

District Council of Orroroo Carrieton



DISTRICT COUNCIL OF
ORROROO/CARRIETON
Southern Flinders Ranges • Established 1997

MINUTES

Audit Committee Meeting

Tuesday 16th April 2019

**THE DISTRICT COUNCIL OF ORROROO CARRIETON
MINUTES FOR AN ORDINARY MEETING OF THE AUDIT COMMITTEE
HELD ON TUESDAY 16TH APRIL 2019 COMMENCING AT 3.33PM
IN THE COUNCIL CHAMBERS, SECOND STREET ORROROO**

1: PRESENT:

Mr Ian Swan (Independent Member and Chairman), Cr Kathie Bowman and Cr Grant Chapman

In Attendance: Mr Dylan Strong (Chief Executive Officer), Ms Ann Frick (Manager of Corporate & Community Services) & Mrs Margaret Chapman (Administration Officer)

2: APOLOGIES: Cr Ford

3: DECLARATION OF CONFLICT OF INTERESTS

Elected Members are reminded of the requirements for disclosure by Members of a conflict of interest (whether a material conflict of interest under section 73 of the Act or an actual or perceived conflict of interest under section 75 of the Act) in items listed for consideration on the Agenda.

Sections 74 and 75A of the Local Government Act 1999 respectively require that Elected Members declare any material conflict of interest and any actual or perceived conflict of interest and provide details of the nature of the interest to the Council prior to consideration of that item on the Agenda. In relation to an actual or perceived conflict of interest, Elected Members must also explain how they intend to deal with that interest.

Each Member of a Council has a duty to vote at all meetings unless exempted by legislation.

The major exemption being where a Member has a conflict of interest.

Nil interests were declared by Members of the Committee

4: CONFIRMATION OF MINUTES

4.1 Confirmation of Previous Committee Meeting Minutes

MOTION (A001/0419)

That the minutes of the Ordinary Committee Meeting held on 28th November 2018 be taken as read and confirmed.

Cr Bowman / Cr Chapman **CARRIED**

5: RESOLUTION – ACTION STATUS REPORT: The Chief Executive Officer provided a verbal update on the Interim Audit letter and the Risk Evaluation Report which have been included in the Work Program.

6: COMMITTEE WORK PROGRAM:

MOTION (A002/0419)

That the updated Audit Committee Work Program 2019 be adopted;

The status of actions therein received and noted, and;

A copy included with the minutes of this meeting for presentation to the next Ordinary Council meeting for information.

Cr Chapman / Cr Bowman **CARRIED**

7: AUDIT COMMITTEE REPORTS

7.1 TERMS OF REFERENCE FOR THE AUDIT COMMITTEE

Officer: CEO

Ref:

MOTION (A003/0419)

That the Audit Committee recommend to Council to endorse the amended Terms of Reference for the Audit Committee.

Cr Bowman / Cr Chapman **CARRIED**

7.2 2018/19 FY - BUDGET REVIEW 2

Officer: CEO

Ref:

MOTION (A004/0419)

That the second review of the Annual Budget for the 2018/19 financial year be received, noting the proposed revisions to give a revised forecast of an:

- operating surplus of \$112,000, capital expenditure of \$5,072,000, and capital revenue of \$3,515,000;
- The forecast Financial Sustainability Ratios for 2018/19 are:

Ratio	Current Budget	Proposed Revised Budget	LTFP target range
Operating Surplus Ratio	3%	4%	0% - 15%
Operating Surplus Ratio *	-25%	-19%	0% - 15%
Net Financial Liabilities Ratio	-8%	63%	0 – 100%
Net Financial Liabilities Ratio *	-39%	51%	0 – 100%
Asset Renewal Ratio	100%	143%	90 – 110%

* (adjusted for prepayment of FAG's in June 2018 \$0.686 million)

- That with the exception of the Asset Renewal Ratio, the results show that the projected performance is consistent with the target ranges set in the current Long Term Financial Plan.
- That Council adopt the proposed revised budget for 2018/19 as the Current Budget for 2018/19.

Cr Chapman / Cr Bowman **CARRIED**

8: CONFIDENTIAL REPORTS: Nil

9: CLOSURE AND NEXT MEETING

The meeting was declared closed at 3.35pm.

The next meeting of the Audit Committee is scheduled for 19th June 2019 at 2pm.

Confirmed:

Date: 19th June 2019

Chairman:

Mr Ian Swan