

Bajool Yeppoon Mount Morgan Nerimbera Upper Ullam  
Buck Oil Parkhurst Marmor Keppel Sands Moongan  
Norman Gardens Gracemere Cawarral Walmul Kawana Bouldercombe  
Joskeleigh Walter Hall West Rocky Stanwell Coowonga  
Baree Park Avenue Kabra Neriambera Wandal Kalapa Glenlee  
Lakes Creek Dalma Glendale Mount Archer Gogango Rockyview  
Frenchville Westwood Yaamba Berserker Garnant Milman  
Koongal Ridgeland Marlborough Depot Hill Alton Downs  
Ogmore The Range Wycarbah Stanage Port Curtis Port  
Alma Stockyard Point Allenstown Midgee Byfield Bushley Bangalee  
Pink Lake Lilly The Caves South Yaamba Great Keppel Nine Mile  
Morimers Morinish Causeway Lake Glenroy Kinka Beach  
State Lammermoor Zilzie Mulambin Beach Cooe Bay  
By Tanby Bajool Yeppoon Nerimbera Parkhurst Marmor  
Sands Moongan Norman Gardens Gracemere Cawarral  
Kawana Bouldercombe Joskeleigh Walter Hall West Ro  
Stanwell Coowonga Baree Park Avenue Wandal Nerimbe  
bra Kalapa Glenlee Lakes Creek Dalma Glendale Moun  
ogango Rockyview Frenchville Westwood Yaamba Ber  
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nge Wycarbah Stanage Port Cutis Port Alma Stocky  
int Allenstown Midgee Byfield Bushley Bangalee Pink  
e Caves South Yaamba Great Keppel  
orinish Causeway



*Yeppoon Main Beach*

Table of Contents

Mayor’s Report ..... 2

CEO’s Report ..... 3

Highlights ..... 4

Community Financial Report ..... 8

Statement of Comprehensive Income ..... 12

Statement of Financial Position ..... 13

Statement of Changes in Equity ..... 14

Statement of Cash Flows ..... 15

Notes to Financial Statements ..... 16

Statutory Information ..... 50



# Mayor's Report

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*The past 12 months have flown past at lightening speed and our list of achievements is a mile long.*

Over the past nine months, Council has carried out its most extensive community engagement to date, "Be Heard". This well structured program involved thousands of participants, the end result of the engagement workshops, surveys, forums, markets, stalls and online discussions will be in the form of two key regional documents; the Community Plan and Rockhampton Regional Council Planning Scheme.

Council aims to have the Community Plan completed by the end of 2011, and the Planning Scheme and Land Use Plan are well positioned for State Government approval in 2012.

The work completed on the strategic framework for Towards 2050 was the most strategic exercise this organisation undertook. Towards 2050 considers what this Region needs and desires in the year 2050 and beyond. This long term planning has seen a consistent and positive approach in planning for the future.

As a regional council we have been able to deliver a larger capital works program across the entire Rockhampton Region. Key community projects completed this financial year include the practical completion of the Yeppoon Town Hall; the Rockhampton to Yeppoon pipeline; Mount Morgan Cultural Precinct; Construction of Victoria Park Tennis Complex Clubhouse; site improvements at the Rockhampton Zoo; and a continued investment in water and sewerage infrastructure improvements and renewals.



The Rockhampton Region had a rocky start to 2011 – experiencing our fourth worst flood which caused extensive damage to the Region's road network. Council expects to spend \$56M over two years repairing flood damaged roads. The extreme weather events had a substantial financial impact on Council's budget but through good financial management and discipline, and the support from the Natural Disaster Relief and Recovery Arrangements (NDRRA) we have had a positive recovery.

All of this would not have been possible without the support of our community. They showed great resilience, support and responsible behaviour throughout the flood. Particular mention must also be made to the many Council Officers, professional and volunteer emergency service personnel who assisted the Local Disaster Management Group (LDMG), with many taking time away from their families over the Christmas/ New Year period to help protect and repair community infrastructure.

The Region has some wonderful community facilities on offer. The Rockhampton Art Gallery, in particular, has had a positive change in direction in the past 12 months, which has seen a greater community participation in the arts. I would encourage you all to take the time to visit the Art Gallery and see some of the wonderful art works on display.

It is with great pride and pleasure that I present the 2010 -11 Annual Report - we have achieved a great deal over the past 12 months and I look forward to another positive and progressive year.

**Cr Brad Carter**

**Mayor  
Rockhampton Regional Council**

*It has been an eventful 12 months particularly following the January 2011 flood. There was substantial damage to our assets, and the closure of the Bruce Highway and Rockhampton Airport had a significant impact on the Region's economy.*

To the many volunteers, residents, agencies, and businesses that supported Council during and after the flood I would like to say thank you - I am grateful for your continued support.

Council staff must also be congratulated for their hard work, with many working around the clock responding to emergent and reconstruction works. The Region's road network bore the brunt of the flood with substantial damage caused to urban and rural roads. Council has a two year program in place to repair and restore the roads with a total of \$56M to be spent to complete this works.

Officers have continued with their work on the Rockhampton Regional Council Planning Scheme and Land Use Plans, which will replace four very disparate planning schemes from the previous councils. This new Scheme will provide a consistent approach for planning and land use management.

Just like the community, Council's costs have increased but through a strong, dedicated approach Council's long term financial strategy remains on track despite the obstacles put in our path. We are a resilient community, and this organisation will continue to deliver its many services and programs with an aim to continually improve our service delivery.

The community is the lifeblood of this organisation, and the work underway to develop the Community Plan has seen Officers travel far and wide to hear your views. Council has carried out one of its most extensive community engagement exercises in history through the "Be Heard" program. Your thoughts, views, and opinions have been captured and will be used to draft the Community Plan. We aim to have this document completed by December 2011, and I must say I am excited and looking forward to seeing the end product.

While we are forging ahead with the tasks at hand, we are cautious and mindful of the impact to the Region as a result of the Global Financial Crisis, introduction of the carbon tax, and are concerned about the impact the resources sector has on the availability of skilled staff. We recognise that this doesn't just impact on our business it drives up the cost of everyday living. It's a juggling act to get the mix right but we are committed to a financially stable and sustainable organisation.

I am pleased with our achievements and outcomes from 2010/11, and I look forward to what we can achieve in 2011/12.

**Evan Pardon**  
**Chief Executive Officer**  
**Rockhampton Regional Council**



# Highlights from the Past 12 Months

## Fitzroy River Flood 2010/2011

The 2010/2011 financial year saw a different focus for Rockhampton Regional Council particularly during the Christmas / New Year period which saw the fourth largest flood hit Rockhampton and surrounding areas.

The flood which reached 9.2m on the Rockhampton City gauge substantially impacted on the Region's public infrastructure, road network and planned projects which resulted in significant costs to Council. The flood peak also significantly affected transport corridors including the closure of the Rockhampton Airport for three weeks and the closure of the Bruce Highway to the south and Capricorn Highway to the west for two weeks.

Wet weather caused issues for Council projects and planned work schedules from the first quarter of the financial year, but deteriorated during September with the wettest record for many years in what is generally the driest month of the year. This caused reprogramming of works and days were lost on most projects including capital and maintenance projects.

In total, the expected costs both directly and indirectly are estimated to include a total of \$56 million in road damage, \$0.9 million in damage to the Rockhampton Airport, approximately \$1.5 million for the counter-disaster costs of managing the flood response and highway closures at Rockhampton and a further \$0.6 million loss in direct revenue due to the airport closure.

A report by Capricorn Enterprise and CQUniversity also estimates that the impacts of the transport corridor closures at Rockhampton in January 2011 cost the Rockhampton economy approximately \$35 million, and the wider Queensland economy a further \$45.7 million – a total of \$80.7 million.

These costs were extensive and although funding has been granted to Rockhampton Regional Council under the Natural Disaster Relief and Recovery Arrangements (NDRRA), the cost to Rockhampton Regional Council was significant.

## Expansion of Commercial Business Units

Waste and Recycling underwent a Public Benefit Assessment to ascertain Council's preferred reform option for this significant business activity, with it being resolved to establish Rockhampton Regional Waste and Recycling as a commercial business unit of Council.

Rockhampton Airport also underwent a Public Benefit Assessment for the Airport towards the end of the financial year and Council resolved that it was also to become a commercial business unit of Council.

The Commercial Services Unit now comprises Fitzroy River Water, Rockhampton Regional Waste and Recycling and Rockhampton Airport.

## Community Plan and BE HEARD

During early 2011 Rockhampton Regional Council undertook its most extensive public engagement campaign, known as BE HEARD to determine people's vision for the future of the Rockhampton Region, with feedback to be incorporated into two regionally significant documents.

The Community Plan will be a ten year plan that identifies the community's aspirations, needs and priorities to provide a framework for our future.

The Rockhampton Regional Council Planning Scheme will provide a consistent approach to the management of land use and development in our Region.

As part of BE HEARD, 21 community workshops were held in 16 localities to encourage residents to create strategies and actions to help maintain and improve their local community.

10 Special Interest Forums were also held to identify specific economic, ageing, environmental, indigenous, health, development, arts and culture, youth, and unity issues. Furthermore, a dedicated community engagement website was established to encourage residents to participate in online discussions, forums and surveys. Additional consultations included market and shopping centre stalls, drawing competitions, prioritisation events and two community surveys.

With BE HEARD consultations now complete, the Community Plan will go out for public consultation prior to Council endorsement by 1 December 2011. The Rockhampton Regional Council Planning Scheme will be endorsed by Council in 2012.





# Highlights from the Past 12 Months

## Social Plan

Council adopted the first Council Social Plan and Social Atlas for the Rockhampton Region in December 2010 which sets out key community development and social service priorities and identifies how Council will work with the community in addressing these priorities over the next five years. The plan was developed from analysis of input and feedback received through community engagement activities with the community as well as through consideration of other research and planning initiative findings. The plan has identified a number of key priorities and strategies under the following themes:

- Engaged Community
- Local Pride and Identity
- Vibrant Groups and Meeting Hubs
- Diverse and Inclusive Community
- Safe and Healthy Living
- Accessible Services and Facilities

The Social Plan aligns with Council's vision and strategic planning framework and feeds into other Council plans such as 'Rockhampton Region Towards 2050', the Long Term Community Plan and the Corporate Plan.

## Infrastructure Planning

Council has been involved in a number of regionally significant infrastructure planning studies including the Fitzroy River Flood Plain and Road Planning Study and the Gracemere-Stanwell Overpass. Planning for future infrastructure within the Region's major urban centres was also progressed in preparation for the new regional planning scheme.

## Long Term Financial Strategy and Council's Financial Position

Rockhampton Regional Council's Long Term Financial Strategy was adopted and Council's 2011/2012 budget has been adopted in line with this strategy.

## Completion of the Reclassification Project

Rockhampton Regional Council undertook the Reclassification Project throughout 2010/2011 – a significant project which forms parts of the Enterprise Bargaining Agreement for Council. The project aimed to achieve equality across similar employment positions within Council and to ensure that equivalent salary is applied for equivalent positions and provide a consistent approach to how Council remunerates staff. Overall the project assessed 972 in-scope positions with the outcomes endorsed by Council's Leadership Team in June 2011. The outcomes included:

- 820 positions or 84.36% have no change to their classification;
- 95 positions or 9.77% have been reclassified up;
- 55 positions or 5.66% have been reclassified down; and
- 2 positions or 0.31% will require a change of award.

An extensive consultation process was undertaken with business unit managers / coordinators and the Unions throughout the project lifecycle. The project was one of the largest human resource projects undertaken by a Council of this size.



# Highlights from the Past 12 Months

## Bequest to the Rockhampton Art Gallery Trust

In 2010 the Rockhampton Art Gallery Trust will benefit from a bequest from the Estate of Moya Gold for the acquisition of Australian paintings. Moya and her husband Mervyn Gold were dedicated supporters of the arts and the Rockhampton Art Gallery and CQUniversity. The Trustees decided to use the interest accumulated in the Gold Trust to fund a new invitation painting award offering \$50,000 major prize (acquisitive) for contemporary paintings. The bequest has led to the announcement of both the Gold Art Award and the Bayton Award in October 2011 with finalists to be announced in February 2012 and winners announced in June 2012.

## Opening of the Rockhampton Region History Centre

The final stage of the Library and Community Centre project, the History Centre, was officially opened to the public on 27 June 2011. The Library and Community Centre project comprised of three stages including the construction of the new Regional Library, the refurbishment of the School of Arts building and the redevelopment of the existing Municipal Library site as the History Centre. The History Centre was designed with archival standard climate controls and additional storage capacity to ensure the longevity of valuable historical material, with some records dating back to the 1700's.

## Opening of the Yeppoon All Abilities Playground

The Yeppoon All Abilities Playground at Appleton Park was opened on Saturday 11 December 2010 after extensive community consultation on the design, theme, layout and the equipment to be incorporated. The All Abilities Playground which includes a Liberty Swing not only enhances the existing skate-park and other family facilities in Appleton Park but also provides facilities that can be used by kids and families with disabilities and special needs. Rockhampton Regional Council committed \$451,650 towards creating the playground, along with \$333,350 in State Government funding as part of the Queensland All Abilities Playground Project – enabling participation in play.

## Opening of Rockhampton and Yeppoon Tennis Facilities

The \$3.3 million Rockhampton Regional Tennis Centre in Victoria Park, Rockhampton was officially opened in October 2010. Rockhampton Regional Council invested more than \$850,000 to a regional tennis centre along with \$2 million in funding from the State Government's Department of Communities – Sport and Recreation Services and \$450,000 from Tennis Queensland under the Regional Tennis Facilities Program. The project included the demolition and re-construction of existing courts and the development of a new clubhouse. The Rockhampton Regional Tennis Centre will become a key component in a proposed network of quality facilities throughout regional Queensland in the coming years.

The Yeppoon Tennis Centre was also opened and the project included the construction of eight new tennis courts, club house facility and associated infrastructure on a newly created lease at the Cooe Bay Sports Complex. The development has been labelled by Tennis Queensland to be a Mini Grand Slam facility and is an asset to the Capricorn Coast.

## Reef Guardian Council

Rockhampton Regional Council officially became a Reef Guardian Council in July 2010 joining an innovative program that recognises Council's environmental projects and fosters environmental stewardship of the Great Barrier Reef Marine Park through increased commitment to best management practices. The Reef Guardian Council program is focussed around four key theme areas: land management, waste management, water management and community capacity and Council has carried out activities under these themes over the last 12 months from its action plan 2010/11 with support from officers of Great Barrier Reef Marine Park Authority (GBRMPA).

## Implementation of Animal Management Act and Microchipping Events Across the Region

Council completed the implementation of the *Animal Management (Cats and Dogs) Act 2008* on 12 December 2010. The implementation begun during 2009/2010 with changes to regulated dogs put in place as of 1 July 2009. Other changes that have since been implemented is the compulsory registration of both cats and dogs and the requirement for animals to be microchipped if over 12 weeks of age or a transfer of ownership. As part of the rollout of the new legislation, Rockhampton Regional Council provided subsidised microchipping to residents throughout the Region. In total more than 500 animals were microchipped during these events. Proceeds raised totalled \$5,000, with \$10 from every pet microchipped donated to the RSPCA and Capricorn Animal Aid (CAA). In total, Council donated \$2,175 to RSPCA and \$2,825 to CAA.

## Rockhampton Region Investment Brief

The Rockhampton Region Investment Brief was launched by Mayor Brad Carter in May 2011 at events in Rockhampton, Brisbane and Canberra. The document which was developed by Rockhampton Regional Council in conjunction with Capricorn Tourism and Economic Development (now known as Capricorn Enterprise) is a coordinated regional 'blue print' of the Region's priority infrastructure needs. The six infrastructure priorities highlighted in this document are: Critical Road and Rail Infrastructure; Water Infrastructure; Serviced Industrial Land; CQ NRL Bid; CQUniversity Dual Sector; and the Rockhampton Riverfront Development and Yeppoon Foreshore Development.

Targeted at showcasing the Region's formidable strengths, and offering real investment opportunities, the document was developed to attract investment from Government and business to invest, live, work and play in the Rockhampton Region. The document has been well accepted and has been nominated for an award in late 2011.





*Rockhampton Airport during the January 2011 Flood*

# Community Financial Report

For the year ended 30 June 2011

Interpreting formally presented financial statements prepared in accordance with relevant accounting standards can often be a difficult process for all stakeholders. The aim of the Community Financial Report is to assist readers to evaluate Council's financial performance and financial position without the need to interpret the financial statements. In this way the financial operations of Council can be clearly understood by members of our community and interested stakeholders.

Council's General Purpose Financial Statements are a record of our financial performance for the year ended 30 June 2011 and is subject to independent audit to verify the accuracy of the reports, as well as the systems Council has in place to record financial transactions. The three primary reports are the Statement of Comprehensive Income, the Statement of Financial Position and the Statement of Cash Flows.

## Statement of Comprehensive Income

The Statement of Comprehensive Income details total income and expenses, and the net result attributable to Council as a result of Council's activities for the financial year.

### Sources of Income – Where our money comes from...

The majority of Council's income comes from rates and levies, fees and charges, interest, recoverable works and grants, subsidies and contributions.

Council's total income in 2010/11 is slightly less than the total income reported for the 2009/10 financial year. This is mostly due to reduced capital income.

To provide services to the community, Council must collect revenue. Rates and utility charges are Council's principal source of revenue and represented approximately 65% of Council's recurrent (operating) revenue in 2010/11.

Council also charges fees to developers, undertakes private and recoverable works and receives funding in the form of grants and subsidies from both State and Federal Government, to help construct and maintain our extensive infrastructure.

A total of \$240,704,875 was recognised in revenue during the financial year. See FIG 1

### Expenses – Where our money is spent...

The three largest items of Council's expenditure are employee costs, materials and services, and depreciation and amortisation. The level of expenditure is constantly monitored via a rigorous budget process. Detailed estimates are prepared prior to the start of the financial year, and are then constantly monitored throughout the year to ensure that funds are utilised efficiently.

Council requires a large workforce to provide the many and diverse services to our community. We also need to plan and monitor the future of the Rockhampton Region in respect to developments, so that our existing lifestyle is maintained and improved.

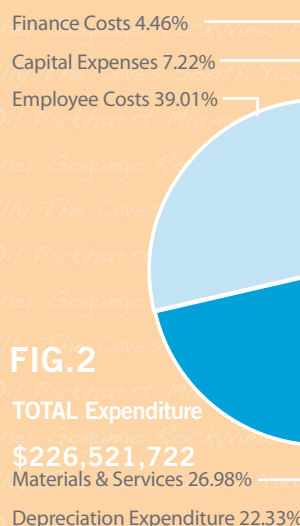
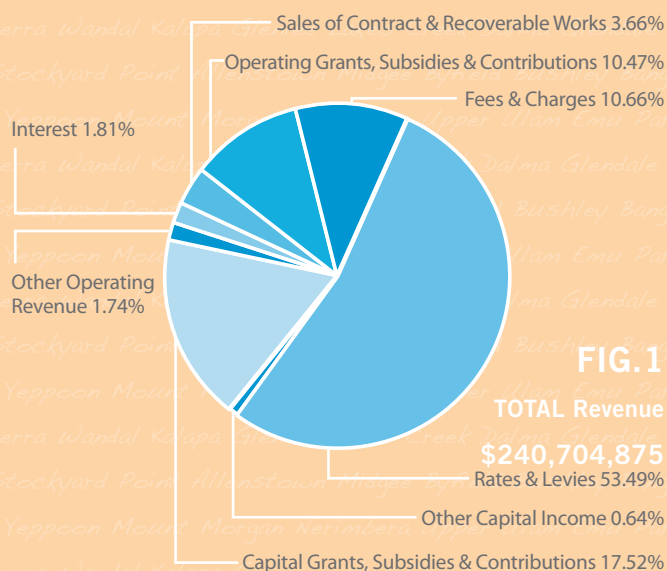
Council spends considerable funds on materials and services to operate effectively. In accordance with Council's Purchasing Policy, we give some preference to local businesses when work is tendered to external suppliers. As well as being a large employer in the community, it makes sound economic sense to keep the money circulating in the region for the benefit of all who live here.

Depreciation and amortisation is a way of allocating the cost of an asset over the assets' estimated useful life. Through the accurate calculation and allocation of depreciation and amortisation, we are confident that we will have the necessary funds to renew our existing assets.

In reviewing the total expenditure of Council this year to last, it can be seen that total expenditure is higher than last period. This has come about mostly due to increased outlays as a result of the natural disaster event in the Rockhampton Region earlier this year. See FIG 2

Capital expenses for the year incorporate a reduction to our assets (mainly roads) which resulted in the January 2011 flood event.

The Statement of Comprehensive Income includes all revenue and expenses to Council for the year. Council's operational result (which excludes capital revenue and expenses) was a deficit of \$13.1 million. Council had budgeted for a deficit of \$8.6 million but this was revised after the January floods.



# Community Financial Report

For the year ended 30 June 2011

Council's 3 year adopted budget shows a return to surplus by 2013/2014, which will allow Council to manage and re-invest in its assets using its own funds.

The total comprehensive income for the year was a negative result of \$2,647,497 which is the difference between total income and total expenses and measures the change in community wealth. The main contributing factor to this negative result is the January 2011 flood event, which resulted in additional operational costs and reduced income as a result of reduced water consumption and airport closure. It also includes a \$20 million write-down of roads assets to reflect the damage to the assets.

## Statement of Financial Position

The Statement of Financial Position lists Council's assets and liabilities. The result of these two components determines the net worth of Council.

### What Do We Own?

Council controls a variety of current and non-current assets of which 95% is attributed to Property, Plant & Equipment assets. This is a significant investment for the community and requires astute management to ensure the level of service provided by these assets is maintained. *See FIG 3*

Total assets are approximately \$2.4 billion as at 30 June 2011. The value of total assets has increased when compared to last period. This increase is primarily the result of Council's acquiring or constructing assets as part of its capital works program.

### Capital Works

The increase in Property, Plant and Equipment assets is also as a result of sound asset management practices directing funding towards new assets and the renewal of existing infrastructure assets. These capital assets were funded from depreciation, grants/subsidies, loans and reserves.

Capital works undertaken for the year totalled approximately \$95.6 million.

Significant projects undertaken in 2010/11 were:

- The near completion of the construction of the Yeppoon Town Hall
- Replacement Program of the regions' water and sewerage mains
- Urban and Rural Roadwork Program
- Commencement of works on the South Rockhampton Memorial Pool

### What do we owe?

Council's borrowings at 30 June 2011 totalled approximately \$195 million. The level of Council's long-term debt is regularly reviewed as a component of the Long Term Financial Strategic Plan.

Interest expense on all loans, totalled 4.8% of total operating income. *See FIG 4*

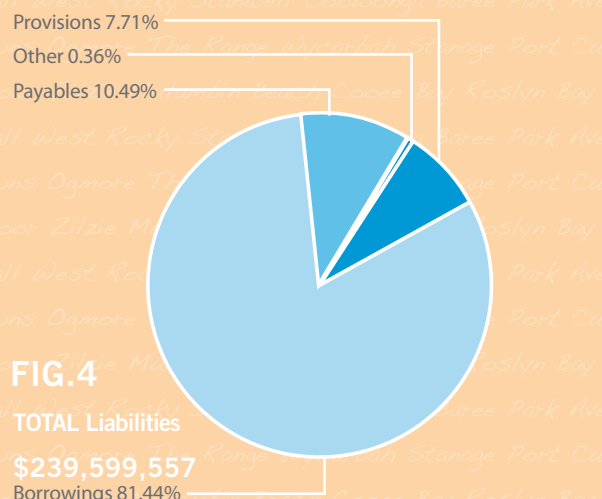
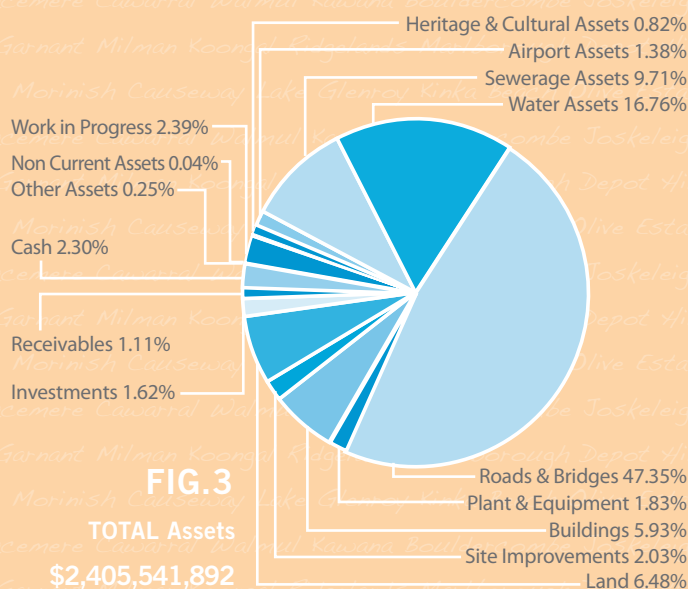
Total liabilities of approximately \$239.6 million at 30 June 2011 are an increase of \$43 million over the previous period. This increase is primarily attributed to an increase in Council's borrowings.

## Financial Sustainability Ratios

An important indication in determining the financial health of Council is to calculate and review financial indicators or financial ratios. These ratios further assist in understanding the financial performance and position of Council, without reading through all of the details contained within the Financial Statements.

Six core ratios are the sustainability ratios. These have been calculated for the 2010/2011 year and are listed as below with a forecast for how the ratios will develop in Council's adopted Long Term Financial Forecast. *See FIG 5*

Council's Long Term Financial Forecast has been developed and adopted by Council and shows a continued high level of investment into its assets. Whilst showing an operational deficit in the short term, the forecast shows that Council plans to move to operational surplus position by 2013/2014. When the new Community Plan and Asset Management Plans are finalised, these will be linked into the Long Term Financial Plan to ensure that the various strategies can be achieved.





# Community Financial Report

For the year ended 30 June 2011

Councils budgets are consistent with its Long Term Financial Forecast and whilst the 2010/11 results were worse than budget as a result of the January Floods, there were no long term effects on the financial forecast.

## Statement of Changes in Equity

This statement demonstrates the movements between the differing elements of equity which is the net wealth of the community.

### What Are We Worth?

Community Equity is equal to Assets less Liabilities and is represented by Retained Surplus, Asset Revaluation Surplus and Other Reserves. Total Community Equity at 30 June 2011 is approximately \$2.2 billion.

Council continues to be in a strong financial position. It is holding a good reserve of cash, has substantial equity in its assets, and maintains debt at manageable levels.

The healthy financial position of Council combined with sound budgeting and forward planning, provides capacity for Council to meet its objectives as well as provide a large degree of flexibility if strategic directions change.

## Statement of Cash Flows

The Statement of Cash Flows reports the cash flows in and out of Council for the financial year. The statement is useful in assisting readers to assess Council's sources and uses of cash and ensuring that Council has the capacity to meet all of its financial commitments. The cash flows are classified into operating, investing, and financing activities.

Council pools and invests funds throughout the year in low-

risk short-term investments in accordance with Council's investment policy.

The net movement in cash for the 2010/11 year was a \$2.8 million increase, which can be added to an increased amount of investments of \$7 million. Total cash and investments increased by \$9.8 million.

## Looking to the Future

Council is well placed to provide the necessary financial resources to address the land use, natural resource, environmental, economic and social challenges associated with the developing growth across the region.

Rockhampton Regional Council will continue to build on its management of infrastructure assets. This will permit more informed decisions about renewal and replacement of assets and associated funding.

The recent improvements to Council's asset management information will have a significant impact upon the way in which Council manages its assets and funds their replacement.

Rockhampton Regional Council aims to continue to maintain its strong financial base through the prudent use of annual rates collection, grants and subsidies, developer's contributions, borrowings and the use of specific cash reserves. On-going long term cash flow planning, sound budgeting and extensive financial strategic planning will assist Council greatly in achieving its objectives. This forward planning focus will put the Council in the best position possible to achieve the effective and efficient delivery of services to the community.

### Relevant Measures of Financial Sustainability

		Forecast									
	Target	30/6/2011	30/6/2012	30/6/2013	30/6/2014	30/6/2015	30/6/2016	30/6/2017	30/6/2018	30/6/2019	30/6/2020
<b>1. Working Capital Ratio</b>											
(Current Assets / Current Liabilities)	Between 1:1 and 4:1	3.1348:1	2.0478:1	2.0243:1	2.1165:1	2.1287:1	2.0551:1	1.9566:1	1.9875:1	1.9239:1	3.2529:1
This ratio examines the relationship between current assets and current liabilities. It measures the extent to which Council has liquid assets available to meet its short-term debts. A ratio of between 1:1 and 4:1 indicates an ability to maintain strong cash flows and meet future commitments. Councils result of 3.1:1 means it has a strong ability to meet its short-term debts as they fall due.											
<b>2. Operating Surplus Ratio</b>											
(Net Operating Surplus / Total Operating Revenue) (%)	Up to 10%	(6.7)%	(3.9)%	(1.4)%	0.6%	2.4%	3.6%	6.3%	8.7%	11.0%	11.8%
This ratio indicates the relationship between Councils operational result and total operating income, expressed as a percentage. It is an indication of Councils ability to fund its day-to-day operations. A result of up to 10% means that surplus income is available after Council has paid for the cost of delivering all its services to the community. Councils result of negative 6.7% indicates that Council had an operational deficit for the year. Councils long-term financial strategy indicates that Council will move back into operational surplus in 2013/2014.											
<b>3. Net Financial Liabilities Ratio</b>											
(Total Liabilities - Current Assets / Total Operating Revenue) (%)	Up to 60%	58.7%	93.8%	94.3%	91.4%	86.6%	83.4%	76.4%	66.4%	56.4%	47.3%
* Whilst the whole of the forecast period is not within the target ratio, it is managed and controlled within the forecast period.											
This ratio indicates the extent to which Councils debts can be met by its operating income, expressed as a percentage. A result of less than 60% indicates that Council has the capacity to fund its liabilities and has the capacity to increase its loan borrowings if required. Councils result of 58.7% indicates that Council can fund its existing loan borrowings.											
<b>4. Interest Coverage Ratio</b>											
(Net Interest Expense / Total Operating Revenue) (%)	Up to 5%	2.9%	4.7%	5.1%	5.0%	4.9%	4.7%	4.4%	3.9%	3.3%	2.7%
This ratio indicates the extent to which Councils operating revenues are committed to paying interest expense, expressed as a percentage. A ratio of up to 5% is generally considered acceptable, having regard to Councils long-term financial strategy and borrowings policy. Council result of 2.9% indicates that only a very small portion of Council's operating revenue is committed to paying interest.											
<b>5. Asset Sustainability Ratio</b>											
(Capital Expenditure on the Replacement of Assets (renewals) / Depreciation Expense) (%)	Greater than 90%	Not Available	141.8%	141.4%	94.8%	114.6%	97.0%	96.5%	100.3%	121.3%	116.7%
This ratio indicates whether Council is renewing or replacing it's existing assets at the same time that its overall stock of assets is wearing out, expressed as a percentage. As Council has not yet finalised full asset management plans for all it's assets, this ratio is not available for the current year and the future year ratios are an estimate.											
<b>6. Asset Consumption Ratio</b>											
(Written Down Value of Infrastructure Assets / Gross Current Replacement Cost of Infrastructure Assets) (%)	Between 40% and 80%	71.0%	64.5%	64.0%	63.2%	62.3%	61.6%	60.9%	60.3%	59.6%	59.0%
This ratio indicates the written down value of Councils Infrastructure assets on its books relative to their 'as new' replacement price, expressed as a percentage. This ratio seeks to highlight the aged condition of Council's stock of physical assets.											

# Statement of Comprehensive Income

For the year ended 30 June 2011

	Note	2011	2010
		\$	\$
<b>Income</b>			
<b>Revenue</b>			
<b>Recurrent Revenue</b>			
Rates and levies	3 (a)	128,759,262	127,248,437
Fees and charges	3 (b)	25,647,232	23,799,102
Interest received	3 (c)	4,368,127	3,545,423
Sales of contract and recoverable works	3 (d)	8,814,598	8,205,592
Other recurrent income	3 (e)	4,196,093	3,666,134
Grants, subsidies and contributions	4 (i)	25,200,837	15,442,377
Total recurrent revenue		<b>196,986,149</b>	<b>181,907,065</b>
<b>Capital revenue</b>			
Grants, subsidies and contributions	4 (ii)	42,175,790	53,465,646
		42,175,790	53,465,646
Total revenue		<b>239,161,939</b>	<b>235,372,711</b>
<b>Capital income</b>	5	1,542,936	5,804,613
Total income		<b>240,704,875</b>	<b>241,177,324</b>
<b>Expenses</b>			
<b>Recurrent expenses</b>			
Employee benefits	7	(88,370,262)	(80,833,284)
Materials and services	8	(61,116,317)	(53,610,283)
Finance costs	9	(10,091,647)	(8,348,535)
Depreciation and amortisation	10	(50,591,908)	(49,387,482)
Total recurrent expenses		<b>(210,170,134)</b>	<b>(192,179,584)</b>
<b>Capital expenses</b>	11	(16,351,588)	(10,531,841)
Total expenses	2	(226,521,722)	(202,711,425)
<b>Net result attributable to Council</b>		<b>14,183,153</b>	<b>38,465,899</b>
<b>Other comprehensive income</b>			
Increase / (decrease) in asset revaluation surplus	24	(16,830,650)	-
Total other comprehensive income		<b>(16,830,650)</b>	-
<b>Total comprehensive income for the year</b>		<b>(2,647,497)</b>	<b>38,465,899</b>

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



# Statement of Financial Position

as at 30 June 2011

	Note	2011	2010
		\$	\$
<b>Current Assets</b>			
Cash and cash equivalents	13	55,288,605	52,460,783
Investments	17	39,000,000	32,000,000
Trade and other receivables	14	26,793,226	22,817,752
Inventories	15	2,983,021	2,469,240
		124,064,852	109,747,775
Non-current assets classified as held for sale	16	941,938	-
		<b>125,006,790</b>	<b>109,747,775</b>
<b>Non-current Assets</b>			
Property, plant and equipment	18 (a)	2,277,457,784	2,251,417,134
Intangible assets	19	3,077,318	3,696,684
		<b>2,280,535,102</b>	<b>2,255,113,818</b>
<b>TOTAL ASSETS</b>		<b>2,405,541,892</b>	<b>2,364,861,593</b>
<b>Current Liabilities</b>			
Trade and other payables	20	20,810,657	20,465,531
Provisions	21	2,063,193	1,936,041
Borrowings	22	16,627,639	14,798,589
Other liabilities	23	375,024	570,607
		<b>39,876,513</b>	<b>37,770,768</b>
<b>Non-current Liabilities</b>			
Trade and other payables	20	4,328,386	4,210,402
Provisions	21	16,406,159	15,585,492
Borrowings	22	178,500,357	138,705,099
Other liabilities	23	488,142	-
		<b>199,723,044</b>	<b>158,500,993</b>
<b>TOTAL LIABILITIES</b>		<b>239,599,557</b>	<b>196,271,761</b>
<b>NET COMMUNITY ASSETS</b>		<b>2,165,942,335</b>	<b>2,168,589,832</b>
<b>Community Equity</b>			
Retained surplus (deficiency)	25	1,829,455,024	1,826,400,052
Asset revaluation surplus	24	254,362,647	271,193,297
Other reserves	26	82,124,664	70,996,483
<b>TOTAL COMMUNITY EQUITY</b>		<b>2,165,942,335</b>	<b>2,168,589,832</b>

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

# Statement of Changes in Equity

for the year ended 30 June 2011

	Total		Retained surplus (deficit) Note 25		Other reserves Note 26		Asset revaluation surplus Note 24	
	2011	2010	2011	2010	2011	2010	2011	2010
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Balance at beginning of year</b>	2,168,589,832	2,088,886,519	1,826,400,052	1,743,406,119	70,996,483	74,287,103	271,193,297	271,193,297
Adjustment to opening balance Note 36	-	41,237,414	-	41,237,414	-	-	-	-
Restated balances	2,168,589,832	2,130,123,933	1,826,400,052	1,784,643,533	70,996,483	74,287,103	271,193,297	271,193,297
Net result attributable to Council	14,183,153	38,465,899	14,183,153	38,465,899	-	-	-	-
Other comprehensive income for the year	-	-	-	-	-	-	-	-
Adjustment to asset revaluation surplus	-	-	-	-	-	-	-	-
Property, plant and equipment	(16,830,650)	-	-	-	-	-	(16,830,650)	-
Total comprehensive income for year	(2,647,497)	38,465,899	14,183,153	38,465,899	-	-	(16,830,650)	-
<b>Transfers to and from reserves</b>								
Transfers from other reserves	-	-	27,773,176	41,878,594	(27,773,176)	(41,878,594)	-	-
Transfers to other reserves	-	-	(38,901,359)	(38,587,974)	38,901,359	38,587,974	-	-
<b>Balance at end of year</b>	<b>2,165,942,335</b>	<b>2,168,589,832</b>	<b>1,829,455,022</b>	<b>1,826,400,052</b>	<b>82,124,666</b>	<b>70,996,483</b>	<b>254,362,647</b>	<b>271,193,297</b>

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

# Statement of Cash Flows

For the year ended 30 June 2011

	Note	2011	2010
		\$	\$
<b>Cash flows from operating activities</b>			
Rates, levies and charges		130,763,143	122,021,189
Fees and charges		25,647,232	23,707,094
Grants, subsidies and contributions		25,200,837	15,442,377
Interest received		4,437,207	2,891,899
Other income		7,546,265	14,239,437
Net GST (received) / paid		(113,285)	(139,782)
Payments to suppliers		(62,638,919)	(54,293,920)
Payment to employees		(87,243,614)	(78,841,130)
Interest expense		(9,446,601)	(7,815,335)
<b>Net cash inflow (outflow) from operating activities</b>	<b>32</b>	<b>34,152,266</b>	<b>37,211,829</b>
<b>Cash flows from investing activities:</b>			
Government subsidies and grants		21,565,273	24,148,186
Capital contributions		3,490,048	5,398,229
Payments for property, plant and equipment		(95,313,995)	(109,256,458)
Payments for intangible assets		(279,388)	(3,368,719)
Net transfer (to) from cash investments		(7,000,000)	(30,000,000)
Proceeds from sale of property, plant and equipment		4,586,199	9,197,064
Proceeds from sale of intangible assets			100,395
Net movement in loans and advances		3,111	
<b>Net cash inflow (outflow) from investing activities</b>		<b>(72,948,752)</b>	<b>(103,781,303)</b>
<b>Cash flows from financing activities:</b>			
Proceeds from borrowings		56,301,266	40,770,985
Repayment of borrowings		(14,676,958)	(12,000,196)
<b>Net cash inflow (outflow) from financing activities</b>		<b>41,624,308</b>	<b>28,770,789</b>
Net increase (decrease) in cash held		2,827,822	(37,798,685)
Cash at beginning of reporting year		52,460,783	90,259,468
<b>Cash at end of reporting year</b>	<b>13</b>	<b>55,288,605</b>	<b>52,460,783</b>

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



# Notes to the Financial Statements

For the year ended 30 June 2011

## 1 Summary of significant accounting policies

### 1.1 Basis of preparation

These general purpose financial statements for the period 1 July 2010 to 30 June 2011 have been prepared in accordance with all Australian Accounting Standards, Australian Accounting Interpretations and other pronouncements issued by the Australian Accounting Standards Board. They also comply with the requirements of the *Local Government Act 2009* and the Local Government (Finance, Plans and Reporting) Regulation 2010.

These financial statements have been prepared under the historical cost convention except for the revaluation of certain non-current assets.

### 1.2 Statement of compliance

These general purpose financial statements comply with all accounting standards and interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to Council's operations and effective for the current reporting period. Because the Council is a not-for-profit entity and the Australian Accounting Standards include requirements for not-for-profit entities which are inconsistent with International Financial Reporting Standards (IFRS), to the extent these inconsistencies are applied, these financial statements do not comply with IFRS. The main impacts are the offsetting of revaluation and impairment gains and losses within a class of assets, and the timing of the recognition of non-reciprocal grant revenue.

### 1.3 Adoption of new and revised Accounting Standards

In the current year, Council adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to its operations and effective for the current reporting period. The adoption of the new and revised Standards and Interpretations has not resulted in any material changes to Council's accounting policies.

At the date of authorisation of the financial statements, the Standards and Interpretations listed below were in issue but not yet effective:

Effective for annual report periods beginning on or after:

AASB 9 Financial Instruments (December 2009)	1 January 2013
AASB 124 Related Party Disclosures (December 2009)	1 January 2011
AASB 1053 Application of Tiers of Australian Accounting Standards	1 July 2013
2009-11 Amendments to Australian Accounting Standards arising from AASB 9 (December 2009)	1 January 2013
2009-12 Amendments to Australian Accounting Standards in relation to AASB 8 Operating Segments (December 2009)	1 January 2011

At the date of authorisation of the financial statements, the Standards and Interpretations listed below were in issue but not yet effective:

Effective for annual report periods beginning on or after:

2009-14 Amendments to Australian Interpretation – Prepayments of a Minimum Funding Requirement (Interpretation 14) (December 2009)	1 January 2011
AASB 2010-2 Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements	1 July 2013
AASB 2010-4 Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project	1 January 2011
AASB 2010-5 Amendments to Australian Accounting Standards	1 January 2011
AASB 2010-6 Amendments to Australian Accounting Standards – Disclosures on Transfers of Financial Assets	1 July 2011
AASB 2010-7 Amendments to Australian Accounting Standards arising from AASB 9 (December 2010)	1 January 2013
AASB 2010-8 Amendments to Australian Accounting Standards – Deferred Tax: Recovery of Underlying Assets	1 January 2012
AASB 2010-9 Amendments to Australian Accounting Standards – Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters	1 July 2011
AASB 2010-10 Further Amendments to Australian Accounting Standards – Removal of Fixed Dates for First-time Adopters	1 January 2013
AASB 1054 Australian additional disclosures	1 July 2011
AASB 2011-1 Amendments to Australian Accounting Standards arising from the Trans-Tasman Convergence Projects	1 July 2011
AASB 2011-2 Amendments to Australian Accounting Standards arising from the Trans-Tasman Convergence Projects - Reduced Disclosure Requirements	1 July 2013

Management have yet to assess the impact that AASB 9 Financial Instruments and 2009-11 Amendments to Australian Accounting Standards arising from AASB 9 is likely to have on the financial statements of Council as it is anticipated that further amendments will occur. Council does not expect to implement the amendments prior to the adoption date of 1 January 2013.

The reported results and position of Council will not change on adoption of the other pronouncements as they do not result in any changes to the Council's existing accounting policies. Adoption will, however, result in changes to

# Notes to the Financial Statements

For the year ended 30 June 2011

information currently disclosed in the financial statements. The Council does not intend to adopt any of these pronouncements before their effective dates.

## 1.4 Currency

The Council uses the Australian Dollar as its functional currency and its presentation currency.

## 1.5 Constitution

The Rockhampton Regional Council is constituted under the *Queensland Local Government Act 2009* and is domiciled in Australia.

## 1.6 Reporting entities

The financial statements include the value of all revenues, expenses, assets, liabilities and equity of the Council.

The following controlled entities are not consolidated with the Council's financial statements as the transactions and balances are not material to the Council's operations.

### *The Rockhampton Art Gallery Trust*

The Rockhampton Art Gallery Trust fund is applied for charitable purposes with the primary object of acquiring objects of art for inclusion in the Collection and the enhancement of the Art Gallery as a regional art gallery holding significant works of art for the benefit of the community of Central Queensland. All art acquisitions purchased by The Rockhampton Art Gallery Trust are donated to the Rockhampton Regional Council Art Gallery and become heritage and cultural assets of the Council.

The Rockhampton Art Gallery Trust's operations are audited by the Auditor-General of Queensland. The results are as follows:

Art Gallery	2011	2010
Receipts	21,889	18,040
Disbursements	16,264	70,224
<b>Net Surplus/Deficit</b>	<b>5,625</b>	<b>(52,184)</b>
Assets	85,489	79,864
Liabilities	-	-
<b>Net Assets</b>	<b>85,489</b>	<b>79,864</b>

### *Mayoress Regional Charity Foundation Limited*

Mayoress Regional Charity Foundation Limited is a public company limited by guarantee, which was incorporated in Australia on 21 May 2009.

The company acts solely as trustee of the Mayoress Regional Charity Foundation Charitable Trust (Charitable Trust) and the Mayoress Regional Charity Foundation Charitable Fund (Ancillary Fund). The purpose of the company is to advance social, religious and educational activities which are, or could be, to the benefit of the community of Rockhampton Regional Council. The aim is to achieve these objectives via the Ancillary Fund, with its Deductible Gift Recipient status, as well as the Charitable Trust which distributes money, property and/or benefits to the community or community entities.

The Charitable Trust and Ancillary Fund are not controlled by Rockhampton Regional Council.

The company does not trade as a commercial enterprise and has no employees.

## 1.7 Date of authorisation

The financial statements were authorised for issue on the date they were submitted to the Auditor-General for final signature. This is the date the management certificate is signed.

## 1.8 Critical accounting judgements and key sources of estimation uncertainty

In the application of Council's accounting policies, management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and ongoing assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in future periods as relevant.

Judgements, estimates and assumptions that have a potential significant effect are outlined in the following financial statement notes:

- Valuation of property, plant and equipment - Note 1.18(d) and Note 18
- Impairment of property, plant and equipment - Note 1.21 and Note 18
- Provisions - Note 1.24, Note 1.26 and Note 21
- Contingencies - Note 29 and Note 33

## 1.9 Revenue

Rates, levies, grants and other revenue are recognised as revenue on receipt of funds or earlier upon unconditional entitlement to the funds.

### (a) Rates and levies

Where rate monies are received prior to the commencement of the rating period, the amount is recognised as revenue in the period in which they are received, otherwise rates are recognised at the commencement of the rating period.

### (b) Grants and subsidies

Grants, subsidies and contributions that are non-reciprocal in nature are recognised as revenue in the year in which Council obtains control over them. An equivalent amount is transferred from retained earnings to a relevant reserve until the funds are expended. Unspent non-reciprocal grants are placed in the unspent or constrained grants reserve.

Where grants are received that are reciprocal in nature, revenue is recognised over the term of the funding arrangements. Council does not currently have any reciprocal grants.

### (c) Non-cash contributions

Non-cash contributions with a value in excess of the recognition thresholds, are recognised as revenue and as non-current assets. Non-cash contributions below the thresholds are recorded as revenue and expenses.

Physical assets contributed to Council by developers in the form of road works, stormwater, water and wastewater infrastructure and park equipment are recognised as revenue when the development becomes "on maintenance"

# Notes to the Financial Statements

For the year ended 30 June 2011

(i.e. the Council obtains control of the assets and becomes liable for any ongoing maintenance) and there is sufficient data in the form of drawings and plans to determine the approximate specifications and values of such assets. All non-cash contributions are recognised at the fair value of the contribution received on the date of acquisition.

## (d) Cash contributions

Council receives cash contributions from property developers to construct assets such as roads and footpaths and to connect new property developments to water and sewerage networks in the local government area. Where agreements between Council and the developers relating to these contributions are determined to fall within the scope of AASB Interpretation 18 Transfers of Assets from Customers these contributions are recognised as revenue when the related service obligations are fulfilled.

Developers may also make cash contributions towards the cost of constructing existing and proposed water supply and sewerage headworks in accordance with Council's planning scheme policies. (Headworks include pumping stations, treatment works, mains, sewers and water pollution control works). Cash contributions in relation to water supply and sewerage headworks are not within the scope of AASB Interpretation 18 because there is no performance obligation associated with these contributions. Consequently, these cash contributions are recognised as income when received.

AASB Interpretation 18 has been applied prospectively from 1 July 2009, taking materiality into account. All cash contributions were recognised as revenue on receipt prior to 1 July 2009.

## (e) Interest

Interest received from term deposits is accrued over the term of the investment.

## (f) Other revenue

Other revenue is recognised as a receivable when it is probable that it will be received and the amount is known, otherwise the amount is recognised upon receipt. Rental revenue is recognised as income on a periodic straight line basis over the lease term.

## 1.10 Financial assets and financial liabilities

Council recognises a financial asset or a financial liability in its Statement of Financial Position when, and only when, Council becomes a party to the contractual provisions of the instrument.

Rockhampton Regional Council has categorised and measured the financial assets and financial liabilities held at balance date as follows:

### Financial assets

- Cash and cash equivalents (Note 1.11)
- Receivables - measured at amortised cost (Note 1.12)
- Investments (Note 1.16)

### Financial liabilities

- Payables - measured at amortised cost (Note 1.23)
- Borrowings - measured at amortised cost (Note 1.25)

Financial assets and financial liabilities are presented separately from each other and offsetting has not been applied.

The fair value of financial instruments is determined as follows:

- The fair value of cash and cash equivalents and non-interest bearing monetary financial assets and financial liabilities approximate their carrying amounts and are not disclosed separately.
- The fair value of borrowings, as disclosed in Note 22 to the accounts, is determined by reference to published price quotations in an active market and/or by reference to pricing models and valuation techniques. It reflects the value of the debt if the Council repaid it in full at balance date. As it is the intention of the Council to hold its borrowings for their full term, no adjustment provision is made in these accounts.
- The fair value of trade receivables approximates the amortised cost less any impairment. The fair value of payables approximates the amortised cost.

Rockhampton Regional Council does not recognise financial assets or financial liabilities at fair value in the Statement of Financial Position.

All other disclosures relating to the measurement and financial risk management of financial instruments are included in Note 37.

## 1.11 Cash and cash equivalents

Cash and cash equivalents includes cash on hand, all cash and cheques receipted but not banked at the year end, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

## 1.12 Receivables

Trade receivables are recognised at the amounts due at the time of sale or service delivery i.e. the agreed purchase price / contract price. Settlement of these amounts is required within 30 days from invoice date.

The collectability of receivables is assessed periodically and if there is objective evidence that Council will not be able to collect all amounts due, the carrying amount is reduced for impairment. The loss is recognised in finance costs. The amount of the impairment is the difference between the asset's carrying amount and the present value of the estimated cash flows discounted at the effective interest rate.

All known bad debts were written-off at 30 June. Subsequent recoveries of amounts previously written off in the same period are recognised as finance costs in the Statement of Comprehensive Income. If an amount is recovered in a subsequent period it is recognised as revenue.

Because Council has the power to sell an owner's property to recover outstanding rate debts, Council will only impair rate receivables when outstanding debt exceeds unimproved capital values.

Loans and advances are recognised in the same way as other receivables. Security is not normally obtained.



## 1.13 Inventories

Stores and raw materials held for resale are valued at the lower of cost and net realisable value and include, where applicable, direct material, direct labour and an appropriate portion of variable and fixed overheads. Costs are assigned on the basis of weighted average cost.

Inventories held for distribution (internal consumption) are:

- goods to be supplied at no, or nominal, charge, and
- goods to be used for the provision of services at no, or nominal, charge.

Inventory for distribution is valued at cost, adjusted when applicable for any loss of service potential.

## 1.14 Land held for resale

Land acquired with the intention of reselling it (with or without further development) is classified as inventory. As inventory this land is valued at the lower of cost or net realisable value. Inventory land is treated as a current asset except where it is anticipated that a material portion of land value will not be sold within 12 months. Land held beyond 12 months is reported as non-current inventory.

Profit arising upon sale of land is recognised in the Statement of Comprehensive Income on the signing of a valid unconditional contract of sale.

## 1.15 Non-current assets classified as held for sale

Non-current assets held for sale consist of those assets that management has determined are available for immediate sale in their present condition, for which their sale is highly probable within the next twelve months.

These assets are measured at the lower of the assets' carrying amounts and their fair values less costs to sell. These assets are not depreciated.

## 1.16 Investments

Term deposits in excess of three months are reported as investments, with deposits of less than or equal to three months being reported as cash equivalents.

## 1.17 Investment property

Investment property is property held for the primary purpose of earning rentals and/or capital appreciation. This includes land held by Council for a currently undetermined future use.

Investment property is measured using the fair value model. This means all investment property is initially recognised at cost (including transaction costs) and then subsequently revalued annually at the balance sheet date. Where investment property is acquired at no or nominal cost it is recognised at fair value.

Property that is being constructed or developed for future use as investment property is classified as investment property. Investment property under construction is measured at fair value, unless fair value cannot be reliably determined for an individual property (in which case the property concerned is measured at cost until fair value can be reliably determined).

Gains or losses arising from changes in the fair value of investment property are included in the Statement of Comprehensive Income for the period in which they arise. Investment property is not depreciated and is not tested for impairment.

## 1.18 Property, plant and equipment

Each class of property, plant and equipment is stated at cost or fair value less, where applicable, any accumulated depreciation and accumulated impairment loss. Items of plant and equipment with a total value of less than \$5,000, and infrastructure assets and buildings with a total value of less than \$10,000 are treated as an expense in the year of acquisition. All other items of property, plant and equipment are capitalised.

The classes of property plant and equipment recognised by the Council are:

- Land
- Site improvements
- Buildings
- Plant and Equipment
- Road and Bridge Network
- Water
- Sewerage
- Airport
- Heritage and cultural assets
- Work in progress

### (a) Major plant

The Council has determined that plant which has an individual cost in excess of \$1,000,000 is of high value to the Council. Plant which meets this criteria is major plant if it is prone to a high degree of price fluctuations or in danger of becoming obsolete. The asset class primarily includes specialised earthmoving equipment.

### (b) Acquisition of assets

Acquisitions of assets are initially recorded at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition, including freight in, architect's fees and engineering design fees and all other establishment costs.

Property, plant and equipment received in the form of physical contributions, are recognised as assets and revenues at fair value by Council valuation where that value exceeds the recognition thresholds for the respective asset class. Fair value means the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

### (c) Capital and operating expenditure

Wage and materials expenditure incurred for the acquisition or construction of assets are treated as capital expenditure. Routine operating maintenance, repair costs and minor renewals to maintain the operational capacity of the non-current asset is expensed as incurred, while expenditure that relates to replacement of a major component of an asset to maintain its service potential is capitalised.

### (d) Valuation

Land and improvements, buildings, major plant and all infrastructure assets are measured on the revaluation basis, at fair value, in accordance with AASB116 Property, Plant and Equipment. Other plant and equipment is measured at cost.



# Notes to the Financial Statements

For the year ended 30 June 2011

Non-current physical assets measured at fair value are revalued, where required, so that the carrying amount of each class of asset does not materially differ from its fair value at the reporting date. This is achieved by comprehensively revaluing these assets at least once every five years, with interim valuations using a suitable index being otherwise performed on an annual basis where there has been a material variation in the index.

Producer Price indexes for Queensland provided by Australian Bureau of Statistics are used for building and infrastructure assets.

- *Buildings* - Index Number; 30 Building construction Queensland;
- *Water and Sewerage* - Index Number; 3020 Non-residential building construction Queensland;
- *Road and Bridge Network and Airport* - Index Number; 3101 Road and bridge construction Queensland; and

Site Improvements used the combination of indices above.

Any revaluation increment arising on the revaluation of an asset is credited to the appropriate class of the asset revaluation surplus, except to the extent it reverses a revaluation decrement for the class previously recognised as an expense. A decrease in the carrying amount on revaluation is charged as an expense to the extent it exceeds the balance, if any, in the revaluation surplus to that asset class.

On revaluation, accumulated depreciation is restated proportionately with the change in the carrying amount of the asset and any change in the estimate of remaining useful life.

Separately identified components of assets are measured on the same basis as the assets to which they relate.

Details of valuers and methods of valuations are disclosed in Note 18 (b).

## (e) Depreciation

Land is not depreciated as it has an unlimited useful life. Depreciation on land improvements and other property, plant and equipment is based on the pattern in which the asset's future economic benefits are expected to be consumed. This may vary from asset to asset, but where appropriate, is calculated on a straight-line basis so as to write-off the net cost or revalued amount of each depreciable asset, less its estimated residual value, progressively over its estimated useful life to the Council.

Assets are depreciated from the date of acquisition or, in respect of internally constructed assets, from the time an asset is completed and commissioned ready for use.

Where assets have separately identifiable components that are subject to regular replacement, these components are assigned useful lives distinct from the asset to which they relate. Any expenditure that increases the originally assessed capacity or service potential of an asset is capitalised and the new depreciable amount is depreciated over the remaining useful life of the asset to the Council.

Major spares purchased specifically for particular assets that are above the asset recognition threshold are capitalised and depreciated on the same basis as the asset to which they relate.

The depreciable amount of improvements to or on leasehold land is allocated progressively over the estimated useful lives of the improvements to the Council or the unexpired period of the lease, whichever is the shorter.

The estimated useful lives of property, plant and equipment are reviewed annually. Details of the range of useful lives for each class of asset are shown in note 18 (a).

## (f) Unfunded depreciation

The Council has elected not to fund depreciation expenses for assets that will not be replaced or where external funding sources other than loans will be obtained to fund their replacement. Depreciation is funded to the extent necessary to meet Council defined future service delivery levels to the community unless insufficient revenue sources are available to cover this depreciation amount.

## (g) Land under roads

Land under roads acquired before 30 June 2008 is recognised as a non-current asset where the Council holds title or a financial lease over the asset. The Rockhampton Regional Council currently does not have any such land holdings.

Land under the road network within the Council area that has been dedicated and opened for public use under the *Land Act 1994* or the *Land Title Act 1994* is not controlled by Council but is controlled by the state pursuant to the relevant legislation. Therefore this land is not recognised in these financial statements.

## 1.19 Intangible assets

Intangible assets with a cost or other value exceeding \$10,000 are recognised as intangible assets in the financial statements, items with a lesser value being expensed.

Expenditure on research activities relating to internally-generated intangible assets is recognised as an expense in the period in which it is incurred.

Costs associated with the development of computer software are capitalised and are amortised on a straight-line basis over the period of expected benefit to Council.

It has been determined that there is not an active market for any of the Council's intangible assets. Therefore, the assets are recognised and carried at cost less accumulated amortisation and accumulated impairment losses.

## 1.20 Capital work in progress

The cost of property, plant and equipment being constructed by the Council includes the cost of purchased services, materials, direct labour and an appropriate proportion of labour overheads.

## 1.21 Impairment of non-current assets

Each non-current physical and intangible asset and group of assets is assessed for indicators of impairment annually. If an indicator of possible impairment exists, the Council determines the asset's recoverable amount. Any amount by which the asset's carrying amount exceeds the recoverable amount is recorded as an impairment loss. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use.

An impairment loss is recognised immediately in the Statement of Comprehensive Income, unless the asset is carried at a revalued amount. When the asset is measured at a revalued amount, the impairment loss is offset against the asset revaluation surplus of the relevant class to the extent available.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised as income unless the asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation surplus increase.

### 1.22 Leases

Leases of plant and equipment under which the Council as lessee assumes substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are classified as finance leases. Other leases, where substantially all the risks and benefits remain with the lessor, are classified as operating leases.

#### (a) Finance leases

Where Council enters into a finance lease, Council recognises an asset equal to the lower of fair value of the leased property and the present value of the minimum lease payments. The lease liability is recognised at the same amount. Lease liabilities are reduced by repayments of principal. The interest components of the lease payments are charged as finance costs. The asset is accounted for on the same basis as other assets of the same class. Contingent rentals are written off as an expense in the accounting period in which they are incurred.

#### (b) Operating leases

Payments made under operating leases are expensed in equal instalments over the accounting periods covered by the lease term, except where an alternative basis is more representative of the pattern of benefits to be derived from the leased property.

### 1.23 Payables

Trade creditors are recognised upon receipt of the goods or services ordered and are measured at the agreed purchase/contract price net of applicable discounts other than contingent discounts. Amounts owing are unsecured and are generally settled on 30 day terms.

### 1.24 Liabilities - employee benefits

Liabilities are recognised for employee benefits such as wages and salaries, annual leave and long service leave in respect of services provided by the employees up to the reporting date. Liabilities for employee benefits are assessed at each reporting date. Where it is expected that the leave will be paid in the next twelve months the liability is treated as a current liability. Otherwise the liability is treated as non-current.

#### (a) Salaries and wages

A liability for salaries and wages is recognised and measured as the amount unpaid at the reporting date at current pay rates in respect of employees' services up to that date. This liability represents an accrued expense and is included in Note 20 as a payable.

#### (b) Annual leave

A liability for annual leave is recognised. The current portion (based on the expected payment date) is calculated on current wage and salary levels and includes related employee on-costs. The non current portion is calculated on projected future wage and salary levels and related employee on-costs, discounted to present values. This liability represents an accrued expense and is reported in Note 20 as a payable.

#### (c) Sick leave

Council has an obligation to pay sick leave to certain employees and therefore a liability has been recognised for this obligation. This liability represents an accrued expense and is reported in Note 20 as a payable.

#### (d) Superannuation

The superannuation expense for the reporting period is the amount of the contribution the local government makes to the superannuation plan which provides benefits to its employees. Details of those are set out in Note 30.

#### (e) Long service leave

A liability for long service leave is measured as the present value of the estimated future cash outflows to be made in respect of services provided by employees up to the reporting date. The value of the liability is calculated using current pay rates and projected future increases in those rates and includes related employee on-costs. The estimates are adjusted for the probability of the employee remaining in the Council's employment or other associated employment which would result in the Council being required to meet the liability. Adjustments are then made to allow for the proportion of the benefit earned to date, and the result is discounted to present value. The interest rates attaching to Commonwealth Government guaranteed securities at the reporting date are used to discount the estimated future cash outflows to their present value. This liability is reported in Note 21 as a provision.

### 1.25 Borrowings and borrowing cost

Borrowings are initially recognised at fair value plus any directly attributable transaction cost. Subsequent to initial recognition these liabilities are measured at book value at date of reporting.

All borrowing costs are expensed in the period in which they are incurred. No borrowing costs are capitalised on qualifying assets.

Borrowings are classified as current liabilities except for the principal amount that is due and payable, under the contractual terms of the loan agreement, 12 months after the end of the reporting period. This amount is classified as a non current amount. Further details are provided in Note 22.

### 1.26 Restoration provision

A provision is made for the cost of restoration of assets and other future restoration costs where it is probable the Council will be liable, or required, to incur such a cost on the cessation of use of the facility. Further details can be found in Note 21.

The provision is measured at the expected cost of the work required discounted to current day values using an appropriate rate. The current Reserve Bank of Australia average security bond rate is considered an appropriate rate.

Changes to the provision resulting from the passing of time (the unwinding of the discount) are treated as a finance cost.

# Notes to the Financial Statements

For the year ended 30 June 2011

## 1.27 Asset revaluation surplus

The asset revaluation surplus comprises adjustments relating to changes in value of property, plant and equipment that do not result from the use of those assets. Net incremental changes in the carrying value of classes of non-current assets since their initial recognition are accumulated in the asset revaluation surplus.

Increases and decreases on revaluation are offset within a class of assets.

Where a class of assets is decreased on revaluation, that decrease is offset first against the amount remaining in the asset revaluation surplus in respect of that class. Any excess is treated as an expense.

When an asset is disposed of, the amount reported in surplus in respect of that asset is retained in the asset revaluation surplus and not transferred to retained surplus.

## 1.28 Reserves held for future capital expenditure

These are cash backed reserves and represent funds that are accumulated within the Council to meet anticipated future capital assets needs. In each case the amount relates to a perceived future requirement which is not currently a liability.

### (a) Constrained grants and contributions reserve

This reserve is credited with all grants, subsidies and contributions of monetary revenue received during the reported period and constrained for the purpose of funding specific capital expenditure. As the expenditure is incurred on specified capital assets the equivalent funds are transferred from the reserve to the capital account. The closing balance reported at the period end represents funds not yet expended and must be retained until expended in the manner specified by the contributor.

### (b) Airport development reserve

This reserve was created to set aside funds for future Airport capital upgrades and expansion.

### (c) Capital works reserve

This reserve was created to provide future funds for the future replacement of assets.

### (d) Plant reserve

This reserve was created to provide funds for the future replacement of plant and equipment.

### (e) Water reserve

This reserve was created to provide funds for the future replacement of water infrastructure.

### (f) Sewerage reserve

This reserve was created to provide funds for the future replacement of sewerage infrastructure.

### (g) Waste management reserve

This reserve was created to provide funds for the future replacement of waste assets.

### (h) Year-end uncompleted works reserve

The reserve was created to assist with the management of the transition of uncompleted works between financial years in a transparent and timely manner.

## 1.29 Reserves held for funding future recurrent expenditure

These are cash backed reserves and represent funds that are accumulated within the Council to meet anticipated future recurrent or operating expenditure needs. In each case the amount relates to a perceived future requirement which is not currently a liability.

### (a) Operating projects reserve

This reserve was created to set aside funds for specific recurrent expenditure, including unspent operational grants.

### (b) Asset maintenance reserve

This reserve was created to meet unexpected asset maintenance expenditure.

## 1.30 Retained surplus

This represents the amount of Council's net funds not set aside in reserves to meet specific future needs.

## 1.31 National competition policy

The Council has reviewed its activities to identify its business activities. Details of these activities are disclosed in Note 38.

## 1.32 Rounding and comparatives

Amounts included in the financial statements have been rounded to the nearest \$1.

Comparative information has been restated where necessary to be consistent with disclosures in the current reporting period.

## 1.33 Trust funds held for outside parties

Funds held in the trust account on behalf of outside parties include those funds from the sale of land for arrears in rates recovery, deposits for the contracted sale of land, security deposits lodged to guarantee performance and unclaimed monies (e.g. wages) paid into the trust account by the Council. The Council performs only a custodian role in respect of these monies and because the monies cannot be used for Council purposes, they are not considered revenue nor brought to account in the financial statements.

The monies are disclosed in the notes to the financial statements for information purposes only in Note 31.

## 1.34 Taxation

Income of local authorities and public authorities is exempt from Commonwealth taxation except for Fringe Benefits Tax and Goods and Services Tax ("GST"). The net amount of GST recoverable from the ATO or payable to the ATO is shown as an asset or liability respectively.

The Council pays payroll tax to the Queensland Government on certain activities.

# Notes to the Financial Statements

For the year ended 30 June 2011

## 2 Analysis of results by function

(a) Revenue, expenses and assets have been attributed to the following functions :

Functions	Income		Total income	Total expenses	Net result for year	Assets
	Grants	Other				
	2011	2011	2011	2011	2011	2011
	\$	\$	\$	\$	\$	\$
Resourcing	20,410,572	69,441,213	89,851,785	(14,615,056)	104,466,841	247,541,637
Office of CEO	-	143,061	143,061	8,615,348	(8,472,287)	21,383
Infrastructure and Planning	15,258,303	15,966,506	31,224,809	76,602,881	(45,378,072)	1,150,802,138
Organisational Services	2,852,609	1,013,346	3,865,955	28,725,608	(24,859,653)	157,555,697
Community Services	4,757,413	7,973,172	12,730,585	40,384,275	(27,653,690)	44,173,476
Airports	-	22,678,020	22,678,020	10,457,742	12,220,278	74,592,748
Commercial Services	-	4,189,830	4,189,830	5,066,066	(876,235)	13,657,566
Waste and Recycling	-	16,490,641	16,490,641	15,437,402	1,053,239	29,802,513
Fitzroy River Water	2,908,959	56,621,230	59,530,189	55,847,456	3,682,733	687,394,733
<b>Total</b>	<b>46,187,856</b>	<b>194,517,019</b>	<b>240,704,875</b>	<b>226,521,722</b>	<b>14,183,153</b>	<b>2,405,541,892</b>

### Prior Year

Functions	Income		Total income	Total expenses	Net result for year	Assets
	Grants	Other				
	2010	2010	2010	2010	2010	2010
	\$	\$	\$	\$	\$	\$
Resourcing	11,319,469	63,838,380	75,157,849	(15,485,393)	90,643,242	228,358,066
Office of CEO	-	214,574	214,574	7,855,552	(7,640,978)	18,971
Infrastructure and Planning	10,168,176	31,894,945	42,063,121	52,944,047	(10,880,926)	1,162,880,782
Organisational Services	424,829	3,994,926	4,419,755	28,643,555	(24,223,800)	151,627,360
Community Services	7,529,726	7,267,910	14,797,636	37,856,852	(23,059,216)	44,025,069
Airports	-	7,670,531	7,670,531	8,514,047	(843,516)	61,281,952
Commercial Services	-	8,021,001	8,021,001	4,193,752	3,827,249	13,741,277
Waste and Recycling	-	14,700,671	14,700,671	17,286,112	(2,585,441)	25,443,985
Fitzroy River Water	9,937,516	64,194,669	74,132,185	60,902,901	13,229,284	677,484,131
<b>Total</b>	<b>39,379,716</b>	<b>201,797,608</b>	<b>241,177,324</b>	<b>202,711,425</b>	<b>38,465,899</b>	<b>2,364,861,593</b>



**For the year ended 30 June 2011**

Includes communication and information technology, administration services, financial services and people performance and wellbeing services. Also includes major projects, which manages major infrastructure projects on behalf of various Council departments. Also includes asset services which manages the maintenance of Council's building portfolio.

Council's commercialised water and sewerage business. Fitzroy River Water (FRW) has responsibility for provision of water and sewerage services to the residents of Rockhampton Regional Council including operation of the barrage, water treatment plant, reservoirs, water distribution network, water quality control, sewerage treatment plants, trunk sewers, sewerage pump stations, sewerage mains and services.

# Notes to the Financial Statements

For the year ended 30 June 2011

## 3 Revenue analysis

	Note	2011	2010
		\$	\$
<b>(a) Rates and levies</b>			
General rates		56,269,517	53,921,592
Separate rates		17,489,426	16,759,415
Special rates		272,536	455,041
Water		29,860,188	34,004,645
Sewerage		25,683,286	24,088,247
Garbage charges		13,469,821	11,752,884
Rates and utility charge revenue		<b>143,044,774</b>	<b>140,981,824</b>
Less: Discounts		(12,674,913)	(12,191,377)
Less: Pensioner remissions		(1,610,599)	(1,542,010)
<b>Net rates and utility charges</b>		<b>128,759,262</b>	<b>127,248,437</b>
<b>(b) Fees and Charges</b>			
Airport fees		8,658,443	6,828,316
Waste and recycling fees		4,078,561	3,821,554
Venues, events, tourism and cultural fees		5,537,268	4,818,438
Building, plumbing and development fees		3,547,496	3,713,776
Local laws and health licencing fees		1,537,066	1,500,521
Irrigator and commercial water fees		1,289,970	1,214,269
Other fees		998,429	1,902,229
		<b>25,647,232</b>	<b>23,799,102</b>
<b>(c) Interest received</b>			
Investments		3,488,406	2,955,626
Overdue rates and utility charges		879,721	589,797
		<b>4,368,127</b>	<b>3,545,423</b>
<b>(d) Sales of contract and recoverable works</b>			
Recoverable and private works		4,179,652	6,339,567
Other government contracts		4,634,946	1,866,025
		<b>8,814,598</b>	<b>8,205,592</b>
The amount recognised as revenue from contract works during the period is the amount receivable in respect of invoices issued during the period. The contract work carried out is not subject to retentions.			
<b>(e) Other recurrent income</b>			
Rental / lease income		2,151,667	1,222,977
Commission and collection fees		435,921	316,457
Other income		1,608,505	2,126,700
		<b>4,196,093</b>	<b>3,666,134</b>

# Notes to the Financial Statements

For the year ended 30 June 2011

## 4 Grants, subsidies and contributions

	Note	2011	2010
		\$	\$
<b>(i) Recurrent - grants, subsidies and contributions are analysed as follows:</b>			
General purpose grants		9,495,583	11,320,130
Government subsidies and grants		15,127,000	3,911,400
Contributions		578,254	210,847
<b>Total recurrent revenue</b>		<b>25,200,837</b>	<b>15,442,377</b>
<b>(ii) Capital - grants, subsidies, and contributions are analysed as follows:</b>			
<i>(a) Monetary revenue designated for capital funding purposes:</i>			
Government subsidies and grants		21,565,273	24,148,186
Contributions		2,889,795	5,398,229
		<b>24,455,068</b>	<b>29,546,415</b>
<i>(b) Non-monetary revenue received is analysed as follows:</i>			
Developer assets contributed by developers at fair value		4,137,475	20,652,562
Other physical assets contributed at fair value	33 (i)	13,583,247	3,266,669
	18 (a)	<b>17,720,722</b>	<b>23,919,231</b>
<b>Total capital revenue</b>		<b>42,175,790</b>	<b>53,465,646</b>

## 5 Capital income

	Note	2011	2010
		\$	\$
Gain on the sale of capital assets	6	1,409,462	2,956,107
Gain from assets not previously recognised	35	-	2,848,506
Change from revision of future restoration expenditure	21	70,253	-
Reduction in rehabilitation provision for future costs, on land not controlled by Council, due to a change in discount rate	21	63,221	-

# Notes to the Financial Statements

For the year ended 30 June 2011

	Note	2011	2010
		1,542,936	5,804,613

## 6 Gain (loss) on the disposal of capital assets

	Note	2011	2010
		\$	\$
<b>(a) Proceeds from the sale of plant and equipment</b>		1,585,560	3,797,645
Less: Book value of plant and equipment sold		(1,591,290)	(2,411,715)
		<b>(5,730)</b>	<b>1,385,930</b>
<b>(b) Proceeds from the sale of land and buildings</b>		3,000,639	5,399,419
Less: Book value of land and buildings sold		(1,553,432)	(3,892,665)
		<b>1,447,207</b>	<b>1,506,754</b>
<b>(c) Proceeds from sale of intangible assets</b>		-	100,395
Less: Book value of intangible assets sold		(32,015)	(36,972)
		<b>(32,015)</b>	<b>63,423</b>
<b>Total gain (loss) on the disposal of capital assets</b>	<b>5</b>	<b>1,409,462</b>	<b>2,956,107</b>

## 7 Employee benefits

	Note	2011	2010
		\$	\$
Total staff wages and salaries		77,827,647	73,030,276
Councillors' remuneration		1,416,537	1,309,476
Annual, sick and long service leave entitlements		10,291,800	11,017,287
Superannuation	30	8,781,233	8,096,148
		<b>98,317,217</b>	<b>93,453,187</b>
Other employee related expenses		5,086,634	4,388,838
		<b>103,403,851</b>	<b>97,842,025</b>
Less : Capitalised employee expenses		(15,033,589)	(17,008,741)
		<b>88,370,262</b>	<b>80,833,284</b>
Councillor remuneration represents salary, and other allowances paid in respect of carrying out their duties.			
Total Council employees at June		<b>2011</b>	<b>2010</b>



# Notes to the Financial Statements

For the year ended 30 June 2011

	Note	2011	2010
Elected members		11	11
Administration staff		665	639
Depot and outdoors staff		523	549
<b>Total full time equivalent employees</b>		<b>1,199</b>	<b>1,199</b>

## 8 Materials and services

	Note	2011	2010
		\$	\$
Audit fees		328,082	298,477
Advertising and marketing		1,234,801	1,274,669
Administration supplies and consumables		1,157,120	1,093,361
Communications and IT		2,842,487	2,501,499
Consultants		4,535,783	4,153,751
Contractors		9,788,191	9,561,531
Donations paid		2,002,651	1,817,019
Insurance		1,692,678	1,622,198
Electricity		5,982,398	5,257,167
Repairs and maintenance		28,715,717	20,617,478
Rentals - Operating leases		346,208	627,948
Other material and services		2,490,200	4,785,185
		<b>61,116,317</b>	<b>53,610,283</b>

## 9 Finance costs

	Note	2011	2010
		\$	\$
Finance costs charged by the Queensland Treasury Corporation		9,446,601	7,815,335
Bank charges		206,007	241,081
Impairment of receivables		205,420	144,463
Refuse sites - change in present value over time		233,619	147,656
		<b>10,091,647</b>	<b>8,348,535</b>

## 10 Depreciation and amortisation

	Note	2011	2010
		\$	\$
<b>(a) Depreciation of non-current assets</b>			
Site Improvements		2,258,013	1,946,809
Buildings		6,716,398	6,444,129
Plant and Equipment		5,753,334	5,152,822
Road and Bridge Network		18,579,562	17,692,969
Water		8,320,620	8,083,969
Sewerage		7,150,899	7,832,885

# Notes to the Financial Statements

For the year ended 30 June 2011

	Note	2011	2010
Airport		946,343	1,356,955
	18 (a)	<b>49,725,169</b>	<b>48,510,538</b>
<b>(b) Amortisation of intangible assets</b>			
Computer Software		866,739	876,944
Total amortisation of intangible assets	19	<b>866,739</b>	<b>876,944</b>
<b>Total depreciation and amortisation</b>			
		<b>50,591,908</b>	<b>49,387,482</b>

## 11 Capital expenses

	Note	2011	2010
		\$	\$
Write off of capital assets	12	8,064,004	5,408,398
Major flood damage - write off of capital assets	18 (a)	8,287,584	-
Loss on assests previously recognised incorrectly	35	-	2,491,363
Increase in rehabilitation provision for future costs, on land not controlled by Council, due to a change in discount rate		-	217,879
Increase in the rehabilitation provision, due to recognition of new sites requiring future expenditure	21	-	1,643,521
Change from revision of the future restoration expenditure	21	-	770,680
<b>Total capital expenses</b>		<b>16,351,588</b>	<b>10,531,841</b>

## 12 Write off of capital assets

	Note	2011	2010
		\$	\$
Road and Bridge Network		6,505,215	2,928,670
Water		256,904	52,857
Sewerage		1,301,885	2,233,072
Airport		-	193,799
	<b>11</b>	<b>8,064,004</b>	<b>5,408,398</b>

## 13 Cash and cash equivalents

	Note	2011	2010
		\$	\$
Cash in operating bank account		3,969,765	6,545,715
Cash in other banks and on hand		29,310	20,035
Deposits at call		-	2,529,325
Term Deposits		15,000,000	-
Deposits and investments held with QTC at variable interest rate		36,289,530	43,365,708

# Notes to the Financial Statements

For the year ended 30 June 2011

	Note	2011	2010
<b>Balance per statement of cash flows</b>		<b>55,288,605</b>	<b>52,460,783</b>
Externally imposed expenditure restrictions at the reporting date relate to the following cash assets:			
Unspent government grants and subsidies		11,292,278	2,040,486
Unspent developer contributions		29,384,100	34,404,488
Unspent loan monies		-	2,047,163
<b>Total unspent restricted cash for capital projects</b>		<b>40,676,378</b>	<b>38,492,137</b>

Cash at bank funds are held with the Commonwealth Bank. Deposits at call consist of funds held in a Queensland Treasury Corporation Cash Fund, which has a short term credit rating of A1+ and a long term rating of AA+, with a floating interest rate (5.33% for June 2011). Funds were also held with Suncorp Bank (A1 and fixed fixed rate of 6.05%) and ANZ Bank (A1+ and fixed rate of 6.1%).

## 14 Trade and other receivables

	Note	2011	2010
		\$	\$
<b>Current</b>			
Rateable revenue and utility charges		10,424,096	10,770,755
Less: Impairment provision		(109,828)	(44,074)
		<b>10,314,268</b>	<b>10,726,681</b>
Water charges yet to be levied		1,249,475	2,840,943
GST recoverable		1,541,144	1,427,859
Other debtors		12,128,090	7,252,849
Less: Impairment provision		(217,570)	(224,560)
		<b>14,701,139</b>	<b>11,297,091</b>
Prepayments		1,772,148	785,198
Loans and advances to community organisations		5,671	8,782
		<b>26,793,226</b>	<b>22,817,752</b>
Interest is charged on outstanding rates at 11% per annum. There is no concentration of credit risk for rates and utility charges, fees, and other debtors receivable.			
Community loans arise from time to time and are subject to negotiated interest rates.			
The credit risk on these loans is considered low.			
Movement in accumulated impairment losses (trade and other receivables) is as follows:			
Opening balance		268,634	125,552
Impairment adjustment in year		58,764	143,082
<b>Closing balance</b>		<b>327,398</b>	<b>268,634</b>

# Notes to the Financial Statements

For the year ended 30 June 2011

## 15 Inventories

	Note	2011	2010
		\$	\$
Inventories held for sale:			
Other trading stocks		467,811	346,571
		<b>467,811</b>	<b>346,571</b>
Inventories for internal use:			
Quarry and road materials		740,107	515,449
Stores and materials		1,775,103	1,607,220
		<b>2,515,210</b>	<b>2,122,669</b>
Valued at cost, adjusted when applicable for any loss of service potential.			
		<b>2,983,021</b>	<b>2,469,240</b>

## 16 Non-current assets classified as held for sale

	Note	2011	2010
		\$	\$
Council has decided to sell vacant land. It has been placed with real estate agents and is expected to be sold within one year.		941,938	-
<b>Internal transfer from land</b>	<b>18 (a)</b>	<b>941,938</b>	<b>-</b>

These assets are measured at the lower of the assets' carrying amounts and their fair values less costs to sell. These assets are not depreciated or amortised.

## 17 Investments

	Note	2011	2010
		\$	\$
Term Deposits		39,000,000	32,000,000
		<b>39,000,000</b>	<b>32,000,000</b>

Term deposits at fixed interest rates are held with the following financial institutions:

- National Australia Bank (A1+), Suncorp Bank (A1) and Rural Bank (A2).
- Maturity ranges from 6 to 12 months and bear interest rates from 6.30% to 6.35%.



# Notes to the Financial Statements

For the year ended 30 June 2011

## 18 (a) Property, plant and equipment

	Land	Site Improvements	Buildings	Plant and Equipment	Road and Bridge Network	Water	Sewerage	Airport	Heritage and Cultural Assets	Works in progress	Total
	Valuation	Valuation	Valuation	Cost	Valuation	Valuation	Valuation	Valuation	Valuation	Cost	
2011 \$	2011 \$	2011 \$	2011 \$	2011 \$	2011 \$	2011 \$	2011 \$	2011 \$	2011 \$	2011 \$	2011 \$
Basis of measurement											
<b>Asset Values</b>											
Opening gross value	156,732,154	66,974,019	235,827,581	69,654,988	1,446,101,691	600,756,481	413,988,887	49,195,891	19,527,304	89,986,405	3,148,745,402
Additions at cost	1,213,784	-	-	9,803,380	-	-	-	-	26,636	84,549,583	95,593,383
Contributed assets at valuation	-	26,400	12,363,664	45,455	3,961,018	583,137	553,475	-	187,573	-	17,720,722
Internal transfers from work in progress	-	5,471,189	3,372,945	-	30,335,429	63,598,256	13,798,434	123,531	-	(116,699,784)	-
Disposals	(1,103,496)	(413,943)	(762,000)	(4,028,829)	-	-	-	-	-	-	(6,308,268)
Write-offs	-	-	-	-	(10,190,464)	(5,509,205)	(8,374,486)	-	-	-	(24,074,155)
Adjustment to asset revaluation surplus Note 24	-	-	-	-	(16,269,299)	(7,584,016)	-	-	-	-	(23,853,315)
Major flood damage - write off	-	-	-	-	(10,919,185)	-	-	-	-	-	(10,919,185)
Assets classified as held for sale Note 16	(941,938)	-	-	-	-	-	-	-	-	-	(941,938)
Transfer to intangible assets Note 19	-	-	-	-	-	-	-	-	-	(279,388)	(279,388)
<b>Closing gross value</b>	<b>155,900,504</b>	<b>72,057,665</b>	<b>250,802,190</b>	<b>75,474,994</b>	<b>1,443,019,190</b>	<b>651,844,653</b>	<b>419,966,310</b>	<b>49,319,422</b>	<b>19,741,513</b>	<b>57,556,816</b>	<b>3,195,683,258</b>
<b>Accumulated depreciation and impairment</b>											
Opening balance	-	21,219,860	101,958,559	28,244,269	296,331,508	248,113,074	186,389,631	15,071,367	-	-	897,328,268
Depreciation provided in period	-	2,258,013	6,716,398	5,753,334	18,579,562	8,320,620	7,150,899	946,343	-	-	49,725,169
Depreciation on disposals	-	(230,888)	(495,119)	(2,437,539)	-	-	-	-	-	-	(3,163,546)
Depreciation on write-offs	-	-	-	-	(3,685,249)	(5,252,301)	(7,072,601)	-	-	-	(16,010,151)
Adjustment to asset revaluation surplus Note 24	-	-	-	-	(4,610,312)	(2,412,353)	-	-	-	-	(7,022,665)
Major flood damage - write off	-	-	-	-	(2,631,601)	-	-	-	-	-	(2,631,601)
Assets classified as held for sale Note 16	-	-	-	-	-	-	-	-	-	-	-
<b>Closing accumulated depreciation/impairment bal</b>	<b>-</b>	<b>23,246,985</b>	<b>108,179,838</b>	<b>31,560,064</b>	<b>303,983,909</b>	<b>248,769,040</b>	<b>186,467,929</b>	<b>16,017,710</b>	<b>-</b>	<b>-</b>	<b>918,225,475</b>
<b>Net value at 30 June 2011</b>	<b>155,900,504</b>	<b>48,810,680</b>	<b>142,622,352</b>	<b>43,914,930</b>	<b>1,139,035,282</b>	<b>403,075,613</b>	<b>233,498,381</b>	<b>33,301,712</b>	<b>19,741,513</b>	<b>57,556,816</b>	<b>2,277,457,784</b>
Residual value	-	33,563	-	17,261,950	458,837,268	-	-	20,662,647	-	-	496,795,428
Range of estimated useful life in years	-	5 - 145	8 - 100	2 - 45	4 - 120	15 - 150	20 - 150	10 - 100	Not depreciated	-	-

## 18 (a) Property, plant and equipment - prior year

	Land	Site Improvements	Buildings	Plant and Equipment	Road and Bridge Network	Water	Sewerage	Airport	Heritage and Cultural Assets	Works in progress	Total
Basis of measurement	Valuation 2010 \$	Valuation 2010 \$	Valuation 2010 \$	Cost 2010 \$	Valuation 2010 \$	Valuation 2010 \$	Valuation 2010 \$	Valuation 2010 \$	Valuation 2010 \$	Cost 2010 \$	
<b>Asset Values</b>											
Opening gross value	153,021,441	61,798,804	224,511,452	64,283,229	1,367,313,831	584,501,590	413,399,127	47,104,374	19,062,996	71,313,680	3,006,310,525
Adjustment to opening balance Note 36	-	2,839,172	-	19,452	32,427,672	2,835,583	3,223,117	-	-	-	41,344,995
Additions at cost	4,592,234	279,287	3,410,857	12,754,195	1,927,442	396,199	554,411	-	284,365	91,649,494	115,848,484
Contributed assets at valuation	-	-	2,990,003	96,723	17,018,812	1,661,967	1,971,783	-	179,943	-	23,919,231
Disposals	(2,650,112)	(5,912,950)	(425,979)	(7,498,611)	(106,953)	(3,367,000)	(18,817)	-	-	-	(19,980,422)
Write-offs	-	-	-	-	(4,885,060)	(1,130,268)	(8,992,109)	(321,255)	-	-	(15,328,692)
Internal transfers to other asset classes	1,768,591	7,969,706	5,341,248	-	32,405,947	15,858,410	3,851,376	2,412,772	-	(69,608,050)	-
Transfer to intangible assets Note 19	-	-	-	-	-	-	-	-	-	(3,368,719)	(3,368,719)
<b>Closing gross value</b>	<b>156,732,154</b>	<b>66,974,019</b>	<b>235,827,581</b>	<b>69,654,988</b>	<b>1,446,101,691</b>	<b>600,756,481</b>	<b>413,988,887</b>	<b>49,195,891</b>	<b>19,527,304</b>	<b>89,986,405</b>	<b>3,148,745,403</b>
<b>Accumulated depreciation and impairment</b>											
Opening gross value	-	24,111,473	95,167,735	28,178,358	280,639,989	240,593,812	186,907,086	13,841,868	-	-	869,440,321
Adjustment to opening balance Note 36	-	527,516	-	-	(419,935)	-	-	-	-	-	107,581
Depreciation provided in period	-	1,946,809	6,444,129	5,152,807	17,692,984	8,083,969	7,832,885	1,356,955	-	-	48,510,538
Depreciation on disposals	-	(4,728,575)	(290,668)	(5,086,896)	(109)	(1,103,797)	25,377	-	-	-	(11,184,668)
Depreciation on write-offs	-	-	-	-	(1,581,600)	(1,077,411)	(6,759,037)	(127,456)	-	-	(9,545,504)
Internal transfers to other asset classes	-	(637,363)	637,363	-	179	1,616,501	(1,616,680)	-	-	-	-
<b>Closing accumulated depreciation</b>	<b>-</b>	<b>21,219,860</b>	<b>101,958,559</b>	<b>28,244,269</b>	<b>296,331,508</b>	<b>248,113,074</b>	<b>186,389,631</b>	<b>15,071,367</b>	<b>-</b>	<b>-</b>	<b>897,328,268</b>
<b>Net value at 30 June 2010</b>	<b>156,732,154</b>	<b>45,754,159</b>	<b>133,869,022</b>	<b>41,410,719</b>	<b>1,149,770,183</b>	<b>352,643,407</b>	<b>227,599,256</b>	<b>34,124,524</b>	<b>19,527,304</b>	<b>89,986,405</b>	<b>2,251,417,134</b>
Residual value	-	29,305	-	16,967,557	452,369,655	-	-	20,662,647	-	-	490,029,164
Range of estimated useful life in years	Not depreciated	5-145	7-100	1-45	10-120	8-150	20-150	10-100	Not depreciated	-	-

# Notes to the Financial Statements

For the year ended 30 June 2011

## 18 (b) Property, plant and equipment valuations were determined by reference to the following:

### Land

Freehold Land was last comprehensively revalued as at 28 June 2009 by Scott Fullarton Valuations Pty Ltd. Acquisitions during the 2010/11 period have been recorded at cost. A review of vacant land market movements was undertaken by Herron Todd White Valuer (Qld Registered Valuer No. 1861) which indicated the sale prices for vacant land across the region have remained steady during the period, and as a result no valuation adjustment was undertaken. Land that is a reserve under the *Land Act 1994* does not have a value for the purpose of a Local Government's financial statements.

### Site Improvements

Site Improvement assets (open space furniture and utilities, water features, watering systems, pathway structures and waterway facilities) were last comprehensively revalued as at 28 June 2009 by Jeff Roorda & Associates (JRA). Acquisitions during the period 2010/11 have been recorded at cost. A review of indices was carried out at 30 June 2011 which found no material movement in values, and as a result no valuation adjustment was undertaken.

### Buildings

Buildings were last comprehensively revalued as at 28 June 2009 by Scott Fullarton Valuations Pty Ltd. Acquisitions during the 2010/11 period have been recorded at cost. A review of indices was carried out at 30 June 2011 which found no material movement in values, and as a result no valuation adjustment was undertaken.

### Plant and Equipment

Plant and equipment is measured at cost less accumulated depreciation. Council holds no Major Plant above the major plant threshold of \$1,000,000 in accordance with its Major Plant Policy.

### Road and Bridge Network

Road and Drainage assets were last comprehensively revalued as at 28 June 2009 by Jeff Roorda & Associates (JRA). Bridge Infrastructure was last comprehensively revalued as at 28 June 2009 by ARRB Group Ltd. Acquisitions during the 2010/11 period have been recorded at cost. A review of indices was carried out at 30 June 2011 which found no material movement in values, and as a result no valuation adjustment was undertaken.

### Water

Water Infrastructure assets were last comprehensively revalued as at 28 June 2009 by Alf Grigg & Associates. Acquisitions during the 2010/11 period have been recorded at cost. A review of indices was carried out at 30 June 2011 which found no material movement in values, and as a result no valuation adjustment was undertaken.

### Sewerage

Sewerage Infrastructure assets were last comprehensively revalued as at 28 June 2009 by Alf Grigg & Associates. Acquisitions during the 2010/11 period have been recorded at cost. A review of indices as carried out at 30 June 2011 which found no material movement in values, and as a result no valuation adjustment was undertaken.

### Airport

Airport Infrastructure assets were last comprehensively revalued as at 28 June 2009 by Jeff Roorda & Associates (JRA). Acquisitions during the 2010/11 period have been recorded at cost. A review of indices was carried out at 30 June 2011 which found no material movement in values, and as a result no valuation adjustment was undertaken.

### Heritage and Cultural Assets

Heritage and Cultural assets (artworks, rare books and heritage collections) were last comprehensively revalued as at 28 June 2009 by McWilliam & Associates Pty Ltd. Acquisitions during the 2010/11 period have been recorded at cost. Based on the review of Heritage and Cultural assets undertaken by McWilliam and Associates (Fine Arts Division Registered Valuer No. 384), the overall valuation movement for this class of assets had not increased materially (2.07%), and as a result no valuation adjustment was undertaken. heritage collections) were last comprehensively revalued as at 28 June 2009 by McWilliam & Associates Pty Ltd. Acquisitions during the 2009/10 year have been recorded at cost. No comprehensive revaluation or indexation was carried out as at 30 June 2010 as investigations indicated a non – material movement in values.

# Notes to the Financial Statements

For the year ended 30 June 2011

## 19 Intangible assets

	Note	2011	2010
		\$	\$
<b>Net carrying value at period end:</b>			
Computer Software		3,077,318	3,696,684
		<b>3,077,318</b>	<b>3,696,684</b>
<b>Computer Software</b>			
Opening gross carrying value		4,844,247	1,529,733
Transfer from works in progress		279,388	3,368,719
Value of asset write off in the period		(86,109)	(54,205)
		<b>5,037,526</b>	<b>4,844,247</b>
<b>Accumulated amortisation</b>			
Opening balance		1,147,563	287,852
Amortisation in the period		866,739	876,944
Amortisation written off in period		(54,094)	(17,233)
		<b>1,960,208</b>	<b>1,147,563</b>
<b>Net carrying value at the period end</b>		<b>3,077,318</b>	<b>3,696,684</b>

Estimated useful life in years - 5 to 10 years. Straight line amortisation has been used with no residual value.

## 20 Trade and other payables

	Note	2011	2010
		\$	\$
<b>Current</b>			
Creditors and accruals		13,120,780	12,936,644
Annual leave		5,941,876	5,743,697
Sick leave		223,852	94,758
Other entitlements		1,524,149	1,690,432
		<b>20,810,657</b>	<b>20,465,531</b>
<b>Non Current</b>			
Annual leave		4,270,390	3,900,131
Sick leave		57,996	310,271
		<b>4,328,386</b>	<b>4,210,402</b>

Employee benefit expenses are calculated at current pay levels and adjusted for inflation and likely future changes in salary level. The non-current portion of annual leave and long service leave is then discounted to the present value. Further details on employee entitlements are reported in Note 1.24.



# Notes to the Financial Statements

For the year ended 30 June 2011

## 21 Provisions

	Note	2011	2010
		\$	\$
<b>Current</b>			
Long service leave		2,063,193	1,936,041
		<b>2,063,193</b>	<b>1,936,041</b>
<b>Non-Current</b>			
Long service leave		11,691,425	10,970,903
Property restoration:			
Refuse sites		4,714,734	4,614,589
		<b>16,406,159</b>	<b>15,585,492</b>
<b>Details of movements in provisions:</b>			
<i>Long service leave</i>			
Balance at the beginning of the year		12,906,944	11,956,208
Long service leave entitlement arising		2,550,848	2,434,047
Long service leave extinguished		(270,914)	(219,516)
Long service leave paid		(1,432,260)	(1,263,795)
<b>Balance at the end of year</b>		<b>13,754,618</b>	<b>12,906,944</b>
<i>Refuse sites</i>			
Balance at the beginning of the year		4,614,589	1,834,853
Increase in provision - due to change in time		233,619	147,656
Increase (decrease) in provision - change in discount rate		(63,221)	217,879
Increase in provision - new site			1,643,521
Increase (decrease) in estimate of future cost		(70,253)	770,680
<b>Balance at the end of year</b>		<b>4,714,734</b>	<b>4,614,589</b>

This is the present value of estimated future cost of refuse sites under the State Government environmental regulations at the end of its useful life. The projected cost is \$11,680,131 and this cost is expected to be incurred over the period 2014 to 2048.

# Notes to the Financial Statements

For the year ended 30 June 2011

## 22 Borrowings

Note	2011	2010
	\$	\$

### (a) Bank overdraft

The Council does not have a bank overdraft facility.

### (b) Unsecured borrowings

Unsecured borrowings are provided by the Queensland Treasury Corporation. All borrowings are in Australian dollar denominated amounts and carried at amortised cost, interest being expensed as it accrues. No interest has been capitalised during the current or comparative reporting period. Expected final repayment dates vary from 21 April 2013 to 5 May 2026.

There have been no defaults or breaches of the loan agreement during the period. Principal and interest repayments are made quarterly in arrears.

	\$	\$
<b>Details of borrowings at balance date are:</b>		
<i>Current</i>		
Queensland Treasury Corporation	16,627,639	14,798,589
<i>Non Current</i>		
Queensland Treasury Corporation	178,500,357	138,705,099
<b>Details of movements in borrowings:</b>		
Queensland Treasury Corporation		
Opening balance	153,503,688	124,732,899
Loans raised	56,301,266	40,770,985
Principal repayments	(14,676,958)	(12,000,196)
<b>Book value at year end</b>	<b>195,127,996</b>	<b>153,503,688</b>

The QTC loan market value at the reporting date was \$199,111,861. This represents the value of the debt if Council repaid it at that date. As it is the intention of Council to hold the debt for its term, no provision is required to be made in these accounts.

## 23 Other liabilities

Note	2011	2010
	\$	\$
<i>Current</i>		
Unearned revenue	262,913	570,607
Developer contributions	112,111	-
	<b>375,024</b>	<b>570,607</b>
<i>Non-current</i>		
Developer contributions	488,142	-
	<b>488,142</b>	<b>-</b>

The developer contribution liabilities reflects cash contributions from developers for which the related service obligations have yet to be fulfilled by Council (refer Note 1.9(d)).

# Notes to the Financial Statements

For the year ended 30 June 2011

## 24 Asset revaluation surplus

	Note	2011	2010
		\$	\$
<b>Movements in the asset revaluation surplus were as follows:</b>			
Balance at beginning of year		271,193,297	271,193,297
Net adjustment to non-current assets charged to the surplus:			
<i>Adjustments to surplus from fair value assessments done:</i>			
Road and Bridge Network	18 (a)	(11,658,987)	-
Water	18 (a)	(5,171,663)	-
<b>Balance at end of the year</b>		<b>254,362,647</b>	<b>271,193,297</b>
<b>Asset revaluation surplus analysis</b>			
<i>The closing balance of the asset revaluation reserve is comprised of the following asset categories:</i>			
Land		22,797,377	22,797,377
Site Improvements		1,868,048	1,868,048
Buildings		25,072,784	25,072,784
Road and Bridge Network		113,686,726	125,345,713
Water		8,647,837	13,819,500
Sewerage		69,508,882	69,508,882
Airport		6,103,166	6,103,166
Heritage and Cultural Assets		6,677,827	6,677,827
		<b>254,362,647</b>	<b>271,193,297</b>

## 25 Retained surplus / (deficiency)

	Note	2011	2010
		\$	\$
<b>Movement in retained surplus</b>			
Retained surplus (deficit) at the beginning of year		1,826,400,052	1,743,406,119
Adjustment to opening balance	36	-	41,237,414
Restated balances		1,826,400,052	1,784,643,533
Net result attributable to Council		14,183,153	38,465,899
		<b>1,840,583,204</b>	<b>1,823,109,432</b>
<i>Transfers (to) from reserves for future capital funding purposes:</i>			
Constrained grants and contributions reserve		(4,231,405)	3,800,333
Airport development reserve		1,827,624	3,496,591
Capital works reserve		311,901	(822,454)
Plant reserve		-	1,000,000
Water reserve		658,184	-
Sewerage reserve		865,803	-
Waste management reserve		-	-
Year end uncompleted works reserve		(10,518,300)	-
<i>Transfers (to) from reserves for future general funding purposes:</i>			
Operating projects reserve		(37,330)	(4,183,850)
Asset maintenance reserve		(4,659)	-
<b>Balance at the end of the year</b>		<b>1,829,455,024</b>	<b>1,826,400,052</b>

# Notes to the Financial Statements

For the year ended 30 June 2011

## 26 Other reserves

	Note	2011	2010
		\$	\$
<b>(a) Summary of capital reserves held for funding future projects:</b>			
(i) Constrained Grants and Contributions Reserve		40,676,378	36,444,974
(ii) Airport Development Reserve		3,583,069	5,410,693
(iii) Capital Works Reserve		6,136,817	6,448,718
(iv) Plant Reserve		1,573,713	1,573,713
(v) Water Reserve		6,483,721	7,141,905
(vi) Sewerage Reserve		4,181,511	5,047,314
(vii) Waste Management Reserve		1,067,176	1,067,176
(viii) Year End Uncompleted Works Reserve		10,518,300	-
		<b>74,220,685</b>	<b>63,134,493</b>
<b>(b) Summary of reserves held for funding future recurrent expenditure:</b>			
(i) Operating Projects Reserve		7,503,111	7,465,781
(ii) Asset Maintenance Reserve		400,868	396,209
		<b>7,903,979</b>	<b>7,861,990</b>
<b>Total reserves</b>		<b>82,124,664</b>	<b>70,996,483</b>
<b>Movements in capital reserves are analysed as follows:</b>			
<b>(i) Constrained Grants and Contributions Reserve</b>			
Balance at the beginning of year		36,444,974	40,245,307
Transfer from retained earnings grants, and contributions received in the period which restricted to specific capital projects		24,455,079	29,546,415
Transfers to the capital account funds expended in the period		(20,223,675)	(33,346,748)
Balance at year end		<b>40,676,378</b>	<b>36,444,974</b>
<b>(ii) Airport Development Reserve</b>			
Balance at the beginning of year		5,410,693	8,907,284
Transfer to the capital account funds expended in the period		(1,827,624)	(3,496,591)
Balance at year end		<b>3,583,069</b>	<b>5,410,693</b>
<b>(iii) Capital Works Reserve</b>			
Balance at the beginning of year		6,448,718	5,626,264
Transfer from retained earnings for future expenditure		73,799	4,857,709
Transfer to the capital account funds expended in the period		(385,700)	(4,035,255)
Balance at year end		<b>6,136,817</b>	<b>6,448,718</b>
<b>(iv) Plant Reserve</b>			
Balance at the beginning of year		1,573,713	2,573,713
Transfer to the capital account funds expended in the period		-	(1,000,000)



# Notes to the Financial Statements

For the year ended 30 June 2011

	Note	2011	2010
Balance at year end		<b>1,573,713</b>	<b>1,573,713</b>
		\$	\$
(v) <i>Water Reserve</i>			
Balance at the beginning of year		7,141,905	7,141,905
Transfer to the capital account funds expended in the period		(658,184)	-
Balance at year end		<b>6,483,721</b>	<b>7,141,905</b>
(vi) <i>Sewerage Reserve</i>			
Balance at the beginning of year		5,047,314	5,047,314
Transfer to the capital account funds expended in the period		(865,803)	-
Balance at year end		<b>4,181,511</b>	<b>5,047,314</b>
(vii) <i>Waste Management Reserve</i>			
Balance at the beginning of year		1,067,176	1,067,176
Balance at year end		<b>1,067,176</b>	<b>1,067,176</b>
(viii) <i>Year End Uncompleted Works Reserve</i>			
Transfer from retained earnings for future expenditure		10,518,300	-
Balance at year end		<b>10,518,300</b>	-
<b>Movements in recurrent reserves are analysed as follows:</b>			
(i) <i>Operating Projects Reserve</i>			
Balance at the beginning of year		7,465,781	3,281,931
Transfer from retained earnings for future expenditure		3,849,520	5,276,956
Transfer to retained earnings		(3,812,190)	(1,093,106)
Balance at year end		7,503,111	7,465,781
(ii) <i>Asset Maintenance Reserve</i>			
Balance at the beginning of year		396,209	396,209
Transfer from retained earnings for future expenditure		4,659	-
Balance at year end		400,868	396,209

## 27 Commitments for expenditure

	Note	2011	2010
		\$	\$
<b>Operating leases</b>			
<i>Minimum lease payments in relation to non-cancellable operating leases are as follows:</i>			
Within one year		-	11,686
		-	<b>11,686</b>
<b>Contractual Commitments</b>			
<i>Contractual commitments at balance date but not recognised in the financial statements are as follows:</i>			
Waste and Recycling		2,869,505	2,067,546
Fitzroy River Water		4,578,626	4,064,342
Other		5,446,393	6,544,236

# Notes to the Financial Statements

For the year ended 30 June 2011

	Note	2011	2010
		12,894,524	12,676,124

## 28 Events after reporting period

There were no material financial adjusting events after reporting period.

## 29 Contingent liabilities

	Note	2011	2010
		\$	\$
Details and estimates of maximum amounts of contingent liabilities are as follows:			
(i) Under approval from Queensland Treasury, Council has guaranteed loans to Berserker Soccer Club Inc (\$1,863), Diggers Memorial Bowls Club (\$18) and Rockhampton Basketball Inc (\$304,569) at reporting date.			
		306,450	525,575
(ii) Local Government Workcare			
The Rockhampton Regional Council is a member of the Queensland local government workers compensation self-insurance scheme, Local Government Workcare. Under this scheme the Council has provided a bank guarantee to cover bad debts which may remain should the self insurance licence be cancelled and there was insufficient funds available to cover outstanding liabilities. Only the Queensland Government's workers compensation authority may call on any part of the guarantee should the above circumstances arise.			
<b>The Council's maximum exposure to the bank guarantee is:</b>			
		2,738,769	2,079,005
(iii) Local Government Mutual			
The Council is a member of the local government mutual liability self-insurance pool, LGM Queensland. In the event of the pool being wound up or it is unable to meet its debts as they fall due, the trust deed and rules provide that any accumulated deficit will be met by the individual pool members in the same proportion as their contribution is to the total pool contributions in respect to any year that a deficit arises.			
As at 30 June 2011 the financial statements reported an accumulated surplus and it is not anticipated any liability will arise.			
(iv) As at 30 June 2011, the following cases were filed in the courts naming the Rockhampton Regional Council as defendant:			
	Number of cases	Number of cases	
<b>Supreme Court</b>	1	1	

# Notes to the Financial Statements

For the year ended 30 June 2011

Note	2011	2010
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The claim is for a quantum of approximately \$6.2 million (plus interest).

The claim is being vigorously defended by Council. The matter relates to alleged breaches of the contract, and alleged breaches of the *Trade Practices Act 1974*, in relation to the Yeppoon to Rockhampton pipeline.

## 30 Superannuation

The Rockhampton Regional Council contributes to the Local Government Superannuation Scheme (QLD) (the scheme). The scheme is a Multi-employer Plan as defined in the Australian Accounting Standard AASB119 Employee Benefits.

The Queensland Local Government Superannuation Board, the trustee of the scheme, advised that the local government superannuation scheme was a complying superannuation scheme for the purpose of the Commonwealth Superannuation Industry (Supervision) legislation.

The scheme has two elements referred to as the Defined Benefits Fund (DBF) and the Accumulation Benefits Fund (ABF). The ABF is a defined contribution scheme as defined in AASB 119. Council has no liability to or interest in the ABF other than the payment of the statutory contributions as required by the *Local Government Act 2009*.

The DBF is a defined benefit plan as defined in AASB119. The Council is not able to account for the DBF as a defined benefit plan in accordance with AASB119 because the scheme is unable to account to the Council for its proportionate share of the defined benefit obligation, plan assets and costs.

Any amount by which either fund is over or under funded would only affect future benefits and contributions to the DBF, and is not an asset or liability of the Council.

Accordingly there is no recognition in the financial statements of any over or under funding of the scheme.

The audited general purpose financial report of the scheme as at 30 June 2010 (the most recent available) which was not subject to any audit qualification, indicates that the assets of the scheme are sufficient to meet the vested benefits.

The most recent actuarial assessment of the scheme was undertaken as at 1 July 2009. The actuary indicated that "the DBF is in a very modest financial position with regard to the net asset coverage of vested liabilities. Investment returns will be volatile under the required investment strategy, particularly over short periods. The DBF therefore needs sufficient reserves to be able to withstand a reasonable range of such influences.

Because the DBF is now running down and cash flows are negative, the VBI (vested benefit index) should not be allowed whenever possible to retreat below 100%. Once below 100%, benefits drawn reduce the available assets for remaining members and hence the net asset coverage of vested benefits declines further.

In order to withstand a one in ten 'low return' outcome, the DBF would need reserves of the order of 8% to 10% having regard to the investment strategy adopted. Given the current position of the DBF, such reserve can essentially only eventuate from either excess investment returns over salary increases or additional employer contributions.

Council has been advised by the trustee of the scheme, following advice from the scheme's actuary, that additional contributions may be imposed in the future at a level necessary to protect the entitlements of DBF members. Under the *Local Government Act 2009* the trustee of the scheme has the power to levy additional contributions on Councils which have employees in the DBF when the actuary advises such additional contributions are payable - normally when the assets of the DBF are insufficient to meet members' benefits.

The next actuarial investigation will be made as at 1 July 2012.

Note	2011	2010
	\$	\$
The amount of superannuation contributions paid by Rockhampton Regional Council to the scheme in this period for the benefit of employees was:	8,781,233	8,096,148

## 31 Trust funds

Note	2011	2010
	\$	\$
Trust funds held for outside parties:		

# Notes to the Financial Statements

For the year ended 30 June 2011

	Note	2011	2010
Monies collected or held on behalf of other entities yet to be paid out to or on behalf of those entities.		2,383,641	2,990,011
		<b>2,383,641</b>	<b>2,990,011</b>

The Rockhampton Regional Council performs only a custodial role in respect of these monies, and because the monies cannot be used for Council purposes, they are not brought to account in these financial statements.

## 32 Reconciliation of net result attributable to Council to net cash flow from operating activities

	Note	2011	2010
		\$	\$
Net result attributable to Council		<b>14,183,153</b>	<b>38,465,899</b>
<b>Non-cash operating items:</b>			
Depreciation and amortisation		50,591,908	49,387,482
Change in restoration provisions expensed to finance costs		233,619	147,656
		<b>50,825,527</b>	<b>49,535,138</b>
<b>Investing and development activities:</b>			
Capital grants, subsidies and contributions		(42,175,790)	(53,465,646)
Capital income		(1,542,936)	(5,804,613)
Capital expenses		16,351,588	10,531,841
		<b>(27,367,138)</b>	<b>(48,738,418)</b>
<b>Changes in operating assets and liabilities :</b>			
(Increase) decrease in receivables		(3,978,585)	(3,711,292)
(Increase) decrease in inventories (excluding land)		(513,781)	18,899
Increase (decrease) in payables		463,110	120,260
Increase (decrease) in provisions		847,674	950,736
Increase (decrease) in other liabilities		(307,694)	570,607
		<b>(3,489,276)</b>	<b>(2,050,790)</b>
<b>Net cash inflow from operating activities</b>		<b>34,152,266</b>	<b>37,211,829</b>



# Notes to the Financial Statements

For the year ended 30 June 2011

## 33 Contingent assets

(i) In the notes to the Financial Statements for the year ended 30 June 2010, a contingent asset was recorded based on an agreement that Council had with Primary Industries Queensland Pty Ltd. This agreement involved Primary Industries Queensland Pty Ltd constructing buildings on the land and having control of the asset (rent free) until the expiration of the lease. The Council has now assumed control of the building and Primary Industries Queensland Pty Ltd continues to rent the premises for a rental fee.

The asset was recorded as a contributed asset (in note 4 (ii) (b)) at fair value amounting to \$12,195,156 (as a component of the total \$13,583,247) in this current reporting period.

There is no longer any contingent asset in respect of the agreement.

(ii) Council has an agreement with Fun Pty Ltd for a lease over a Council controlled reserve known as the 42nd Battallion Pool. The lease was transferred from The Ireland Group Pty Ltd to Fun Pty Ltd on 21 September 2006. The lessee/s have agreed as part of the agreement to construct fixtures upon the land for their own purpose. It has been agreed that a sum of \$3,467,000 will be expended in additions and refurbishments over the term of the lease.

Council obtaining control of this asset is contingent upon the expiration/surrender of the lease agreement. Until such time that the fixtures revert back to Council control they will not be included in Council's non-current assets.

No value is applied as at the reporting date as a contingent asset as the value cannot be reliably measured. The agreement commenced on 14 July 2003 and will expire on 30 June 2028.

(iii) Council has an agreement with RLX Investment Company Pty Ltd for a lease over Council controlled reserves, known as the Gracemere Saleyards. The lease commenced 1 January 2010 for a period of thirty years. The lessee has agreed as part of the agreement to construct fixtures upon the land for their own purpose. It has been agreed that a sum of approximately \$14 million will be expended in additions and refurbishments over the term of the lease.

Council obtaining control of this asset is contingent upon the expiration/surrender of the lease agreement. Until such time that the fixtures revert back to Council control they will not be included in Council's non-current assets.

## 34 Adjustment to property, plant and equipment for 2010/11 flood event

Council has recognised the effects of the severe 2010/11 Rockhampton floods in its financial statements. The road and bridge network suffered the major damage, but damage was experienced in various other areas of Council as well. Some separately identifiable components were written off as a capital expense (see Notes 11 and 18(a)), while some components not readily separately identifiable were written off against the asset revaluation surplus (see Notes 18(a) and 24).

## 35 Assets not previously recognised and assets previously recognised incorrectly

	Note	2011	2010
		\$	\$
During the 2009/10 financial year, Council became aware of some assets in property, plant and equipment which were not previously recognised, as well as some assets previously recognised that should not have been recognised. The details of these recognitions/derecognitions are as follows:			
<b>Summary details of assets not previously recognised are as follows:</b>			
Gross value of property, plant and equipment	18 (a)	-	3,223,310
Less: Accumulated depreciation	18 (a)	-	(374,804)
Gain from assets not previously recognised	5	-	<b>2,848,506</b>
<b>Summary details of assets previously recognised incorrectly are as follows:</b>			
Gross value of property, plant and equipment	18(a)	-	3,729,352
Less: Accumulated depreciation	18(a)	-	(1,237,989)
Loss on assets previously recognised incorrectly	11	-	<b>2,491,363</b>
<b>Net result of recognised/derecognised assets</b>		<b>-</b>	<b>357,143</b>

# Notes to the Financial Statements

For the year ended 30 June 2011

## 36 Correction of error

	Note	2011	2010
		\$	\$

After the critical priorities during the initial amalgamation period were attended to, Council commenced with a project of establishing a database of assets based on the graphical information system sourcing of data. The creation of the database has allowed for a very detailed cross-referencing and analysis of data contained in the Council's asset register. The analysis has highlighted inconsistencies that are being progressively investigated as part of this ongoing project. To the extent that these inconsistencies have been verified to the satisfaction of Council they have been brought to account in the financial statements.

### Corrections brought to account:

*Adjustments to opening balance for assets held on or before 30 June 2009*

*Assets not previously recognised:*

Gross value of property, plant and equipment	-	46,421,243
Less: Accumulated depreciation	-	(527,516)
<b>Net value assets not previously recognised</b>	<b>-</b>	<b>45,893,727</b>

The effect on depreciation and accumulated depreciation of the corrections was assessed and found to be immaterial. Consequently, no entries were made in this regard.

*Assets previously recognised incorrectly:*

Gross value of property, plant and equipment	-	(5,076,248)
Less: Accumulated depreciation	-	419,935
<b>Net value assets previously recognised incorrectly</b>	<b>-</b>	<b>(4,656,313)</b>

### Net adjustments to opening balance

18 (a),  
25

- 41,237,414

### Adjustments for assets contributed during the 2009/10 financial year

Net value recognised as non-monetary developer asset contributions	4(ii)(b), 18 (a)	-	9,674,579
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### Total of corrections brought to account

- 50,911,993

The assets where inconsistencies have been detected but not fully investigated to the satisfaction of Council amounted to \$78,832,068 as at 30 June 2011.

Qualifying assets will be brought to account progressively. Council acknowledges that further adjustments may be determined in the future outside the current results of the project, but it is the position of Council that work to date has been comprehensive and any new variances that may be found should be immaterial.

# Notes to the Financial Statements

For the year ended 30 June 2011

## 37 Financial instruments

Rockhampton Regional Council's activities expose it to a variety of financial risks including interest rate risk, credit risk, and liquidity risk.

Exposure to financial risks is managed in accordance with Council approved policies on financial risk management. These policies focus on managing the volatility of financial markets and seek to minimise potential adverse effects on the financial performance of the Council.

The Council minimises its exposure to financial risk in the following ways:

- Investments in financial assets are only made where those assets are with a bank or other financial institution in Australia. The Council does not invest in derivatives or other high risk investments.
- When the Council borrows, it borrows from the Queensland Treasury Corporation unless another financial institution can offer a more beneficial rate, taking into account any risk. Borrowing by the Council is constrained by the provisions of the *Statutory Bodies Financial Arrangements Act 1982*.

Rockhampton Regional Council measures risk exposure using a variety of methods as follows:

Risk exposure	Measurement method
Interest rate risk	Sensitivity analysis
Liquidity risk	Maturity analysis
Credit risk	Ageing analysis

## (i) Credit Risk

Credit risk exposure refers to the situation where the Council may incur financial loss as a result of another party to a financial instrument failing to discharge their obligations.

In the case of rate receivables, the Council has the power to sell the property to recover any defaulted amounts. In effect this power protects the Council against credit risk in the case of these debts.

In other cases, the Council assesses the credit risk before providing goods or services and applies normal business credit protection procedures to minimise the risk.

The Council is exposed to credit risk through its investments with the Queensland Treasury Corporation (QTC) and deposits held with banks or other financial institutions. The QTC Cash Fund is an asset management portfolio that invests with a wide variety of high credit rating counterparties. Deposits are capital guaranteed. Other investments are held with highly rated/regulated banks/financial institutions and whilst not capital guaranteed, the likelihood of a credit failure is remote.

By the nature of the Council's operations, there is a geographical concentration of risk in the Council's area. Because the area is largely (eg agricultural/mining/tourism), there is also a concentration in the (eg agricultural/mining/tourism) sector.

The maximum exposure to credit risk at balance date in relation to each class of recognised financial asset is the gross carrying amount of those assets inclusive of any provisions for impairment. No collateral is held as security relating to the financial assets held by the Council.

The following table represents Council's maximum exposure to credit risk:

	Note	2011	2010
		Actual \$	Actual \$
<b>Financial Assets</b>		\$	\$
Cash and cash equivalents	13	55,288,605	52,460,783
Investments	16	39,000,000	32,000,000
Receivables - rates	14	11,563,743	13,567,624
Receivables - other	14	13,457,335	8,464,930
<b>Other credit exposure</b>			
Guarantee	29	3,045,219	2,604,580
<b>Total</b>		<b>122,354,902</b>	<b>109,097,917</b>

## Past due or impaired

No financial assets have had their terms renegotiated so as to prevent them from being past due or impaired, and are stated at the carrying amounts as indicated.

The following table represents an analysis of the age of Council's financial assets that are either fully performing, past due or impaired:

	Fully Performing	Past due				Impaired	Total
	\$	Less than 30 days \$	31 to 60 days \$	61 to 90 days \$	Over 90 days \$	\$	\$
2011 Receivables	15,548,285	973,809	104,497	7,966,805	755,080	(327,398)	25,021,078
2010 Receivables	9,920,186	865,869	209,117	91,961	11,214,054	(268,634)	22,032,553

# Notes to the Financial Statements

For the year ended 30 June 2011

## (ii) Liquidity risk

Liquidity risk refers to the situation where the Council may encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

The Council is exposed to liquidity risk through its trading in the normal course of business and borrowings from the Queensland Treasury Corporation for capital works.

The Council manages its exposure to liquidity risk by

maintaining sufficient undrawn facilities, both short and long term, to cater for unexpected volatility in cash flows. These facilities are disclosed in the borrowings Note 22.

The following table sets out the liquidity risk of financial liabilities held by the Council in a format as it might be provided to management. The amounts disclosed in the maturity analysis represent the contractual undiscounted cash flows at balance date (excluding employee entitlements as defined by AASB132 Financial Instruments para 4(b)):

	0 to 1 year	1 to 5 years	Over 5 years	Total
2011	\$	\$	\$	\$
Trade and other payables	13,120,780	-	-	13,120,780
Loans QTC	28,290,675	105,268,574	136,793,243	270,352,492
	<b>41,411,455</b>	<b>105,268,574</b>	<b>136,793,243</b>	<b>283,473,272</b>

	0 to 1 year	1 to 5 years	Over 5 years	Total
2010	\$	\$	\$	\$
Trade and other payables	12,936,644	-	-	12,936,644
Loans QTC	24,123,559	86,631,964	99,803,253	210,558,776
	<b>37,060,203</b>	<b>86,631,964</b>	<b>99,803,253</b>	<b>223,495,420</b>

The outflows in the above table are not expected to occur significantly earlier and are not expected to be for significantly different amounts than indicated in the table.

## (iii) Interest rate risk

The Council is exposed to interest rate risk through its borrowings from the Queensland Treasury Corporation and investments held with financial institutions.

The risk in borrowing is effectively managed by borrowing from financial institutions which provide access to a mix of floating and fixed funding sources such that the desired interest rate risk exposure can be constructed. Interest rate risk in other areas is minimal. The Council does not undertake any hedging of interest rate risk.

### Interest Rate Sensitivity Analysis

The following interest rate sensitivity analysis is based on a report similar to that which would be provided to management, depicting the outcome to profit and loss should there be a 1% increase in market interest rates. The calculations assume that the rate would be held constant over the next financial year, with the change occurring at the beginning of that year. It is assumed that interest rates on overdue rates would not change. If the rates decreased by 1% the impact would be equal in amount in the reverse direction.

	Net carrying amount		Profit/(loss)		Equity	
	2011	2010	2011	2010	2011	2010
	\$	\$	\$	\$	\$	\$
Financial assets	94,259,295	84,440,748	942,593	844,407	942,593	844,407
Financial liabilities	(195,127,996)	(153,503,688)	(1,951,280)	(1,535,037)	(1,951,280)	(1,535,037)
<b>Net total</b>	<b>(100,868,701)</b>	<b>(69,062,940)</b>	<b>(1,008,687)</b>	<b>(690,630)</b>	<b>(1,008,687)</b>	<b>(690,630)</b>



# Notes to the Financial Statements

For the year ended 30 June 2011

## 38 National Competition Policy

### (a) Type 1 and type 2 activities

Definitions of type 1 and 2 activities :

Before the end of each financial year, the Minister must decide for the financial year, the expenditure amounts (the "threshold amounts") for identifying a "significant business activity" that should be a type 1 or 2 business activity.

#### Type 1.

A significant business activity where the threshold expenditure has been set by the Minister for the year ended 30 June 2011 follows :

- for water and sewerage combined activities - \$39.4 million
- for other activities - \$23.6 million

#### Type 2.

- for water and sewerage combined activities - \$11.8 million
- for other activities - \$7.9 million

The Council has resolved to commercialise the following activities which fall into the expenditure guidelines above

- Waste and Recycling
- Fitzroy River Water

### (b) Activities to which the code of competitive conduct is applied

A "business activity" of a local government is divided into two categories :

#### (a) Roads business activity:

- the construction or maintenance of State controlled roads for which the local government submits an offer to carry out work in response to a tender invitation, other than through a sole supplier arrangement.
- submission of a competitive tender for construction or

road maintenance on the local government's roads which the local government has put out to tender, or called for by another local government.

#### (b) Other business activity, referred to as type three activities, means the following:

- trading in goods and services to clients in competition with the private sector, or
- the submission of a competitive tender in the local government's own tendering process in competition with others for the provision of goods and services to itself. Excluded activities are (a) library services, and (b) an activity or part thereof prescribed by legislation.

Local government may elect to apply a Code of Competitive Conduct (CCC) to their identified business activities. This requires the application of full cost pricing, identifying the cost of community service obligations (CSO) and eliminating the advantages and disadvantages of public ownership within that activity. The application of the CCC to the roads business activity is compulsory.

The CSO value is determined by Council, and represents an activities cost(s) which would not be incurred if the activities primary objective was to make a profit. The Council provides funding from general revenue to the business activity to cover the cost of providing non-commercial community services or costs deemed to be CSO's by the Council. Notwithstanding CSO's, the council is committed to operating these activities as business activities in accordance with the CCC.

- Caravan Parks
- Rockhampton Airport
- Building Certification

The following table summaries the financial results for these, including competitive neutrality adjustments if applicable.

Full information is available for inspection at the Council offices. Full information is available for inspection at Council offices.

# Notes to the Financial Statements

For the year ended 30 June 2011

## 38 National Competition Policy - continued

### (c) Financial performance of activities subject to competition reforms:

	Caravan Parks		Rockhampton Airport		Building Certification	
	2011	2010	2011	2010	2011	2010
	\$	\$	\$	\$	\$	\$
<b>Revenue for services provided to the Council</b>						
Revenue for services provided to external clients	1,043,129	1,059,356	10,499,130	7,644,541	1,529,597	625,697
Community service obligations			42,000			
	1,043,129	1,059,356	10,541,130	7,644,541	1,529,597	625,697
Less : Expenditure	1,043,129	956,363	10,541,130	8,524,169	2,008,580	798,802
<b>Surplus (deficiency)</b>	<b>-</b>	<b>102,993</b>	<b>-</b>	<b>(879,628)</b>	<b>(478,983)</b>	<b>(173,105)</b>

### (d) Community Service Obligations were paid during the reporting period to the following activities:

Activities	CSO description	Actual
		\$
Waste and Recycling	Non Commercial Community Services	1,522,416
Fitzroy River Water	Combined line charges (operational)	44,516
	Access chamber/manholes (capital)	800,000
	Storage of water allocations	12,850
	Remissions to community and sporting bodies	87,962
	Limestone Creek road site rental	4,258
	Marlborough water supply return on capital	47,981
		<b>997,567</b>

Rockhampton Airport	Capricorn Rescue Helicopter Service	42,000
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# Management Certificate

## ROCKHAMPTON REGIONAL COUNCIL

### Financial statements

For the year ended 30 June 2011



### Management Certificate

For the year ended 30 June 2011

These general purpose financial statements have been prepared pursuant to Section 102 of the *Local Government (Finance, Plans and Reporting) Regulation 2010* (the Regulation) and other prescribed requirements.

In accordance with Section 161 of the Regulation we certify that these general purpose financial statements:

- (i) have been prepared in accordance with the relevant accounting documents; and
- (ii) accurately reflect the local government's financial performance and position for the financial year.

In addition we certify that, in our opinion:

- (i) the prescribed requirements of the *Local Government Act 2009* and associated Regulations for the establishment and keeping of accounts have been complied with in all material respects; and
- (ii) the general purpose financial statements, as set out on pages 1 to 45, have been prepared in accordance with Australian accounting standards (including Australian Accounting Interpretations and other authoritative pronouncements issued by the Australian Accounting Standards Board); and
- (iii) the general purpose financial statements present a true and fair view of the Council's financial position as at 30 June 2011 and of its financial performance and cash flows for the financial year ended on that date.

A handwritten signature in black ink, appearing to read 'B.N. Carter', written over a horizontal line.

**B.N. Carter**  
Mayor  
Rockhampton Regional Council

Date: 19/10/2011

A handwritten signature in black ink, appearing to read 'E.A. Pardon', written over a horizontal line.

**E.A. Pardon**  
Chief Executive Officer  
Rockhampton Regional Council

Date: 19/10/2011

## INDEPENDENT AUDITOR'S REPORT

To the Mayor of Rockhampton Regional Council

### Report on the Financial Report

I have audited the accompanying financial report of Rockhampton Regional Council, which comprises the statement of financial position as at 30 June 2011, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and certificates given by the Mayor and Chief Executive Officer.

#### *The Council's Responsibility for the Financial Report*

The Council is responsible for the preparation of the financial report that gives a true and fair view in accordance with prescribed accounting requirements identified in the *Local Government Act 2009* and *Local Government (Finance, Plans and Reporting) Regulation 2010*, including compliance with Australian Accounting Standards. The Council's responsibility also includes such internal control as the Council determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

#### *Auditor's Responsibility*

My responsibility is to express an opinion on the financial report based on the audit. The audit was conducted in accordance with the *Auditor-General of Queensland Auditing Standards*, which incorporate the Australian Auditing Standards. Those standards require compliance with relevant ethical requirements relating to audit engagements and that the audit is planned and performed to obtain reasonable assurance about whether the financial report 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 judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view 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 entity's internal control, other than in expressing an opinion on compliance with prescribed requirements. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Council, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my audit opinion.

#### *Independence*

The *Auditor-General Act 2009* promotes the independence of the Auditor-General and all authorised auditors. The Auditor-General is the auditor of all Queensland public sector entities and can only be removed by Parliament.



# Independent Auditor's Report

The Auditor-General may conduct an audit in any way considered appropriate and is not subject to direction by any person about the way in which audit powers are to be exercised. The Auditor-General has for the purposes of conducting an audit, access to all documents and property and can report to Parliament matters which in the Auditor-General's opinion are significant.

## Opinion

In accordance with s.40 of the *Auditor-General Act 2009* –

- (a) I have received all the information and explanations which I have required; and
- (b) in my opinion -
  - (i) the prescribed requirements in relation to the establishment and keeping of accounts have been complied with in all material respects; and
  - (ii) the financial report presents a true and fair view, in accordance with the prescribed accounting standards, of the financial performance and cash flows of Rockhampton Regional Council for the financial year 1 July 2010 to 30 June 2011 and of the financial position as at the end of that year.

## Other Matters - Electronic Presentation of the Audited Financial Report

This auditor's report relates to the financial report of Rockhampton Regional Council for the year ended 30 June 2011. Where the financial report is included on Rockhampton Regional Council's website the Council is responsible for the integrity of Rockhampton Regional Council's website and I have not been engaged to report on the integrity of Rockhampton Regional Council's website. The auditor's report refers only to the subject matter described above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements or otherwise included with the financial report. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to refer to the hard copy of the audited financial report to confirm the information contained in this website version of the financial report.

These matters also relate to the presentation of the audited financial report in other electronic media including CD Rom.

*O. C. Clare*

O C Clare FCPA  
(as Delegate of the Auditor-General of Queensland)



Queensland Audit Office  
Brisbane



*Living in the Rockhampton Region*

# Information Required Under the Act

For the year ended 30 June 2011

## Commercial Business Units

### Annual Statement on Operations of Commercial Business Unit

#### Fitzroy River Water

**s32 (1) (BEBA) Reg. 2010 & s32 (2) (BEBA) Reg. 2010**

#### Nature and Scope of Activities

Fitzroy River Water is responsible for the operation and maintenance of water and sewerage assets totally approximately \$1.115 Billion (replacement value).

General functions of these assets include the storage and supply of raw water for urban, commercial and agricultural purposes, treating and distributing potable water and the collection, treatment and discharge of treated effluent and reuse where appropriate.

Broadly, the scope of Fitzroy River Water (based upon 2010/11 year) is as follows:

Total Income (Operating)	\$54.9M
Total Expenses (Operating)	\$41.5M
Total Equity	\$636.7M
Number of staff	164 staff (full time equivalent)
Total Connected Properties – Water	39,846
Total Connected Properties – Sewerage	35,754
Volume of Potable Water Produced	18,600 ML
Volume of Sewage Effluent Treated	13,347 ML
Barrage	1
Dams	1
Weirs	3
Water Treatment Plants	3
Sewerage Treatment Plants	7
Length of Water Mains (including common and property services)	1,343km
Potable Water Supply Reservoirs	36
Non Potable Water Supply Storage	5
Water Pumping Stations and Bores	64
Bores	8
Water Pumping Stations	56
Length of Sewer Mains	922km
Sewerage Pumping Stations	104

## Annual Operations Report

### Financial Indicators

Item	2010/11 Target	2010/11 Achieved
Dividend payments to Council (Return on Equity) Percentage (Post Tax)	7.1%	1.9%
Debt Service Cover	2.2	.14
Dividend (Return on Equity)	\$12.2M	\$9.4M
Capital Expenditure Ratio	1.7	2.5
Debt to Equity (Use SWIM estimate or wait	28%	10.4%

## Comparison with Annual Performance Plan

### Water Services Performance

**Table 4: Water - Day to Day Continuity – Potable Water Schemes**

Potable Water Schemes																
CSS Indicator No.	Performance Indicator	Rockhampton Water Supply Scheme (Includes Gracemere and The Caves)						Mt Morgan Water Supply Scheme				Capricorn Coast Water Supply Scheme				
		Target	Actual	Satisfactory Yes/No	Confidence Grading		Target	Actual	Satisfactory Yes/No	Confidence Grading		Target	Actual	Satisfactory Yes/No	Confidence Grading	
					Reliability	Accuracy				Reliability	Accuracy				Reliability	Accuracy
CSS1	Extent of unplanned interruptions – access charge based (no. per 1000 connections per year)	< 80	48	Y	A	2	<80	97	N	A	2	<30	107	N	A	2
CSS2	Extent of unplanned interruptions – incidents based (no. per 100 km of main per year)	< 30	37	N	A	2	<30	62	N	A	2	< 10	88	N	A	2
CSS3	Time for restoration of service – unplanned interruptions (%) restored within 5 hours)	> 90%	99%	Y	A	2	> 90%	100%	Y	A	2	>90%	86%	N	A	2
CSS4	Customer interruption frequency:															
	1 interruption per year	12%					12%									
	2 interruptions per year	2%	5.86%	Y			2%	18.41%	N				12.61%	N		
	3 interruptions per year	1%	0.77%	Y	B	2	1%	0.62%	Y	B	2	1%	2.09%	Y	B	2
	4 interruptions per year	0.5%	0.038%	Y			0.5%					0.5%	0.13%	Y		
	5 or more interruptions per year	0.25%					0.25%									
CSS5	Relative incidence of planned and unplanned interruption incidents (ratio planned/unplanned)	> 30%	18%	N	A	2	> 30%	11%	N	A	2	> 80%	34%	N	A	2
CSS6	Average interruption duration - planned and unplanned (hours)	3 hrs	0.7hrs	Y	A	2	3 hrs	1.9hrs	Y	A	2	3 hrs	0.78hrs	Y	A	2
CSS7	Response/reaction time within 3 hours of notification	95%	45%	N	B	2	95%	44%	N	B	2	95%	41%	N	B	2



**Table 5: Water - Day to Day Continuity – Non Potable Water Schemes**

Non Potable Water Schemes									
CSS Indicator No.	Performance Indicator	Marlborough Water Supply Scheme				Ogmore Water Supply Scheme			
		Target	Actual	Satisfactory Yes/No	Confidence Grading Reliability Accuracy	Target	Actual	Satisfactory Yes/No	Confidence Grading Reliability Accuracy
CSS1	Extent of unplanned interruptions – access charge based (no. per 1000 connections per year)	< 350	0	Y		< 500	NR		
CSS2	Extent of unplanned interruptions – incidents based (no. per 100 km of main per year)	NR	NR			NR	NR		
CSS3	Time for restoration of service- unplanned interruptions	> 90%	NR			> 90%	ND		
					% restored within 24 hours				% restored within 4 days
CSS4	Customer interruption frequency: 1 interruption per year 2 interruptions per year 3 interruptions per year 4 interruptions per year 5 or more interruptions per year 8 or more interruptions per year 9 or more interruptions per year								
CSS5	Relative incidence of planned and unplanned interruption incidents (ratio planned/ unplanned)	> 80%	NR			> 80%	ND		
CSS6	Average interruption duration – planned and unplanned (hours)	< 8 hrs	NR			< 3 days	ND		
CSS7	Response/reaction time within 3 hours of notification	95%	NR			95%	ND		
					Response/reaction time within 24 hours				Response /reaction time within 4 days



Table 6: Adequacy and Quality of Normal Supply of Water Supply

Potable Water Schemes																
CSS Indicator No.	Performance Indicator	Rockhampton Water Supply Scheme (includes Gracemere and the Caves)						Mt Morgan Water Supply Scheme						Capricorn Coast Water Supply Scheme		
		Target	Actual	Satisfactory Yes/No	Confidence Grading		Target	Actual	Satisfactory Yes/No	Confidence Grading		Target	Actual	Satisfactory Yes/No	Confidence Grading	
					Reliability	Accuracy				Reliability	Accuracy				Reliability	Accuracy
CSS8	Minimum pressure standard at the water meter	220kPa	220kPa	Y	B	3	220kPa	220kPa	Y	B	3	220kPa	220kPa	Y	B	3
CSS9	Minimum flow standard at the water meter	9 L/min	9 L/min	Y	B	3	9 L/min	9 L/min	Y	B	3	9 L/min	9 L/min	Y	B	3
CSS10	Connections with deficient pressure and/or flow (% of total connections)	<2.5%	<2.5%	Y	B	5	<2.5%	<2.5%	Y	B	5	<2.5%	<2.5%	Y	B	5
CSS11	Drinking water quality (compliance with FRW Drinking Water Quality Management Plan)	>98%	99%	Y	A	1	>98%	99%	Y	A	1	>98%	99%	Y	A	1
CSS12	Drinking water quality complaints (number per 1000 connections)	< 5	2.8	Y	A	1	< 5	12.1	N	A	1	< 5	10.8	N	A	1
CSS13	Drinking water quality incidents (number per 1000 connections)	< 5	0.1	Y	A	1	< 5	0.7	Y	A	1	< 5	0.2	Y	A	1

**Table 7: Long Term Continuity of Water Services – Potable Water Schemes**

Potable Water Schemes																
CSS Indicator No.	Performance Indicator	Rockhampton Water Supply Scheme				Mt Morgan Water Supply Scheme				Capricorn Coast Water Supply Scheme						
		Target	Actual	Satisfactory Yes/No	Confidence Grading		Target	Actual	Satisfactory Yes/No	Confidence Grading		Target	Actual	Satisfactory Yes/No	Confidence Grading	
					Reliability	Accuracy				Reliability	Accuracy				Reliability	Accuracy
CSS14	Water main breaks (number per 100 km main)	< 40	12	Y	A	2	< 40	24	Y	A	2	< 10	9	Y	A	2
CSS15	Water services breaks (number per 1000 access charges)	< 40	19	Y	A	2	< 40	11	Y	A	2	< 25	31	N	A	2
CSS16	System water loss (litres per connection per day)	< 200 L	ND				≤ 200 L	ND				≤ 130 L	ND			

**Table 8: Long Term Continuity of Water Services – Non Potable Water Schemes**

Non Potable Water Schemes											
CSS Indicator No.	Performance Indicator	Marlborough Water Supply Scheme					Ogmore Water Supply Scheme				
		Target	Actual	Satisfactory Yes/No	Confidence Grading		Target	Actual	Satisfactory Yes/No	Confidence Grading	
					Reliability	Accuracy				Reliability	Accuracy
CSS14	Water main breaks (number per 100 km main)	<10	0	Y	A	2	< 10	0	Y	A	2
CSS15	Water services breaks (number per 1000 connections)	<25	0	Y	A	2	< 25	0	Y	A	2
CSS16	System water loss (litres per connection per day)	NR					NR				
Detailed reporting of losses will commence during the next reporting period.							Unable to measure this indicator due to the nature of the Ogmore system – any assessment will need to be based on field observations.				

**Table 9: Effective Transportation of Sewage**

CSS Indicator No.	Performance Indicator	Rockhampton & Gracemere Sewerage Scheme				Capricorn Coast Sewerage Scheme				Mt Morgan Sewerage Scheme			
		Target	Actual	Satisfactory Yes/No	Confidence Grading		Target	Actual	Satisfactory Yes/No	Confidence Grading		Target	Actual
					Reliability	Accuracy				Reliability	Accuracy		
CSS17	Sewage overflows – total (number per 100 km main)	< 30	87.80	N	A	2	< 10	16.27	N	A	2	< 10	16.67
CSS18	Sewage overflows to customer property (number per 1000 connections)	< 10	20.34	N	A	2	< 5	4.52	N	A	2	< 5	2.97
CSS19	Odour complaints (number per 1000 connections)	< 1	2.1	N	A	1	< 1	9	N	A	1	< 1	1.8
CSS20	Response/ reaction time within 4 hours	> 95%	86%	N	A	2	> 95%	81%	N	A	2	> 95%	100%

**Table 10: Long Term Continuity of Sewerage Services**

CSS Indicator No.	Performance Indicator	Rockhampton & Gracemere Sewerage Scheme				Capricorn Coast Sewerage Scheme				Mt Morgan Sewerage Scheme						
		Satisfactory		Confidence Grading		Satisfactory		Confidence Grading		Satisfactory		Confidence Grading				
		Target	Actual	Yes/No	Reliability	Accuracy	Target	Actual	Yes/No	Reliability	Accuracy	Target	Actual	Yes/No	Reliability	Accuracy
CSS21	Sewer main breaks and chokes (number per 100 km main)	< 70	122.14	N	A	2	< 20	23.41	Y	A	2	< 20	16.67	Y	A	2
CSS22	Sewer inflow and infiltration (ratio of Peak Day Flow to Average Day Flow)	Rockhampton Sewerage Scheme														
		< 5	3.0	Y	A	1										
		Gracemere Sewerage Scheme														
		< 5	5.0	N	A	1										

## Customer Service Standards

A summary of the additional performance indicators and targets set out in FRW's CSS, actual performance and confidence gradings is outlined below. Where performance has not met the minimum targets set, commentary is provided qualifying the data.

**Table 11: Customer Service Targets**

CSS Indicator No.	Performance Indicator	Target	Percentage	Satisfactory	Confidence Grading		Comments
					Reliability	Accuracy	
CSS23	Installation of new water connections (within the water service area)	15 working days	85%	N	A	2	Delays due to staffing shortages
CSS24	Installation of sewerage connections (within the sewerage area)	15 working days	85%	N	A	2	Delays due to staffing shortages
CSS25	Complaints – (investigated and outcome advised)	20 working days	100%	Y	A	2	0 complaints

# Information Required Under the Act

For the year ended 30 June 2011

## Non Compliance Comments

CSS Indicator No.	Scheme	Comment
CSS1 CSS2	Mount Morgan	In January and June 2011 a number of water main failures occurred that affected the water supply to a large number of connections resulting in annual averages being above the target.
CSS1 CSS2 CSS3	Capricorn Coast	Customer Service Standards have been reviewed for the new Annual Performance Plan. The number of interruptions to our customers remains well above our targets and the capital works water main replacement program for the Capricorn Coast has been increased to support meeting the target.
CSS2 & CSS4	Rockhampton, Mount Morgan, Capricorn Coast	Rockhampton, Mount Morgan and Capricorn Coast had a decrease in the number of water main failures, though the number of connections affected were higher.
CSS5	Rockhampton Mount Morgan Capricorn Coast	Our number of unplanned interruptions are higher then our planned interruptions for the whole Region. A slow decrease in unplanned has taken place and will be reduced further with the Capital Works Main Replacement Program.
CSS7	Rockhampton Mount Morgan Capricorn Coast	An error in the reporting data entry fields has been detected and the data cannot be collected correctly for this financial year. This has been rectified with the addition of new parameters within the reporting systems.
CSS8	Rockhampton Mount Morgan Capricorn Coast	There are known areas with sub standard levels of service however these areas are informally recognised as being Special Water Supply Areas that are in the process of being fully investigated and documented.
CSS12	Mount Morgan Capricorn Coast	Due to a number of persistent discoloured water events. Due primarily to one significant water main break event in October 2010 which contributed approximately one-third of the total number of complaints.
CSS15	Capricorn Coast	Currently formulating a strategy to rectify the high number of service breaks at the Capricorn Coast.
CSS16	Rockhampton Mount Morgan Capricorn Coast	Unable to calculate due to lack of consumption data. Awaiting report to be provided by IT department as identified from the "Commercial Services Reporting Capability Enhancement Project".
CSS17 CSS18	Rockhampton and Gracemere	Sewerage overflows were over target due to flooding of region.
CSS17	Capricorn Coast	
CSS17	Mount Morgan	The length of sewer mains in Mount Morgan is 8.23km, there has only been 1 incident for the year.
CSS18	Capricorn Coast	Yeppoon had a total of 59 sewerage blockages which resulted in 41 overflows. The previous year total was 39 sewerage blockages and only 29 overflows. This year there has been an increase.
CSS19	Rockhampton and Gracemere Capricorn Coast Mount Morgan	Due primarily to a high number of odour complaints received during the December and January flooding events that occurred in the Fitzroy River. There is no single specific cause of the non-compliances for Mount Morgan and the Capricorn Coast.
CSS20	Rockhampton and Gracemere Capricorn Coast	Response times are down due to flooding of region with Capricorn Coast staff assisting Rockhampton staff (plugging/unplugging of gullies). Previous year we recorded 29 overflows for the Capricorn Coast. This year Capricorn Coast attended 41 overflows.
CSS21	Rockhampton and Gracemere	Due to flooding of region this increased the number of mainline breaks and chokes for the year.
CSS22	Gracemere	Due to the flood event which occurred in January 2011.

## Reference Codes

A blank field should contain one of the following:

- 0 (zero)
- ND (no data is available, although the indicator is relevant)
- NR (not relevant; this indicator is not relevant to that scheme)



# Information Required Under the Act

For the year ended 30 June 2011

## Changes to the Annual Performance Plan – CCS

Significant work has been undertaken during 2010/11 on initiatives and work practices that will improve business performance. These include, monitoring of actual performance against response targets for job requests and the assessment of the number and type of actual jobs requiring rework and associated financial performance.

As the business moves into the 2011/12 financial year there will be a strong focus on continuous improvement as the last quarter saw a concentrated effort of recovery and project catch up.

### Impacts of these changes – financial position, operating surplus or deficient, prospects

No significant changes were made to the CSS during the reporting period. As detailed above minor changes were made to how the data was presented and reported. These minor changes were made to ensure consistency with external reporting requirements.

## Financial Performance

### Operational

Fitzroy River Water raised operational income of \$54.9M, with the majority raised through utility charges. Operating revenue in 2010/11 is lower than the 2009/10 period. This is due to a significant drop in water consumption revenue due to the extremely wet weather and flooding throughout the year. Gross sewerage utility charges account for 46% of utility revenue and water consumption charges account for 23%.

Operating expenditure for the 2010/11 period was \$41.5M, which was fairly static from the 2009/10 financial period. Depreciation accounts for 38% of expenditure and employee costs, materials & services account for 47%. The high expenditure on employees and materials is attributable to FRW being a large employer within the region to support essential service to the community. The allocation of the cost of assets over their useful lives through depreciation makes funds available to renew existing infrastructure.

Fitzroy River Water achieved a net operating deficit (after distributions of tax & return) of \$755k. This means FRW will have to work towards improving its annual position.

### Capital

Total capital expenditure for the 2010-2011 year was \$42.8 million. This includes debt redemption and physically contributed assets. Extensive refurbishment programs of underground water and sewerage assets were undertaken and also construction of new aboveground infrastructure was prominent.

The year saw the commencement and completion of these projects:

- Completion of the Rockhampton to Yeppoon Pipeline;
- Commencement of the construction of the Emu Park Sewerage Treatment Plant;

- Completion of the augmentation of trunk mains (450mm & 300mm) Old Capricorn Highway Gracemere;
- Completion of the fluoridation of the Mt Morgan and Woodbury water treatment plants;
- Continuation of the Expansion of the Glenmore Water Treatment Plant Lagoons;
- Continuation of the Cathodic Protection of the Barrage;
- Near completion of the construction of the St Faiths Reservoir.

### Directions the Local Government gave the unit – Non Commercial Directives

Council resolution dated 24 August 2010 states that “a Community Service Obligation to the value of \$5,000pa (increased by CPI) be allocated to FRW” in relation to the 99 year peppercorn lease (nil rent) by Ergon Energy Corporation Limited for part of Mt Barmoya.

## Significant Business Activities

### All Business Activities s45 (a)

- Water and Sewerage
- Regional Waste
- Caravan Parks
- Airport
- Building Certification

### Identify all significant business activities stating whether conducted in previous year or new and whether Competitive Neutrality Principles were applied or not and reasons why s45 (b)

- Water and Sewerage
- Regional Waste

### s45 (c)

Code of Competitive Conduct was applied to all significant business activities.

### s45 (d)

All Significant Business Activities were conducted in the previous year.

## Council Performance

### Assessment of local governments performance in implementing its long-term community plan and annual operational plan

#### s119(1)(a)

Council's performance against Community plan for the year under review is unable to be assessed as the Community Plan is not legislatively required until 1st December 2011 and is not envisaged to take effect until 1st July 2012 in conjunction with and supported by Council's incoming Corporate Plan.

- Performance against the corporate plan goals of:
- An engaged safe and inclusive community
- A prosperous and self sustaining region
- Protection and enhancement of the Region's environmental values

Honest, transparent and accountable corporate governance in line with corporate values has resulted in all key outcome targets being substantially achieved over what can be loosely termed the "amalgamation term" of Council with those results reported to Council in accordance with s104 *Local Government Act 2009*.

These results have been largely in accordance with the operational plan whose key highlights are detailed within the body of this report and which have been reported to Council in accordance with s122 *Local Government (Finance, Plans and Reporting) Regulation 2010*.

### Particulars of other issues relevant to making an informed assessment of the local government's operations and performance in the financial year

#### S119(1)(b)

There are no contingent issues impacting on the assessment of Council's performance for the period under review.

### Details of any action taken for, and expenditure on, a service, facility or activity supplied by another local government under an agreement for conducting a joint government activity

#### S119(1)(c)

Council has not engaged in providing services to any other local government of joint local government.

### Details of any action taken for, and expenditure on, a service, facility or activity for which the local government levied special rates or charges for the financial year

#### s119 (1)(c)(ii) (FPR) Reg 2010

Council has raised and levied special rates and charges in relation to:

The charges are calculated on the estimated cost to Council of providing the services, Council will make and levy upon identified land pursuant to section 971 of the *Local Government Act 1993*, special charges to defray the expense it incurs in providing identified services or facilities, or engaging in identified activities because, in Council's opinion the land or its occupiers has especially benefited, or will especially benefit from, or will have special access to the identified services, facilities or activities, or the occupier of the land or the use made or to be made of the land especially contributes to the need for the services, facility or activity. Revenue raised from these rates will only be used to fund the implementation program for the specific services, facilities or activities. Discount in accordance with section 1019 of the *Local Government Act 1993* will not apply to these charges.

#### Rural Fire Services Levy

Pursuant to Section 128A of the *Fire and Rescue Service Act 1990* and Section 971 of the *Local Government Act 1993* Council make and levy a special charge for the purpose of raising revenue for each Rural Fire Brigade as set out in the table below:-

#### Fitzroy Group

Rural Fire Brigade	Levy 2010/11
Alton Downs	\$ 20.00
Archer Ulam	\$ 10.00
Aricia	-
Bajool	\$ 20.00
Bouldercombe	\$ 20.00
Calorian	-
Calliungal	\$ 50.00
Dalma	\$ 10.00
Faraday	\$ 10.00
Garnant	-
Gogango	\$ 50.00
Gracemere	\$ 20.00
Kalapa	\$ 20.00
Marmor	\$ 30.00
Mornish	\$ 25.00
Stanwell	\$ 25.00
South Ulam	-
Westwood	\$ 30.00

# Information Required Under the Act

For the year ended 30 June 2011

## Keppel Group

Rural Fire Brigade	Levy 2010/11
Adelaide Park Road	\$ 50.00
Barmoya	-
Belmont	\$ 35.00
Bondoola	\$ 25.00
Bungundarra	\$ 35.00
Byfield	\$ 25.00
Canal Creek	-
Canoona	-
Cawarral	\$ 70.00
Cooberrie	\$ 25.00
Coowonga	\$ 50.00
Great Keppel Island	-
Hidden Valley	-
Jardine	\$ 30.00
Keppel Sands	\$ 60.00
Kunwarara	-
Marlborough	\$ 15.00
Maryvale	\$ 40.00
Mt Gardiner	-
Nankin	\$ 100.00
Nerimbera	\$ 25.00
Ogmore	-
Rossmoya	-
Stanage Bay	\$ 25.00
Stockyard Point	\$ 50.00
Tanby	\$ 50.00
The Caves	\$ 40.00
Wattlebank	-
Woodbury	\$ 50.00

The rateable land to which the special charge will apply is land within the areas separately described on a map titled:-  
**Fitzroy Group**

- 'Rural Fire Brigade – Alton Downs' 'Rural Fire Brigade – Garnant'
- 'Rural Fire Brigade – Archer Ulam' 'Rural Fire Brigade – Gogango'
- 'Rural Fire Brigade – Aricia' 'Rural Fire Brigade – Gracemere'
- 'Rural Fire Brigade – Bajool' 'Rural Fire Brigade – Kalapa'
- 'Rural Fire Brigade – Bouldercombe' 'Rural Fire Brigade – Marmor'

- 'Rural Fire Brigade – Calioran' 'Rural Fire Brigade – Mornish'
- 'Rural Fire Brigade – Calliungal' 'Rural Fire Brigade – Stanwell'
- 'Rural Fire Brigade – Dalma' 'Rural Fire Brigade – South Ulam'
- 'Rural Fire Brigade – Faraday' 'Rural Fire Brigade – Westwood'

## Keppel Group

- 'Rural Fire Brigade – Adelaide Park' 'Rural Fire Brigade – Kunwarara'
- 'Rural Fire Brigade – Barmoya' 'Rural Fire Brigade – Marlborough'
- 'Rural Fire Brigade – Belmont' 'Rural Fire Brigade – Maryvale'
- 'Rural Fire Brigade – Bondoola' 'Rural Fire Brigade – Mount Gardiner'
- 'Rural Fire Brigade – Bungundarra' 'Rural Fire Brigade – Nankin'
- 'Rural Fire Brigade – Byfield' 'Rural Fire Brigade – Rossmoya'
- 'Rural Fire Brigade – Canoona' 'Rural Fire Brigade – Ogmore'
- 'Rural Fire Brigade – Canal Creek' 'Rural Fire Brigade – Rossmoya'
- 'Rural Fire Brigade – Cawarral' 'Rural Fire Brigade – Stanage Bay'
- 'Rural Fire Brigade – Cooberrie' 'Rural Fire Brigade – Stockyard Point'
- 'Rural Fire Brigade – Coowonga' 'Rural Fire Brigade – Tanby'
- 'Rural Fire Brigade – Great Keppel Island' 'Rural Fire Brigade – The Caves'
- 'Rural Fire Brigade – Hidden Valley' 'Rural Fire Brigade – Wattlebank'
- 'Rural Fire Brigade – Jardine' 'Rural Fire Brigade – Woodbury'
- 'Rural Fire Brigade – Keppel Sands'

The overall plan is to fund the provision of fire prevention and fire fighting services, facilities and activities by the rural fire brigades identified in the special charge table in the defined benefit areas.

The time for implementing the overall plan is one (1) year ending 30 June 2011. However, provision of fire fighting services is an ongoing activity, and further special charges are expected to be made in future years.

The works and services specified in the overall plan will be carried out or provided during the year ending on 30 June 2011.

The estimated cost of implementing the overall plan (being the cost of planned works and replacement of capital items for 2010/11) is \$234,000.

The special charge is intended to raise all funds necessary to carry out the overall plan.

Council is of the opinion that the occupier of the land to be levied with the special charge has specifically benefited, or will specifically benefit, from the implementation of the overall plan, comprising fire fighting services, because:-

The rural fire brigades are charged with fire fighting and fire prevention under the *Fire & Rescue Service Act 1990* and whose services could not be provided or maintained without the imposition of the special charge.

# Information Required Under the Act

For the year ended 30 June 2011

## North West Emu Park Sewerage Benefited Area – Special Charge

Pursuant to Section 971 of the *Local Government Act 1993*, Council make and levy a special charge for the provision of reticulated sewerage to North West Emu Park.

The rateable land to which the charge applies is every parcel of rateable land within the areas separately described on a map titled 'North West Emu Park Sewerage Benefited Area'.

The service facility or activity for which the special charge is made is the construction and commissioning of sewerage infrastructure necessary for providing reticulated sewerage to North West Emu Park. The construction was completed during the Financial Year 2009-10, and there are no further works to be undertaken.

The cost of implementing the overall plan was \$2,377,000 (being the cost of infrastructure constructed).

The charge is to reimburse Council \$1,244,208 of the funds expended on the project.

Council funded the cost of construction of the sewerage reticulation infrastructure from its own revenue sources.

The annual implementation plan in 2010/11 comprises reimbursement to Council of part of the cost that it has incurred to construct the North West Emu Park Sewerage Causeway Scheme.

The funds have been raised per parcel to date:-

- 2009/10 \$481.00

With the implementation of the North West Emu Park Sewerage Project, the Council has designated the area covered by the Project as a benefited area to enable the charging of a Special Charge to partially fund the costs of the reticulation system of the Project. Other funding will include contributions by developers of land within the benefited area.

Council is of the opinion that the occupier of the land to be levied with the special charge has specially benefited, or will specially benefit, from the implementation of the overall plan, because they will:-

- Enjoy access to an efficient convenient and healthy system for the removal and treatment of sewerage, which access to which would not have occurred if Council had not undertaken the project of constructing the sewerage reticulation infrastructure.

The charge shall be \$478 per annum for twenty (20) years per parcel.

Council will, pursuant to section 1035A of the *Local Government Act 1993*, grant a remission of the North West Emu Park Sewerage Benefited Area – Special Charge on those assessments where the sum of \$4,363 is paid to Council by **31 August 2010** (which amount represents the 2010/2011 per assessment cost to Council (excluding developer contributions and funding from other sources) of constructing and commissioning of the relevant sewerage infrastructure), on the grounds that to require those ratepayers that elect to make this lump sum payment, to also pay the special charge constitutes hardship.

Where the property is currently vacant land and there is a building application lodged or there is an application lodged to reconfigure the lot, the total amount outstanding would be required to be paid at the time of lodging the application.

All parcels within the 'North West Emu Park Sewerage Benefited Area' are now included within the Capricorn Coast Sewerage Service Area, and will incur, in addition to the above special charge, the Capricorn Coast Sewerage Scheme Charge.

## Causeway Township Sewerage Benefited Area – Special Charge

Pursuant to Section 971 of the *Local Government Act 1993*, Council make and levy a special charge for the provision of reticulated sewerage to Causeway Township.

The rateable land to which the charge applies is every parcel of rateable land within the areas separately described on a map titled 'Causeway Township Sewerage Benefited Area'.

The service facility or activity for which the special charge is made is the construction and commissioning of sewerage infrastructure necessary for providing reticulated sewerage to Causeway Township. The works was completed during the financial year 2009/10, and there is no further works to be undertaken.

The cost of implementing the overall plan was \$ 850,000 (being the cost of infrastructure constructed).

The charge is expected to reimburse Council \$386,400 of the funds expended on the project. Council funded the cost of construction of the sewerage reticulation infrastructure from its own revenue sources.

The annual implementation plan in 2010/11 comprises reimbursement to Council of part of the cost that it has incurred to construct the Causeway Township Sewerage Scheme.

The funds have been raised per parcel to date:-

- 2009/10 \$235.50

With the implementation of the Causeway Township Sewerage Project, the Council has designated the area covered by the Project as a benefited area to enable the charging of a Special Charge to partially fund the costs of the reticulation system of the Project. Other funding will include contributions by developers of land within the benefited area.

Council is of the opinion that the occupier of the land to be levied with the special charge has specially benefited, or will specially benefit, from the implementation of the overall plan, because they will:-

- Enjoy access to an efficient convenient and healthy system for the removal and treatment of sewerage, which access to which would not have occurred if Council had not undertaken the project of constructing the sewerage reticulation infrastructure.

The charge shall be \$468 per annum for twenty (20) years per parcel.

Council will, pursuant to section 1035A of the *Local Government Act 1993*, grant a remission of the Causeway Township Sewerage Benefited Area – Special Charge on those



# Information Required Under the Act

For the year ended 30 June 2011

assessments where the sum of \$4,472 is paid to Council by 31 August 2010 (which amount represents the 2010/2011 per assessment cost to Council (excluding developer contributions and funding from other sources) of constructing and commissioning of the relevant sewerage infrastructure), on the grounds that to require those ratepayers that elect to make this lump sum payment, to also pay the special charge constitutes hardship.

Where the property is currently vacant land and there is a building application lodged or there is an application lodged to reconfigure the lot, the total amount outstanding would be required to be paid at the time of lodging the application.

All parcels within the 'Causeway Township Sewerage Benefited Area' are now included within the Capricorn Coast Sewerage Service Area, and will incur, in addition to the above special charge, the Capricorn Coast Sewerage Scheme Rate Charge which in 2010/11 is \$521.00 per annum.

## East Street Redevelopment Stage 2

Pursuant to Section 971 of the *Local Government Act 1993*, Council make and levy a special rate to fund the second stage of the redevelopment of the East Street Mall Rockhampton.

The rateable land to which the rate applies is every parcel of rateable land within the areas separately described on a map titled 'East Street Redevelopment Stage 2 Special Rate Area'. The special rate of 1.699 cents in the dollar of unimproved valuation will be charged to all rateable land within the designated area.

The service facility or activity for which the special rate is made is for the funding of construction of improvements to the East Street Mall. The construction was completed 30 June 2004 and there are no further works to be undertaken. Council funded the construction from its own revenue sources and the special rate proceeds will reimburse the total cost of construction over 10 years commencing from the 1 July 2003.

The estimated cost of implementing the overall plan is \$2,500,000 (being the cost of infrastructure constructed).

The rate is expected to raise \$97,797 of the funds expended on the project. Council funded the cost of construction of the East Street Mall Redevelopment from its own revenue sources. The estimated time for implementing the overall plan is 10 years commencing from the 1 July 2003.

The annual implementation plan in 2010/11 comprises reimbursement to Council of part of the cost that it has incurred to construct the East Street Mall Redevelopment.

Council is of the opinion that the occupier of the land to be levied with the special rate has specially benefited, or will specially benefit, from the implementation of the overall plan, comprising repayment to the Council of the cost of provision of the East Street Mall Redevelopment because:-

The occupier of the land to be levied will benefit from having access to services and facilities fronting the properties have been enhanced to a standard that significantly exceeds the normal standards. The properties have improved vehicular access, exposure to passing trade and the marketability and potential future land values are enhanced.

## Bangalee Water Supply Special Charge

Pursuant to Section 971 of the *Local Government Act 1993*, Council will make and levy a special charge for the provision of reticulated potable water supply to the township/area of Bangalee.

The rateable land to which the charge applies is every parcel of rateable land within the areas separately described on a map titled 'Bangalee Water Supply Scheme'.

The service facility or activity for which the special charge is made is for the funding of construction of water supply infrastructure. The construction was completed 30 June 2003 and there are no further works to be undertaken. Council funded the construction from its own revenue sources and the special charge proceeds will reimburse the total cost of construction over 10 years commencing from the 1 July 2003.

The estimated cost of implementing the overall plan is \$652,080 (being the cost of infrastructure constructed at \$6,270 per parcel).

The charge is expected to raise \$64,604.80 (\$621.20 per parcel) of the funds expended on the project. Council funded the cost of construction of the water supply infrastructure from its own revenue sources. The estimated time for implementing the overall plan is 10 years commencing from the 1 July 2003.

The funds have been raised per parcel to date:-

2003/2004	\$ 679.00
2004/2005	\$ 621.20
2005/2006	\$ 621.20
2006/2007	\$ 621.20
2007/2008	\$ 621.20
2008/2009	\$ 621.20
2009/2010	\$ 621.20

The annual implementation plan in 2010/11 comprises reimbursement to Council of part of the cost that it has incurred to construct the water supply infrastructure.

Council is of the opinion that the occupier of the land to be levied with the special charge has specially benefited, or will specially benefit, from the implementation of the overall plan, comprising repayment to the Council of the cost of provision of water supply infrastructure because:-

The occupier of the land to be levied will benefit from having access to the supply of a reliable potable water supply, which access to supply would not have occurred if Council had not spent its own funds to construct the water supply infrastructure.

## Nerimbera Water Supply Special Charge A

Pursuant to Section 971 of the *Local Government Act 1993*, Council make and levy a special charge for the provision of a reticulated potable water supply to the township of Nerimbera.



# Information Required Under the Act

For the year ended 30 June 2011

The rateable land to which the charge applies is every parcel of rateable land within the areas separately described on a map titled 'Nerimbera Water Supply Charge A'.

The service facility or activity for which the special charge is made is for the funding of construction of water supply infrastructure. The construction was completed 31 December 2004 and there are no further works to be undertaken. Council funded the construction from its own revenue sources and the special charge proceeds will reimburse the total cost of construction over 10 years commencing from the 1 January 2005.

The estimated cost of implementing the overall plan is \$442,500 (being the cost of infrastructure constructed at \$7,500 per parcel).

The charge is expected to raise \$44,250 (\$750 per parcel) of the funds expended on the project. Council funded the cost of construction of the water supply infrastructure from its own revenue sources. The estimated time for implementing the overall plan is 10 years commencing from the 1 January 2005.

The funds have been raised per parcel to date:-

2004/2005	\$ 375.00
2005/2006	\$ 750.00
2006/2007	\$ 750.00
2007/2008	\$ 750.00
2008/2009	\$ 750.00
2009/2010	\$ 750.00

The annual implementation plan in 2010/11 comprises reimbursement to Council of part of the cost that it has incurred to construct the water supply infrastructure.

Council is of the opinion that the occupier of the land to be levied with the special charge has specially benefited, or will specially benefit, from the implementation of the overall plan, comprising repayment to the Council of the cost of provision of water supply infrastructure because:-

The occupier of the land to be levied will benefit from having access to the supply of a reliable potable water supply, which access to supply would not have occurred if Council had not spent its own funds to construct the water supply infrastructure.

An exemption from the Special Charge will apply to those lands connected prior to the commencement of this water supply scheme shown in Appendix A.

## Nerimbera Water Supply Special Charge B

Pursuant to Section 971 of the *Local Government Act 1993*, Council make and levy a special charge for the provision of a reticulated potable water supply to the township of Nerimbera.

The rateable land to which the charge applies is every parcel of rateable land within the areas separately described on a map titled 'Nerimbera Water Supply Charge B'.

The service facility or activity for which the special charge is made is for the provision of water supply infrastructure. The construction was completed 31 December 2004 and there

are no further works to be undertaken. Council funded the construction from its own revenue sources and the special charge proceeds will reimburse the total cost of construction over 10 years commencing from the 1 January 2005.

The estimated cost of implementing the overall plan is \$12,500 (being the cost of infrastructure constructed at \$2,500 per parcel).

The charge is expected to raise \$1,250 (\$250 per parcel) of the funds expended on the project. Council funded the construction of the water supply infrastructure from its own revenue sources. The estimated time for implementing the overall plan is 10 years commencing from the 1 January 2005.

The funds have been raised per parcel to date:-

2004/2005	\$ 125.00
2005/2006	\$ 250.00
2006/2007	\$ 250.00
2007/2008	\$ 250.00
2008/2009	\$ 250.00
2009/2010	\$ 250.00

The annual implementation plan in 2010/11 comprises reimbursement to Council of part of the cost that it has incurred to construct the water supply infrastructure.

Council is of the opinion that the occupier of the land to be levied with the special charge has specially benefited, or will specially benefit, from the implementation of the overall plan, comprising repayment of the cost of provision of water supply infrastructure because:-

The occupier of the land to be levied will benefit from having access to the supply of a reliable potable water supply, which access to supply would not have occurred if Council had not spent its own funds to construct the water supply infrastructure.

An exemption from the Special Charge will apply to those lands connected prior to the commencement of this water supply scheme shown in Appendix A.

## Number of invitations to change tenders under section 177(7) during the year

### s119 (1)(d) (FPR) Reg 201

The following Tender invited all persons who have submitted a tender to change their tender to take account of a change in the tender specification:

- 9014 - Supply and Delivery of 450mm PN16 MPVC to Gracemere and Yeppoon

# Information Required Under the Act

For the year ended 30 June 2011

## List of the registers kept by the local government

### s119(1)(e) (FPR) Reg 2010

- Asset Register
- Register of Activities for Competitive Neutrality
- Register of Beneficial Enterprises
- Cat and Dog Register
- Cemetery Register
- Register of Clean-Up Notices
- Register of Cost-Recovery Notices
- Register of Declared Pest Permits
- Register of Designated Natural Hazard Management Areas (Flood)
- Register of Development Applications
- Register of Direction Notices
- Register of Contact with Lobbyists
- Register of Cost-Recovery Fees
- Register of Councillors Interests
- Register of Delegations
- Register of Development Approvals for Environmentally Relevant Activities
- Register of Electoral Gifts
- Register of Environmental Authorities
- Register of Environmental Protection Orders
- Register of Impounded Animals
- Infrastructure Charges Register
- Regulated Infrastructure Charges Register
- Register of Installed On-site Sewerage and Greywater Use Facilities
- Local Laws Register
- Register of Master Plan Applications
- Register of Monitoring Programs
- Register of Pest Control and Entry Notices
- Register of Pre-qualified Suppliers
- Register of Registration Certificates
- Register of Regulatory Fees
- Register of Resolutions About Land Liable to Flooding made under the Building Act
- Register of Roads and Road Maps
- Register of Reports the Administering Authority Accepts under Section 73C(1)(g)(ii) Transfer of Environmental Authorities
- Register of Subdivisions Approved under the *Repealed Local Government (Planning and Environment) Act 1990*
- Register of Surrenders of Registration Certificates
- Register of Testable Backflow Prevention Devices
- Register of Transitional Environmental Programs
- Register of Zonings, Rezonings and Consents Approved under the *Repealed Local Government (Planning and Environment) Act 1990*

## Summary of all concessions for rates and charges granted by the local government

### s119(1)(f) (FPR) Reg 2010

#### **Approved Government Pensioners**

Rate remissions/subsidies are available to approved pensioners, who are in receipt of a pension for entitlements from Centrelink or the Department of Veterans' Affairs or Widow's allowance.

The Scheme is directed to the elderly, invalid or otherwise disadvantaged citizens of the community whose principal or sole source of income is a pension or allowance paid by Centrelink or the Department of Veterans' Affairs and who are the owners of property in which they reside and have responsibility for payment of Council rates and charges thereon.

#### **Eligibility**

Approved Pensioner – A Person who:

- is and remains an eligible holder of a Queensland "Pensioner Concession Card" issued by Centrelink or the Department of Veterans' Affairs, or a Queensland "Repatriation Health Card – For All Conditions" issued by the Department of Veterans Affairs; and
- is the owner or life tenant (either solely or jointly) of the property which is his/her principal place of residence; and
- has, either solely or jointly with a co-owner, the legal responsibility for the payment of rates and charges which are levied in respect of the property.

Approved Widow/er – A Person who:

- is and remains in receipt of a Widow's Allowance.

Unless stated otherwise the terms and conditions of the Queensland Government Pensioner Rate Subsidy Scheme shall apply to the application of the Council subsidy.

#### **Close of Applications**

Applications for remissions will be considered at anytime during the rating period (i.e. half year). Applications received after the date of levy will be considered only for the following rating period/s.

Applications must be made in writing using Council's approved form and a new application will need to be submitted where a change of address occurs.

#### **Amount of Remission**

Persons who qualify for a subsidy under the Queensland Government Pensioner Rate Subsidy Scheme guidelines will be eligible for a Council remission of 20% (to a maximum of \$200) on all rates levied in respect of each eligible property, excluding special rates/charges and rural and state fire levies/charges.

A person in receipt of a Widow's Allowance will also be entitled to a subsidy of 20% (to a maximum of \$200) on all rates levied in respect of the property the person owns and occupies, excluding special rates/charges and rural and state fire levies/charges.

# Information Required Under the Act

For the year ended 30 June 2011

Should an applicant/person be entitled to only part of the State Subsidy, because of part ownership of the property, or other relevant reason, the Council remission would be similarly reduced.

## Not-For-Profit/Charitable Organisations

Rate remissions are available to approved organisations whose objectives do not include the making of profit and who provide services to their membership and the community at large.

### Eligibility

Not-For-Profit/Community Organisation – An incorporated body who:

- does not include the making of profit in its objectives.
- does not charge a commercial fee for service.
- is located within Rockhampton Regional Council area and the majority of its members reside in the Council area.
- does not receive income from gaming machines and/or from the sale of alcohol in an organised manner (eg bar with regular hours of operation with permanent liquor license).
- is the owner, lessee or life tenant of the property and which is the incorporated bodies main grounds/base/club house or residence.
- has, either solely or jointly with a co-owner, the legal responsibility for the payment of rates and charges which are levied in respect of the property; and
- is not a religious body or entity or educational institution recognised under State or Federal statute or law.

Should an applicant only have part ownership of the property the Council remission would be similarly reduced. Council remission is allowed only in respect of the current Budget year.

### Close of Applications

Eligibility for a remission will be assessed by Council on annual basis prior to issue of the first rate notice each financial year (generally June/July). Organisations who are not automatically provided with a remission, and who believe that they meet the relevant criteria, may apply for approval at any time. If an application is approved by Council, remissions will be applied from the beginning of the next half yearly rating period (remissions will not be applied retrospectively) subject to budget availability.

### Amount of Remission

#### (a) Category One (1) – Surf Life Saving Organisations

- Remission Level General Rates – 100%
- Remission Level Separate Rates/Charges – 100%
- Remission Level Special Rates/Charges – 0%
- Remission Level Water Access Charges – 25%
- Remission Level Water Consumption Charges – Charged at residential rates
- Remission Level Sewerage Charges – 25%
- Remission Level Waste Charges – 25%
- Cap – N/A

#### (b) Category Two (2) – Showground Related Organisations

- Remission Level General Rates – 100%
- Remission Level Separate Rates/Charges – 100%
- Remission Level Special Rates/Charges – 0%
- Remission Level Water Access Charges – 50%
- Remission Level Water Consumption Charges – Charged at residential rates
- Remission Level Sewerage Charges – 50%
- Remission Level Waste Charges – 50%
- Cap – N/A

#### (c) Category Three (3) – Kindergartens

- Remission Level General Rates – 50%
- Remission Level Separate Rates/Charges – 50%
- Remission Level Special Rates/Charges – 0%
- Remission Level Water Access Charges – 25%
- Remission Level Water Consumption Charges – Charged at residential rates
- Remission Level Sewerage Charges – 25%
- Remission Level Waste Charges – 25%
- Cap – \$ 700.00

#### (d) Category Four (4) – Charitable Organisations Benefiting the Aged/Disadvantaged

- Remission Level General Rates – 100%
- Remission Level Separate Rates/Charges – 100%
- Remission Level Special Rates/Charges – 0%
- Remission Level Water Access Charges – 25%
- Remission Level Water Consumption Charges – 0%
- Remission Level Sewerage Charges – 25%
- Remission Level Waste Charges – 25%
- Cap – \$ 700.00

#### (e) Category Five (5) – Sporting Clubs & Associations – Without Liquor & Gaming Licenses

- Remission Level General Rates – 100%
- Remission Level Separate Rates/Charges – 100%
- Remission Level Special Rates/Charges – 0%
- Remission Level Water Access Charges – 25%
- Remission Level Water Consumption Charges – Charged at residential rates
- Remission Level Sewerage Charges – 25%
- Remission Level Waste Charges – 25%
- Cap – \$ 700.00

#### (f) Category Six (6) – Sporting Clubs & Associations – With Liquor Licenses but No Gaming Licenses

- Remission Level General Rates – 50%
- Remission Level Separate Rates/Charges – 50%
- Remission Level Special Rates/Charges – 0%
- Remission Level Water Access Charges – 25%
- Remission Level Water Consumption Charges – Charged at residential rates
- Remission Level Sewerage Charges – 25%
- Remission Level Waste Charges – 25%
- Cap – \$ 700.00



# Information Required Under the Act

For the year ended 30 June 2011

(g) *Category Seven (7) – Sporting Clubs & Associations situated on highly valued leasehold land – With Liquor Licenses but No Gaming Licenses*

- Remission Level General Rates – 75%
- Remission Level Separate Rates/Charges – 75%
- Remission Level Special Rates/Charges – 0%
- Remission Level Water Access Charges – 25%
- Remission Level Water Consumption Charges – Charged at residential rates
- Remission Level Sewerage Charges – 25%
- Remission Level Waste Charges – 25%
- Cap - \$ 700.00 for Service Charges only

(h) *Category Eight (8) – Sporting Clubs & Associations – With Liquor & Gaming Licenses*

- Remission Level General Rates – 0%
- Remission Level Separate Rates/Charges – 0%
- Remission Level Special Rates/Charges – 0%
- Remission Level Water Access Charges – 0%
- Remission Level Water Consumption Charges – 0%
- Remission Level Sewerage Charges – 0%
- Remission Level Waste Charges – 0%
- Cap – N/A

(i) *Category Nine (9) – All Other Not-For-Profit/Charitable Organisations*

- Remission Level General Rates – 100%
- Remission Level Separate Rates/Charges – 100%
- Remission Level Special Rates/Charges – 0%
- Remission Level Water Access Charges – 25%
- Remission Level Water Consumption Charges – Charged at residential rates
- Remission Level Sewerage Charges – 25%
- Remission Level Waste Charges – 25%
- Cap - \$ 700.00

NOTE:- Sewerage charges are not to be levied in respect of public amenities blocks that are locked and controlled by the clubs.

## General Rate Remissions

In accordance with Part 10 of the *Local Government (Finance, Plans & Reporting) Regulation 2010* the properties detailed in Appendix One (1) will be exempted from the payment of general rates.

## Permits to Occupy (Pump Sites)

Council will grant a remission on the following basis for those assessments that only contain a permit to occupy for pump sites provided the ratepayer as shown on the assessment is the owner of another property in the Council area on which the rate or charge has been levied:

- (a) Separate Charges – 100% remission
- (b) General Rates – Maximum remission of \$600.00.

## Water Consumption Charges

Council will grant a remission on the following basis for the following assessments:

- 148543 – Gracemere Lakes Golf Club
- 148545 – Gracemere Bowling Club

Water Consumption Charges – 50% remission.

## Lot 1 South Ulam Rd, Bajool

Council will grant a remission on the following basis for the following assessment:

- 146963-2 – being Lot 1 South Ulam Rd, Bajool (L1 MLG80014 Parish of Ultimo)
- (a) General Rate 100%
- (b) Road Network Levy 100%

## Exclusions from Capping of General Rates as an Unintended Consequence

Council will grant a remission of general rates for those assessments impacted as a result of an unintended consequence which negates or negatively impacts upon the application of the intent of capping of general rates as per Council's Revenue Policy. (For example, minor changes to property area as a result of boundary realignment.)

The amount of remission will be that required to reduce the amount of general rates payable to the amount that would have been levied if capping had been applied to the individual assessment subject to the event leading to the unintended consequence.

## Report on the internal audit for the year

### s119(1)(g) (FPR) Reg 2010

The internal audit function and Audit Committee of Rockhampton Regional Council are both mandatory compliance requirements of the *Local Government Act 2009*.

## Internal audit

Council's internal audit function has a role to assist the Council, CEO, Management Team and Audit Committee to meet their assurance obligations relating to corporate governance, the system of internal controls and identify more efficient, effective and economical processes through operational reviews (value for money reviews), as determined by its charter.

This includes considering the degree of alignment of processes and practices with achieving the objectives in the Regional Council's Strategic or Corporate Plan.

Its activities and focus of operation are risk-based and governed by its annual and strategic audit plans. All audit staff are members of the Institute of Internal Auditors in Australia and hold professional qualifications.

The internal audit function is separated functionally from the day-to-day management, thus allowing a degree of independence of operation.

# Information Required Under the Act

For the year ended 30 June 2011

It has unhindered access to the Audit Committee members and the ability to report directly to the audit committee of Council, thus assisting the objective of bias-free and impartial reporting of recommendations for process improvement and operational efficiencies.

## Audit Committee

Council's audit committee comprises of two Councillors, with one as Chair of the committee, and two independent external experts.

The current voting members of the committee are: Cr Graeme Brady (Chair), Cr Brad Carter, Ms Carolyn Eagle (Director, Pacifica Chartered Accountants - Cairns) and Brad McCosker (Partner, McCullough Robertson - Brisbane). Cr Glenda Mather is Council's alternative voting member.

The committee, as a key advisory committee of council, has a primary role of providing independent oversight in relation to – Corporate Governance, Compliance, Risk Management and Control, as well as the Financial Statements and effectiveness and objectivity of the internal and external audit functions, as determined by its formal terms of reference.

The committee is able to make any recommendation it likes, on any matter to the council.

## Internal Audit Plan

The internal audit plan governs the activity and focus of the internal audit function, and is itself based on the risk profile of council, in conjunction with consultation of all key stakeholders. Council amalgamation has presented ongoing challenges to the internal audit function over an extended period of time, in its review of systems, processes and operations. Specific audits undertaken during the financial year 2010-2011 have included a review of -

- Enterprise Risk Management
- Fraud Risk Management
- Water Meters
- Zero Harm (Staff Safety Management)
- Liquor Licensing
- Vehicle Loss (through risk of fire)
- Risk of fire at Lakes Creek Landfill
- Operation of the Grants, Sponsorship and Community Benefits Fund
- Development Application Process

Additional follow up reviews of 2009-10 audits were also completed over several areas – to determine the effectiveness of management's actions in relation to the audit recommendations for improvements to be made (e.g. Zoo; Payroll; Disaster Management; Pound Money Handling; Customer Service Receipting; IT Security).

## Statement about the local government's activities during the year to implement its plan for equal opportunity in employment

### s119(1)(h) (FPR) Reg 2010

Council has been reviewing its Equal Employment Opportunity Management Plan as part of People, Performance and Wellbeing's 'Policy Enhancement Project'. While Council's EEO Management Plan is under review the organisation continues to adhere to principles of Council's Equal Employment Management Plan 2008 – 2010.

Council is committed to improving organisational efficiency and productivity through the recruitment and selection of the best and most talented people. This is continuously enforced by the ongoing training of recruitment panel members to ensure EEO principles are maintained throughout the entire recruitment process.

All of Council's human resources management policies and procedures conform to EEO principles and are continually reviewed to ensure compliance. This in turn enables Council to fulfil the social obligations of equity and fairness. Ongoing training is provided to employees so they are aware that harassment and discriminatory behaviour is not tolerated in this organisation. All new employees are also advised of and are made aware of their EEO obligations through the corporate induction upon their commencement with Council.

The Human Resources unit maintains monthly statistics of EEO target groups throughout the organisation. This allows Council to increase its effectiveness of service delivery and decision making by adopting an employee profile that more accurately reflects the community profile. The statistics below highlight that there has continued to be an increase in the employment of target groups from September 2009 to June 2011.

Target Group	Employee Numbers September 2009	Employee Numbers June 2010	Employee Numbers June 2011
Male	846	865	840
Female	417	448	463
Aboriginal	22	24	24
Torres Strait Islander	4	4	6
South Sea Islander	13	12	16



# Information Required Under the Act

For the year ended 30 June 2011

## Names of the local government's shareholder delegates for its corporate entities

### s119(1)(i) (FPR) Reg 2010

Rockhampton Regional Council does not operate any corporate entities.

## Summary of investigation notices given in the year under section 137 of the Business Activities Regulation for competitive neutrality complaints

### s119(1)(j) (FPR) Reg 2010

Nil

## Decisions in the year on the referee's recommendations on any complaints under section 145(3) of the Business Activities Regulation

### s119(1)(k)(i) (FPR) Reg 2010

Nil

## Decisions in the year on the Queensland Competition Authority's recommendations under section 158(5) of the Business Activities Regulation

### s119(1)(k)(ii) (FPR) Reg 2010

Nil

## Councillors

## Remuneration paid to each Councillor and Superannuation Contributions

### s114(a) (FPR) Reg 2010 & s114(b) (FPR) Reg 2010

Councillor	Work	Amalgamation Allowance	Total Remuneration	Superannuation Contributions paid by Council
Brad Carter	\$151,850.86	\$6,589.80	\$158,440.66	\$19,096.88
Glenda Mather	\$91,380.12	\$4,183.04	\$95,563.16	\$11,467.59
Brett Svendsen	\$91,380.12	\$4,183.04	\$95,563.16	\$8,621.34
Bill Ludwig	\$91,380.12	\$4,183.04	\$95,563.16	\$11,467.59
Sandra O'Brien	\$91,380.12	\$4,183.04	\$95,563.16	\$11,467.59
Cherie Rutherford	\$91,380.12	\$4,183.04	\$95,563.16	\$11,467.59
Greg Belz	\$91,380.12	\$4,183.04	\$95,563.16	\$11,469.99
Stephen Schwarten	\$91,380.12	\$4,183.04	\$95,563.16	\$11,467.59
Tony Williams	\$91,380.12	\$4,183.04	\$95,563.16	\$11,467.59
Rose Swadling	\$101,169.90	\$4,660.81	\$105,830.71	\$12,699.62
Graeme Brady	\$91,380.12	\$4,183.04	\$95,563.16	\$11,467.59

## Expenses incurred by and provided to each Councillor under the Expenses Reimbursement Policy

### s114(c) (FPR) Reg 2010

Councillor	\$
Mayor, Councillor B N Carter	18,921.93
Councillor G M Mather	1,237.77
Councillor B Svendsen	4,105.57
Councillor F W Ludwig	33,987.44
Councillor S M O'Brien	9,686.54
Councillor C R Rutherford	0
Councillor G A Belz	1,554.44
Councillor S J Schwarten	0
Councillor A P Williams	7,095.17

Councillor	\$
Deputy Mayor, Councillor R A Swadling	4,893.77
Councillor G K Brady	3,852.63
<b>Total</b>	<b>85,335.26</b>

These totals include all costs associated with the following:

- all travel costs including reimbursements for Conferences and Events attended by Councillors locally, nationally or internationally
- reimbursements for vehicles costs associated with using private vehicle for business purposes

## Expenses Reimbursement Policy

### s114(d) (FPR) Reg 2010

#### POLICY NO. POL.A1.1

##### 1. Scope:

This Policy applies to the Mayor, Deputy Mayor and Councillors of Rockhampton Regional Council.

##### 2. Purpose:

This Policy will ensure accountability and transparency in the reimbursement of expenses incurred, or to be incurred, by the Mayor, Deputy Mayor and Councillors.

This Policy will also ensure that elected members are provided with reasonable facilities to assist them in carrying out their civic duties.

(This Policy does not provide for salaries or other form of Councillor remuneration. Councillor remuneration is in accordance with the determination of the Local Government Remuneration Tribunal.)

##### 3. Reference (eg Legislation, related documents):

- Local Government Act 2009
- Local Government (Operations) Regulation 2010
- Local Government (Finance, Plans and Reporting) Regulation 2010
- Income Tax Assessment Act 1997
- Taxation Rulings issued by the Australian Taxation Office
- RRC Travel and Conference Attendance Policy
- RRC Travel and Conference Attendance Procedure
- Procurement Policy and Purchasing Guidelines

##### 4. Definitions:

To assist in interpretation, the following definitions shall apply:

- Authorising person  
Shall mean the person with delegated authority to approve expenditure or reimbursement for Councillor expenses and facilities.
- Council business  
Shall mean official business conducted on behalf of Council, where a Councillor is required to undertake certain tasks to satisfy legislative requirements or achieve business continuity for the Council, for example official Council meetings, Councillor forums and workshops, Committees/ Boards as Council's official representative, scheduled meetings relating to portfolios or Council appointments. Council Business should result in a benefit being achieved either for the local government and/or the local government area, for example Council may decide that Council business includes civic ceremony duties such as opening a school fete. Participating in a community group event or being a representative on a Board not associated with Council is not regarded as Council business.
- Councillors  
Shall mean the Mayor, Deputy Mayor and Councillors.
- Expenses  
Shall mean costs reasonably incurred, or to be incurred, in

connection with Councillors discharging their duties. The expenses may be either reimbursed to Councillors or paid direct by Council for something that is deemed a necessary cost or charge.

Expenses are not included as remuneration.

- Facilities  
Shall mean the facilities deemed necessary to assist Councillors in their role.
- Public record  
Shall mean any record created, received or kept in an official capacity.
- Reasonable:  
Shall mean Council must make sound judgements and consider what is prudent, responsible and acceptable to the community when determining reasonable levels of facilities and expenditure.

##### 5. Context:

The payment and/or reimbursement of expenses and provision of facilities for Councillors must only be for the actual cost of legitimate business use and only in accordance with the *Local Government Act 2009* and the *Local Government (Operations) Regulations 2010*.

Council is committed to ensuring that Councillors are provided with the facilities required to enable them to perform their duties.

The payment and/or reimbursement of expenses and provision of facilities for Councillors:

- is to be open and transparent, prudent, responsible, acceptable to the community and in accordance with statutory requirements;
- based on ensuring economy and efficiency; and
- subject to budget provisions.

Council's Annual Report must contain the information as stipulated in the *Local Government Act* and associated Regulations.

Spouses, partners and family members of Councillors are not entitled to reimbursement of expenses or to have access to facilities allocated to Councillors.

The following expenses refer to actual expenses deemed necessary for Council business. Councillors are only entitled to the expenses contained in the categories listed below.

##### 5.1 Travel as Required to Represent Council

All Councillor travel requires the approval of Council via a report to Council identifying the relevance of such event to the Council and as far as practicable indicate the cost of attendance. Council may approve local, intrastate, interstate, and overseas travel for Councillors where Council considers it appropriate to promote or represent the Rockhampton Regional area for a local government purpose.

Where time does not permit the presentation of a report to Council:

- (a) The CEO may approve any requests for travel by the Mayor subject to a report being submitted to the next available Council Meeting; and

# Information Required Under the Act

For the year ended 30 June 2011

(b) The Mayor may approve any Councillor's travel subject to a report being submitted to the next available Council Meeting.

Where Councillors are appointed by the Council as Council's representative on State or Federal committees or Government associations, all travel and accommodation associated with the Councillor's fulfilment of that role is deemed as approved without the need for a further report to Council.

Where Councillors are attending to Council business such as meetings, functions or other activities in an official capacity, Council will pay for the approved expenses associated with that activity.

The following restrictions apply in the following circumstances:

- Mayor: No limit to travel to attend meetings to represent Council in undertaking his/her responsibilities.
- Committee Chair: No limit to travel to attend meetings to represent the interest of the Committee in line with the Committee's Terms of Reference.
- Councillors: No limit to travel to attend meetings to represent Council when nominated or requested by the Mayor, Committee Chair or CEO.

When attending a meeting where the Councillor is representing Council on official business, Council should consider the benefits of having an appropriate Council Officer accompany them. This arrangement is to be organised through the CEO.

All travel and conference arrangements must be made in accordance with Council's Travel and Conference Attendance Policy and associated Procedure. All expenses incurred in relation to travel and conference attendance will be reimbursed in accordance with Council's Travel and Conference Attendance Policy and associated Procedure.

All requests for travel (including associated registrations) should be made in sufficient time to take advantage of discounts and gain access to the widest range of accommodation and flights. Failure to do so will limit flight and accommodation options.

## 5.1.1 Conference Attendance

The Mayor attends the following Conferences as the primary Delegate - CQLGA, ULGA, LGAQ and ALGA.

The Mayor shall be accompanied by any Councillor who has been appointed as an organisational representative committee member on those respective Associations or has been determined as a Council delegate to those Associations on annual review of the membership of those organisations and may be accompanied by a relevant Committee Chair in relation to specific theme or focus conferences in line with the Committee's Terms of Reference.

The table shall appoint the other delegates and/or attendees at the above conferences.

In addition to the above, the following limits apply to conference attendance:

- Mayor: 5 conferences per year
- Committee Chairs: 4 conferences per year
- Councillors: 3 conferences per year

The CEO, where possible, will advise Councillors of upcoming conferences. Councillors shall give notice of their desire to attend a conference by giving notice to the CEO seven (7) days prior to the relevant Committee/ Council Meeting.

Where the Councillor wishes to attend a conference and has exceeded the above limits, the CEO will submit a report to the table and the Council will determine if the Councillor is able to attend.

## 5.1.2 Representing Council at events

Councillors may be required to attend a range of events and functions as part of their role in attending to Council business. Councillors may, for example, be required to attend significant sporting and other community events in an official capacity.

Where Council resolves or when the Mayor or CEO determines that a Councillor is required to attend such an event as a delegate of Council, Council will pay for expenses associated with attending that event.

Council will provide tickets to events for Councillors for the purpose of addressing Council's advocacy strategy and to provide support for community social and economic development activities.

## 5.2 Professional development

The payment of expenses for professional development requires Council approval. There are two categories of professional development for Councillors – Mandatory Training and Discretionary Training.

### 5.2.1 Mandatory training

Mandatory training/Professional Development is training where one or more Councillors are required to attend courses, workshops, seminars or conferences for skill development related to the Councillor's role. Examples of this type of training include Councillor Induction, meeting procedures and legislative obligations.

Attendance at conferences include major industry events (e.g. Australian Local Government Association Conference, Australian Local Government Women's Association Conference, Local Government of Queensland Conference) or conferences that are related to all Councillors or a particular portfolio for that Councillor. Council will meet all costs.

### 5.2.2 Discretionary training

Where a Councillor wishes to attend a conference, workshop or training to improve skills relevant to their role as a Councillor (other than mandatory training), Council approval is required to pay the expenses of the event.

If the Councillor wishes to attend discretionary training, the CEO will approve the discretionary training if costs are within the limits of \$5,000 per term, however this may count towards the number of conferences under the requirements of 5.1.1.

Where the Councillor wishes to attend a conference and has exceeded the limits, the CEO will submit a report to the table and the Council will determine if the Councillor is able to attend.

# Information Required Under the Act

For the year ended 30 June 2011

The funding limit for discretionary training is \$5,000 for each Councillor during their four (4) year term in office. Travel, meals, accommodation and other costs associated with discretionary training are included in the relevant expenditure categories.

## 5.3 Payment of Expenses

Expenses will be paid to a Councillor through administrative processes approved by the CEO subject to the limits outlined in this Policy and Council's Travel and Conference Attendance Policy and associated Procedure subject to the following variation:

Expenses relating to the consumption of alcohol will be reimbursed only where such expense is incurred with the provision of a meal and which on review would not be deemed to be excessive.

Should the Councillor choose not to attend a provided dinner/meal, then the full cost of the alternative meal shall be met by the Councillor.

## 5.4 Hospitality Expenses

Where Councillors incur hospitality expenses while conducting Council business, apart from official civic receptions organised by the Council, the maximum amount that may be reimbursed is:

- \$500.00 per annum for each Councillor; and
- \$6,000.00 per annum for the Mayor.

Hospitality expenses related to official receptions and other functions organised by council officers are met from relevant approved budgets.

## 5.5 Provision of Facilities

Facilities provided for Councillors must be deemed necessary and required to assist Councillors in their official capacity. In accordance with statutory provisions, Council may only provide Councillors with the facilities listed below.

Council determines the reasonable standard for facilities for Councillors. If a Councillor chooses a higher standard of facility than that prescribed by Council, any difference in cost must be met by the Councillor personally.

All facilities provided to Councillors remain the property of Council and must be accounted for during annual equipment audits. The facilities must be returned to Council when the Councillor's term expires, unless Council agrees to dispose of the facility in some other manner.

### 5.5.1 Administrative tools and office amenities

- Office space and access to meeting rooms

The Mayor and Deputy Mayor will be provided with a dedicated office in the Rockhampton Office.

Council provides access to occasional office accommodation and meeting rooms for all Councillors to meet with constituents and the public. Such accommodation should be booked through the Customer Service Section.

- Secretarial support

The Mayor's office will be staffed with a Personal Assistant and an Administrative Assistant as a minimum. Additional staffing will be provided as deemed to be warranted from time to time by the CEO based on workloads.

The Deputy Mayor's office will be provided with secretarial support from the Mayor's office. Limited secretarial support will be provided to other Councillors as warranted by the CEO and based on demand.

- Computer and Printer for business use

Councillors are provided with a laptop computer and printer for Council business use. The standard of computer shall be similar to that available to Council managers.

- Photocopier and paper shredder

Councillors are entitled to access photocopiers and paper shredders for business use at the various Council offices. Access to domestic photocopiers/scanners may be provided for the home based offices, on request by Councillors.

- Stationery

Councillors are provided stationery for official purposes only, including, but not limited to:

- Pens and pen sets
- Paper
- Note paper
- Letterhead
- Business cards
- Envelopes
- Briefcase

- 'With Compliments' slips

Council stationery is not to be converted or modified in any way and may only be used for carrying out the functions of the role of Councillor. Stationery does not include any form of advertising by Council.

- Publications

Councillors are provided access to copies of relevant legislation, books and journals considered necessary for undertaking their duties.

- Other administrative necessities

Subject to Council approval, Councillors may be provided with any other administrative necessities to meet the business of Council.

- Advertising

Council will not reimburse or provide funds, services or facilities for the purposes of advertising for Councillors.

- Community consultation

Councillors may use facilities provided to correspond with community representatives for the purpose of clarifying issues that are relevant to their division or the region in general. Where a Councillor chooses to undertake further community consultation on a particular matter, in addition to that approved by Council, the Councillor is responsible for those costs.

### 5.5.2 Home office

Councillors may be provided with home office equipment comprising a computer, facsimile machine, printer, lockable filing cabinet, desk and chair and internet access for business use only. Where Councillors elect to establish a home office, Council will provide a land line connection to enable phone and internet access for business use only.



# Information Required Under the Act

For the year ended 30 June 2011

## 5.5.3 Maintenance costs of any Council owned equipment

Council will cover all ongoing maintenance costs associated with fair wear and tear of council owned equipment to ensure it is operating for optimal professional use.

## 5.5.4 Name badge and uniforms

Councillors will be provided with any safety equipment such as overalls, safety shoes, safety helmets or glasses, as required, in their role. Councillors will be provided with uniforms, comprising five (5) items and a Blazer, and a name badge if required.

## 5.5.5 Vehicles, fuel and parking

Councillors, with the exception of the Mayor, may either:

- (a) Be provided with a Council owned vehicle for official business, or
- (b) Use their own private vehicle for business purposes and claim a mileage allowance for the business use of the vehicle.

Should a Councillor choose to be provided with a fully maintained council owned vehicle, he/she may elect to have full private use of that vehicle, subject to reimbursement to council for expenses (see below) associated with the private use of the vehicle:

- (a) Councillors, with the exception of the Mayor, are to reimburse Council for the private use of Council owned vehicles based on an annual log book assessment over a period of 12 weeks: or

- (b) In lieu of keeping a vehicle log and paying Council for private use, based on actual kilometers, Councillors may purchase the rights to the private use of the Council vehicle at a cost of \$3000 (indexed to CPI), noting that Councillor private use of Council vehicles is likely to be limited in nature.

Limited private use is defined as use of the motor vehicle that is incidental to business use and is of an infrequent and minor nature. In assessing legitimate business use, it is recognised that Councillors are expected to be available for constituents on an ongoing basis and will often be working and interacting with the community as part of their role as a Councillor, even whilst not attending to formal council functions.

This cost reflects fair value for private use, based on variable costs on owning a comparable vehicle and acknowledging that Councillors are expected by the community to be available outside of normal work hours for constituent consultation.

Alternatively, a Councillor may be provided with a fully maintained council owned vehicle and shall record all private use and on a monthly basis shall submit same to the CEO. The CEO will then invoice the Councillor for all private use. Such amount will be based on the mileage allowances recommended by the Australian Tax Office.

Should a Councillor choose to use their own vehicle, the amount reimbursed will be the actual amount (or equivalent mileage) expended by the Councillor, validated by log book records. The amount to be reimbursed will be based on the mileage allowances recommended by the Australian Tax Office.

The Mayor is to be provided with a Council owned vehicle for Council business. It is recognised that community expectations and demands on the Mayor are such that generally all vehicle use is deemed to be council business. The requirement to calculate private use is not applicable to the Mayor, unless the Mayor takes personal leave from Council for a period of more than one week. Where such personal leave is taken the Mayor will reimburse Council 50% of the FBT that would be applicable to the vehicle for that period.

During the term of Council a Councillor may change his/her vehicle arrangements providing it is cost neutral for Council. Should excessive costs to Council be apparent the CEO may refuse the request or require the Councillor to meet such costs.

## 5.5.6 Telecommunication needs

Councillors will be provided with a mobile telephone or hand held device. Where Council provides a mobile telephone or hand held device, Council will pay for all costs associated with the business use. Any personal calls made by the Councillor should be reimbursed to Council. The Mayor is entitled to have the full cost of Council business related mobile phone/PDA charges paid by Council. It is recognised that community obligations and demands on the Mayor are such that generally all mobile phone/PDA charges are deemed to be council business.

## 5.5.7 Legal costs and insurance cover

Council may decide to cover costs incurred through any inquiry, investigation, hearing or legal proceedings into the conduct of a Councillor, or arising out of, or in connection with the Councillor's performance of his/her civic functions.

Council shall resolve on this matter on each and every occasion specifically. Councillors will be covered under Council insurance policies while discharging civic duties. Specifically, insurance cover will be provided for public liability, professional indemnity, Councillor's liability, personal accident and/or workers compensation, international and domestic travel insurance.

## 6. Evaluation Process:

This Policy is reviewed when any of the following occur:

1. The related information is amended or replaced.
2. Other circumstances as determined from time to time by the Council.

Notwithstanding the above, this Policy is to be reviewed at intervals of no more than two years.

## 7. Responsibilities:

- Sponsor Chief Executive Officer
- Business Owner Chief Executive Officer
- Policy Owner Chief Executive Officer
- Policy Compliance Governance and Innovation

## 8. Changes to Policy:

This Policy is to remain in force until otherwise determined by the Council.





*Maintaining our community*

# Information Required Under the Act

For the year ended 30 June 2011

## Details of the number of meetings attended by each Councillor during the year s114(e) (FPR) Reg 2010

Councillor	Direct to Council	Special Council	Business Enterprise	Community Development & Customer Service	Environment	Health & Regulatory Services
Mayor, Councillor B N Carter *	20 (1 Leave of Absence) -	12 - -	7 (2 Apology) (1 Leave of Absence)	9 (2 Leave of Absence) -	3 (1 Apology) (1 Leave of Absence)	5 (2 Leave of Absence) -
Councillor G M Mather	21 -	12 -	- -	- -	5 (1 Apology)	11 -
Councillor B Svendsen	21	11 (1 Apology)	(4 Observer) -	(8 Observer) -	6 -	10 (1 Apology)
Councillor F W Ludwig	20 (1 Leave of Absence)	12 -	- -	10 (1 Apology)	- -	11 -
Councillor S M O'Brien	16 (2 Apology) (3 Leave of Absence)	11 (1 Leave of Absence) -	10 - -	11 - -	6 - -	(2 Observer) - -
Councillor C R Rutherford	20 (1 Apology)	12 -	9 (1 Leave of Absence)	10 (1 Leave of Absence)	(4 Observer) -	10 (1 Leave of Absence)
Councillor G A Belz	20 (1 Leave of Absence)	11 (1 Leave of Absence)	10 -	- -	6 -	- -
Councillor S J Schwarten	16 (3 Apology) (2 Leave of Absence)	6 (4 Apology) (2 Leave of Absence)	- - -	8 (2 Apology) (1 Leave of Absence)	(1 Observer) - -	- - -
Councillor A P Williams	21 -	12 -	(1 Observer) -	(1 Observer) -	4 (2 Apology)	11 -
Deputy Mayor, Councillor R A Swadling	17 (1 Apology) (3 Leave of Absence)	11 (1 Apology) -	6 (3 Apology) (1 Leave of Absence)	10 (1 Leave of Absence) -	(2 Observer) - -	1 (Acting Mayor) (2 Observer) -
Councillor G K Brady	21 -	12 -	10 -	- -	(1 Observer) -	(5 Observer) -
<b>Total Meetings Held</b>	<b>21</b>	<b>12</b>	<b>10</b>	<b>11</b>	<b>6</b>	<b>11</b>

\* In accordance with section 12(4)(h) of the Local Government Act 2009, Mayor Carter is a member of each Standing Committee however is not required to attend all meetings

# Information Required Under the Act

For the year ended 30 June 2011

Infrastructure	Sports & Recreation	Strategic Planning	Water	Audit Advisory	Access & Equity Advisory	LDMG**
6	8	16	5	2	-	-
(2 Apology)	(1 Apology)	-	-	(1 Apology)	-	-
-	(2 Leave of Absence)	-	-	(1 Leave of Absence)	-	-
10	-	19	1 (Acting Mayor)	1 (Acting Mayor) 1 (Alternate Member)	-	-
-	-	-	(2 Observer)	(2 Observers)	-	-
10	(6 Observer)	18	(4 Observer)	-	-	-
-	-	(1 Apology)	-	-	-	-
9	9	(5 Observer)	-	-	-	-
(1 Apology)	(2 Apology)	-	-	-	-	-
(2 Observer)	(6 Observer)	14	-	-	1	(1 Observer)
-	-	(2 Apology)	-	-	(1 Leave of Absence)	-
-	-	(3 Leave of Absence)	-	-	-	-
(3 Observer)	11	(12 Observer)	9	-	-	(16 Observer)
-	-	-	(1 Leave of Absence)	-	-	-
9	-	(2 Observer)	10	-	-	(2 Observer)
(1 Apology)	-	-	-	-	-	-
8	7	(1 Observer)	7	-	(2 Apology)	(1 Observer)
(1 Apology)	(3 Apology)	-	(2 Apology)	-	-	-
(1 Leave of Absence)	(1 Leave of Absence)	-	(1 Leave of Absence)	-	-	-
(4 Observer)	(5 Observer)	18	9	-	-	(5 Observer)
-	-	(1 Apology)	(1 Leave of Absence)	-	-	-
(3 Observer)	9	(2 Observer)	(3 Observer)	1 (Acting Mayor)	2	27
-	(1 Apology)	-	-	-	-	(1 Apology)
-	(1 Leave of Absence)	-	-	-	-	-
(4 Observer)	10	19	10	4	-	-
-	(1 Leave of Absence)	-	-	-	-	-
10	11	19	10	4	2	28

\*\* Attendance Figures for 19 May 2011 are estimates only for Meeting Members



# Information Required Under the Act

For the year ended 30 June 2011

## Total number of Orders made under s180(2) or s180(4) LGA 2009 - Orders by Regional Conduct Review Panel

### s114(f)(i) (FPR) Reg 2010

No orders were minuted throughout any Council or Committee Meetings in 2010/2011.

## Total number of Orders made under s181 LGA 2009 - Orders by Mayor/Chairperson for Inappropriate Conduct

### s114(f)(ii) (FPR) Reg 2010

No orders were minuted throughout any Council or Committee Meetings in 2010/2011.

## Name of Councillor against whom order made under s180 or s181 LGA 2009

### s114(g)(i) (FPR) Reg 2010

No orders were minuted throughout any Council or Committee Meetings in 2010/2011.

## Description of the Order (misconduct, inappropriate conduct)

### s114(g)(ii) (FPR) Reg 2010

No orders were minuted throughout any Council or Committee Meetings in 2010/2011.

## Summary of the Order for each Councillor

### s114(g)(iii) (FPR) Reg 2010

No orders were minuted throughout any Council or Committee Meetings in 2010/2011.

	Legislative Reference	Number
Number of complaints about councillors assessed as frivolous or vexatious under s177(4) LGA 2009	s114(h)(i) (FPR) Reg 2010	0
Number of complaints about councillors referred to the departments chief executive (D-G DPLG) under s177(5)(a) LGA 2009	s114(h)(ii) (FPR) Reg 2010	2
Number of complaints about councillors referred to the Mayor under s177(5)(b) LGA 2009	s114(h)(iii) (FPR) Reg 2010	2
Number of complaints about councillors referred to the departments chief executive (D-G DLGP) under s177(6) LGA 2009	s114(h)(iv) (FPR) Reg 2010	0
Number of complaints about councillors assessed by Council's CEO as being about Official Misconduct	s114(h)(v) (FPR) Reg 2010	2

	Legislative Reference	Number
Number of complaints about councillors heard by a Conduct Review Panel	s114(h)(vi) (FPR) Reg 2010	0
Number of complaints about councillors heard by the Tribunal (Remuneration and Discipline Tribunal)	s114(h)(vii) (FPR) Reg 2010	1
Number of complaints about councillors dealt with by Council's CEO under s177(8) LGA 2009	s114(h)(viii) (FPR) Reg 2010	0

## Senior Employees

## Total remuneration packages that are payable (in the year to which the annual report relates) to senior contract employees

### s201(1)(a) LGA 2009

- Two (2) senior contract employees with a total remuneration package in the range of \$150,000–\$199,999
- Three (3) senior contract employees with a total remuneration package in the range of \$200,000–\$249,999
- One (1) senior contract employee with a total remuneration package in the range of \$250,000–\$299,999
- One (1) senior contract employee with a total remuneration package in the range of \$300,000–\$349,999

Please note: Package includes base salary, vehicle allocation, annual leave loading and superannuation.

## Administrative Action Complaints

### S115 (FPR) Reg 2010

Council formally adopted an Administrative Action Complaint process pursuant to s268 *Local Government Act 2009* on the 28th June 2011 with the express objectives of ensuring:

- The fair, efficient and consistent treatment of complaints about decisions and other administrative actions of the Council
- The provision of a process that is easy to understand and readily accessible to all
- The detection and rectification, where appropriate, of administrative errors
- Identification of areas for improvement in Council's administrative practices
- Increased awareness of the complaints process by Council's staff and the Community
- Enhancement of the Community's confidence in the complaints process and of the reputation of Council as being accountable and transparent
- Building the capacity of staff to effectively manage complaints in an environment of continuous improvement

Whilst allocating necessary resources and implementing the requisite process Council has not received any administrative complaints for the period under review.

# Information Required Under the Act

For the year ended 30 June 2011

## Overseas Travel

### Overseas travel by Councillor or employee

#### s116 (FPR) Reg 2010

Name of Councillor / Employee	Reason	Date	Amount (ex GST)	Destination
Mayor, Councillor B N Carter	Sister City Visit to Ibusuki	20 October 2010 - 26 October 2010	\$4,413.97	Japan
Tony Cullen, Executive Manager Marketing and Engagement	Sister City Visit to Ibusuki	20 October 2010 - 26 October 2010	\$4,576.01	Japan
Evan Pardon, Chief Executive Officer	Sister City Visit to Ibusuki	20 October 2010 - 26 October 2010	\$4,508.35	Japan

## Expenditure on Grants to Community Organisations

### Summary of expenditure for the financial year on grants to community organisations

#### s117(a) (FPR) Reg 2010

A total of \$407,257.01 was granted to community organisations during the 2010/2011 financial year.

### Summary of expenditure from each councillor's discretionary fund detailing organisation, amount and purpose

#### s117(b) (FPR) Reg 2010

Councillor Brad Carter

Community Organisation	Purpose	Amount
Yeppoon State High School	to assist with the purchase of a casual music uniform for the Concert Band members to use at events & performances	\$2,000.00
St Mary's Anglican Church	assistance towards the 2010 Christmas Tree Festival expenses	\$500.00
Gracemere Redbacks Football Club Inc	assistance with raising funds to develop the football fields	\$250.00
Sporting Wheelies & Disabled Association	financial assistance towards hosting the Go-Kart Charity Evening on 18 September 2010	\$250.00
Sporting Wheelies & Disabled Association	sponsorship of a hole and a donation towards the Charity Golf Day being held in November 2010	\$500.00
Meals on Wheels Association	assistance with fundraising for construction of a new kitchen facility in North Rockhampton	\$500.00
Mt Morgan State High School P&C Association	donation towards 2010 Awards Ceremony	\$100.00
CQ Multicultural Association	sponsorship of the Multicultural Dinner held on 6 November 2010	\$300.00
Gracemere Croquet Club Inc	assistance with the purchase of a security screen for the clubrooms	\$500.00
Yeppoon Australian Football Club Inc	contribution to assist with maintenance and upgrade of facilities	\$2,000.00
Rotary Club of Rockhampton Inc	a joint donation with Cr Williams to sponsor 2 participants for the Rotary Youth Leadership Awards Camp	\$1,288.00
Lions Club of Rockhampton - Fitzroy River Inc	to assist with administration costs & prizes for the club's "Toads Day Out" project being held on March 27 2011	\$500.00
Seniors Week 2011 Committee	donation towards the official launch of Seniors Week 2011	\$600.00
Yeppoon State High School P&C	donation of a Japanese Mat and Equipment for the Language & Science Building	\$712.00
<b>Total:</b>		<b>\$10,000.00</b>



# Information Required Under the Act

For the year ended 30 June 2011

## Division 1 Councillor Glenda Mather

Community Organisation	Purpose	Amount
Parkhurst State School P&C Association	to provide financial assistance to set up a vegetable garden to supply tuckshop and school catering	\$200.00
North Rockhampton Senior Citizens Club Inc	to assist to host "Senior Talent Quest Finals" during Seniors Week 2011 in August	\$50.00
St Benedict's Catholic Primary School P&C Association	to assist with the Annual Cent Sale on 31 July 2011	\$50.00
Women Wellbeing Association of Qld	part payment of one women to attend the "Womenhood Workshop" for disadvantaged women	\$50.00
Rockhampton Hockey Association	to assist the u/13 girls team with transportation / accommodation costs during their competition on 26 June 2011	\$100.00
The Caves Progress and Agricultural Society Inc	maintenance and repairs to the administration and cooking facilities	\$500.00
Rockhampton Horse Riding for the Disabled Assn Inc	to provide appropriate footwear for the disabled riders	\$200.00
Byfield and District Historical Society Inc	to assist with restumping of the Old Raspberry Creek Homestead	\$450.00
Stockyard Point Progress Association	on-going project towards installation of poly pipe around the town (Stockyard) to assist in fire protection	\$500.00
Marlborough Lions Club Inc	contribution towards construction of a replacement advertising sign on land at the entrance to Marlborough township	\$500.00
Yaamba & District State Emergency Service (SES)	donation towards purchase of SES emergency flood lighting	\$500.00
Stanage Bay Township Organisation Inc	reimburse costs associated with ANZAC and Easter celebrations - breakfast lunch for visitors	\$500.00
Emu Park Historical Museum Society Inc	to assist with the restoration of the Emu Park School of Arts Building	\$400.00
Emu Park Lions Club Inc	contribution towards fundraising for community projects	\$500.00
The Caves & District Lions Club	to assist with fundraising for community projects sand annual rentals	\$500.00
<b>Totals:</b>		<b>\$5,000.00</b>

## Division 2 Councillor Brett Svendsen

Community Organisation	Purpose	Amount
Emu Park RSL Sub Branch	assistance with the costs of running Remembrance Day including providing catering and the provision of shade	\$500.00
Emu Park Historical Museum Society Inc	to put towards purchase of second hand laptops to use in classes for instructing seniors in the use of computers and the internet	\$500.00
Keppel Bay Community Choir	to put towards the purchase of sheet music	\$500.00
Emu Park Satellite Group of the Rotary Club of Yeppoon	to support efforts to increase membership to allow it to be chartered as an independent Rotary Club by promoting Rotary as a significant community-focused service club	\$250.00
Emu Park Bowls Club Inc	sponsorship for Emu Park Ladies Birthday 4's event to be held in May 2011	\$100.00

# Information Required Under the Act

For the year ended 30 June 2011

Community Organisation	Purpose	Amount
Parkhurst State School P&C	to provide financial assistance to set up a vegetable garden to supply tuckshop and school catering	\$800.00
Sailability Capricornia Inc.	donation to purchase a storage/hanging rack for Personal Flotation Devices for the disabled and elderly who use the service	\$484.00
Mount Chalmers Community History Centre Inc	assist with purchase of a blower to enhance landscaped gardens and picnic area around the Centre	\$559.00
Cawarral School of Arts Association Inc	to assist to install 2 BBQs in the Palm Creek Park Shelter Shed. This money would be used to pay a bricklayer to install them.	\$500.00
Keppel Sands Community Advancement League Inc.	Maintenance work to repair rotting window frames at Larcombe Hall, Keppel Sands	\$500.00
Lions Club of Emu Park	to fund purchase of pre-loved computers for use in computer classes for the elderly in the area	\$300.00
<b>Totals:</b>		<b>\$4,993.00</b>

## Division 3 Councillor Bill Ludwig

Community Organisation	Purpose	Amount
Capricorn Coast Mallet Sports Club Inc	donation of a perpetual trophy and rosettes for the Capricorn Coast Junior Gateball Challenge Cup	\$78.00
Sporting Wheelies and Disabled Association	towards maintenance of sports wheelchairs based in Yeppoon for all the community to use	\$500.00
Yeppoon State High School	to assist with purchase of materials and construction for sets for the School's 2011 stage production of the musical Grease	\$500.00
Waru Central Queensland Permaculture Group Inc	to assist with payment of outstanding accounts for electricity and public liability insurance	\$500.00
Keppel Coast Guides	to purchase equipment for the Guide Hut, such as a new CD player, paper cutting guillotine and kitchen equipment	\$500.00
The Mill Gallery	donation to purchase light weight table & chairs to use for exhibition opening nights & volunteers to have lunch on	\$500.00
Yeppoon Seagulls Junior Rugby League	assistance with costs associated with upgrading the club's canteen & storage shed facilities at St Brendans College	\$500.00
Taranganba School	to assist with setting up and hosting the Students Art Exhibition at the Mill Gallery	\$500.00
PCYC Skatepark - Cap Coast Cycle Fun Day	to assist with the provision of food and drink for the fun day for young people to be held in the Skate Park, Yeppoon on 27 June 2011	\$150.00
Australian Volunteer Coast Guard	to assist with refitting of its public display area and counter to make boating, fishing, weather publications, forms and related information and products more accessible and available to members of the boating public	\$650.00
Capricorn Coast Touch Association	to assist with the purchase of 3 sets of shirts for junior players to wear at district carnivals	\$622.00
<b>Totals:</b>		<b>\$5,000.00</b>

# Information Required Under the Act

For the year ended 30 June 2011

## Division 4 Councillor Sandra O'Brien

Community Organisation	Purpose	Amount
Mt Morgan Agricultural Show Society	donation for the 2010 Mt Morgan Show	\$50.00
Capricorn Region Girl Guides	assist with the production of memorabilia items to mark the Centenary year	\$250.00
Bajool State School P&C Association	assist with fundraising to purchase a trophy cabinet to display winning achievements	\$979.00
Gracemere Scout Group	donation to go towards new lighting to be installed in the Scout Hall	\$250.00
Gracemere Rural Fire Brigade	purchase of a gazebo for the group to use at community events, recruiting activities and on fire	\$651.55
Bouldercombe Rural Fire Brigade	purchase of a gazebo to provide a covered area for fire fighters at fire incidents and events	\$520.00
St Mary's Anglican Church	assistance towards the 2010 Christmas Tree Festival expenses	\$250.00
Bouldercombe Progress Association	sponsorship of the Men's Health Family Fun day being held on 4th September 2010	\$300.00
Gracemere Bowls Club	assist in covering expenses to hold the combined Sponsors Mixed Triple Day on 11th October 2010	\$200.00
Rockhampton Special School P&C Association	sponsorship of the 'Roll the Dice' fundraising event being held on 23rd October 2010	\$500.00
Golden Mount Festival Association	sponsorship of the Ambassador Quest at the 2011 Festival	\$150.00
Gracemere State School P&C Association	assist with costs of providing family planning education to students	\$500.00
Gracemere Girl Guides Support Group	assist with funding of an esky	\$296.65
Mt Morgan State High School P&C Association	donation towards 2010 Awards Ceremony	\$100.00
<b>Total:</b>		<b>\$4,997.20</b>

## Division 5 Councillor Cherie Rutherford

Community Organisation	Purpose	Amount
Crescent Lagoon Swimming Club	donation towards first aid kit	\$200.00
The Ridglands & District Sporting & Agricultural Association	donation to assist the Annual Agricultural Show for 2011	\$800.00
Rockhampton Mallet Sports Club	To assist with prize money, trophies and raffles for events being held throughout 2011	\$100.00
Hospital Health Care Activities	to provide funding to continue the initiative of Hospital Health Care Activities to provide the Children's Ward at the Rockhampton Base Hospital with specialised computers and interactive activities for patients	\$275.00
Sporting Wheelies & Disabled Association	sponsorship of a hole at the Charity Golf Day 7 August 2011	\$300.00
Rockhampton Hockey Association	donation to Rockhampton u/15 Girls Representative Hockey Team to travel to Maryborough for State Championships in July 2011	\$200.00
RSPCA	donation to assist the RSPCA Petshop & Branch with vet bills & maintaining equipment & providing essentials for foster carers	\$125.00
Westwood Progress Association Inc	donation towards costs associated with ongoing maintenance & repair costs on Westwood Hall	\$500.00

# Information Required Under the Act

For the year ended 30 June 2011

Community Organisation	Purpose	Amount
Stanwell Progress Association Inc	donation towards the Stanwell Hall's ongoing maintenance & repair costs	\$500.00
Wandal Community Garden	donation to go towards a new set of garden tools and to concrete the garden gazebo floor	\$500.00
Alton Downs Hall Association Inc	donation towards the cost of paint to paint the disability ramp at Alton Downs Hall	\$500.00
<b>Total:</b>		<b>\$4,000.00</b>

## Division 6 Councillor Greg Belz

Community Organisation	Purpose	Amount
CQLGA	purchase of 300 Waste 2011 Calendars	\$300.00
Rockhampton Hockey Association	purchase flood mitigation and sealing materials for Hockey Turf	\$300.00
Rockhampton Mallet Sports Club Inc	sponsorship of "Queensland State Gateball titles - Gateball teams" at Rockhampton 20-21 August 2011	\$200.00
North Rockhampton Senior Citizens Club Inc	assistance to host "Senior Talent Quest Finals" during Seniors Week 2011 in August	\$250.00
Rockhampton Little Theatre	to assist with costumes and scenery for a new production	\$1,000.00
Benevolent Aged Care*	Donation towards the Ecumenical Chapel project following the passing of Jim McRae	\$3,000.00
<b>Total:</b>		<b>\$5,050.00</b>

\*Cr Belz deposited \$50.00 to enable \$300.00 be donated to Benevolent Aged Care

## Division 7 Councillor Stephen Schwarten

Community Organisation	Purpose	Amount
St Matthew's Cottages	assist with raising funds to replace the existing stumps on the cottages as replacement is necessary	\$500.00
State Emergency Services (SES) Rockhampton	assistance towards upgrading equipment including projector and LCD screen	\$500.00
Parkana Football Club	assist with the purchase of new training balls & training bibs for Junior Members of the club	\$500.00
CQ Filipino Australian Association Inc	assist with costs of printing a 25yr history book, cover costs associated with the Annual Filipino Independence Day and Christmas celebrations	\$2,000.00
Capricorn Animal Aid	assistance to purchase food supplies and have animals sterilised who are in case	\$500.00
Young Womens Support Service Inc	assist with running programs for young women and cover costs of materials	\$500.00
Indian Association of Central Queensland	assist with expenses in organising Diwali (Festival of Lights) event	\$500.00
Central Queensland Multicultural Association Inc	to assist with outstanding costs associated with holding the Annual Rockhampton Region Multi-Cultural dinner	\$500.00
<b>Total:</b>		<b>\$5,500.00</b>

# Information Required Under the Act

For the year ended 30 June 2011

## Division 8 Councillor Tony Williams

Community Organisation	Purpose	Amount
Variety Qld Inc	sponsorship of the 2010 Children's Movie Spectacular	\$100.00
Qld Blue Light Association Inc	donation towards activities organised for members	\$100.00
Rockhampton Special School P&C Association	sponsorship of the 'Roll the Dice' fundraising event being held on 23rd October 2010	\$50.00
RRC Sport & Recreation Department	donation towards the completion of the new garden at Stenhouse Park, Koongal	\$300.00
Sporting Wheelies & Disabled Association	sponsorship of the Charity Golf Day	\$300.00
Lakes Creek State School	donation towards Lakes Creek State School's Break Up Day Activities	\$40.50
Rotary Club of Queensland Inc	donation with Mayor to sponsor 2 participants for the Rotary Youth Leadership Awards Camp	\$500.00
Rockhampton Mallet Sports Club	donation to assist the club in its upcoming events for 2011	\$100.00
Cancer Council Queensland	sponsorship of the Annual Charity Golf Day	\$300.00
Cancer Council Queensland - Relay for Life	donation towards cost of printing tickets for an art union raffle to help those participating in the Rockhampton Relay for Life to raise funds	\$230.00
Queensland Police Citizens Youth Welfare	donation to raise funds to provide opportunities for young people to take part in sporting, recreational, leadership and youth development activities	\$300.00
North Rockhampton Senior Citizens Club inc	donation to go towards prizes for the 'Senior Talent Quest Finals' competition being held 22 August 2011	\$100.00
Drug-Arm	sponsorship for two children to attend Drug-Arm's 'Underprivileged and Children's Movie Day' in May 2011	\$100.00
St Benedict's Catholic Primary School P&F Association	donation of prizes for Annual Cent Sale on 31 July 2011. Funds raised will be utilised to provide resources for Learning Support & books for library	\$100.00
Rockhampton Hockey Association	donation to the Rockhampton u/15 Girls Representative Hockey Team to travel to Maryborough for the State Championships in July 2011	\$250.00
Rockhampton Show	sponsorship of the 300mm Underhand Handicap of the Woodchop Section of the 2011 Rockhampton Show	\$495.00
Sporting Wheelies & Disabled Association	sponsorship of a hole at the Charity Golf Day 7 August 2011	\$300.00
Rockhampton Regional Council - Parks, Sports & Recreation Unit	contribution for a new concrete picnic table for Pilbeam Park in Koongal	\$1,200.00
RSPCA	donation to assist the RSPCA Petshop & Branch with vet bills & maintaining equipment & providing essentials for foster carers	\$130.00
<b>Totals</b>		<b>\$4,995.50</b>



# Information Required Under the Act

For the year ended 30 June 2011

## Division 9 Councillor Rose Swadling

Community Organisation	Purpose	Amount
Rockhampton & District Blind Club	financial assistance to continue to provide activities for members	\$250.00
Sporting Wheelies & Disabled Association	financial assistance towards hosting the Go-Kart Charity Evening on 18 September 2010	\$200.00
Rockhampton Special School P&C Association	sponsorship of the 'Roll the Dice' fundraising event being held on 23rd October 2010	\$250.00
Crime Stoppers	sponsorship of the Charity Golf Day 2010	\$250.00
Rockhampton North Special School	donation to assist with fundraising activities	\$200.00
State Emergency Service (SES) Rockhampton	replacement of radios for Charles Street Unit	\$300.00
Holy Family Church	assist with the expenses for holding the annual Christmas Fair on 21st November 2010	\$100.00
Capricorn Country Music Association	assist with the expenses for fundraising activities	\$200.00
Friends of the Village	assist with purchase of items to be used in the annual Stockland Christmas Parade	\$200.00
Rockhampton Baptist Tabernacle	assist with the expenses for the community BBQ (Anniversary of Fires) being held on 17th October 2010	\$100.00
Cerebral Palsy League	assist with catering for the League's Annual Christmas Morning Tea	\$200.00
Neighbourhood Watch Area 1	assist with catering for the community fire awareness BBQ being held on 17th October 2010	\$100.00
Mt Morgan State High School P&C Association	funding assistance for the 2010 annual Awards Ceremony	\$100.00
Rockhampton Eisteddford Association	funding assistance	\$200.00
Scottvale Park Squash League	funding assistance towards the 2011 Australian Master's Squash Championships being held in Rockhampton September 2011	\$100.00
Mayoress Regional Charity Foundation	funding assistance towards the establishment of the Foundation's website	\$800.00
Movember Foundation	contribution for fundraising activities for Steve Classie as part of Movember activities	\$100.00
North Rockhampton State High School - Moores Creek Science Project	contribution towards the Moores Creek Rehabilitation Project and celebratory BBQ	\$400.00
Royal Flying Doctors Rockhampton Auxiliary	contribution towards purchasing materials & to enhance fundraising activities	\$300.00
CSP (Community Supporting Police) Central Queensland Inc	assistance to replace items lost in a house fire and to continue to provide services to CSP Members	\$250.00
PCYC Boxers	contribution to assist with training and opportunities for our young disadvantaged youth	\$200.00
Rockhampton PCYC Boxing Club	assist with the cost to equipment damaged in recent flood	\$200.00
<b>Totals:</b>		<b>\$5,000.00</b>

# Information Required Under the Act

For the year ended 30 June 2011

## Division 10 Councillor Graeme Brady

Community Organisation	Purpose	Amount
Rockhampton Panthers AFL Inc	assist the club in presenting the grounds in the best condition for the AFL Capricornia Grand Final	\$261.82
Diggers Memorial Bowls Club Inc	support the Open/Mixed Bowls Day being held on 5th December 2010	\$450.00
Rockhampton Musical Union Youth Choir	to assist our youth in RMUYC productions etc	\$450.00
Bowls Past President's Association Central Qld Branch Carnival Committee	help cover expenses associated with running the State Friendship Carnival in May 2011	\$500.00
Diggers Memorial Ladies Bowling Club	sponsorship for Diggers Memorial Ladies Bowling Club invitation for Master Fours (4), being held on Monday 1st and Tuesday 2nd August 2011	\$500.00
Rockhampton Mallet Sports Club Inc - Botanic Gardens Sporting Complex	Sponsorship of the Eva Moore Perpetual Trophy - 28/29 May, 2011	\$200.00
Cancer Council Queensland - Relay for Life	to have raffle tickets printed which will be used in fundraising for the 2011 Queensland Cancer Relay for Life	\$100.00
North Rockhampton Senior Citizens Club Inc	support for prize money for Senior Talent Quest Final as part of Seniors Week	\$200.00
Rockhampton Show	sponsorship of 325mm Queensland Underhand Woodchop Championship 2011	\$1,100.00
Riding for the Disabled	help fund a replacement shade cloth for the riding arena	\$400.00
Mount Archer State School P&C	to assist the P&C Fund better access to the activities centre	\$838.00
<b>Totals:</b>		<b>\$4,999.82</b>

## Reserves and Controlled Roads

**Land that is a reserve under the Land Act (the area of the reserve that the local government controls, including land that the local government has leased to someone else)**

### s118(1)(a) (FPR) Reg 2010

The total reserve land area within Rockhampton Regional Council boundaries is 13,042ha.

**Total length of road the local government controls and does not own**

### s118(1)(b) (FPR) Reg 2010

There is a total of 3364km of roads not owned by Council.



The Caves South Yaamba Great Keppel Nine Mile Mt  
Morinish Causeway Lake Glenroy Kinka Beach Olive  
Lammermoor Zilzie Mulambin Beach Cooee Bay Ros  
Tanby Bajool Yeppoon Nerimbera Parkhurst Marmor  
Sands Moongan Norman Gardens Gracemere Cawarra  
Bouldercombe Joskeleigh Walter Hall West Rocky S  
Coowonga Baree Park Avenue Kabra Nerimberra Wand  
Glenlee Lakes Creek Dalma Glendale Mount Archer  
Rockyview Frenchville Westwood Yaamba Berserker  
Milman Koongal Depot Alton Downs Ogmoo The Ra  
Wycarbah Stanage Port Curtis Port Alma Stockyard  
Allenstown Midgee Byfield Bushley Bangalee Pink Lilly  
Yaamba Great Keppel Nine Mile Mt Chalmers Morinis  
Lake Glenroy Kinka Beach Olive Estate Lammermoor  
Mulambin Beach Cooee Bay Roslyn Bay Tanby Bajool  
Mount Morgan Nerimbera Upper Ullam Emu Park Str  
Parkhurst Marmor Keppel Sands Moongan Norman G  
Gracemere Cawarral Walmul Kawana Bouldercombe  
Walter Hall West Rocky Stanwell Coowonga Baree  
Avenue Kabra Nerimberra Wandal Kalapa Glenlee Lake  
Dalma Glendale Mount Archer Gogango Rockyview  
Westwood Yaamba Berserker Garnant Milman Koong  
Marlborough Depot Hill Alton Downs  
Wycarbah Stanage

