

Walcha Council

SPECIAL SCHEDULES
for the year ended 30 June 2019



Special Schedules

for the year ended 30 June 2019

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Permissible income for general rates for the year ended 30 June 2019

\$ '000		Calculation 2019/20	Calculation 2018/19
Notional general income calculation ¹			
Last year notional general income yield	a	3,400	3,315
Plus or minus adjustments ²	b	3	1
Notional general income	c = a + b	3,403	3,316
Permissible income calculation			
Or rate peg percentage	e	2.70%	2.30%
Less expiring special variation amount	g	7	–
Or plus rate peg amount	i = e x (c + g)	92	76
Sub-total	k = (c + g + h + i + j)	3,502	3,392
Plus (or minus) last year's carry forward total	l	(1)	7
Sub-total	n = (l + m)	(1)	7
Total permissible income	o = k + n	3,501	3,399
Less notional general income yield	p	3,485	3,400
Catch-up or (excess) result	q = o – p	16	(1)
Less unused catch-up ⁵	s	(7)	–
Carry forward to next year ⁶	t = q + r + s	9	(1)

Notes

- (1) The notional general income will not reconcile with rate income in the financial statements in the corresponding year. The statements are reported on an accrual accounting basis which include amounts that relate to prior years' rates income.
- (2) Adjustments account for changes in the number of assessments and any increase or decrease in land value occurring during the year. The adjustments are called 'supplementary valuations' as defined in the Valuation of Land Act 1916.
- (5) Unused catch-up amounts will be deducted if they are not caught up within 2 years. Usually councils will have a nominal carry forward figure. These amounts can be adjusted for in setting the rates in a future year.
- (6) Carry forward amounts which are in excess (an amount that exceeds the permissible income) require ministerial approval by order published in the NSW Government Gazette in accordance with section 512 of the Local Government Act 1993. The OLG will extract these amounts from Council's Permissible income for general rates Statement in the financial data return (FDR) to administer this process.

Report on Infrastructure Assets

as at 30 June 2019

Asset Class	Asset Category	Estimated cost		2018/19 Required maintenance ^a	2018/19 Actual maintenance	Net carrying amount	Gross replacement cost (GRC)	Assets in condition as a percentage of gross replacement cost				
		Estimated cost to bring assets to satisfactory standard	to bring to the agreed level of service set by Council					1	2	3	4	5
Buildings	Other	–	–	–	–	424	552	47.0%	40.0%	13.0%	0.0%	0.0%
	Council Offices / Administration Centres	–	–	8	61	1,014	2,007	0.0%	0.0%	100.0%	0.0%	0.0%
	Council Works Depot	49	49	38	28	964	1,625	25.0%	50.0%	0.0%	25.0%	0.0%
	Squash Courts	–	–	7	19	396	618	0.0%	100.0%	0.0%	0.0%	0.0%
	Amenities	–	–	38	67	776	1,119	50.0%	50.0%	0.0%	0.0%	0.0%
	Library	–	–	1	10	330	563	0.0%	100.0%	0.0%	0.0%	0.0%
	Child care	–	–	–	–	711	945	0.0%	100.0%	0.0%	0.0%	0.0%
	Specialised Buildings	–	–	65	–	244	356	44.0%	44.0%	12.0%	0.0%	0.0%
	Swimming Pool	–	–	11	1	313	538	0.0%	100.0%	0.0%	0.0%	0.0%
	Auto Electrician	–	–	–	8	182	473	0.0%	0.0%	100.0%	0.0%	0.0%
	Council House	–	–	3	7	359	517	0.0%	100.0%	0.0%	0.0%	0.0%
	Waste Management	–	–	8	–	251	296	67.0%	0.0%	33.0%	0.0%	0.0%
	Sub-total	49	49	179	201	5,964	9,609	16.4%	51.3%	28.0%	4.2%	0.1%
Other structures	Other structures	242	242	48	–	450	609	9.0%	18.0%	38.0%	7.0%	28.0%
	Other	–	–	–	–	–	–	0.0%	0.0%	0.0%	0.0%	0.0%
	Swimming Pools	790	790	28	–	655	1,553	7.0%	7.0%	33.0%	13.0%	40.0%
	Waste Management	–	–	5	–	179	241	100.0%	0.0%	0.0%	0.0%	0.0%
	Council Works Depot	235	235	23	–	136	200	8.0%	11.0%	36.0%	8.0%	37.0%
	Sub-total	1,267	1,267	104	–	1,420	2,603	16.2%	9.2%	31.3%	10.0%	33.3%

Report on Infrastructure Assets (continued)

as at 30 June 2019

Asset Class	Asset Category	Estimated cost		2018/19 Required maintenance ^a	2018/19 Actual maintenance	Net carrying amount	Gross replacement cost (GRC)	Assets in condition as a percentage of gross replacement cost				
		Estimated cost to bring assets to satisfactory standard	to bring to the agreed level of service set by Council					1	2	3	4	5
Roads	Sealed roads – Surface	396	396	517	226	8,569	11,213	47.0%	32.0%	4.0%	1.0%	16.0%
	Unsealed roads	2,382	2,382	547	908	5,279	13,525	13.0%	8.0%	31.0%	48.0%	0.0%
	Sealed roads – Structure	9,274	9,274	224	723	78,641	138,841	29.0%	40.0%	15.0%	16.0%	0.0%
	Bridges	764	764	417	59	15,708	25,309	46.0%	14.0%	30.0%	4.0%	6.0%
	Culverts	3,815	3,815	272	36	19,962	39,325	1.0%	10.0%	60.0%	28.0%	1.0%
	Footpaths	119	119	20	28	1,630	1,989	45.0%	42.0%	11.0%	0.0%	2.0%
	Other road assets	–	–	15	27	143	231	84.0%	15.0%	1.0%	0.0%	0.0%
	Kerb & Gutter	119	119	42	1	2,745	4,216	11.0%	61.0%	20.0%	8.0%	0.0%
	Bulk earthworks	–	–	–	–	227,104	227,104	100.0%	0.0%	0.0%	0.0%	0.0%
	Other	–	–	–	–	–	–	0.0%	0.0%	0.0%	0.0%	0.0%
Sub-total		16,869	16,869	2,054	2,008	359,781	461,753	62.4%	15.4%	12.5%	8.9%	0.8%
Water supply network	Mains	–	–	118	65	7,746	8,851	11.0%	89.0%	0.0%	0.0%	0.0%
	Reservoirs	–	–	29	24	1,660	2,945	0.0%	63.0%	37.0%	0.0%	0.0%
	Pumping Stations	–	–	20	116	289	388	0.0%	74.0%	26.0%	0.0%	0.0%
	Treatment	206	206	109	246	5,974	8,849	41.0%	22.0%	34.0%	3.0%	0.0%
	Meters	–	–	28	–	92	107	8.0%	92.0%	0.0%	0.0%	0.0%
	Connections	–	–	–	–	698	931	0.0%	100.0%	0.0%	0.0%	0.0%
	Other	–	–	–	–	13	–	0.0%	0.0%	0.0%	0.0%	0.0%
Sub-total		206	206	304	451	16,472	22,071	20.9%	58.9%	19.0%	1.2%	0.0%
Sewerage network	Mains	352	352	87	32	6,722	7,861	12.0%	70.0%	11.0%	7.0%	0.0%
	Pumping Stations	2	2	13	35	648	782	12.0%	81.0%	7.0%	0.0%	0.0%
	Treatment	43	43	27	161	2,288	3,548	0.0%	57.0%	40.0%	3.0%	0.0%
	Other	–	–	–	–	–	–	0.0%	0.0%	0.0%	0.0%	0.0%
Sub-total		397	397	127	228	9,658	12,191	8.5%	66.9%	19.2%	5.4%	0.0%

Report on Infrastructure Assets (continued)

as at 30 June 2019

Asset Class	Asset Category	Estimated cost		2018/19 Required maintenance ^a	2018/19 Actual maintenance	Net carrying amount	Gross replacement cost (GRC)	Assets in condition as a percentage of gross replacement cost				
		Estimated cost to bring assets to satisfactory standard	to bring to the agreed level of service set by Council					1	2	3	4	5
Stormwater drainage	Stormwater drainage	–	–	–	–	–	–	0.0%	0.0%	0.0%	0.0%	0.0%
	Stormwater conduits	–	–	35	44	3,805	5,834	0.0%	100.0%	0.0%	0.0%	0.0%
	Inlet & junction pits	–	–	2	–	158	243	4.0%	96.0%	0.0%	0.0%	0.0%
	Head walls	–	–	1	–	33	52	12.0%	88.0%	0.0%	0.0%	0.0%
	Outfall structures	–	–	1	–	9	14	33.0%	67.0%	0.0%	0.0%	0.0%
	Levees	–	–	–	–	5,220	5,220	10.0%	90.0%	0.0%	0.0%	0.0%
	Other	–	–	–	–	–	–	0.0%	0.0%	0.0%	0.0%	0.0%
	Sub-total	–	–	39	44	9,225	11,363	4.8%	95.2%	0.0%	0.0%	0.0%
	TOTAL - ALL ASSETS	18,788	18,788	2,807	2,932	402,520	519,590	57.0%	20.8%	13.0%	8.2%	1.0%

(a) Required maintenance is the amount identified in Council's asset management plans.

Infrastructure asset condition assessment 'key'

1	Excellent/very good	No work required (normal maintenance)
2	Good	Only minor maintenance work required
3	Satisfactory	Maintenance work required
4	Poor	Renewal required
5	Very poor	Urgent renewal/upgrading required

Report on Infrastructure Assets (continued)

as at 30 June 2019

\$ '000	Amounts 2019	Indicator 2019	Prior periods		Benchmark
			2018	2017	
Infrastructure asset performance indicators (consolidated) *					
Buildings and infrastructure renewals ratio ¹					
Asset renewals ²	3,472	132.98%	103.52%	309.16%	>=100.00%
Depreciation, amortisation and impairment	2,611				
Infrastructure backlog ratio ¹					
Estimated cost to bring assets to a satisfactory standard	18,788	4.67%	4.05%	7.29%	<2.00%
Net carrying amount of infrastructure assets	402,520				
Asset maintenance ratio					
Actual asset maintenance	2,932	104.45%	112.72%	105.48%	>100.00%
Required asset maintenance	2,807				
Cost to bring assets to agreed service level					
Estimated cost to bring assets to an agreed service level set by Council	18,788	3.62%	2.80%	2.91%	
Gross replacement cost	519,590				

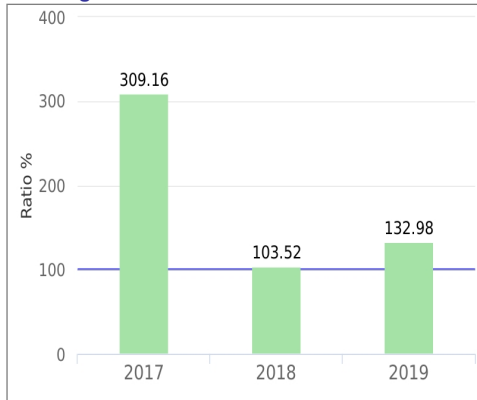
(*) All asset performance indicators are calculated using classes identified in the previous table.

(1) Excludes Work In Progress (WIP)

(2) Asset renewals represent the replacement and/or refurbishment of existing assets to an equivalent capacity/performance as opposed to the acquisition of new assets (or the refurbishment of old assets) that increases capacity/performance.

Report on Infrastructure Assets (continued)
as at 30 June 2019

Buildings and infrastructure renewals ratio ¹



Infrastructure renewals ratio

To assess the rate at which these assets are being renewed relative to the rate at which they are depreciating.

Commentary on result	
18/19 ratio	132.98%
Council continues to achieve its targets on Infrastructure Renewals.	

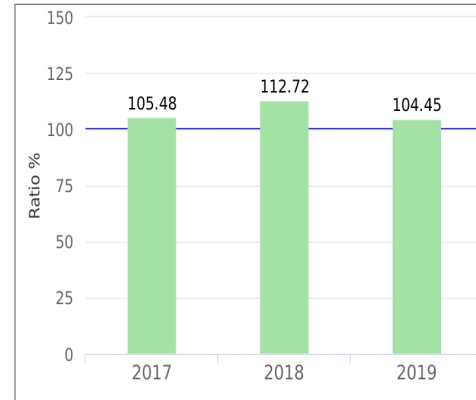
Benchmark: — $\geq 100.00\%$

Ratio achieves benchmark

Source of benchmark: Code of Accounting Practice and Financial Reporting #27

Ratio is outside benchmark

Asset maintenance ratio



Asset maintenance ratio

Compares actual vs. required annual asset maintenance. A ratio above 1.0 indicates Council is investing enough funds to stop the infrastructure backlog growing.

Commentary on result	
18/19 ratio	104.45%
Council consistently achieves this benchmark.	

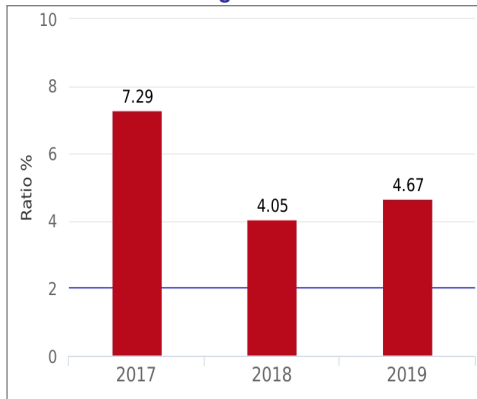
Benchmark: — $> 100.00\%$

Ratio achieves benchmark

Source of benchmark: Code of Accounting Practice and Financial Reporting #27

Ratio is outside benchmark

Infrastructure backlog ratio ¹



Infrastructure backlog ratio

This ratio shows what proportion the backlog is against the total value of a Council's infrastructure.

Commentary on result	
18/19 ratio	4.67%
The small increase in the backlog ratio is a result of decrease in the net carrying amount of infrastructure following the revaluation of roads and bridges.	

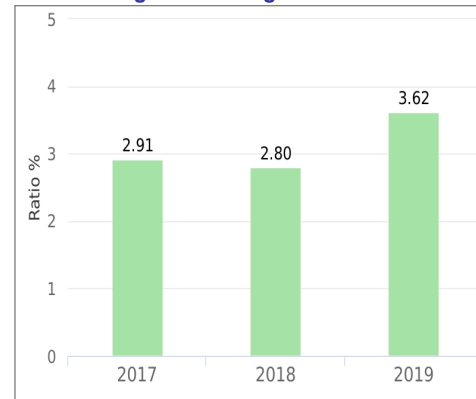
Benchmark: — $< 2.00\%$

Ratio achieves benchmark

Source of benchmark: Code of Accounting Practice and Financial Reporting #27

Ratio is outside benchmark

Cost to bring assets to agreed service level



Cost to bring assets to agreed service level

This ratio provides a snapshot of the proportion of outstanding renewal works compared to the total value of assets under Council's care and stewardship.

Commentary on result	
18/19 ratio	3.62%
This ratio indicates that 3.6% of Council's infrastructure assets have reached an intervention point and require renewal work.	

(1) Excludes Work In Progress (WIP)

Report on Infrastructure Assets (continued)

as at 30 June 2019

\$ '000	General fund		Water fund		Sewer fund		Benchmark
	2019	2018	2019	2018	2019	2018	
Infrastructure asset performance indicators (by fund)							
Buildings and infrastructure renewals ratio ¹							
Asset renewals ²							
Depreciation, amortisation and impairment	105.11%	123.03%	35.76%	19.24%	868.55%	34.96%	>=100.00%
Infrastructure backlog ratio ¹							
Estimated cost to bring assets to a satisfactory standard							
Net carrying amount of infrastructure assets	4.83%	4.15%	1.25%	1.25%	4.11%	4.81%	<2.00%
Asset maintenance ratio							
Actual asset maintenance							
Required asset maintenance	94.82%	103.84%	148.36%	135.86%	179.53%	194.87%	>100.00%
Cost to bring assets to agreed service level							
Estimated cost to bring assets to an agreed service level set by Council							
Gross replacement cost	3.75%	2.87%	0.93%	0.95%	3.26%	3.74%	

(1) Excludes Work In Progress (WIP)

(2) Asset renewals represent the replacement and/or refurbishment of existing assets to an equivalent capacity/performance as opposed to the acquisition of new assets (or the refurbishment of old assets) that increases capacity/performance.