



## BUDGET 2015-16

**ADOPTED 23 JULY 2015**  
COUNCIL CHAMBERS  
39 KANGKANG ROAD  
AURUKUN QLD 4871



## MAYOR'S INTRODUCTION

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Councillors and Officers

It gives me great pleasure to introduce the 2015/16 budget.

This budget has been prepared with caution in challenging financial times. There are numerous operational and capital items that have not been included in order that a balanced budget can be adopted. Council will have to learn to live within its means as government funding continues to diminish. The only way some items will proceed will be through possible grants and loans if necessary.

Every effort will be made to increase Council's own source revenue but it is highly unlikely that our revenue raising efforts will match our growing requirements throughout the year.

We have set ourselves an exciting and challenging task to complete development of our accommodation facilities.

The fees and charges have been increased generally at 3% with some remaining at their present level.

I thank our Corporate Services staff particularly Chief Accountant Tom Ortiz for the preparation of the budget with valuable input from ASC Directors and CEO.

I look forward to 3 budget reviews throughout the year. These reviews will provide a comprehensive explanation of reasons for under and over expenditure and revenue. I urge Council members to ask questions and better understand the process.

Finally, I urge Council to adopt the budget as presented today and encourage Council and Officers to pursue to undertake operational and capital budget items as presented today.

Mayor Dereck Walpo  
Aurukun Shire Council

**AURUKUN SHIRE COUNCIL**  
**Income Statement**  
**For the period ended 30 June 2016**

	Notes	2015-2016	2016-2017	2017-2018
		\$	\$	\$
<b>Recurrent revenue</b>				
Utility charges	3	420,527	428,938	437,516
Fees and charges	3	240,000	244,800	249,696
Rental income	3	2,211,940	2,256,178	2,301,302
Interest received	3	301,312	307,338	313,485
Other recurrent income	3	6,635,742	6,768,457	6,903,826
Grants, subsidies, contributions and donations	4	7,600,617	6,248,143	6,363,106
<b>Total recurrent revenue</b>		<b>17,410,137</b>	<b>16,253,853</b>	<b>16,568,930</b>
<b>Recurrent expenses</b>				
Employee benefits	5	6,632,693	6,765,347	6,900,654
Materials and services	6	10,276,303	8,886,829	9,054,566
Finance Cost		137,019	52,505	51,456
Depreciation and amortisation	8	1,842,567	1,842,567	1,842,567
<b>Total recurrent expenses</b>		<b>18,888,582</b>	<b>17,547,248</b>	<b>17,849,243</b>
<b>Net operating result</b>		<b>(1,478,445)</b>	<b>(1,293,395)</b>	<b>(1,280,313)</b>
<b>Capital revenue</b>				
Grants, subsidies, contributions and donations	4	1,632,493	500,000	500,000
<b>Total capital revenue</b>		<b>1,632,493</b>	<b>500,000</b>	<b>500,000</b>
<b>Capital expenses</b>	9	-	-	-
<b>Total capital expenses</b>		-	-	-
<b>Net result</b>		<b>154,048</b>	<b>(793,395)</b>	<b>(780,313)</b>
<b>Other comprehensive income</b>				
<b>Items that will not be reclassified to net result</b>				
Increase/(decrease) in asset revaluation surplus	17	-	-	-
<b>Total other comprehensive income for the year</b>		-	-	-
<b>Total comprehensive income for the year</b>		<b>154,048</b>	<b>(793,395)</b>	<b>(780,313)</b>

*The above statement should be read in conjunction with the accompanying notes and significant accounting policies.*

## AURUKUN SHIRE COUNCIL

### Balance Sheet

For the year ended 30 June 2016

Notes	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025	2025-2026
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Current assets</b>										
Cash and cash equivalents	8,623,114	8,623,109	8,623,104	8,623,100	8,623,097	8,623,091	8,623,086	8,623,081	8,623,075	8,623,069
Trade and other receivables	1,988,279	1,988,279	1,988,279	1,988,279	1,988,279	1,988,279	1,988,279	1,988,279	1,988,279	1,988,279
Inventories	382,301	382,301	382,301	382,301	382,301	382,301	382,301	382,301	382,301	382,301
Other financial assets	707,318	707,318	707,318	707,318	707,318	707,318	707,318	707,318	707,318	707,318
<b>Total current assets</b>	<b>11,701,012</b>	<b>11,701,007</b>	<b>11,701,002</b>	<b>11,700,998</b>	<b>11,700,995</b>	<b>11,700,989</b>	<b>11,700,984</b>	<b>11,700,979</b>	<b>11,700,973</b>	<b>11,700,967</b>
<b>Non-current assets</b>										
Property, plant and equipment	85,925,293	85,857,073	85,801,127	85,757,699	85,727,041	85,709,410	85,705,065	85,714,272	85,737,302	85,774,431
Other financial assets	21,510,103	20,770,903	20,031,703	19,292,503	18,553,303	17,814,103	17,074,903	16,335,703	15,596,503	14,857,303
<b>Total non-current assets</b>	<b>107,435,396</b>	<b>106,627,976</b>	<b>105,832,830</b>	<b>105,050,202</b>	<b>104,280,344</b>	<b>103,523,513</b>	<b>102,779,968</b>	<b>102,049,975</b>	<b>101,333,805</b>	<b>100,631,734</b>
<b>Total assets</b>	<b>119,136,408</b>	<b>118,328,983</b>	<b>117,533,832</b>	<b>116,751,200</b>	<b>115,981,339</b>	<b>115,224,502</b>	<b>114,480,952</b>	<b>113,750,954</b>	<b>113,034,778</b>	<b>112,332,701</b>
<b>Current liabilities</b>										
Trade and other payables	1,094,831	1,094,831	1,094,831	1,094,831	1,094,831	1,094,831	1,094,831	1,094,831	1,094,831	1,094,831
Loans Payable	27,110	28,197	29,257	30,489	31,703	32,962	34,215	35,626	37,041	38,513
Provisions	301,990	301,990	301,990	301,990	301,990	301,990	301,990	301,990	301,990	301,990
<b>Total current liabilities</b>	<b>1,423,931</b>	<b>1,425,018</b>	<b>1,426,078</b>	<b>1,427,310</b>	<b>1,428,524</b>	<b>1,429,783</b>	<b>1,431,036</b>	<b>1,432,447</b>	<b>1,433,862</b>	<b>1,435,334</b>
<b>Non-current liabilities</b>										
Loans Payable	660,388	632,191	602,934	572,445	540,742	507,780	473,565	437,939	400,898	362,385
Provisions	15,670	15,670	15,670	15,670	15,670	15,670	15,670	15,670	15,670	15,670
<b>Total non-current liabilities</b>	<b>676,058</b>	<b>647,861</b>	<b>618,604</b>	<b>588,115</b>	<b>556,412</b>	<b>523,450</b>	<b>489,235</b>	<b>453,609</b>	<b>416,568</b>	<b>378,055</b>
<b>Total liabilities</b>	<b>2,099,989</b>	<b>2,072,879</b>	<b>2,044,682</b>	<b>2,015,425</b>	<b>1,984,936</b>	<b>1,953,233</b>	<b>1,920,271</b>	<b>1,886,056</b>	<b>1,850,430</b>	<b>1,813,389</b>
<b>Net community assets</b>	<b>117,036,419</b>	<b>116,256,104</b>	<b>115,489,150</b>	<b>114,735,775</b>	<b>113,996,403</b>	<b>113,271,269</b>	<b>112,560,681</b>	<b>111,864,898</b>	<b>111,184,348</b>	<b>110,519,312</b>
<b>Community equity</b>										
Asset revaluation surplus	114,536,875	114,536,875	114,536,875	114,536,875	114,536,875	114,536,875	114,536,875	114,536,875	114,536,875	114,536,875
Retained surplus/(deficit)	769,256	- 11,059	- 778,013	- 1,531,388	- 2,270,760	- 2,995,894	- 3,706,482	- 4,402,265	- 5,082,815	- 5,747,851
Reserves	1,730,288	1,730,288	1,730,288	1,730,288	1,730,288	1,730,288	1,730,288	1,730,288	1,730,288	1,730,288
<b>Total community equity</b>	<b>117,036,419</b>	<b>116,256,104</b>	<b>115,489,150</b>	<b>114,735,775</b>	<b>113,996,403</b>	<b>113,271,269</b>	<b>112,560,681</b>	<b>111,864,898</b>	<b>111,184,348</b>	<b>110,519,312</b>

The above statement should be read in conjunction with the accompanying notes and significant accounting policies.

**AURUKUN SHIRE COUNCIL**  
**Statement of Cashflow**  
**For the year ended 30 June 2016**

Notes	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025	2025-2026
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Cash flows from operating activities:</b>										
Receipts from customers	7,442,194	7,591,038	7,742,859	7,897,716	8,055,671	8,216,784	8,381,120	8,548,742	8,719,717	8,894,111
Payments to suppliers and employees	(15,677,181)	(15,980,225)	(16,289,329)	(16,604,616)	(16,926,208)	(17,254,232)	(17,588,817)	(17,930,093)	(18,278,195)	(18,633,259)
	<b>- 8,234,987</b>	<b>- 8,389,187</b>	<b>- 8,546,470</b>	<b>- 8,706,900</b>	<b>- 8,870,537</b>	<b>- 9,037,448</b>	<b>- 9,207,697</b>	<b>- 9,381,351</b>	<b>- 9,558,478</b>	<b>- 9,739,148</b>
Interest received	307,338	313,485	319,754	326,149	332,672	339,326	346,112	353,035	360,095	367,297
Rental income	2,256,178	2,301,302	2,347,328	2,394,275	2,442,160	2,491,003	2,540,823	2,591,640	2,643,473	2,696,342
Non capital grants and contributions	6,248,143	6,363,106	6,480,368	6,599,975	6,721,975	6,846,414	6,973,342	7,102,809	7,234,865	7,369,563
Borrowing Cost	(27,505)	(26,456)	(25,369)	(24,310)	(23,077)	(21,864)	(20,604)	(19,351)	(17,940)	(16,525)
<b>Net cash inflow (outflow) from operating activities</b>	<b>549,167</b>	<b>562,250</b>	<b>575,612</b>	<b>589,190</b>	<b>603,194</b>	<b>617,432</b>	<b>631,978</b>	<b>646,783</b>	<b>662,016</b>	<b>677,530</b>
<b>Cash flows from investing activities:</b>										
Payments for property, plant and equipment	(1,762,312)	(1,774,345)	(1,786,619)	(1,799,137)	(1,811,906)	(1,824,934)	(1,838,220)	(1,851,772)	(1,865,595)	(1,879,694)
Proceeds from sale of property, plant and equipment	-	-	-	-	-	-	-	-	-	-
Finance lease receipts	739,200	739,200	739,200	739,200	739,200	739,200	739,200	739,200	739,200	739,200
Grants, subsidies, contributions and donations	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
<b>Net cash inflow (outflow) from investing activities</b>	<b>523,112</b>	<b>535,145</b>	<b>547,419</b>	<b>559,937</b>	<b>572,706</b>	<b>585,734</b>	<b>599,020</b>	<b>612,572</b>	<b>626,395</b>	<b>640,494</b>
<b>Cash flows from financing activities:</b>										
Repayments made on borrowings	(26,061)	(27,110)	(28,197)	(29,257)	(30,489)	(31,703)	(32,962)	(34,215)	(35,626)	(37,041)
<b>Net cash inflow (outflow) from financing activities</b>	<b>26,061</b>	<b>27,110</b>	<b>28,197</b>	<b>29,257</b>	<b>30,489</b>	<b>31,703</b>	<b>32,962</b>	<b>34,215</b>	<b>35,626</b>	<b>37,041</b>
<b>Net increase (decrease) in cash and cash equivalent held</b>	<b>6</b>	<b>6</b>	<b>5</b>	<b>4</b>	<b>3</b>	<b>6</b>	<b>5</b>	<b>5</b>	<b>6</b>	<b>6</b>
Cash and cash equivalents at beginning of the financial year	8,623,120	8,623,114	8,623,109	8,623,104	8,623,100	8,623,097	8,623,091	8,623,086	8,623,081	8,623,075
<b>Cash and cash equivalents at end of the financial year</b>	<b>8,623,114</b>	<b>8,623,109</b>	<b>8,623,104</b>	<b>8,623,100</b>	<b>8,623,097</b>	<b>8,623,091</b>	<b>8,623,086</b>	<b>8,623,081</b>	<b>8,623,075</b>	<b>8,623,069</b>

The above statement should be read in conjunction with the accompanying notes and significant accounting policies.

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**AURUKUN SHIRE COUNCIL**  
**Statement of Changes in Equity**  
**For the year ended 30 June 2016**

	Asset revaluation surplus	Retained Surplus	Reserves	Total
Note	16	17	18	
	\$	\$	\$	\$
<b>Balance as at 1 July 2016</b>	114,536,875	1,562,654	1,730,288	117,829,817
Effect of correction of error	-	-	-	-
Restated balances	<u>114,536,875</u>	<u>1,562,654</u>	<u>1,730,288</u>	<u>117,829,817</u>
Net operating surplus	-	(793,398)	-	(793,398)
Other comprehensive income for the year				
Increase / (decrease) in asset revaluation surplus	-	-	-	-
Available-for-sale-financial assets				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Cash flow hedging				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Share of comprehensive income of associates	-	-	-	-
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>(793,398)</u>	<u>-</u>	<u>(793,398)</u>
<b>Transfers to and from reserves*</b>				
Transfers to/from capital	-	-	-	-
Transfers to reserves	-	-	-	-
Transfers from reserves	-	-	-	-
Total transfers to and from reserves	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balance as at 30 June 2017</b>	<u>114,536,875</u>	<u>769,256</u>	<u>1,730,288</u>	<u>117,036,419</u>
<b>Balance as at 1 July 2017</b>	114,536,875	769,256	1,730,288	117,036,419
Effect of correction of error	-	-	-	-
Restated balances	<u>114,536,875</u>	<u>769,256</u>	<u>1,730,288</u>	<u>117,036,419</u>
Net operating surplus	-	(780,315)	-	(780,315)
Other comprehensive income for the year				
Increase / (decrease) in asset revaluation surplus	-	-	-	-
Available-for-sale-financial assets				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Cash flow hedging				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Share of comprehensive income of associates	-	-	-	-
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>(780,315)</u>	<u>-</u>	<u>(780,315)</u>
<b>Transfers to and from reserves*</b>				
Transfers to/from capital	-	-	-	-
Transfers to reserves	-	-	-	-
Transfers from reserves	-	-	-	-
Total transfers to and from reserves	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balance as at 30 June 2018</b>	<u>114,536,875</u>	<u>(11,059)</u>	<u>1,730,288</u>	<u>116,256,104</u>

**AURUKUN SHIRE COUNCIL**  
**Statement of Changes in Equity**  
**For the year ended 30 June 2016**

	Asset revaluation surplus	Retained Surplus	Reserves	Total
Note	16 \$	17 \$	18 \$	\$
<b>Balance as at 1 July 2018</b>	114,536,875	(11,059)	1,730,288	116,256,104
Effect of correction of error	-	-	-	-
Restated balances	<u>114,536,875</u>	<u>(11,059)</u>	<u>1,730,288</u>	<u>116,256,104</u>
Net operating surplus	-	(766,955)	-	(766,955)
Other comprehensive income for the year				
Increase / (decrease) in asset revaluation surplus	-	-	-	-
Available-for-sale-financial assets				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Cash flow hedging				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Share of comprehensive income of associates	-	-	-	-
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>(766,955)</u>	<u>-</u>	<u>(766,955)</u>
<b>Transfers to and from reserves*</b>				
Transfers to/from capital	-	-	-	-
Transfers to reserves	-	-	-	-
Transfers from reserves	-	-	-	-
Total transfers to and from reserves	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balance as at 30 June 2019</b>	<u>114,536,875</u>	<u>(778,014)</u>	<u>1,730,288</u>	<u>115,489,149</u>
<b>Balance as at 1 July 2019</b>	114,536,875	(778,014)	1,730,288	115,489,149
Effect of correction of error	-	-	-	-
Restated balances	<u>114,536,875</u>	<u>(778,014)</u>	<u>1,730,288</u>	<u>115,489,149</u>
Net operating surplus	-	(753,374)	-	(753,374)
Other comprehensive income for the year				
Increase / (decrease) in asset revaluation surplus	-	-	-	-
Available-for-sale-financial assets				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Cash flow hedging				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Share of comprehensive income of associates	-	-	-	-
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>(753,374)</u>	<u>-</u>	<u>(753,374)</u>
<b>Transfers to and from reserves*</b>				
Transfers to/from capital	-	-	-	-
Transfers to reserves	-	-	-	-
Transfers from reserves	-	-	-	-
Total transfers to and from reserves	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balance as at 30 June 2020</b>	<u>114,536,875</u>	<u>(1,531,388)</u>	<u>1,730,288</u>	<u>114,735,775</u>

**AURUKUN SHIRE COUNCIL**  
**Statement of Changes in Equity**  
**For the year ended 30 June 2016**

	Asset revaluation surplus	Retained Surplus	Reserves	Total
Note	16 \$	17 \$	18 \$	\$
<b>Balance as at 1 July 2020</b>	114,536,875	(1,531,388)	1,730,288	114,735,775
Effect of correction of error	-	-	-	-
Restated balances	<u>114,536,875</u>	<u>(1,531,388)</u>	<u>1,730,288</u>	<u>114,735,775</u>
Net operating surplus	-	(739,373)	-	(739,373)
Other comprehensive income for the year				
Increase / (decrease) in asset revaluation surplus		-	-	-
Available-for-sale-financial assets				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Cash flow hedging				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Share of comprehensive income of associates	-	-	-	-
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>(739,373)</u>	<u>-</u>	<u>(739,373)</u>
<b>Transfers to and from reserves*</b>				
Transfers to/from capital	-	-	-	-
Transfers to reserves	-	-	-	-
Transfers from reserves	-	-	-	-
Total transfers to and from reserves	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balance as at 30 June 2021</b>	<u>114,536,875</u>	<u>(2,270,761)</u>	<u>1,730,288</u>	<u>113,996,402</u>
<b>Balance as at 1 July 2021</b>	114,536,875	(2,270,761)	1,730,288	113,996,402
Effect of correction of error	-	-	-	-
Restated balances	<u>114,536,875</u>	<u>(2,270,761)</u>	<u>1,730,288</u>	<u>113,996,402</u>
Net operating surplus	-	(725,134)	-	(725,134)
Other comprehensive income for the year				
Increase / (decrease) in asset revaluation surplus		-	-	-
Available-for-sale-financial assets				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Cash flow hedging				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Share of comprehensive income of associates	-	-	-	-
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>(725,134)</u>	<u>-</u>	<u>(725,134)</u>
<b>Transfers to and from reserves*</b>				
Transfers to/from capital	-	-	-	-
Transfers to reserves	-	-	-	-
Transfers from reserves	-	-	-	-
Total transfers to and from reserves	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balance as at 30 June 2022</b>	<u>114,536,875</u>	<u>(2,995,895)</u>	<u>1,730,288</u>	<u>113,271,268</u>

**AURUKUN SHIRE COUNCIL**  
**Statement of Changes in Equity**  
**For the year ended 30 June 2016**

	Note	Asset revaluation surplus 16 \$	Retained Surplus 17 \$	Reserves 18 \$	Total \$
<b>Balance as at 1 July 2022</b>		114,536,875	(2,995,895)	1,730,288	113,271,268
Effect of correction of error		-	-	-	-
Restated balances		<u>114,536,875</u>	<u>(2,995,895)</u>	<u>1,730,288</u>	<u>113,271,268</u>
Net operating surplus		-	(710,589)	-	(710,589)
Other comprehensive income for the year					
Increase / (decrease) in asset revaluation surplus			-	-	-
Available-for-sale-financial assets					
Current year gains/ (losses)		-	-	-	-
Reclassification to profit or loss		-	-	-	-
Cash flow hedging					
Current year gains/ (losses)		-	-	-	-
Reclassification to profit or loss		-	-	-	-
Share of comprehensive income of associates		-	-	-	-
<b>Total comprehensive income for the year</b>		<u>-</u>	<u>(710,589)</u>	<u>-</u>	<u>(710,589)</u>
<b>Transfers to and from reserves*</b>					
Transfers to/from capital		-	-	-	-
Transfers to reserves		-	-	-	-
Transfers from reserves		-	-	-	-
Total transfers to and from reserves		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balance as at 30 June 2023</b>		<u>114,536,875</u>	<u>(3,706,483)</u>	<u>1,730,288</u>	<u>112,560,680</u>
<b>Balance as at 1 July 2023</b>		114,536,875	(3,706,483)	1,730,288	112,560,680
Effect of correction of error		-	-	-	-
Restated balances		<u>114,536,875</u>	<u>(3,706,483)</u>	<u>1,730,288</u>	<u>112,560,680</u>
Net operating surplus		-	(695,782)	-	(695,782)
Other comprehensive income for the year					
Increase / (decrease) in asset revaluation surplus			-	-	-
Available-for-sale-financial assets					
Current year gains/ (losses)		-	-	-	-
Reclassification to profit or loss		-	-	-	-
Cash flow hedging					
Current year gains/ (losses)		-	-	-	-
Reclassification to profit or loss		-	-	-	-
Share of comprehensive income of associates		-	-	-	-
<b>Total comprehensive income for the year</b>		<u>-</u>	<u>(695,782)</u>	<u>-</u>	<u>(695,782)</u>
<b>Transfers to and from reserves*</b>					
Transfers to/from capital		-	-	-	-
Transfers to reserves		-	-	-	-
Transfers from reserves		-	-	-	-
Total transfers to and from reserves		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balance as at 30 June 2024</b>		<u>114,536,875</u>	<u>(4,402,266)</u>	<u>1,730,288</u>	<u>111,864,897</u>

**AURUKUN SHIRE COUNCIL**  
**Statement of Changes in Equity**  
**For the year ended 30 June 2016**

	Asset revaluation surplus	Retained Surplus	Reserves	Total
Note	16	17	18	
	\$	\$	\$	\$
<b>Balance as at 1 July 2024</b>	114,536,875	(4,402,266)	1,730,288	111,864,897
Effect of correction of error	-	-	-	-
Restated balances	<u>114,536,875</u>	<u>(4,402,266)</u>	<u>1,730,288</u>	<u>111,864,897</u>
Net operating surplus	-	(680,551)	-	(680,551)
Other comprehensive income for the year				
Increase / (decrease) in asset revaluation surplus		-	-	-
Available-for-sale-financial assets				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Cash flow hedging				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Share of comprehensive income of associates	-	-	-	-
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>(680,551)</u>	<u>-</u>	<u>(680,551)</u>
<b>Transfers to and from reserves*</b>				
Transfers to/from capital	-	-	-	-
Transfers to reserves	-	-	-	-
Transfers from reserves	-	-	-	-
Total transfers to and from reserves	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balance as at 30 June 2025</b>	<u>114,536,875</u>	<u>(5,082,816)</u>	<u>1,730,288</u>	<u>111,184,347</u>
<b>Balance as at 1 July 2025</b>	114,536,875	(5,082,816)	1,730,288	111,184,347
Effect of correction of error	-	-	-	-
Restated balances	<u>114,536,875</u>	<u>(5,082,816)</u>	<u>1,730,288</u>	<u>111,184,347</u>
Net operating surplus	-	(665,036)	-	(665,036)
Other comprehensive income for the year				
Increase / (decrease) in asset revaluation surplus	-	-	-	-
Available-for-sale-financial assets				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Cash flow hedging				
Current year gains/ (losses)	-	-	-	-
Reclassification to profit or loss	-	-	-	-
Share of comprehensive income of associates	-	-	-	-
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>(665,036)</u>	<u>-</u>	<u>(665,036)</u>
<b>Transfers to and from reserves*</b>				
Transfers to/from capital	-	-	-	-
Transfers to reserves	-	-	-	-
Transfers from reserves	-	-	-	-
Total transfers to and from reserves	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balance as at 30 June 2026</b>	<u>114,536,875</u>	<u>(5,747,852)</u>	<u>1,730,288</u>	<u>110,519,311</u>

The above statement should be read in conjunction with the accompanying notes and significant accounting policies.

**AURUKUN SHIRE COUNCIL**  
Sustainability Ratios

	Target Ratio	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025	2025-2026
<b>1. Working Capital Ratio</b>												
(Current Assets/Current Liabilities)	1	8.22	8.22	8.21	8.21	8.20	8.19	8.18	8.18	8.17	8.16	8.15
<b>2. Operating Surplus Ratio</b>												
(Net Operating Surplus/Total Operating Revenue)(%)	0% - 15%	-8.49%	-7.96%	-7.73%	-7.50%	-7.28%	-7.06%	-6.85%	-6.64%	-6.43%	-6.23%	-6.03%
<b>3. Net Financial Assets/Liabilities Ratio</b>												
(Total Liabilities - Current Assets)/Total Operating Revenue)	60%	-55.00%	-59.07%	-58.11%	-57.17%	-56.25%	-55.35%	-54.48%	-53.62%	-52.78%	-51.96%	-51.16%
<b>4. Asset Sustainability Ratio</b>												
(Capital Expenditure on the Replacement of Assets (renewals)/Depreciation Expense)	90%	147.04%	95.64%	96.30%	96.96%	97.64%	98.34%	99.04%	99.76%	100.50%	101.25%	102.01%

**AURUKUN SHIRE COUNCIL**  
**Capital Expenditure Budget**  
**For the year ended 30 June 2016**

GL Code	JC Code	Description	Cost	Grants	Reserve	Depreciation	Trade Ins	Lease Revenue	Total
1210-4520-0000	Non-Current Asset	Land	44,000.00	-	-	-	-	44,000.00	44,000.00
	1210-0001-0001	Demolition of 2 Church Houses	44,000.00					44,000.00	44,000.00
		Subdivision project							
1215-4950-0000	Non-Current Asset	Building	1,047,000.00	140,000.00	140,000.00	349,121.80	-	417,878.20	1,047,000.00
	1215-4950	ADMIN BUILDING WORK IN PROGRES	-	-	-	-	-	-	-
	2110-4951	WIP: TYRE BAY RELOCATION	-	-	-	-	-	-	-
	2750-4950	Airport Dve Contrctors Cmp WIP	50,000.00	-	-	50,000.00	-	-	50,000.00
	2760-4950-8100	Capital WIP - McKenzie Dr Camp	57,000.00	-	-	57,000.00	-	-	57,000.00
	4210-4951	HACC Building	-	-	-	-	-	-	-
		Old TAFE reroofing	-	-	-	-	-	-	-
	1215-0001	electrical Upgrade - General Store	30,000.00	-	-	30,000.00	-	-	30,000.00
		Walk in Takeaway: General Store	-	-	-	-	-	-	-
	1215-0002	Library Refurbishment	70,000.00	-	-	70,000.00	-	-	70,000.00
	1215-0003	Depot	150,000.00	-	-	142,121.80	-	7,878.20	150,000.00
	6110-4950	Capital WIP - Community Housin	-	-	-	-	-	-	-
	4210-4951	HACC Staff Housing	140,000.00		140,000.00				140,000.00
	1215-0004	SES VMR and QFES Shed	150,000.00	100,000.00	-	-	-	50,000.00	150,000.00
	7120-4950	WIP - Wuungkam Lodge BUILDINGS	-	-	-	-	-	-	-
		Painting of Community Justice Group external and internal	-	-	-	-	-	-	-
		Painting of Supermarket building	-	-	-	-	-	-	-
	7250-4951	Upgrade & Refurb Business Precinct	-	-	-	-	-	-	-
	7510-4950	WIP - Tavern Buildings	-	-	-	-	-	-	-
	8580-4952	ART CENTRE UPGRADE	20,000.00		-	-	-	20,000.00	20,000.00
	8580-4951	ARTS CAPITAL SECURITY UPGRADE	-	-	-	-	-	-	-
	7120-4950-8100	Lodge and Guesthouse refurbishment	100,100.00		-	-	-	100,100.00	100,100.00
	7120-4951	Sherger Building	80,000.00	40,000.00	-	-	-	40,000.00	80,000.00
	1215-0005	Fencing for the Lodge	24,100.00		-	-	-	24,100.00	24,100.00
	1215-0006	BBQ Area	10,000.00		-	-	-	10,000.00	10,000.00
	7120-4950-8200	Completion of Restaurant	20,000.00		-	-	-	20,000.00	20,000.00
	7120-4950-8300	Vinyl for Guesthouse	10,800.00		-	-	-	10,800.00	10,800.00
	7120-4950-8400	Old Checlo accommodation	35,000.00		-	-	-	35,000.00	35,000.00
	7510-4950	Tree House	100,000.00		-	-	-	100,000.00	100,000.00

**AURUKUN SHIRE COUNCIL**  
**Capital Expenditure Budget**  
**For the year ended 30 June 2016**

2110-4320-0000	Non-Current Asset	Plant/Equipment Clearing Account	1,502,240.00	363,350.00	850,009.20	15,000.00	63,000.00	210,880.80	1,502,240.00
	2110-4320-0710	Replace Cairns, trade in 2 to 1	25,000.00		-		3,000.00	22,000.00	25,000.00
	2110-4320-0711	Vehicle - staff pool	30,000.00		20,000.00		10,000.00	-	30,000.00
	2110-4320-0712	Security - 4x4 Twin Cab	25,000.00		25,000.00		-	-	25,000.00
	2110-4320-0713	Workshop 4x4 Station Wagon	45,000.00		45,000.00		-	-	45,000.00
	2110-4320-0714	Workshop 4x4 ute	45,000.00		45,000.00		-	-	45,000.00
	2110-4320-0715	Civil Supervisor 4x4 Twin Cab	25,000.00		25,000.00		-	-	25,000.00
	2110-4320-0716	Road Crew 4x4 Twin Cab	25,000.00		25,000.00		-	-	25,000.00
	2110-4320-0717	EHO / Animal Control 4x4 Twin Cab	25,000.00		25,000.00		-	-	25,000.00
	2110-4320-0718	WSS Supervisor 2WD Ute	15,000.00		-	15,000.00	-	-	15,000.00
	2110-4320-0719	Parks and Gardens crew 2WD Twin Cab	20,000.00		20,000.00		-	-	20,000.00
	2110-4320-0720	Cleaning Supervisor 2WD Twin Cab	20,000.00		20,000.00		-	-	20,000.00
	2110-4320-0721	Ride-on mowers - Toro	15,000.00		15,000.00		-	-	15,000.00
	2110-4320-0722	Ride-on mowers - Toro	15,000.00		15,000.00		-	-	15,000.00
	2110-4320-0723	Rubbish Truck Replacement	250,000.00		200,000.00		50,000.00	-	250,000.00
	2110-4320-0724	Tractors x 2	60,000.00		60,000.00		-	-	60,000.00
	2110-4320-0725	Tractors x 3	60,000.00		60,000.00		-	-	60,000.00
	2110-4320-0726	Mitsubishi canter	40,000.00		-		-	40,000.00	40,000.00
	2110-4320-0727	2 m3 tipper	40,000.00		-		-	40,000.00	40,000.00
	2110-4320-0728	Backhoe	152,000.00		152,000.00		-	-	152,000.00
	2110-4320-0729	Trailer	7,000.00		-		-	7,000.00	7,000.00
	2110-4320-0730	Bobcat	8,000.00		-		-	8,000.00	8,000.00
	2110-4320-0731	Hinge inserter	5,000.00		-		-	5,000.00	5,000.00
	2110-4320-0732	Edge bander	15,000.00		-		-	15,000.00	15,000.00
	2110-4320-0733	Drain cleaner	54,000.00		54,000.00		-	-	54,000.00
	2110-4320-0734	Tyre fitting machine	8,000.00		7,009.20		-	990.80	8,000.00
	2110-4320-0735	Prepay OPT at Aurukun Fuel Station	36,240.00		-		-	36,240.00	36,240.00
	2110-4320-0736	CCTV Camera town	400,000.00	363,350.00	-		-	36,650.00	400,000.00
	2110-4320-0737	Skid Steer slasher attachment	12,000.00		12,000.00		-	-	12,000.00
	2110-4320-0738	Security - 4x4 Twin Cab	25,000.00		25,000.00		-	-	25,000.00
		HACC Vehicle			-		-	-	-
2110-4950-0000	Non-Current Asset	Aerodrome	-		-		-	-	-
5130-4950		REMOTE AIRSTRIP UPGRADE	-		-		-	-	-
2740-4950-0000	Non-Current Asset	Roads, drainage and bridge network	619,143.00	599,143.00	-		-	20,000.00	619,143.00
2740-4950		WIP Royalties to Region	-		-		-	-	-
2740-4951		TIDS	300,000.00	300,000.00			-	-	300,000.00
2740-4952		Roads to Recovery	299,143.00	299,143.00			-	-	299,143.00
2740-4953		Street Lighting in town	20,000.00		-		-	20,000.00	20,000.00
2750-4950-0000	Non-Current Asset	Water	-		-		-	-	-
5410-4950		ISIP INFRASTRUCTURE PROJECT	-		-		-	-	-
5410-4301		BORE UPGRADE - MUTTICH ST	-		-		-	-	-
5310-4320	Non-Current Asset	Sewerage	500,000.00	500,000.00	-		-	-	500,000.00
5310-4320		Rising Main upgrade	500,000.00	500,000.00			-	-	500,000.00

**AURUKUN SHIRE COUNCIL**  
**Capital Expenditure Budget**  
**For the year ended 30 June 2016**

4210-4420-0000	Non-Current Asset	Office Equipment Clearing Account	-	-	-	-	-	-	-	-	-	-	-
	4210-4420	Transitions InfoTech Upgrade	-	-	-	-	-	-	-	-	-	-	-
	4210-4421	HACC Transitions No. 2	-	-	-	-	-	-	-	-	-	-	-
	1210-4520	Council ICT Clearing Account	-	-	-	-	-	-	-	-	-	-	-
	1216-0002	SGFA SERV DEL: NETWORK BRIDGE	-	-	-	-	-	-	-	-	-	-	-
4410-4950-0000	Non-Current Asset	Other Structure	50,000.00	30,000.00	-	-	-	-	-	20,000.00	-	-	50,000.00
	4410-4951	New Cemetery site development	50,000.00	30,000.00	-	-	-	-	-	20,000.00	-	-	50,000.00
		Rubbish Tip Improvements	-	-	-	-	-	-	-	-	-	-	-
	4755-4956	WAR MEMORIAL CONSTRUCTION	-	-	-	-	-	-	-	-	-	-	-
	4970-4950	SPORTS OVAL UPGRADE	-	-	-	-	-	-	-	-	-	-	-
	4080-4950	QLD Anzac Centenary Prgram WIP	-	-	-	-	-	-	-	-	-	-	-
		<b>Total Capital Projects</b>	<b>3,762,383.00</b>	<b>1,632,493.00</b>	<b>990,009.20</b>	<b>364,121.80</b>	<b>63,000.00</b>	<b>712,759.00</b>	<b>3,762,383.00</b>				
		Loan Repayments	26,441.00	-	-	-	-	-	-	26,441.00	-	-	26,441.00
		<b>Total Capital Expenses</b>	<b>3,788,824.00</b>	<b>1,632,493.00</b>	<b>990,009.20</b>	<b>364,121.80</b>	<b>63,000.00</b>	<b>739,200.00</b>	<b>3,788,824.00</b>				

**AURUKUN SHIRE COUNCIL**  
**REVENUE STATEMENT 2015/16**

**OVERVIEW:**

The purpose of this revenue statement is:

- to provide an explanatory statement outlining and explaining the revenue raising measures adopted in the budget, and
- to comply in all respects with legislative requirements.

**APPLICABILITY:**

This revenue statement applies to the financial year from 1 July 2015 to 30 June 2016. It is approved in conjunction with the budget on 23rd July 2015.

Council may, by resolution, amend its revenue statement for a financial year at any time before the year ends.

It is not intended that this revenue statement reproduces all related policies. Related policies will be referred to where appropriate and will take precedence should clarification be required.

**GUIDELINE:**

Pursuant to the provisions of the Local Government Act 2009 and the Local Government Regulation 2012 the following explanation of revenue raising measures adopted in the 2015/16 Budget is provided:

**Rates and charges**

The Council is unable to levy a general rate as the Shire, under the provisions of Aboriginal Land Lease No 1, controls all land.

**Sewerage Charge**

A sewerage charge of \$1,519.00 per pedestal will be levied for the 2015/16 financial year for all government and private enterprises.

**Water Charge**

A water charge of \$1,324.00 per unit will be levied for the 2015/16 financial year for all government and private enterprises.

- Household connection = 1 unit
- Commercial connection = 4 units
- Guesthouse/Motel = 1 unit for every 4 rooms or part thereof.

**Cleansing**

A garbage charge of \$1,113.00 per bin will be levied for the 2015/16 financial year for all government and private enterprises.

A bulk refuse removal \$126.00 per load

**Private Works**

Private Works must be applied for in writing and pre-paid in full or a deposit prior to the work being performed. All such work are to be performed at the approve rates or on a cost plus 40% basis. However, the Chief Executive Officer, may, at his discretion, vary this arrangement in cases where he is convinced there is good reason for doing so.

**Connection Fees**

A connection fee will be charged for the connection of new services to the Council's sewerage and water reticulation systems:

Sewerage connection: Actual cost + 40% with a minimum of \$2,475.00 per connection.

Water connection: Actual cost + 40% with a minimum of \$1,750 per connection.

Penalty for illegal Sewerage and Water connection is \$1,250 per incident.

**Vacant Land Utility Charge**

Council recognize the cost of supply the availability of water and sewerage to vacant blocks of land and as such will charge the following vacant blocks of land in the township.

Water	\$258 per year
Sewerage	\$361.00 per year

## **Aurukun Shire Council**

### **Revenue Policy 2015-16**

#### **Intent**

To set out the principles used by council in 2015-16 for:

1. The levying of rates and charges
2. Granting any concessions for rates and charges
3. Recovering overdue rates and charges
4. Interest on overdue rates and charges
5. Extent to which new developments are to be funded by charges for the development

#### **Levying of Rates**

In levying rates and charges the following principles will be applied:

The majority of Aurukun's residents are in receipt of Centrelink benefits and although Council could impose the Community Service Levy under the Local Government Act, has decided not to. This is in light of the fact council receives 40 year lease payments from the state government for these properties. Therefore council will not levy any rates and charges for resident's properties other than that which is paid by the state government under the 40 year lease agreements with the program office.

Council will however levy service charges against all government and business properties in the shire.

#### **Granting of Concessions**

Council will not be granting any concessions in the levying of service charges for properties in the Shire.

#### **Recovering Overdue Rates and Charges**

Overdue rates will be treated in the same manner as any other recoverable debt in line with council's debt recovery policy.

#### **Interest on overdue Rates and Charges**

Council will charge 11% interest on all services charges due after 30 days from the date of the rates notice

#### **Extent to which new developments are to be funded by charges for the development**

Council is not in the position to expect full cost recovery of developments by its constituents who will be in receipt of new or improved services.

Council will however charge connection fees for sewerage and water in line with the charges contained in the revenue statement.



## AURUKUN SHIRE COUNCIL

**Policy Title:**                    **INVESTMENT POLICY**

**Policy Type:**                    **STATUTORY**

(Statutory, Financial, Administrative, Human Resources)

**Policy Number:**

<b>Approved by Council</b>	<b>Meeting date</b>
	21 April 2015
	<b>Resolution number</b>
	15.4730
<b>Approved by CEO/Director:</b>	<b>Title:</b>
<b>Effective date:</b>	<b>21 April 2015</b>
<b>Next Review date:</b>	<b>30 April 2016</b>
<b>Implementation Department / Officer- Name:</b>	
Corporate Services / Ron Fenner, Director Corporate Services	
<b>Version Number:</b>	<b>Document Management file no.</b>
3.0	

### **1. POLICY BACKGROUND/SCOPE:**

To invest funds at the most advantageous rate of interest available to it at the time, for that investment type, and in a way that it considers the most appropriate given the circumstances

This policy applies to the investment of surplus funds in accordance with Category One (1) investment power under *part 6 of the Statutory Bodies Financial Arrangements Act 1982 (SBFAA) and the Statutory Bodies Financial Arrangements Regulations 2007 (SBFAR)*.

## **2. POLICY PROVISIONS:**

To provide Council with a contemporary investment policy based on an assessment of counterparty, market and liquidity risk within the legislative framework of the Statutory Bodies Financial Arrangements Act 1982 (SBFAA). This includes:

- Investing Councils funds not immediately required for financial commitments;
- Maximizing earnings from authorised investments of cash reserves after assessing counterparty, market and liquidity risks;
- Actively managing the net debt position with core surplus funds; and
- Ensuring that appropriate records are kept and that adequate internal controls are in place to safeguard public funds.

### **Reference (e.g. Legislation, related documents):**

- Investment of Council's funds is to be in accordance with Council's power of investment as set out in the following flow of legislative Authority:
- *Section 101 (1) of the Local Government Act 2009 under Part 3 – Financial sustainability and accountability refers to Local Government as a Statutory Body under the Statutory Bodies Financial Arrangements Act 1982.*
- *Section 101 (2) points to the Statutory Bodies Financial Arrangements Act 1982 to determine Council's power of Investment.*
- *Section 42 of the Statutory Bodies Financial Arrangement Act 1982 refers to three different categories of Investment power.*
- *Schedule 2, 3 4 and 5 of the Statutory Bodies Financial Arrangements Regulations 2007 list the statutory bodies' categories and investment power.*
- *Section 44 of the Statutory Bodies Financial Arrangement Act 1982 dictates the types of Investments that Council may use.*
- *Section 8 of the Statutory Bodies Financial Arrangements Regulations 2007 prescribes the rating of the Investment arrangements as prescribed under Section 44 (1)(e) of the Statutory Bodies Financial Arrangements Act 1982.*

## **Policy Statement**

### **1. Authority for Investment**

Investment of Council funds is to be in accordance with the relevant power of investment under the SBFAA and SBFAR and their subsequent amendments and regulations.

Investment Officers are to manage portfolios not for speculation, but for investment and in accordance with the spirit of this Investment Policy. Investment Officers are to avoid any transaction that might harm confidence in Aurukun Shire Council.

## **2. Ethics and Conflicts of Interest**

Investment officers/employees shall refrain from personal activities that would conflict with the proper execution and management of Aurukun Shire Council's investment portfolio. This includes activities that would impair the investment officers' ability to make impartial decisions.

This Policy requires that employees and investment officers disclose to the Chief Executive Officer any conflict of interest or any investment positions that could be related to the investment portfolio.

## **3. Preservation of Capital**

Preservation of Capital shall be the principal objective of the investment portfolio. Investments are to be performed in a manner that seeks to ensure security of principal of the overall portfolio. This would include managing credit and interest rate risk within given risk management parameters and avoiding any transactions that would prejudice confidence in Council or its associated entities.

### **3.1 Credit Risk**

Aurukun Shire Council will evaluate and assess risk prior to investment. Credit risk is the risk of loss due to failure of an investment issuer or guarantor. The investment officer will minimise the risk in the investment portfolio by pre-qualifying all transactions including the brokers/securities dealers with which they do business, diversify the portfolio and limit the transactions to secure investments.

### **3.2 Interest Rate Risk**

The investment officers shall seek to minimize the risk of a change in the market value of the portfolio because of a change in the interest rates. This would be achieved by considering the cash flow requirements of Council and structuring the portfolio accordingly. This will avoid having to sell securities prior to maturity in the open market. Secondly, interest rate risk can be limited by investing in shorter term securities.

## **4. Maintenance of Liquidity**

The investment portfolio will maintain sufficient liquidity to meet all reasonably anticipated operating cash flow requirements of Council, as and when they fall due, without incurring significant transaction costs due to being required to sell an investment

## **5. Return on Investment**

The portfolio is expected to achieve a market average rate of return and take into account Aurukun Shire Council's risk tolerance and current interest rates, budget considerations, and the economic cycle. Any additional return target set by Council will also consider the risk limitations, prudent investment principles and cash flow characteristics identified within this Investment Policy.

## 6. Authorised Investments (as per "SBFAA")

Section 44(1) of the SBFAA provides with the power to invest in authorised investments which include:

- (a) deposits with a financial institution;
- (b) investment arrangements accepted, guaranteed or issued by or for the Commonwealth or a State or a financial institution;
- (c) other arrangements secured by investment arrangements accepted, guaranteed or issued by or for the Commonwealth or a State or financial institution;
- (d) investment arrangements, managed or offered by QIC or QTC, prescribed under a regulation for this paragraph;
- (e) An investment arrangement with a rating prescribed under a regulation for this paragraph.

## 7. Prohibited Investments

This Investment Policy prohibits any investment carried out for speculative purposes. The following investments are prohibited by this Investment Policy:

- derivative type investments (excluding floating rate notes);
- principal only investments or securities that provide potentially nil or negative cash flow;
- stand alone securities issued that have underlying futures, options, forward contracts and swaps of any kind; and
- securities issued in non-Australian dollars.

## 8. Portfolio Investment Parameters

The amount invested with institutions or fund managers should not exceed the following percentage ranges of average annual funds invested. When placing investments, consideration should be given to the relationship between credit rating and interest rate.

Long Term Rating (Standard & Poors)	Short Term Rating (Standard & Poors)	Individual Counterparty Limit	Total Limit
AAA to AA-	A1+	No Limit	No Limit
A+ to A- (Except Bendigo Bank)	A1	No Limit	No Limit
BBB+ to BBB- (Except Bendigo Bank)	A2	Maximum 20%	Maximum 20%
Unrated or below BBB- (Except Bendigo Bank)	Unrated or below A2	None	None
QTC Cash Management Fund		No Limit	No Limit

## 9. Internal Controls

The Chief Financial Officer shall establish internal controls and processes that will ensure investment objectives are met and that the investment portfolios are protected from loss, theft or inappropriate use.

#### **10. Breaches**

Any breach of this Investment Policy is to be reported to the Chief Executive Officer and rectified within seven (7) days of the breach occurring.

Where Council holds an investment that is downgraded below the minimum acceptable rating level, as prescribed under regulation for the investment arrangement, Council shall, within 28 days after the change becomes known to Council, either obtain Treasurer approval for continuing with the investment arrangement or sell the investment arrangement.

#### **11. Delegation of Authority**

Authority for implementation of the Investment Policy is delegated by Council to the Chief Executive Officer in accordance with the Local Government Act 2009, Section 259 (1).

Authority for the day to day management of Council's Investment Portfolio is to be delegated by the Chief Executive Officer to the Chief Financial Officer.

Level at which Policy Approved: **Council**

#### **3. RELATED DOCUMENTATION:**

*Local Government Act 2009, Section 101.*

*Local Government (Finance, Plans and Reporting) Regulation 2010, Section 132.*

*Statutory Bodies Financial Arrangements Act 1982 (SBFAA).*

*Statutory Bodies Financial Arrangement Regulation 2007 (SBFAR).*



## AURUKUN SHIRE COUNCIL

**Policy Title:            DEBT (BORROWING) POLICY**

**Policy Type:            STATUTORY**

(Statutory, Financial, Administrative, Human Resources)

**Policy Number:**

<b>Approved by Council</b>	<b>Meeting date</b>
	21 April 2015
	<b>Resolution number</b>
	15.4730
<b>Approval by CEO/Director:</b>	<b>Title:</b>
<b>Effective date:</b>	<b>21 April 2015</b>
<b>Review date:</b>	<b>30 April 2016</b>
<b>Implementation Department / Officer- Name:</b>	
Corporate Services - Ron Fenner, Director Corporate Services	
<b>Version Number:</b>	<b>Document Management file no.</b>
3.0	

## 1. Policy Background/Scope:

To provide Council with a contemporary Borrowing Policy that provides for responsible financial management on the loan funding of infrastructure capital projects and assets by ensuring the level of Council indebtedness is within acceptable limits to Council, its community and interested external parties.

In accordance with *Section 192 of the Local Government Regulation 2012*, a local government must prepare and adopt a debt policy for a financial year.

(2) The debt policy must state—

- (a) the new borrowings planned for the current financial year and the next 9 financial years; and
- (b) the period over which the local government plans to repay existing and new borrowings.

## 2. Policy Provisions:

This policy applies to the use of loan borrowings to fund infrastructure and other important capital projects.

### Reference (e.g. Legislation, related documents):

- Local Government Act 2009, Section 104.
- Local Government Regulation 2012, Section 192.

### Policy Statement

At this stage the Council only intends to borrow money for an upgrade of Wuungkam Lodge during the financial year period from 2014/2015 to 2034/2035.

The following is the Council's borrowing policy if Council considers borrowing money:

- Loans will only be used for capital expenditure;
- Borrowings will only be made in accordance with the adopted budget;
- Loan terms are to be no longer than 20 years.
- Council has one loan over a term of 20 years with Queensland Treasury Corporation for upgrade of Wuungkam lodge for \$740,079.17 commencing 30/06/2015 and finishing on 30/06/35

Level at which Policy Approved: **Council**

## 3. Related Documentation:

*Local Government Act 2009, Section 104.*  
*Local Government Regulation 2012,*