

Orroroo/Carrieton

UNIFORM PRESENTATION OF FINANCES	2004-05 Actual \$'000	2005-06 Actual \$'000	2006-07 Estimate \$'000
Operating Revenue ^{(a) (g)}			
Rates - General & Other	456	496	509
Statutory Charges	9	11	
User Charges	67	47	50
Grants & Subsidies	1,184	1,439	1,537
Interest	73	89	50
Reimbursements	86	132	80
Commercial Activity Revenue	-		
Other	25	48	361
Total Operating Revenue	1,900	2,262	2,587
less Operating Expenses ^{(b) (g)}			
Employee Costs	496	628	596
Contractual Services	509	644	540
Materials	463	581	489
Interest	7	13	25
Depreciation	538	720	550
Other	(204)	(408)	217
Total Operating Expenses	1,811	2,178	2,417
Operating Surplus / (Deficit) ^(c)	89	84	170
Less: Net Outlays on Non-financial Assets			
Capital Expenditure on Renewal / Replacement of Existing Assets and New / Upgraded Assets	669	1,271	1,470
less Proceeds from Sale of Assets	118	130	-
less Depreciation	538	720	550
less Grants and Monetary Contributions specifically for New and Upgraded Assets ^(d)	-	266	275
Net Outlays on Non-financial Assets	13	155	645
Equals: Net Lending / (Borrowing) for Financial Year ^(e)	76	(71)	(475)
Net Financial Liabilities as at 30 June ^(f)	(848)	(777)	(302)

- (a) Operating revenue excludes book gains on disposal of assets. Operating revenue includes grants for all purposes, except grants specifically required to be spent on new assets or upgrading assets.
- (b) Operating expenses exclude book losses on revaluation and/or disposal of assets.
- (c) Operating Surplus / (Deficit) measures the extent to which operating revenue is or is not sufficient to meet all of the costs of providing council services, which include depreciation. Where an operating deficit exists, some costs being incurred in the current year are not being met by today's ratepayers.
- (d) Excludes the value of non-financial assets donated to the Council. Similarly, capital expenditure on assets excludes non-financial assets donated to the Council.
- (e) Net Lending / (Borrowing) equals Operating Surplus / (Deficit), less Net Outlays on Non-financial Assets. The Net Lending / (Borrowing) result is a measure of the Council's overall (i.e. Operating and Capital) budget on an accrual basis. The Net Lending / (Borrowing) result can be expected to fluctuate from year to year, given the lumpy nature of some capital expenditure. Achieving a zero result on the Net Lending / (Borrowing) measure in any one year essentially means that the Council has met all of its expenditure (both operating and capital) from the current year's revenues.
- (f) Net Financial Liabilities equal Total Liabilities less Financial Assets (being Cash, Investments, Receivables, Prepayments etc). The amount of Net Lending in any one year decreases the level of Net Financial Liabilities in the year by that amount. Conversely, the amount of Net Borrowing increases the level of Net Financial Liabilities.
- (g) Some individual revenue and expense items will need to be updated to take account of changes stemming from the introduction of Australian International Financial Reporting Standards.