dedicated staff who are committed to contributing to this high-quality service and delivering positive public health outcomes.

One of the most important aspects to a healthy community is access to safe and suitable food. Fundamental to this is the appropriate monitoring of standards in Food Businesses. During this financial year there were 1,447 food safety inspections conducted at 1,320 businesses located within our area. It was pleasing to note that the average non-compliances observed per routine inspection and the number of legal actions required both decreased. This translated to a 17% increase in the number of businesses receiving a Food Safety Star Rating of 3, 4 or 5 stars. An overall improvement in food businesses' willingness to comply with the food safety standards is a step towards a positive food safety culture. These improvements are a reflection of our officers' commitment and willingness to take time to educate food handlers and businesses, as well as follow-up on non-compliances with the standards.

Hoarding and squalor continues to be an issue within our community. The ongoing management of these matters are complex and time consuming. It is pleasing to see that the Local Government Association of South Australia is conducting surveys that it hopes will help improve the

way councils deal with the problem. Improvements in inter-agency collaboration in this area would be extremely welcome and of great value to the community.

Immunisation is the safest and most effective way of protecting children and adults from harmful infectious diseases. Significantly, it is estimated that vaccinations currently save up to three million lives worldwide each year. Our immunisation services continue to be incredibly popular with over 24,000 vaccinations given at public clinics, high schools, and worksites during the year. Our accessible public clinics are an important contributor to community herd immunity and disease reduction. Vaccinations at public clinics (8,490) increased by 15% this year with big numbers seen in the influenza season. Our vaccine coverage rates for the School Immunisation Program, where we delivered 12,423 vaccines, continue to be well above the state average. As well as servicing our Constituent Council areas, EHA continues to provide immunisation service to the City of Unley and Adelaide Hills Council. At these venues we have seen an even greater increase in patronage, which is a reflection of the excellent service our staff provide in the immunisation delivery space.

In conclusion, I would like to thank the EHA Board Members for their genuine interest in Public Health and their support for the important work we undertake on behalf of their respective communities. And to EHA's professional and committed staff, my thanks for providing the highest quality health protection service and making EHA such a wonderful organisation to lead.

Michael Livori  
Chief Executive Officer





# Governance

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EHA is a body corporate, governed by a Board of Management comprised of two members from each Constituent Council.



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GOVERNANCE

## Board of Management 2023

The Board met seven (7) times during the year to consider EHA's business. One (1) of the meetings was via Circular Resolution.

\*Board Member from Jul-Dec 2022 only (August & November meetings 2022)

\*\*Board Member from Feb 2023 to present (February - June meetings 2023)

City / Town	Member	Total Meetings Attended
City Of Burnside	Cr P Cornish	● ● ● ● ● ● ○ ○
	Cr J Davey*	● ○
	Cr J Turnbull* (resigned in Mar 2023)	○ ○
	Cr L Henschke** (as of May 2023)	● ○ ○ ○
City Of Norwood Payneham & St Peters	Cr S Whittington	● ● ● ● ● ● ● ○
	Cr G Knoblauch*	● ●
	Cr K Moorhouse**	● ● ● ● ● ●
Campbelltown City Council	Cr J Kennedy*	● ●
	Cr M Hammond	● ● ● ● ● ● ● ○
	Cr M Noble**	● ● ● ● ● ●



City / Town	Member	Total Meetings Attended
City Of Prospect	Cr K Barnett	● ● ● ● ● ● ● ●
	J Pearce*	● ●
	Cr T Nguyen**	● ● ● ● ● ○
Town Of Walkerville	Cr J Nenke	● ● ● ● ● ○ ○
	Cr N Coleman*	○ ○
	Cr J Allanson**	● ● ● ● ● ●

## Finance Audit Committee

Members of EHA's Audit Committee include:

Madeleine Harding - Presiding Member

Paula Davies - Independent Member

Board Appointed Member Cr Peter Cornish

The Committee met on three occasions during the year.







# Immunisation

---

EHA provides a comprehensive, specialised, and convenient immunisation service by way of public immunisation clinics, school immunisation program and workplace immunisation programs to the residents of our Constituent Councils.

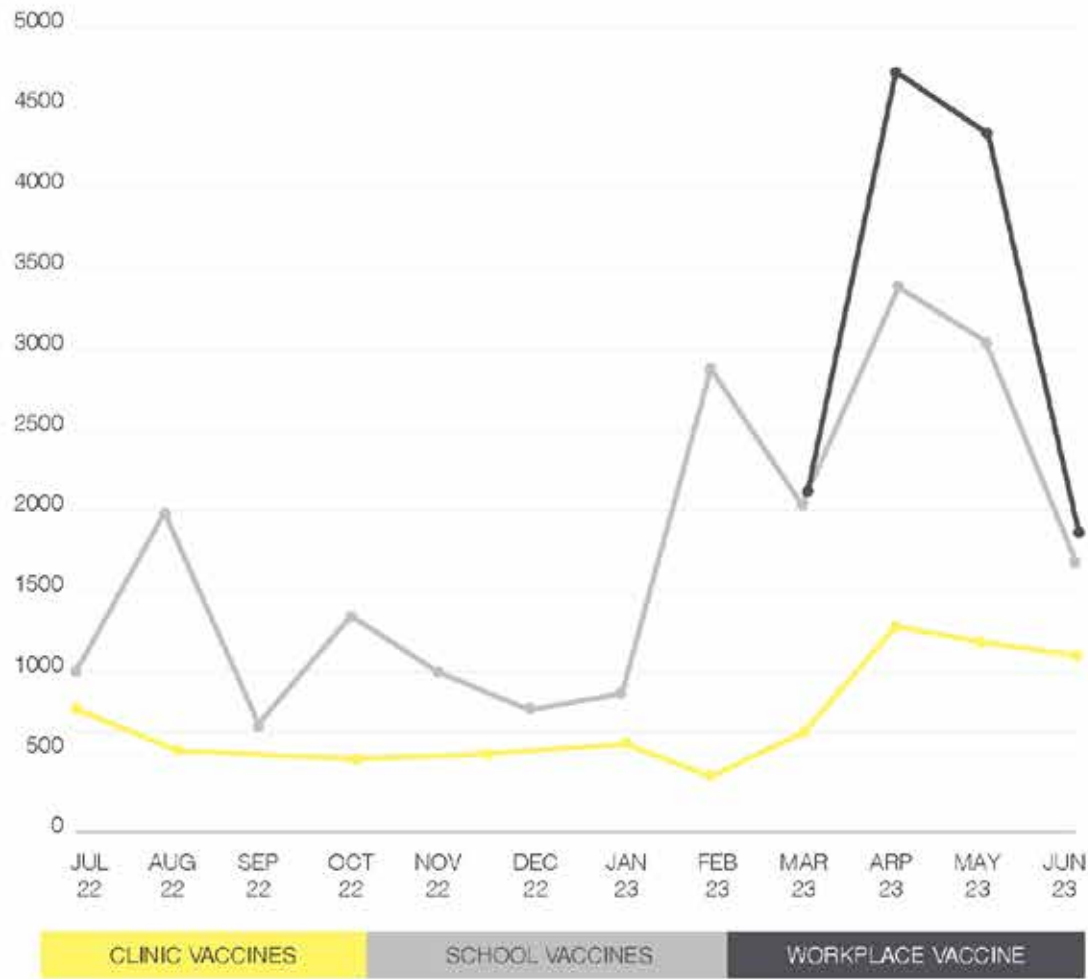


IMMUNISATION 16

EHA provides a comprehensive, specialised, and convenient immunisation service by way of public immunisation clinics, school immunisation program and workplace immunisation programs to the residents of our Constituent Councils.

A commitment to increasing immunisation coverage rates by providing access to convenient, family-friendly immunisation services is something EHA prides itself on and is a well-known provider within the five Constituent Councils.

Combined demand for all immunisation services over the last year



EHA ANNUAL REPORT 2022 - 2023

EHA offers a 'catch-up' service to residents who have recently arrived in Australia or have overseas records which need to be uploaded to the Australian Immunisation Register (AIR). Over the past year we have assisted 117 families and children with assessing and updating their immunisation history. In 2020, the State Government introduced a 'no jab, no play' policy that inhibits children that are not fully vaccinated enrolment into childcare and preschool.

Many of these catch-up assessments were completed at our EHA clinics to bring them up to date with the National Immunisation Program (NIP).



## Public Immunisation Clinics

4,550 clients

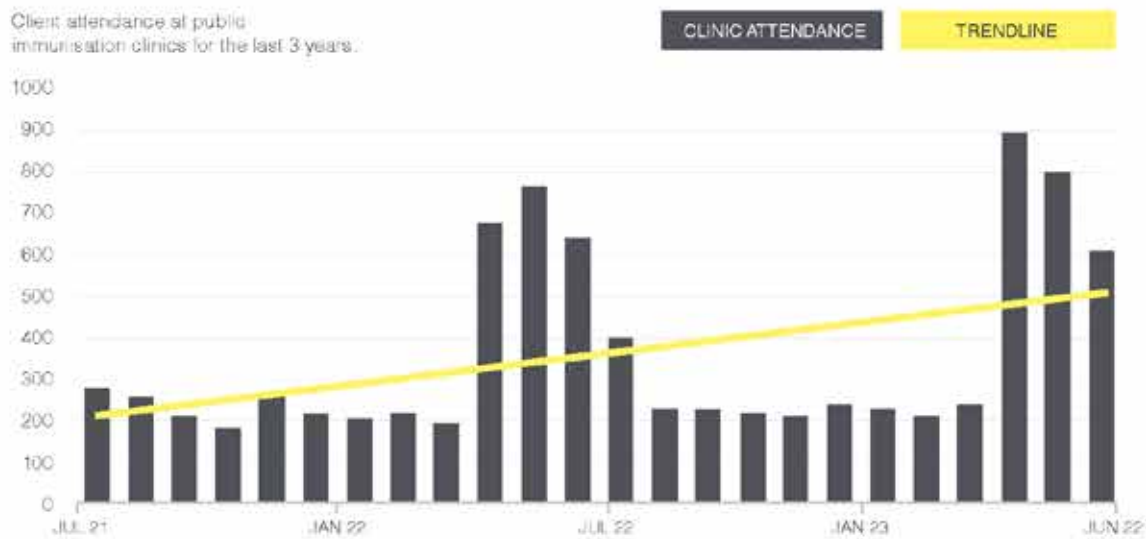
464 INCREASE (11%)  
from last year

were provided with

8,490 vaccinations

1,080 INCREASE (15%)  
from last year

Client attendance at public immunisation clinics for the last 3 years.



The number of vaccines delivered at public clinics for the last 3 years.





18

IMMUNISATION

The number of clients per council area and their choice of clinic venue

Where clients come from (council area)	Number of clients from council area	Where clients attended (clinic venue by %)						
		Burnside	Campbelltown	NPSP	Prospect	Walkerville	Adelaide Hills	Unley
Burnside	1,036	32%	5%	53%	1%	1%	0%	8%
Campbelltown	1,000	5%	32%	58%	1%	2%	0%	2%
NPSP	1,003	6%	5%	83%	1%	1%	0%	3%
Prospect	333	3%	5%	55%	28%	5%	0%	5%
Walkerville	286	4%	2%	77%	4%	8%	0%	6%
Adelaide Hills	179	8%	4%	13%	0%	1%	69%	5%
Unley	441	7%	1%	30%	1%	1%	0%	60%
Other	272	10%	9%	40%	3%	2%	5%	31%
<b>Total Number of Clients</b>	<b>4,550</b>							

## School Immunisation Program 2022

During 2022, EHA continued its delivery of the School Immunisation Program (SIP). We attended a total of 83 year level visits within the SIP to deliver the a total of 12,423 vaccinees to both Year 8 and 10 students.

A 18% increase in vaccine numbers and a 24% increase in the school visits is a result of the inclusion of Adelaide Hills Council and City of Unley Council immunisation contracts that began in January 2022.

With the additional schools in these council areas, EHA visited a further 9 schools – two from the City of Unley Council area and seven from the Adelaide Hills Council area. The contracts with the City of Unley and Adelaide Hills Council are in place until the end of 2023. The City of Unley have recently extended their contract for an additional 2-years making their end date December 2025.

School Vaccinations for Calendar Year to Date – January to December 2022:

Council	Human Papillomavirus (HPV9)	Diphtheria Tetanus and Pertussis (dTpa)	Meningococcal B (Men B)	Meningococcal ACYW (Men ACWY)	Total
Burnside	1,480	815	1,374	813	4,482
Campbelltown	326	227	442	199	1,194
NPSP	961	485	943	585	2,974
Prospect	221	118	155	88	582
Walkerville	137	73	129	77	416
Unley	294	161	287	175	917
Adelaide Hills	598	326	586	348	1,858
<b>Total</b>	<b>4,017</b>	<b>2,205</b>	<b>3,916</b>	<b>2,285</b>	<b>12,423</b>

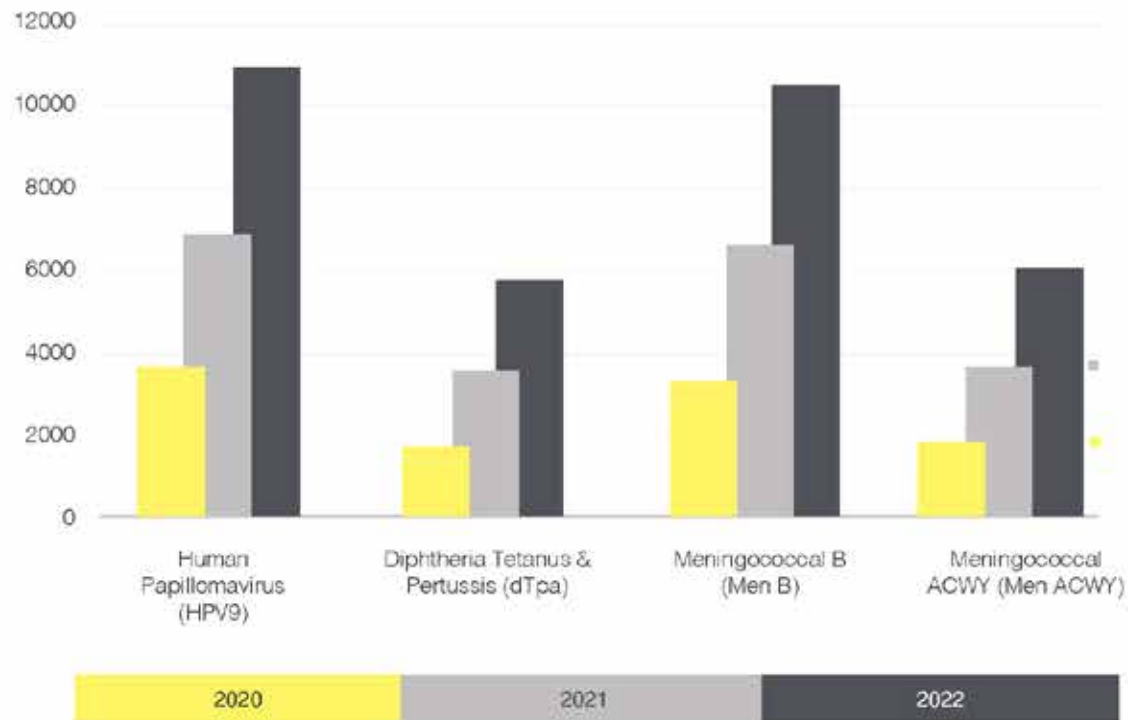




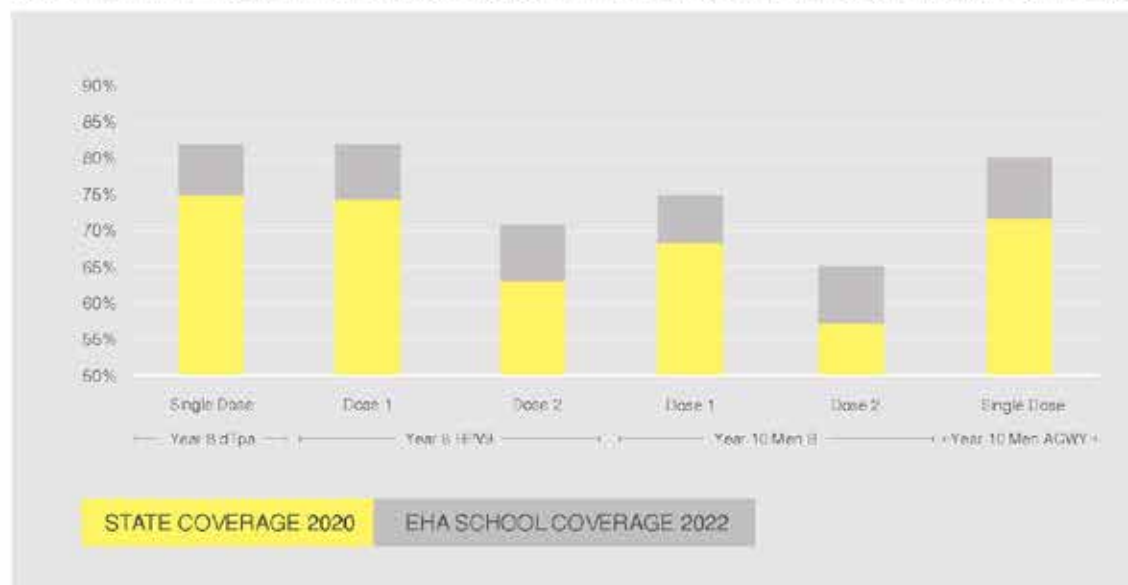
19

IMMUNISATION

Comparison of School Vaccines administered by EHA over a 3-year period.



A graph illustrating EHA vaccine coverage rates compared with the SA State coverage rates across all vaccines administered.



EHA ANNUAL REPORT 2022 - 2023



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# Workplace Immunisation Program

EHA provides an efficient and competitive service for workplaces to protect their staff from the highly infectious influenza virus. EHA's workplace program enables private businesses, schools, childcare centres, and government departments have their staff vaccinated on site by

experienced nurses at a convenient time. During the period, April to June in 2023, a total of 82 workplace visits were conducted, with 3,151 influenza vaccines delivered.

IMMUNISATION

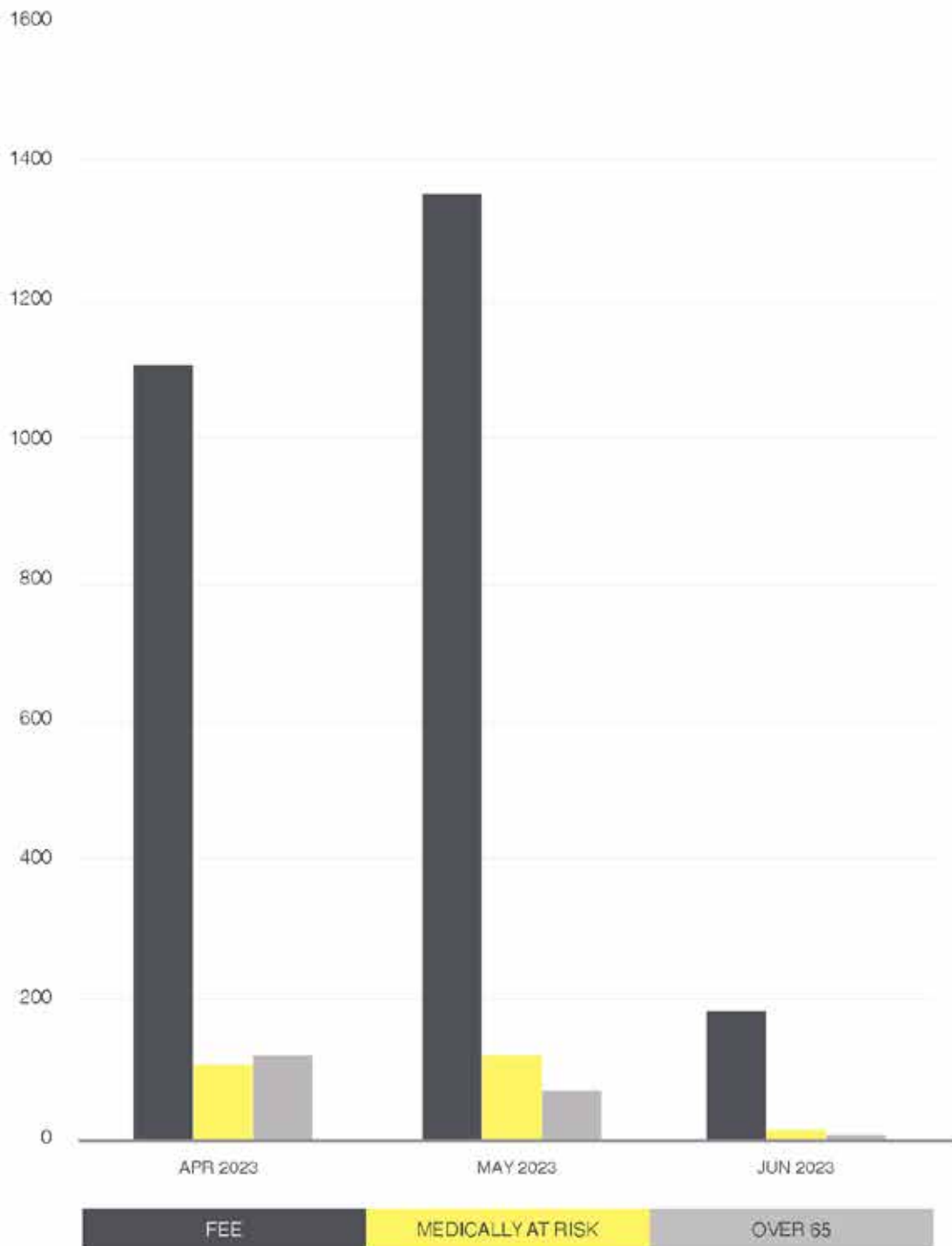




21

IMMUNISATION

Breakdown of influenza vaccines administered at workplaces during April-June 2023



EHA ANNUAL REPORT 2022 - 2023





# Public and Environmental Health

Environmental Health is the branch of public health that focuses on the interrelationships between people and their environment, promotes human health and well-being, and fosters healthy and safe communities.

website: [NEHA Environmental health](#)





# Complaints and Referrals

Environmental Health Officers investigate public health related complaints/referrals from the public or State Government agencies under the *SA Public Health Act 2011*

Public health related complaints/referrals from the public or State Government

224

2020-21

209

2021-22

181

2022-23

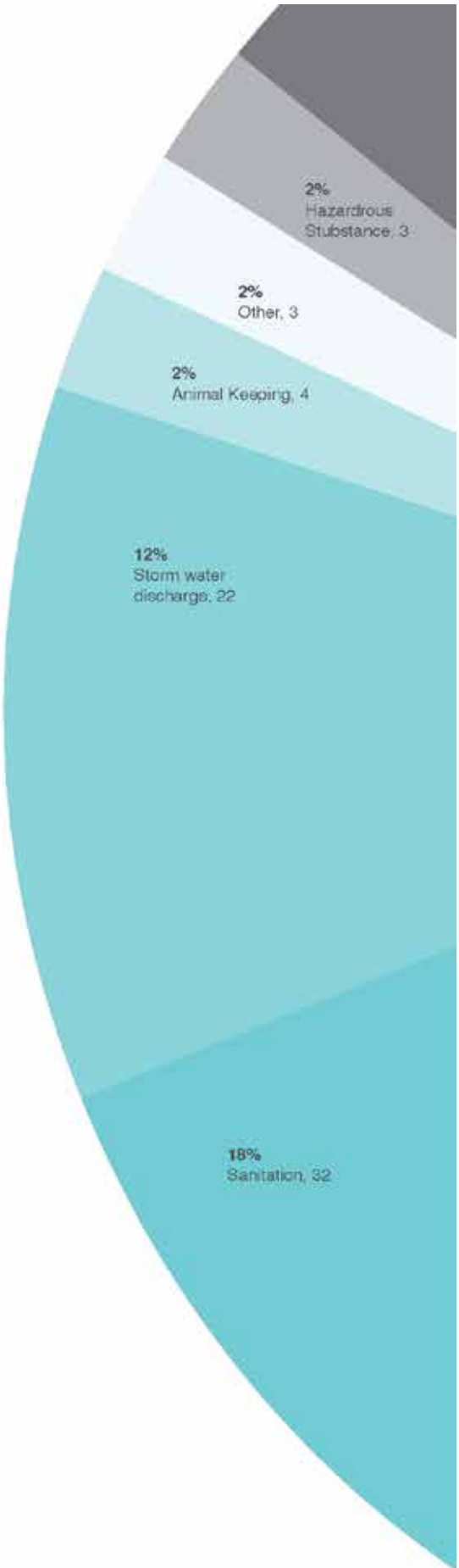
1.84 Inspections per complaint

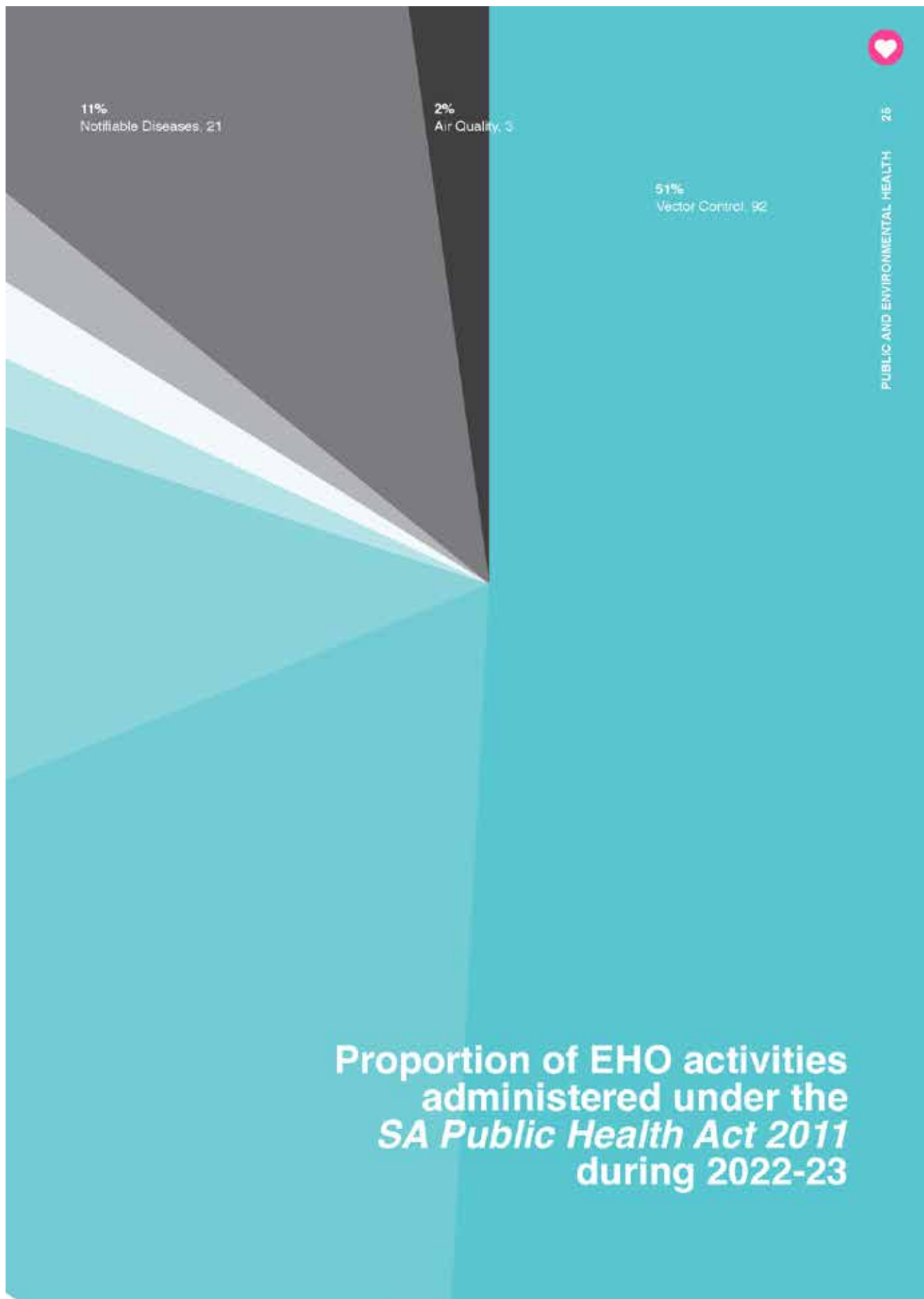
148

PUBLIC HEALTH COMPLAINTS REQUIRING ONSITE INSPECTIONS

272

PUBLIC HEALTH COMPLAINT INSPECTIONS CONDUCTED







26

PUBLIC AND ENVIRONMENTAL HEALTH

Vector Control

Rats/Mice



44

Mosquitoes



9

Pigeons



6

Squalor

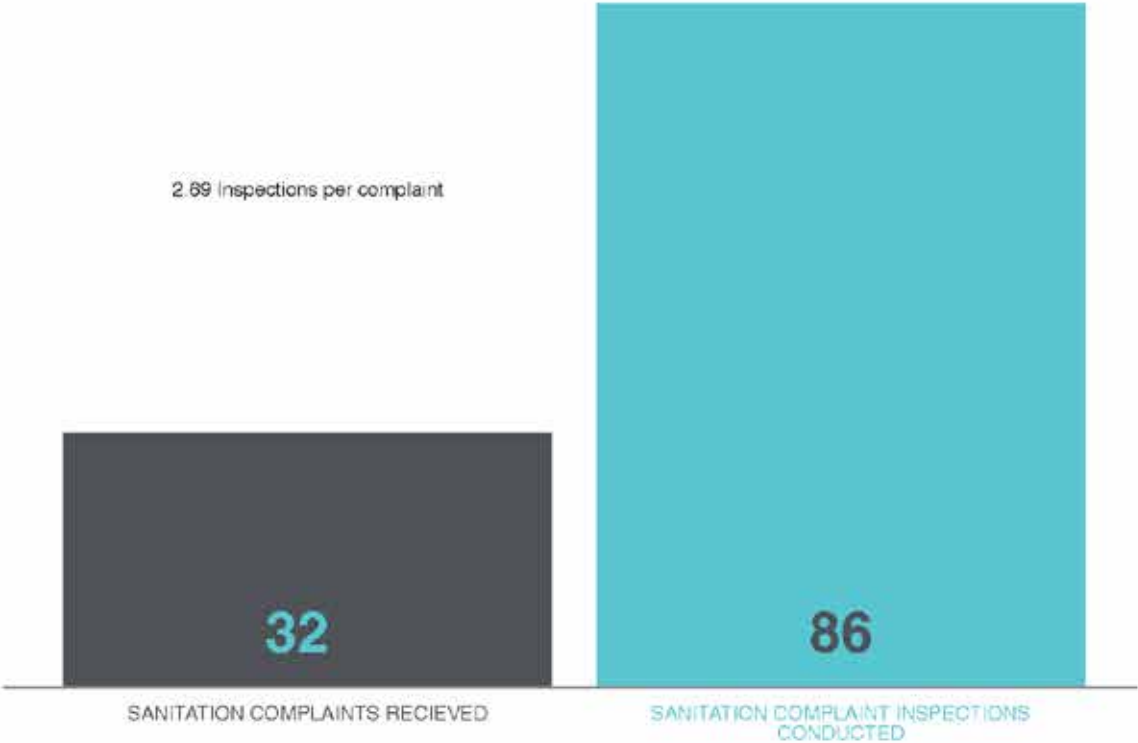


Hoarding



2.69 inspections per complaint

EHA ANNUAL REPORT 2022 - 2023





32

Sanitation complaints  
decrease from 36  
investigations (2021-22)

21

Notifiable Diseases complaints  
investigated increased from  
18 investigations received the  
previous year

22

Stormwater discharge  
complaints increase from 15  
investigations received the  
previous year

#### Notifiable Diseases

	2021-22	2022-23
<i>Campylobacter</i>	261	309 ▲
<i>Salmonella</i>	43	56 ▲
<i>Legionellosis</i>	1	5 ▲
<i>Cryptosporidiosis</i>	5	9 ▲
Hepatitis A	0	1 ▲
Rotavirus	49	66 ▲
COVID-19	6,470	14,467 ▲

There was an increase in notifications in the number of notifiable diseases when compared to the previous year, particularly COVID-19. This increase may be attributed to the introduction of interstate and international travel and easing of social restrictions.

It is also worth noting that number of cases would have been influenced by vaccination rates in the community, circulation of new strains of COVID and the health seeking behaviours of the community.



# Monitoring and Surveillance

## Cooling Towers and Warm Water Systems (HRMWS)

12 Cooling Towers at 18 sites		4 Warm Water Systems at 8 sites	
Routine inspections	20	Routine inspections	9



## Waste Control Systems

A small area within EHA's catchment is not connected to SA Water Sewer or a Community Wastewater Management Scheme, requiring the installation of an approved onsite wastewater system.







## Public Swimming Pools and Spas

42 swimming pool and spa's at 27 sites

Routine inspections	55
Follow-up inspections	8
Complaint inspections	2

## Personal Care and Body Art (PCBA)

All 11 tattoo premises involving high risk skin penetration practice were assessed. One follow-up inspection was required.

No complaints were received and investigated at a beauty premises.

## Health Care and Community Services

### LICENSING

3

Licence renewal applications were received and approved.

3 facilities – 1 year

### MONITORING

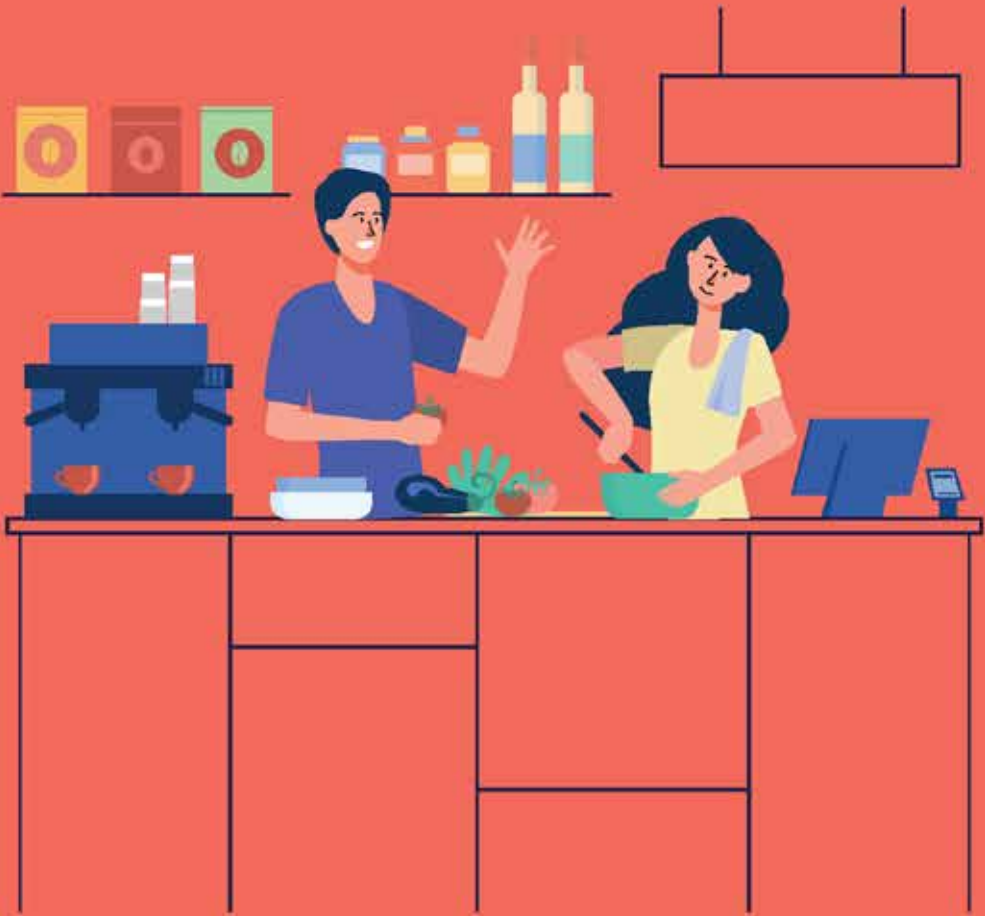
5

Routine licensing audits were conducted across 3 facilities.

### COMPLAINTS

2

Complaint investigations were undertaken / ongoing.





# Food Safety

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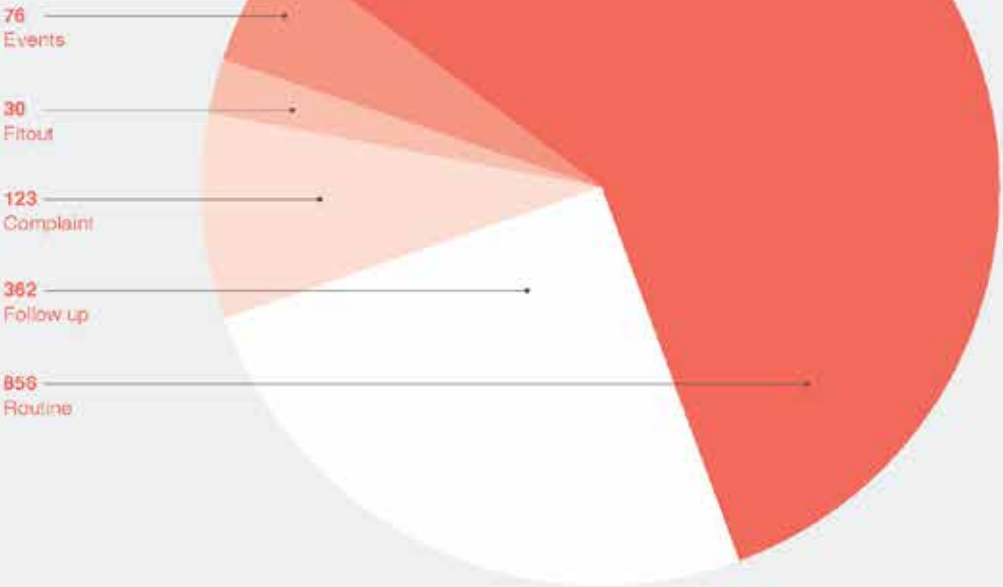
EHA administers the Food Act 2001 in conjunction with the Food Safety Standards to protect the public from food-borne illness and associated risks.



# Food Safety Inspections



Total Number of inspections 2022-23  
1,447 food safety inspections





## Non compliances observed during routine food inspections in 2022-23

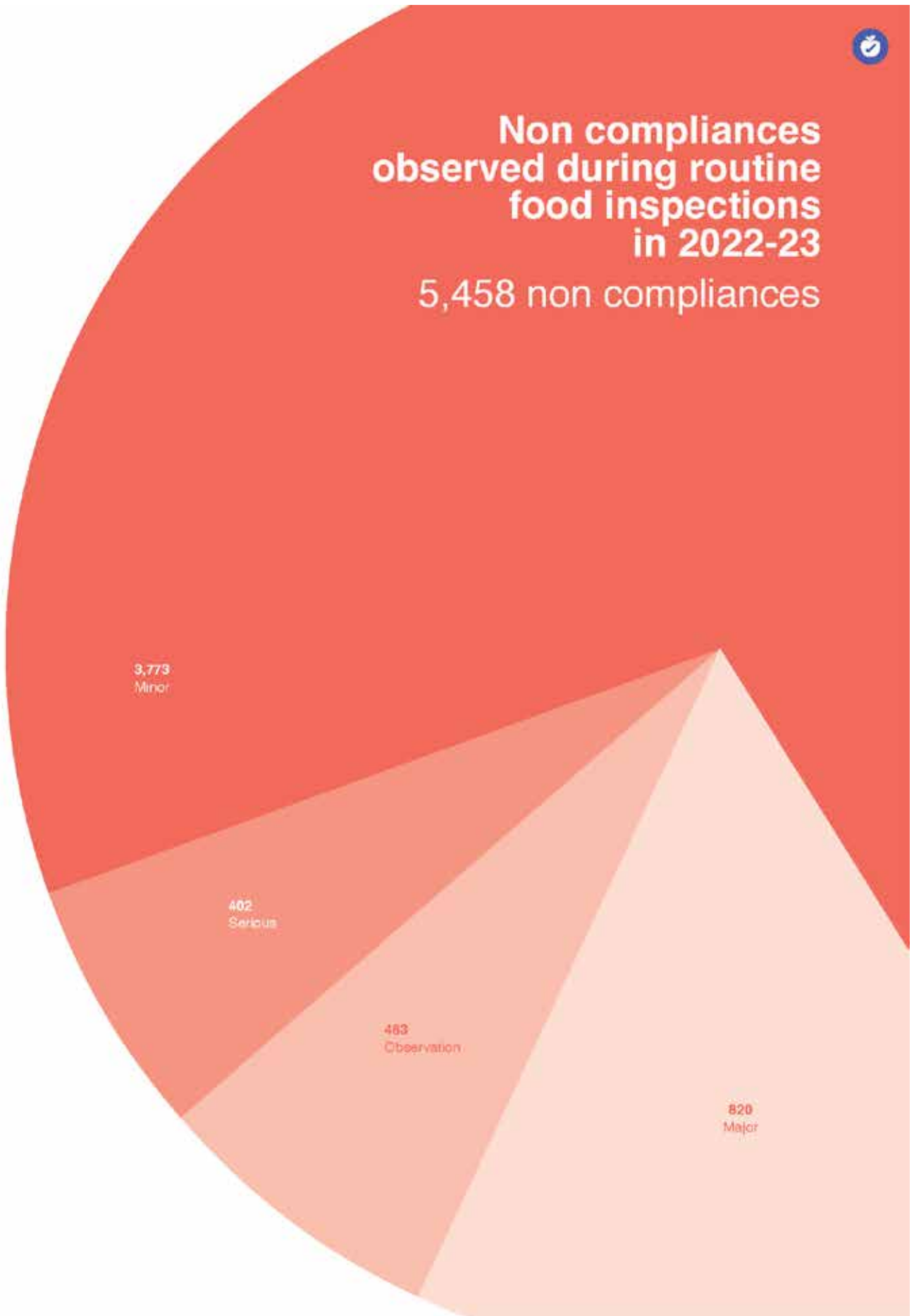
5,458 non compliances

3,773  
Minor

402  
Serious

483  
Observation

820  
Major







Participation of the  
SA Health Food Star  
Rating Scheme (FSRS)  
commenced on  
1 July 2023.

A total of  
**535**

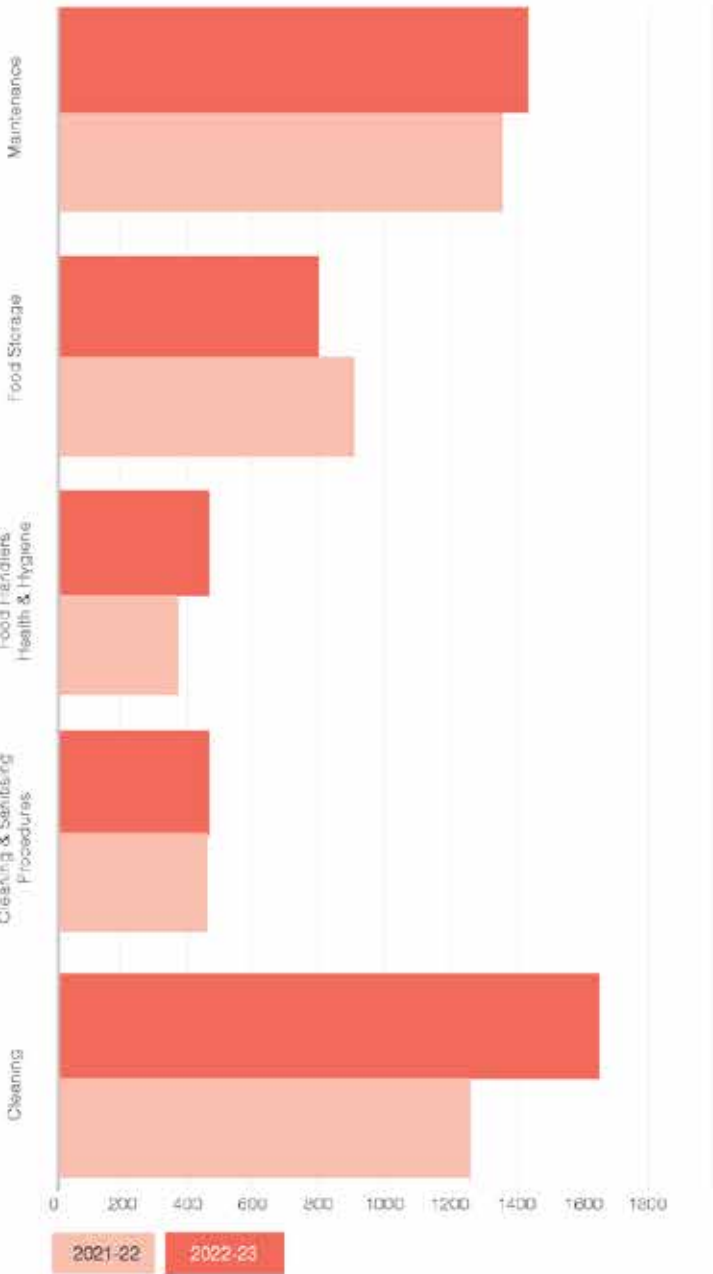
businesses are captured  
within the scheme

**598 captured FSRS  
inspections**



The average non-compliances observed per routine inspections decreased by **17%**.

Two year comparison of the types of food safety non-compliances observed during routine inspections during 2022-23

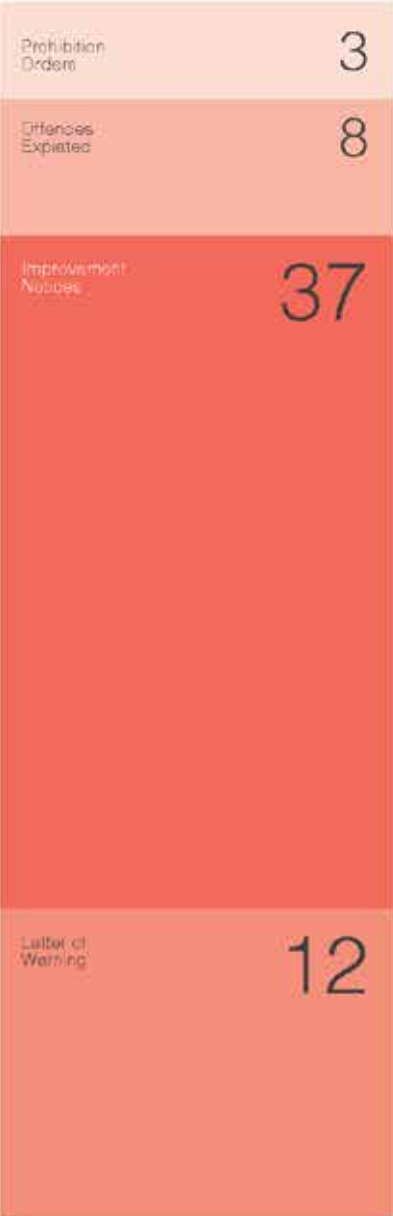




# Food Safety Enforcement



A graph illustrating the graduated response to enforcement under the *Food Act 2001*.



2021-22



## Improvement Notices

37

Improvement Notices issued to 25 food businesses.

25

Businesses issued with multiple Improvement Notices

2.92%

of routine inspections resulted in the issue of an Improvement Notice.

## Expiations

6

businesses were expiated under the *Food Act 2001*

0.70%

of routine inspections resulted in the issue of an Expiation Notice.



## Food Safety Audits

Scheduled food safety audits of food businesses serving food to vulnerable populations

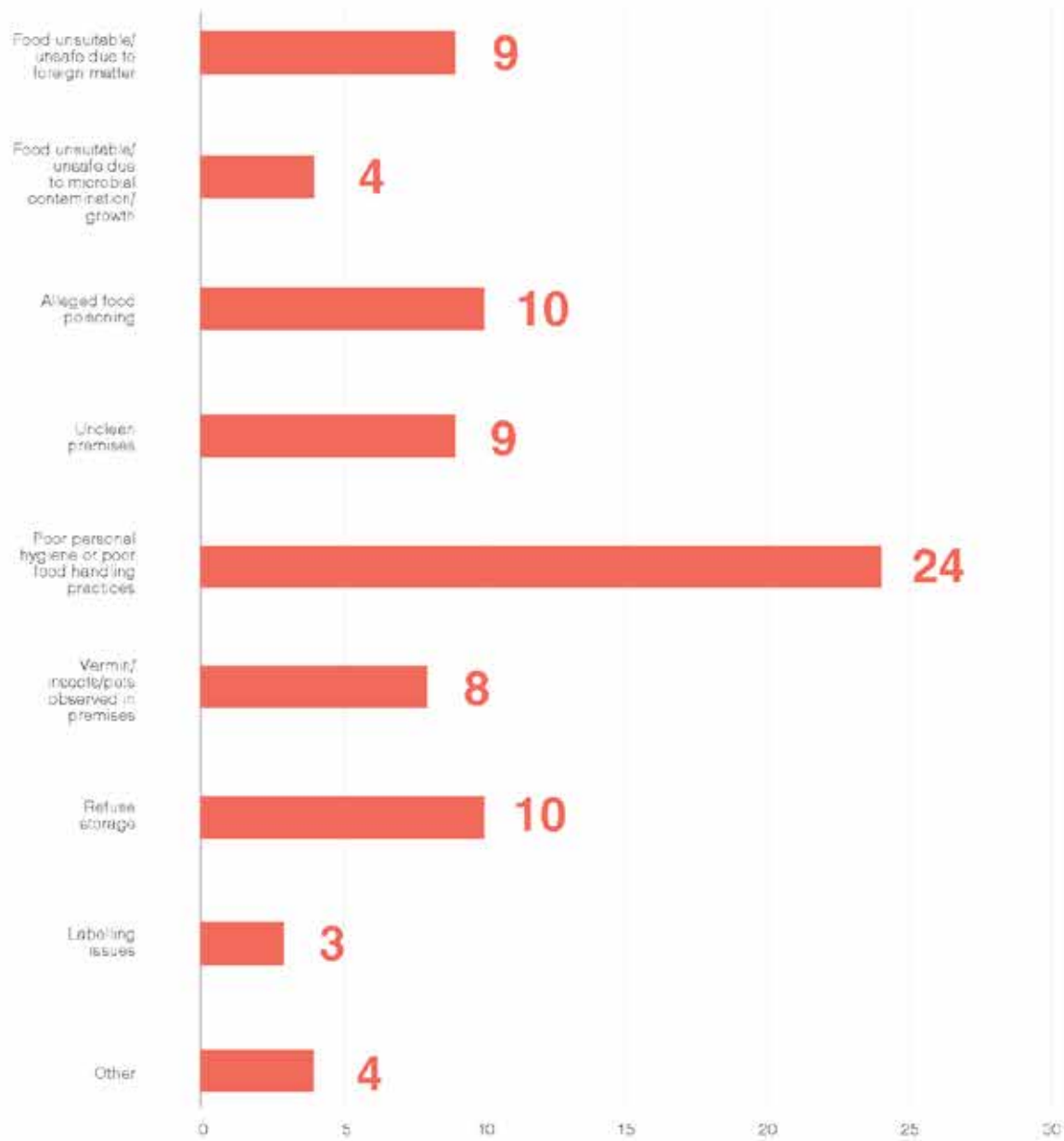


## Food Safety Complaints





Types of Food Complaints received in 2023.



FOOD SAFETY 37

Six food safety training sessions held.  
**75 participants attended.**

EHA ANNUAL REPORT 2022 - 2023

# Summary

Financial Statement  
for the year ending  
30 June 2023



	2022	2023
<b>INCOME</b>		
Council Contributions	1,828,263	1,828,000
Statutory charges	111,391	136,026
User charges	295,541	457,619
Grants, subsidies and contributions	226,108	230,170
Investment income	4,320	15,865
Other income	3,585	7,255
<b>TOTAL INCOME</b>	<b>2,469,208</b>	<b>2,674,936</b>
<b>EXPENSES</b>		
Employee Costs	1,750,609	1,881,592
Materials, contracts & other expenses	516,677	571,267
Depreciation, amortisation & impairment	168,844	159,013
Finance costs	44,752	37,681
<b>TOTAL EXPENSES</b>	<b>2,482,882</b>	<b>2,649,553</b>
<b>OPERATING SURPLUS (DEFICIT)</b>		
Asset disposal & fair value adjustments		
<b>NET SURPLUS/(DEFICIT)</b>	<b>(13,674)</b>	<b>25,383</b>
Other Comprehensive Income		
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>(13,674)</b>	<b>25,383</b>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	640,883	644,769
Trade and Other Receivables	231,080	271,901
<b>TOTAL CURRENT ASSETS</b>	<b>871,963</b>	<b>916,670</b>
<b>NON-CURRENT ASSETS</b>		
Property, Plant & Equipment	1,214,249	1,104,793
<b>TOTAL NON-CURRENT ASSETS</b>	<b>1,214,249</b>	<b>1,104,793</b>
<b>TOTAL ASSETS</b>	<b>2,086,212</b>	<b>2,021,463</b>
<b>CURRENT LIABILITIES</b>		
Trade & Other Payables	133,225	121,916
Borrowings	140,794	111,865
Provisions	289,466	285,083
Liabilities relating to Non-current Assets held for Sale	563,485	518,854
<b>TOTAL CURRENT LIABILITIES</b>	<b>1,126,970</b>	<b>1,037,728</b>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	961,297	881,032
Provisions	9,860	44,614
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>971,157</b>	<b>925,646</b>
<b>TOTAL LIABILITIES</b>	<b>1,534,642</b>	<b>1,444,510</b>
<b>NET ASSETS</b>	<b>551,570</b>	<b>576,953</b>
<b>EQUITY</b>		
Accumulated Surplus	551,570	576,953
<b>TOTAL EQUITY</b>	<b>551,570</b>	<b>576,953</b>

**Eastern Health Authority  
General Purpose Financial Reports  
for the year ended 30 June 2023**

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**EASTERN HEALTH AUTHORITY**  
**ANNUAL FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**CERTIFICATION OF FINANCIAL STATEMENTS**

We have been authorised by Eastern Health Authority (EHA) to certify the financial statements in their final form. In our opinion:

- the accompanying financial statements comply with the *Local Government Act 1999*, *Local Government (Financial Management) Regulations 2011* and Australian Accounting Standards.
- the financial statements present a true and fair view of EHA's financial position at 30 June 2023 and the results of its operations and cash flows for the financial year.
- internal controls implemented by EHA provide a reasonable assurance that EHA's financial records are complete, accurate and reliable and were effective throughout the financial year.
- the financial statements accurately reflect EHA's accounting and other records.

Michael Livori  
CHIEF EXECUTIVE OFFICER

Cr Peter Cornish  
CHAIRPERSON  
EHA BOARD OF MANAGEMENT

Date: 30 August 2023

**Eastern Health Authority**  
**Statement of Comprehensive Income**  
**for the year ended 30 June 2023**

	Notes	2023 \$	2022 \$
<b>INCOME</b>			
Council Contributions	2	1,828,000	1,828,263
Statutory charges	2	136,026	111,391
User charges	2	457,619	295,541
Grants, subsidies and contributions - Operating	2	230,170	226,108
Investment income	2	15,866	4,320
Other income	2	7,255	3,585
<b>Total Income</b>		<b>2,674,936</b>	<b>2,469,208</b>
<b>EXPENSES</b>			
Employee costs	3	1,881,592	1,750,609
Materials, contracts & other expenses	3	571,267	516,677
Depreciation, amortisation & impairment	3	159,013	168,844
Finance costs	3	37,681	46,752
<b>Total Expenses</b>		<b>2,649,553</b>	<b>2,482,882</b>
<b>OPERATING SURPLUS / (DEFICIT)</b>		<b>25,383</b>	<b>(13,674)</b>
<b>Other Comprehensive Income</b>			
<b>Total Other Comprehensive Income</b>		<b>-</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>25,383</b>	<b>(13,674)</b>

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

**Eastern Health Authority**  
**Statement of Financial Position**  
**as at 30 June 2023**

		2023	2022
	Notes	\$	\$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	4	644,769	640,883
Trade & other receivables	4	271,901	231,080
<b>Total Current Assets</b>		<b>916,670</b>	<b>871,963</b>
<b>Non-current Assets</b>			
Property, plant & equipment	5	1,104,793	1,214,249
<b>Total Non-current Assets</b>		<b>1,104,793</b>	<b>1,214,249</b>
<b>Total Assets</b>		<b>2,021,463</b>	<b>2,086,212</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade & other payables	6	121,916	133,225
Borrowings	6	111,865	140,794
Provisions	6	285,083	289,466
<b>Total Current Liabilities</b>		<b>518,864</b>	<b>563,485</b>
<b>Non-current Liabilities</b>			
Borrowings	6	881,032	961,297
Provisions	6	44,614	9,860
<b>Total Non-current Liabilities</b>		<b>925,646</b>	<b>971,157</b>
<b>Total Liabilities</b>		<b>1,444,510</b>	<b>1,534,642</b>
<b>NET ASSETS</b>		<b>576,953</b>	<b>551,570</b>
<b>EQUITY</b>			
Accumulated surplus		576,953	551,570
<b>TOTAL EQUITY</b>		<b>576,953</b>	<b>551,570</b>

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



**Eastern Health Authority**  
**Statement of Changes in Equity**  
**for the year ended 30 June 2023**

	Notes	Acc'd Surplus	TOTAL EQUITY
<b>2023</b>		<b>\$</b>	<b>\$</b>
Balance at end of previous reporting period		551,570	551,570
<b>Net Surplus / (Deficit) for Year</b>		25,383	25,383
<b>Balance at end of period</b>		<b>576,953</b>	<b>576,953</b>

	Notes	\$	\$
<b>2022</b>			
Balance at end of previous reporting period		565,244	565,244
<b>Net Surplus / (Deficit) for Year</b>		(13,674)	(13,674)
<b>Balance at end of period</b>		<b>551,570</b>	<b>551,570</b>

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

**Eastern Health Authority**  
**Statement of Cash Flows**  
**for the year ended 30 June 2023**

		2023	2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	Notes	\$	\$
<b>Receipts:</b>			
Council Contributions		1,828,000	1,828,263
Fees & other charges		136,026	111,391
User charges		418,158	227,946
Investment receipts		14,506	4,044
Grants utilised for operating purposes		230,170	226,108
Other revenues		7,633	3,585
<b>Payments:</b>			
Employee costs		(1,847,155)	(1,764,556)
Materials, contracts & other expenses		(586,184)	(536,431)
Finance payments		(38,517)	(48,367)
<b>Net Cash provided by (or used in) Operating Activities</b>		<b>162,637</b>	<b>51,983</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
<b>Payments:</b>			
Expenditure on renewal/replacement of assets		(49,557)	(82,379)
<b>Net Cash provided by (or used in) Investing Activities</b>		<b>(49,557)</b>	<b>(82,379)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>Payments:</b>			
Repayments of borrowings		(38,391)	(74,132)
Repayment of principal portion of lease liabilities		(70,803)	(37,485)
<b>Net Cash provided by (or used in) Financing Activities</b>		<b>(109,194)</b>	<b>(111,617)</b>
<b>Net Increase (Decrease) in cash held</b>		<b>3,886</b>	<b>(142,013)</b>
Cash & cash equivalents at beginning of period	7	640,883	782,896
<b>Cash &amp; cash equivalents at end of period</b>	<b>7</b>	<b>644,769</b>	<b>640,883</b>

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

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**  
**Note 1 - Significant Accounting Policies**

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

**1 Basis of Preparation**

**1.1 Compliance with Australian Accounting Standards**

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

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

**1.2 Historical Cost Convention**

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

**1.3 Critical Accounting Estimates**

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

**1.4 Rounding**

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

**2 The Local Government Reporting Entity**

EHA is incorporated under the SA Local Government Act 1999 and has its principal place of business at 101 Payneham Rd, St Peters SA. These consolidated financial statements include EHA's direct operations and all entities through which EHA controls resources to carry on its functions. In the process of reporting on EHA as a single unit, all transactions and balances between activity areas and controlled entities have been eliminated.

**3 Income recognition**

**3.1 Revenue**

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

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

In other cases, AASB 1058 applies when EHA enters into transactions where the consideration to acquire an asset is significantly less than the fair value of the asset principally to enable the entity to further its objectives. The excess of the asset recognised (at fair value) over any 'related amounts' is recognised as income immediately, except in the case where a financial asset has been received to enable the EHA to acquire or construct a recognisable non-financial asset that is to be controlled by the EHA. In this case, EHA recognises the excess as a liability that is recognised over time in profit and loss when (or as) the entity satisfies its obligations under the transfer.

## **Eastern Health Authority**

### **Notes to and forming part of the Financial Statements**

#### **for the year ended 30 June 2023**

#### **Note 1 - Significant Accounting Policies**

#### **4 Cash, Cash Equivalents and Other Financial Instruments**

##### **4.1 Cash, Cash Equivalent Assets**

Cash assets include all amounts readily convertible to cash on hand at EHA's option with an insignificant risk of changes in value with a maturity of three months or less from the date of acquisition.

##### **4.2 Other Financial Instruments**

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

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

All financial instruments are recognised at fair value at the date of recognition, except for trade receivables from a contract with a customer, which are measured at the transaction price. A detailed statement of the accounting policies applied to financial instruments also form part of Note 8.

#### **6 Property, Plant & Equipment**

##### **6.1 Initial Recognition**

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

##### **6.2 Materiality**

Assets with an economic life in excess of one year are only capitalised where the cost of acquisition exceeds materiality thresholds established by EHA for each type of asset. In determining (and in annually reviewing) such thresholds, regard is had to the nature of the asset and its estimated service life. Examples of capitalisation thresholds applied during the year are given in Note 5. No capitalisation threshold is applied to the acquisition of land or interests in land.

##### **6.4 Depreciation of Non-Current Assets**

Property, plant and equipment assets recognised are systematically depreciated over their useful lives on a straight-line basis which, in the opinion of EHA, best reflects the consumption of the service potential embodied in those assets.

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

Major depreciation periods for each class of asset are shown in Note 5. Depreciation periods for infrastructure assets have been estimated based on the best information available to EHA, but appropriate records covering the entire life cycle of these assets are not available, and extreme care should be used in interpreting financial information based on these estimates.

##### **6.5 Impairment**

Assets whose future economic benefits are not dependent on the ability to generate cash flows, and where the future economic benefits would be replaced if EHA were deprived thereof, are not subject to impairment testing.

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

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

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**  
**Note 1 - Significant Accounting Policies**

**7 Payables**

**7.1 Goods & Services**

Creditors are amounts due to external parties for the supply of goods and services and are recognised as liabilities when the goods and services are received. Creditors are normally paid 30 days after the month of invoice. No interest is payable on these amounts.

**7.2 Payments Received in Advance & Deposits**

Amounts (other than grants) received from external parties in advance of service delivery, and security deposits held against possible damage to EHA assets, are recognised as liabilities until the service is delivered or damage reinstated, or the amount is refunded as the case may be.

**8 Borrowings**

Borrowings are initially recognised at fair value net of transaction costs incurred and are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the income statement over the period of the borrowings using the effective interest method.

Borrowings are carried at their principal amounts which represent the present value of future cash flows associated with servicing the debt. Interest is accrued over the period to which it relates and is recorded as part of "Payables". Interest free loans are initially recognised at fair value with any difference between fair value and proceeds recognised in the profit and loss. The loan is subsequently measured at amortised cost with interest being recognised using the effective interest rate method.

**9 Provisions**

**9.1 Employee Benefits**

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

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

No accrual is made for sick leave as EHA experience indicates that, on average, sick leave taken in each reporting period is less than the entitlement accruing in that period, and this experience is expected to recur in future reporting periods. EHA does not make payment for untaken sick leave.

Superannuation:

EHA makes employer superannuation contributions in respect of its employees to the Hostplus Superannuation Scheme. The Scheme has two types of membership, each of which is funded differently. Details of the accounting policies applied and EHA's involvement with the schemes are reported in Note 11.

**10 Leases**

EHA assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

**EHA as a lessee**

EHA recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.



**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**  
**Note 1 - Significant Accounting Policies**

i) Right-of-use assets

EHA recognises right-of-use assets at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, lease payments made at or before the commencement date less any lease incentives received and the estimate of costs to be incurred to restore the leased asset.

Right of use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

ii) Lease liabilities

At the commencement date of the lease, EHA recognises lease liabilities measured at the present value of lease payments to be made over the lease term. In calculating the present value of lease payments, EHA uses its incremental borrowing rate or the interest rate implicit in the lease.

iii) Short-term leases and leases of low-value assets

EHA applies the short-term lease recognition exemption to its short-term leases of machinery and equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date). It also applies the low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

**12 GST Implications**

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

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

**13 New and amended standards and interpretations**

EHA applied for the first-time certain standards and amendments, which are effective for annual periods beginning on or after 1 January 2022. New standards and amendments relevant to EHA are listed below. EHA has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

Nil

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 2 - INCOME**

	Notes	2023 \$	2022 \$
<b>COUNCIL CONTRIBUTIONS</b>			
City of Burnside		494,233	448,572
Cambelltown City Council		453,186	478,298
City of Norwood, Payneham & St Peters		584,210	571,786
City of Prospect		214,740	225,897
Town of Walkerville		81,631	103,710
		<b>1,828,000</b>	<b>1,828,263</b>
<b>STATUTORY CHARGES</b>			
Inspection Fees: Food		107,990	91,848
Inspection Fees: Legionella		10,027	8,524
SRF Licences		1,630	2,145
Fines & expiation fees		16,379	8,874
		<b>136,026</b>	<b>111,391</b>
<b>USER CHARGES</b>			
Immunisation: Clinic Vaccines		86,207	68,441
Immunisation: Service Provision		152,625	69,000
Immunisation: Worksite Vaccines		96,177	73,044
Immunisation: Clinic Service Fee		1,640	1,050
Food Auditing		120,970	84,006
		<b>457,619</b>	<b>295,541</b>
<b>INVESTMENT INCOME</b>			
Interest on investments:			
Local Government Finance Authority		15,866	4,320
		<b>15,866</b>	<b>4,320</b>
<b>OTHER INCOME</b>			
Motor Vehicle Reimbursements		4,357	2,992
Sundry		2,898	593
		<b>7,255</b>	<b>3,585</b>
<b>GRANTS, SUBSIDIES, CONTRIBUTIONS</b>			
<i>Other grants, subsidies and contributions - Operating</i>			
Immunisation: School Programme		209,229	182,701
Immunisation: AIR		18,941	18,240
Immunisation: PHN Project		2,000	25,167
		<b>230,170</b>	<b>226,108</b>
		<b>230,170</b>	<b>226,108</b>
<b>Sources of grants</b>			
<i>Other</i>		230,170	226,108
		<b>230,170</b>	<b>226,108</b>

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 3 - EXPENSE**

	Notes	2023 \$	2022 \$
<b>EMPLOYEE COSTS</b>			
Salaries and Wages		1,580,063	1,510,095
Employee leave expense		54,041	18,047
Superannuation - defined contribution plan contributions	11	172,557	144,032
Superannuation - defined benefit plan contributions	11	20,103	16,909
Workers' Compensation Insurance		20,160	16,451
Other - Agency staff and Consultant Medical Officer		34,668	45,075
<b>Total Operating Employee Costs</b>		<b>1,881,592</b>	<b>1,750,609</b>
<b>Total Number of Employees</b>		<b>18</b>	<b>18</b>
<i>(Full time equivalent at end of reporting period)</i>			
<b>MATERIALS, CONTRACTS &amp; OTHER EXPENSES</b>			
<u>Prescribed Expenses</u>			
Auditor's Remuneration			
- Auditing the financial reports		8,800	8,300
Bad and Doubtful Debts			4,251
Governance expenses		16,038	10,437
Lease Expenses - short term leases	10	26,942	15,783
Subtotal - Prescribed Expenses		<b>51,780</b>	<b>38,771</b>
<u>Other Materials, Contracts &amp; Expenses</u>			
Accounting		3,775	5,127
Contractors		28,290	23,154
Energy		7,182	8,868
Fringe benefits tax		14,480	14,272
Human resources		8,794	15,657
Income protection		31,047	25,692
Insurance		39,010	30,085
IT licencing & support		151,411	147,883
Legal Expenses		14,321	13,560
Motor vehicle expenses		25,465	19,895
Parts, accessories & consumables		105,347	94,211
Printing & stationery		24,387	17,660
Staff training		20,974	13,410
Sundry		22,759	22,327
Telephone		16,248	17,758
Work health & safety consultancy		5,997	8,347
Subtotal - Other Materials, Contracts & Expenses		<b>519,487</b>	<b>477,906</b>
		<b>571,267</b>	<b>516,677</b>

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 3 - EXPENSE con't**

	<b>2023</b>	<b>2022</b>
<b>Notes</b>	<b>\$</b>	<b>\$</b>
<b>DEPRECIATION, AMORTISATION &amp; IMPAIRMENT</b>		
<b>Depreciation</b>		
Buildings & Other Structures	<b>27,394</b>	23,642
Office Equipment, Furniture & Fittings	<b>3,752</b>	14,247
Right of Use Assets	<b>127,867</b>	130,955
	<b>159,013</b>	168,844
<b>FINANCE COSTS</b>		
Interest on Loans	<b>(836)</b>	5,532
Interest on Leases	<b>38,517</b>	41,220
	<b>37,681</b>	46,752

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 4 - CURRENT ASSETS**

		2023	2022
	Notes	\$	\$
<b>CASH &amp; EQUIVALENT ASSETS</b>			
Cash on Hand and at Bank		199,093	159,713
Deposits at Call		445,676	481,170
		<u>644,769</u>	<u>640,883</u>
<b>TRADE &amp; OTHER RECEIVABLES</b>			
Accrued Revenues		1,729	369
Debtors - general		270,172	230,711
		<u>271,901</u>	<u>231,080</u>



**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 5 -PROPERTY, PLANT & EQUIPMENT (IPP&E)**

	2022				2023			
	\$				\$			
Fair Value Level	Fair Value	Cost	Acc' Dep'n	Carrying Amount	Fair Value	Cost	Acc' Dep'n	Carrying Amount
Buildings & Other Structures	-	472,846	(259,254)	213,592	-	472,846	(286,648)	186,198
Office Equipment, Furniture & Fittings	-	268,730	(250,229)	18,501	-	281,287	(253,981)	27,306
Right of Use Assets	-	1,325,000	(342,844)	982,156	-	1,362,000	(470,711)	891,289
<b>Total IPP&amp;E</b>	-	2,066,576	(852,327)	1,214,249	-	2,116,133	(1,011,340)	1,104,793
<b>Comparatives</b>	-	2,070,032	(769,318)	1,300,714	-	2,066,576	(852,327)	1,214,249

*This Note continues on the following pages.*

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 5 - PROPERTY, PLANT & EQUIPMENT**

	2022	Carrying Amounts Movement During the Year								2023
	\$	\$								\$
	Carrying Amount	Additions		Disposals	Dep'n	Impairt	Transfers		Net Reval'n	
		New / Upgrade	Renewals				In	Out		
Buildings & Other Structures	213,592	-	-	-	(27,394)	-	-	-	186,198	
Office Equipment, Furniture & Fittings	18,501	-	12,557	-	(3,752)	-	-	-	27,306	
Right of Use Assets	982,156	-	37,000	-	(127,867)	-	-	-	891,289	
<b>Total IPP&amp;E</b>	<b>1,214,249</b>	-	<b>49,557</b>	-	<b>(159,013)</b>	-	-	-	<b>1,104,793</b>	
<b>Comparatives</b>	<b>1,300,714</b>	-	<b>82,379</b>	-	<b>(168,844)</b>	-	-	-	<b>1,214,249</b>	

*This note continues on the following pages*

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 6 - LIABILITIES**

		2023		2022	
		\$		\$	
<b>TRADE &amp; OTHER PAYABLES</b>	<b>Notes</b>	<b>Current</b>	<b>Non-current</b>	<b>Current</b>	<b>Non-current</b>
Goods & Services		60,791	-	75,708	-
Accrued expenses - employee entitlements		58,987	-	54,921	-
Accrued expenses - other		-	-	836	-
GST Payable		2,138	-	1,760	-
		<b>121,916</b>	<b>-</b>	<b>133,225</b>	<b>-</b>
<b>BORROWINGS</b>					
Loans		-	-	38,391	-
Leases Liabilities	10	111,865	881,032	102,403	961,297
		<b>111,865</b>	<b>881,032</b>	<b>140,794</b>	<b>961,297</b>
<b>PROVISIONS</b>					
LSL Employee entitlements (including oncosts)		136,974	44,614	165,971	9,860
AL Employee entitlements (including oncosts)		148,109	-	123,495	-
		<b>285,083</b>	<b>44,614</b>	<b>289,466</b>	<b>9,860</b>

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

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**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 7 - RECONCILIATION TO CASH FLOW STATEMENT**

**(a) Reconciliation of Cash**

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

	Notes	2023 \$	2022 \$
Total cash & equivalent assets	4	<b>644,769</b>	640,883
Balances per Cash Flow Statement		<b>644,769</b>	640,883

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

Net Surplus (Deficit)	<b>25,383</b>	(13,674)
Non-cash items in Income Statement		
Depreciation, amortisation & impairment	<b>159,013</b>	168,844
Net increase (decrease) in unpaid employee benefits	<b>34,437</b>	(13,947)
	<b>218,833</b>	141,223
Add (Less): Changes in Net Current Assets		
Net (increase) decrease in receivables	<b>(40,443)</b>	(42,179)
Net increase (decrease) in trade & other payables	<b>(15,753)</b>	(47,061)
<b>Net Cash provided by (or used in) operations</b>	<b>162,637</b>	51,983

**(c) Financing Arrangements**

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

Corporate Credit Cards	<b>5,000</b>	5,000
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The bank overdraft facilities may be drawn at any time and may be terminated by the bank without notice.

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 8 - FINANCIAL INSTRUMENTS**

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

**Accounting Policies - Recognised Financial Instruments**

**Bank, Deposits at Call, Short Term Deposits**

**Accounting Policy:** initially recognised at fair value and subsequently measured at amortised cost, interest is recognised when earned

**Terms & conditions:** Deposits are returning fixed interest rates of 4.3% (2022: 0.30%).

**Carrying amount:** approximates fair value due to the short term to maturity.

**Receivables - Fees & other charges**

**Accounting Policy:** initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method

**Terms & conditions:** Unsecured, and do not bear interest. Although EHA is not materially exposed to any individual debtor, credit risk exposure is concentrated within the EHA's boundaries.

**Carrying amount:** approximates fair value (after deduction of any allowance).

**Receivables - other levels of government**

**Accounting Policy:** initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.

**Terms & conditions:** Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of State and Federal Governments.

**Carrying amount:** approximates fair value.

**Liabilities - Creditors and Accruals**

**Accounting Policy:** Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the EHA.

**Terms & conditions:** Liabilities are normally settled on 30 day terms.

**Carrying amount:** approximates fair value.

**Liabilities - Interest Bearing Borrowings**

**Accounting Policy:** initially recognised at fair value and subsequently at amortised cost, interest is charged as an expense using the effective interest rate

**Carrying amount:** approximates fair value.

**Liabilities - Finance Leases**

**Accounting Policy:** accounted for in accordance with AASB 16 as stated in Note 10

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 8 - FINANCIAL INSTRUMENTS (con't)**

**Liquidity Analysis**

<b>2023</b>	<b>Due &lt; 1 year</b>	<b>Due &gt; 1 year ≤ 5 years</b>	<b>Due &gt; 5 years</b>	<b>Total Contractual Cash Flows</b>	<b>Carrying Values</b>
<b><u>Financial Assets</u></b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Cash & Equivalents	644,769	-	-	644,769	644,769
Receivables	273,003	-	-	273,003	271,901
<b>Total</b>	<b>917,772</b>	<b>-</b>	<b>-</b>	<b>917,772</b>	<b>916,670</b>
<b><u>Financial Liabilities</u></b>					
Payables	96,432	-	-	96,432	62,929
Lease Liabilities	111,865	464,492	576,357	1,152,714	992,897
<b>Total</b>	<b>208,297</b>	<b>464,492</b>	<b>576,357</b>	<b>1,249,146</b>	<b>1,055,826</b>

<b>2022</b>	<b>Due &lt; 1 year</b>	<b>Due &gt; 1 year; ≤ 5 years</b>	<b>Due &gt; 5 years</b>	<b>Total Contractual Cash Flows</b>	<b>Carrying Values</b>
<b><u>Financial Assets</u></b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Cash & Equivalents	640,883	-	-	640,883	640,883
Receivables	233,141	-	-	233,141	233,141
<b>Total</b>	<b>874,024</b>	<b>-</b>	<b>-</b>	<b>874,024</b>	<b>874,024</b>
<b><u>Financial Liabilities</u></b>					
Payables	77,861	-	-	77,861	77,861
Current Borrowings	38,391	-	-	38,391	38,391
Lease Liabilities	102,403	347,325	613,972	1,063,700	1,063,700
<b>Total</b>	<b>218,655</b>	<b>347,325</b>	<b>613,972</b>	<b>1,179,952</b>	<b>1,179,952</b>

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

	<b>30 June 2023</b>		<b>30 June 2022</b>	
	<b>Weighted Average Interest Rate</b>	<b>Carrying Value</b>	<b>Weighted Average Interest Rate</b>	<b>Carrying Value</b>
	<b>%</b>	<b>\$</b>	<b>%</b>	<b>\$</b>
<b>Fixed Interest Rates</b>		<b>-</b>	<b>4.75</b>	<b>122,523</b>
		<b>-</b>		<b>122,523</b>



**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 8 - FINANCIAL INSTRUMENTS (con't)**

**Net Fair Value**

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

**Risk Exposures:**

Credit Risk represents the loss that would be recognised if counterparties fail to perform as contracted. The maximum credit risk on financial assets of EHA is the carrying amount, net of any impairment. All EHA investments are made with the SA Local Government Finance Authority and are guaranteed by the SA Government. Except as detailed in Note 4 in relation to individual classes of receivables, exposure is concentrated within the EHA's boundaries, and there is no material exposure to any individual debtor.

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

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

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

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 9 - UNIFORM PRESENTATION OF FINANCES**

The following is a high level summary of both operating and capital investment activities of EHA prepared on a simplified Uniform Presentation Framework basis, adjusted for timing differences associated with prepaid Federal assistance Grants required to be recognised as revenue on receipt in accordance with Australian Accounting Standards.

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

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

	2023	2022
	\$	\$
<b>Income</b>		
<i>Council Contributions</i>	1,828,000	1,828,263
<i>Statutory charges</i>	136,026	111,391
<i>User charges</i>	457,619	295,541
<i>Grants, subsidies and contributions - Operating</i>	230,170	226,108
<i>Investment income</i>	15,866	4,320
<i>Other income</i>	7,255	3,585
	<u>2,674,936</u>	<u>2,469,208</u>
<b>Expenses</b>		
<i>Employee costs</i>	(1,881,592)	(1,750,609)
<i>Materials, contracts and other expenses</i>	(571,267)	(516,677)
<i>Depreciation, amortisation and impairment</i>	(159,013)	(168,844)
<i>Finance costs</i>	(37,681)	(46,752)
	<u>(2,649,553)</u>	<u>(2,482,882)</u>
<b>Operating Surplus / (Deficit)</b>	25,383	(13,674)
<b>Net Outlays on Existing Assets</b>		
Capital Expenditure on renewal and replacement of Existing Assets	(49,557)	(82,379)
Add back Depreciation, Amortisation and Impairment	159,013	168,844
	<u>109,456</u>	<u>86,465</u>
<b>Annual Net Impact to Financing Activities</b>	<u>134,839</u>	<u>72,791</u>

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 10 - LEASES**

**EHA as a Lessee**

**Right of Use Assets**

*(include description of assets which are leased)*

Set out below are the carrying amounts (written down value) of right of use assets recognised within Property, Plant & Equipment and the movements during the period:

<b>Right of Use Assets (Carrying Value)</b>	<b>Building &amp; Other Structures</b>	<b>Motor Vehicles</b>	<b>Office Equipment</b>	<b>Total</b>
At 1 July 2022	912,000	70,156	-	982,156
Additions	-	37,000	-	37,000
Depreciation Charge	(96,000)	(31,867)	-	(127,867)
<b>At 30 June 2023</b>	<b>816,000</b>	<b>75,289</b>	<b>-</b>	<b>891,289</b>

Set out below are the carrying amounts of lease liabilities (including under interest bearing loans and borrowings) and the movements during the period:

	<b>2023</b>
Opening Balance 1 July 2022	1,063,670
Additions	37,000
Payments	(107,773)
<b>Closing Balance 30 June 2023</b>	<b>992,897</b>
<b>Current</b>	<b>111,865</b>
<b>Non Current</b>	<b>881,032</b>

The maturity analysis of lease liabilities is included in Note 8.

EHA and its associated entities (the group) had total cash outflows for leases of \$146,321.

**The following are amounts recognised on profit or loss:**

Depreciation expense right of use assets	127,867
Interest expense on lease liabilities	38,517
Expenses relating to short term leases	26,942
<b>Total amount recognised in profit and loss</b>	<b>193,326</b>

## Eastern Health Authority

### Notes to and forming part of the Financial Statements

#### for the year ended 30 June 2023

#### Note 11 – SUPERANNUATION

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

##### **Accumulation only Members**

Accumulation only members receive both employer and employee contributions on a progressive basis. Employer contributions are based on a fixed percentage of ordinary time earnings in accordance with superannuation guarantee legislation (10.5% in 2022-23; 10% in 2021-22). No further liability accrues to EHA as the superannuation benefits accruing to employees are represented by their share of the net assets of the Fund.

##### **Salarylink (Defined Benefit Fund) Members**

Salarylink is a defined benefit scheme where the benefit payable is based on a formula determined by the member's contribution rate, number of years and level of contribution and final average salary. EHA makes employer contributions to Salarylink as determined by the Fund's Trustee based on advice from the appointed Actuary. The rate is currently 6.3% (6.3% in 2021-22) of "superannuation" salary.

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

The Salarylink section is a multi-employer sponsored plan. As the Salarylink section's assets and liabilities are pooled and are not allocated by each employer, and employees may transfer to another employer within the local government sector and retain membership of the Fund, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided by AASB 119.34(a), EHA does not use defined benefit accounting for these contributions.

The most recent actuarial investigation was conducted by the Fund's actuary, Louise Campbell, FIAA, of Willis Towers Watson as at 30 June 2022. The Trustee has determined that the current funding arrangements are adequate for the expected Salarylink liabilities. However, future financial and economic circumstances may require changes to EHA's contribution rates at some future time.

##### **Contributions to Other Superannuation Schemes**

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

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**  
**Note 12 - CONTINGENT ASSETS AND CONTINGENT LIABILITIES**

There are no contingencies, assets or liabilities not recognised in the financial statements for the year ended 30 June 2023.

**Note 13 - EVENTS OCCURRING AFTER BALANCE DATE**

There are no events subsequent to 30 June 2023 that need to be disclosed in the financial statements.

**Eastern Health Authority**  
**Notes to and forming part of the Financial Statements**  
**for the year ended 30 June 2023**

**Note 14 - RELATED PARTY DISCLOSURES**

**KEY MANAGEMENT PERSONNEL**

The Key Management Personnel of EHA include the Chairperson, Board Members, CEO and certain prescribed officers under section 112 of the Local Government Act 1999. In all the Key Management personnel were paid the following total compensation:

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Salaries, allowances & other short term benefits	<b>192,884</b>	190,215
<b>TOTAL</b>	<b>192,884</b>	190,215

Amounts received from Related Parties during the financial year:

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
City of Burnside	<b>494,233</b>	<b>448,572</b>
Cambelltown City Council	<b>453,186</b>	<b>478,298</b>
City of Norwood, Payneham & St Peters	<b>584,210</b>	<b>571,786</b>
City of Prospect	<b>214,740</b>	<b>225,897</b>
Town of Walkerville	<b>81,631</b>	<b>103,710</b>
<b>TOTAL</b>	<b>1,828,000</b>	1,828,263

Amounts paid to Related Parties during the financial year:

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
City of Norwood, Payneham & St Peters	<b>112,121</b>	<b>2,110,754</b>
<b>TOTAL</b>	<b>112,121</b>	2,110,754

**Description of Services provided to all related parties above:**

Assist the Constituent Councils to meet their legislative responsibilities in accordance with the SA Public Health Act 2011, the Food Act 2001 (SA), the Supported Residential Facilities Act 1992 (SA), the Expiation of Offences Act 1996 (SA), (or any successor legislation to these Acts) and any other legislation regulating similar matters that the Constituent Councils determine is appropriate within the purposes of EHA; Take action to preserve, protect and promote public and environmental health within the area of the Constituent Councils.



Item 7.1 Attachment 1

**EASTERN HEALTH AUTHORITY****ANNUAL FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 June 2023****CERTIFICATION OF AUDITOR INDEPENDENCE**

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Eastern Health Authority for the year ended 30 June 2023, Bentleys SA Audit Partnership, Chartered Accountants, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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

  
Michael Livori  
CHIEF EXECUTIVE OFFICER

  
Madeleine Harding  
PRESIDING MEMBER  
AUDIT COMMITTEE

Date: 23/8/23



**EASTERN HEALTH AUTHORITY**

**ANNUAL FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023**

**CERTIFICATION OF AUDITOR INDEPENDENCE**

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Eastern Health Authority for the year ended 30 June 2023, the Auditor, Bentleys SA Audit Partnership, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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

.....  
Paul Di Iulio  
**CHIEF EXECUTIVE OFFICER  
CAMPBELLTOWN CITY COUNCIL**

Date: **20.7.2023**



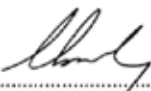
EASTERN HEALTH AUTHORITY

**ANNUAL FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023**

**CERTIFICATION OF AUDITOR INDEPENDENCE**

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Eastern Health Authority for the year ended 30 June 2023, the Auditor, Bentleys SA Audit Partnership, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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

  
Chris Cowley  
CHIEF EXECUTIVE OFFICER  
CITY OF BURNSIDE

Date: 12/07/2023



EASTERN HEALTH AUTHORITY

**ANNUAL FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023**

**CERTIFICATION OF AUDITOR INDEPENDENCE**

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Eastern Health Authority for the year ended 30 June 2023, the Auditor, Bentleys SA Audit Partnership, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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



Mario Barone  
CHIEF EXECUTIVE OFFICER  
CITY OF NORWOOD PAYNEHAM & ST PETERS

Date: 11. 07. 2023.



EASTERN HEALTH AUTHORITY

**ANNUAL FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023**

**CERTIFICATION OF AUDITOR INDEPENDENCE**

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Eastern Health Authority for the year ended 30 June 2023, the Auditor, Bentleys SA Audit Partnership, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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

Chris White  
CHIEF EXECUTIVE OFFICER  
CITY OF PROSPECT

Date: 11/7/23



**EASTERN HEALTH AUTHORITY**

**ANNUAL FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023**

**CERTIFICATION OF FINANCIAL STATEMENTS**

We have been authorised by Eastern Health Authority (EHA) to certify the financial statements in their final form. In our opinion:

- the accompanying financial statements comply with the *Local Government Act 1999*, *Local Government (Financial Management) Regulations 2011* and Australian Accounting Standards.
- the financial statements present a true and fair view of EHA's financial position at 30 June 2023 and the results of its operations and cash flows for the financial year.
- internal controls implemented by EHA provide a reasonable assurance that EHA's financial records are complete, accurate and reliable and were effective throughout the financial year.
- the financial statements accurately reflect EHA's accounting and other records.

Michael Livori  
CHIEF EXECUTIVE OFFICER

Cr Peter Cornish  
CHAIRPERSON  
EHA BOARD OF MANAGEMENT

Date: 30 August 2023




**Bentleys SA Audit Partnership**

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Adelaide SA 5000

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Adelaide SA 5001

ABN 43 877 091 903

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F +61 8 8372 7999

admin@adel.bentleys.com.au  
bentleys.com.au

**Certification of Auditor Independence**

I confirm that, for the audit of the financial statements of Eastern Health Authority Inc for the year ended 30 June 2023, I have maintained my independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting Professional and Ethical Standards Board, in accordance with the Local Government Act 1999 and the Local Government (Financial Management) Regulations 2011 made under that Act.

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

**Bentleys SA Audit Partnership**

**David Francis**  
**Partner**

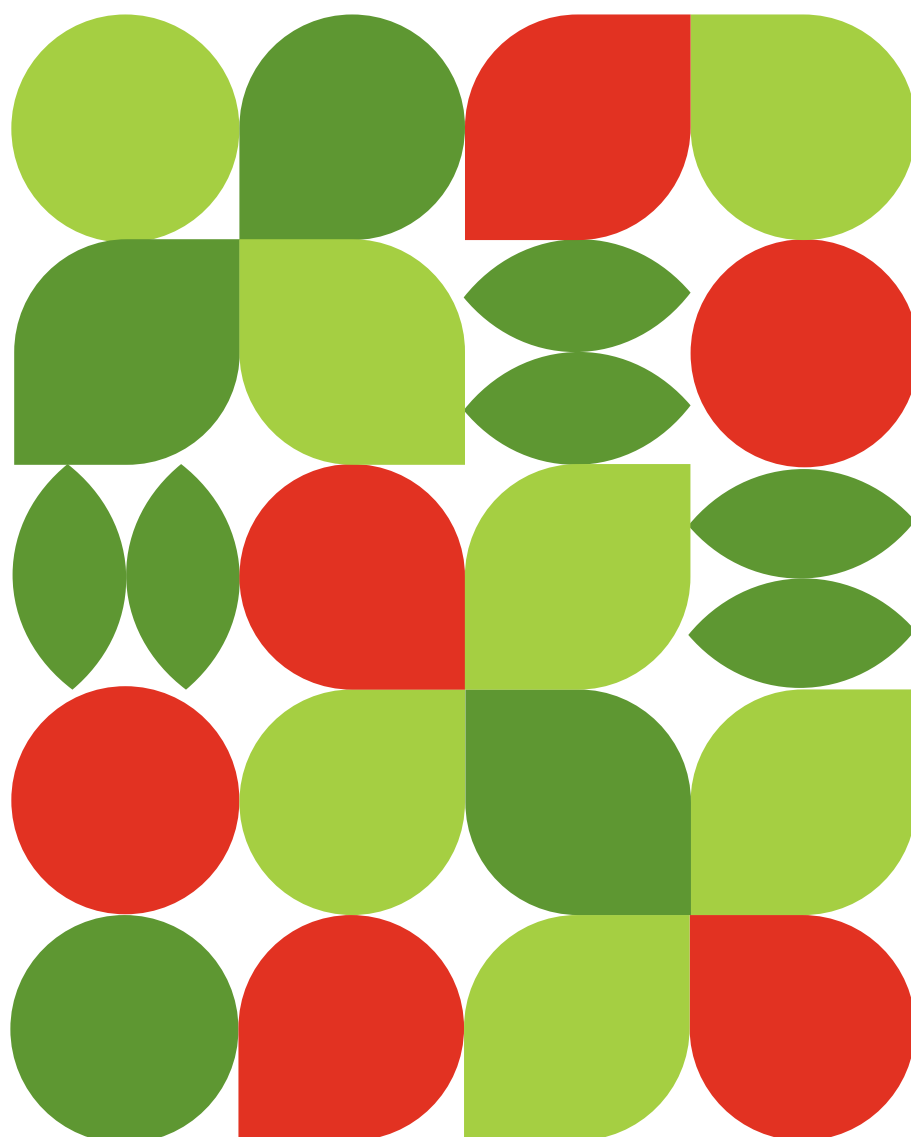
**Dated at Adelaide this 22<sup>nd</sup> day of August 2023**



A member of Bentleys, a network of independent advisory and accounting firms located throughout Australia, New Zealand and China that trade as Bentleys. All members of the Bentleys Network are affiliated only, are separate legal entities and not in partnership. Liability limited by a scheme approved under Professional Standards Legislation. A member of Allinial Global – an association of independent accounting and consulting firms.

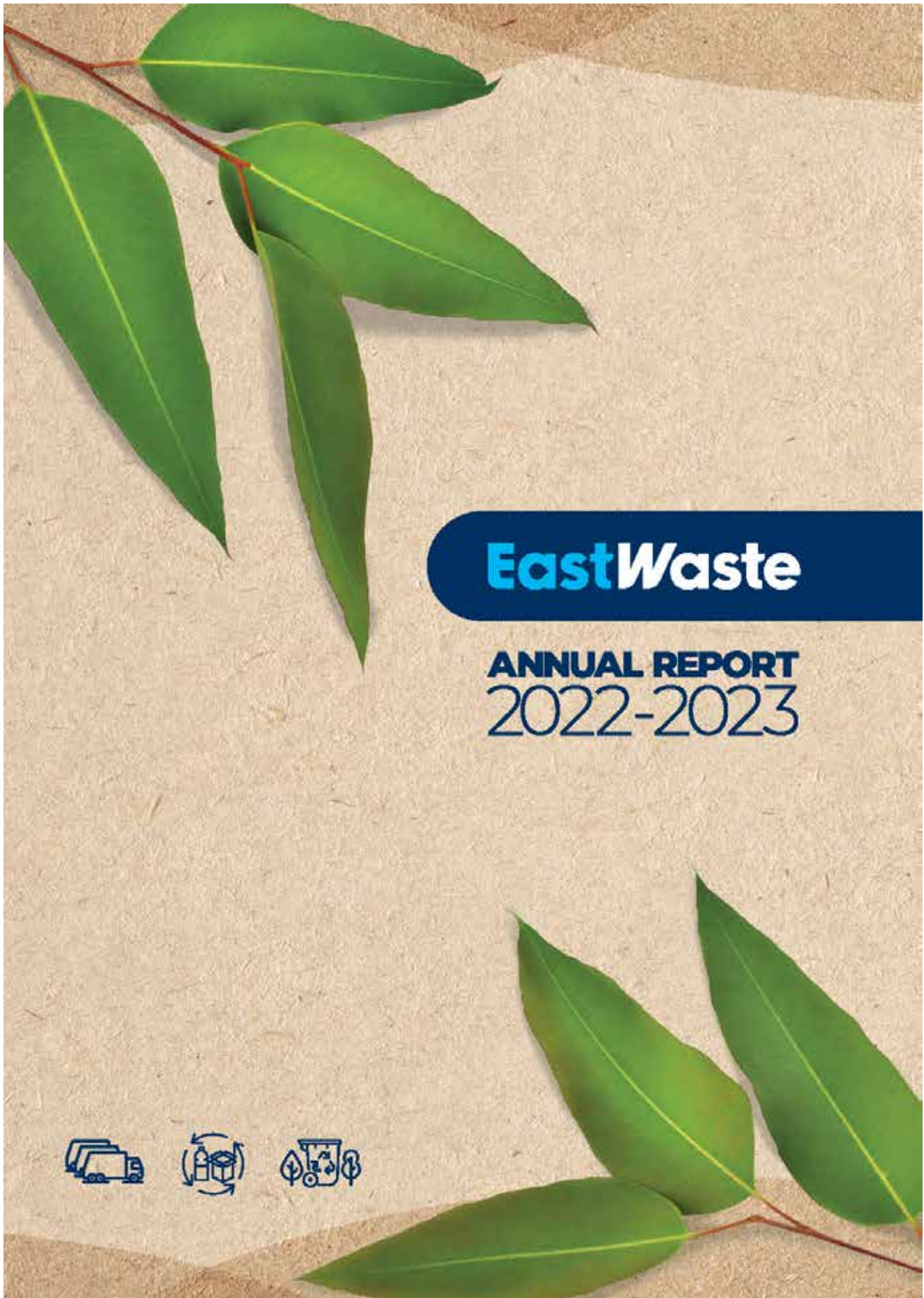




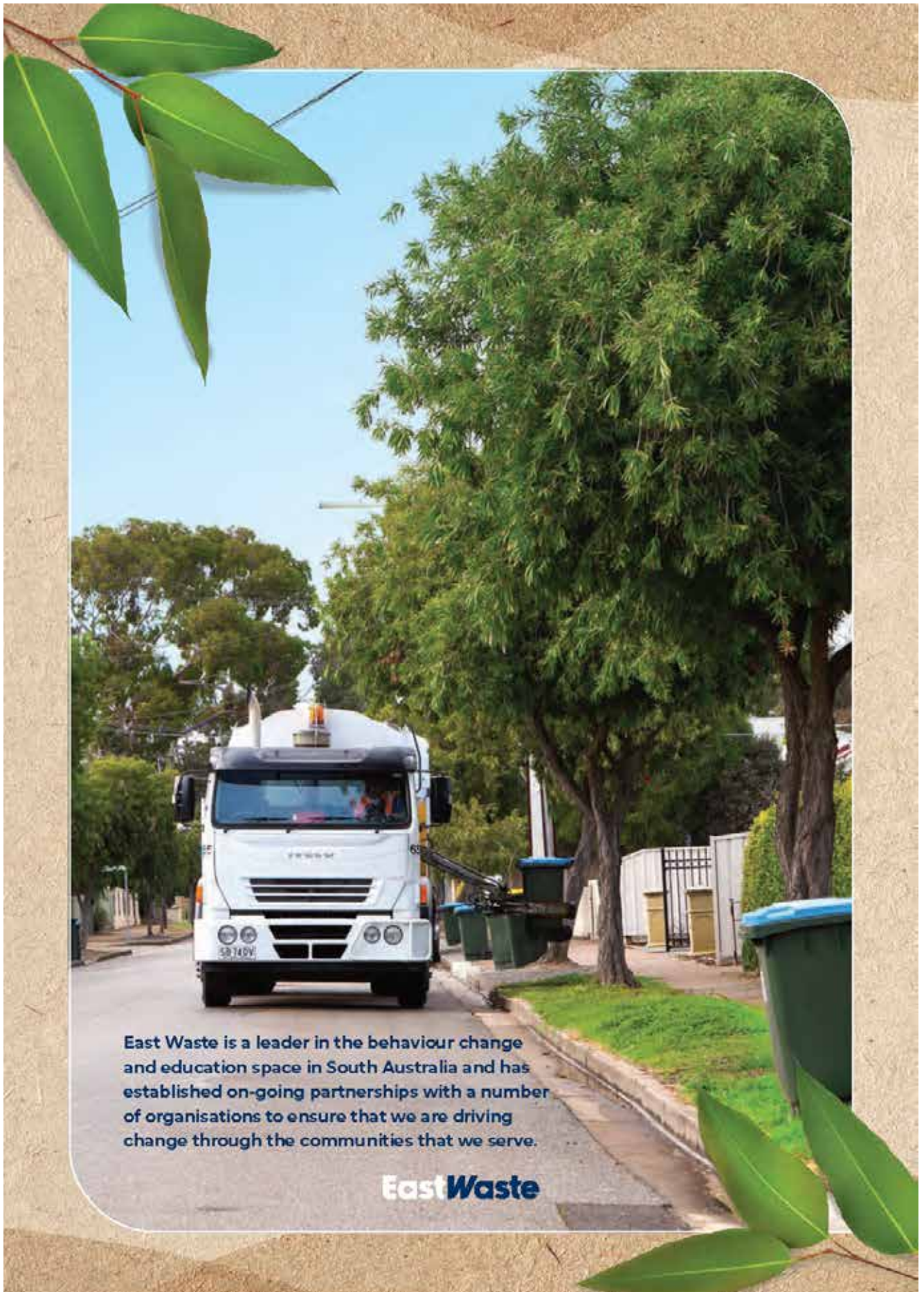


# Appendix 3

East Waste Annual Report







East Waste is a leader in the behaviour change and education space in South Australia and has established on-going partnerships with a number of organisations to ensure that we are driving change through the communities that we serve.

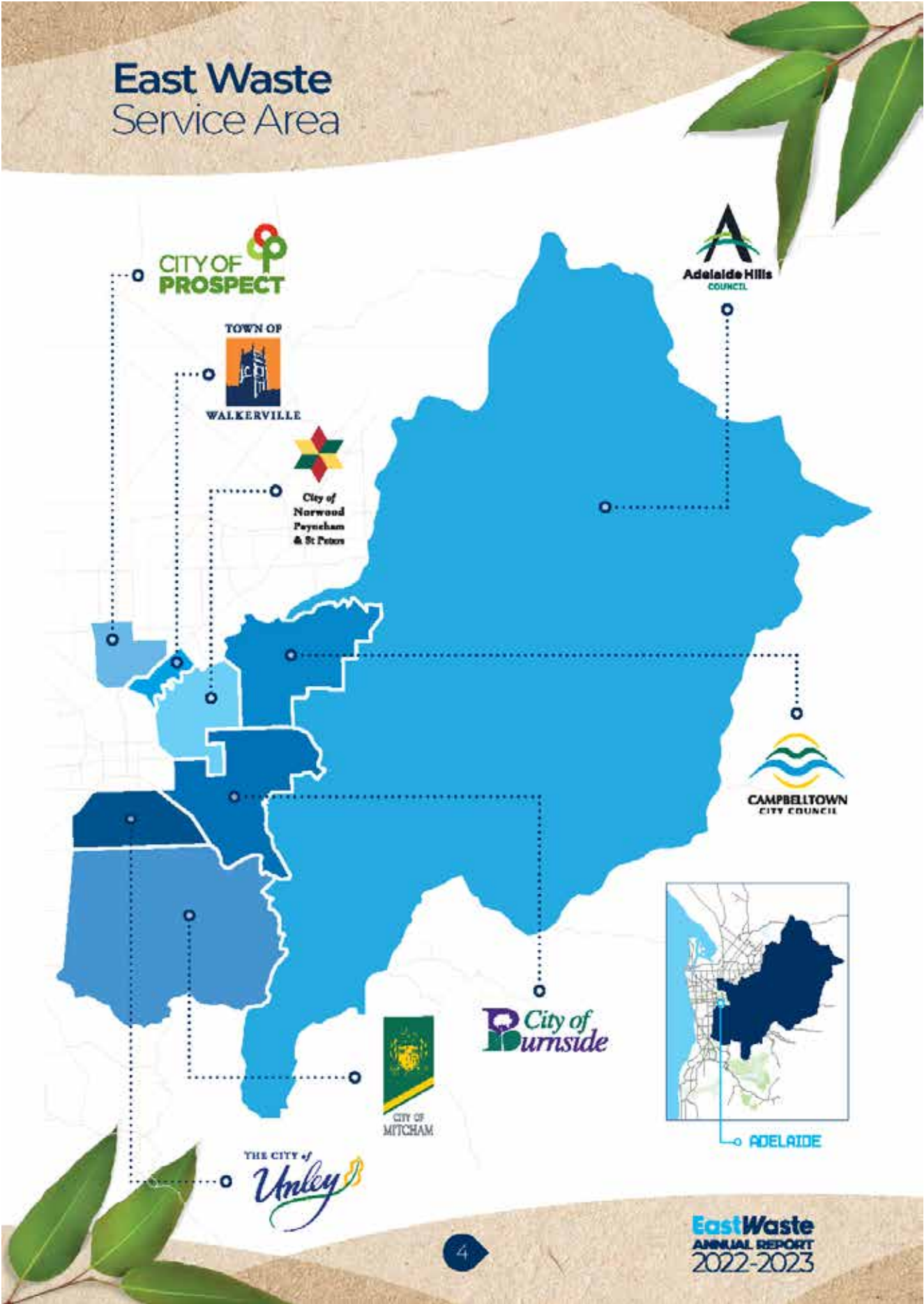
**EastWaste**

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## Chairperson's Report

**I am pleased to present my fourth Annual Report as the Chairperson of East Waste, covering the 2022/2023 financial year. This year has been marked by a number of key milestones as we continued to focus on our strategic vision "to be the leading waste logistics company in Australia through the delivery of innovative collection and resource management services to our Member Councils and their communities".**

Welcoming the City of Unley as a new member Council in August 2022 was a significant achievement for East Waste and helps to highlight the value that East Waste brings to our member Councils and their Communities. The addition of our eighth (8) member council underlines our commitment to fostering collaboration and ensuring sustainable waste management solutions for our growing community of Member Councils. The ability for the collective East Waste team to effectively plan and remain adaptable resulted in the onboarding of the City of Unley being a seamless transition.

Our Audit and Risk Management Committee has continued to provide invaluable advice on risk management, financial stewardship, and

governance which have been pivotal to our sustained success. I would like to extend my appreciation to all Committee members for their ongoing support and advice.

East Waste's dedication to driving behavioural change and education in South Australia remains a cornerstone of our mission. We have established enduring partnerships with key organisations such as Green Industries and KESAB to champion change within the communities we serve. These partnerships enable us to provide accurate and timely information to our communities, facilitating a transition toward sustainable waste management practices outlined in our 2030 Strategic Plan.





## Chairperson's Report

In line with the local government elections we saw a notable transformation in our Board's composition.

This shift brought about fresh perspectives and diverse expertise during the 2022/2023 financial year. The new additions are poised to reinforce the Board's capacity to drive favourable outcomes for East Waste and our Member Councils.

I would like to take this opportunity to extend my appreciation to both our current and departing Board members for their valuable contributions. Your dedication and insights have been instrumental in steering East Waste, and your continued support is pivotal as we continue to innovate and lead change in the industry.

Drawing upon my extensive experience in the waste industry, I am excited about the ever-changing landscape that lies ahead.

East Waste will continue to lead, evolve, and grow as we collectively address the challenges and opportunities that shape the future of waste management. I look forward to another year of progress and innovation as we work together to create a financially and environmentally sustainable future.



**Fraser Bell**  
Independent Chairperson









## In 2022-2023 East Waste...



**116,820** TOTAL TONNAGES  
COLLECTED



**9,800,000+** ANNUAL BIN  
COLLECTIONS



**21,904** HARD WASTE COLLECTIONS  
COMPLETED



**2,950** HARD WASTE TONNES  
CONVERTED TO FUEL



**58%** OF MATERIAL DIVERTED  
FROM LANDFILL



**50** COLLECTION  
VEHICLES



**8,421** BIN REPAIRS UNDERTAKEN  
BY THE MOBILE TEAM



**4,091** BIN DELIVERIES  
COMPLETED



**93,750** ENQUIRIES RECEIVED  
& RESOLVED



**12,189** MATTRESS'S COLLECTED  
AND RECYCLED



**6,185** ADDITIONAL BIN PERMITS  
APPROVED

# General Manager's Report

**This year has been a significant one for us, marked by a number of milestones and achievements. Our commitment to sustainability, innovation, and operational efficiency has ensured our success in delivering exceptional waste management services to our member Councils and their communities.**

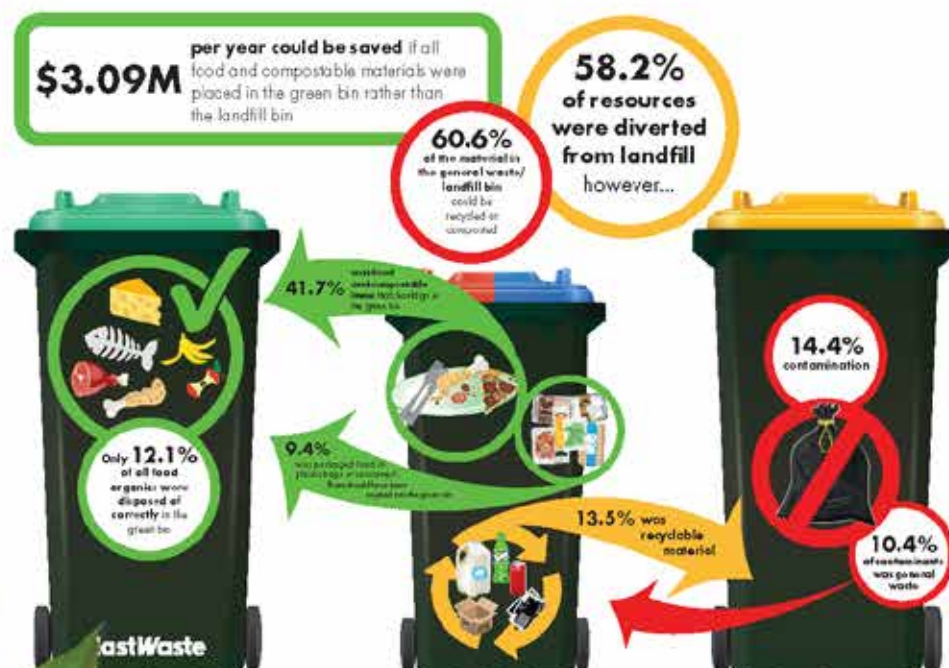
In August 2022, we were thrilled to welcome the City of Unley as a new Member Council. This is one of the most significant changes for East Waste in recent years, the new addition not only provided our existing Member Councils with reduced costs, it has also strengthened our regional network and opportunities for collective collaboration in waste management initiatives.

We look forward to working closely with the City of Unley who share our commitment to drive positive sustainability change.

During FY23, East Waste established crucial partnerships with two (2) leading recycling facilities being Central Adelaide Waste and Recycling Authority (CAWRA) and the Southern Region Waste Resource Authority (SRWRA). These strategic alliances have provided additional

recycling and circular economy flexibility whilst also enhancing our recycling capabilities and promoting sustainable waste practices. Our joint efforts continue to reduce the environmental impact of waste disposal and improve the circular economy within our region.

We continued our commitment to optimising waste segregation and recycling practices through comprehensive kerbside bin audits. These audits provided valuable insights into the composition of waste generated within our communities, enabling us to tailor educational campaigns and encourage responsible waste disposal habits. By promoting awareness and addressing contamination issues, we aim to continue to increase recycling rates, minimise costs and reduce waste/resources going to landfill.





## General Manager's Report

In our pursuit of our strategic goal associated with reducing organic waste being sent to landfills, we have started working with a number of our Member Councils to investigate weekly Food/Organics bin collections (FOGO trials). FOGO trials will commence in FY24 and will see some of our member Councils introducing fortnightly waste collections services and weekly food/organics collections. These trials will provide valuable information and we anticipate seeing an improvement in waste/ landfill diversion as a direct result.

None of our accomplishments would have been possible without the dedication and hard work of our exceptional team. Their unwavering commitment to excellence, innovation, and customer service has been the driving force behind our continued success. I extend my deepest gratitude to all East Waste staff, Board and Audit & Risk Committee members for their efforts and passion in making a positive impact

on the environment and the communities we serve. As we conclude the 2023 fiscal year, I am proud of the progress we have made towards our vision of being the leading waste logistics company in Australia.

We remain steadfast in our commitment to sustainability, continuous improvement, and fostering strong relationships with our member Councils and stakeholders.



**Rob Gregory**  
General Manager










## Kerbside Tonnages Collected



Member Council	Recyclables	Organics	Waste
Adelaide Hills Council	3,347	5,043	7,465
City of Burnside	3,816	7,704	7,021
Campbelltown City Council	4,024	8,000	9,932
City of Mitcham *	5,426	11,792	11,480
City of Norwood Payneham & St Peters	3,204	5,620	6,799
City of Prospect	1,695	3,393	3,878
City of Unley **	3,088	5,872	5,727
Town of Walkerville	658	1,214	1,436

\*City of Mitcham undertakes the collection of Landfill for its residents

\*\* City of Unley's collections commenced on 1 August, 2022 (11 months of collections).



## East Waste Governance

**East Waste is administered by a Board in accordance with the requirements of the Local Government Act, the East Waste Charter, and various other policies and codes.**

The membership of the Board comprises of eight directors – one director appointed by each of the Member Councils, and one independent person who acts as Chair. The Board appoints a General Manager who is responsible for implementing

the decisions made by the Board and running the day-to-day operations of East Waste. The Board held seven formal meetings over the 2022-2023 financial year. The table below details Board Member attendance.

BOARD MEMBER	MEETINGS
Mr Fraser Bell (Chair)	7/7
Cr Linda Green (Adelaide Hills Council) *ceased November 2022	3/4
Mr Paul Di Iulio (Campbelltown City Council)	2/7
Mayor Heather Holmes-Ross (City of Mitcham)	7/7
Cr Mike Stock (City of Norwood, Payneham & St Peters) *ceased November 2022	4/4
Cr Rob Ashby (Corporation of the Town of Walkerville) *ceased November 2022	2/4
Cr Jenny Turnbull (City of Burnside) *ceased November 2022	2/4
Mr Sam Dilena (City of Prospect) *commenced September 2022	6/6
Mr Claude Malak (City of Unley) *commenced September 2022	5/6
Cr Claire Clutterham (City of Norwood Payneham & St Peters) *commenced January 2023	3/3
Cr Lucy Huxter (Adelaide Hills Council) *commenced January 2023	2/3
Mayor Melissa Jones (Corporation of the Town of Walkerville) *commenced January 2023	2/3
Cr Ted Jennings (City of Burnside) *commenced January 2023	2/3

## East Waste Governance

DEPUTY DIRECTOR ATTENDANCE	MEETINGS
Mr Peter Tsokas (City of Unley)	1
Mr Peter Brice (Adelaide Hills Council)	1
Cr Victoria McFarlane (City of Norwood Payneham & St Peters)	2
Cr Jay Allanson (Corporation of the Town of Walkerville)	1
Mr Andrian Wiguna (Campbelltown City Council)	1

### Audit and Risk Management Committee

In accordance with the requirements of the Local Government Act 1999, East Waste has an established Audit and Risk Management Committee (the Audit Committee).

The principal objective of the Audit Committee is to ensure that the East Waste Board meets its

legislative and probity requirements as required by the Local Government Act 1999 and other relevant legislation, standards and codes.

The Audit Committee held six formal meetings over the 2022-2023 financial year. The table below details Audit Committee Member attendance.

AUDIT & RISK MANAGEMENT COMMITTEE MEMBER	MEETINGS
Mr Fraser Bell (Independent Board Chair)	6/6
Cr Linda Green (Independent Member) *ceased as Board Member and was appointed Independent Member in February 2023	5/6
Ms Emma Hinchey (Independent Member and Chair)	6/6
Ms Sandra Di Blasio (Independent Member)	6/6
Mr Paul Di Iulio (Board Member) *appointed to the Board in April 2023	0/2

The Audited Financial Statements for the year ending 30 June 2023 are provided on the following pages







# Financial Statements

## 2022-2023

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# Financial Statements

## 2022-2023

### CERTIFICATION OF FINANCIAL STATEMENTS

#### EASTERN WASTE MANAGEMENT AUTHORITY INC

Annual Financial Statements  
for the financial year ended 30 June 2023

#### Certification of Financial Statements

We have been authorised by Eastern Waste Management Authority Inc, to certify the financial statements in their final form. In our opinion:

- the accompanying financial statements comply with the *Local Government Act 1999, Local Government (Financial Management) Regulations 2011 and Australian Accounting Standards*,
- the financial statements present a true and fair view of the Authority's financial position at 30 June 2023 and the results of its operations and cash flows for the financial year,
- internal controls implemented by the Authority provide a reasonable assurance that the Authority's financial records are complete, accurate and reliable and were effective throughout the financial year,
- the financial statements accurately reflect the Authority's accounting and other records.

  
 Rob Gregory  
 Executive Officer

  
 Fraser Bell  
 Chairperson

Date: 21 SEPTEMBER 2023

# Financial Statements

## 2022-2023

### STATEMENT OF COMPREHENSIVE INCOME for the year ended 30 June 2023

	Notes	2023 \$'000	2022 \$'000
<b>INCOME</b>			
User charges	2	21,188	16,579
Investment income	2	46	10
Grants, subsidies and contributions		-	81
Other	2	1,078	932
<b>Total Income</b>		<b>22,312</b>	<b>17,602</b>
<b>EXPENSES</b>			
Employee costs	3	7,476	6,386
Materials, contracts & other expenses	3	12,184	9,303
Finance costs	3	354	246
Depreciation & amortisation	3	2,108	2,043
<b>Total Expenses</b>		<b>22,122</b>	<b>17,978</b>
<b>OPERATING SURPLUS</b>		<b>190</b>	<b>(376)</b>
Asset disposal & fair value adjustments	4	143	7
<b>NET SURPLUS</b>		<b>333</b>	<b>(369)</b>
Other Comprehensive Income		-	-
<b>Total Other Comprehensive Income</b>		<b>-</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>333</b>	<b>(369)</b>

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

# Financial Statements

## 2022-2023

### STATEMENT OF FINANCIAL POSITION for the year ended 30 June 2023

	Notes	2023 \$'000	2022 \$'000
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	5	3,953	2,001
Trade & other receivables	5	746	935
Inventory		43	50
<b>Total Current Assets</b>		<b>4,742</b>	2,986
<b>Non-current Assets</b>			
Property, Plant & Equipment	6	9,510	8,542
<b>Total Non-current Assets</b>		<b>9,510</b>	8,542
<b>Total Assets</b>		<b>14,252</b>	11,528
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade & Other Payables	7	1,266	1,436
Provisions	7	871	778
Borrowings	7	2,306	1,940
<b>Total Current Liabilities</b>		<b>4,443</b>	4,154
<b>Non-current Liabilities</b>			
Borrowings	7	8,490	6,410
Provisions	7	136	114
<b>Total Non-current Liabilities</b>		<b>8,626</b>	6,524
<b>Total Liabilities</b>		<b>13,069</b>	10,678
<b>Net Assets</b>		<b>1,183</b>	850
<b>EQUITY</b>			
Accumulated Surplus		1,183	850
<b>Total Equity</b>		<b>1,183</b>	850

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







# Financial Statements

## 2022-2023

### STATEMENT OF CHANGES IN EQUITY for the year ended 30 June 2023

	Accumulated Surplus \$'000	Total Equity \$'000
<b>Balance at start of period - 1 July 2022</b>	850	850
Net Surplus for Year	333	333
<b>Other Comprehensive Income</b>		
Contributed Equity	-	-
Distributions to Member Councils	-	-
<b>Balance at end of period - 30 June 2023</b>	<b>1,183</b>	<b>1,183</b>
<b>Balance at start of period - 1 July 2021</b>	1,219	1,219
Net Surplus for Year	(369)	(369)
<b>Other Comprehensive Income</b>		
Contributed Equity	-	-
Distributions to Member Councils	-	-
<b>Balance at end of period - 30 June 2022</b>	<b>850</b>	<b>850</b>

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

# Financial Statements

## 2022-2023

### STATEMENT OF CASH FLOWS for the year ended 30 June 2023

	Notes	2023 \$'000	2022 \$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Operating receipts		22,455	17,400
Investment receipts		46	9
Employee costs		(7,361)	(6,245)
Materials, contracts & other expenses		(12,397)	(9,613)
Finance payments		(304)	(258)
<b>Net cash provided by operating activities</b>	8	<b>2,439</b>	<b>1,293</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Sale of replaced assets	4	145	86
Expenditure on renewal/replacement of assets	6	(587)	(2,305)
Expenditure on new/upgraded assets	6	(2,484)	(244)
<b>Net cash used in investing activities</b>		<b>(2,926)</b>	<b>(2,463)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from Borrowings		4,525	2,031
Repayments of Borrowings		(1,815)	(1,791)
Repayment of lease liabilities		(271)	(237)
<b>Net cash provided by (used in) financing activities</b>		<b>2,439</b>	<b>3</b>
<b>Net Increase (Decrease) in cash held</b>		<b>1,952</b>	<b>(1,167)</b>
Cash & cash equivalents at beginning of period	5	2,001	3,168
<b>Cash &amp; cash equivalents at end of period</b>	5	<b>3,953</b>	<b>2,001</b>

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

# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### 1 Basis of Preparation

###### 1.1 Compliance with Australian equivalents to International Financial Reporting Standards

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

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

The Authority is a Local Government Authority Section 43 Regional Subsidiary under the control of the Adelaide Hills Council, City of Burnside, Campbelltown City Council, City of Mitcham, City of Norwood, Payneham & St Peters, City of Prospect, The City of Unley and the Corporation of the Town of Walkerville.

The eight Member Councils have an equity share and the Board comprises a Director from each Council and an Independent Chair appointed by the absolute majority of the Member Councils.

###### 1.2 Historical Cost Convention

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

###### 1.3 Critical Accounting Estimates

The preparation of financial statements in conformity with Australian Accounting Standards which requires the use of certain critical accounting estimates, and requires management to exercise its judgement in applying the Authority's accounting policies.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are specifically referred to in the relevant sections of this Note.

###### 1.4 Rounding

All amounts in the financial statements have been rounded to the nearest thousand dollars (\$'000).

##### 2 The Local Government Reporting Entity

Eastern Waste Management Authority Inc. operates as a regional subsidiary and is incorporated under the *SA Local Government Act 1999*. Its principal place of business is at 1 Temple Court Ottoway.

##### 3 Income Recognition

The Authority recognises revenue under AASB 1058 Income of Not-for-Profit Entities (AASB 1058) or AASB 15 Revenue from Contracts with Customers (AASB 15) when appropriate. In cases where there is an 'enforceable' contract with a customer with 'sufficient specific' performance obligations, the transaction is accounted for under AASB 15 where income is recognised when (or as) the performance obligations are satisfied.

Revenue is measured based on the consideration to which the Authority expects to be entitled in a contract with a customer. In other cases, AASB 1058 applies when a not-for-profit (NFP)



# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Cont.)

entity enters into a transaction where the consideration to acquire the asset is significantly less than the fair value of the asset principally to enable the entity to further its objectives.

The excess of the asset recognised (at fair value) over any 'related amounts' is recognised as income immediately, except in the case where a financial asset that has been received to enable the Authority to acquire or construct a recognisable non-financial asset that is to be controlled by the Authority. In this case, the Authority recognises the excess as a liability that is recognised over time in profit and loss when (or as) the Authority satisfies its obligations under the transfer.

#### 4 Cash, Cash Equivalents and other Financial Instruments

Cash Assets include all amounts readily convertible to cash on hand at the Authority's option with an insignificant risk of changes in value with a maturity of three months or less from the date of acquisition.

Receivables are generally unsecured and do not bear interest. All receivables are reviewed as at the reporting date and adequate allowance made for amounts the receipt of which is considered doubtful.

All financial instruments are recognised at fair value at the date of recognition. A detailed statement of the accounting policies applied to financial instruments forms part of Note 9.

#### 5 Property, Plant & Equipment

##### 5.1 Initial Recognition

All assets are initially recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition.

All non-current assets purchased or constructed are capitalised as the expenditure is incurred and depreciated as soon as the asset is held "ready for use".

##### 5.2 Materiality

Assets with an economic life in excess of one year are only capitalised where the cost of acquisition exceeds materiality thresholds established by the Authority for each type of asset. In determining (and in annually reviewing) such thresholds, regard is had to the nature of the asset and its estimated service life.

##### 5.3 Depreciation of Non-Current Assets

Property, plant and equipment assets are systematically depreciated over their useful lives in a manner which reflects the consumption of the service potential embodied in those assets.

Depreciation is recognised on a straight-line basis. Major depreciation periods for each class of asset are shown below. Depreciation periods for infrastructure assets have been estimated based on the best information available to the Authority, but appropriate records covering the entire life cycle of these assets are not available, and extreme care should be used in interpreting financial information based on these estimates.

Asset Class	Estimated Useful Lives	Capitalisation Threshold
Plant, Machinery & Equipment	3-10 Years	>\$1,000
Buildings & Other Structures	5-20 Years	>\$1,000
Right-of-use-assets	Over period of expected lease	n/a

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

# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Cont.)

##### 5.4 Impairment

Assets that are subject to depreciation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount (which is the higher of the present value of future cash outflows or value in use).

For assets whose future economic benefits are not dependent on the ability to generate cash flows, and where the future economic benefits would be replaced if the Authority were deprived thereof, the value in use is the depreciated replacement cost. In assessing impairment for these assets, a rebuttable assumption is made that the current replacement cost exceeds the original cost of acquisition.

#### 6 Payables

##### 6.1 Goods & Services

Creditors are amounts due to external parties for the supply of goods and services and are recognised as liabilities when the goods and services are received. Creditors are normally paid 30 days after the month of invoice. No interest is payable on these amounts.

#### 7 Employee Benefits

##### 7.1 Salaries, Wages & Compensated Absences

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

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

The Authority recognises a liability for employee benefits relating to rostered day off (RDO) entitlements in Note 7 given entitlements are paid-out on termination of employment. Experience indicates that RDO entitlements are generally taken given there is a cap applied to the level of RDO entitlements allowed to be accrued.

No accrual is made for sick leave as the Authority's experience indicates that, on average, sick leave taken in each reporting period is less than the entitlement accruing in that period, and this experience is expected to recur in future reporting periods. The Authority does not make payment for untaken sick leave.

##### 7.2 Superannuation

The Authority makes employer superannuation contributions in respect of its employees to Hostplus (formerly Statewide Super and prior to that the Local Government Superannuation Scheme). The Scheme has two types of membership, each of which is funded differently.







# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Permanent and contract employees of the South Australian Local Government sector with Salarylink benefits prior to 24 November 2009 have the option to contribute to the Accumulation section and/or Salarylink. All other employees (including casuals) have all contributions allocated to the Accumulation section.

##### Accumulation only Members

Accumulation only members receive both employer and employee contributions on a progressive basis. Employer contributions are based on a fixed percentage of ordinary time earnings in accordance with Superannuation Guarantee Legislation (10.5% in 2022/23; 10% in 2021/22). No further liability accrues to the Authority as the superannuation benefits accruing to employees are represented by their share of the net assets of the Fund.

##### Salarylink (Defined Benefit Fund) Members

Salarylink is a defined benefit scheme where the benefit payable is based on a formula determined by the member's contribution rate, number of years and level of contribution and final average salary. The Authority makes employer contributions as determined by the Fund's Trustee based on advice for the appointed Actuary. The rate is currently 6.3% (6.3% in 2021/22) of 'superannuation' salary.

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

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

The most recent actuarial investigation was conducted by the Fund's actuary, Louise Campbell, FIAA, of Willis Towers Watson as at 30 June 2021. The Trustee has determined that the current funding arrangements are adequate for the expected Salarylink liabilities. However, future financial and economic circumstances may require changes to the Authority's contribution rates at some future time.

##### Contributions to Other Superannuation Schemes

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

#### 8 Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred and are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the income statement over the period of the borrowings using the effective interest method.

# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Borrowings are carried at their principal amounts which represent the present value of future cash flows associated with servicing the debt. Interest is accrued over the period to which it relates and is recorded as part of 'Payables'.

#### 9 Comparative Information

Comparative information has been reclassified to be consistent with the current year disclosure of equivalent information in accordance with Australian Accounting Standards.

#### 10 Critical Accounting Estimates and Judgements

The Board evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information.

Estimates assume a reasonable expectation of future events and based on current trends and economic data, obtained both externally and within the Authority.

#### 11 New Accounting Standards

The Authority did not apply any new accounting standards during the financial year. There are no new accounting standards, interpretations or amendments which are expected to have a material impact on the accounting policies of the Authority for future periods.

#### 12 Authority Membership

The City of Unley became a Member Council of the Authority in July 2022 and waste collection services commenced for the Council as from 1 August 2022. As a result of The City of Unley becoming a Member Council, additional staff have been employed and trucks ordered to meet the additional services being provided by the Authority.



# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 2 - INCOME

	2023	2022
Notes	\$'000	\$'000
<b>USER CHARGES</b>		
Waste Collection Income	15,607	12,662
Waste Processing Income	5,326	3,677
Administration	255	240
Member Council Waste Collection Rebate	-	-
	<b>21,188</b>	<b>16,579</b>
<b>INVESTMENT INCOME</b>		
Interest on investments		
Local Government Finance Authority	46	10
	<b>46</b>	<b>10</b>
<b>OTHER INCOME</b>		
Bin Supply	382	409
Replacement Bins	681	474
Sundry	15	49
	<b>1,078</b>	<b>932</b>

#### NOTE 3 - EXPENSES

<b>EMPLOYEE COSTS</b>		
Salaries and Wages	5,615	5,115
Employee leave expense	114	93
Superannuation	508	443
Wages Casual Agency	1,017	500
Workers' Compensation Insurance	128	148
Other	94	87
<b>Total Employee Costs</b>	<b>7,476</b>	<b>6,386</b>
 <i>Number of FTE Employees as at reporting date</i>	 <b>63</b>	 <b>61</b>

# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 3 - EXPENSES (Cont.)

	Notes	2023 \$'000	2022 \$'000
<b>MATERIALS, CONTRACTS &amp; OTHER EXPENSES</b>			
Auditor's Remuneration		11	9
Board Expenses		41	23
Waste Processing Costs		5,354	3,676
Electricity		10	4
Fuel, Gas & Oil		2,041	1,529
Legal Expenses		23	91
Maintenance		2,828	2,323
Parts, Accessories & Consumables		11	17
Printing, Stationery & Postage		33	41
Professional Services		552	487
Registration & Insurance - Trucks		462	299
Sundry		818	804
		<b>12,184</b>	<b>9,303</b>
<b>FINANCE COSTS</b>			
Interest on Loans		338	224
Interest on Leases		16	22
		<b>354</b>	<b>246</b>
<b>DEPRECIATION &amp; AMORTISATION</b>			
Buildings & Other Structures	6	81	54
Plant, Machinery & Equipment	6	1,768	1,733
Right-of-use assets	6	259	256
		<b>2,108</b>	<b>2,043</b>



# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 4 - ASSET DISPOSALS

	2023	2022
Notes	\$'000	\$'000
Proceeds from disposal	145	86
Less: Carrying amount of assets sold	(2)	(79)
<b>Gain (Loss) on disposal</b>	<b>143</b>	<b>7</b>

#### NOTE 5 - CURRENT ASSETS

##### CASH & CASH EQUIVALENTS

Cash on Hand and at Bank	3,724	1,818
Deposits at Call	229	183
	<b>3,953</b>	<b>2,001</b>

##### TRADE & OTHER RECEIVABLES

Debtors - general	718	901
Accrued Income	28	34
	<b>746</b>	<b>935</b>

# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 6 - PROPERTY, PLANT & EQUIPMENT

	Notes	2023 \$'000	2022 \$'000
Buildings & Other Structures - At Cost		617	569
Accumulated Depreciation		(212)	(146)
		<b>405</b>	<b>423</b>
Plant, Machinery & Equipment - At Cost		19,747	18,929
Accumulated Depreciation		(10,966)	(11,386)
		<b>8,781</b>	<b>7,543</b>
Right-of-use-assets		1,346	1,339
Accumulated Depreciation		(1,022)	(763)
		<b>324</b>	<b>576</b>
<b>Total Property, Plant &amp; Equipment</b>		<b>9,510</b>	<b>8,542</b>

	2022 \$'000							2023 \$'000
	Carrying Value	Additions		Disposal - Cost	Disposal - Accumulated Depreciation	Depreciation	Adjustment	Carrying Value
		New/ Upgrade	Renewal					
Buildings & Other Structures	423	65	-	(17)	15	(81)	-	405
Plant, Machinery & Equipment	7,543	2,419	587	(2,188)	2,188	(1,768)	-	8,781
Right-of-use-asset	576	-	-	-	-	(259)	7	324
	<b>8,542</b>	<b>2,484</b>	<b>587</b>	<b>(2,205)</b>	<b>2,203</b>	<b>(2,108)</b>	<b>7</b>	<b>9,510</b>
<b>2022 (\$'000)</b>	<b>8,098</b>	<b>244</b>	<b>2,304</b>	<b>(1,049)</b>	<b>970</b>	<b>(2,043)</b>	<b>18</b>	<b>8,542</b>

# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 7 - LIABILITIES

	2023		2022	
	\$'000		\$'000	
	Current	Non-current	Current	Non-current
<b>TRADE &amp; OTHER PAYABLES</b>				
Goods & Services	1,111	-	1,047	-
Payments received in advance	80	-	80	-
Accrued expenses - other	75	-	80	-
	<b>1,266</b>	<b>-</b>	<b>1,436</b>	<b>-</b>
<b>BORROWINGS</b>				
Loans	2,017	8,413	1,673	6,050
Lease Liabilities	289	77	267	360
	<b>2,306</b>	<b>8,490</b>	<b>1,940</b>	<b>6,410</b>
<b>PROVISIONS</b>				
Annual Leave	447	-	388	-
Rostered-Day-Off (RDO)	65	-	25	-
Long Service Leave	359	136	365	114
	<b>871</b>	<b>136</b>	<b>778</b>	<b>114</b>





# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 8 - CASH FLOW RECONCILIATION

	2023 \$'000	2022 \$'000
Total cash & equivalent assets	3,953	2,001
Balances per Cash Flow Statement	<b>3,953</b>	<b>2,001</b>
<b>(a) Reconciliation of Change in Net Assets to Cash Flows from Operating Activities</b>		
Net Surplus (Deficit)	333	(369)
<b>Non-cash items in Statement of Comprehensive Income</b>		
Depreciation	2,108	2,043
Net increase (decrease) in employee benefits	113	119
Net increase (decrease) accrued expenses	234	(12)
(Gain) / Loss on Disposal	(143)	(7)
Lease liability adjustment	7	(18)
	<b>2,652</b>	<b>1,756</b>
<b>Add (Less): Changes in Net Current Assets</b>		
Net (increase) decrease in receivables	189	(235)
Net increase (decrease) in trade & other payables	(404)	(242)
Net increase (decrease) in other provisions	2	14
<b>Net Cash provided by (or used in) operations</b>	<b>2,439</b>	<b>1,293</b>
<b>(b) Financing Arrangements</b>		
Corporate Credit Cards	15	15
Cash Advance Debenture Facility - LGFA	1,000	1,000



# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 9 - FINANCIAL INSTRUMENTS

##### Recognised Financial Instruments:

<b>Bank, Deposits at Call, Short Term Deposits</b>	<p><b>Accounting Policy:</b> Initially recognised at fair value and subsequently measured at amortised cost.</p> <p><b>Terms &amp; conditions:</b> Deposits on Call do not have a maturity period and have an average interest rates of 4.3% (2022: 1.05%).</p> <p><b>Carrying amount:</b> approximates fair value due to the short term to maturity.</p>
<b>Receivables - Waste Collection Fees &amp; Associated Charges</b>	<p><b>Accounting Policy:</b> Initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.</p> <p><b>Carrying amount:</b> approximates fair value (after deduction of any allowance).</p>
<b>Liabilities - Creditors and Accruals</b>	<p><b>Accounting Policy:</b> Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Authority.</p> <p><b>Terms &amp; conditions:</b> Liabilities are normally settled on 30 day terms.</p> <p><b>Carrying amount:</b> approximates fair value.</p>
<b>Liabilities - Interest bearing borrowings</b>	<p><b>Accounting Policy:</b> initially recognised at fair value and subsequently at amortised cost. Interest is charged as an expense using the effective interest rate.</p> <p><b>Terms &amp; conditions:</b> secured over future revenues and Member Councils, borrowings are repayable on fixed interest terms. Rates between 1.7% - 5.65% (2022: 1.7% - 5.35%).</p>
<b>Liabilities - Leases</b>	<p><b>Accounting Policy:</b> accounted for in accordance with AASB 16 as stated in Note 11.</p>

##### Net Fair Value

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

##### Risk Exposures

**Credit Risk** represents the loss that would be recognised if counterparties fail to perform as contracted. The maximum credit risk on financial assets of the Authority is the carrying amount, net of any provision for doubtful debts. All investments are made with the SA Local Government Finance Authority and Bank SA. There is no material exposure to any individual debtor.

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

**Liquidity Risk** is the risk that the Authority will encounter difficulty in meeting obligations with financial liabilities. In accordance with the model Treasury Policy (LGA Information Paper 15), liabilities have a range of maturity dates based on cash inflows. The Authority also has available a range of bank overdraft and short-term draw down facilities that it can access.

# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 9 - FINANCIAL INSTRUMENTS (Cont.)

**Interest Rate Risk** is the risk that future cash flows will fluctuate because of changes in market interest rates. Most of the Authority's financial instruments are at fixed rates. Any such variations in future cash flows will not be material in effect on either the Authority's incomes or expenditures.

#### Liquidity Analysis

##### 2023

	≤ 1 year	Maturity > 1 year ≤ 5 years	> 5 years	Non- Interest Bearing	Total
<b>Financial Assets</b>	\$'000	\$'000	\$'000	\$'000	\$'000
Cash & Equivalents	3,953	-	-	-	3,953
Receivables	-	-	-	718	718
<b>Total</b>	<b>3,953</b>	<b>-</b>	<b>-</b>	<b>718</b>	<b>4,671</b>
<b>Financial Liabilities</b>					
Payables	-	-	-	1,111	1,111
Borrowings	2,017	6,998	1,781	-	10,796
<b>Total</b>	<b>2,017</b>	<b>6,998</b>	<b>1,781</b>	<b>1,111</b>	<b>11,907</b>

##### 2022

	≤ 1 year	Maturity > 1 year ≤ 5 years	> 5 years	Non- Interest Bearing	Total
<b>Financial Assets</b>	\$'000	\$'000	\$'000	\$'000	\$'000
Cash & Equivalents	2,001	-	-	-	2,001
Receivables	-	-	-	901	901
<b>Total</b>	<b>2,001</b>	<b>-</b>	<b>-</b>	<b>901</b>	<b>2,902</b>
<b>Financial Liabilities</b>					
Payables	-	-	-	1,047	1,047
Borrowings	1,940	4,972	1,438	-	8,350
<b>Total</b>	<b>1,940</b>	<b>4,972</b>	<b>1,438</b>	<b>1,047</b>	<b>9,397</b>

# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 10 - CAPITAL EXPENDITURE COMMITMENTS

The Authority has capital expenditure commitments totalling an estimated \$2.082 million as at reporting date.

#### NOTE 11 - LEASES

##### *Authority as a lessee*

Right-of-use-assets

The Authority leases its administrative and depot facilities at Ottoway.

	Buildings & Other Structures \$'000	Total \$'000
At 1 July 2022	576	576
Additions of right-of-use-assets	-	-
Depreciation Charge	(259)	(259)
Adjustments to right-of-use-assets	7	7
At 30 June 2023	324	324

Set out below are the carrying amounts of lease liabilities and the movements during the period:

	\$'000
At 1 July 2022	627
Additions	-
Accretion of interest	16
Payments	(269)
Adjustments to lease liability	7
At 30 June 2023	365
Current	289
Non-Current	76

#### NOTE 12 - POST BALANCE DATE EVENTS

There were no events after reporting date that occurred that require to be reported.



# Financial Statements

## 2022-2023

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

#### NOTE 13 - RELATED PARTY TRANSACTIONS

The Key Management Personnel include the Chair of the Board, Chief Executive and other prescribed officers as defined under Section 112 of the *Local Government Act 1999*. In all, 5 persons were paid the following total compensation:

	2023 \$'000	2022 \$'000
Salaries, allowances & other short term benefits	599	483
<b>TOTAL</b>	<b>599</b>	<b>483</b>

#### Transactions with Related Parties:

The following transactions occurred with Related Parties:

Related Party Entity	Sale of Goods and Services (\$'000)	Amounts Outstanding from Related Parties (\$'000)	Description of Services Provided to Related Parties
Adelaide Hills Council	3,591	81	Provision of kerbside waste collection and hard waste collection services
City of Burnside	3,491	97	Provision of kerbside waste collection and hard waste collection services
City of Mitcham	3,401	166	Provision of kerbside waste collection and hard waste collection services
City of Norwood, Payneham & St Peters	3,233	80	Provision of kerbside waste collection and hard waste collection services
City of Prospect	1,590	100	Provision of kerbside waste collection and hard waste collection services
City of Unley	3,082	104	Provision of kerbside waste collection and hard waste collection services
Corporation of the City of Campbelltown	2,894	27	Provision of kerbside waste collection and hard waste collection services
Corporation of the Town of Walkerville	600	21	Provision of kerbside waste collection and hard waste collection services

The Related Parties disclosed above are equity owners of the Authority and are referred to as Member Councils. Member Councils have equal representation on the Board of the Authority and accordingly have significant influence on the financial and operating decisions of the Authority. No one Member Council individually has control of those policies.

# Financial Statements

## 2022-2023

### CERTIFICATION OF AUDITOR INDEPENDENCE



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admin@adelaide.bentleys.com.au  
bentleys.com.au

#### Certification of Auditor Independence

I confirm that, for the audit of the financial statements of Eastern Waste Management Authority Inc for the year ended 30 June 2023, I have maintained my independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting Professional and Ethical Standards Board, in accordance with the Local Government Act 1999 and the Local Government (Financial Management) Regulations 2011 made under that Act.

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

#### Bentleys SA Audit Partnership

David Francis  
Partner

Dated at Adelaide this 30<sup>th</sup> August 2023



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# Financial Statements 2022-2023

## INDEPENDENT AUDITOR'S REPORT



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### INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE EASTERN WASTE MANAGEMENT AUTHORITY INC

#### Opinion

We have audited the accompanying financial report of the Eastern Waste Management Authority Inc, which comprises the statement of financial position as at 30 June 2023, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the Certification of the Financial Statements.

In our opinion, the financial report gives a true and fair view of the financial position of the Eastern Waste Management Authority Inc as of 30 June 2023, and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards and the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011*.

#### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

#### Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation of the financial report, which gives a true and fair view in accordance with Australian Accounting Standards and the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011*, and for such internal control as the committee and management determines is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the entity's financial reporting process.



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- Advisors
- Accountants
- Auditors

# Financial Statements

## 2022-2023

### INDEPENDENT AUDITOR'S REPORT



#### Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

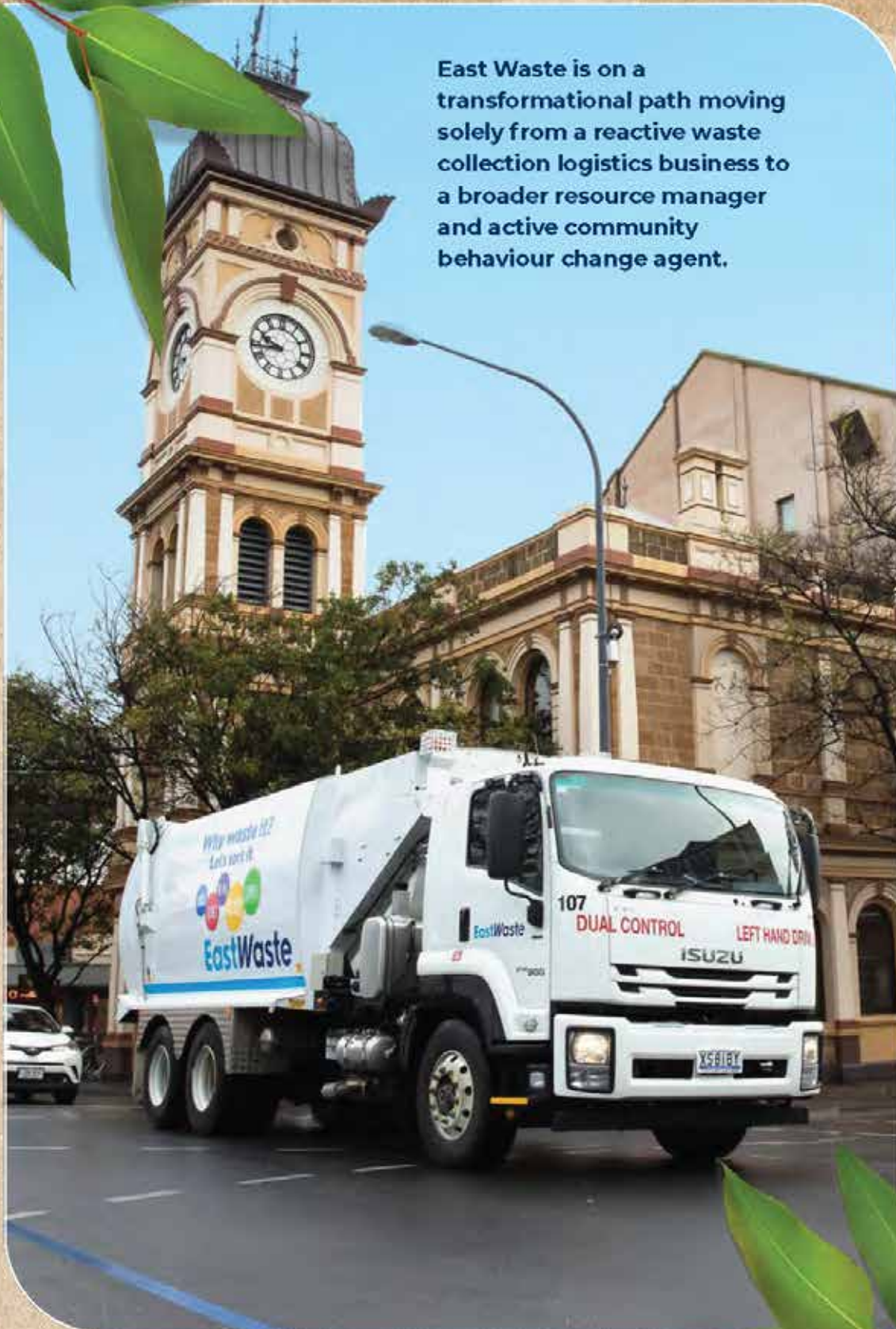
#### BENTLEYS SA AUDIT PARTNERSHIP

DAVID FRANCIS  
PARTNER

Dated at Adelaide this 22nd day of September 2023



**East Waste is on a transformational path moving solely from a reactive waste collection logistics business to a broader resource manager and active community behaviour change agent.**







The image shows a contact information card for EastWaste, set against a background of green leaves and a textured, light brown surface. The card is a dark blue shape with a white border. At the top right, there are three small icons: a truck, a recycling symbol, and a recycling symbol with a dollar sign. The card contains the following information:

**EastWaste**

-  1 Temple Court  
Ottoway SA 5013
-  PO Box 26  
Mansfield Park SA 5012
-  08 8347 5111
-  east@eastwaste.com
-  EastWasteSA
-  @East\_Waste
-  East Waste - Eastern Waste  
Management Authority
-  eastwaste.com.au



**For further information  
City of Prospect**

Payinthe, 128 Prospect Road  
Prospect, South Australia 5082

Telephone 8269 5355  
[admin@prospect.sa.gov.au](mailto:admin@prospect.sa.gov.au)

[www.prospect.sa.gov.au](http://www.prospect.sa.gov.au)

