

# District Council of Orroroo Carrieton

## Annual Business Plan and Budget Summary – 2017/2018

### INTRODUCTION

The adopted Annual Business Plan and Budget outlines Council's strategic principles, planned services, projects and major expenditures for the 2017-2018 Financial Year.

### KEY STRATEGIC PRINCIPLES

The following are the Key Strategic Principles established by Council in the Strategic and Community Plan 2017 – 2022 for all activities and projects.

#### 1. Economic and Tourism

- 1.1 Continued provision of infrastructure to support the agricultural sector, business operations and community needs
- 1.2 Encourage, support, facilitate and partner to ensure residential, industrial, business and commercial development to achieve growth outcomes
- 1.3 Provision of infrastructure to support tourism and economic development initiatives and investment

#### 2 Social and Community

- 2.1 Support community organisations and events to ensure sustainability and good governance, and maintain local history and heritage
- 2.2 Maintain infrastructure, facilities and services to ensure and support accessibility to essential services and community living options that support community well being
- 2.3 Stabilise and increase population and employment by encouraging business investment and growth; maintaining and developing essential services, and developing and prompting affordable residential living

#### 3 Environmental

- 3.1 Reduced environmental impact and preservation of natural environment via energy efficiency strategies, hazard reduction and sound environmental policies and practices
- 3.2 Improved waste management, recycling and reuse practices in accordance with Legislative requirements and Government targets
- 3.3 Increase infrastructure to maximise and increase efficiency of stormwater harvesting and reuse

#### 4 Governance, Finance and Advocacy

- 4.1 Achieve and maintain long term financial sustainability by implementing sound financial management policies, controls, reporting and management plans, and timely asset replacement
- 4.2 Achieve and maintain legislative compliance via sound policy and procedures
- 4.3 Ensure sound governance, leadership, advocacy and organisational development via sound and researched decision making, policies and procedures; training and development, and WHS and risk management

### OPERATING EXPENDITURE - PROJECT

#### PRIORITIES FOR THE YEAR

The following are Operating Projects included in the Annual Business Plan:

Project	Amount
Sale of Land for Non Payment of Rates	20,000
Orroroo Public Toilets Maintenance	7,700
Orroroo Memorial Hall Maintenance	13,400
Tourism Signage Project	5,000
Landfill – New Cell at Orroroo - Green waste Mulching Orroroo and Carrieton	22,000
Waste Management Study	6,000
Carrieton Town Entrance Wall	5,000
Orroroo Swimming – Liner repairs	50,000
Heavy Vehicle Bypass Concept Design	2,000
<b>Total</b>	<b>131,000</b>

### CAPITAL EXPENDITURE - PROJECT PRIORITIES FOR THE YEAR

The following are Capital Projects included in the Annual Business Plan:

Project	Amount
Council House – Re-roof shed and new rear porch	11,700
RSL Building - Upgrade	40,000
<b>Road Re-Sheeting &amp; Reseal Works</b>	<b>520,400</b>
O'Dea Road	
Booloroo Springs Road	
Johnburg Road	
Bullyacre Road	
Morchard (Hammond) Road	
Kilmore Road	
Morchard Road (Shephards)	
Minburra Road	
Orroroo North Terrace – Reseal	
Bouda Hut Road	
Morchard Road	
Pamatta Road	
Railway Terrace (Black Rock)	
Fourth Street (Black Rock)	
Treehaven Road	
Belton Road	
Pekina Black Rock Road	
McCallum Road	
Price Maurice Rd- Reconstruction (Grant funding of \$415,000)	616,156
Orroroo Aerodrome – New Building	10,000
Plant & Machinery Purchases – New Grader and Combination Roller	510,000
Carrieton Water Supply – New Tanks	20,550
<b>Total Capital Expenditure</b>	<b>1,728,806</b>

# District Council of Orroroo Carrieton

## Annual Business Plan and Budget Summary – 2017/2018

### BUDGET SUMMARY

The Budget is summarised as follows:

- Operating Deficit of \$85,000
- Net Assets and Equity of \$32,317,000
- Cash and Cash Equivalents of \$833,000
- Net lending for financial year of \$28,000

### FINANCIAL SUSTAINABILITY/FINANCIAL PERFORMANCE MEASURES

Performance Measure	Target Range	Budget Result
Operating Surplus Ratio (Baseline)	Great than 0%	-3%
Asset Sustainability Ratio	90% to 110%	100%
Net Financial Liabilities Ratio	0% to 100%	-1%

### OPERATING EXPENDITURE

The following summarises the operating expenditure

STATEMENT OF COMPREHENSIVE INCOME	Budget 2018
<b>EXPENDITURE</b>	<b>\$,000</b>
Employee Costs	794
Materials, Contracts & Other	1,143
Depreciation	980
Finance Charge	26
<b>Total Operating Expenditure</b>	<b>2,943</b>

### FUNDING THE BUSINESS PLAN

The following is a summary of the income to fund the Business Plan

STATEMENT OF COMPREHENSIVE INCOME	Budget 2018
<b>INCOME</b>	<b>\$,000</b>
Rates	1,103
Statutory Charges	10
User Charges	236
Grants & Subsidies	1,422
Investment Income	20
Reimbursements	65
Other Revenues	1
<b>Total Operating Income</b>	<b>2,858</b>
<b>Additional Income</b>	
Capital and Additional Grant Funding	717

### RATING ARRANGEMENTS

#### Valuations

The Capital Property values declared by the Valuer General total \$193,398,520, with the rateable values being \$185,709,640.

#### General Rates

To raise Rate Revenue from rateable properties, Council raises General Rates using a rate in the \$ and a fixed charge.

<b>General Rates to be Raised</b>	<b>\$937,400</b>
<b>Proposed Rate cents in the \$</b>	<b>0.003968</b>
<b>Proposed Fixed Charge</b>	<b>\$252.00</b>

#### Service Charge – Waste Management Collection

The Council uses a Service Charge to fund the Refuse and Waste Collection and Management Services of the Council.

<b>Service Charge to be Raised</b>	<b>\$132,000</b>
<b>Proposed Service Charge</b>	<b>\$348.00</b>
<b>Additional Service Charge per Bin</b>	<b>\$80.00</b>

#### Natural Resources Management (NRM) Levy

The Council's 2017/18 Rating Strategy provides for the collection of the Natural Resource Management Levy for the Northern and Yorke Natural Resources Management Board, with the amount required to be collected and the rate in the Dollar being:

<b>NRM Levy to be Raised</b>	<b>\$33,562</b>
<b>Proposed Rate cents in \$</b>	<b>0.00018</b>

#### Rate Impact Statement

The Council's total rate revenue, fixed charges and Service Charges generated in the 2017/18 budget will need be approximately \$1,069,400. This is a \$77,400 increase or **7.8%** over the total 2016/17 rate revenue.

The following provide examples of the impact on Rates on an average household and single farm enterprise

- **Average impact to householders with a house with a Capital Value of \$180,000 in Orroroo is a \$58.24 or a 6.4% increase in rates.**
- **Average impact to a single farm enterprise holding with a Capital Value of \$1,800,000 is a \$581.40 or a 8.52% increase in rates.**

#### PAYMENT OF RATES

The payment of rates will be by 4 equal or approximately equal installments due:

**15 September 2017**  
**15 December 2017**  
**15 March 2018**  
**15 June 2018**