

PORT PIRIE REGIONAL COUNCIL

ANNUAL REPORT 2019 - 2020



ACKNOWLEDGEMENT OF COUNTRY

Port Pirie Regional Council acknowledges the Nukunu people as the traditional owners and custodians of the lands of the Port Pirie township and northern regions

and the Kurna people in southern parts of the region.

We honour their ongoing cultural and spiritual connections to country and pay our respects to their Elders past and present. We respect the cultural heritage, customs and beliefs of all Indigenous peoples and extend that respect to other Aboriginal and Torres Strait Islander people who live in the region.



TABLE OF CONTENTS

Acknowledgement of Country	2
Message from the Mayor and CEO	4
Council Profile	7
At a glance ...	8
Council's Response to the COVID-19 Pandemic	9
Australia Day Awards	12
Certificate of Merit Recipients	14
Projects, Activities & Events 2019– 2020	15
Drought Funding Projects	16
Community Support	16
Community Plan	17
Council Communications	18
Elected Members	20
Elected Member Professional Development	21
Register of Allowances and Benefits for Elected Members	23
Meeting Attendance	24
Administration	25
OUR KEY ACTIONS 2019/20 – 2021/22	26
Governance Statement	31
Our Team	42
Staff Demographics	44
Library	45
Tourism	51
Financial Performance	54
Legatus Group	59
Financial Statements	68

MESSAGE FROM THE MAYOR AND CEO

Introduction

We are proud to present the Port Pirie Regional Council's 2019/20 Annual Report, highlighting the many achievements made by Council during the year.

This was a year that many will remember for the COVID-19 pandemic and like other businesses and organisations around us, we had to adapt and change at a rapid pace. However, this should not outweigh our Council and community's achievements throughout the year.

We have increased our focus on communicating with you, our residents, as well as improving the way we deliver services by finding time and cost efficiencies. We have also completed a series of projects in our regional areas with the support of Federal Government Drought Communities Programme funding. These are generating community wellbeing benefits to those areas hit hardest by drought conditions in previous years.

We have continued to provide our full suite of projects and services (other than those impacted by COVID) and consider this an achievement in the current climate. We have highlighted some specific projects and initiatives below, but encourage you to read our Annual Report for more detail on our full service delivery this year.

COVID-19 Response

The second half of 2019/20 saw the COVID-19 pandemic disrupt our way of life, including the way we deliver services to the community. Council endeavoured

to manage the risk to the community by adhering to all Federal and State Government directives including temporarily closing services such as our libraries, Visitor Information Centre and playgrounds, implementing extra cleaning regimes of our public facilities and segregating staff. This process resulted in some staff working from home while others were moved to alternate work locations including temporary depots for the outside workers.

Public health and safety is always our main concern but we were also committed to keeping our doors open and continuing to provide quality, accessible services to our community. This meant adapting our services to the situation at hand, resulting in such programs as the Library's Drop and Wave home delivery service and bringing traditional face-to-face services online. We have such a connected community and it was important to us to ensure the services were in place to assist our community through this difficult time.

We are fortunate that we have been relatively insulated from the significant health implications of COVID-19 in our region when compared to other parts of Australia and the pandemic highlights the need to work on becoming increasingly self sufficient through new developments.

Communications

Port Pirie Regional Council has identified a focus on improved communication and customer service as a strategic priority in the Community Plan 2016-2025. This has

been formalised in a three year operational Communications Strategy which builds upon the Communications activities in 2019/20.

Council conducted an inaugural Communications Preference Survey in November 2019 to evaluate Council's performance in communications and seek areas for improvement. As a result, we are striving to be more personal in our communications, provide timely responses to enquiries and proactively communicate what we do.

A major focus has been improving upon and increasing our community engagement opportunities to provide meaningful two-way interactions. This includes consultations on major projects, public information displays at local events such as the Crystal Brook Show and Smelters Picnic and attending community meetings in each of our towns.

While COVID-19 has put our face-to-face engagement on hold, we are looking forward to continuing to build upon our community engagement opportunities in the future.

Business Improvement

Port Pirie Regional Council embarked on a Business Improvement Program to generate efficiencies across all operations. A Business Improvement Coordinator position was developed in July 2019 to create a framework and implement this model throughout Council.

Council recognises there is a wealth of information, skills and knowledge within our staff which results in opportunities for efficiencies in both costs and time. As a result, the Business Improvement Program was a staff driven process from the original idea proposals to the implementation and review of the process.

Six main ideas were identified as having potential significant efficiencies. These were:

- Document Management Systems
- Unsealed Road Maintenance (Patrol Grading and Re-sheeting)
- Street Sweeping
- Irrigation Control
- Records Archiving
- Customer Requests

Outcomes include the development of a grading tool which will use real time data to report against KPIs. As the program matures, Council will be able to provide and publish information on our website to predict which roads will be graded at particular times. This planned approach can be adapted to other services in time.

An initiative to automate and remotely control the irrigation systems used on our parks and recreation areas is predicted to generate \$167,000 annually in water cost savings once fully implemented. We have also implemented a new tree maintenance program which means our tree crew will have a more planned and coordinated approach to trimming trees throughout the region.

Drought Communities Programme Funding

A major achievement in 2019/20 was the completion of a series of social infrastructure projects funded through Round 1 of the Federal Government's Drought Communities Programme.

Projects of major significance include a new nature playground at Bowman Park, Crystal Brook which is a significant local attraction and a telecommunications tower at Koolunga providing greater mobile connectivity.

Other projects completed in 2019/20 include:

- Installation of a shade sail over the toddler sandpit at the Adelaide Square playground, Crystal Brook
- Installation of a new double plate BBQ and shelter at the Crystal Brook Swimming Pool
- New men's shed in Crystal Brook
- New unisex three-bay toilet block at Jubilee Park, Crystal Brook
- New five bay toilet block at the Koolunga Tennis and Bowls Club
- Extension to the existing function room at the Redhill Football and Netball Club (includes new toilets, bar and storage room)
- Replacement of toilet block at the side of the Wandearah Hall.

These projects were selected in consultation with our regional communities and in reference to the town plans

each of the Community Associations are developing.

Looking Forward

With an eye on constraint and a fiscally constrained environment, a key focus for 2020/21 will be a capital works program to attempt to add stimulus to our regional economy and continuing to deliver projects funded through Round 2 of the Federal Government's Drought Communities Programme.

COVID-19 restrictions have temporarily changed the way Council has conducted community engagement but we are looking forward to resuming our face to face engagement with the community when it is safe to do so.

We are also looking forward to generating further efficiencies through the second year of our Business Improvement Program.



Leon Stephens
Mayor

Peter Ackland
Chief Executive Officer

COUNCIL PROFILE

Port Pirie Regional Council is the gateway to the Southern Flinders Ranges, a region that will become a world-class nature tourism destination following a \$10 million investment from the State and Federal Governments.

Port Pirie is the largest city in the State's Mid North Region and it plays an important role as a regional service centre. Port Pirie is located 220km north of Adelaide on the Upper Spencer Gulf and provides a wealth of education, health care, retail and employment services.

Our largest industry is Nyrstar Port Pirie, an integrated multi-metals recovery plant with the flexibility to process lead rich concentrates and smelting industry by-products including lead, silver and sulphuric acid.

The strong agricultural sector is led by cereal crops, other broadacre crops, sheep and cattle.

The Corporate Town of Port Pirie was proclaimed on 28 September 1876. The District Council of Crystal Brook was proclaimed on 11 November 1882 and included the area which was to become the District Council of Pirie. That severance took place as of 16 June 1892.

The District Council of Redhill was proclaimed on 5 January 1888. It amalgamated with the District Council of Crystal Brook on 1 July 1988 to become

the District Council of Crystal Brook-Redhill.

The Corporate Town of Port Pirie became the City of Port Pirie on 26 February 1953 – the first provincial city in South Australia.

The City of Port Pirie amalgamated with the District Council of Pirie on 1 July 1996 to become the Port Pirie City and District Council

The Port Pirie City and District Council amalgamated with the District Council of Crystal Brook-Redhill on 17 March 1997 to become the Port Pirie City and Districts Council.

A name change to Port Pirie Regional Council occurred on 1 July 1998.



AT A GLANCE ...



\$28m
Total Revenue



8,073*
Visitors to the
Visitor Information
Centre
(* Impacted by COVID-19)



9
Sports Assets



17,630
Total Population



326km
Sealed Roads



6
Bridges



65
Parks and
Reserves



11
Jetties, Boat Ramps
& Pontoons



3%
Reduction in
waste sent to
landfill in 2019/20



55,230*
Visitors to both the Port Pirie
and Crystal Brook Libraries
(* Impacted by COVID-19)



22
Playgrounds

P8

Port Pirie Regional Council
Annual Report 2019 / 2020

COUNCIL'S RESPONSE TO THE COVID-19 PANDEMIC

2020 will be forever etched in history due to the COVID-19 global pandemic. Whilst our region has been fortunate to be insulated from the health effects of COVID-19, the pandemic has made physical, social and financial impacts on our community. Businesses and organisations throughout the world had to adapt their services and working conditions, and Port Pirie Regional Council was no exception.



Continuity Management

Council developed a Continuity Management Team comprising our Executive Management Team and other key staff to manage Council's response to COVID-19 and issue communications.

Segregation of Staff

One of the first priorities identified was the segregation of staff. Staff working in the same team or department were divided into smaller business teams working in temporary alternate locations. This was important to ensure Council could continue to operate each function and provide service to the community in the event of a local outbreak.

The Port Pirie Sports Precinct Function Centre, Aquatic & Leisure Centre and Port Pirie Library were used as temporary work locations, while some staff worked from home. Temporary depots were also created at Woodward Park, Memorial Park and Globe Oval to accommodate works staff.

As per our duty of care, Council decided not to call upon the services of volunteers during the height of the pandemic, particularly as the majority sit in the vulnerable age group.

Council Services

Port Pirie Regional Council remained committed throughout the pandemic to continue to deliver our normal services to the community as long as it was safe to do so. Community wellbeing has remained Council's top priority and the continuity of services, including regular works and projects, contributed to providing stability and positivity in an otherwise uncertain time.

Council was however, forced to temporarily suspend and close some of our services due to Federal and State Government directives. These included:

- Port Pirie and Crystal Brook Libraries
- Port Pirie Visitor Information Centre
- Port Pirie Regional Art Gallery
- Port Pirie Aquatic & Leisure Centre
- Crystal Brook Community Bus
- Local playgrounds and skate parks

As per our duty of care to vulnerable people, Council also had to suspend the

Pirie Rail Express Miniature Railway and Tech Savvy Seniors training.

Public Toilets

Council risk assessed all public facilities including our public toilets. As a result, 8 of the region's 19 public toilet facilities were temporarily closed at the height of the pandemic and increased cleaning measures implemented at the remaining 11 sites.

Cash Handling

Council temporarily ceased cash payments at its sites including the Administration Centre in Ellen Street and the Waste Transfer Stations. EFTPOS was promoted as the preferred method of payment.

Council Meetings

Meetings and Strategic Workshops with Elected Members were conducted online (via Zoom) to avoid public gatherings. The Council Ordinary Meetings were live streamed so members of the public could view the meetings.

Rates Assistance

To support residents suffering financial hardship as a result of COVID-19, Council established a period of no fines or interest on late rates payments between March and June 2020. Council also encouraged residents to contact our Rates Officer for a confidential discussion with the possibility of tailoring a payment plan to suit the individual's needs.

P10



Communications

Council identified the importance of communications, particularly during the early weeks of the pandemic, in keeping the community informed. It was important to ensure the community was aware of the changing restrictions and how these impacted on Council and community services and facilities.

Council's website and social media channels were identified as the primary communication channels for all COVID-19 related matters as they could be updated and information disseminated quickly. Local media and advertising were also used to ensure residents without computer or internet access still received information.

A series of video updates from Mayor Leon Stephens provided clarity and reassurance to our community.

Adapting Our Service Delivery

A positive to emerge through the COVID-19 pandemic was the initiative and enthusiasm of staff to deliver services in a new and innovative way. These included:

- Online delivery of Library activities – Baby Bounce, Lego Club and Gen Z.
- School holiday packs – Take home craft packs for children to replace the traditional in-house school holiday sessions at the Port Pirie and Crystal Brook Libraries.
- Drop & Wave – Extension of the Library's Home Delivery Service.
- Art Gallery online exhibitions.
- Retail Shop – Port Pirie Visitor Information Centre took its retail shop online.
- Anzac Day – Council arranged for The Last Post to be played over the Memorial Oval speakers and flags flown at half mast at the Port Pirie Cemetery and World War One Gates in place of the traditional Anzac Day dawn service.



AUSTRALIA DAY AWARDS

The Australia Day Awards recognise outstanding contributions to the local community by individuals and an event that has made a significant contribution, both economically and socially, to the region.

Recipients of the Port Pirie Australia Day Awards are:

Citizen of the Year – Colin 'Cactus' Martens

Cactus Martens is a musical performer who has a great reputation in the broader music industry. Cactus has freely and willingly given his time to entertain at aged care facilities, retirement complexes, hospitals and more as well as contributing significantly to the Port Pirie Country Music Festival. He has also toured nationally with country music performers and been a great ambassador for his home town of Port Pirie.

Young Citizen of the Year – Kyah Dienhoff

At 17 years of age, Kyah has demonstrated great community spirit through her endeavours. Kyah visited Cambodia for a Projects Abroad service trip and was involved in several fundraising activities for the trip. Kyah volunteers at community radio station Trax FM (where she uses skills learnt in her German studies to assist on the German radio program), at the Crystal Brook Motorcycle Club canteen and Checkmates Softball Club. Kyah has also represented her school, John Pirie Secondary School, on many occasions.



Colin 'Cactus' Martens



Kyah Dienhoff



SA Junior Soccer Country Championships

Community Event of the Year – SA Junior Soccer Country Championships

500 players and more than 2,500 spectators attended the SA Junior Soccer Country Championships, which was organised by the Port Pirie Junior Soccer Association. This event showcased the Port Pirie Sports Precinct and newly renovated Senate Road soccer complex clubhouse. The South Australian Junior Soccer Association described the event as the most efficiently organised championships they had witnessed in 38 years.

Recipients of the Crystal Brook and Redhill Australia Day Awards

The 2020 Australia Day Award winners for Crystal Brook are:

Citizen of the Year – Yvonne Tobin

Yvonne owns her own business in Crystal Brook and has been involved in the local sports of hockey, swimming and tennis nearly all her life. Yvonne has been made a life member of the swimming and hockey club and gives a 100% honest opinion when coaching young/new players in the sports. Yvonne is also a leader, coach and a life member of the South Australian Primary School Amateur Sports Association (SAPSASA).

Junior Citizen of the Year – Chloe Arbon (age 21)

Chloe co-owns and co-manages the Crystal Brook Newsagency. Chloe was nominated for her pleasant, polite and friendly customer service and for going over and above the normal care of customers to get to know their individual needs. The nominator described Chloe as an excellent role model of the youth of Crystal Brook.

Community Event of the Year – A Brush with Art (Organisation – Bowman Park Management Committee)

The ten day event was a great interaction between artists and visitors. It gave a unique opportunity for local, largely unknown talent to be displayed, admired, and acknowledged and also for local artists to meet and get to know each other. The event also showcased the beautiful Bowman Park.

The 2020 Australia Day Award winner for Redhill is: Citizen of the Year – Richard Rackham

Richard is a great community minded person who does a lot behind the scenes and has a long history of community involvement. He joined the CFS in 1986 and was part of the first CFS Strike team to go to NSW in 1994. He was the Redhill CFS Lieutenant from 1995 – 2004 and CFS Captain from 2014 to the present day.



Richard has also been involved with several sports and community clubs over the years in various roles including the Gulnare/Redhill Football Club, Brinkworth/Spalding/Redhill Football Club, Redhill Tennis Club, Crystal Brook Agricultural Bureau, Crystal Brook branch of the SA Farmers Federation (SAFF), SAFF Commerce Committee, Crystal Brook Viterro Silos Committee, Redhill/Koolunga Flood Plain Group, PPRC Drum Muster Committee and the Redhill Development Association for 25 Years, the highlight of which was the visit of then Governor of SA Marjorie Jackson Nelson to open the Mortimer Park playground in 2003. Richard's family are also active members in the local community of Redhill.

CERTIFICATE OF MERIT RECIPIENTS

The Certificate of Merit is awarded to members of the community who have contributed significantly to Port Pirie and the region, demonstrated a history of community involvement or have performed a single action of significance.

Council would like to take this opportunity to congratulate the five deserving winners of the 2019 Certificate of Merit for Outstanding Community Service:

Barry Hay - Barry has contributed to the Port Pirie Regional Hospital and health services in Port Pirie for the past 20 years as Chair of the Hospital Board and Presiding Member of the Health Advisory Council, volunteering many hours of his time over the years to help improve our health services. Barry has also been a successful business owner and was a Board Member for Regional Development Australia Yorke and Mid North.

Monique Button - Monique has served as a valuable member of the Wandearah Institute for the past 20 years, holding positions such as President, Vice President and Secretary, providing leadership and service to host community events and improve facilities. Monique's contribution to the small district of Wandearah is testament to her kind and generous nature for her community.

Kevin Connor - Kevin was the proprietor of Meschke Funerals and was known for his thoughtful and caring treatment to the bereaved during that time. He has also served the Port Football Club as a premiership player, Hall of Fame member, Life Member, Vice President, committee member and supporter. Kevin has also provided service to the Port Pirie Golf

Club and Port Pirie Bowling Club in many different roles and shows enthusiasm and a friendly attitude throughout all of his efforts.

Sabina DeGioia - Sabina was nominated for her unwavering dedication to the Savoy Soccer Club, with over 45 years of continuous service to the club. She has been the Chairperson of the Ladies Committee since 1974 and was recently awarded with the club's Lifetime Achievement Award. Sabina has provided leadership and service in the club's kitchen for many years, organising catering for functions and weekly dinners. Sabina continues to volunteer her time and energy to the club along with her family who are all keen supporters.

Meinwen Wade - Meinwen has served as a Meals on Wheels volunteer for the past 45 years, in roles such as delivery person, mains cook, sweets cook, assistant supervisor, Secretary and committee member. Meinwen was recently recognised for her amazing efforts and long service with an award presented by Governor Hieu Van Le in Adelaide.

PROJECTS, ACTIVITIES & EVENTS 2019– 2020

**SANFL & Country
Championships**
13 & 14 July 2019

Illuminart Silo Projection event
2 August 2019

Business Plan Consultation
August 2019
*(largest consultation of its kind
for Council – five public meetings
and three public displays)*

New Council Website
September 2019

Works – Bowman Street
November 2019

**LGA Workers
Compensation Scheme
Best Practice Major Award
(Council's Health &
Wellbeing Program)**
November 2019

Communications Survey
November 2019

**Consultation – Bowman
Street**
September 2019

Library Survey
November 2019

**Crystal Brook Kindy
footpath project**
November 2019

**Art Gallery
Air Conditioning**
December 2019
(Date Gallery was reopened)

**Council & RSL
Partnership
(works)**
November 2019

**Council & RSL Partnership
(works)**
December 2019

**Alexander Street
Lighting**
January 2020

**Australia Day
Award/
Certificate of
Merit**
January 2020

**Your Life, Your Say
Program**
February 2020

**Library 60 years
celebration**
March 2020

**Major inspection
roads & road
assets**
January -
February 2020

City Park June 2020
(works concluded
July 2020)

**Consultation
Community
Survey**
April 2020

**Consultation
Riverbank
Precinct Master Plan**
February / March 2020



P15

Port Pirie Regional Council
Annual Report 2019 / 2020

DROUGHT FUNDING PROJECTS

(Round 1 – Federal Government Drought Communities Programme)

New nature playground at Bowman Park, Crystal Brook

New five bay toilet block at the Koolunga Tennis and Bowls Club

Replacement of toilet block at side of the Wandearah Hall

Installation of a new double plate BBQ and shelter at the Crystal Brook Swimming Pool

Installation of a new telecommunications tower at Koolunga

Installation of shade sail over the toddler sandpit at the Adelaide Square playground, Crystal Brook

New unisex three-bay toilet block at Jubilee Park, Crystal Brook

New men's shed in Crystal Brook

Extension to the existing function room at the Redhill Football and Netball Club (includes new toilets, bar and storage room)



COMMUNITY SUPPORT

In 2019-20 Council provided funding to deserving community groups :

\$20,000 from the Community Assistance Fund

\$25,000 in waste subsidies for charity groups

\$20,000 to Community / Development Associations

Council maintains the Senior Citizen's building, this year at a cost of \$82,000.

\$200,000 for other sporting and community events

\$9,000 to the Sporting Association

COMMUNITY PLAN

The Community Plan provides the structure for the creation of the Council's future over the next 10 years. The plan outlines priorities and directions for 2016 -2025 and has been developed through an extensive process which has involved:

- Comprehensive consultation with the community, industry, government and key stakeholders through a community survey and focus groups to determine their needs and any key issues;
- Review and analysis of information collected;
- Consideration of State and regional plans;
- Workshops with Elected Members and Senior Council staff.

The Plan's strategic direction focuses on four key themes:

- Community Wellbeing
- Economic Prosperity
- Sustainability
- Leadership & Governance

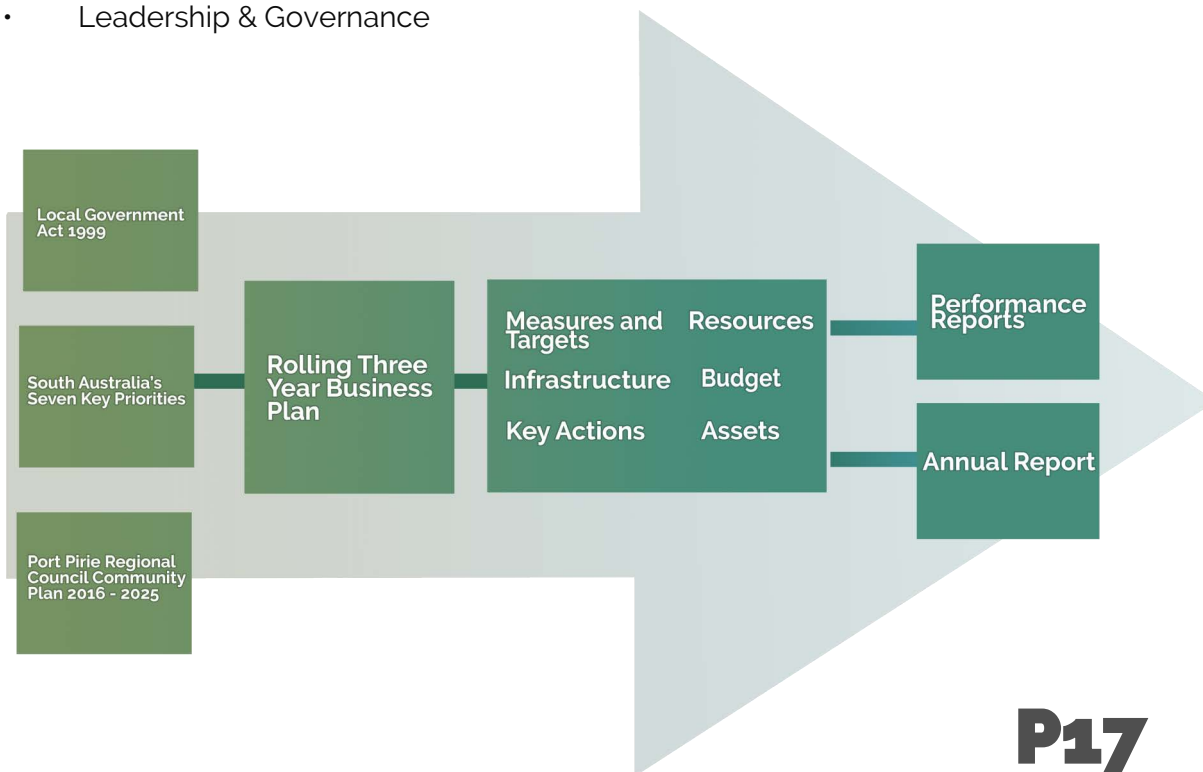
Objectives and strategies have been developed for each of these key areas.

The Community Plan was adopted on 24 August 2016, and will be reviewed by the new Council no later than November 2020.

The Plan is supported by a 10 year Long Term Financial Plan and a Capital Works Plan. The annual budget is now developed to align with these plans.

Council has commenced the second year of the Integrated Business Improvement strategy which will assist with the review of the Community Plan.

A community survey will input into the new strategy of the Community Plan.



COUNCIL COMMUNICATIONS

Port Pirie Regional Council has identified a focus on improved communication and customer service as a strategic priority in the Community Plan 2016-2025. This has been formalised in a three year operational Communications Strategy which builds upon the Communications activities in 2019/20.

Council also conducted a Community Plan Survey in April 2020 as the first step to reviewing the 2016-2025 Community Plan.

Survey results indicated that people are increasingly looking online (particularly Council's Facebook page and website) for their Council news and information, with major projects, works and events the areas of highest interest.

Community Engagement

Council conducted its largest public consultation for the 2019/20-2021/22 Business Plan in August 2019, showing a commitment to bringing Council information out to the community. Staff attended four pop-up displays in Port Pirie and Crystal Brook and public meetings in Crystal Brook, Redhill, Koolunga, Pirie Districts (Napperby) and Port Pirie.

Other community engagement and consultation activities in 2019/20 were:

- Crystal Brook Show
- Smelters Picnic
- Global Maintenance Conference
- Community Solar information sessions
- Port Pirie Regional Library Survey
- Communications Preference Survey
- Port Pirie Riverbank Precinct Master Plan community consultation
- 2020 Community Plan consultation
- Your Life, Your Say program



Council is becoming more proactive and personal in our communications by promoting our regular services and activities and increasing our community engagement (including face to face interactions where possible) to become a trusted community voice.

Surveys

A Communications Preference Survey was conducted in November/December 2019 to evaluate Council's performance in communicating to and with the community. A total of 51 responses were received and have helped to shape the Communications Strategy.

Media

Council distributed 87 media releases in 2019/20 to generate media coverage of our projects, services, works and activities.

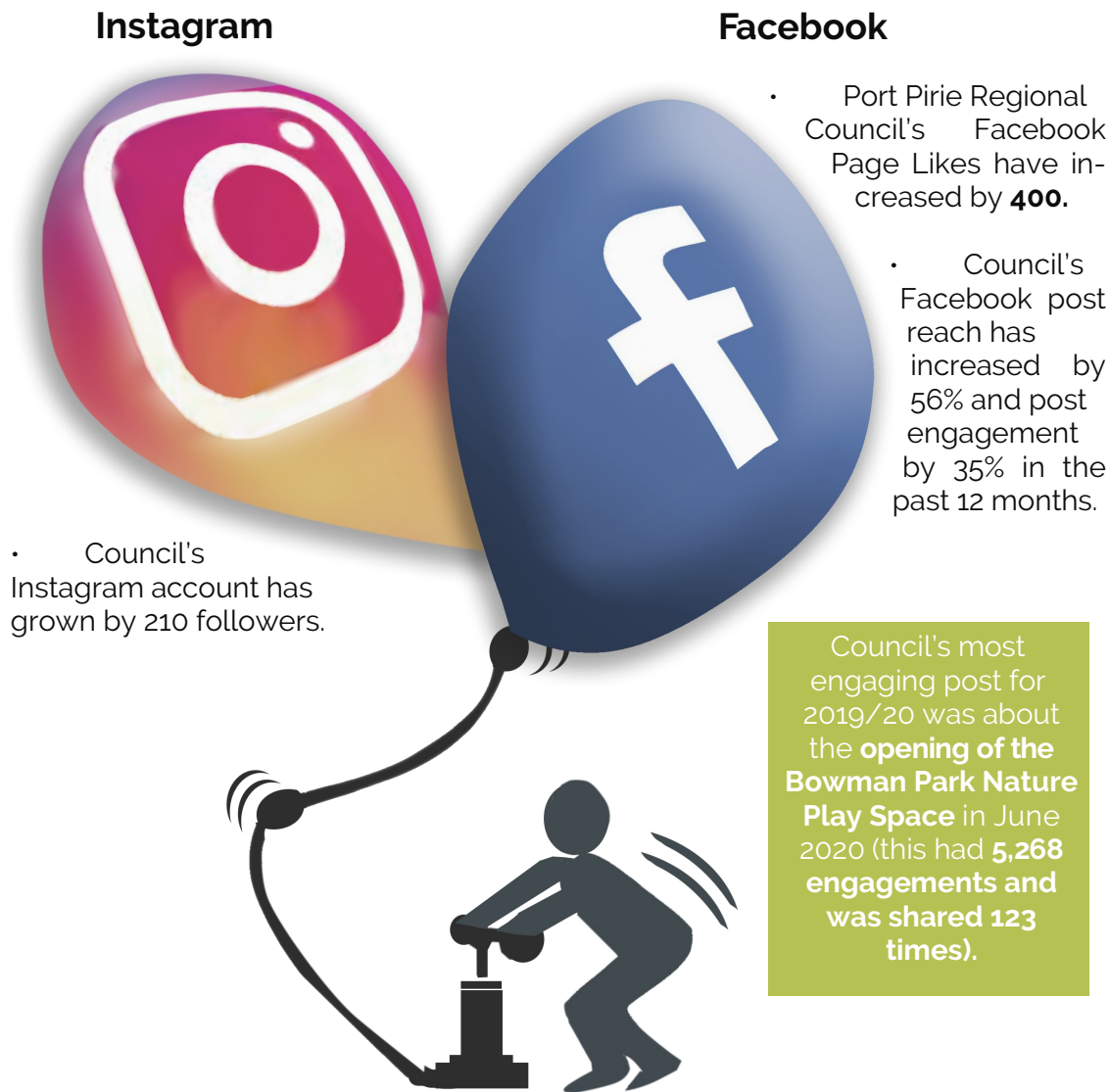
P18

Port Pirie Regional Council
Annual Report 2019 / 2020

Social Media

Council published 754 posts in 2019/20 across Port Pirie Regional Council's Facebook, Twitter and Instagram accounts (this does not include the posts on Council's associated pages - Visit Port Pirie, Port Pirie Regional Library and Port Pirie Regional Art Gallery).

Some key social media statistics for 2019/20:



Videos

A total of **26 videos** were produced in 2019/20 and uploaded to Council's Facebook page, website and YouTube channel. These videos were a mixture of Mayoral updates and videos to promote Council services and events. **Nine of these videos were Mayoral updates relating to COVID-19.**

ELECTED MEMBERS



Mayor
Cr Leon Stephens

- Business Port Pirie
- CEO Performance Review Committee
- Legatus
- Spencer Gulf Cities



Deputy Mayor
Cr Alan Zubrinich

- Australia Day Committee
- Audit Committee
- CEO Performance Review Committee
- Redhill Development Association
- TLAP Consultative Committee (Chair)
- Strategic Planning & Development Policy Committee (Chair)



Cr Joby Connor

- Sporting Association of Port Pirie
- TLAP Consultative Committee



Cr Neville Wilson

- Audit Committee
- Asset Management Committee
- CEO Performance Review Committee (Chair)



Cr Kendall Jackson

- Public Arts & Culture Advisory Committee (Chair)
- TLAP Consultative Committee



Cr Ali Gulin

- Public Arts & Culture Advisory Committee
- Crystal Brook Community Association
- Flinders Mobile Library Committee
- Strategic Planning & Development Policy Committee



Cr Michael Hopgood

- CEO Performance Review Committee
- TLAP Consultative Committee
- Asset Management Committee (Chair)



Cr Jack Keain

- Flinders Mobile Library Committee
- Koolunga Development Association
- Asset Management Committee



Cr Dino Gadaleta

- Audit Committee
- Asset Management Committee



Cr Matt Perks

- Resigned effective 8 August 2019
- Council's Supplementary Election Policy allows that one vacancy is not filled, however should there be a second vacancy before 1 January 2022 an election will be held to fill both positions.

P20

ELECTED MEMBER PROFESSIONAL DEVELOPMENT

Elected Member	Course/Conference
Mayor Leon Stephens	Spencer Gulf Renewable Energy Conference LGA Roads & Works Conference Global Maintenance Upper Spencer Gulf Conference & Expo Legatus Group CWMS Conference Local Government Council Meeting Procedures & Chamber Etiquette SA Coastal Conference LGA Conference & AGM LGA Enhanced Public Speaking-Elected Members LGA Showcase & Ordinary General Meeting Public Sector LG Transformation Roadshow 2020
Deputy Mayor Cr Alan Zubrinich	Global Maintenance USG Conference & Expo LGA Enhanced Public Speaking-Elected Members
Cr Joby Connor	Elected Member Leadership Forum
Cr Dino Gadaleta	LGA Conference & AGM
Cr Jack Keain	LGA Roads & Works Conference LG Council Meeting Procedures & Chamber Etiquette LGA Enhanced Public Speaking-Elected Members Elected Member Leadership Forum
Cr Neville Wilson	Legatus Group Road & Transport Forum
Cr Ali Gulin	nil
Cr Kendall Jackson	nil
Cr Michael Hopgood	nil
Cr Matt Perks	Resigned effective 8 August 2019

ELECTED MEMBER PROFESSIONAL DEVELOPMENT CONT.

In January 2019 Council adopted a recommendation to allocate portfolios to each Council Member as listed below. The main role of Portfolio Councillors is to be a point of reference (if required) within the Council Chamber for those issues falling within their allocated portfolio.

Elected Member	Portfolio	Executive Officer
Mayor and Deputy Mayor	Regional Collaboration	CEO
Crs Wilson and Gulin	Strategy and Finance	Strategy – CEO Finance - Corporate and Community
Mayor and Deputy Mayor	Economic Development	CEO
Crs Gulin and Connor	Tourism and Events	Corporate and Community
Crs Jackson, Keain and Gadaleta	Arts, Culture and Heritage	Corporate and Community
Cr Hopgood	Governance	Corporate and Community
Crs Gulin, Hopgood and Perks	Sport and Recreation	Infrastructure
Crs Jackson and Connor	Communications	CEO
Crs Wilson, Keain and Jackson	Primary Industries	Infrastructure
Crs Gadaleta, Connor and Perks	Small Business	CEO
Mayor, Deputy Mayor, Crs Wilson and Hopgood	Service Review	CEO

REGISTER OF ALLOWANCES AND BENEFITS FOR ELECTED MEMBERS

	Allowance	IT & Telecom	Training/ Conference	Travel/ Accommodation	CDAP sitting fee	Total
Mayor Stephens	56,932	1,801	2,613	13,403		74,749
Cr Connor	14,232		425			14,657
Cr Gadaleta	14,232	844	610	228		15,914
Cr Gulin	14,654	545				15,199
Cr Hopgood	17,791	715				18,507
Cr Jackson	15,668	673	400			16,741
Cr Keain	14,654	176	1,637	271		16,738
Cr Perks	1,738					1,738
Cr Wilson	18,211	330				18,541
Cr Zubrinich	18,118	838	350	1023		20,329
Total	186,231	5,922	6,035	14,925	0	213,113

MEETING ATTENDANCE

Elected Members	Ordinary Meetings	Special Meetings	Audit & Risk Cmte	Public Art & Culture Advisory Cmte.	Asset Mgmt Cmte	CEO Performance Review Cmte	TLAP Consultative Committee	Council Assessment Panel
Mayor Leon Stephens	12 of 12	10 of 11				4 of 4		
Cr Alan Zubrinich	12 of 12	11 of 11	2 of 4			4 of 4	1 of 1	0 of 0
Cr Joby Connor	12 of 12	10 of 11					1 of 1	
Cr Dino Gadaleta	11 of 12	7 of 11	4 of 4		3 of 3			
Cr Ali Gulin	11 of 12	10 of 11		2 of 2				
Cr Mick Hopgood	10 of 12	9 of 11			3 of 3	3 of 4	1 of 1	
Cr Kendall Jackson	9 of 12	9 of 11		2 of 2			0 of 1	
Cr Jack Keain	12 of 12	11 of 11			3 of 3			
Cr Neville Wilson	12 of 12	10 of 11	4 of 4		3 of 3	4 of 4		
Cr Matt Perks (Resigned effective 8 August 2019)	1 of 12 (1)	2 of 11 (3)						
TOTALS	12	11	4	2	3	4	1	0

Port Pirie
Regional Council

ADMINISTRATION

Administration's role is to implement the decisions of Council using employees and contractors. Port Pirie Regional Council has 104 employees (81 full-time, 14 part-time and 9 casuals) and an operating budget of approximately \$30 million that is used to meet the needs of its residents, including maintaining total assets to the value of \$265 million.

Council appoints a Chief Executive Officer to manage the day-to-day business of the Council. To support the Chief Executive Officer in delivering and managing Council business, the structure has the following three Directorates which have been assigned accountability for a range of functions:



Peter Ackland
Chief Executive Officer



Lynne Walden
Director Corporate and Community

Primary Functions:
Administration
Governance
Community Assistance
Community Development
Financial Services
Human Resources
Information Technology
Library
Property Rates
Property Services
Records Management
Risk Management and WH&S
Special Events
Starclub Program
Tourism and Arts
Media



Kathryn Johnson
Director Infrastructure

Primary Functions:
Aerodrome
Asset Management
Cemeteries
Crystal Brook Caravan Park
Drainage and Tidal Levee
Emergency Management
Marine Facilities
Natural Environment
Parks and Gardens
Public Conveniences
Public Safety
Roads
Streetscaping
Water Recycling



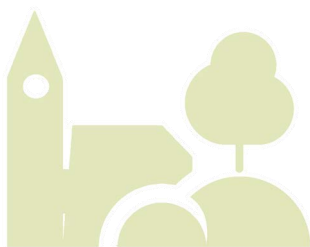
Grant McKenzie
Director Development and Regulation

Primary Functions:
Animal Management
Community Health Service
Development Applications
Dog and Cat Control
Effluent Drainage Systems
Fire Prevention
Planning
Regulatory Control
Swimming Pools
Waste Management

OUR KEY ACTIONS

2019/20 – 2021/22

There are a number of actions planned to achieve each of the goals of the Community Plan for the remaining three years. These are shown for each of the strategic goals.



Community Wellbeing

Establish the Port Pirie Council area as the region of choice for residents, based on our strong sense of community, healthy lifestyle, economic prosperity and job opportunities for all, quality services and strong identity.

Goal & Strategy	Action	Accountability	Performance measure	Target	Progress
CW1.2	Develop guidelines to support volunteers	Corporate and Community	Completion	100%	Complete
CW1.3	Review the approach to community engagement	Corporate and Community	Completion	100%	Complete
CW2.4	Actively promote and deliver the STARClub program	Corporate and Community	Achieve planned key performance measures	100%	KPI's achieved
CW3.4	Work with other sports groups to increase facility utilisation	Infrastructure	Port Pirie Sporting Precinct use at or near capacity	100%	Complete. Ongoing each year
CW3.5	Implement the Parks strategy	Infrastructure	Key actions implemented	100%	Complete. Ongoing each year
CW4.1	Deliver youth activities at Council's libraries	Corporate and Community	Youth programs delivered	30	27 programs delivered
CW4.1	Complete and maintain the public Wi-Fi in Port Pirie and Crystal Brook	Corporate and Community	Wi-Fi available Wi-Fi coverage optimised	90% 100%	95% availability 100% coverage
CW4.4	Review the delivery of community events	Corporate and Community	Increase in attendance	10%	Deferred due to COVID pandemic

OUR KEY ACTIONS

2019/20 – 2021/22



Community Wellbeing cont.

Establish the Port Pirie Council area as the region of choice for residents, based on our strong sense of community, healthy lifestyle, economic prosperity and job opportunities for all, quality services and strong identity.

Goal & Strategy	Action	Accountability	Performance measure	Target	Progress
CW5.3	Provide Digital Literacy training to community members	Corporate and Community	Deliver 40 sessions	100%	90% complete with 36 sessions offered. Impacted by COVID restrictions.
CW5.3	Deliver a variety of general interest sessions to encourage greater use of the Library	Corporate and Community	Deliver 100 sessions At least 50% participation	100%	Across all age groups the library delivered 146 sessions
CW7.1	Develop a strategy for the Riverbank Precinct from Solomontown Beach through to Berth 3	Infrastructure	Strategy endorsed for consultation by Council	Consultation document complete	Initial consultation held. Master plan under development .
CW7.5	Develop and begin implementation of a plan for public art and sculptures across the region	Corporate and Community	Plan drafted Increase in types and amount of public art	2 new installations of public art	Development of plan deferred due to COVID restrictions.
CW7.7	Implement the footpath strategy, incorporating cycling	Infrastructure	Key actions implemented	100%	Complete Ongoing each year.
CW7.9	Maintain and develop Port Pirie CCTV system	Corporate and Community	All cameras operational	90%	95% achieved

OUR KEY ACTIONS

2019/20 – 2021/22 CONT.



Economic Prosperity

Build a sustainable economically thriving and competitive Council area.

Goal & Strategy	Action	Accountability	Performance measure	Target	Progress
EP1.3	Collaborate with Business Port Pirie	Chief Executive Officer	Business and Events Manager engaged Increased membership	30% increase in membership Increased involvement in new events	Completed but impacted by COVID
EP1.8	Improve the appearance of Port Pirie's roundabouts	Infrastructure	Number of roundabouts completed	Four	Complete
EP1.8	Provide a pedestrian crossing point on Ellen Street between Mary-Elie and Norman Streets	Infrastructure	Works completed	100%	Complete
EP1.10	In partnership with Regional Development Australia Yorke & Mid North, implement the key actions from Aspire 2027	Chief Executive Officer	Key actions implemented on time and within budget	100%	Most actions completed
EP2.1	Investigate options to make greater use of the Pirie River for tourism and recreational activities	Corporate and Community	Prepare options report for consideration by Council	Completed	Deferred Preparation of strategy in progress
EP2.4	Prepare a Street Tree and Park Strategy	Infrastructure	Key actions Implemented	100%	Complete
EP2.5	Provide increased opportunities for RV's to park in Port Pirie	Corporate and Community	Prepare options report for consideration by Council	Completed	Complete
EP2.7	Attract and/or host major cultural and sporting events	Corporate and Community	4 major events per year	100%	3 major events

OUR KEY ACTIONS

2019/20 – 2021/22 CONT.



Sustainability

Manage our environment, minimise our ecological footprint and head towards sustainability in all endeavours.

Goal & Strategy	Action	Accountability	Performance measure	Target	Progress
S1.1	Community education on waste minimisation	Development and Regulation	Reduction in the percentage of waste that is sent to landfill	5%	Achieved a reduction in the percentage of waste of 3%
S3.5	Implement the updated Parks strategy	Infrastructure	Key actions implemented on time and within budget	100%	Complete Ongoing each year
S4.1	Continue to investigate a solar desalination plant to reclaim water for our parklands.	Infrastructure	Feasibility study undertaken and infrastructure planned (if feasible)	100%	Ongoing
	Investigate options for increased water taken from Nyrstar's reverse osmosis plant		Options report for increased water availability completed	100%	Ongoing
S5.1	Prepare a Flood Plain Mitigation Study for Napperby	Infrastructure	Study Report-completed	100%	Ongoing
S6.5	In partnership with TLAP, implement key actions	Chief Executive Officer	Key actions implemented on time and within budget	100%	On track

OUR KEY ACTIONS

2019/20 – 2021/22 CONT.



Leadership and Governance

Provide best practice governance and administration that are inclusive, innovative, sustainable, transparent and achievement/outcome focused while providing regional leadership.

Goal & Strategy	Action	Accountability	Performance measure	Target	Progress
L&G1.1	Community Survey	Chief Executive Officer	Survey completed and considered by Council	100%	100% - results considered by Council
L&G1.1	Review and update the Community Plan	Chief Executive Officer	Review completed and adopted by Council	100%	50% - On track for completion prior to November 2020
LG1.2	Review approach to Rating	Corporate and Community	Rating Strategy review complete	100%	100%
LG1.4	Financial sustainability performance is consistent with targets set in the Long Term Financial Plan	Infrastructure	Performance measures are within target range	100%	66% - 1 measure below minimum of target 2 other measures within target range
LG1.5	Review land and buildings assets and make recommendations on their future use	Infrastructure	Options report completed	100%	Delayed due to COVID
L&G1.6	Asset management strategy and plans are reviewed and updated	Infrastructure	Revised plans adopted	100%	Scheduled to be completed in 2020/21.
L&G1.7	Implement Injury Prevention and Fit 4 Work	Corporate and Community	Solution implemented	100%	100% - Fully implemented
L&G1.8	Implement the Business Improvement Framework	Chief Executive Officer	2 services reviewed and considered by Council At least 6 activities reviewed and implemented	100% 100%	80% - On Track Report on 1 service under consideration
L&G 2.1	Promote My Local Services App to increase use for customer requests	Chief Executive Officer	Increased use to report issues	100%	37% increase in online use 1,202 downloads in 2019/ 2020
L&G 2.2	Elector Representation review	Chief Executive Officer	Review completed and considered by Council	100%	Scheduled for 2020/21

GOVERNANCE STATEMENT

The information contained within this Governance Statement is provided in order to comply with Schedule 4 of the Local Government Act 1999.

COMPLIANCE STATEMENT

Summary

- . Access to Council Documents
- . Freedom of Information
- . Community Land
- . Competitive Service Delivery
- . National Competition Policy
- . Confidentiality Provisions
- . Elector Representation
- . Procurement Policy for Goods and Services
- . Salary Packaging for Senior Officers
- . Section 41 Committees
- . Statutory Committees
- . Staffing
- . Subsidiaries
- . Tenders
- . Work Health and Safety
- . Aged Care Facilities
- . By-Laws
- . Attendance by the Public
- . Council Decision Review
- . Delegations
- . Council and Committee Member Allowances
- . Elections
- . Financial Plan and Budget
- . Financial Sustainability
- . Asset Management
- . Borrowing
- . Rates
- . Performance Indicators
- . System Mosquito Control Policies
- . Rate Rebates and Remissions
- . Regional Groups
- . Community Plan
- . Building Fire Safety Committee
- . Better Development Plan
- . Litter Control
- . Environmental Health
- . On-Site Wastewater Works Applications
- . Community Wastewater Management Systems
- . Fire Prevention

Access to Council Documents

The following documents are available for public inspection at the Council Offices free of charge. Members of the public may purchase copies of these documents for the fee prescribed by Council in the Register of Fees and Charges.

- Council Agendas & Minutes
- Section 41 Committee Agendas & Minutes
- Council Policies
- Community Plan
- Other strategic plans
- Business Plan and Budget
- Annual Report
- Council By-laws
- Annual Financial Statements
- Assessment Book
- Development Application Register
- Register of Elected Members - Allowances & Benefits
- Register of Remuneration, Salaries & Benefits
- Register of Public Roads
- Register of Fees & Charges
- Register of Authorised Officers
- Register of Interests – Council Members
- Register of Fees and Charges
- Register of delegations
- Register of Community Land Management Plans
- Development Plan
- Dog & Cat Management Plan
- Any document seeking public comment
- Code of Conduct for Council Members
- Code of Conduct Complaint Handling Procedure
- Code of Practice for Access to Council & Committee Meetings and Documents
- Code of Conduct for Council Employees
- Code of Conduct for Volunteers
- Code of Practice for Procedures at Meetings

Freedom of Information

Residents and non-residents are able to access information from Council by lodging a Freedom of Information (FOI) request. Details on how to do this can be obtained from the Council website or Council Offices.

In the period 1 July 2019 to 30 June 2020, three (3) requests for access under Section 13 of the Freedom of Information Act 1991 were processed. Access was granted for all requests.

Community Land

Local government land (other than a road) that is acquired by, or is brought under the care, control and management of, the Council is taken to have been classified as community land unless –

- a) The Council resolves before it becomes local government land that it is to be excluded from classification as community; and
- b) The land is not affected by provisions of a reservation, dedication, trust or other instrument that would prevent or restrict its alienation.

Council's Community Land Management Plan and Community Land Register are available on the Council website www.pirie.sa.gov.au

Competitive Service Delivery

Council's Procurement Policy sets out how it will acquire goods and services. It includes contracting out, competitive tendering and purchasing locally and ensures probity and accountability whilst obtaining value for money.

The majority of services are delivered utilising Council assets and staff resources (refer to table below).

Employee Costs	\$7,825,000
Contractual Services, Materials & Other	\$12,925,000
Total Expenditure (excluding capital, including depreciation)	\$28,298,000

National Competition Policy

Port Pirie Regional Council has no significant business activities, nor does it have by-laws, existing or under review, which restrict competition.

No complaints have been received alleging breach of competitive neutrality principles. There are no public monopolies requiring structural reform.

Confidentiality Provisions

Council is required to report on the use of confidentiality provisions under subsections 90(2) and 91(7) of the Local Government Act.

The following table shows the confidentiality orders made during the 2019/20 financial year, the grounds for those orders and the status of the orders (whether expired, released or current).

Use of Section 90(2) Orders to Exclude the Public and Section 90(3) Grounds:

Totals		
Section 90(2)	No. of Orders Made	51
Section 90(3) Grounds	(a) Personal Affairs of a Person	14
	(b) Commercial Advantage	3
	(c) Trade Secret	-
	(d) Prejudice Commercial Position	8
	(e) Security of Council, Members & Employees	-
	(f) Maintenance of Law	-
	(g) Does not Breach any Law or Court	-
	(h) Legal Advice	10
	(i) Litigation may take place	3
	(j) Information provided by Crown Minister	2
	(k) Tenders	11
	(m) DPA's	-
	(n) FOI	-

Use of Section 91(7) Orders to Keep Documents Confidential:

No. of S91(7) Orders Made	No. of S91(7) Orders that Expired or were Released	No. of S91(7) Orders Remaining Operative at 30 June 2019
51	17	34

Elector Representation

An Elector Representation Review, gazetted on 28 November 2013, reduced the number of Members from 10 to 9 Councillors and a Mayor, a total of 10 Elected Members. The name of the Council remained the same, Port Pirie Regional Council.

The new number of Elected Members was used for the November 2014 and November 2018 Council Elections.

The next elector representation review is scheduled to be held between October 2020 and October 2021.

The elector ratio for the Port Pirie Regional Council is 1:1288 based on the total number of members on Council (10), not the total number of councillors.

When carrying out an elector representation review the Council must:

- (a) by public notice—
 - (i) inform the public of the preparation of the representation options paper; and
 - (ii) invite interested persons to make written submissions to the council on the subject of the review within a period specified by the council (being a period of at least 6 weeks); and
- (b) publish a copy of the notice in a newspaper circulating within its area.

Council	Members	Electors	Elector Ratio
Copper Coast	10	11,405	1:1140
Murray Bridge	10	14,625	1:1462
Port Pirie	10	12,881	1:1288
Victor Harbor	10	12,463	1:1246
Wattle Range	12	8,471	1:705
Yorke Peninsula	12	8,778	1:739

Procurement Policy For Goods And Services

Council has adopted several policies to ensure a fair, transparent and accountable process in the purchase of goods and services. Council aims to ensure that its methods are cost effective and represent best value for money.

In fulfilling Council's purchasing role, the following principles apply:

- Open and fair competition
- Value for money
- Probity, accountability and transparency
- Effective management of the end to end procurement lifecycle
- Identification and management of risks
- Environmental protection
- Encouragement of competitive local business and industry
- Ensuring compliance with relevant Legislation

Generally, Council will adopt the following approaches:

- Direct purchasing;
- Quotations (Informal);
- Request for quotations (RFQ);
- Requests for Expressions of Interest (REOI);
- Request for tenders;
- Panel Contracts;
- Strategic Alliances.

Salary Packaging for Senior Officers

Council's Senior Officers are as follows:

- Chief Executive Officer
- Director Corporate & Community
- Director Development & Regulation
- Director Infrastructure
- Manager Environmental Services
- Manager Operations
- Manager People & Culture
- Manager Finance
- Manager Information Communication & Technology.

Salaries for these Officers are in accordance with the applicable Award and Council's Enterprise Agreement. Other benefits/ conditions of employment may include performance bonus, additional superannuation, telephone expenses and provision of a motor vehicle with all Fringe Benefits Tax expenses paid by Council.

Section 41 Committees

Existing Committees

- Asset Management Committee – to improve Council's financial sustainability through the implementation of best practise Asset Management and Risk Management.
- Audit and Risk Management Committee – to assist the Council in the conduct of its responsibilities for the management of risk, related to financial reporting and audit initiatives, the internal control system and the audit functions and to act as a source of advice to the Council and CEO in relation to these matters.
- CEO Performance Review Committee – to undertake an annual assessment of the CEO's performance in accordance with the CEO's contract of employment.
- Public Arts & Culture Advisory Committee – to encourage the inclusion of diverse Art and Culture aspects in Council projects.

- TLAP Consultative Committee – to act as a communication channel between TLAP and Council and to recommend an annual works program each organisation should take to meet the objectives of TLAP (Targeted Lead Abatement Program).

Statutory Committees

- Council Assessment Panel – to facilitate the expeditious assessment of development applications made to the Council.
- Building Fire Safety Committee – to inspect buildings in the Council area to determine whether the fire safety of the building is adequate.
- Strategic Planning & Development Policy Committee – to assist Council in undertaking its strategic planning and monitoring function; and to provide advice to Council on Strategic Directions Reports and Development Plan Amendments.

Staffing

As at 30 June 2020, Council employed 87.5 full-time equivalent employees. This compares to 89 full-time equivalent employees at 30 June 2019.

Subsidiaries

Council has not formed any single Council subsidiary pursuant to Section 42 of the Local Government Act 1999.

Council is a member of one (1) regional subsidiary pursuant to Section 43 of the Act:

- The Central Local Government Region (the Legatus Group) is made up of 13 councils. It meets regularly to undertake co-ordinating, advocacy and representational roles on behalf of the members at a regional level. The annual contribution was \$12,248 (GST incl) for 2019/2020.

Council makes an annual contribution to the subsidiary. The report of activities and

the annual financial statements are the responsibility of the body, therefore the financial activities are not included in the accounts of this Council. Reports received from the subsidiary are included in this report.

Tenders

For the year ended 30 June 2020, a total of nine (9) major tenders (ie greater than \$100,000) and twenty three (23) requests for quote (less than \$100,000) were closed for the supply of goods and services.

Work Health and Safety

Port Pirie Regional Council continues to maintain a high standard of Work Health and Safety (WHS) Management.

The Management Plan for Work Health and Safety, which had been developed pursuant to the Return to Work SA Performance Standards for Self Insurers, requires Council as an exempt employer, to set its own Work Health and Safety objectives based on the organisation's own requirements and to integrate Work Health and Safety into the organisation's Management Plan.

The setting of this management plan is a systematic process which covers review of WHS data and statistics, and planning and programming of realistic and achievable actions, objectives and target dates for each plan and a commitment from Executive Management Team to accountability and responsibility.

Annual KPI Audits are undertaken by Local Government Association Workers Compensation Scheme to evaluate our level of compliance against the Performance Standards for Self Insurers. In addition yearly WHS system reviews are undertaken in-house to ensure areas that require improvement are being addressed.

Council's Health and Safety committee which comprises management and employee representatives, continues to update its plans, policies and procedures for the use of employees.

Workplace inspections are undertaken on a regular basis.

Council participates in the Local Government Association Workers Compensation Scheme's Healthy Lifestyle projects and continues to provide annual health screenings for its employees.

Work Health and Safety training information sessions are made available to employees on a continuing basis.

Aged Care Facilities

Applications for a rate rebate were received from three Aged Care facilities, totalling \$106,859.

By-Laws

By-laws by definition are rules made by a local authority for the regulation of its affairs or management of the area it governs. Council also has the power to make By-laws for different activities of Council not stated directly in legislation.

Current By-laws are:

- Permits & Penalties
- Moveable Signs
- Local Government Land
- Roads
- Dogs
- Cats

A review of all By-laws was done in 2016. They were gazetted on 30 June and came into effect on 30 October 2016.

Attendance by the Public

Council Meetings are held at the Council Chamber, Port Pirie Administration Centre, 115 Ellen Street, Port Pirie, at 6.30 pm on the 4th Wednesday of each month.

The Audit Committee meets at least four times a year at appropriate times in the reporting and audit cycle and otherwise as required.

The Council Assessment Panel meets quarterly or on an as needs basis.

The Building Fire Safety Committee holds a minimum of one meeting each calendar year on a day and time nominated by the Presiding Member.

Council, Committee and Panel meetings are open to the public and attendance at these meetings is encouraged, however members of the public may only observe the proceedings unless invited to address the meeting.

Members of the public are able to put forward their views on particular issues before Council in the following manner:

- (a) **Deputations**
With the permission of the Committee Chairperson or the Mayor, a member of the public can address Council or a Committee personally, or on behalf of a group of residents.
- (b) **Written Requests**
Any person wishing a matter to be considered by Council should communicate in writing to the Chief Executive Officer.
- (c) **Petitions**
Written petitions should be addressed to the Council on any issue within Council's jurisdiction. It should clearly set out the request or submission of the petitioners and be submitted at least seven days before the meeting, to enable a report to be included in the agenda.
- (d) **Elected Members**
Members of the public can contact an Elected Member of Council to discuss any issue relevant to Council.
- (e) **Public Question Time**
Council will allocate fifteen (15) minutes in the Council Agenda for each monthly Ordinary Meeting for the purpose of Public Question Time. Members of the community wishing to pose a question must do so in writing prior to the meeting. They may speak at the meeting for no longer than three minutes.

Closing dates apply for matters to be included in Council agendas. Please check with Council for these "deadlines".

Agendas for all meetings are placed on public display at the Administration Centre no less than three clear days prior to meetings. Minutes of Council meetings are placed on display within five days after a meeting.

Due to the COVID-19 pandemic all Council meetings in April, May and June were conducted online via zoom. The zoom link was available for the public to access and view the meetings.

Council Decision Review

Council is committed to transparent decision-making processes and to providing a fair and objective procedure for the review of decisions made by Council. A formal Complaints Policy & Procedures has been adopted as part of a customer focus approach to service delivery.

Many issues arise during the course of the Council activities and most complaints are initially made verbally by telephone, face-to-face or in writing to a Council Officer, or to an Elected Member.

All complaints will be logged into the customer service system and referred to the relevant Council staff member. On most occasions this results in the matter being resolved satisfactorily.

The Complaints Policy & Procedures provides a framework to Council for receiving and responding to complaints from the public as a means of improving customer service in all areas of Council's operations. This policy aims to ensure that issues which are the subject of complaints are addressed promptly when possible, to the satisfaction of the complainant, and in a manner which, as far as possible, ensures that such issues will not be the subject of future similar complaints.

The Internal Review of Decisions Policy provides a structural process for the review of Council decisions. Any person may ask

for a review of a decision that has affected them.

During 2019/20 there were no requests to review decisions.

Delegations

The Chief Executive Officer has been delegated authority under many pieces of legislation and this has been sub-delegated by the CEO to other Officers as appropriate. These delegations are reviewed on an annual basis. Delegations to the CEO can be viewed on the Council website www.pirie.sa.gov.au.

Committee Member Allowances

Council Assessment Panel	\$
(no meetings held)	Nil
Fiona Barr (Presiding Member)	
Cr Joby Connor	
Anthony Pisani	
Corey Lozieau	

Audit and Risk Management Committee

Alan Rushbrook (Chair)	\$4,067.36
Michele Bennetts	\$2,515.43

Elections

Council elections are held every 4 years with all positions being declared vacant. Following the Council election conducted in November 2018, the next election will be held in November 2022.

Financial Plan and Budget

The Long Term Financial Plan 2019-29 was adopted by Council on 23 August 2019. The Plan will be reviewed in 2020. The purpose of the Plan is to achieve the following objectives:

Financial Sustainability

To achieve and maintain financial sustainability, where the planned long-term service and infrastructure levels and standards are met without unplanned increases in rates or disruptive cuts to services.

Asset Management

To ensure that the maintenance and renewal of existing assets is fairly and equitably funded from current and future rate-payers and that new assets are acquired and constructed in accordance with community demand and affordability.

Borrowing

To utilise debt in a responsible manner, to finance short term works which will provide for future efficiencies or major long term infrastructure.

Rates

To raise Rate income in a responsible and equitable manner, that will be used to fund the long term needs of the community. As a principle source of income, it is important to maintain a consistent and predictable rating structure.

Performance Indicators

To set targets and monitor progress towards the three key financial performance indicators of Asset Sustainability Ratio, Net Financial Liabilities Ratio and the Asset Sustainability Ratio.

The 2019/20 Budget was formally reviewed on three (3) occasions during the year. Several projects were added and removed during the year and adjustments made accordingly.

Adherence to Budget is monitored on a quarterly basis through the reporting mechanisms of the Audit Committee.

Policies

Port Pirie Regional Council retains a suite of policies to assist in the governance of its operations. Council policies are developed and reviewed pursuant to the requirements of the Local Government Act 1999 and other applicable legislation, and are frequently released for public consultation prior to endorsement by Council in accordance with Council's Community Engagement Policy.

- . Asset Accounting Policy
- . Asset Management Policy
- . Budget Framework Policy
- . Caretaker Policy
- . Community Assistance Policy
- . Community Bus Policy
- . Community Engagement Policy
- . Complaints Policy
- . Council Induction Policy
- . Council Logo Policy
- . Debt Collection Policy
- . Disposal of Land & Assets Policy
- . Elected Members Allowances & Support Policy
- . Elected Members Communications & Records Management Policy
- . Elected Members Induction Policy
- . Elected Members Training & Development Policy & Plan
- . Enforcement Policy
- . Financial Hardship Policy
- . Financial Hardship (CWMS) Policy
- . Financial Reserves Policy
- . Flag Policy
- . Food Act Inspection Fees Policy
- . Footpath Develop & Maintenance Policy
- . Fraud & Corruption Prevention Policy
- . Funding Policy
- . Glass Beverage Containers Policy
- . Grants Policy
- . Informal Gatherings Policy
- . Interaction of Development Act, State Records Act & FOI Act with Copyright Act Policy
- . Internal Control Policy
- . Internal Review of Council Decisions Policy
- . Library Membership & Conditions of Use Policy
- . Major Projects Prudential Management Policy
- . Mayor Seeking Legal Advice Policy
- . Mayoral Appeals Policy
- . Media Policy
- . Memorials Policy
- . Order Making Policy
- . Outdoor Trading & Dining Policy
- . Private Works Policy
- . Procurement Policy
- . Provision of Council Resources to Support the Emergency Services in Emergencies Policy
- . Public Art Policy

- Public Interest Disclosure Policy
- Rates Policy
- Related Party Disclosure Reporting Policy
- Requests for Service Policy
- Risk Management Policy
- Road Infrastructure Cost Sharing Policy
- Selection of Road Names and Public Places Policy
- Signs Policy
- Special Occasion Policy
- Street Lighting Policy
- Supplementary Election Policy
- Treasury Management Policy
- Trees Policy
- Vandalism - Rewards for Information Policy
- Volunteers Policy

Rate Rebates & Remissions

Sections 159 to 166 of the Local Government Act 1999 require Council to grant certain statutory or discretionary rebates on rates.

The total value of statutory and discretionary rebates granted for 2019/20 was \$447,082, excluding those properties that are exempt from Council rates such as Government land.

Regional Groups

Council supports and makes contributions to the following regional groups:

- Upper Spencer Gulf Common Purpose Group (Spencer Gulf Cities)
- Regional Development Australia Yorke & Mid North
- Central Local Government Region (Legatus)
- Flinders Mobile Library
- Starclub
- Northern Passenger Transport Network

Community Plan

The Community Plan provides the structure for the creation of the Council's future

over the next 10 years. The plan outlines priorities and directions for 2016-2025 and has been developed through an extensive process which has involved:

- Comprehensive consultation with the community, industry, government and key stakeholders through a community survey and focus groups to determine their needs and any key issues;
- Review and analysis of information collected;
- Consideration of State and regional plans;
- Workshops with Elected Members and Senior Council staff.

The Plan's strategic direction focuses on four key themes:

- Community Wellbeing
- Economic Prosperity
- Sustainability
- Leadership & Governance

Objectives and strategies have been developed for each of these key areas.

The Community Plan was adopted on 24 August 2016 and will be reviewed during 2020/21.

The Plan is supported by a 10 year Long Term Financial Plan and a Capital Works Plan. The annual budget is now developed to align with this suite of plans.

Building Fire Safety Committee

As a statutory function controlled under the Development Act, Councils are required to ensure the ongoing safety of building occupiers and users of buildings within their Council boundaries. Council's Building Fire Safety Committee is a stand-alone committee established pursuant to Section 71 of the Act to investigate whether building owners are maintaining proper levels of fire safety in their buildings.

The Committee comprises of representatives of the SA Metropolitan Fire Service, SA Country Fire Service, a qualified Building Surveyor and Council's Building Officer. The

Committee conducts inspections on a quarterly basis and has inspected 7 buildings during the current reporting period, 2019/20. No inspections were undertaken in March due to COVID.

Better Development Plan

Section 30 of the Development Act 1993 (Strategic Directions Reports) requires Council to review its Development Plan every 3 to 5 years to address the strategic planning issues within the area of Council, implement the State Government Planning Strategy and any other policy or document prescribed by the regulations, whilst at the same time reflecting community needs and trends.

Council is currently at the point where it is required to amend the policies within its current Development Plan and change the format to the new State Government Better Development Plan format (BDP). The BDP sets out clear Government policy whilst allowing Council to add local policy provisions that are unique to the Port Pirie Regional Council Area.

As part of the conversion the Port Pirie Regional Council community had the opportunity to have input into the new Development Plan as part of the public consultation component of the process.

Litter Control

The dumping of household rubbish within the Council area is a recurring problem, resulting in costs to the community associated with clean-up and disposal.

During the 2019/20 period, 3 expiation notices were issued for illegal dumping, compared to 5 in the 2018/2019 year.

Council has a program which offers a financial reward to any person who provides information leading to a successful prosecution for the dumping of rubbish on property under the control of Council.

ENVIRONMENTAL HEALTH

During the 2019/20 year the activities of the Environmental Health Officer included routine compliance inspections of food premises, on-site wastewater systems, temporary accommodation facilities, high risk manufactured water systems, swimming pools and infectious disease vector control/investigations, as directed by the Communicable Diseases Branch of SA Health.

On-Site Wastewater Works Applications

Eleven on-site Wastewater Systems applications were approved during the year. As part of the approval process, each system is subject to two mandatory inspections by the Environmental Health Officer.

Community Wastewater Management Systems

The Council operates Community Wastewater Management Systems (CWMS) in Napperby and Crystal Brook and conducts a 4-yearly septic tank pump out program for those properties connected to the CWMS.

The Environmental Health Officer regularly monitors the quality of effluent processed by the systems in line with the South Australian Public Health (Wastewater) Regulations 2013 and mandatory water quality testing is performed each quarter by the Australian Water Quality Centre.

Mosquito Control

Council has conducted a seasonal mosquito control program since 2016 which treats more than 28 identified breeding sites throughout the region. This program has resulted in a decline in the average number of community complaints from more than 200 to 3, in the 2019/20 year.

Fire Prevention

Port Pirie Regional Council delivers strategies and activities that aim to protect life and reduce the impact of bushfires with the key outcomes including:

- Reduction in the frequency of fires;
- Reduction in the impact that fires have on the community;
- An educated and informed community; and
- The provision of cost-effective levels of community fire protection whilst maintaining a balance of proper land management.

Each Council must appoint a suitably qualified Fire Prevention Officer to administer legislative requirements and coordinate the management of a fire prevention program and activities to mitigate risks, both on public and private land.

These responsibilities include:

- Community Education and Awareness;
- Provide Information and Advice; and
- Property Inspection and Enforcement.

Properties are generally inspected prior to the fire danger season, with those requiring works being listed. The locations requiring works to develop an Asset Protection Zone (APZ) or to maintain an existing APZ will be issued a warning notice outlining the works required. Should the works not be completed the 105f process will be initiated to ensure the desired outcome. A total of 310 105f Schedule 12 notices were issued to private land owners, resulting in 21 requiring enforcement.

Council's Fire Prevention Officer continues to liaise with State Government Agencies to ensure that land owned by or under the care, control and management of State Government are also managed and the risks mitigated through works undertaken where they impact on assets.

Council's Fire Prevention Officer attended one instance of illegal burning during

2019/2020 and the property owners complied with Council's request to extinguish the fire. Warnings were issued due to the minor nature of the burning.

Fire Permits were issued to primary producers to undertake stubble or broad acre burning from mid March 2019. A total of 21 burning permits were issued, all being for stubble or broad acre burns on a standard fire danger season day. Three schedule 10 permits were issued during 2019/20, two for the use of prescribed tools (emergency hot works) and one for a solid fuel cooking device at a wedding on a total fire ban day.

A total of 97 Clean Air Policy permits were issued during the 2019/2020 period. These have been issued mainly for comfort fires during winter inside the township boundaries with 8 warnings issued for low level breaches of the Clean Air Policy 2016 and one permit revoked for a slightly higher level breach.

OUR TEAM

Conditions of Employment

The People & Culture team support all staff in the delivery of our services and manage the following areas:

- Recruitment
- Learning & Development
- Performance Management & Recognition
- Industrial Relations
- Workforce Planning
- Organisational Development
- Health Safety and Wellbeing

Council employment is bound by structured industrial agreements with prescribed wage rates and classification systems.

The majority of employees are covered by one of two enterprise agreements which were both renegotiated in the reporting year:

- South Australian Municipal Salaried Officers: Port Pirie Regional Council Enterprise Agreement No.10 of 2018.
- Local Government Employees Award: Port Pirie Regional Council Enterprise Agreement 2017.

Council provides employees access to the following benefits:

- Access to our Employee Assistance Program offering work related and personal counselling;
- Income Protection and Journey Insurance;
- Study Assistance;
- Paid Parental Leave;
- Domestic and Family Violence Leave;
- Health & Wellbeing activities: flu vaccinations, skin screens, health checks;
- Injury Prevention Physiotherapy
- Flexible Working Arrangements.
- Training and Development

Our people were offered and attended 47 training opportunities, including conferences and seminars that provided them the skills and knowledge to increase performance in their roles and better serve the community.

One Trainee in the area of Horticulture commenced their final year of study and six employees completed their Certificate III in Civil Construction.

Council encourages participation on boards and committees within local government and within their area of expertise along with membership to relevant associations.

Port Pirie Regional Council provided expert advice and support to three other council areas.

COVID-19

As with all businesses COVID-19 created many challenges that council was required to overcome. Our top priorities were the health & safety of our employees and our ability to maintain council services to the community.

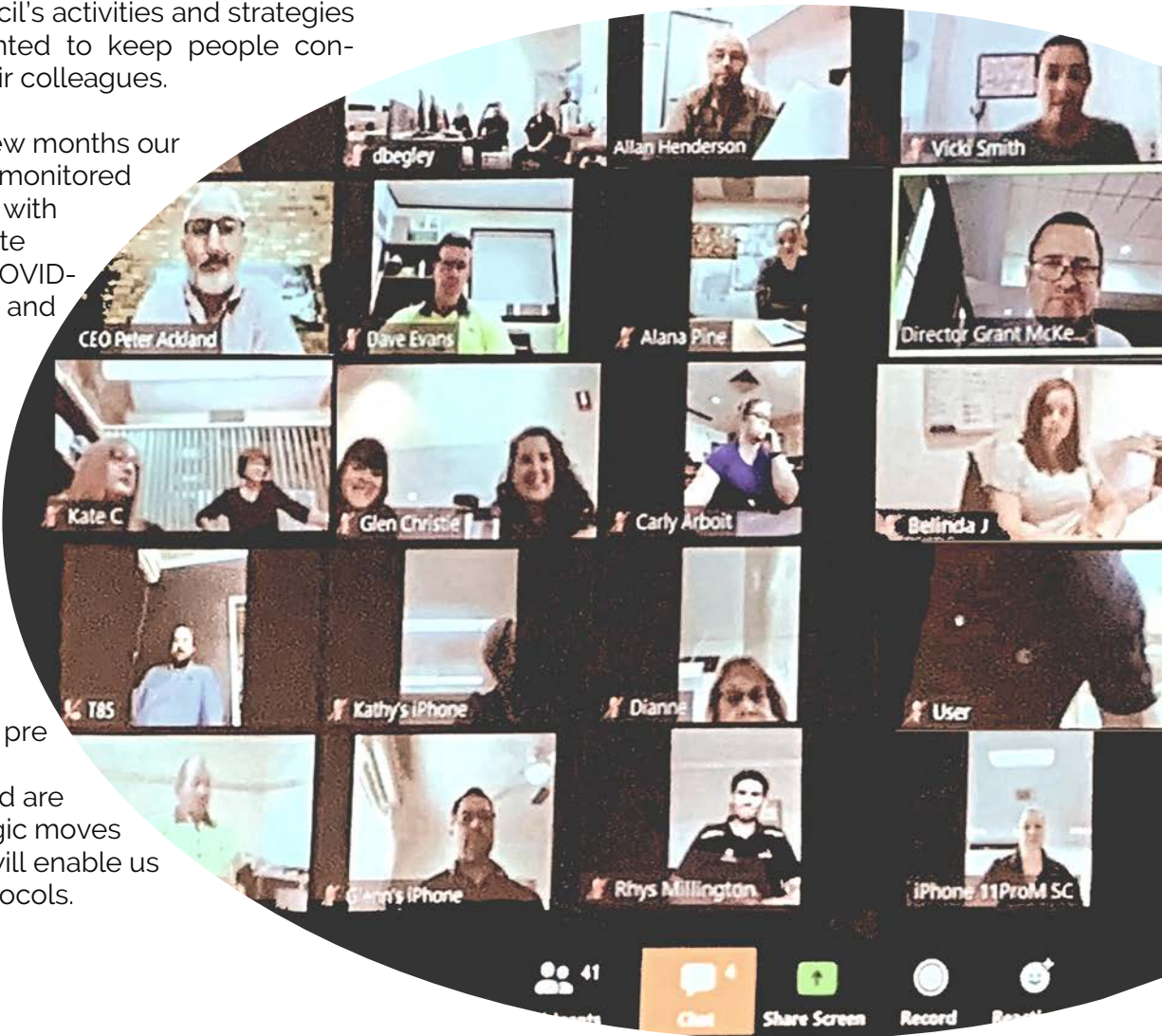
In the very early days of the 'lock down' council moved quickly to separate our teams to avoid any spread of cases should they eventuate and to ensure our services continued. Three more satellite depots were set up at Globe Oval, Woodward Park and Memorial Oval, eighteen people commenced working from home and the remainder of the workforce were dispersed across the Library, Administration, Crystal Brook Library, the Aquatic Centre, Memorial Oval and the Depot.

Strict protocols were set in place around hygiene, travel, face to face meetings and

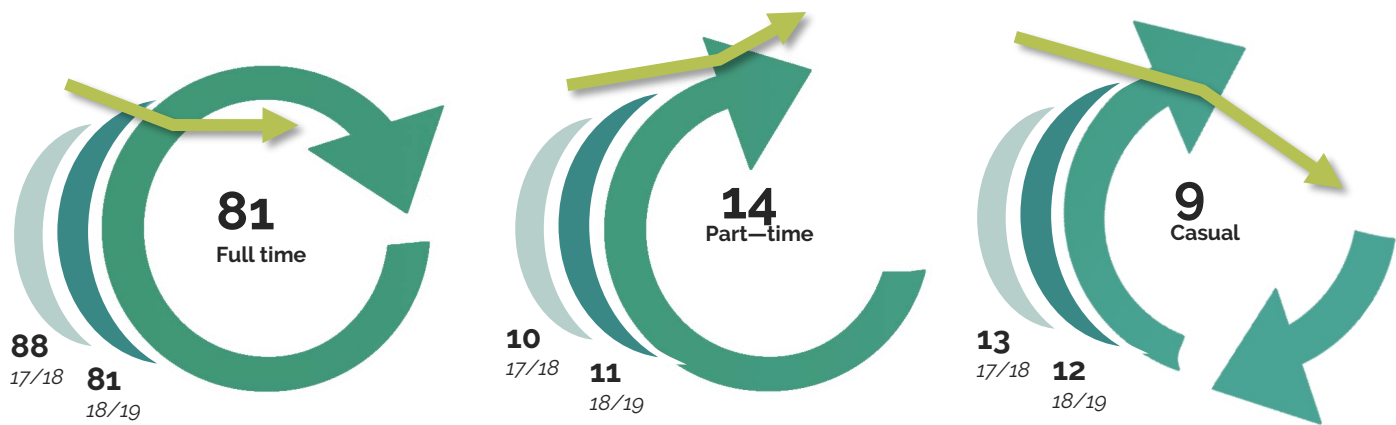
we soon all became experts of the 'Zoom' meeting. Regular staff briefings were issued to ensure everyone was kept informed of council's activities and strategies were implemented to keep people connected with their colleagues.

Over the next few months our protocols were monitored daily and in line with national and state guidelines for COVID-19, our activities and behaviours being adjusted only following formal risk assessments.

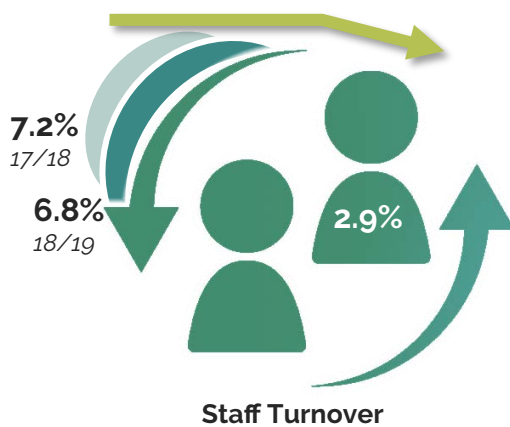
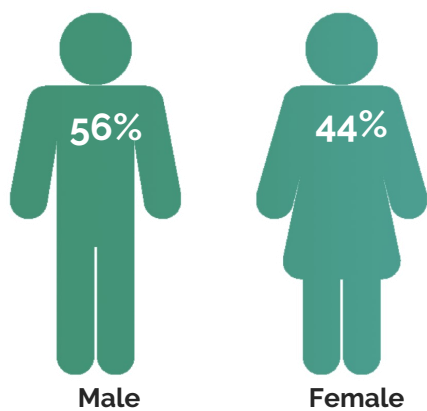
Now four months on from our initial moves we are mindful of returning to our pre-COVID environment and are planning strategic moves over time that will enable us to maintain protocols.



STAFF DEMOGRAPHICS



104 total employees



LIBRARY

The library is a place to discover, connect and enjoy. It is a place where people can:

- Read for knowledge or pleasure
- Be supported in lifelong learning- including support for early years literacy, and digital literacy
- Meet and connect with people, information and ideas
- Access, explore and embrace new technologies

The Port Pirie Regional Library Service aims to provide services and programs that contribute to a quality lifestyle for people living in the Port Pirie Regional Council area. The service consists of two branches: the Port Pirie Public Library and the Crystal Brook Public Library. The Council also contributes to the funding of the Flinders Mobile Library which visits Napperby, Koolunga and Redhill on a regular basis.



The Port Pirie Branch is open 46 hours per week over six days and the Crystal Brook branch 30 hours per week over five days.

The Library collection includes eBooks, eMagazines, books, magazines, music CD's, DVD's, CD-ROM's, jigsaws, audio books, language kits, graphic novels, online resources and sports equipment for people of all ages.

In November 2019 the Library initiated a customer survey to gather feedback on the services the library provides and to seek any opportunities for improvements or changes. The survey results will contribute to the new library business plan.

Senior Library Officer Nicole Krahnert celebrated 30 years of valuable service to the library community this year. The depth of local library knowledge that Nicole holds is valuable to the smooth running of the library.

Council was delighted to see the Library celebrate 60 years of being a free Public Library Service on 1 March 2020. The Port Pirie Public Library Service was the second country public library to be established. The family friendly event saw 504 people attend and the Mayor cut the birthday cake and seal a time capsule.

COVID-19 has had a significant impact on numbers of visitors to the library facilities. The Libraries were closed to the public on 25 March 2020 and reopened on 14 May 2020. Sunday openings did not return to the Port Pirie branch until 14 June 2020. Numbers remained low in the weeks after reopening due to restrictions on numbers in the venues at any one time.

During the physical closure of library sites some library staff were on leave while others worked on maintaining all our behind the scenes processes and developing new services to assist our library users.

The home Library service was expanded into Drop & Wave for any library customer in Crystal Brook and Port Pirie. One hundred and ninety Drop & Wave visits occurred.

Storytime went online with a number of guest storytellers from the Mayor, CEO and staff from across council. These sessions were popular with the adults as well as the children.

There were 55,230 visits to our Port Pirie and Crystal Brook libraries in 2019/2020.

The Library ran 146 events during the year which resulted in a total attendance of 1,645 participants. 108 of the events were for babies, children and youth and these activities had 1,519 participants.

	2017/18	2018/19	2019/20
Items loaned (hard copy)	101,508	92,500	69,734
Items Loaned (electronic)	5,680	9,651	16,092
Events Activities Sessions/Attendance	161/1651	171/2005	146/1645
People visiting the libraries	76,689	74,548	55,230
Library holdings	34,457	34,981	34,088



New Initiatives were made with our online activities, converting many regular activities into filmed segments or take home packs. The library went to the customer whether physically or virtualy during this time.

Activities & Events for Children

Lego Club

Lego Club is for 5-12 year olds and attracts on average eight children per session. The club runs weekly during term time and while the children are having fun they are developing their spatial, communication and imagination skills. 194 children have attended 26 sessions. This program was put into hiatus on 19 March 2020 due to COVID-19 restrictions. Twelve Lego Challenges have been placed on Facebook to keep this group engaged.

Holiday Fun @ your library

The Library ran school holiday activities for children 4 to 10 years of age in each school holiday period at both Crystal Brook and Port Pirie branches. There were 14 sessions held. A total attendance across all events was 326 Children. The Magician Show in October and the magic workshop that followed proved to be very popular. The planned April School holiday activities were converted to take home packs. 156 holiday activity packs were delivered as part of the Drop & Wave service during closure.

An extra 140 activity packs were developed for a community initiative project at the request of the CEO.

Children's Book week

Children's Book week in August 2019 was themed "Reading is my secret power" The library hosted 27 classes, which translated to 577 children over a two week period.

1001 books before school

1001 books before school is a continuing program to encourage reading to children, which then builds some early literacy skills as well as being an enjoyable way to spend time with young children. This program was launched in February 2017 and

currently has 96 registered participants with ten new registrations occurring during the year.

Two children reached the 1001 books milestone in this last financial year.

Baby Bounce

Baby bounce is an ongoing weekly program during term time that regularly attracts nine to eleven Mums/Carers and their babies/toddlers to a session of rhyme, song and story time. Baby Bounce sessions start to build platforms for early literacy development. 28 sessions were delivered which were attended by 295 children/babies. This program was filmed and placed weekly on the Library's Facebook page.

Sunday Story Time

This program sees a story read by a staff member at 3pm followed by a craft activity. The craft activity is set up so the staff member demonstrates and then leaves the parents/guardians to do the activity with their children. Attendance varies from one child to eleven children participating.

During the year 29 sessions were attended and overall 75 children participated.

National Simultaneous Storytime

National Simultaneous Storytime (NSS) is an annual campaign that aims to encourage more young Australians to read and enjoy books. Every year a picture book, written and illustrated by an Australian author and illustrator is read simultaneously in libraries, schools, pre-schools, childcare centres, family homes, bookshops and many other places around the country. NSS 2020's book was "Whitney and Britney Chicken Divas" written and illustrated by Lucinda Gifford. A reading of the book was placed on Facebook for all to access as a way of participating within the COVID-19 restrictions.

Youth Activities & Events

Several new programs were trialled this year. Monday movies in school holidays made a free screening available to 10-16 year olds in the library. Three Monday Movie sessions were held pre-COVID with the highest attendance of 10 and overall attendance of 15 between the three sessions. The Monday Movie concept will be explored further and tweaked in the 2020-2021 year. A book club for teens was trialled during summer and the lack of attendance meant that the program did not move out of pilot phase.

Gen Z

This program runs every fortnight in term time for 11-16 year-olds. Each session aids in developing life skills in a fun way.

Sessions are themed around cooking, information technology, craft, and GEES (Gardening, engineering, experiments and science) 12 sessions were run with a total attendance of 64 young people. This program was placed into hiatus on 18 March due to COVID-19 restrictions. Six Gen Z sessions were then filmed and placed on Facebook for everyone to access.

Manga

University student Jade Fowler hosted an "all things Manga" activity in the library on 29 October with 28 young people and adults participating. This was an opportunity to fulfil an assignment for Jade but also to promote the Library's Manga collection.

Adult Events & Activities

Public Computer Training

Tech Savvy Seniors (TSS) continued to play a large role in the digital literacy training this financial year. TSS is a partnership between the Libraries Board of South Australia, Telstra, and the Office for the Ageing and Service SA.

The free program has continued this financial year (2019/20) at the Port Pirie Regional Library and was also introduced to the Crystal Brook Library for the first time as a way of reaching a larger portion of our residents.

The training is aimed at older people with very little or no experience of using technology. The program gives older people the opportunity to develop the skills and confidence to use technology for socialising, accessing important services or conducting personal business. Specific outcomes include:

- Increase the number of digital literacy events for seniors delivered in country public libraries
- Increase the number of attendees at digital literacy events in country public libraries
- Grow community awareness of digital literacy services in country public libraries
- Improve the digital ability of library staff and volunteers

Technology Training 2019/2020	Sessions
Mobile Tablet Training	12
Individual Training	15
Personal Computers	9
TOTAL	36

The results above show courses being split into three forms of training. Desktop PC Training, Tablet Mobile Device Training and Individual Training. NOTE: Due to a shut-down of face to face training in March 2020, the information supplied in the chart only covers a seven month period.

- Individual training (12) - courses that are tailored to individual equipment. A larger variety of devices and software are available to the public and these courses proved the most popular.
- Tablet / Mobile device training courses (15) - courses designed for Apple, Android and Windows based tablets.
- Desktop PC's (9) - courses that are designed for Windows 10 based desktop.

Author Presentation

The Library was able to have one author presentation last year. Scott Whittaker, author of Australian Railway Hotels, presented to a small group of mainly history group members on 29 July 2020.

Home Library

Home Library delivery service caters to residents in Port Pirie who are unable to visit the library due to age, illness or frailty. The Library delivers to people in their homes and two nursing homes.

Services/Activities

Ian Brett Collection

Frances Brett donated her husband's photographic collection of ships to the Library in 2019. It was fortunate that a student undertaking some post graduate studies in archives volunteered to undertake a project in the library and that project involved the Ian Brett collection. Charmaine Burton went through all the boxes of slides and albums of photographs to pull off an exhibition in the library of 30 significant photos revolving around shipping in Port Pirie. 30 people including Frances Brett and her family were able to attend an afternoon tea to honour the collection and see the photographs.



The Library delivered to 38 residents during the year and is currently delivering to 34 residents on either a fortnightly or monthly basis. The numbers of people accessing the service fluctuates during the year according to the health of the borrowers.

Recorder Volumes

The local newspaper 'The Recorder', during COVID-19 decided to close its business premises and thus there were 50 Years of bound Volumes of the Recorder needing a new home. For many of these years the Recorder was published twice a year and such there is 2 volumes per year. The Library staff collected the volumes and assessed the condition of each. Where there were duplicates the item in the best condition was retained, with staff from the Recorder Office collecting the duplicates. The bound volumes start in 1960 (1962, 1964 and 1986 were not available) and go to 2014. These items can be viewed by appointment; many are in fragile condition and are stored offsite.

Gift of Reading

Since 2013 the Port Pirie Regional Library Service has been assisting the Port Pirie & Local Areas Christmas Assistance Committee with the donation of books for needy children in our community.

The Port Pirie & Local Areas Christmas Assistance Committee comprises of Uniting Country SA, Families SA, and St Vincent de Paul. Library customers and many council staff have assisted with the donation of 181 books, which were handed over in December 2019.

Facebook Page

The Library has a Facebook page to provide information and promote library activities and events. Membership of the Facebook page has steadily grown. The followers of the site are predominantly women in the 25-45 year age group, accounting for 57% of our followers. 81% percent of the followers are women.



Volunteers play a vital role in assisting library staff to deliver programs to the community. The library currently has 3 volunteers assisting with programs such as Home Library selections and deliveries, School Holidays programs, Book Week, Youth Programs and shelf tidying.

TOURISM

Visitor Statistics

	2018/19	2019/20
VIC – Counter Statistics	12,960	8,073
Art Gallery Statistics	17,204	17,058
Shakka	2,789	2,290
VR Shark Cage Dive	1,121	218
PRX	1,536	681

	2018/19	2019/20
Intrastate	7,517	4,960
Interstate	4,406	2,583
International	648	421
Other	389	109
	12,960	8,073

This year was a very difficult one for the tourism sector – both within SA and across Australia – as a result, we have seen a significant reduction in visitors through the Visitor Information Centre.

With a combination of the closure of the Art Gallery, due to the scheduled replacement of the A-Class Air-Conditioning System and the impact of COVID-19 – which saw the Visitor Information Centre closed and then operating on reduced hours – visitation to the Gallery, Shakka and Virtual Reality Shark Cage Diving activity was significantly reduced.

Community Wellbeing Goal CW 2.4

Actively support and promote the STARClub Program

Port Pirie Regional Council – alongside Mount Remarkable, Northern Areas, Ororoo Carrieton and Peterborough Councils – continued to support our sporting clubs through the engagement of the Mid-North STARClub Officer. STARClub is a funded initiative of the Department for Recreation, Sport and Racing – and a 'STARClub' is defined as "a well-run club where quality coaches and officials work alongside valued volunteers in a safe and welcoming environment."

As of June 30 2020, 155 Clubs or Associations within the Mid North have registered with STARClub. The Mid North region has 15 Clubs registered as achieving STARClub provisional status and 15 recognised STARClub clubs.



The collective Councils of the Mid-North Region were required to reapply for their STARClub Field Officer's triennial funding for the 2018/19 through 2020/21 Financial Years.

The application was successful and the results, identified below, show the value of the State Government's funding in supporting the STARClub program.



STARCLUB Program Level	June 2020
Level 1 (Registered with program)	64
Level 2 (Submitted answers)	61
Level 3 (Provisional status / yes to all required questions)	15
Level 4 (Fully Recognised STARCLUB)	15
TOTAL	155

Community Wellbeing Goal CW 4.3

Run free community events

Council's community events program continued to be as varied as ever, including two sesquicentenary events:

- 150th Anniversary Celebrations – to mark the 150th Anniversaries of Redhill and Koolunga;
- ILLuminART Silo Projections – as part of the Port to Port Project, the Silos were lit up with stories from Port Pirie's past;
- Christmas Movie at the Foreshore – on Friday, December 20, an outdoor

- movie screening of Home Alone was held at the Foreshore;
- New Years Eve at the Foreshore – the third year of New Years at this location, attracting 9,000+ attendees to see the fireworks, off the John Pirie Bridge;
- 60th Anniversary Celebrations for the Port Pirie Library – with entertainment and a Pirie Railway Express (PRX) extended run day.

Community Wellbeing Goal CW 7.5

Provide inspiring, stimulating and welcoming public spaces that encourage interaction and meeting for residents and visitors to the region.

Replacement of the Port Pirie Regional Art Gallery A-Class Air-Conditioning System In recent years, the capacity of the Port Pirie Regional Art Gallery's Air-Conditioning System had begun to decrease, due to age – and the ability of the system to provide A-Class Level Climate Control had ceased to function. The impact of this was the inability of the Gallery to host high level exhibitions, requiring climate controlled environments.

Over several months, local contractors Barry Ramsay Construction worked to remove the old system and installed the new specialty designed unit. With the installation completed, the Gallery's new A-Class system was launched with the Museums & Galleries of Queensland Exhibition – Manggan – gather, gather, gathering – a travelling exhibition in partnership between Girringun Aboriginal Corporation from Cardwell in far north Queensland and the South Australian Museum. This exhibition featured contemporary artworks by 19 artists from the Girringun Aboriginal Art Centre, together with selected cultural objects drawn from the South Australian Museum collection gathered from the Girringun region. This was followed by the photographic exhibition Robyn Stacey – Ray of Light – which was only just installed, when COVID-19 restrictions forced the closure of the Gallery.

Economic Prosperity Goal EP 2.7

Attract and/or host major cultural and sporting events

Junior Soccer Championships – Port Pirie was host to the State Junior Soccer Championships, across the Senate Road Complex and new Pirie West Oval, at the Sports Precinct.

The Championships saw hundreds of visiting families – from across South Australia – gather in Pirie for a massive weekend of Junior Soccer activity. The event was secured after an extensive process of submission and vetting, which was ultimately successful and well-recognised by attendees and officials.



FINANCIAL PERFORMANCE

The Annual Financial Statements were prepared and the external independent audit was conducted by Ian McDonald, Chartered Accountant, to form an opinion according to Australian Accounting Standards and other statutory requirements, as to whether the statements form a fair view of the operations and the financial position of Council for the year ended 30 June 2020.

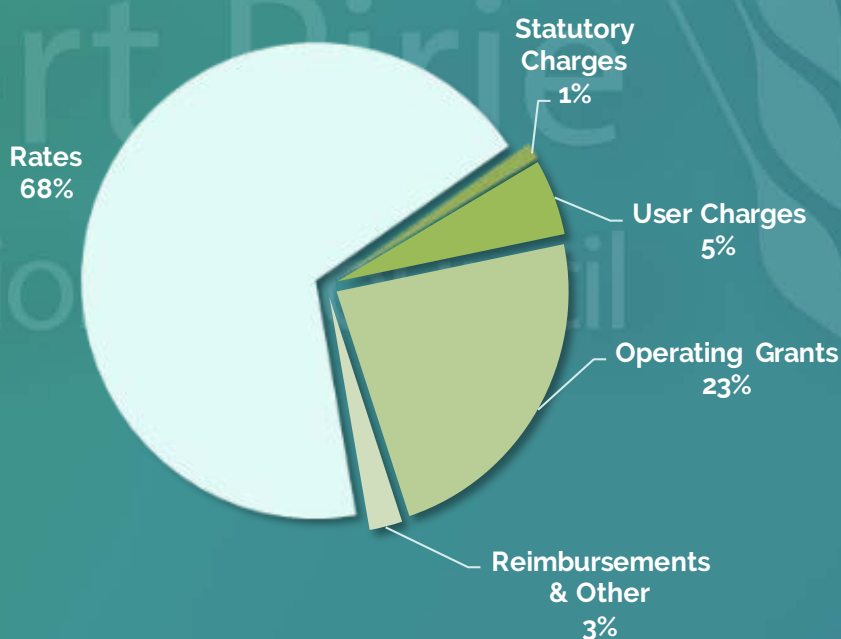
The audited Statements for the year were reviewed and endorsed by the Audit Committee at its meeting held on 20 October 2020, and subsequently presented to Council.

The full version of the 2019/20 Annual Financial Statements is included as an attachment to the Annual Report.

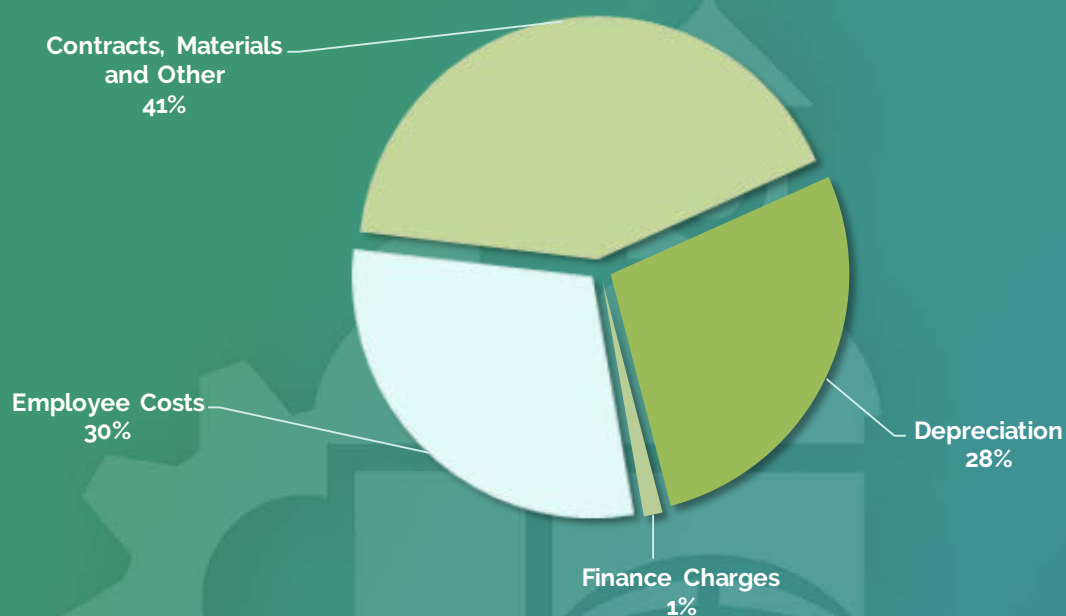
Operations

Council achieved an operating surplus of \$1.164m before the inclusion of capital income and adjustments for movement in asset disposal, impairment and revaluation. This compared to a deficit of \$0.242m in 2019.

Income by Source

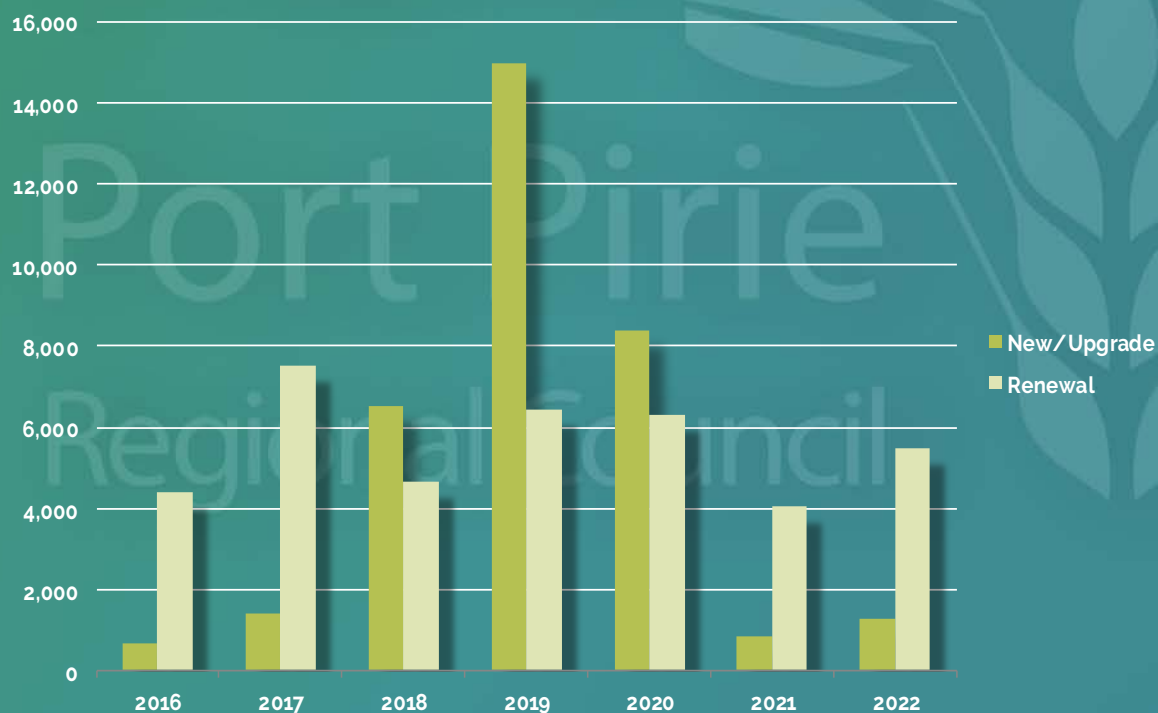


Expenses by Category



Operating Result

The long term aim is that the Operating Surplus will increase slightly each year so that Council is able to increase the contribution to the funding of the Capital Works Program with the long term aim to completely fund all works without the need to take new loans.

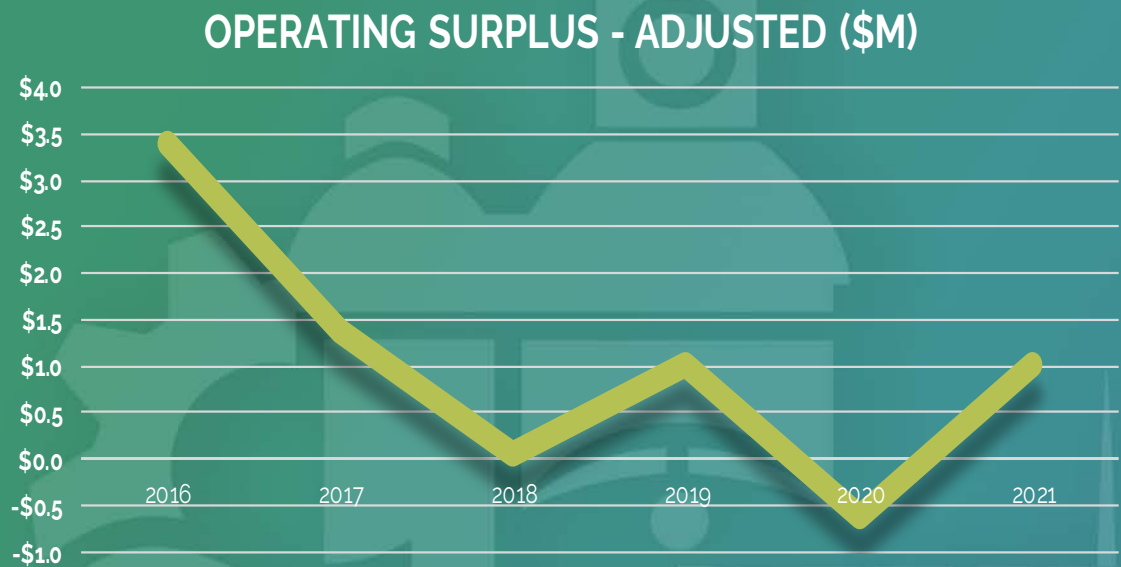


The graph shows the Net Operating Result (before Capital Income). The actual result is shown for the period 2016 – 2020 and the projected result, taken from the Business Plan for the period 2020 – 2023.

P55

Port Pirie Regional Council
Annual Report 2019 / 2020

The Adjusted Operating Surplus takes into account the impact of the advance payments of financial assistance grants and is a surplus of \$1.005 million for 2020 compared to a deficit of \$6.19 million for 2019.



Capital Works

During 2019/20 Capital Works of \$4.863 million were completed. Of this, \$0.817 million was for new and/or upgraded assets while \$4.046 million was for the renewal of existing assets.

Financial Sustainability

The financial performance is monitored using three financial indicators. These measures provide an indication of emerging trends and comparative information and so are an important reference for long term financial planning. The three indicators need to be considered as a package rather than individually, as some measures may be explained by offsets in other areas. These are shown in Note 14 which also provides an explanation of the calculation.

The Operating Surplus Ratio measures the operating surplus as a percentage of total operating income. The target range in the Long Term Financial Plan 2019-29 is between 0% to 5%. For 2020 there was a surplus result of 4.2% compared to a deficit ratio of (0.9%) for 2019.

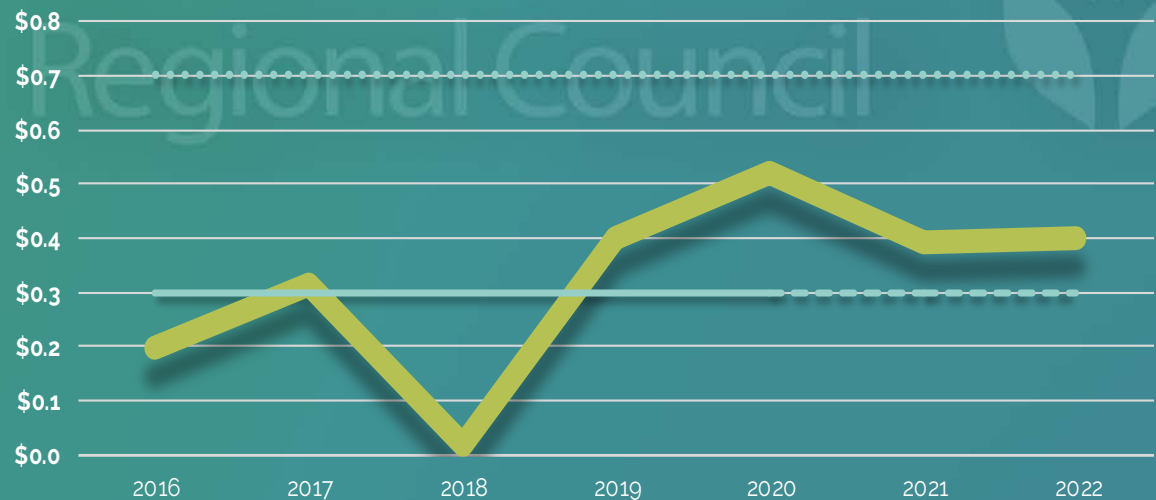
OPERATING SURPLUS RATIO (ADJ)



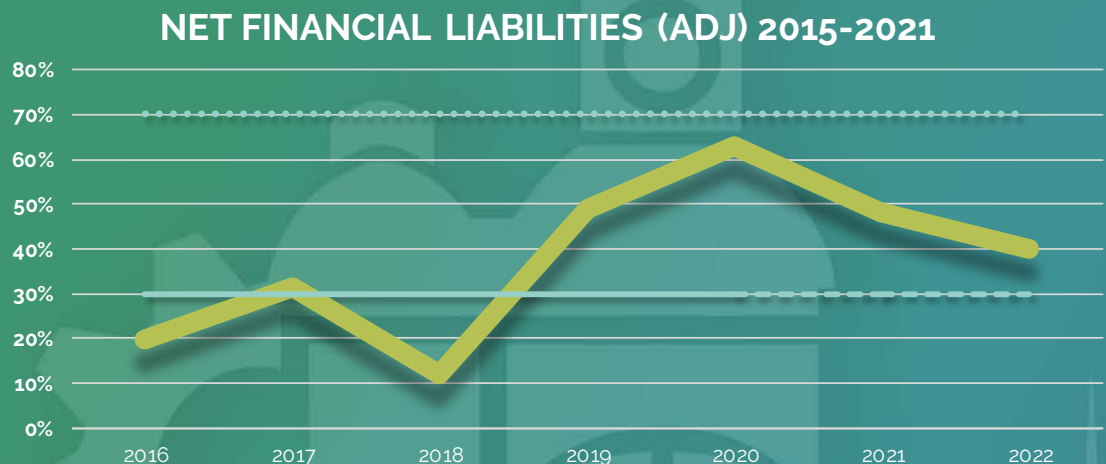
The Adjusted Operating Surplus Ratio, which takes into account the impact of the advance payments of financial assistance grants shows a surplus result of 3.6% for 2020 compared to a deficit of (2.2%) for 2019. The average trend is within the target range of the Long Term Financial Plan 2019-29.

The Net Financial Liabilities Ratio measures total liabilities less financial assets, expressed as a percentage of total operating income.

NET FINANCIAL LIABILITIES (2015-2021)

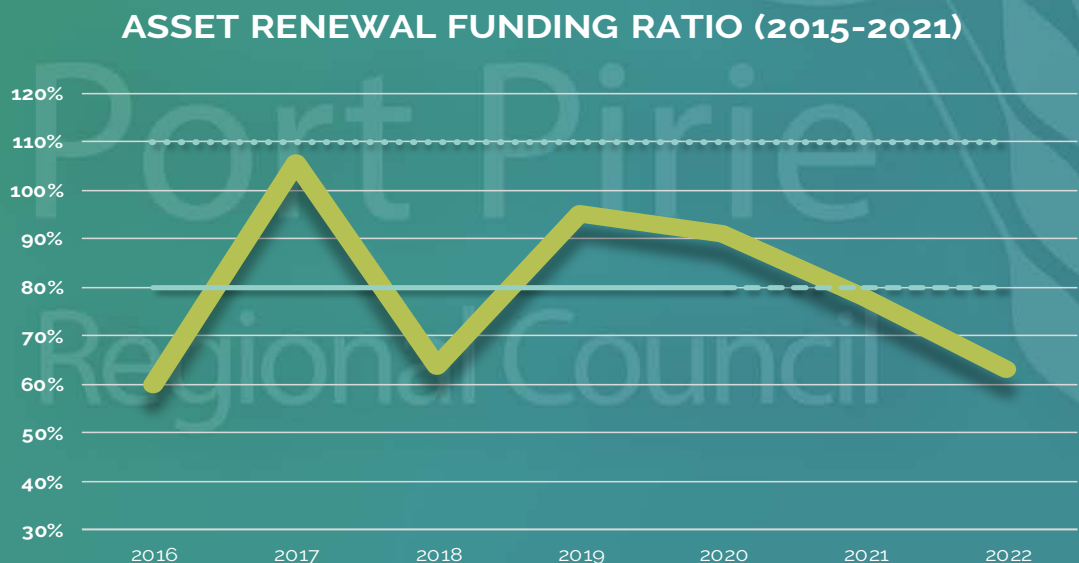


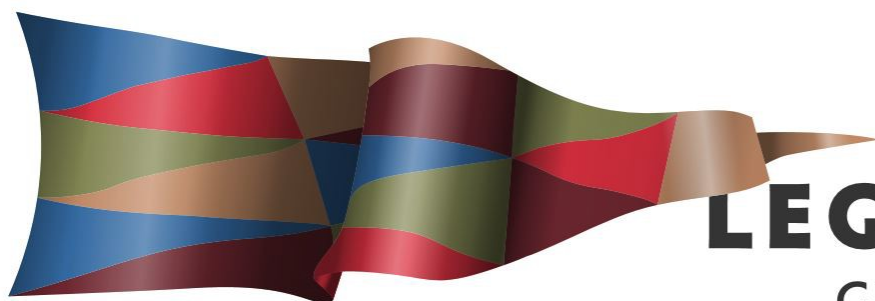
The ratio result for 2020 is 39% compared to 52% in 2019. The adjusted result of 48% for 2020 is a decrease from 63% for 2019 which reflects the repayment of outstanding loans. This result is consistent with the Long Term Financial Plan 2018-28 which provides for a long term target range of between 30%-70%.



The Asset Renewal Funding Ratio compares the capital expended on existing assets to the planned replacement of assets as presented in the Asset Management Plan for the year.

The ratio for 2020 is 78% which is a decrease compared to 91% in 2019 and reflects a higher commitment to renewal of existing assets consistent with the Long Term Financial Plan 2019-29. The long term aim is to achieve 100% of the Asset Management Plan target.





LEGATUS
GROUP

2019/2020 **ANNUAL REPORT**

The Legatus Group AGM held on Friday 4 September 2020 adopted the annual report.

The Legatus Group Charter requires that the AGM receive the Legatus Group's Annual Report which may incorporate reports from committees and any representatives reports from other organisations.

2019/2020 Annual Report

The Legatus Group Charter clause 6.3 Annual Report

6.3.1 The Legatus Group must each year, produce an Annual Report summarising the activities, achievements and financial performance of the Legatus Group for the preceding Financial Year.

6.3.2 The Annual Report must incorporate the audited financial statements of the Legatus Group for the relevant Financial Year.

6.3.3 The Annual Report must be provided to the Constituent Councils by 30 September each year.

The Legatus Group is a regional subsidiary of:

- . Adelaide Plains Council
- . Barunga West Council
- . Clare & Gilbert Valleys Council
- . Copper Coast Council
- . District Council of Mount Remarkable
- . District Council of Orroroo/Carrieton
- . District Council of Peterborough
- . Light Regional Council
- . Northern Areas Council
- . Port Pirie Regional Council
- . Regional Council of Goyder
- . The Barossa Council
- . The Flinders Ranges Council
- . Wakefield Regional Council
- . Yorke Peninsula Council

The Central Local Government Region was established in 1998 under Section 200 of the Local Government Act 1934 as a controlling authority.

It now continues in existence as a regional subsidiary of its member Councils under Part 2 of Schedule 2 of the Local Government Act 1999 by the provisions of Section 25 of the Local Government (Implementation) Act 1999. In 2016 the Central Local Government Region of South Australia adopted the trading name of Legatus Group to which it is referred.

The Legatus Group is established to:

- undertake co-ordinating, advocacy and representational roles on behalf of its Constituent Councils at a regional level
- facilitate and co-ordinate activities of local government at a regional level related to community and economic development with the object of achieving improvement for the benefit of the communities of its Constituent Councils
- develop, encourage, promote, foster and maintain consultation and co-operation and to strengthen the representation and status of local government when dealing with other governments, private enterprise and the community
- develop further co-operation between its Constituent Councils for the benefit of the communities of the region
- develop and manage policies which guide the conduct of programs and projects in the region with the objective of securing the best outcomes for the communities of the region
- undertake projects and activities that benefit the region and its communities associate collaborate and work in conjunction with other regional local government bodies for the advancement of matters of common interest.

The Legatus Group is a body corporate and is governed by a Board of Management which has the responsibility to manage all activities of the group and ensure that they act in accordance with its Charter.

Contact Details: Address: 155 Main North Road CLARE SA 5453 PO Box 419 CLARE SA 5453

Telephone: 0407819000
Email: ceo@legatus.sa.gov.au
Website: www.legatus.sa.gov.au

Legatus Group Board of Management:
The Board consists of all principal members (Mayors) of the Constituent Councils which for 2019/2020 were:

Council	Delegate
Adelaide Plains Council	Mayor Mark Wasley
Barunga West Council	Mayor Leonie Kerley
Clare & Gilbert Valleys Council	Mayor Wayne Thomas
Copper Coast Council	Mayor Roslyn Talbot
District Council of Mount Remarkable	Mayor Phillip Heaslip
District Council of Orreroo Carrieton	Mayor Kathie Bowman
District Council of Peterborough	Mayor Ruth Whittle OAM
Light Regional Council	Mayor Bill O'Brien
Northern Areas Council	Mayor Denis Clark
Port Pirie Regional Council	Mayor Leon Stephens
Regional Council of Goyder	Mayor Peter Matthey OAM
The Barossa Council	Mayor Bim Lange OAM
The Flinders Ranges Council	Mayor Peter Slattery
Wakefield Regional Council	Mayor Rodney Reid
Yorke Peninsula Council	Mayor Darren Braund

Office Bearers for 2019/20

Chairman	Mayor Peter Matthey OAM
Deputy Chairs	Mayor Kathie Bowman Mayor Bill O'Brien
South Australian Regional Organisation of Councils	Mayor Peter Matthey Mayor Bill O'Brien
Chief Executive Officer:	Mr Simon Millcock
Auditor	Dean Newbery and Associates

P60

Port Pirie Regional Council
Annual Report 2019 / 2020

Chairman's Report

It has been my pleasure to serve as Chairman in 2019/20 and take this opportunity to report on some highlights of the past year.

The Legatus Group provides a pivotal role in supporting member councils and advocating state-wide in the areas of Rating Equity for major energy producers, Community Wastewater Management Schemes, regional roads and coastal management. It is also taking a leadership role in the Regional Waste Management Strategy for the South Australian Regional Organisation of Councils (SAROC).

The organisation assisted all member councils in their successful efforts to access the Drought Communities Programme. The commitment by the Legatus Group on issues such as wellbeing, were a contributing factor for the State Government increasing resources to the Family and Business Support program, where two extra positions were made available. The drought continues to have a significant impact to regional SA, and our advocacy around inconsistencies re needs, assistance and funding are continued to be raised as appropriate.

The impacts of COVID-19 have been wide reaching, and I wish to recognise all councils in their efforts to support their communities. The disruptions to local government and Legatus will have an ongoing impact. Future implications are yet to be known, however as an organisation, strategic planning will assist in developing a way forward. As a broader region we escaped the devastating impact of bush fires in the summer of 2020. However, we acknowledge that there were significant impacts on the Yorke Peninsula, where member councils played a pivotal role in supporting communities

Local government have been operating under the new LGA structure and this has meant a heavy load on our resources, for example, the new Planning and Design Code and consultation on the Local Government Reform Bill.

Announcements made by the state and federal government regarding funding for both the Horrocks and Barrier Highways are yet to result in any tangible results. The Road and Transport Infrastructure Advisory Committee have been active this year, and resulted in the renewed Deficiency Action Plan, a robust assessment of this year's Special Local Roads Program funding applications; and the release of the 2030 Industry Engagement report on the Legatus Group Regional Transport Plan.

The Legatus Group 2019 Road and Transport Forum held in early July 2019 represented a very successful outcome by the committee, and future events are planned.

The region has been proactive in supporting the challenges and changing environment through the management of the Sector Agreement for the Climate Change Adaptation Plan, the release of a second report on a Regional Sustainability Hub, and the commencement of the Sustainability Hub Concept Plan (a Legatus Group funded project). The Legatus Group also managed the Yorke Mid North Coastal Management Action Plan which was released in early 2020 and have commenced (through funding from the Landscape Board) the implementation of the plan. In line with these initiatives the Legatus Group delivered a Regional Climate Ready webinar series throughout June due to COVID-19 restrictions.

We continue to encourage and foster closer working relationships with the three Regional Development Australia (RDA) organisations and Natural Resource Management Boards. Legatus Group was to have hosted the Yorke Regional Planning Forum in Clare, (impacted by COVID-19) a series of successful webinars took its place.

Legatus Group CEO committed large amounts of time to the development of the Conference and Forum and Mr Simon Millcock demonstrated immeasurable flexibility in changing these events to webinars at short notice. These events are available on

our website as a result and provide a great resource. I also note with positivity his efforts to support regional councils through his role with the Functional Support Group re Waste and as the Chair of the Regional LGA Executive Officers Forum. On these collaborations, and his input, I again commend his work.

Collaborations have continued with regional organisations through the delivery of the Creative Industries report, Visitor Information Services report and Youth into Volunteering report. The collaboration and establishment of MoUs and partnerships with South Australian Universities, the City of Prospect and the Smarter Regions CRC are fruitful associations with long term benefit. The board through its CEO continues to position the Legatus Group as a proactive force in the region for engagement with all tiers of government. These advocacy and collaborative activities have enabled the securing of valuable and cost-effective research in areas that are of significance to local government, stakeholders and community.

The Audit and Risk Management Group Committee have ensured that the work plan has assisted us in improving our governance, and recommendations around variations to our policies and charter.

There has been valuable feedback gained from the Legatus Group Management Group meetings and information sharing opportunities by and for the CEO group. I note with interest their involvement with the Planning Commission and the ongoing discussions on Local Government Risk.

The Community Wastewater Management Advisory Committee assisted in the extension of the Joint CWMS program, staging of a successful SA conference and overseeing the release of the regional sludge viability report. Their continued work on issues around training and reduction in red tape is to be commended.

Whilst still in its infancy the Legatus Group Visitor Information Services Advisory Com-

mittee, are a great support via recent webinar, on the reopening of tourism in our region.

It has been pleasing to see the continued dialogue with the six State Government Members of Parliament, and our Federal Member. We are particularly enthused by their attendance at our board meetings.

In closing I would like to thank everyone who has taken a proactive role in progressing the strategic initiatives of the region. I thank Mayors Bill O'Brien (and also in his role on SAROC) and Kathie Bowman for your roles as Deputy Chairs.

Feedback tells that the reports prepared by Legatus Group CEO are progressed to the South Australian Regional Organisation of Councils (SAROC), and to other stakeholders and partners in all tiers of government. The organisation strives to continue to provide and improve upon strong partnerships and a collaborative approach, with our other regional local government associations, stakeholders and tiers of government. These activities are coordinated and managed by our CEO Mr Simon Millcock. I wish to thank him for his committed, dedicated and consistent approach in the development and delivery of the of the goals and directions of the board.

I would like to acknowledge all the Board members and those who have committed time to the Advisory Committees in what has been a tumultuous year. Your valuable service to the communities and the region continues to provide much needed leadership into the future.

Mayor Peter Matthey OAM
Chairman Legatus Group

CEO Report

In 2019-2020 the Legatus Group undertook a series of research papers and completed or commenced projects associated with the Legatus Groups Strategic and Business Plans, Yorke Mid North Regional Plan, Regional Climate Change Sector Agreement and the SAROC Strategic and Business Plans. The effort this year was to identify key projects in these plans and ensure that engagement and data were to be the drivers for ongoing programs. This was designed to increase the level of interest from other possible partners and to secure increased funding for the region by ensuring alignment with grant programs.

There was a significant increase in interest in partnering with the Legatus Group which has seen the Legatus Group become one of only 2 South Australian Showcase regions for both the Smarter Regions Cooperative Research Centre submission and for the Hub and Spoke Regional Innovation Hub project. Coupled with the Legatus Group support has been securing for the region the 2020 Parks and Leisure SA/NT and Mainstreet SA Conferences.

This year included a number of successful grant applications which have been acquitted or reporting on accordingly with \$550,340 (75%) of the Legatus Group's income coming from outside membership fees. This has placed the Legatus Group in a solid financial position which is reflected in the forthcoming 2020 – 2021 business plan and budget.

This year saw my attendance and deliver of the agendas, minutes and reports to over 30 Legatus Group Board / Committee, Yorke Mid North Alliance and SAROC meetings whilst managing the delivery of several regional forums, workshops and webinars. Administration responsibilities included the added roles of Chairing the Regional LGA Executive Officers, Secretariat to the Murray Darling Association Region 8 and a member of LGA Functional Support Groups associated with COVID-19 reference groups.

There were a series of forums and workshops including the 2019 Legatus Group Road and Transport Forum (plus a further information session on the progress of Major Road works by DPTI) and the 2019 SA Community Wastewater Management Conference. These provided a valuable opportunity for increased knowledge for both Elected Members and Operational Staff for member councils.

In response to COVID-19 there was a digital preparedness webinar which included topics such as cyber security and a Tourism Recovery webinar. Both were developed specifically for the Legatus Group councils recognising the competing demands on operational staff and programs being run by the LGA and others.

Due to COVID-19 restrictions the planned Yorke Mid North Forum and SA Climate Ready Conference were cancelled after the planning had been completed. In their place were the successful 7 week series of webinars which included 23 presenters and over 250 people registered. These are a great resource for councils and can be found at: <https://legatus.sa.gov.au/regional-learning/>

The Drought played a significant role with input into the Future Drought Fund Consultative Committee and efforts to develop and identify a strategic approach to funding opportunities for the region. A working group was established and the delivery of a gap analysis on emerging themes for drought response and climate change resilience report <https://legatus.sa.gov.au/wp-content/uploads/2020/06/Drought-resilient-region-Gap-analysis-and-emerging-themes-report-v2.pdf> was completed. This is being used to position Legatus Group projects such as the Smart Irrigation for Public Spaces, Stormwater Harvesting and Reuse of Wastewater along with support for Wellbeing projects at a broader strategic level.

Whilst unsuccessful for funding of one of the two regional wellbeing officer roles via the LGA the Legatus Group was successful in securing a Local Government Information

Linkages and Capacity Building Program for an Inclusive and Accessible Tourism Experiences for the Yorke Peninsula project for 20/21.

Support has been provided to the Legatus Management Group for key presenters at their meetings and their dialogue around Local Government Risk Management and changes to Planning.

Partnerships have been strengthened in the year with regional and state-based State Govt agencies including: SA Water, DIPT, PIRSA, DIS and DHS. This has led to new programs and forums / workshops being held and or supported for our region. Further work is required in the health sector and offers to assist continue.

The following is a list of 2019/2020 Legatus Group reports and projects:

1. Rating Equity report (completed) <https://legatus.sa.gov.au/wp-content/uploads/2020/03/Rating-Equity-Impact-Assessment-Final-Report-03Feb20.pdf> Note that the Legatus Group supports the approach by SAROC seeking a commitment from the State Government in working with local government on amendments to rating policy with regards to electricity generators.
2. Visitor Information Services report (completed and formation of advisory group) <https://legatus.sa.gov.au/wp-content/uploads/2019/08/Legatus-Group-Tourism-Visitor-Information-Services-Report-July-2019-Final.pdf>
3. Regional Transport Industry Engagement report (complete) <https://legatus.sa.gov.au/wp-content/uploads/2020/06/Industry-Engagement-Document-.pdf>
4. Regional Sludge viability report (completed) <https://legatus.sa.gov.au/wp-content/uploads/2019/08/Final-Report-Draft-Legatus-Group-Sludge-Viability-Project-.pdf>

Legatus-Group-Sludge-Viability-Project-.pdf

5. Local Roads updated deficiency report (completed) <https://legatus.sa.gov.au/wp-content/uploads/2020/06/Regional-Transport-Plan-Road-Deficiency-Action-Plans-Apr-20-endorsed.pdf>
6. Coastal Management Action Plan (completed and Implementation project commenced) https://landscape.sa.gov.au/files/sharedassets/northern_and_yorke/coast_and_marineny_coastactionplan_final_050520.pdf
7. Creative Industries report (completed) <https://legatus.sa.gov.au/wp-content/uploads/2020/06/Final-Creative-Industries-Report-April-2020.pdf>
8. Youth in Music (commenced) <https://legatus.sa.gov.au/yim/>
9. Youth into Volunteering (report completed and projects commenced) <https://legatus.sa.gov.au/wp-content/uploads/2020/06/Final-Report-Youth-Volunteering-20-April-2020.pdf>
10. Brighter Futures –Project completed in Yongala, Mundoora, Balaklava, Crystal Brook and Jamestown and commenced with Orroroo Carrieton and Flinders Ranges.
11. CWMS (ongoing) with significant communication with CWMS staff, at the annual conference and in a series of communications sessions. The work has grown to have a state-wide scope and involves close collaboration with the LGA CWMS Manager. The work has focused on addressing the training needs, including for regulatory compliance; developing applications of new technology to equipment monitoring (in cooperation with

UniSA); undertaking research in to equipment selection and design criteria for new Schemes; and, advancing the concept of a biosolids composting plant to deal with CWMS sludge. More generally, the work is addressing the broader strategic aim of enhancing the governance of CWMS.

12. SA Regional Waste Management Strategy (commenced)
13. MoU and Strategic Research Action Plan established with University of SA and MoU established with the University of Adelaide
14. Reconciliation Action Research project (commenced)
15. Pitand Quarry Management report to SAROC (completed)
16. Restricted Access Vehicle Route Assessment Tool (completed and progressed to SAROC)

Benefits to constituent councils:

- Identify training needs for the Legatus Region Constituent Councils.
- Regional collaboration and priority setting and sharing of knowledge and resources in the areas outlined above.
- Delivery of regional strategic and business plans and annual work plans.
- Operate Legatus Group in accordance with legislative requirements and board policies and procedures.
- Well regarded by members and stakeholders as valid and relevant through regional collaboration and undertaking or supporting actions on

identified priorities.

- Identify regional priorities through collaboration with members and stakeholders and develop agreed actions and/or support.
- Advocate with a single and united voice and in partnership with other Regional LGA's.
- Fostering of economic, environmental and social sustainability through proactive, innovative, efficient and collaborative approaches to priority issues.

Benefits across the local government sector:

- Assistance with coordinating workshops and consultation sessions and improved regional delivery of LGA services.
- Identified and aided with regional and longer-term outcomes for Constituent Councils.
- Facilitates stronger regional collaboration on projects and areas for sharing of knowledge and services.
- Being able to undertake research projects on the needs specific to regional councils.

Observation:

This has been an extremely difficult year for all sectors of the community which is replicated in the local government sector. Working in isolation with increased workloads has been compounded with increased levels of anxiety and, as organisations we need to ensure the wellbeing occurs internally as well as with the support being provided to our communities.

The focus on securing data to assist in decision making and to assist with raising policy issues has seen continued constructive dialogue with Constituent Councils, Members of Parliament, Ministers, the Local Government Association SA, public servants and other regional stakeholders. The platform is in place to now expand on these reports and projects via tangible and constructive programs.

Simon Millcock
CEO Legatus Group

The Legatus Group Audit and Risk Committee summary of activities undertaken, and recommendations made during 2019 -2020.

The committee met on 4 occasions during 2019-2020 with the following attendance.

Date	No of Members Attending
22 Aug 2019	4
1 Nov 2019	3
13 March 2020	3
22 May 2020	4

Committee Member	No of Meetings Attended
Chairman Kathie Bowman	4
Mayor Denis Clark	2
Peter Ackland	4
Colin Byles	3
Ian McDonald	4

The following table sets out the principal issues addressed by the Committee for 2019-20 year.

Principal Issues Examined	Recommendations to
Financial Report	No issues, unqualified audit, adopted for the 18/19 financial year
Review of budget against actuals	Noted no issues and supported the allocation of the expenditure identified of carry over reserves and accumulated surplus for 20/21 business plan and budget
Review of work plan, internal controls	Work planned maintained and review undertaken of policies including 3 new policies (1) Working from Home (2) Agenda items and Meeting Presentations (3)Board Members Code of Conduct being adopted
Charter	Variations to charter supported re the 5.1 budget via report on ways to assist with streamlining the current charter and the process for seeking approval of the budget and its reviews
Business, Budget and Strategic Plan	Noted the development of the 2019-2020 business plan and budget and recommended streamlining of the presentation of current budget when reviewed
Membership	Recommendations to Board re membership of Audit Committee
Equity / reserves	Recommendations to Board on levels to be held

Chairman Kathy Bowman
Chairman Legatus Group Audit and Risk Management Committee

Financial Statement

The financial statement for the year ending 30 June 2019 was presented at the 4 September 2020 Legatus Group AGM. The Legatus Group Charter requires that the AGM receive the audited financial statement for the preceding financial year.

The 2019/2020 Legatus Group audited annual financial report was undertaken by Dean Newberry and Partners. This report was prepared by Mr Sean Cheriton The Flinders Ranges Council Acting Finance and Administration Manager and was an agenda item at the Legatus Group Audit and Risk Committee meeting held on 21 August 2020. This meeting endorsed the Legatus Group annual financial statement for the year ending 30 June 2019 as presenting a fair view of the state of the financial affairs of the Legatus Group and that the board adopt the annual financial statement. The meeting also recommended that the Legatus Group retain Dean Newberry and Partners as Auditors for the year end 30 June 2021.

The reports and statements form part of the Legatus Group Annual Report and will be distributed to Constituent Councils for inclusion with their own annual reporting requirements.

The regulations also require that on an annual basis, the Chief Executive Officer of each Constituent Council, the Legatus Group Chair and the Chair of the Audit Committee provide a statement of certification that the auditor is independent of the subsidiary. This has been completed.

FINANCIAL STATEMENTS FOR YEAR ENDED 30 JUNE 2020



Port Pirie Regional Council

General Purpose Financial Reports

for the year ended 30 June 2020

Table of Contents

	<u>Page</u>
Council Certificate	70
Principal Financial Statements	
Statement of Comprehensive Income	71
Statement of Financial Position	72
Statement of Changes in Equity	73
Statement of Cash Flows	74
Notes to, and forming part of, the Principal Financial Statements	
Note 1 - Significant Accounting Policies	75
Note 2 - Income	82
Note 3 - Expenses	84
Note 4 - Asset Disposal & Fair Value Adjustments	86
Note 5 - Current Assets	87
Note 6 - Non-Current Assets	88
Note 7 - Infrastructure, Property, Plant & Equipment & Investment Property	89
Note 8 - Liabilities	94
Note 9 - Reserves	95
Note 10 - Reconciliation of Cash Flow Statement	96
Note 11 - Functions	97
Note 12 - Financial Instruments	98
Note 13 - Expenditure Commitments	100
Note 14 - Financial Indicators	101
Note 15 - Uniform Presentation of Finances	102
Note 16 - Operating Leases	103
Note 17 - Superannuation	104
Note 18 - Assets & Liabilities not Recognised	105
Note 19 - Events Occurring After Reporting Date	106
Note 20 - Related Party Transactions	107
Audit Report - Financial Statements	108
Audit Report - Internal Controls	109
Council Certificate of Audit Independence	110
Audit Certificate of Audit Independence	111

**Port Pirie Regional Council
Annual Financial Statements
for the year ended 30 June 2020**

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 2020 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.



.....
Mr Peter Ackland
CHIEF EXECUTIVE OFFICER



.....
Mr Leon Stephens
MAYOR

Date: 13th October 2020

Port Pirie Regional Council
Statement of Comprehensive Income
for the year ended 30 June 2020

	Notes	2020 \$'000	2019 \$'000
INCOME			
Rates	2	18,956	18,415
Statutory charges	2	317	280
User charges	2	1,447	1,641
Grants, subsidies and contributions	2	6,427	6,945
Investment income	2	31	27
Reimbursements	2	541	614
Other income	2	67	134
Total Income		27,786	28,056
EXPENSES			
Employee costs	3	7,876	7,825
Materials, contracts & other expenses	3	11,057	12,925
Depreciation, amortisation & impairment	3	7,349	7,010
Finance costs	3	340	538
Total Expenses		26,622	28,298
OPERATING SURPLUS / (DEFICIT)		1,164	(242)
Asset disposal & fair value adjustments	4	(737)	(1,389)
Amounts received specifically for new or upgraded assets	2	104	2,074
Physical resources gifted free of charge	2	(390)	-
Physical resources received free of charge	2	37	298
NET SURPLUS / (DEFICIT) (transferred to Equity Statement)		178	741
Other Comprehensive Income			
Changes in revaluation surplus - infrastructure, property, plant & equipment	9	141	(2,294)
Total Other Comprehensive Income		141	(2,294)
TOTAL COMPREHENSIVE INCOME		319	(1,553)

This Statement is to be read in conjunction with the attached Notes.

Port Pirie Regional Council
Statement of Financial Position
as at 30 June 2020

		2020	2019
	Notes	\$'000	\$'000
ASSETS			
Current Assets			
Cash and cash equivalents	5	1,054	1,470
Trade & other receivables	5	1,725	1,532
Inventories	5	18	17
Total Current Assets		2,797	3,019
Non-current Assets			
Financial assets	6	88	141
Infrastructure, property, plant & equipment	7	261,644	265,656
Other non-current assets	6	683	156
Total Non-current Assets		262,415	265,953
Total Assets		265,212	268,972
LIABILITIES			
Current Liabilities			
Trade & other payables	8	1,078	1,614
Borrowings	8	1,455	1,433
Provisions	8	1,897	1,714
Total Current Liabilities		4,430	4,761
Non-current Liabilities			
Borrowings	8	9,040	12,845
Provisions	8	170	113
Total Non-current Liabilities		9,210	12,958
Total Liabilities		13,640	17,719
NET ASSETS		251,572	251,253
EQUITY			
Accumulated Surplus		67,440	67,440
Asset Revaluation Reserves	9	182,505	182,364
Other Reserves	9	1,627	1,449
TOTAL EQUITY		251,572	251,253

This Statement is to be read in conjunction with the attached Notes.

Port Pirie Regional Council
Statement of Changes in Equity
for the year ended 30 June 2020

		Acc'd Surplus	Asset Rev'n Reserve	Other Reserves	TOTAL EQUITY
2020	Notes	\$'000	\$'000	\$'000	\$'000
Balance at end of previous reporting period		67,440	182,364	1,449	251,253
Net Surplus / (Deficit) for Year		178	-	-	178
Other Comprehensive Income					
Gain on revaluation of infrastructure, property, plant & equipment		-	141	-	141
Transfers between reserves		(178)		178	-
Balance at end of period	9	<u>67,440</u>	<u>182,505</u>	<u>1,627</u>	<u>251,572</u>
		Acc'd Surplus	Asset Rev'n Reserve	Other Reserves	TOTAL EQUITY
2019	Notes	\$'000	\$'000	\$'000	\$'000
Balance at end of previous reporting period		66,699	184,658	1,449	252,806
Net Surplus / (Deficit) for Year		741	-	-	741
Other Comprehensive Income					
Changes in revaluation surplus - infrastructure, property, plant & equipment		-	(2,294)	-	(2,294)
Balance at end of period	9	<u>67,440</u>	<u>182,364</u>	<u>1,449</u>	<u>251,253</u>

This Statement is to be read in conjunction with the attached Notes

Port Pirie Regional Council
Statement of Cash Flows
for the year ended 30 June 2020

		2020	2019
	Notes	\$'000	\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
<i>Receipts:</i>			
Rates - general & other		18,797	18,519
Fees & other charges		349	302
User charges		1,711	1,598
Investment receipts		58	2
Grants utilised for operating purposes		6,556	7,466
Reimbursements		584	675
Other revenues		979	1,629
<i>Payments:</i>			
Employee costs		(8,046)	(7,748)
Materials, contracts & other expenses		(12,698)	(14,559)
Finance payments		(410)	(459)
Net Cash provided by (or used in) Operating Activities		7,880	7,425
CASH FLOWS FROM INVESTING ACTIVITIES			
<i>Receipts:</i>			
Amounts specifically for new or upgraded assets		104	3,176
Sale of replaced assets		137	198
Sale of surplus assets		55	180
Repayments of loans by community groups		54	49
<i>Payments:</i>			
Expenditure on renewal/replacement of assets		(4,046)	(6,305)
Expenditure on new/upgraded assets		(817)	(8,392)
Net Cash provided by (or used in) Investing Activities		(4,513)	(11,094)
CASH FLOWS FROM FINANCING ACTIVITIES			
<i>Receipts:</i>			
Proceeds from borrowings		-	4,442
<i>Payments:</i>			
Repayments of borrowings		(3,350)	(412)
Repayment of lease liabilities		(433)	-
Net Cash provided by (or used in) Financing Activities		(3,783)	4,030
Net Increase (Decrease) in cash held		(416)	361
Cash & cash equivalents at beginning of period	10	1,470	1,109
Cash & cash equivalents at end of period	10	1,054	1,470

This Statement is to be read in conjunction with the attached Notes

Port Pirie Regional Council

Notes to and forming part of the Financial Statements

for the year ended 30 June 2020

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 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 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 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 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

Port Pirie Regional Council is incorporated under the SA Local Government Act 1999 and has its principal place of business at 115 Ellen Street Port Pirie SA 5540. 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.

Trust monies and property held by Council but subject to the control of other persons have been excluded from these reports.

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 grants) has varied from the annual allocation as shown in the table below:

Port Pirie Regional Council

Notes to and forming part of the Financial Statements

for the year ended 30 June 2020

Note 1 - SIGNIFICANT ACCOUNTING POLICIES (con't)

	Cash Payment Received	Annual Allocation	Difference	
2016-17	\$6,622,521	\$4,372,264	+	\$2,250,257
2017-18	\$5,013,445	\$4,910,495	+	\$102,950
2018-19	\$5,094,952	\$4,483,968	+	\$610,984
2019-20	\$4,645,907	\$4,486,976	+	\$158,931

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 14 has also been calculated after adjusting for the distortions resulting from the differences between the actual grants received and the grants entitlements allocated.

3.1 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.

AASB 7 Financial Instruments - Disclosures and AASB 9 Financial Instruments commenced from 1 July 2018 and have the effect that non-contractual receivables (e.g. rates & charges) are now treated as financial instruments. Although the disclosures made in Note 14 Financial Instruments have changed, there are no changes to the amounts disclosed.

All financial instruments are recognised at fair value at the date of recognition. A detailed statement of the accounting policies applied to financial instruments also form part of Note 14.

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.

Port Pirie Regional Council

Notes to and forming part of the Financial Statements

for the year ended 30 June 2020

Note 1 - SIGNIFICANT ACCOUNTING POLICIES (con't)

6 Infrastructure, Property, Plant & Equipment

6.1 Land under roads

Council has elected not to recognise land under roads acquired prior to 1 July 2008 as an asset in accordance with AASB 1051 Land under Roads. Land under roads acquired after 30 June 2008 has not been recognised as in the opinion of Council it is not possible to reliably attribute a fair value, and further that such value if determined would be immaterial.

6.2 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.

Capital works still in progress at balance date are recognised as other non-current assets and transferred to infrastructure, property, plant & equipment when completed ready for use.

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

6.4 Subsequent Recognition

All material asset classes are revalued on a regular basis such that the carrying values are not materially different from fair value. For infrastructure and other asset classes where no active market exists, fair value is determined to be the current replacement cost of an asset less, where applicable, accumulated depreciation calculated on the basis of such cost to reflect the already consumed or expired future economic benefits of the asset. Further detail of existing valuations, methods and valuers are provided at Note 7.

6.5 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.

Major depreciation periods for each class of asset are shown in Note 7. 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.

Port Pirie Regional Council

Notes to and forming part of the Financial Statements

for the year ended 30 June 2020

Note 1 - SIGNIFICANT ACCOUNTING POLICIES (con't)

6.6 Impairment

Assets that have an indefinite useful life are not subject to depreciation and are reviewed annually for impairment. Assets carried at fair value 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 assessed for impairment.

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 outflows 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.

6.7 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 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

Loans 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 carried at their nominal amounts; interest revenues foregone by the lender effectively being a reduction of interest expense in the period to which it relates.

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 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.

Weighted average discount rate	0.09% (2019, 1.01%)
Weighted average settlement period	1 year (2019, 1 year)

Port Pirie Regional Council

Notes to and forming part of the Financial Statements

for the year ended 30 June 2020

Note 1 - SIGNIFICANT ACCOUNTING POLICIES (con't)

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 is liable to pay untaken sick leave for employees who commenced employment prior to 1995.

9.2 Superannuation

The Council makes employer superannuation contributions in respect of its employees to the Local Government Superannuation Scheme. The Scheme has two types of membership, each of which is funded differently. No changes in accounting policy have occurred during either the current or previous reporting periods. Details of the accounting policies applied and Council's involvement with the schemes are reported in Note 17.

10 Leases

Accounting Policy applicable for the year ending 30 June 2019 (comparatives):

Lease arrangements have been accounted for in accordance with Australian Accounting Standard AASB 117.

In respect of operating leases, where the lessor substantially retains all of the risks and benefits incident to ownership of the leased items, lease payments are charged to expense over the lease term.

Accounting policy applicable from 01 July 2019:

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.

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:

- Plant and equipment 3 to 5 years
- Computers 3 to 5 years

Port Pirie Regional Council

Notes to and forming part of the Financial Statements

for the year ended 30 June 2020

Note 1 - SIGNIFICANT ACCOUNTING POLICIES (con't)

The right-of-use assets are also subject to impairment. Refer to the accounting policies in section (s) 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.

11 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.

12 New and amended standards and interpretations

Adoption of AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities:

The Council applied AASB 15 and AASB 1058, for the first time from 1 July 2019. AASB 1058 clarifies and simplifies the income recognition requirements that apply to not-for-profit (NFP) entities, in conjunction with AASB 15. These Standards supersede the NFP income recognition requirements previously in AASB 1004 Contributions (with the exception of certain matters relating to public sector NFP entities) as well as current revenue recognition guidance including AASB 118 Revenue, AASB 111 Construction Contracts and the related Interpretations. The timing of income recognition depends on whether such a transaction gives rise to a liability or other performance obligation (a promise to transfer a good or service). Details of the accounting policy adopted for these standards can be found in section 10 of this note. The Council has elected to adopt the modified retrospective method on transition to the new standards with an initial application date of 1 July 2019. The cumulative effect of initially applying AASB 15 and AASB 1058 is recognised at the date of initial application as an adjustment to the opening balance of Accumulated Surplus. Therefore, the comparative information was not restated and continues to be reported under AASB 111, AASB 118, AASB 1004 and related Interpretations.

The Council has determined the impact of the new standards will mainly impact the timing of revenue recognition in relation to special purpose grants. These grants are provided to the Council to construct or acquire an asset to be controlled by the Council. They are accounted for under AASB 1058 and as such, amounts received in relation to these grants are recorded as a liability "Amounts in Advance" and recorded in revenue as the asset is constructed.

Port Pirie Regional Council

Notes to and forming part of the Financial Statements

for the year ended 30 June 2020

Note 1 - SIGNIFICANT ACCOUNTING POLICIES (con't)

There was no impact of adopting the new standards as at 1 July 2019.

Set out below are the amounts by which each financial statement line item is affected as at and for the year ended 30 June 2020 as a result of the adoption of AASB 15 and AASB 1058.

The first column shows amounts prepared under AASB 15 and AASB 1058 and the second column shows what the amounts would have been had AASB 15 and AASB 1058 not been adopted:

	Amounts prepared under AASB 15/1058 Previous AAS:	
	\$'000	\$'000
Grants, subsidies and contributions	\$0	\$0

Adoption of AASB 16 Leases (AASB 16)

AASB 16 Leases, which will commence from 1 July 2019, requires that the right of use conveyed by leasing contracts - except leases with a maximum term of 12 months and leases for low-value assets - be recognised as a form of Infrastructure, Property, Plant and Equipment, and that the lease liability be disclosed as a liability. At 30 June 2019, Council has no leases to which this treatment will need to be applied.

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 2 - INCOME

	Notes	2020 \$'000	2019 \$'000
RATES REVENUES			
<u>General Rates</u>		16,637	16,141
Less: Mandatory rebates		(404)	(377)
Less: Discretionary rebates, remissions & write offs		(43)	(34)
		<u>16,190</u>	<u>15,730</u>
<u>Other Rates</u> (including service charges)			
Natural Resource Management levy		427	413
Waste collection		2,039	1,909
Community wastewater management systems		186	180
		<u>2,652</u>	<u>2,502</u>
<u>Other Charges</u>			
Penalties for late payment		98	135
Legal & other costs recovered		46	54
		<u>144</u>	<u>189</u>
Less: Discretionary rebates, remissions & write offs		(30)	(6)
		<u>18,956</u>	<u>18,415</u>
STATUTORY CHARGES			
Development Act fees		58	72
Town planning fees		97	66
Health & Septic Tank Inspection fees		5	2
Animal registration fees & fines		152	106
Parking fines / expiation fees		2	12
Environment control fines		3	22
		<u>317</u>	<u>280</u>
USER CHARGES			
Cemetery fees		156	155
Waste Disposal		1,008	1,059
Lease/Rental Fees		82	119
Sport/Recreation and Hall Hire Fees		83	104
Tourism (including Special Events)		56	125
Aerodrome user fees		36	36
Library and IT Centre		21	29
Sundry		5	14
		<u>1,447</u>	<u>1,641</u>

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 2 - INCOME (con't)

	2020	2019
INVESTMENT INCOME	Notes	\$'000
Interest on investments:		
Local Government Finance Authority	16	11
Banks & other	5	5
Loans to community groups	10	11
	<u>31</u>	<u>27</u>
REIMBURSEMENTS		
Insurance Claims & Related Recoupments	26	31
Outside Parties Inc Government Departments	408	417
Private Works	10	29
Workers Compensation	69	113
Other Reimbursements	28	24
	<u>541</u>	<u>614</u>
OTHER INCOME		
Contributions from Outside Parties	26	63
Sundry	41	71
	<u>67</u>	<u>134</u>
GRANTS, SUBSIDIES, CONTRIBUTIONS		
Amounts received specifically for new or upgraded assets	104	2,074
Other grants, subsidies and contributions	6,427	6,945
	<u>6,531</u>	<u>9,019</u>
<i>The functions to which these grants relate are shown in Note 12.</i>		
Sources of grants		
Commonwealth government	908	2,000
State government	5,477	7,019
Other	146	-
	<u>6,531</u>	<u>9,019</u>
PHYSICAL RESOURCES RECEIVED OR GIFTED FREE OF CHARGE		
Buildings - Assets received free of charge	-	298
Drought Funding Projects in 19/20 - Assets gifted	(390)	-
Stormwater Drainage - Assets received free of charge	37	-
TOTAL PHYSICAL RESOURCES RECEIVED	<u>(353)</u>	<u>298</u>

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 3 - EXPENSE

	Notes	2020 \$'000	2019 \$'000
EMPLOYEE COSTS			
Salaries and Wages		6,323	6,242
Employee leave expense		804	878
Superannuation - defined contribution plan contributions	17	568	566
Superannuation - defined benefit plan contributions	17	119	116
Workers' Compensation Insurance		264	232
Less: Capitalised and distributed costs		(202)	(209)
Total Operating Employee Costs		7,876	7,825
 Total Number of Employees		 87	 89
<i>(Full time equivalent at end of reporting period)</i>			
MATERIALS, CONTRACTS & OTHER EXPENSES			
<u>Prescribed Expenses</u>			
Auditor's Remuneration			
- Auditing the financial reports		15	15
Bad and Doubtful Debts		28	23
Elected members' expenses		228	257
Election expenses		6	86
Operating Lease Rentals - non-cancellable leases			
- minimum lease payments	16	73	73
Subtotal - Prescribed Expenses		350	454
<u>Other Materials, Contracts & Expenses</u>			
Advertising/Printing/Postage/Freight		161	257
Building Materials, Repairs & Maintenance		102	97
Consultants		378	461
Contractors - Trades		99	224
Contractors - Works		745	1,570
Contractors - Other		1,337	1,809
Contributions and Donations		444	478
Fuels and Oils		220	278
Insurances and Registrations - Inc Plant		728	551
IT Software/Licensing and Hardware/Consumables		338	307
Legal Fees		118	166
Levies paid to government - NRM levy		428	417
Materials		384	669
Minor Tools/Plant and Equipment		50	57
Office Supplies, Subscriptions and Telephone/Internet		223	230
Other Levies/Taxes/Bank Charges		123	132
Plant Repairs & Maintenance		469	620
Training & Development		107	236
Utilities - Water, Power and Gas		1,984	1,748
Waste Management Contracts		2,160	2,049
Sundry		109	115
Subtotal - Other Materials, Contracts & Expenses		10,707	12,471
		11,057	12,925

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 3 - EXPENSE (con't)

	2020	2019
Notes	\$'000	\$'000
DEPRECIATION, AMORTISATION & IMPAIRMENT		
Depreciation		
Buildings - Level 2	74	73
Buildings - Level 3	1,168	850
Structures/Site Improvements - Level 2	11	11
Structures/Site Improvements - Level 3	977	934
Roads	2,841	2,918
Kerbing	566	562
Footpaths	209	209
Bridges	62	60
Marine	144	165
Road Ancillary	133	132
Stormwater Drainage	454	454
CWMS	97	97
Equipment	603	584
Furniture & Fittings	61	21
	<u>7,400</u>	<u>7,070</u>
Less: Capitalised and distributed costs	<u>(51)</u>	<u>(60)</u>
	<u>7,349</u>	<u>7,010</u>
FINANCE COSTS		
LGFA Cash Advance Facility Overdraft Interest	269	420
LGFA Interest on Fixed Term Loans	71	118
	<u>340</u>	<u>538</u>

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 4 - ASSET DISPOSALS AND FAIR VALUE ADJUSTMENTS

	2020	2019
Notes	\$'000	\$'000
INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT		
<i>Assets renewed or directly replaced</i>		
Proceeds from disposal	100	198
Less: Carrying amount of assets sold	824	1,408
Gain (Loss) on disposal	(724)	(1,210)
<i>Assets surplus to requirements</i>		
Proceeds from disposal	55	180
Less: Carrying amount of assets sold	68	359
Gain (Loss) on disposal	(13)	(179)
NET GAIN (LOSS) ON DISPOSAL OR REVALUATION OF ASSETS	(737)	(1,389)

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 5 - CURRENT ASSETS

	2020	2019
	Notes	\$'000
CASH & EQUIVALENT ASSETS		
Cash on Hand and at Bank	54	151
Deposits at Call	1,000	1,319
	1,054	1,470
TRADE & OTHER RECEIVABLES		
Rates - General & Other	1,315	1,156
Accrued Revenues	7	34
Debtors - general	262	412
GST Recoupment	354	114
Prepayments	23	24
Loans to community organisations	52	53
Total	2,013	1,793
Less: Allowance for Doubtful Debts	288	261
	1,725	1,532
INVENTORIES		
Stores & Materials	6	7
Trading Stock	12	10
	18	17

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 6 - NON-CURRENT ASSETS

		2020	2019
	Notes	\$'000	\$'000
FINANCIAL ASSETS			
Receivables			
Loans to community organisations		88	141
		<u>88</u>	<u>141</u>
OTHER NON-CURRENT ASSETS			
Inventories			
Capital Works-in-Progress		683	156
		<u>683</u>	<u>156</u>

for the year ended 30 June 2020

Port Pirie Regional Council
Annual Report 2019 / 2020

This Note continues on the following pages

Port Pirie Regional Council Notes to and forming part of the Financial Statements for the year ended 30 June 2020

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT (cont)

	2019	CARRYING AMOUNT MOVEMENTS DURING YEAR							2020
	\$'000	\$'000							\$'000
	Carrying Amount	Additions		Disposals	Dep'n	Transfers		Net Reval'n	Carrying Amount
		New / Upgrade	Renewals			In	Out		
Land - Level 2	1,649	-	-	-	-	-	-	-	1,649
Land - Level 3	27,025	-	-	(63)	-	-	-	-	26,962
Buildings - Level 2	2,729	-	67	(59)	(74)	-	-	-	2,663
Buildings - Level 3	34,529	147	657	(401)	(1,168)	-	-	-	33,764
Structures/Site Improvements - Level 2	268	-	-	-	(11)	-	-	-	257
Structures/Site Improvements - Level 3	29,236	233	270	(44)	(977)	-	-	-	28,718
Roads	86,263	73	1,593	(158)	(2,841)	-	-	-	84,930
Kerbing	33,135	130	130	(58)	(566)	-	-	-	32,771
Footpaths	11,057	69	84	(9)	(209)	-	-	-	10,992
Bridges	2,291	-	-	-	(62)	-	-	-	2,370
Marine	3,678	-	-	-	(144)	-	-	-	3,534
Road Ancillary	4,630	34	22	-	(133)	-	-	-	4,553
Stormwater Drainage	21,198	70	66	-	(454)	-	-	-	20,880
CWMS	2,633	5	-	-	(97)	-	-	-	2,541
Equipment	4,694	56	432	(100)	(603)	-	-	-	4,479
Furniture & Fittings	641	-	3	-	(61)	-	-	-	583
Total IPP&E	265,656	817	3,324	(892)	(7,400)	-	-	141	261,646
Comparatives	244,545	25,969	6,275	(1,768)	(7,070)	656	(656)	(2,294)	265,656

This note continues on the following pages.

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020
Note 7 (con't) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

Valuation of Assets

General Valuation Principles

Accounting procedure: 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, fair value is taken to be the current replacement cost.

Highest and best use: 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.

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.

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.

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.

Port Pirie Regional Council
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
for the year ended 30 June 2020

Note 7 (con't) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

Capitalisation thresholds used by Council for a representative range of assets are shown below. No capitalisation threshold is applied to the acquisition of land or interests in land.

Buildings, Structures and Site Improvements	\$5,000
Road Infrastructure	\$10,000
Stormwater Drainage, CWMS	\$5,000
Plant, Machinery, Fleet	\$5,000
Minor Plant, Loose Tools	\$2,000
Office Furniture, Equipment	\$2,000

Estimated Useful Lives: Useful lives are estimated for each individual asset. In estimating useful lives, regard is had to technical and commercial obsolescence, as well as legal and other limitations on continued use. The range of useful lives for a representative range of assets is shown below, although individual assets may have an estimated total useful life of greater or lesser amount:

Buildings	30 to 120 years
Building Components	15 to 50 years
Structures	20 to 100 years
Site Improvements	5 to 100 years
Sealed Roads – Pavement	20 to 100 years
Sealed Roads - Surface	17 to 40 years
Sealed Roads – Formation	Indefinite
Unsealed Roads - Surface	12 to 20 years
Unsealed Roads – Formation	Indefinite
Kerbing	80 years
Footpaths	30 to 40 years
Bridges	60 to 100 years
Stormwater Drainage	25 to 100 years
CWMS	20 to 80 years
Major Plant	4 to 20 years
Minor Plant	5 to 10 years
Fleet	2 to 5 years
ICT Equipment	5 to 10 years
Other Equipment	10 to 20 years
Furniture and Fittings	10 to 40 years

Port Pirie Regional Council
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
for the year ended 30 June 2020

Note 7 (con't) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

Land & Land Improvements

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.

Freehold land and land over which Council has control, but does not have title, is recognised on the cost basis. No capitalisation threshold is applied to the acquisition of land or interests in land.

Estimated future costs of reinstatement of land, capitalised in accordance with AASB 116.16 (c), are reviewed annually (see Note 1) and depreciated over the estimated remaining life of the relevant asset. Level 2 and Level 3 fair value hierarchy of land were determined by Opteon (SA) Pty Ltd as at 1 July 2017.

Buildings, Structures and Site Improvements

Buildings, structures and site improvements were valued by Opteon (SA) Pty Ltd and Tonkin Consulting as at 1 July 2017 on the basis of Depreciated Replacement cost and Market Value (where applicable). All acquisitions made after the respective dates of valuation are recorded at cost. Level 2 and Level 3 fair value hierarchy of buildings, structures and site improvements were determined by Opteon (SA) Pty Ltd and Tonkin Consulting.

Marine Assets were valued by Asset Engineering at written down current replacement cost during the reporting period ended 30 June 2018.

Infrastructure

Road, kerbing and footpath assets were valued by Tonkin Consulting at written down current replacement cost during the reporting period ended 30 June 2017. All acquisitions made after the respective dates of valuation are recorded at cost.

Road ancillary assets were valued by Tonkin Consulting at written down current replacement cost during the reporting period ended 30 June 2017. All acquisitions made after the respective dates of valuation are recorded at cost.

Bridge assets were valued by Mace Engineering Services at written down current replacement cost as at 1 July 2019. All acquisitions made after the respective dates of valuation are recorded at cost.

Stormwater drainage infrastructure was valued by Tonkin Consulting at written down current replacement cost as at 1 July 2018. All acquisitions made after the respective dates of valuation are recorded at cost.

Community wastewater management system infrastructure was valued by Tonkin Consulting at written down current replacement cost as at 1 July 2018. All acquisitions made after the respective dates of valuation are recorded at cost.

Plant, Furniture, Equipment and Other Assets

These assets are recognised on the cost basis.

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 8 - LIABILITIES

		2020		2019	
		\$'000		\$'000	
TRADE & OTHER PAYABLES	Notes	Current	Non-current	Current	Non-current
Goods & Services		722	-	889	-
Payments received in advance		-	-	31	-
Accrued expenses - employee entitlements		177	-	445	-
Accrued expenses - other		179	-	249	-
		<u>1,078</u>	<u>-</u>	<u>1,614</u>	<u>-</u>
BORROWINGS					
LGFA Cash Advance Debenture		1,000	7,650	1,000	11,000
LGFA Loans		455	1,390	433	1,845
		<u>1,455</u>	<u>9,040</u>	<u>1,433</u>	<u>12,845</u>
PROVISIONS					
Employee Annual Leave Entitlements (inc oncosts)		871	-	773	-
Employee LSL Entitlement (inc oncosts)		1,026	170	941	113
		<u>1,897</u>	<u>170</u>	<u>1,714</u>	<u>113</u>

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

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 9 - RESERVES

ASSET REVALUATION RESERVE	1/7/2019	Net Increments/ (Decrements)	Transfers, Impairments	30/6/2020
Notes	\$'000	\$'000	\$'000	\$'000
Land	23,736	-	-	23,736
Buildings	9,338	-	-	9,338
Structures/Site Improvements	8,734	-	-	8,734
Roads	75,821	-	-	75,821
Kerbing	29,052	-	-	29,052
Footpaths	9,414	-	-	9,414
Bridges	1,934	141	-	2,075
Marine	3,704	-	-	3,704
Road Ancillary	4,464	-	-	4,464
Stormwater Drainage	14,033	-	-	14,033
CWMS	2,134	-	-	2,134
TOTAL	182,364	141	-	182,505
Comparatives	184,658	(2,294)		182,364

OTHER RESERVES	1/7/2019	Transfers to Reserve	Transfers from Reserve	30/6/2020
Crystal Brook CWMS	806	62	-	868
Napperby CWMS	102	29	-	131
Fishermans Wharf	35	6	-	41
Unspent Grants	506	-	(60)	446
Economic Development	-	141	-	141
TOTAL OTHER RESERVES	1,449	238	(60)	1,627
Comparatives	1,449	70	(70)	1,449

PURPOSES OF RESERVES

Asset Revaluation Reserve

Increments/Decrements from changes in fair value of non-current assets (less impairment where applicable)

Community Wastewater Management Scheme (CWMS) Reserves

Balance from operations of CWMS to provide for major maintenance program, repairs and capital replacement.

Fishermans Wharf Reserve

Mooring fees used to provide future capital works to this area.

Grant Funds Reserve

Major Grants held for expenditure in future

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 10 - 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:

	2020	2019
	Notes	\$'000
Total cash & equivalent assets	5	1,054
Balances per Cash Flow Statement		1,470

(b) Reconciliation of Change in Net Assets to Cash from Operating Activities

Net Surplus (Deficit)	178	741
Non-cash items in Income Statement		
Depreciation, amortisation & impairment	7,349	7,010
Net increase (decrease) in unpaid employee benefits	(170)	77
Premiums & discounts recognised & unwound	-	23
Change in allowances for under-recovery	27	23
Non-cash asset acquisitions	353	(298)
Grants for capital acquisitions treated as Investing Activity	(104)	(2,074)
Net (Gain) Loss on Disposals	737	1,389
	8,370	6,891
Add (Less): Changes in Net Current Assets		
Net (increase) decrease in receivables	(221)	101
Net (increase) decrease in inventories	(1)	3
Net increase (decrease) in trade & other payables	(268)	430
Net Cash provided by (or used in) operations	7,880	7,425

(c) Non-Cash Financing and Investing Activities

Acquisition of assets by means of:

Physical resources received free of charge	2	(353)	298
Amounts recognised in Income Statement		(353)	298

(d) Financing Arrangements

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

Corporate Credit Cards	25	23
LGFA Cash Advance Debenture facility	19,000	19,000

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

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 11 - FUNCTIONS

INCOMES, EXPENSES AND ASSETS HAVE BEEN DIRECTLY ATTRIBUTED TO THE FOLLOWING FUNCTIONS & ACTIVITIES

	INCOME		EXPENSES		OPERATING SURPLUS (DEFICIT)		GRANTS INCLUDED IN INCOME		TOTAL ASSETS HELD (CURRENT & NON-CURRENT)	
	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL				
	2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000
Business Undertakings	23	48	244	293	(221)	(245)	-	-	2,612	3,849
Community Services	329	465	1,546	1,518	(1,217)	(1,053)	51	99	238	9,160
Culture	85	128	1,305	1,285	(1,220)	(1,157)	55	95	257	9,400
Economic Development	67	141	1,096	1,220	(1,029)	(1,079)	-	-	15	5,634
Environment	1,227	1,119	6,253	6,737	(5,026)	(5,618)	54	147	20,858	25,599
Recreation	184	283	4,712	3,369	(4,528)	(3,086)	60	2,060	3,952	71,212
Regulatory Services	328	278	1,403	1,483	(1,075)	(1,205)	-	-	-	-
Transport & Communication	36	68	5,251	5,828	(5,215)	(5,760)	1,619	1,990	135,615	124,624
Plant Hire & Depot/Indirect	118	132	801	858	(683)	(726)	-	-	97,706	5,294
Unclassified Activities	131	149	819	2,713	(688)	(2,564)	-	-	-	8,468
Governance	-	10	1,216	1,168	(1,216)	(1,158)	-	-	-	-
Council Administration	176	168	1,976	1,826	(1,800)	(1,658)	-	-	3,959	5,732
Special Revenues	25,082	25,067	-	-	25,082	25,067	4,692	4,628	-	-
TOTALS	27,786	28,056	26,622	28,298	1,164	(242)	6,531	9,019	265,212	268,972

The activities relating to Council functions are as follows:

Business Undertakings

Caravan Park, Private Works and Community Waste Management Systems (CWMS).

Community Services

Crime Prevention, Fire Prevention, Health Services, Senior Citizens, Community Development, Aged Services, Community Transport, Community Assistance, Community Amenities, Bus Shelters, Cemeteries and Public Conveniences.

Culture

Library Services, Mobile Libraries, Art Galleries and Other Cultural Services.

Economic Development

Tourism and Arts Centre, Tourism and Community Events and Other Economic Development.

Environment

Waste Collection, Waste Disposal, Waste Management, Marine, Environment Protection, Stormwater Drainage, Street Cleaning, Street Lighting, Streetscaping, Natural Resource Management Levy and Other Environment.

Recreation

Parks and Gardens, Outdoor Sport Facilities, Indoor Sport Facilities, Jetties, Other Marine Facilities, Swimming Centres – Indoor, Swimming Centres – Outdoor, and Other Recreation.

Regulatory Services

Dog and Cat Control, Building Control, Town Planning, Litter Control, Health Inspection, Parking Control and Other Regulatory Services.

Transport

Aerodrome, Bridges, Bus Service, Footpaths and Kerbing, Roads – sealed, Roads – formed, Roads – natural formed, Roads – unformed, Traffic Management and Other Transport.

Plant Hire, Depot and Indirect

Plant and Machinery, Depot and Indirect Works.

Unclassified Activities

Other Property, Loans and Interest.

Council Administration

Administration NEC, Elected Members, Organisational, Risk/OHSW, Finance, Payroll, People and Culture, Information Technology, Communication, Rates Administration, Records, Contract Management, Customer Service, Other Support Services, Revenues, LGGC – General Purpose, and Separate and Special Rates.

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 12 - FINANCIAL INSTRUMENTS

All financial instruments are categorised as *loans and receivables*.

Accounting Policies - Recognised Financial Instruments

Bank, Deposits at Call, Short Term Deposits	<p>Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost, interest is recognised when earned</p> <p>Terms & conditions: Deposits are returning fixed interest rates between 0.45% and 1.25% (2019: 1.25% and 1.50%). Short term deposits have an average maturity of 30 days and an average interest rates of 1.00% (2019: 30 days, 1.50%).</p> <p>Carrying amount: approximates fair value due to the short term to maturity.</p>
Receivables - Rates & Associated Charges	<p>Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method</p> <p>Terms & conditions: Secured over the subject land, arrears attract interest of 2% (2019: 2%) Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
Receivables - Fees & other charges	<p>Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method</p> <p>Terms & conditions: Unsecured, and do not bear interest. Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries.</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
Receivables - other levels of government	<p>Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.</p> <p>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.</p> <p>Carrying amount: approximates fair value.</p>
Liabilities - Creditors and Accruals	<p>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.</p> <p>Terms & conditions: Liabilities are normally settled on 30 day terms.</p> <p>Carrying amount: approximates fair value.</p>
Liabilities - Interest Bearing Borrowings	<p>Accounting Policy: initially recognised at fair value and subsequently at amortised cost, interest is charged as an expense using the effective interest rate</p> <p>Terms & conditions: secured over future revenues, borrowings are repayable; interest is charged at fixed (or variable) rates between 1.45% and 6.70% (2019: 4.20% and 6.70%)</p> <p>Carrying amount: approximates fair value.</p>

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 12 - FINANCIAL INSTRUMENTS (con't)

Liquidity Analysis

2020	Due < 1 year	Due > 1 year ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
	\$'000	\$'000	\$'000	\$'000	\$'000
Financial Assets					
Cash & Equivalents	1,054	-	-	1,054	1,054
Receivables	2,013	60	28	2,101	1,790
Total	3,067	60	28	3,155	2,844
Financial Liabilities					
Payables	722	-	-	722	722
Current Borrowings	1,455	-	-	1,455	1,433
Non-Current Borrowings	-	5,390	3,650	9,040	8,919
Total	2,177	5,390	3,650	11,217	11,074

2019	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
	\$'000	\$'000	\$'000	\$'000	\$'000
Financial Assets					
Cash & Equivalents	1,470	-	-	1,470	1,470
Receivables	1,793	88	53	1,934	1,649
Total	3,263	88	53	3,404	3,119
Financial Liabilities					
Payables	889	-	-	889	889
Current Borrowings	1,433	-	-	1,433	1,412
Non-Current Borrowings	-	5,606	7,239	12,845	10,036
Total	2,322	5,606	7,239	15,167	12,337

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

	30 June 2020		30 June 2019	
	Weighted Average Interest Rate	Carrying Value	Weighted Average Interest Rate	Carrying Value
	%	\$'000	%	\$'000
LGFA Cash Advance Facility	2.20	8,650	3.35	12,000
LGFA Fixed Interest Rates	4.70	1,845	3.57	2,278
		10,495		14,278

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 & 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.

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 13 - COMMITMENTS FOR EXPENDITURE

	2020	2019
Notes	\$'000	\$'000
Other Expenditure Commitments		
Audit Services	-	15
Employee Remuneration	1,766	1,368
Cleaning Services - Building Cleaning	230	125
Cleaning Services - Public Conveniences	94	52
Airport Management	231	75
Cemetery Management	112	280
Business Intelligence Reporting Software	118	166
Kerbside Waste Collection	112	806
Kerbside Mixed Waste Haulage and Disposal	167	1,167
Kerbside Comingled Recycling Processing	10	72
	<u>2,840</u>	<u>4,126</u>
These expenditures are payable:		
Not later than one year	1,333	3,036
Later than one year and not later than 5 years	1,507	1,090
	<u>2,840</u>	<u>4,126</u>

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 14 - FINANCIAL INDICATORS

	2020	2019	2018
Operating Surplus Ratio			
<u>Operating Surplus</u>	4.2%	(0.9%)	3.5%
Total Operating Income			

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

Net Financial Liabilities Ratio

<u>Net Financial Liabilities</u>	39%	52%	40%
Total Operating Income			

Net Financial Liabilities are defined as total liabilities less financial assets. These are expressed as a percentage of total operating revenue.

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 between years.

Adjusted Operating Surplus Ratio	3.6%	(2.2%)	3.2%
Adjusted Net Financial Liabilities Ratio	50%	63%	49%

Asset Renewal Funding Ratio

<u>Net Outlays on Existing Assets</u>	78%	91%	95%
Net Asset Renewals - IAMP			

Net asset renewals expenditure is defined as net capital expenditure on the renewal and replacement of existing assets, and excludes new capital expenditure on the acquisition of additional assets.

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 15 - UNIFORM PRESENTATION OF FINANCES

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

	2020 \$'000	2019 \$'000
Income	27,786	28,056
Expenses	<u>(26,622)</u>	<u>(28,298)</u>
Operating Surplus / (Deficit)	1,164	(242)

Net Outlays on Existing Assets

Capital Expenditure on renewal and replacement of Existing Assets	(4,046)	(6,305)
Add back Depreciation, Amortisation and Impairment	7,349	7,010
Proceeds from Sale of Replaced Assets	<u>137</u>	<u>198</u>
	3,440	903

Net Outlays on New and Upgraded Assets

Capital Expenditure on New and Upgraded Assets <i>(including investment property & real estate developments)</i>	(817)	(8,392)
Amounts received specifically for New and Upgraded Assets	104	3,176
Proceeds from Sale of Surplus Assets <i>(including investment property and real estate developments)</i>	<u>55</u>	<u>180</u>
	(658)	(5,036)
Net Lending / (Borrowing) for Financial Year	3,946	(4,375)

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020
Note 16 - OPERATING LEASES

Leases providing revenue to the Council

Council owns various buildings, plant and other facilities that are available for hire or lease (on a non-cancellable basis wherever practicable) in accordance with the published revenue policy. Rentals received from such leases are disclosed as rent and hire of non-investment property in Note 2.

Lessees commitments under all non-cancellable lease agreements, including those relating to Investment Property, are as follows:

	2020 \$'000	2019 \$'000
Not later than one year	89	55
Later than one year and not later than 5 years	9	42
	<u>98</u>	<u>97</u>

Lease payment commitments of Council

Council has entered into non-cancellable operating leases for various items including a vehicle and office equipment.

No lease imposes any additional restrictions on Council in relation to additional debt or further leasing.

Leases permit Council, at expiry of the lease, to elect to re-lease, return or acquire the equipment leased.

No lease contains any escalation clause.

Commitments under non-cancellable operating leases that have not been recognised in the financial statements are as follows:

	2020 \$'000	2019 \$'000
Not later than one year	20	35
Later than one year and not later than 5 years	8	50
	<u>28</u>	<u>85</u>

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 17 – SUPERANNUATION

The Council makes employer superannuation contributions in respect of its employees to Statewide Super (formerly Local Government Superannuation Scheme). 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 (9.50% in 2018-19; 9.50% in 2019-20). 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 2018-19) 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 119.32(b), 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 2020. 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.

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.

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020
Note 18 - CONTINGENT ASSETS AND CONTINGENT 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 of those items is considered relevant to user of the financial report in making and evaluating decisions about the allocation of scarce resources.

1. LAND UNDER ROADS

As reported elsewhere in these 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 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.

At reporting date, Council controlled 1,360 km of road reserves of average width 20 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 a deductible "insurance excess", 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. 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 notices of appeal against planning decisions made prior to reporting date.

Note 19 - EVENTS AFTER THE BALANCE SHEET DATE

There were no events after the Balance Sheet Date to be disclosed.

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 20 - RELATED PARTY DISCLOSURES

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, 13 persons were paid the following total compensation:

	2020	2019
	\$	\$
Salaries, allowances & other short term benefits	975,550	941,979
TOTAL	975,550	941,979

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

	2020	2019
	\$	\$
Planning and building applications fees	1,299	791
TOTAL	1,299	791

PARTIES RELATED TO KEY MANAGEMENT PERSONNEL

KMP and relatives of KMPs own businesses from which council made purchases during the year. The total value of the purchases was \$315.00.

KMP and relatives of KMPs own businesses which purchased services from council during the year. The total value of the purchases was \$0 with a balance outstanding of \$0 as at 30 June 2020.

Key management personnel or close family members (including related parties) lodged a total of four planning and building applications during the year. In accordance with the Local Government Act 1999, these persons declared conflicts of interest and took no part in the assessment or approval processes for these applications.

Four planning and building approvals, with and without conditions, were granted during the year. Total fees for these applications (all of which are payable on lodgement) amounted to \$1,298.53.

Port Pirie Regional Council
Notes to and forming part of the Financial Statements
for the year ended 30 June 2020

Note 20 - RELATED PARTY DISCLOSURES

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, 13 persons were paid the following total compensation:

	2020	2019
	\$	\$
Salaries, allowances & other short term benefits	975,550	941,979
TOTAL	975,550	941,979

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

	2020	2019
	\$	\$
Planning and building applications fees	1,299	791
TOTAL	1,299	791

PARTIES RELATED TO KEY MANAGEMENT PERSONNEL

KMP and relatives of KMPs own businesses from which council made purchases during the year. The total value of the purchases was \$315.00.

KMP and relatives of KMPs own businesses which purchased services from council during the year. The total value of the purchases was \$0 with a balance outstanding of \$0 as at 30 June 2020.

Key management personnel or close family members (including related parties) lodged a total of four planning and building applications during the year. In accordance with the Local Government Act 1999, these persons declared conflicts of interest and took no part in the assessment or approval processes for these applications.

Four planning and building approvals, with and without conditions, were granted during the year. Total fees for these applications (all of which are payable on lodgement) amounted to \$1,298.53.

Ian G McDonald FCA



Port Pirie Regional Council Independent Auditor's Report

We have audited the attached financial statements, being a general purpose financial report, of the Port Pirie Regional Council (Council) for the year ended 30 June 2020.

Opinion

In our opinion, the financial statements of the Council are properly drawn up:

- a) to present fairly the financial position of the Council as at the 30 June 2020 and the results of its operations for the period then ended, and;
- b) according to Australian Accounting Standards.

Basis for Opinion

For the audit of the Council we have maintained our independence in accordance with the relevant ethical requirements of APES 110 Section 290. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information – Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report is prepared to assist the council to meet the requirements of the Local Government Act 1999 together with the Local Government (Financial Management) Regulations 2011. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the members.

Responsibilities of Management for the Financial Report

The Board of Management is responsible for the preparation of the financial report in accordance with the Local Government Act 1999 together with the Local Government (Financial Management) Regulations 2011 and for such internal control as management determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Report

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the schedule is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement in the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation 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 association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

A handwritten signature in blue ink that reads 'Ian G McDonald'.

Ian G McDonald FCA
Registered Company Auditor 16458

Signed at Grange, 29 October 2020

www.creativeauditing.com.au

Ian 0420 620 906
ianmcdonald@creativeauditing.org
Liability limited by a scheme approved under Professional Standards Legislation.

PO Box 75, Henley Beach SA 5022
ABN 13 550 494 869

Nancy 0408 832 848
nancytran@creativeauditing.org

P108

Independent Assurance Report on the Internal Controls of Port Pirie Regional Council

We have audited the compliance of Port Pirie Regional Council (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 2019 to 30 June 2020 have been conducted properly and in accordance with law.

Opinion

In our opinion, the Council 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 2019 to 30 June 2020.

Basis for Opinion

For the audit of the Council we have maintained our independence in accordance with the relevant ethical requirements of APES 110 Section 290. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our opinion.

Limitation on 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 that for which it was prepared.

Inherent Limitations

Due to the inherent limitations of any compliance procedure, it is possible that fraud, error or non-compliance may occur and not be detected. A reasonable assurance engagement is not designed to detect all instances of non-compliance with Section 125 of the *Local Government Act 1999* in relation to the Internal Controls specified above, as the engagement is not performed continuously throughout the period and the procedures performed in respect of compliance with Section 125 of the *Local Government Act 1999* in relation to the Internal Controls specified above are undertaken on a test basis.

The Council's Responsibility for the 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* in relation to Internal Controls to ensure that the receipt, expenditure and investment of money, the acquisition and disposal of property, and incurring of liabilities have been conducted properly and in accordance with law.

Our 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 the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities, based on our procedures. Our engagement has been conducted in accordance with applicable *Australian Standards on Assurance Engagements ASAE 3100 Compliance Engagements*, 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 2019 to 30 June 2020. ASAE 3100 also requires us to comply with the relevant ethical requirements of the Australian professional accounting bodies.

Our procedures included obtaining an understanding of controls in relation to the receipt, expenditure and investment of money, the acquisition and disposal of property and the incurring of liabilities, evaluating management's assessment of these controls, assessing the risk that a material weakness exists, and testing and evaluating the design and implementation of controls on a sample basis based on the assessed risks.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Ian G McDonald FCA
Chartered Accountant
Registered Company Auditor 16458

Signed at Grange, 29 October 2020

www.creativeauditing.com.au

Ian 0420 620 906
ianmcdonald@creativeauditing.org
Liability limited by a scheme approved under Professional Standards Legislation.

PO Box 75, Henley Beach SA 5022
ABN 13 550 494 869

Nancy 0408 832 848
nancytran@creativeauditing.org

P109

**Port Pirie Regional Council
Annual Financial Statements
for the year ended 30 June 2020**

CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Coalface SA Council for the year ended 30 June 2020, the Council's Auditor, Ian G McDonald FCA, 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*.



.....
Mr Peter Ackland
CHIEF EXECUTIVE OFFICER



.....
Mr Alan Rushbrook
**PRESIDING MEMBER
AUDIT & RISK MANAGEMENT COMMITTEE**

Date: 20th October 2020

Ian G McDonald FCA



Port Pirie Regional Council

Annual Financial Statements

For the year ended 30 June 2020

Auditor Certificate of Audit Independence

We confirm that, for the audit of the financial statements of the Corporation of the Port Pirie Regional Council for the year ended 30 June 2020, we have maintained our 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 2009* 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*.

A handwritten signature in blue ink that reads 'Ian G McDonald'.

Ian G McDonald FCA

Dated this 21st day of September 2020

PORT PIRIE REGIONAL COUNCIL

Head Office

115 Ellen Street, Port Pirie SA 5540

Postal Address: PO Box 45, Port Pirie SA 5540

Tel: (08) 8633 9777

Email: council@pirie.sa.gov.au

Works Depot

08 8633 9666

Crystal Brook Rural Office

08 8636 2150

Port Pirie Regional Library

08 8632 1649

Port Pirie Tourism & Arts

08 8633 8700

Photographs used in this report are by:

Lindsey Thomas (Acknowledgement of Country)

Photography by Dale:

www.photographybydale.com.au

Hip Photography

www.hipphotography.com.au

The Recorder

www.portpirierecorder.com.au

And various images by Port Pirie Regional Council staff

