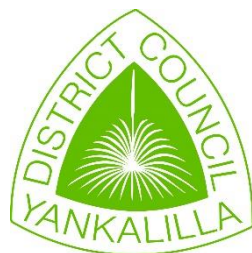


Fleurieu Regional Waste Authority

Annual Report 2021-22



FLEURIEU REGIONAL
WASTE AUTHORITY



Contents

Message from the Independent Chairperson	4
FRWA Governance	6
Executive Officer's Report	8
Our Services	10
Our Mission and Objectives	11
Our Performance	12
Kerbside Collection Services	14
Waste and Recycling Depots	15
Waste Education and Projects	16
Financial Statements	19

Message

From the Independent Chairperson

It is my pleasure to present the Fleurieu Regional Waste Authority Annual Report for 2021-22.

In a society that continues, albeit increasingly less so, to be disrupted by COVID-19 pandemic and world events, the 2021-22 financial year saw the Authority continue to build on initiatives commenced in previous years and to continue its success in the delivery of services to its Constituent Councils and their communities.

Following detailed and rigorous consultation, the revised (updated and more progressive) Fleurieu Regional Waste Authority Charter was published in the Government Gazette on 19 August 2021. This has provided for the formation of a new Board with Councils nominating a mix of Elected Members and staff to the Board with breadth of experience across finance and operations, together with passion and business acumen. There are now also two independent Board members, one with experience in state government, governance and an entrepreneur, with a background in compostable packaging.

This mix has provided the Authority with a highly skilled Board that is guiding and driving the Authority to achieve its strategic objectives.

The Authority also formed a new Audit Committee comprising one independent member, a Board Member and finance and governance staff from member Councils. This will continue to build on work of the previous Audit Committee, in conjunction with our internal auditors.

The Authority has continued to diligently work through the remediation of properties impacted by asbestos contaminated material. The Board has closely monitored the progress of the remediation project and I am pleased to report that the project is on schedule, due to be completed in October 2022 and under budget. Our project team including McMahon Services, Greencap and Prominent Loss Adjusting Services have worked closely with affected parties to minimise disruptions, whilst maintaining a safe environment. This has been a challenging project but one that has, again, demonstrated that by working together even the most difficult matters can be resolved.

Financially, the Authority provided a positive outcome for most of its Councils, this on the back of increased commodity prices for recycled materials and increased patronage through the waste and recycling depots. The Authority has also reviewed its transport activities and implemented a range of changes that will provide positive benefits into the 2022-2023 financial year.

Environmentally, kerbside waste collection diversion rates have remained static but with waste and recycling depot diversion rates falling, predominately due to an increase in waste but also a change in the classification of material for recycling.

To ensure that our Councils continue to reduce the impact of their communities on the environment, the Authority has progressed the Summer Recycling Collections Program. I am pleased to report that all Council have endorsed this program for implementation this coming 2022-23 summer. This will reduce waste to landfill and increase the amount of material recycled, resulting in a diversion rate of over 70%.

Finally, I again recognise and thank the staff of FRWA - the waste collections drivers, the site operators, the waste education and customer service team, as well as the finance and administration staff who drive and run our business every day at such high standards and providing critical services to the community.

I also recognise and thank my fellow Board members for their vision, wise counsel and support over the past twelve months. In particular, Cr Peter Denholm from Kangaroo Island who has indicated that he will not be continuing from the November council elections. Peter has been a passionate supporter of FRWA since 2015, his sage advice, enthusiasm, historical knowledge and considered approach has, in large part, made the Authority what it is today. We wish Peter all the best in his future endeavours as he steps back from his Council duties in November 2022.

Thank you, all.

Michael Kelledy

Independent Chairperson
Fleurieu Regional Waste Authority



FRWA Governance

FRWA is administered by a Board in accordance with the requirements of the *Local Government Act 1999* and the Fleurieu Regional Waste Authority Charter 2021. This year the Authority formed a new Board to broaden the skills and increase the diversity of its membership. The membership of the Board comprises seven members including, one person from each member council, two independent members and an independent Chairperson.

This year we welcomed Cr Bryan Littlely from the City of Victor Harbor and independent members, Ms Marion Vigot and Mrs Vicki Tomlinson. Marion Vigot is an entrepreneur with a background in start up businesses and compostable packaging, and Vicki Tomlinson has experience in highest levels of state

government working in the areas of governance and risk.

Our Board will change again in the coming year due to local government elections with our two Elected Members not standing for Council and staff changes at our member Councils may also produce some change.

Board Members: Peter Denholm (Kangaroo Island Council), Vicki Tomlinson (Independent Member), Elizabeth Williams (Alexandrina Council), Marion Vigot (Independent Member), Michael Kelledy (Independent Chairperson), Simon Grenfell (Executive Officer). Absent Bryan Littlely (City of Victor Harbor), Andy Baker (District Council of Yankalilla



The Board held six meetings during the 2021-22 financial year. Given the wide area that the Authority covers, it holds Board meetings in each Council area during the year. The table below details the Board Member attendance.

Board Member	Meetings
Mr Michael Kelledy (Independent Chairperson)	6 of 6
Cr Peter Denholm (Kangaroo Island Council)	6 of 6
Cr Bryan Littlely (City of Victor Harbor)	3 of 6
Mr Andy Baker (District Council of Yankalilla)	6 of 6
Ms Elizabeth Williams (Alexandrina Council)	6 of 6
Ms Marion Vigot (Independent Member)	5 of 5
Mrs Vicki Tomlinson (Independent Member)	5 of 5

Schedule 2 to the *Local Government Act 1999*, requires local government subsidiaries to establish an Audit Committee to ensure that the Authority meets its legislative and probity requirements as required by the Act and other relevant legislation, standards and codes.

The membership of the FRWA Audit Committee change mid-way through 2021-22 due to the implementation of the new FRWA Charter and changes to the FRWA Board. The Audit Committee held five meetings during the 2021-22 financial year. The table below details the Audit Committee Member attendance

Audit Committee Member	Meetings
Mr Peter Fairlie-Jones (Independent Chairperson)	5 of 5
Cr Alistair Christie (District Council of Yankalilla Board Member)	1 of 1
Ms Elizabeth Williams (Alexandrina Council Board Member)	5 of 5
Ms Karen Rokicinski (City of Victor Harbor)	3 of 5
Mr Gary Lewis (District Council of Yankalilla)	5 of 5

Executive Officer's Report

Over the past year the team at FRWA have demonstrated how flexible and resilient they can be. Despite the challenges of COVID-19, lockdowns, changing community behaviours and managing contaminated materials; we achieved the priority actions in the 2021-22 Business Plan.

Our staff are the backbone of our organisation and to ensure that we can continue to thrive, we have invested in a Work Health and Safety Co-ordinator with a focus on "Health" as well as risk management. These investments are already providing return to our business and will continue to do so well into the future.

With the adoption of the new Charter, the changes to our governance structure have been invigorating and stimulating with new Board Member and Audit Committee Members providing a fresh and different perspective on our operations and the services we provide to the community.

The Board has provided valuable input into our programs in particular the Summer Recycling Collection Program which progressed this year with a community survey, bin audits and data analysis to determine the optimal kerbside waste collection service for the summer period. After workshops and consideration of all the research the FRWA Board endorsed the weekly collection of Food Organics and Garden Organics (FOGO) and Co-mingled recycling and fortnightly collection of general waste for six weeks over the summer period.

The response to the community survey was outstanding with over 1,300 people responding and 700 of these signing up to be 'Friends of FRWA' and receive our quarterly newsletter. The survey showed that the community is passionate about recycling and want to recycle more with 73% of respondents believing they could do more to reduce their waste to landfill. It also demonstrated that we need to look at different ways to communicate our messages around recycling with 80% of people confused and wanting to know more about recycling items and 19% of people thinking that plastic bags can go into recycling bins.

After carefully considering the options and for the collection of kerbside waste and recycling over summer the Board recommended the weekly collection of FOGO and Co-mingled recycling and fortnightly collection of general waste over the summer period.

The member Councils then endorsed the service to commence in December 2022. It is estimated that this will increase the kerbside waste diversion rate from 59% to over 70%. Ensuring that this region continues to lead the State in diverting waste from landfill and achieves our goal of 70% diversion of waste from landfill by 2030.

Food Waste is still the number one contributor of waste to landfill. We have continued to promote our Weekly Food Waste collection service for businesses by joining up with Plastic Free SA and holding two Managing Food Waste Responsibly sessions in Yankalilla and Victor Harbor. We also supported the City of Victor Harbor in extending their FOGO collection to an additional 260 households that further increased the collection of FOGO by 54 tonnes for the year.

FRWA continues to progressively remediate properties affected by Asbestos Contaminated Material with 89 properties of 123 full remediated so far. We have recovered 16,234 tonnes and expect to recover 25,000 tonnes. This material has been managed within a waste derived fill site management plan authorised by an independent auditor. Regular project reviews have identified a number of efficiencies that will see the majority of the project completed within the allocated budget by the end of 2022.

While still undertaking our normal operations we have continued to improve our digital resources by upgrading and refreshing our website. The new website reflects all our modern branding while providing the community with a one stop shop for waste information and resources. In particular an improved Bin Collection search function with personalised calendars.

We also installed a point of sale system at the Strathalbyn Waste and Recycling Depot to improve data transfer and security while making it easier for our staff.

This year's achievements would not have been possible without the dedication and hard work of our staff, our consultants and contractors, the commitment of the FRWA Board, the support of the constituent Councils.

I look forward to continuing to work with member Councils and the Board to build on these achievements and deliver our Strategic objectives.



Simon Grenfell

Executive Officer

Fleurieu Regional Waste Authority



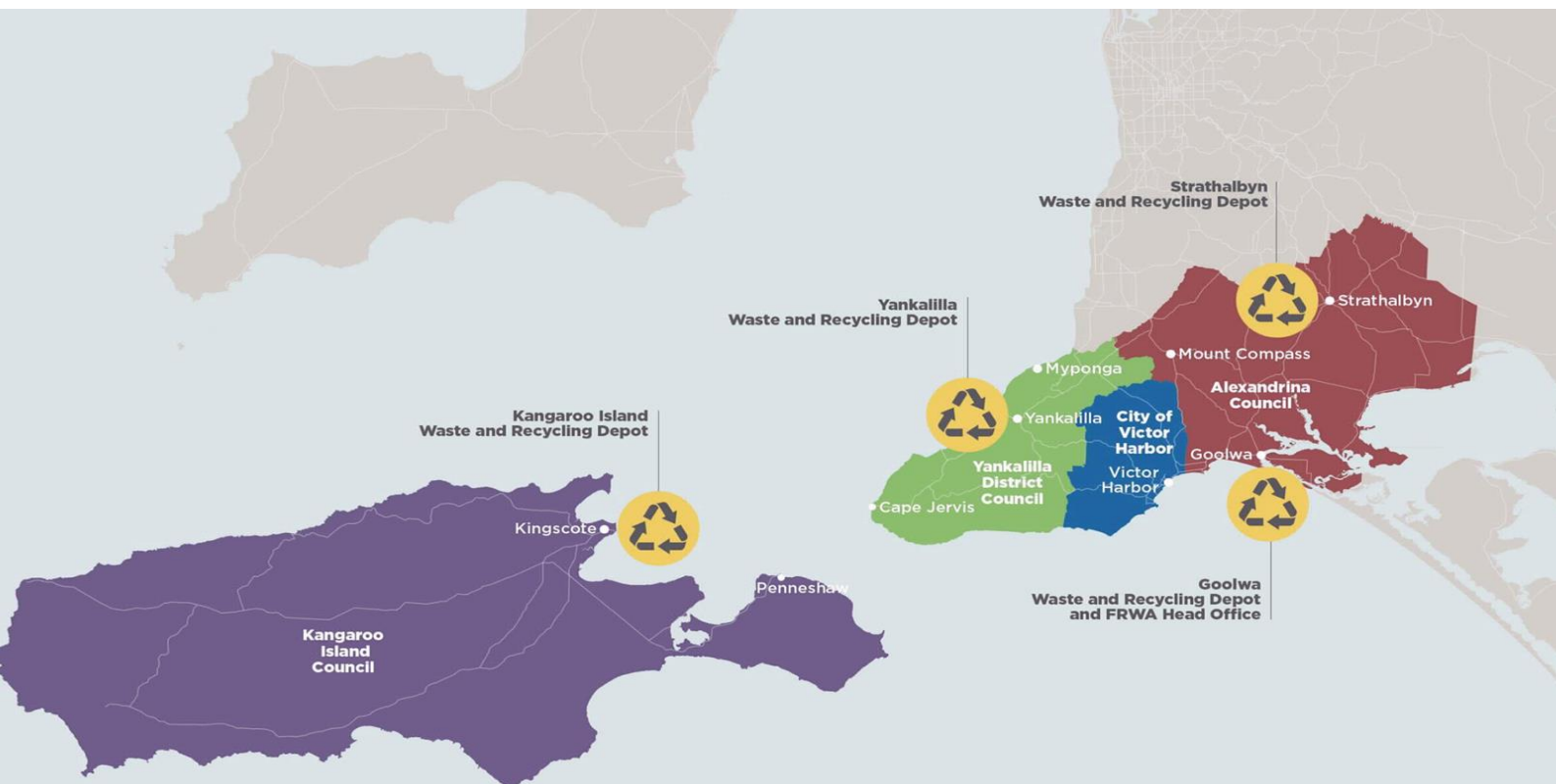
Our Services

The Fleurieu Peninsula and Kangaroo Island covers 7,341km² and has a resident population of 54,000 which increases by up to 50% in coastal areas during holiday periods.

FRWA is a fine example of local governments working together to achieve efficiencies across boundaries. We are capturing the best practices brought over from the Councils: reducing waste going to landfill, increasing recycling, and promoting a cleaner and healthier environment for today and tomorrow.

We offer a range of services to the communities we serve including:

- 3-bin fortnightly collection of kerbside waste
- Public Waste and Recycling Depots in Goolwa, Yankalilla, Strathalbyn and Kingscote
- Public Litter Bin collections
- Additional Waste Collection Services including: Event Bins, Weekly commercial FOGO collections, Exceptional Circumstances Bins
- Community Waste Education
- Customer Service
- Sale of composting equipment, kitchen caddies, bins and supplies
- Representation and advocacy on behalf of constituent Councils.



Our Mission and Objectives

About FRWA

The Fleurieu Regional Waste Authority (FRWA) is a local government regional subsidiary of the Alexandrina Council, City of Victor Harbor, District Council of Yankalilla and Kangaroo Island Council. With a vision of *“FRWA will provide diverse and flexible resource management services that are affordable, improve environmental outcomes and promote a circular economy that our community are proud of”*.

To achieve the vision of the Strategic Plan a number of objectives were adopted with corresponding key performance indicators. Below is a summary of progress the Authority has made in achieving its objectives.

Objective 1: Reduce the impact of the community on the environment through best practice waste management and diversion

Key Performance Indicators

- Increase kerbside diversion rates from 50% to 70% by 2030
- Reduce the amount of organic waste in the blue bin from 44% to less than 15% by 2025
- Reduce contamination of the recycling bin to less than 8% by 2025
- Reduce greenhouse gas emissions of FRWA by 30% by 2030

Objective 2: Advocate and facilitate a local circular economy

Key Performance Indicators

- Value of recovered materials is increased by 10% by 2025
- Reduce freight kilometres by 5% by 2025
- Constituent councils purchase recyclable materials equivalent to 30% by weight of material collected in the yellow bin.

Objective 3: Provide flexible services that meet the needs of councils, residents and visitors.

Key Performance Indicators

- Reduce the number of bin banks in rural areas by 15% by 2025
- Increase range of services provided to customers by 20% by 2025
- Increase range of services provided to constituent Councils by 2025

Objective 4: Provide efficient and effective regional subsidiary

Key Performance Indicators

- Reduce the cost of kerbside collection per property by 5% by 2025, excluding CPI and solid waste levy
- Reduce the cost to councils of waste transfer station operations by 10% by 2025 excluding CPI and solid waste levy.

Our Performance

The Fleurieu Regional Waste Authority (FRWA) measures its performance against the key performance indicators in its Strategic Plan and Business Plan.

FRWA continues to develop its performance measurement ensuring it can demonstrate it is achieving its objectives. The information below is a qualitative description of our performance against key performance indicators.

Indicator	Target	2021-22 Budget	2021-22 Actual
Operating Surplus Ratio	0% to 1%		
- Including ACM Borrowings		6%	5.7%
- Excluding ACM Borrowings		6%	6.7%
Net Financial Liabilities Ratio	30% to 50%		
- Including ACM Borrowings		129%	125%
- Excluding ACM Borrowings		58%	29%
Asset Renewal Funding Ratio	80% to 100%	102%	52%*
Own Source Revenue Ratio	23% to 28%	31%	31%

*The Asset Renewal Ratio was lower than planned due to delayed renewal of a prime mover and walking floor trailer.

The following is a qualitative and quantitative report on the achievements of the Strategic Plan key performance indicators.

Objective 1: Reduce the impact of the community on the environment through best practice waste management and diversion

One of FRWA's main performance indicators, the kerbside waste diversion rate has increased from 50% in 2018-19 to 59% in 2021-22 due to the introduction of fortnightly collection of waste. It is anticipated that this will increase to above 70% due to the changes in waste collection cycle during summer.

The kerbside bin audit undertaken in December 2021 found that organic waste makes up 32% of waste in the blue (general waste) bin a reduction of 12% from the 2017 bin audit. The kerbside bin audit also found that contamination of the recycling bin is 10%. These results demonstrate that the performance of our waste management system is improving.

FRWA are continuing to develop methods to reduce our greenhouse gas emissions, including the review of transport activities. These changes will be further analysed in 2022-23.

Objective 2: Advocate and facilitate a local circular economy

The value of recovered materials has increased since 2020 with changes in processes to recover high value metals and landscape rock from council projects and the production of high quality wood chip from tree logs. These changes have increased revenue at waste and recycling depots. FRWA have also increased the amount of cardboard recycled through the Goolwa Waste and Recycling depot by separately collecting and transporting 19.6 tonne of cardboard to the Southern Materials Recycling Facility.

To reduce the freight kilometres by 5% by 2025 from 2020 a number of changes have been made to our operations. FRWA has had the opportunity to change where our co-mingled recycling is processed from Edinburgh to Seaford Downs this has reduced the travel distance for 114km to 50.6km for 5,500 tonnes of material. FRWA staff are continuing to analysis our freight movements and have recently changed operations at the transfer stations that has seen payloads increase by on average 15%. FRWA kerbside collection vehicles are now depositing the majority of kerbside waste at the Goolwa Waste and Recycling Depot for transport to the disposal site. This has increased payloads, reduced travel time and fuel use across our operations.

Objective 3: Provide flexible services that meet the needs of councils, residents and visitors.

FRWA continues to improve services for its residents and has removed 15 bin banks (from 113 total bin banks across the Fleurieu and KI) in the Alexandrina Council and DC Yankalilla over the past two years and provided roadside collections for over 200 rural properties. This is a 12% reduction in the number of bin banks.

We continue to extend the range of services provided to our customers with the introduction of the following waste collection services:

- Weekly Business Food Waste collection service
- On-demand collection of kerbside waste
- Caravan Park Collection Service

Our Waste and Recycling Depots now also provide rubber bin latches for bins and we also accept paint as part of the Paintback scheme that recycles unwanted paint.

Objective 4: Provide efficient and effective regional subsidiary

FRWA strives to provide effective and efficient services. Detailed analysis is still to be undertaken on the cost of kerbside collection per property. Increases in income at Waste and Recycling Depots has meant that Alexandrina Council no longer contributes to the operations of the Goolwa and Strathalbyn Waste and Recycling depots and the cost to the District Council of Yankalilla has halved compared to the budgeted amount in 2019-20. The cost of the Kangaroo Island Resource Recovery Centre has increased due to the structure of the fees and charges which the KI Council are currently considering.

Kerbside Collection Services

FRWA has a fleet of 13 collection vehicles and provides fortnightly collection of waste, recycling and Food Organics Garden Organics to over 32,000 properties.

Waste creation has normalised after COVID-19 increasing by 2.4% this year. FOGO increased 3% and continues to increase more than general waste and co-mingled recycling increasing by just 1.1%.

Diversion rates remained steady across the region with a 59% diversion rate achieved with minor changes at Council level.

The summer period continues to be a period of high waste production with general waste increasing by 33% compared to October and November. This year the kerbside collections team provided stats and analysis to demonstrate that weekly collection of FOGO and Recycling would provide a positive impact for the community and while being financially achievable.

To cater for the increase in FOGO waste and reduce travel times, FRWA staff this year will develop alternative collection schedules for the Boards consideration. This will include changing what waste streams are collected together and the collection of DC Yankalilla waste across five days.

This year we focused on efficiency improvements and route scheduling. We removed 6 bin banks in the Strathalbyn area and provided 150 properties with roadside collections. We also removed bin banks at Myponga Beach and Sellicks Hill providing roadside collections for another 50 properties.

The removal of bin banks increases the level of service for the householder, reduces the amount of litter in the environment and reduces the risk of incidents for our collection drivers so will continue to be a focus for FRWA moving forward.

COUNCIL	WASTE	FOGO	RECYCLING	DIVERSION from landfill
Alexandrina	+1% 4749t	+4% 4274t	+1% 2757t	+1% 60%
Victor Harbor	+8% 2818t	+3% 2690t	+1% 1665t	61% -1%
Yankalilla	+6% 1230t	+1% 871t	+3% 655t	55% -1%
Kangaroo Island	906t -8%	+1% 400t	+0% 528t	+3% 51%
Total (tonnes)	+2.5% 9702t	+3% 8236t	+1.1% 5605t	NO CHANGE 59%

Kerbside waste statistics from July 2021 to June 2022 compared to the same period last year.

Waste and Recycling Depots

The FRWA Waste and Recycling Depots continue to provide an important service to the communities.

All waste and recycling depots reported a more stable year this year coming off significant busier year due to COVID-19. Changes to the way waste for recycling is classified has seen a 43% increase in waste to landfill and a 7% reduction in waste diverted from landfill resulting in an overall 3% increase in waste managed at our waste transfer stations.

This has resulted in the diversion rate from 84% to 74%.

We have progressed and implemented Recycled Product Plans for our Goolwa site to ensure that the material we are recycling meets all the required standards and is safe for its intended use.

To further increase the services, we provide to the community we have introduced the Paint Back scheme to our mainland depots. The scheme allows the community to bring in unwanted paint tins which are then returned to Paint Back for recycling.

We have replaced two old front end loaders at Strathalbyn and Yankalilla. These loaders were loaders that were purchased from Councils prior to 2010 and had reached their useful life. The new loaders have quick hitch attachments which has increased their versatility and capacity with a four-in-one bucket and forklift attachments.

We also refreshed our Strathalbyn and Yankalilla depots with new signage and a spring clean in June 2022.

The team at the Goolwa WRD have also successfully managed the incoming Asbestos Contaminated Material so that it complies with the site management plan and SA Environment Protection Authority requirements.

Transport and logistics are a major focus of our business and in the latter half of the year our staff identified a number of efficiencies that would provide beneficial outcomes for the organisation. These included bringing all kerbside collected general waste back to the Goolwa WRD for transport to landfill and closer monitoring of payloads out of our transfer stations.

FRWA had budgeted and ordered a new prime-mover and walking floor trailer to replace the current unit that had reached the end of its useful life. Using this unit and the existing prime-mover, from May, FRWA were able to bring all waste back to the Goolwa Waste and Recycling Depot. While full analysis of the trial is still being undertaken, we have reduced fuel usage, reduced travel times of our RACV's and increased our payloads by approximately 15%. These changes will further increase our capacity to manage increases in waste collections and changes in collection schedules into the future.

Waste Education and Projects

Waste Education and projects this year have focused on creating a stronger online presence to reach the community, partially motivated by the challenges presented by COVID-19 restricting some in person activities.

Updating the FRWA website has helped to raise our public image and to simplify some of our communication and business processes. Online fillable forms and updating our payment gateway have streamlined procedures for services such as additional collections and event bins. The new address search function now makes it easy for residents to find their next collection and download a personal zoned calendar in place of the full council calendar.

Social media campaigns for specific projects this year have enabled a wider engagement with the community, informing us of current attitudes and key issues so we can more effectively target waste education. We had over 1,300 respondents to our online Summer Recycling Collection community survey, with 800 signing up to our new 'Friends of FRWA' newsletter, which is sent out bi-monthly.



Bin audits were undertaken both during fortnightly collection and during the peak of summer weekly collections, to provide data for the summer collection change (part of the recommended actions from the Summer Recycling Collections Trial 2020/21 Final Report).

A total of 600 bins were audited during fortnightly collection, and a further 300 bins audited during peak summer weekly collection. The audit showed there is more food, including packaged food and drink in all waste streams over the summer peak, adding further confirmation for a change to summer collections.

Summer Recycling Survey For residents of our member councils



Be in the draw to win a \$200 visa gift card



With support from City of Victor Harbor Council, FRWA delivered 256 green bins, kitchen caddies, compost bags and education material to households in the expanded rural area of Victor Harbor. FRWA supported the City of Victor Harbor in promoting the program through local publications and social media.

FRWA partnered with Plastic free SA to deliver two events for hospitality businesses across our region to help them manage their food and compostable waste responsibly. We now have 24 businesses taking part in our weekly commercial FOGO collections.



SMILING SAVHOYED BREWERY

The brewery's organic waste is composted right here in SA, thanks Bec from FRWA for enabling food retailers to divert organics from landfill.



As part of a DC Yankalilla education campaign, FRWA took a community group to Peats soils to learn where our green waste goes to be commercially composted.



A FRWA truck demonstration provided some excitement for Science Week at Kingscote library.

In the past year, FRWA has strengthened working relationships with community and business groups across the region including the Fleurieu Environment Centre, Sealink, KI Tourism Alliance, Business Victor Harbor, KI business hub and others. FRWA has delivered 14 in person community sessions and been involved in supporting many council and community programs and events such as the Science Fair, the Festival of nature, Alexandrina council Food systems workshop, Science week and National Recycling week displays.

Your NEW Summer recycling collection
STARTS 19 December 2022
ENDS 27 January 2023

WEEKLY Organics **WEEKLY Recycling** **FORTNIGHTLY Waste**

More information www.frwa.com.au

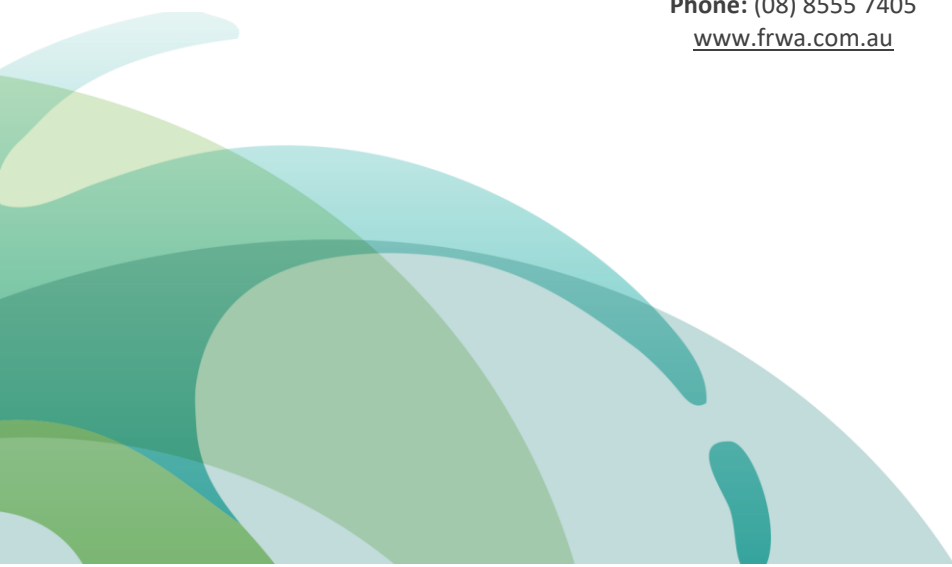
FLEURIEU REGIONAL WASTE AUTHORITY



FLEURIEU REGIONAL WASTE AUTHORITY

Financial Statements

PO Box 2375, Goolwa SA 5214
1226 Port Elliot Road, Goolwa
Phone: (08) 8555 7405
www.frwa.com.au



Fleurieu Regional Waste Authority
General Purpose Financial Reports
for the year ended 30 June 2022

Table of Contents

	Page #
Authority Certificate	1
Principal Financial Statements	
Statement of Comprehensive Income	2
Statement of Financial Position	3
Statement of Changes in Equity	4
Statement of Cash Flows	5
Notes to, and forming part of, the Principal Financial Statements	
Note 1 - Significant Accounting Policies	6
Note 2 - Income	11
Note 3 - Expenses	12
Note 4 - Asset Disposal & Fair Value Adjustments	12
Note 5 - Current Assets	14
Note 6 - Infrastructure, Property, Plant & Equipment & Investment Property	15
Note 7 - Liabilities	17
Note 8 - Reconciliation of Cash Flow Statement	18
Note 9 - Financial Instruments	19
Note 10 - Financial Indicators	22
Note 11 - Uniform Presentation of Finances	23
Note 12 - Superannuation	24
Note 13 - Contingent Assets & Contingent Liabilities	25
Note 14 - Related Party Transactions	25
Note 15 - Economic Dependence	25
Audit Report - Financial Statements	
Audit Report - Internal Controls	
Council Certificates of Audit Independence	
Auditor Certificate of Audit Independence	

**Fleurieu Regional Waste Authority
Annual Financial Statements
for the year ended 30 June 2022**



CERTIFICATION OF FINANCIAL STATEMENTS

We have been authorised by the Authority to certify the financial statements in their final form. In our opinion:

- the accompanying financial statements comply with the *Local Government Act 1999, Local Government (Financial Management) Regulations 2011* and Australian Accounting Standards.
- the financial statements present a true and fair view of the Authority's financial position at 30 June 2022 and the results of its operations and cash flows for the financial year.
- internal controls implemented by the Authority provide a reasonable assurance that the Authority's financial records are complete, accurate and reliable and were effective throughout the financial year.
- the financial statements accurately reflect the Authority's accounting and other records.


.....
Simon Grenfell

EXECUTIVE OFFICER

Date: 21 September 2022


.....
Michael Kelledy

CHAIR OF THE BOARD

Fleurieu Regional Waste Authority
Statement of Comprehensive Income
for the year ended 30 June 2022

	Notes	2022 \$	2021 \$
INCOME			
User charges	2	10,329,214	9,024,433
Grants, subsidies and contributions	2	68,477	159,570
Investment income	2	94	338
Reimbursements	2	2,309	7,140
Other income	2	6,416	30,009
Total Income		10,406,510	9,221,490
EXPENSES			
Employee costs	3	3,082,003	3,084,886
Materials, contracts & other expenses	3	5,846,845	15,238,693
Depreciation, amortisation & impairment	3	812,499	659,550
Finance costs	3	74,799	99,545
Total Expenses		9,816,146	19,082,674
OPERATING SURPLUS / (DEFICIT)		590,364	(9,861,184)
Asset disposal & fair value adjustments	4	-	12,821
NET SURPLUS / (DEFICIT) (transferred to Equity Statement)		590,364	(9,848,363)
Total Other Comprehensive Income		-	-
TOTAL COMPREHENSIVE INCOME		590,364	(9,848,363)

This Statement is to be read in conjunction with the attached Notes.

Fleurieu Regional Waste Authority
Statement of Financial Position
as at 30 June 2022

ASSETS	Notes	2022	2021
		\$	\$
Current Assets			
Cash and cash equivalents	5	2,589,732	1,385,180
Trade & other receivables	5	505,597	894,345
Inventories	5	70,256	92,353
Total Current Assets		3,165,585	2,371,878
Non-current Assets			
Infrastructure, property, plant & equipment	6	4,535,828	4,327,509
Total Non-current Assets		4,535,828	4,327,509
Total Assets		7,701,413	6,699,387
LIABILITIES			
Current Liabilities			
Trade & other payables	7	2,613,682	2,271,337
Borrowings	7	599,223	810,587
Provisions	7	5,646,493	10,335,665
Total Current Liabilities		8,859,398	13,417,589
Non-current Liabilities			
Borrowings	7	7,179,209	2,190,843
Provisions	7	46,066	64,579
Total Non-current Liabilities		7,225,275	2,255,422
Total Liabilities		16,084,673	15,673,011
NET ASSETS		(8,383,260)	(8,973,624)
EQUITY			
Accumulated Surplus		(8,383,260)	(8,973,624)
TOTAL EQUITY		(8,383,260)	(8,973,624)

This Statement is to be read in conjunction with the attached Notes.

Fleurieu Regional Waste Authority
Statement of Changes in Equity
for the year ended 30 June 2022

2022	Notes	Acc'd Surplus \$	Asset Rev'n Reserve \$	Other Reserves \$	TOTAL EQUITY \$
Balance at end of previous reporting period		(8,973,624)	-	-	(8,973,624)
Net Surplus / (Deficit) for Year		590,364			590,364
Balance at end of period		(8,383,260)	-	-	(8,383,260)
2021					
Balance at end of previous reporting period		874,739	-	-	874,739
Net Surplus / (Deficit) for Year		(9,848,363)			(9,848,363)
Other Comprehensive Income					
Balance at end of period		(8,973,624)	-	-	(8,973,624)

This Statement is to be read in conjunction with the attached Notes

Fleurieu Regional Waste Authority

Statement of Cash Flows

for the year ended 30 June 2022

		2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES	Notes	\$	\$
Receipts:			
User charges		10,888,223	9,115,302
Investment receipts		94	338
Grants utilised for operating purposes		68,477	159,570
Reimbursements		2,309	-
Other revenues		6,416	-
Payments:			
Employee costs		(3,130,843)	(3,084,886)
Materials, contracts & other expenses		(10,357,668)	(5,948,671)
Finance payments		(28,640)	(104,056)
Net Cash provided by (or used in) Operating Activities	8	(2,551,632)	137,597
 CASH FLOWS FROM INVESTING ACTIVITIES			
Receipts:			
Sale of replaced assets		-	153,956
Payments:			
Expenditure on renewal/replacement of assets		(609,263)	(948,344)
Expenditure on new/upgraded assets		(411,555)	(22,370)
Net Cash provided by (or used in) Investing Activities		(1,020,818)	(816,758)
 CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts:			
Proceeds from borrowings		5,587,589	785,980
Payments:			
Repayments of borrowings		(810,587)	(704,867)
Net Cash provided by (or used in) Financing Activities		4,777,002	81,113
Net Increase (Decrease) in cash held		1,204,552	(598,048)
 Cash & cash equivalents at beginning of period	8	1,385,180	1,983,228
Cash & cash equivalents at end of period	8	2,589,732	1,385,180

This Statement is to be read in conjunction with the attached Notes

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 1 - Significant Accounting Policies

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

1 Basis of Preparation

1.1 Compliance with Australian Accounting Standards

This general purpose financial report has been prepared in accordance with Australian Accounting Standards as they apply to not-for-profit entities, other authoritative pronouncements of the Australian Accounting Standards Board, Interpretations and relevant South Australian legislation.

The financial report was authorised for issue by certificate under regulation 14 of the Local Government (Financial Management) Regulations 2011 dated 21 September 2022.

1.2 Historical Cost Convention

Except as stated below, these financial statements have been prepared in accordance with the historical cost convention.

1.3 Critical Accounting Estimates

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates and requires management to exercise its judgement in applying the Authority's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are specifically referred to in the relevant sections of this Note.

1.4 Rounding

All amounts in the financial statements have been rounded to the nearest dollar.

1.5 Covid-19

The COVID-19 pandemic has impacted the 2021/22 financial statements. The financial impacts are a direct result of either the Authority's response to the pandemic or due to mandatory shutdowns as directed by the Australian Government and the advice from the Australian Government Department of Health and SA Health.

Examples include; The closure of sites between the 21 July and 27 July 2021 whereby only contractors disposing of waste from septic tanks were permitted on site and other economic losses were incurred through sick leave and additional wages required to ensure critical functions were maintained.

To reduce the impact of Covid-19 the Authority has worked to reduce discretionary expenditure in the short term to help mitigate the effect of the reduced revenue and increased costs. It is expected further financial impacts will flow into the 2022/23 financial year but these have been largely taken into account during the development of the budget process for 2022/23. The budget assumptions for 2022/23 assume a continued easing of restrictions put in place by the government. the Authority has determined that there is no material uncertainty that casts doubt on the Authority's ability to continue as a going concern.

2 The Local Government Reporting Entity

The Fleurieu Regional Waste Authority is incorporated under the SA Local Government Act 1999 and has its principal place of business at 1226 Port Elliot Road, Goolwa South Australia. These consolidated financial statements include the Authority's direct operations and all entities through which the Authority controls resources to carry on its functions. In the process of reporting on the Authority as a single unit, all transactions and balances between activity areas and controlled entities have been eliminated.

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 1 - Significant Accounting Policies

3 Income recognition

3.1 Revenue

The Authority recognises revenue under AASB 1058 Income of Not-for-Profit Entities (AASB 1058) or AASB 15 Revenue from Contracts with Customers (AASB 15) when appropriate.

In cases where there is an 'enforceable' contract with a customer with 'sufficiently specific' performance obligations, the transaction is accounted for under AASB 15 where income is recognised when (or as) the performance obligations are satisfied (i.e. when it transfers control of a product or service to a customer). Revenue is measured based on the consideration to which the Authority expects to be entitled in a contract with a customer.

In other cases, AASB 1058 applies when a not-for-profit (NFP) entity enters into transactions where the consideration to acquire an asset is significantly less than the fair value of the asset principally to enable the entity to further its objectives. The excess of the asset recognised (at fair value) over any 'related amounts' is recognised as income immediately, except in the case where a financial asset has been received to enable the Authority to acquire or construct a recognisable non-financial asset that is to be controlled by the Authority. In this case, the Authority recognises the excess as a liability that is recognised over time in profit and loss when (or as) the entity satisfies its obligations under the transfer.

Council Contributions

Revenue from Council contributions is recognised as the services are performed over the financial year.

Waste Disposal Operations

Revenue from waste disposal operations is recognised at the point in time the service is provided to the customer.

4 Cash, Cash Equivalents and Other Financial Instruments

4.1 Cash, Cash Equivalent Assets

Cash assets include all amounts readily convertible to cash on hand at the Authority's option with an insignificant risk of changes in value with a maturity of three months or less from the date of acquisition.

4.2 Other Financial Instruments

All receivables are reviewed as at the reporting date and adequate allowance made for amounts the receipt of which is considered doubtful.

All financial instruments are recognised at fair value at the date of recognition. A detailed statement of the accounting policies applied to financial instruments also form part of Note 9.

5 Inventories

Inventories held in respect of stores have been valued by using the weighted average cost on a continual basis, after adjustment for loss of service potential. Inventories held in respect of business undertakings have been valued at the lower of cost and net realisable value.

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 1 - Significant Accounting Policies

6 Infrastructure, Property, Plant & Equipment

6.1 Initial Recognition

All assets are initially recognised at cost. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition.

All non-current assets purchased or constructed are capitalised as the expenditure is incurred and depreciated as soon as the asset is held "ready for use". Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition, including architects' fees and engineering design fees and all other costs incurred. The cost of non-current assets constructed by the Authority includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overhead.

Capital works still in progress at balance date are recognised as other non-current assets and transferred to infrastructure, property, plant & equipment when completed ready for use.

6.2 Materiality

Assets with an economic life in excess of one year are only capitalised where the cost of acquisition exceeds materiality thresholds established by the Authority for each type of asset. In determining (and in annually reviewing) such thresholds, regard is had to the nature of the asset and its estimated service life. Examples of capitalisation thresholds applied during the year are given in Note 6. No capitalisation threshold is applied to the acquisition of land or interests in land.

6.3 Subsequent Recognition

All material asset classes are revalued on a regular basis such that the carrying values are not materially different from fair value. Significant uncertainties exist in the estimation of fair value of a number of asset classes including land, buildings and associated structures and infrastructure. Further detail of these uncertainties, and of existing valuations, methods and valuers are provided at Note 6.

6.4 Depreciation of Non-Current Assets

Other than land, all infrastructure, property, plant and equipment assets recognised are systematically depreciated over their useful lives on a straight-line basis which, in the opinion of the Authority, best reflects the consumption of the service potential embodied in those assets.

Depreciation methods, useful lives and residual values of classes of assets are reviewed annually.

6.5 Impairment

Assets whose future economic benefits are not dependent on the ability to generate cash flows, and where the future economic benefits would be replaced if the Authority were deprived thereof, are not subject to impairment testing.

Other assets that are subject to depreciation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount (which is the higher of the present value of future cash inflows or value in use).

Where an asset that has been revalued is subsequently impaired, the impairment is first offset against such amount as stands to the credit of that class of assets in Asset Revaluation Reserve, any excess being recognised as an expense.

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 1 - Significant Accounting Policies

7 Payables

7.1 Goods & Services

Creditors are amounts due to external parties for the supply of goods and services and are recognised as liabilities when the goods and services are received. Creditors are normally paid 30 days after the month of invoice. No interest is payable on these amounts.

7.2 Payments Received in Advance & Deposits

Amounts received from external parties in advance of service delivery, and security deposits held against possible damage to Authority assets, are recognised as liabilities until the service is delivered or damage reinstated, or the amount is refunded as the case may be.

8 Contract Liabilities

Contract liabilities represent the Authority's obligation to transfer goods and services to a customer and are recognised when a customer pays consideration, or when the Authority recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the Authority has transferred the goods or services to the customer.

8 Borrowings

Borrowings are initially recognised at fair value net of transaction costs incurred and are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the income statement over the period of the borrowings using the effective interest method.

Loans are carried at their principal amounts which represent the present value of future cash flows associated with servicing the debt. Interest is accrued over the period to which it relates and is recorded as part of "Payables". Interest free loans are carried at their nominal amounts; interest revenues foregone by the lender effectively being a reduction of interest expense in the period to which it relates.

9 Provisions

9.1 Employee Benefits

Liabilities for employees' entitlements to salaries, wages and compensated absences expected to be paid or settled within 12 months of reporting date are accrued at nominal amounts (including payroll based on costs) measured in accordance with AASB 119.

Liabilities for employee benefits not expected to be paid or settled within 12 months are measured as the present value of the estimated future cash outflows (including payroll based on costs) to be made in respect of services provided by employees up to the reporting date. Present values are calculated using government guaranteed securities rates with similar maturity terms.

Weighted average discount rate	1.25% (2021: 0.26%)
Weighted average settlement period	1.6 years (2021: 1.6 years)

No accrual is made for sick leave as the Authority experience indicates that, on average, sick leave taken in each reporting period is less than the entitlement accruing in that period, and this experience is expected to recur in future reporting periods. The Authority does not make payment for untaken sick leave.

Superannuation:

The Authority makes employer superannuation contributions in respect of its employees to the Statewide Superannuation Scheme. The Scheme has two types of membership, each of which is funded differently. Details of the accounting policies applied and the Authority's involvement with the schemes are reported in Note 12.

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 1 - Significant Accounting Policies

9.2 Provisions for reinstatement, restoration, rehabilitation.

Close down and restoration costs include the dismantling and demolition of infrastructure and the removal of residual materials and remediation and rehabilitation of disturbed areas. Estimated close down and restoration costs are provided for in the accounting period when the obligation arising from the related disturbance occurs and are carried at the net present value of estimated future costs.

Although estimated future costs are based on a closure plan, such plans are based on current environmental requirements which may change. The Authority's policy to maximise recycling is extending the operational life of these facilities, and significant uncertainty exists in the estimation of the future closure date.

12 GST Implications

In accordance with UIG Abstract 1031 "Accounting for the Goods & Services Tax"

- Receivables and Creditors include GST receivable and payable.
- Except in relation to input taxed activities, revenues and operating expenditures exclude GST receivable and payable.
- Non-current assets and capital expenditures include GST net of any recoupment.
- Amounts included in the Statement of Cash Flows are disclosed on a gross basis.

13 New and amended standards and interpretations

The Authority applied for the first-time certain standards and amendments, which are effective for annual periods beginning on or after 1 January 2021. New standards and amendments relevant to the Authority are listed below. The Authority has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

Amendments to AASB 16 Covid-19 Related Rent Concessions:

In 2020, the AASB issued AASB 2020-4, Amendments to AASs - Covid-19-Related Rent Concessions. The amendments provide relief to lessees from applying AASB 16 guidance on lease modification accounting for rent concessions arising as a direct consequence of the Covid-19 pandemic. As a practical expedient, a lessee may elect not to assess whether a Covid-19 related rent concession from a lessor is a lease modification. A lessee that makes this election accounts for any change in lease payments resulting from the Covid-19 related rent concession the same way it would account for the change under IFRS 16, if the change were not a lease modification. The amendment was intended to apply until 30 June 2021, but as the impact of the Covid-19 pandemic is continuing, in 2021 the AASB extended the period of application of the practical expedient to 30 June 2022. The amendment applies to annual reporting periods beginning on or after 1 April 2021. This amendment had no impact on the consolidated financial statements of the Group.

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 2 - INCOME

	Notes	2022 \$	2021 \$
USER CHARGES			
Council Contributions		7,131,793	6,271,291
Waste Disposal Operations		3,197,421	2,753,142
		10,329,214	9,024,433
INVESTMENT INCOME			
Interest on investments:			
Banks & other		94	338
		94	338
REIMBURSEMENTS			
- other		2,309	7,140
		2,309	7,140
OTHER INCOME			
Sundry		6,416	30,009
		6,416	30,009
GRANTS, SUBSIDIES, CONTRIBUTIONS			
Other grants, subsidies and contributions		68,477	159,570
		68,477	159,570
Sources of grants			
<i>State government</i>		68,477	159,570
		68,477	159,570

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 3 - EXPENSE

	Notes	2022 \$	2021 \$
EMPLOYEE COSTS			
Salaries and Wages		2,505,927	2,458,191
Employee leave expense		150,275	204,117
Superannuation - defined contribution plan contributions	12	228,280	217,712
Superannuation - defined benefit plan contributions	12	13,110	19,876
Workers' Compensation Insurance		127,995	126,584
Other		56,416	58,406
Total Operating Employee Costs		3,082,003	3,084,886
Total Number of Employees		29	32
<i>(Full time equivalent at end of reporting period)</i>			
MATERIALS, CONTRACTS & OTHER EXPENSES			
<u>Prescribed Expenses</u>			
Auditor's Remuneration			
- Auditing the financial reports		13,600	13,000
- Auditing of internal controls		-	2,000
Bad and Doubtful Debts		4,602	-
Board member expenses		35,763	23,217
Rental Charge		85,764	85,764
Subtotal - Prescribed Expenses		139,729	123,981
<u>Other Materials, Contracts & Expenses</u>			
Contractors		1,753,377	11,632,823
Energy		664,472	554,708
Waste Disposal		2,111,289	1,853,719
Maintenance		572,909	413,486
Legal Expenses		2,319	4,741
Parts, accessories & consumables		168,928	154,317
Professional services		66,814	93,384
Sundry		367,008	407,534
Subtotal - Other Materials, Contracts & Expenses		5,707,116	15,114,712
INDIVIDUALLY SIGNIFICANT ITEMS			
<i>Provision for remediation costs</i>	1.3,7,15	-	9,877,286

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 3 - EXPENSE Cont...

DEPRECIATION, AMORTISATION & IMPAIRMENT

Depreciation

Plant, Machinery & equipment	812,499	659,550
	812,499	659,550

FINANCE COSTS

Interest on Loans	74,799	99,545
	74,799	99,545

Note 4 - ASSET DISPOSALS AND FAIR VALUE ADJUSTMENTS

		2022	2021
	Notes	\$	\$
INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT			
<i>Assets renewed or directly replaced</i>			
Proceeds from disposal		-	153,956
Less: Carrying amount of assets sold		-	141,135
Gain (Loss) on disposal		-	12,821
NET GAIN (LOSS) ON DISPOSAL OR REVALUATION OF ASSETS		-	12,821

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 5 - CURRENT ASSETS

	Notes	2022 \$	2021 \$
CASH & EQUIVALENT ASSETS			
Cash on Hand and at Bank		2,506,160	455,186
Deposits at Call		83,572	929,994
		<u>2,589,732</u>	<u>1,385,180</u>
TRADE & OTHER RECEIVABLES			
Debtors - general		251,898	892,920
GST Recoupment		255,437	-
Prepayments		1,788	1,425
Total		509,123	894,345
Less: Allowance for Doubtful Debts		(3,526)	-
		<u>505,597</u>	<u>894,345</u>

Amounts included in other financial assets that are not expected to be received within 12 months of reporting date are disclosed in Note 9.

INVENTORIES

Stores & Materials		70,256	92,353
		<u>70,256</u>	<u>92,353</u>

Aggregate write-downs and other losses recognised as an expense, and reversals of these, were not material in amount in either year. All such reversals occurred principally as a result of clerical inaccuracies during stores operations.

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 6 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT (IPP&E)

		2021 \$'000				2022 \$'000			
	Fair Value Level	Fair Value	Cost	Acc' Dep'n	Carrying Amount	Fair Value	Cost	Acc' Dep'n	Carrying Amount
Plant, Machinery & equipment	2	-	7,268,743	(2,941,234)	4,327,509	-	8,289,561	(3,753,733)	4,535,828
Total IPP&E		-	7,268,743	(2,941,234)	4,327,509	-	8,289,561	(3,753,733)	4,535,828
Comparatives			7,370,860	3,216,090	4,154,770	-	7,268,743	(2,941,234)	4,327,509

	2021	Carrying Amounts Movement During the Year							2022	
	\$	\$							\$	
	Carrying Amount	Additions		Disposals	Dep'n	Impair't	Transfers		Net Reval'n	Carrying Amount
	New / Upgrade	Renewals	In				Out			
Plant, Machinery & equipment	4,327,509	411,555	609,263	-	(812,499)	-	-	-	-	4,535,828
Total IPP&E	4,327,509	411,555	609,263	-	(812,499)	-	-	-	-	4,535,828
Comparatives	4,154,770	22,370	951,054	(141,135)	(659,550)	-	-	-	-	4,327,509

This note continues on the following pages.

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 6 (con't) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

Valuation of Assets

General Valuation Principles

Plant, Machinery & Equipment

Plant, Machinery & Equipment are recognised on a cost basis.

Capitalisation thresholds used by the Authority for a representative range of assets are shown below. No capitalisation threshold is applied to the acquisition of land or interests in land.

Office Equipment	5,000
Other Plant & Equipment	5,000
Buildings - new construction/extensions	10,000

Estimated Useful Lives: Useful lives are estimated for each individual asset. In estimating useful lives, regard is had to technical and commercial obsolescence, as well as legal and other limitations on continued use. The range of useful lives for a representative range of assets is shown below, although individual assets may have an estimated total useful life of greater or lesser amount:

Plant, Furniture & Equipment	3 to 20 years
Building & Other Structures	30 to 80 years

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 7 - LIABILITIES

	Notes	2022		2021	
		Current	Non-current	Current	Non-current
TRADE & OTHER PAYABLES					
Goods & Services		718,505	-	742,722	-
Payments received in advance - contract liabilities		747,380	-	829,393	-
Accrued expenses - employee entitlements		232,819	-	189,781	-
Accrued expenses - other		669,199	-	509,441	-
GST Payable		245,779	-	-	-
		2,613,682	-	2,271,337	-

BORROWINGS

Loans		599,223	7,179,209	810,587	2,190,843
		599,223	7,179,209	810,587	2,190,843

All interest bearing liabilities are secured over the future revenues of the Council.

PROVISIONS

LSL Employee entitlements (including oncosts)		217,425	46,066	219,956	64,579
Provision for rock crushing		383,788	-	182,021	-
Provision for remediation costs	1.3,7,15	4,977,505	-	9,877,286	-
Other Provisions		67,775	-	56,402	-
		5,646,493	46,066	10,335,665	64,579

In March 2021, the Authority undertook testing of its recycled road base material at the Goolwa Waste and Recycling Depot and found that the stockpile contained asbestos. The Authority notified the South Australian Environment Protection Authority in March 2021 and engaged a consultant to assist in the coordination and removal of asbestos containing material from identified properties in South Australia, in accordance with specific remediation plans.

A provision for remediation costs was recognised at 30 June 2021 and represents the Board's best estimate of the costs that may be incurred in relation to the coordination and removal of asbestos containing material from identified properties.

Remediation works commenced in July 2021 and have continued during the financial year ended 30 June 2022. The Board estimate that the majority of the remediation costs will be incurred, and remediation works completed, within the next 12 months.

This provision is a significant estimate as outlined in Note 1.3.

CONTRACT LIABILITIES

Revenues received in advance					
Additional collection services		83,125	-	83,125	-
Council contributions		746,268	-	746,268	-
		829,393	-	829,393	-

The Authority's Board approved the retention of Surplus Council Contributions as at 30 June 2021 for each constituent Council to fund the asbestos contaminated material remediation project.

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 8 - RECONCILIATION TO CASH FLOW STATEMENT

(a) Reconciliation of Cash

Cash Assets comprise highly liquid investments with short periods to maturity subject to insignificant risk of changes of value. Cash at the end of the reporting period as shown in the Cash Flow Statement is reconciled to the related items in the Balance Sheet as follows:

	Notes	2022 \$	2021 \$
Total cash & equivalent assets	5	2,589,732	1,385,180
Balances per Cash Flow Statement		<u>2,589,732</u>	<u>1,385,180</u>

(b) Reconciliation of Change in Net Assets to Cash from Operating Activities

Net Surplus (Deficit)	590,364	(9,848,363)
Non-cash items in Income Statement		
Depreciation, amortisation & impairment	812,499	659,550
Net increase (decrease) in unpaid employee benefits	21,994	8,460
Change in allowances for under-recovery	3,526	
Net (Gain) Loss on Disposals	-	(12,821)
	<u>1,428,383</u>	<u>(9,193,174)</u>
Add (Less): Changes in Net Current Assets		
Net (increase) decrease in receivables	631,001	(401,773)
Net (increase) decrease in inventories	22,097	1,920
Net (increase) decrease in other current assets	-	(10,317)
Net increase (decrease) in trade & other payables	53,528	9,892,287
Net increase (decrease) in other provisions	(4,686,641)	(151,346)
Net Cash provided by (or used in) operations	<u>(2,551,632)</u>	<u>137,597</u>

(d) Financing Arrangements

Unrestricted access was available at balance date to the following lines of credit:

Bank Overdrafts		
Corporate Credit Cards	10,000	10,000
LGFA Cash Advance Debenture facility	6,421,863	857,115

The bank overdraft facilities may be drawn at any time and may be terminated by the bank without notice.

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 9 - FINANCIAL INSTRUMENTS

All financial instruments are categorised as *loans and receivables*.

Accounting Policies - Recognised Financial Instruments

**Bank, Deposits at Call, Short
Term Deposits**

Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost, interest is recognised when earned

Terms & conditions: Deposits are returning fixed interest rates between 0.01% and 1.05% (2021: 0.01% and 0.05%).

Carrying amount: approximates fair value due to the short term to maturity.

**Receivables - Fees & other
charges**

Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.

Terms & conditions: Unsecured, and do not bear interest. The Authority is not materially exposed to any individual debtor.

Carrying amount: approximates fair value (after deduction of any allowance).

**Receivables - other levels of
government**

Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.

Terms & conditions: Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of State and Federal Governments.

Carrying amount: approximates fair value.

Liabilities - Creditors and Accruals

Accounting Policy: Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Authority.

Terms & conditions: Liabilities are normally settled on 30 day terms.

Carrying amount: approximates fair value.

**Liabilities - Interest Bearing
Borrowings**

Accounting Policy: initially recognised at fair value and subsequently at amortised cost, interest is charged as an expense using the effective interest rate.

Terms & conditions: secured over future revenues, debenture loan borrowings are repayable in six-monthly instalments; interest is charged at fixed rates between 1.8 % and 4.8% (2021: 1.8% and 4.8%) and cash advance debentures require interest only at variable rates between 2.05% and 2.8% (2021: 1.3% and 2.2%).

Carrying amount: approximates fair value.

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 9 - FINANCIAL INSTRUMENTS (con't)

Liquidity Analysis

2022	Due < 1 year	Due > 1 year ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets					
	\$	\$	\$	\$	\$
Cash & Equivalents	2,589,732	-	-	2,589,732	2,589,732
Receivables	505,597	-	-	505,597	503,809
Total	3,095,329	-	-	3,095,329	3,093,541
Financial Liabilities					
Payables	1,711,664	-	-	1,711,664	1,711,664
Current Borrowings	813,799	-	-	813,799	599,223
Non-Current Borrowings	-	2,951,149	5,734,924	8,686,073	7,179,209
Total	2,525,463	2,951,149	5,734,924	11,211,536	9,490,096
2021	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets					
	\$	\$	\$	\$	\$
Cash & Equivalents	1,385,180	-	-	1,385,180	1,385,180
Receivables	894,345	-	-	894,345	894,345
Total	2,279,525	-	-	2,279,525	2,279,525
Financial Liabilities					
Payables	1,572,115	-	-	1,572,115	1,572,115
Current Borrowings	503,853	-	-	503,853	433,250
Non-Current Borrowings	-	1,817,422	877,975	2,695,397	2,545,657
Total	2,075,968	1,817,422	877,975	4,771,365	4,551,022

The following interest rates were applicable to Council's borrowings at balance date:

	30 June 2022		30 June 2021	
	Weighted Average Interest Rate	Carrying Value	Weighted Average Interest Rate	Carrying Value
	%	\$	%	\$
Other Variable Rates	2.63	1,743,117	1.73	1,532,865
Fixed Interest Rates	3.65	6,035,315	2.55	1,468,565
		<u>7,778,432</u>		<u>3,001,430</u>

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 9 - FINANCIAL INSTRUMENTS (con't)

Net Fair Value

All carrying values approximate fair value for all recognised financial instruments. There is no recognised market for the financial assets of the Council.

Risk Exposures:

Credit Risk represents the loss that would be recognised if counterparties fail to perform as contracted. The maximum credit risk on financial assets of the Authority is the carrying amount, net of any impairment. All Authority investments are made with the SA Local Government Finance Authority and are guaranteed by the SA Government. Except as detailed in Notes 5 & 6 in relation to individual classes of receivables, exposure is concentrated within the Authority's boundaries, and there is no material exposure to any individual debtor.

Market Risk is the risk that fair values of financial assets will fluctuate as a result of changes in market prices. All of the Authority's financial assets are denominated in Australian dollars and are not traded on any market, and hence neither market risk nor currency risk apply.

Liquidity Risk is the risk that the Authority will encounter difficulty in meeting obligations with financial liabilities. In accordance with the model Treasury Management Policy (LGA Information Paper 15), liabilities have a range of maturity dates. The Authority also has available a range of bank overdraft and standby borrowing facilities that it can access.

Interest Rate Risk is the risk that future cash flows will fluctuate because of changes in market interest rates. The Authority has a balance of both fixed and variable interest rate borrowings and investments. Cash flow fluctuations are managed holistically in seeking to minimise interest costs over the longer term in a risk averse manner.

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 10 - FINANCIAL INDICATORS

	2022	2021	2020
Operating Surplus Ratio			
<u>Operating Surplus</u>	5.7%	-107.0%	0.6%
Total Operating Income			

This ratio expresses the operating surplus as a percentage of total operating revenue.

Net Financial Liabilities Ratio

<u>Net Financial Liabilities</u>	125%	145%	37%
Total Operating Income			

Net Financial Liabilities are defined as total liabilities less financial assets. These are expressed as a percentage of total operating revenue.

The Authority's current Net Financial Liabilities Ratio is a result of borrowings required to remediate properties affected by asbestos contaminated material. These borrowings will be paid down over 15 years to return the Net Financial Liabilities Ratio to a similar level as 2020.

Asset Renewal Funding Ratio

<u>Outlays on Existing Assets</u>	52%	107%	87%
Asset Renewals - IAMP			

Net asset renewals expenditure is defined as net capital expenditure on the renewal and replacement of existing assets, and excludes new capital expenditure on the acquisition of additional assets.

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 11 - UNIFORM PRESENTATION OF FINANCES

The following is a high level summary of both operating and capital investment activities of the Council prepared on a simplified Uniform Presentation Framework basis.

All Councils in South Australia have agreed to summarise annual budgets and long-term financial plans on the same basis.

The arrangements ensure that all Councils provide a common 'core' of financial information, which enables meaningful comparisons of each Council's finances.

	2022		2021
	\$		\$
Income	10,406,510		9,221,490
Expenses	(9,816,146)		<u>(19,082,674)</u>
Operating Surplus / (Deficit)	590,364		<u>(9,861,184)</u>
 Net Outlays on Existing Assets			
Capital Expenditure on renewal and replacement of Existing Assets	(609,263)		(948,344)
Add back Depreciation, Amortisation and Impairment	812,499		659,550
Proceeds from Sale of Replaced Assets	<u>-</u>		<u>153,956</u>
	203,236		<u>(134,838)</u>
 Net Outlays on New and Upgraded Assets			
Capital Expenditure on New and Upgraded Assets <i>(including investment property & real estate developments)</i>	(411,555)		(22,370)
Amounts received specifically for New and Upgraded Assets	-		-
Proceeds from Sale of Surplus Assets <i>(including investment property and real estate developments)</i>	<u>-</u>		<u>-</u>
	(411,555)		<u>(22,370)</u>
Net Lending / (Borrowing) for Financial Year	382,045		<u>(10,018,392)</u>

Fleurieu Regional Waste Authority
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 12 – SUPERANNUATION

The Authority makes employer superannuation contributions in respect of its employees to Statewide Super (formerly Local Government Superannuation Scheme). There are two types of membership, each of which is funded differently. Permanent and contract employees of the South Australian Local Government sector with Salarylink benefits prior to 24 November 2009 have the option to contribute to the Accumulation section and/or Salarylink. All other employees (including casuals) have all contributions allocated to the Accumulation section.

Accumulation only Members

Accumulation only members receive both employer and employee contributions on a progressive basis. Employer contributions are based on a fixed percentage of ordinary time earnings in accordance with superannuation guarantee legislation (10.0% in 2020-21; 10.0% in 2021-22). No further liability accrues to the Authority as the superannuation benefits accruing to employees are represented by their share of the net assets of the Fund.

Salarylink (Defined Benefit Fund) Members

Salarylink is a defined benefit scheme where the benefit payable is based on a formula determined by the member's contribution rate, number of years and level of contribution and final average salary. The Authority makes employer contributions to Salarylink as determined by the Fund's Trustee based on advice from the appointed Actuary. The rate is currently 6.3% (6.3% in 2020-21) of "superannuation" salary.

In addition, the Authority makes a separate contribution of 3% of ordinary time earnings for Salarylink members to their Accumulation account. Employees also make member contributions to the Salarylink section of the Fund. As such, assets accumulate in the Salarylink section of the Fund to meet the member's benefits, as defined in the Trust Deed, as they accrue.

The Salarylink section is a multi-employer sponsored plan. As the Salarylink section's assets and liabilities are pooled and are not allocated by each employer, and employees may transfer to another employer within the local government sector and retain membership of the Fund, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided by AASB 119.34(a), the Authority does not use defined benefit accounting for these contributions.

The most recent actuarial investigation was conducted by the Fund's actuary, Louise Campbell, FIAA, of Willis Towers Watson as at 30 June 2022. The Trustee has determined that the current funding arrangements are adequate for the expected Salarylink liabilities. However, future financial and economic circumstances may require changes to the Authority's contribution rates at some future time.

Contributions to Other Superannuation Schemes

the Authority also makes contributions to other superannuation schemes selected by employees under the "choice of fund" legislation. All such schemes are of the accumulation type, where the superannuation benefits accruing to the employee are represented by their share of the net assets of the scheme, and no further liability attaches to the the Authority.

Fleurieu Regional Waste Authority

Notes to and forming part of the Financial Statements

for the year ended 30 June 2022

Note 13 - CONTINGENT ASSETS AND CONTINGENT LIABILITIES

At times there are contingencies, assets and liabilities that do not qualify for recognition in the Balance Sheet but knowledge of those items is considered relevant to the user of the financial report in making and evaluating decisions about the allocation of scarce resources. From our knowledge there are no known contingencies, assets or liabilities that should be disclosed that have not been included in the balance sheet.

Note 14 - RELATED PARTY DISCLOSURES

KEY MANAGEMENT PERSONNEL

The Key Management Personnel of the Authority include the Independent Board Chair, External Member of the Audit Committee and Executive Officer under section 112 of the Local Government Act 1999. In all, 3 persons were paid the following total compensation:

	2022	2021
	\$	\$
Salaries, allowances & other short term benefits	199,463	183,379
Post-employment benefits	14,740	14,740
Long term benefits	-	4,803
Termination benefits	-	-
TOTAL	214,203	202,922

Note 15 - ECONOMIC DEPENDENCE

A provision for remediation costs of \$4,977,505 has been recognised at 30 June 2022 (2021: \$9,877,286) (refer to Notes 1.3, 3 and 7). As a result, the Authority's current liabilities exceed its current assets at 30 June 2022 by \$5,693,813 (2021: \$11,045,711) and the Authority has a net deficiency of \$8,383,260 (2021: \$8,973,627).

The financial statements of the Authority have been prepared on a going concern basis as its Charter includes a requirement for additional financial contributions to be made by the Constituent Councils due to the insufficient working capital available to meet the Authority's estimated financial obligations, and in accordance with Section 31 of Part 2 of Schedule 2 of the Local Government Act 1999, the liabilities incurred by a regional subsidiary are guaranteed by the Constituent Councils.

Bentleys SA Audit Partnership

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE FLEURIEU REGIONAL WASTE AUTHORITY

Opinion

We have audited the accompanying financial report of the Fleurieu Regional Waste Authority, which comprises the statement of financial position as at 30 June 2022, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the Certification of the Financial Statements.

In our opinion, the financial report gives a true and fair view of the financial position of the Fleurieu Regional Waste Authority as of 30 June 2022, and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards and the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation of the financial report, which gives a true and fair view in accordance with Australian Accounting Standards and the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011*, and for such internal control as the committee and management determines is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

BENTLEYS SA AUDIT PARTNERSHIP



DAVID FRANCIS
PARTNER

Dated at Adelaide this 26th day of September 2022

Bentleys SA Audit Partnership

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INDEPENDENT ASSURANCE REPORT ON INTERNAL CONTROLS OF FLEURIEU REGIONAL WASTE AUTHORITY

Opinion

We have audited the compliance of the Fleurieu Regional Waste Authority (the Authority) with the requirements of *Section 125 of the Local Government Act 1999* in relation to the Internal Controls established by the Authority to ensure that financial transactions relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities for the period 1 July 2021 to 30 June 2022 are in accordance with legislative provisions.

In our opinion, the Authority has complied, in all material respects, with *Section 125 of the Local Government Act 1999* in relation to Internal Controls, established by the Authority in relation to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities so as to provide reasonable assurance that the financial transactions of the Authority have been conducted properly and in accordance with legislative provisions for the period 1 July 2021 to 30 June 2022.

Limitation on Use

This report has been prepared for the members of the Authority in accordance with *Section 129 of the Local Government Act 1999* in relation to Internal Controls specified above. We disclaim any assumption of responsibility for any reliance on this report to any persons or users other than the members of the Authority, or for any purpose other than that for which it was prepared.

Limitations of Controls

Because of the inherent limitations of any internal control structure it is possible that, even if the controls are suitably designed and operating effectively, the control objectives may not be achieved so that fraud, error, or non-compliance with laws and regulations may occur and not be detected.

An assurance engagement on internal controls is not designed to detect all instances of controls operating ineffectively as it is not performed continuously throughout the period and the tests performed are on a sample basis. Any projection of the outcome of the evaluation of controls to future periods is subject to the risk that the controls may become inadequate because of changes in conditions, or that the degree of compliance with them may deteriorate.

Independence

In conducting our engagement, we have complied with the independence requirements of the Australian professional accounting bodies.

The Authority's Responsibility for the Internal Controls

The Authority is responsible for implementing and maintaining an adequate system of internal controls, in accordance with *Section 125 of the Local Government Act 1999* in relation to Internal Controls, to ensure that the receipt, expenditure and investment of money, the acquisition and disposal of property, and incurring of liabilities are in accordance with legislative provisions.

Our Responsibility

Our responsibility is to express an opinion on the Authority's compliance with *Section 125 of the Local Government Act 1999* in relation only to the Internal Controls established by the Authority to ensure that financial transactions relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities, based on our procedures. Our engagement has been conducted in accordance with applicable Australian Standards on Assurance Engagements ASAE 3000 *Assurance Engagements Other than Audits or Reviews of Historical Financial Information* and ASAE 3150 *Assurance Engagement on Controls*, issued by the Australian Auditing and Assurance Standards Board, in order to state whether, in all material respects, the Authority has complied with *Section 125 of the Local Government Act 1999* in relation only to the Internal Controls specified above for the period 1 July 2021 to 30 June 2022. ASAE 3000 also requires us to comply with the relevant ethical requirements of the Australian professional accounting bodies.

Our procedures included obtaining an understanding of internal controls in relation to the receipt, expenditure and investment of money, the acquisition and disposal of property and the incurring of liabilities, evaluating management's assessment of these internal controls, assessing the risk that a material weakness exists, and testing and evaluating the design and implementation of controls on a sample basis on the assessed risks.

BENTLEYS SA AUDIT PARTNERSHIP



DAVID FRANCIS
PARTNER

Dated at Adelaide this 26th day of September 2022

FLEURIEU REGIONAL WASTE AUTHORITY



ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2022

CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Fleurieu Regional Waste Authority for the year ended 30 June 2022, the Authority's Auditor, Bentleys SA Audit Partnership, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

This statement is prepared in accordance with the requirements of Regulation 22(3) *Local Government (Financial Management) Regulations 2011*.

A handwritten signature in blue ink, appearing to read 'M J Kelledy', is written over a horizontal dotted line. The signature is fluid and cursive.

Michael Kelledy

CHAIR OF THE BOARD
Fleurieu Regional Waste Authority

Date: 21 September 2022

FLEURIEU REGIONAL WASTE AUTHORITY



ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2022

CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Fleurieu Regional Waste Authority for the year ended 30 June 2022, the Authority's Auditor, Bentleys SA Audit Partnership, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

This statement is prepared in accordance with the requirements of Regulation 22(3) *Local Government (Financial Management) Regulations 2011*.

A handwritten signature in blue ink, appearing to read 'Simon Grenfell', is written over a horizontal dotted line.

Simon Grenfell
EXECUTIVE OFFICER
Fleurieu Regional Waste Authority

Date: 21 September 2022

FLEURIEU REGIONAL WASTE AUTHORITY



ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2022

CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Fleurieu Regional Waste Authority for the year ended 30 June 2022, the Authority's Auditor, Bentleys SA Audit Partnership, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

This statement is prepared in accordance with the requirements of Regulation 22(3) *Local Government (Financial Management) Regulations 2011*.

A handwritten signature in blue ink, appearing to read 'Nigel Morris', positioned above a dotted line.

.....
Nigel Morris
CHIEF EXECUTIVE OFFICER
Alexandrina Council

Date:

14 / 7 / 22

FLEURIEU REGIONAL WASTE AUTHORITY



ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2022

CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Fleurieu Regional Waste Authority for the year ended 30 June 2022, the Authority's Auditor, Bentleys SA Audit Partnership, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

This statement is prepared in accordance with the requirements of Regulation 22(3) *Local Government (Financial Management) Regulations 2011*.

A handwritten signature in black ink, appearing to read 'Nathan Cunningham', is positioned above a dotted line.

.....
Nathan Cunningham
CHIEF EXECUTIVE OFFICER
District Council of Yankalilla

Date: 13 July 2022

FLEURIEU REGIONAL WASTE AUTHORITY



ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2022

CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Fleurieu Regional Waste Authority for the year ended 30 June 2022, the Authority's Auditor, Bentleys SA Audit Partnership, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

This statement is prepared in accordance with the requirements of Regulation 22(3) *Local Government (Financial Management) Regulations 2011*.

A handwritten signature in black ink, appearing to read 'Karen Rokicinski', written in a cursive style.

.....
Karen Rokicinski
Acting CHIEF EXECUTIVE OFFICER
City of Victor Harbor

Date: 12 July 2022

FLEURIEU REGIONAL WASTE AUTHORITY



ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2022

CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Fleurieu Regional Waste Authority for the year ended 30 June 2022, the Authority's Auditor, Bentleys SA Audit Partnership, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

This statement is prepared in accordance with the requirements of Regulation 22(3) *Local Government (Financial Management) Regulations 2011*.

A handwritten signature in blue ink, appearing to read 'Greg Georgopoulos', is written over a horizontal dotted line.

Greg Georgopoulos
CHIEF EXECUTIVE OFFICER
Kangaroo Island Council

Date: 13th July 2022

Bentleys SA Audit Partnership

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Certification of Auditor Independence

I confirm that, for the audit of the financial statements of Fleurieu Regional Waste Authority for the year ended 30 June 2022, I have maintained my independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting Professional and Ethical Standards Board, in accordance with the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

This statement is prepared in accordance with the requirements of *Regulation 22 (5) Local Government (Financial Management) Regulations 2011*.

Bentleys SA Audit Partnership



David Francis
Partner

Dated at Adelaide this 26th August 2022