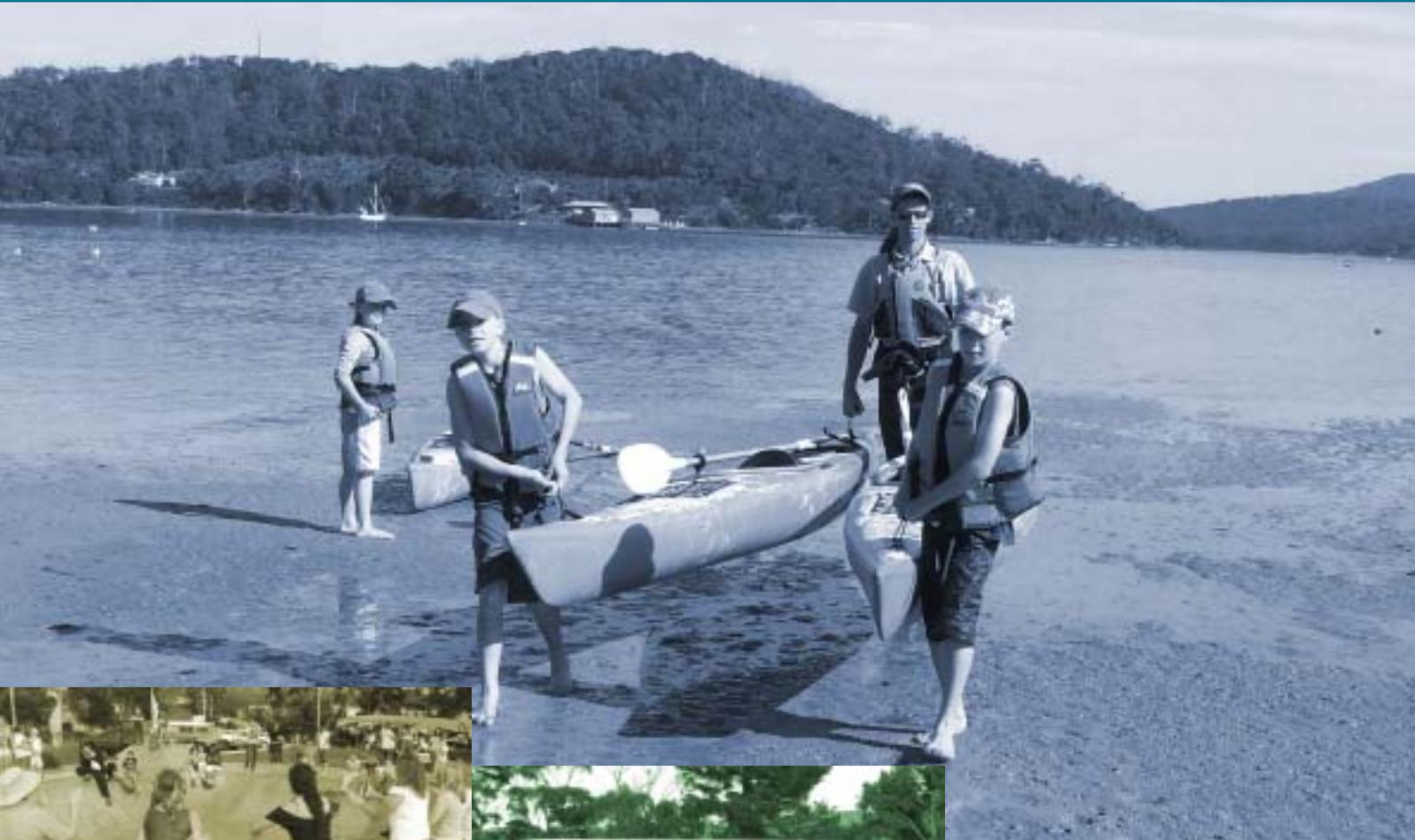




TASMAN COUNCIL

ANNUAL REPORT 2006/2007



Tasman Council Annual Report 2006/2007

Area History

The Tasman Peninsula is named after Dutch explorer Abel Tasman. At the time of first contact with Europeans, the area was the country of the Pydairerme band of the Oyster Bay tribe. Their territory was what is now known as the Tasman and Forestier Peninsulas. A narrow "neck" of land joins these two peninsulas. There is no recorded evidence of any remaining Pydairerme people on the Tasman Peninsula from the 1830s onwards, although remains of middens and stone artefacts remain in the landscape from this period.

The Tasman Peninsula convict history represents perhaps the best collection of British penal station remains in the world. This includes extant prison complexes, wharves, farms, tramways, quarries, mines, garden plots, constable stations, semaphore stations, cemeteries and other remains spread across the peninsula.

Governor George Arthur first proposed a penal settlement on the Tasman Peninsula in 1827. With its clear strategic and security possibilities, Arthur considered the site a 'natural penitentiary'.

Besides its attributes as a 'natural prison' the Tasman Peninsula was rich in natural resources – including timber, stone, clay, lime and coal. The Peninsula was close enough to Hobart to allow for a viable settlement, and to develop industries for export within and beyond Van Diemen's Land.

Port Arthur was also endowed with a protected harbour and freshwater stream. These were critical factors in the choice of site, both to ensure its viability, and to provide the capacity for large-scale convict employment.

In 1830 timber was cleared, building commenced and the first convicts arrived. Across Opossum Bay, at Point Puer, a boys' penitentiary was established in 1834.

A line of guard dogs and lamps was stationed across the narrow land bridge at Eaglehawk Neck, which proved a virtually impenetrable barrier to escaping convicts.

In the 1840s, a network of probation stations was established throughout the Tasman Peninsula. This created a more productive labour force and transformed Port Arthur into a large scale and diverse industrial complex that stretched across the Tasman Peninsula.

A 'convict railway' powered by human effort was completed in 1836 and linked Norfolk Bay and Long Bay and the Saltwater River coal mines and Eaglehawk Neck were linked by roads. A wide network of signal stations was set up in the mid-1830s that connected the settlements and the Peninsula to Hobart.

By the mid 1840s there was a decline in transported convicts, the boys penitentiary at Point Puer closed in 1849 and in 1877 the Port Arthur penal settlement closed. A new township named Carnarvon was superimposed on the remains of the former penal settlement.

The site became a tourist centre and by 1880 tours of Port Arthur were operating. The former Commandant's Residence became the Carnarvon Hotel. By 1892 Port Arthur had become an established port of call for tourists. In 1912 a local councillor estimated that 5000 tourists visited the town. (Today there is an estimated 280,000 annually visit the site).

Forestry, fishing and agriculture have been the dominant industries since the beginning of white settlement. Following the closure of the penal settlements, land around the peninsula was subdivided for farms and orchards and small rural settlements (Nubeena, Koonya, Taranna, Saltwater River, Premaydena & Eaglehawk Neck) grew out of the former probations stations. Orchardring became one of the main industries, although most of the early orchardists were dependent on the timber industry in conjunction with vegetable and dairy products.

Small schools were opened in these settlements. In the late 19th century and the early part of the 20th century there were 8 local schools situated around the Peninsula including at Port Arthur, Saltwater River, Nubeena, Eaglehawk neck, Oakwood, Taranna, Koonya, and Premaydena. By 1953 all of these had closed and the Nubeena Area School was opened in its current site. (prior to this the Nubeena school had been situated in Judd Park and then moved to where the existing CWA hall is situated).

The first hospital on the Peninsula was situated in Nubeena, although this was only open for 12 months before being moved to Koonya in 1927. This remained the hospital until 1970. In 1971 the Country District Hospital opened in Nubeena and 10 years later became the Tasman Nursing Home, until in 2003 it became the Tasman Multi-Purpose Service.

In the late 19th Century water transport was the marketing lifeline between the Peninsula, Hobart and elsewhere and jetties were erected at key locations. Some of the names of the river steamers were Taranna, Koonya, Nubeena and Cartela. A voyage when fully loaded with products and passengers may have taken between four and six hours to reach Hobart.

Orcharding remained a viable industry in the region until the 1970s. By 1990 only three commercial orchards were left on the Peninsula. Today there has been a slight resurgence in orcharding as a number of cherry and berry orchards have been established. Forestry and fishing remain dominant industries.

Small scale poultry farming blossomed into an embryo battery-chicken industry in 1953. Contract growing was initiated and chicken sheds appeared on properties in all Peninsula districts.

Today in addition to forestry and fishing the main industries include tourism, aquaculture, some niche market agriculture and health and community-services.

Tasman Council Annual Report 2006/2007

Council History

The Municipality of Tasman was proclaimed in 1907 and the first Council meeting held on 6 January 1908. Its boundaries remained the same until 1994. Before 1908 Road Trusts and the Carnarvon Town Board managed the affairs of the Peninsula.



Councillors in their own particular ward supervised the spending of allocated funds and were responsible for employing workmen to carry out necessary works, etc.

There were two venues suggested as meeting places for the Council - Premaydena and Nubeena and it was decided to meet at Premaydena Court House on the 1st Monday in the month at 10.30 a.m.

In 1926 a motion was passed to hold the meetings by rotation at Nubeena, Koonya and Carnarvon and the first meeting rotated meeting was held at Koonya on 4 February 1927.

In 1933 it was resolved to hold all future meetings at Premaydena and on 3 January 1934, meetings returned once more to the Premaydena Court House. In 1936 it was proposed to move Port Arthur but this was defeated and meetings were alternated between



Port Arthur and Nubeena until 1938 when Council Chambers were officially established in the Asylum at Port Arthur.

Upon the Council having to vacate the penal site in the early 1970s, it was decided to build next to the works depot at Nubeena and the first meeting in a building specially built as a Council Chambers was held in April 1974. In 1976 a residence was built adjacent for the Council Clerk.

In the early days of Council, road works, upkeep of jetties, education and health were very much a part of Council business. Petitions for new schools at Nubeena, Koonya and Premaydena were received and sent off to the Government supported by Council. Attendances at schools were checked by Council. Eventually an Advisory Board was set up by Council that dealt with matters pertaining to schools.

Health matters often caused concern to the council, particularly when World War I commenced, bringing a shortage of doctors. When the Doctor resigned in 1914 a Nurse was appointed District Nurse.

In 1924 it was moved that the Council try to obtain the Koonya School as a hospital and at the end of

that year it was suggested that Council should set up a Hospital Board consisting of five members.

At the beginning of 1925 the old school was offered to Council for £150 but they preferred a 99 year lease.

In 1967 a new District Nursing Centre was proposed for the Peninsula as the Council was concerned by the state of the Koonya District Nursing Centre. In 1974 a deputation waited on Council and presented a case for geriatric home units to be attached to the District Hospital at Nubeena.

Council purchased land adjacent to the hospital for the elderly citizen units in 1975 and can be justly proud of its care of our aged. Although always prepared to fund health care, the earlier councils were not always prepared to assist with the building of recreational facilities.

As late as the 1960s when the Nubeena Hall was condemned, Council was not prepared to assist with grants. More recent Councils have been more sympathetic with excellent sporting facilities such as the sports centre at Taranna and the oval at Port Arthur.

Finance, of course, is the key word and like all tiers of government, local government on the Peninsula went through difficult times. In May 1925, because of there being a £700 overdraft and outstanding cheques of £400 it was approved that the Warden and Treasurer act in an honorary capacity, forgoing their allowances of £25 and £5 per year respectively.

In 1938 the Council's financial position was again in a precarious position due, in part, from the loss of revenue from the turnstiles at Port Arthur. A deputation was taken to the then Premier and after discussion it was unanimously decided to appoint a Commission to handle the affairs of the municipality. The Warden was appointed Chairman with 2 other Commissioners.

In 1941 a petition for the return of an elected council was presented by ratepayers and the new Council met on 27 November 1941. A Warden was elected on a salary of £25.

In the 1950's and 1960's ratepayers tended to lack interest in council matters and from time to time vacancies on the Council had to be filled by appointment.

In 1994 Council had an indoor staff of five. Outdoor staff numbered five, a far cry from 1908 when councillors from each ward organised works by casual labourers in their own particular ward.

Council continues to face the challenges of cost shifting from State and Federal Governments as well as long-term sustainability but looks forward to celebrating the centenary in 2008.

Tasman Council Annual Report 2006/2007

Mayors Message



I am very pleased to present my first annual report to the community as Mayor.

It is very heartening to be able to report a very positive twelve months particularly in light of the previous year.

Financial sustainability has been a key focus and we have achieved a surplus as budgeted.

In terms of what has been achieved on the ground your Council has achieved much over the last 12 months.

Highlights for the year have been: -

- Road upgrades to Free Street, Blowhole Road, Saltwater River Road, Sommers Bay Road, Waterfall Bay Road;
- Completed a new BBQ Shelter at Judd Park;
- Reviewed business practices at the MPS and Council Offices;
- Improved community reporting;
- Introduced a Customer Service Charter;
- Implemented the Tasman Tourism Development Plan;
- Increased our grant funding applications and outcomes;
- Implemented the Judd Park Stormwater Treatment Project;
- Commenced rehabilitation at the old Nubeena Tip;
- Developed the Tasman Weed proposal;
- Secured numerous grants for community organisations;
- Organised a Quality Service Review of the MPS;
- Commence the Port Arthur Street Makeover program;
- Upgraded bridges at Robinson's Rd, Noyes Creek, Cooks Road, Slopen Main, Hurdle Road etc;
- Commenced the environmental impact studies and pre works for the new White Beach (Cripps Creek) bridge replacement project;
- Provided funding for Community Hall upgrades at Koonya, Saltwater River and Taranna;
- Developed a community centenary celebration program in close cooperation with the community.

...and the list is not complete.

The new look Annual Report was a great initiative of the General Manager and I encourage you to take time to go through the annual report which is aimed at providing a lot more detail in relation to Council's activities for the year.

It is also intended to be more informative and readable, thus giving you a better idea of what is being achieved.

Sustainability has continued to be a big issue for Tasman – and I am very pleased to report that I believe we have turned a corner in this regard however there is still much to be done to ensure we do not retreat back into the deficit situations of the last few years.

To help with this we implemented a long-term financial strategy that will ensure we remain financially sustainable.

Council intends to fully implement this and has given a commitment to do so when deliberating over the next budget.

I want to signal a change in direction for Council and in this regard thank you, the community, for giving me this opportunity.

I would like to thank my fellow Councillors and in particular the Deputy Mayor, for their contribution over the last year and their ongoing commitment.

I am also particularly grateful to the General Manager and his staff for their professionalism, support and guidance over the last year in such challenging circumstances.

A handwritten signature in blue ink that reads "J. E. Barwick". The signature is written in a cursive, flowing style.

Jan Barwick
Mayor

Tasman Council Annual Report 2006/2007

General Managers Report



It is pleasing to see that we were able to finish the 2006/2007 financial year in a much healthier financial position than the previous year. The final result being a consolidated surplus for the year ended 30 June 2007.

The surplus from ordinary activities was \$577,000 for the year against an anticipated budgeted surplus of \$186,000. This follows a consolidated deficit in the prior year of \$68,000 from ordinary activities.

Total Council revenue increased 13% to \$7.412M with Government grants accounting for 47% of all revenue. Rates & User charges contributed \$3.545M representing 48% of revenue for the year. Total Council expenditure on ordinary activities increased 5% to \$6.835M.

The declining assets position of last year has been turned around with total Council assets increasing by \$480,000 during the year. Total Council liabilities reduced by \$552,000 during the year. The total net assets of Council increased by \$1.032M during the period.

Council's cash position has increased in that through careful management of funds we are now in a positive position. Providing the measures already outlined by Council with regard to ensuring our rating strategies and indexation are applied Council will remain in a positive and sustainable position.

The financial management of the Tasman MPS remains a challenge. With the significant increase in the cost of providing health care and the level of funding received from the State and Commonwealth governments remaining at CPI level, it is clear that the methodology around the delivery of health services to the community must change in the future. We are already seeing this demonstrated at a state level.

As a result of a number of measures implemented late in the financial year, the MPS finished the year with a small surplus of \$44,000. These retained earnings will be applied in the 2007/2008 financial year to ensure we are able to meet or contractual commitments and will result in a neutral financial position at the conclusion of the current tripartite agreement.

I would like to particularly recognise the tireless efforts of the MPS Manager, Helen Stone in continuing to manage to ongoing operations of the MPS in light of some very difficult situations both financially and operationally. These issues are not peculiar to just our MPS as health care challenges are being faced at both the state and national level.

I strongly encourage Council to remain focussed on the long-term sustainability issues and am grateful for their wisdom in ensuring the tough decisions in relation to

responsible rating policies and adherence to the Financial Management Strategy continue to be followed.

Once again I am very impressed by the strength and commitment of our staff to achieve the outcomes and strategic direction set by Council and operationally much was achieved as outlined in this community report.

This year we have kept the report as a single document and I encourage you to take time to examine the achievements of the past financial year. Simple easy read graph styles of reports are also included to help in digesting the "big picture".

In my opinion: The financial report presents fairly the financial position of the Tasman Council as at 30 June 2007 and the results of its operations for the year then ended. The financial report has been prepared in accordance with applicable Australian Accounting Standards and Urgent Issues Group interpretations together with the requirements of the Local Government Act 1993 as amended.

A handwritten signature in blue ink, appearing to read 'Steve Gray', written over a light blue horizontal line.

Steve Gray
General Manager

Tasman Council Annual Report 2006/2007

Councillors



Tasman Council—As at 1 July 2006

Rear: Councillors Peter Wilson, Roseanne Heyward, Jan Barwick, Allen Briggs, Bruce Wiggins

Front: Deputy Mayor Gary Alexander, Councillor Joan Fazackerley, Mayor Roger Self, Councillor Audrey Noye



Tasman Council—As at 30 June 2007

Rear: Councillors Joan Fazackerley, Allen Briggs, Bruce Wiggins, Peter Wilson, Wally Lyne, Jan Barwick, Roseanne Heyward

Front: Deputy Mayor Gary Alexander, Mayor Roger Self, General Manager Steve Gray

Council Meeting Attendance Record

Councillor	Total Meetings Held	Ordinary Council Meetings Attended	Special Council Meetings Attended	Annual General Meeting	Total Meetings Attended
Roger Self	14	12	1	1	14
Gary Alexander	14	12	1	1	14
Allen Briggs	14	12	1	1	14
Joan Fazackerley	14	12	1	1	14
Peter Wilson	14	10	1	1	12
Bruce Wiggins	14	12	0	1	13
Jan Barwick	14	12	1	1	14
Roseanne Heyward	14	12	1	1	14
Audrey Noye *	9	6	1	1	8
Wally Lyne #	5	4	0	0	4

* Audrey Noye resigned as Councillor in January 2007.

Wally Lyne was elected as Councillor in February 2007 following a recount as a result of Audrey Noyes resignation.

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Senior Management Team

As at 30 June 2007

General Manager

Steve Gray



Council's Executive Services team provides executive management and human resources support to the Council staff team, with the General Manager providing policy advice and support to the Council itself.

Community Development Manager

Kerry Sakariassen



The Community Development team support economic and community development initiatives on behalf of the community, including the Tasman Community Grants Program, natural resource management and external funding for special projects.

Corporate Services Manager

Stephen Bayley



The Corporate Services department manages the overall financial management and customer service functions of Council.

MPS Manager

Helen Stone



Provides quality healthcare services for our community in accordance with State and Commonwealth strategic outcomes, with funds provided through the Tripartite Agreement.

Technical Services Manager

Mark Calcraft



Council's Technical Services Department oversees the Municipalities infrastructure such as roads, bridges, refuse site, buildings, parks and reserves.

Planning and Environmental Services Manager

Frank Darke



Council's Planning and Environment program is focussed on sustainable development, the maintenance and enhancement of land-use planning, environmental health, food premises, along with building control services and compliance.

Tasman Council Annual Report 2006/2007

Economic Development

Tasman Tourism Development Strategy (TTDS)

The implementation of the TTDS during the 2006/2007 financial year involved Tasman Council, local tourism operators and State Government Departments including Parks and Wildlife Service, Tourism Tasmania, Department of Infrastructure Energy and Resources (DIER) and Port Arthur Historic Site Management Authority.



With the help of a grant from Department of Transport and Regional Services under the Australian Government's Regional Partnerships Program, Council employed a Tourism Project Officer for 12 months to achieve the majority of the strategy's objectives.

The main outcomes of the work done by the project officer included:

- assistance to the regional marketing organisation, Port Arthur & Tasman Tourism Association (PATA) to develop a new brand for the region and new marketing materials;
- Expression of Interest process for development of an Information Centre at the Eaglehawk Neck Lookout;
- agreement with DIER to improve signage at priority coastal sites; and
- updates to community and business operators on issues related to the Strategy.

Port Arthur Streetscape Plan

Council received funding from the Department of Premier and Cabinet to undertake an upgrade of the Arthur Highway through the village of Port Arthur, to create a sense of arrival and provide an identity for the existing village. The funding will be used for concrete kerbs and gutters, footpaths, landscaping and directional signage.

Council commissioned Inspiring Place Pty Ltd to develop the streetscape plan, which was endorsed by Council following community consultation. The plan will be implemented in 2007/2008.

Community Grants Program

During the 2006/2007 financial year Council received 15 applications amounting to \$16,267 under the Tasman Community Grants Program.

The applications exemplify the variety of community groups working hard in areas such as land and coastal management, sporting activities and facility management.

Some of the projects funded included:

- \$1,500 to the Tasman Girl Guides towards the purchase of a trailer for camping equipment;
- \$740 to compile and print a community groups and services directory - a joint project by the Tasman Community Project and the Tasman On-line Access Centre;
- \$400 to the Saltwater River Coastcare Group for a revegetation project; and
- In-kind support to the value of \$800 to the Premaydena Cricket Club for drainage around their club-house and to install posts and chains at the entrance to the grounds.

Funding to Upgrade Parking at Pirates Bay

The Tasman Tourism Development Strategy identified the Pirates Bay area as an iconic natural area destination.

The Parks and Wildlife Service developed a Site Plan for the Pirates Bay Visitor Service Zone.



The Blowhole area (pictured above) was identified as a major problem, resulting in the State Government committing \$1.3 million to upgrade the existing car park and create a new car park to accommodate 30-40 cars and boat trailers and an additional 20 car parks. Council will manage the project in 2007/2008.

South East Region Development Association (SERDA)

SERDA is an association of the four south-east Councils—Tasman, Glamorgan-Spring Bay, Clarence and Sorell.

SERDA meets bi-monthly to consider cooperative arrangements for resource sharing, economic development, business assistance and grant applications for regional initiatives.

In 2006/2007 SERDA was involved in these projects:

- the South-East Business Enterprise Service which provided a business support outreach program;
- reprinting the Convict Trail Touring Route Brochure; and
- administration of a 3-year Natural Resource Management Project.

Tasman Council Annual Report 2006/2007

Natural Resource Management

Environment Projects

A number of projects are currently underway in the municipality, including water recycling projects at the Tasman MPS and Judd Park toilets, and a rehabilitation and monitoring project in the lower reaches of Sucklings Creek.

Feral Pacific Oysters

The work to control the spread of Feral Pacific Oysters continues and this during the 2006/2007 year two community clean ups were held at Parsons Bay.



A visiting Conservation Volunteers Australia group provided an extra days work to the project.

Weed Management

Weedbusters week saw a blitz on boneseed with infestations being tackled at Stewarts Bay, White Beach and Eaglehawk Neck. Saltwater River and Nubeena foreshores were also surveyed and other weeds removed.

Tasman Environmental Volunteers

As part of Coastcare Week 2006, Tasman Council and Shelly Beach Coastcare Group, hosted a BBQ for members of the Southern Coastcare Association of Tasmania, and demonstrated some of the wonderful work being done by Coastcarers in the municipality.

A fully equipped tool trailer (shown below) was donated by Stewarts Bay Lodge and is now available for use by all volunteer groups.



Tasman Landcare Group

The Council continues to work closely with the Tasman Landcare Group Inc. continuing work to promote sustainable land management practices, protect remnant vegetation and trial fencing techniques to minimise pasture damage from native animal browsing.



Two field days (pictured above and below) were held covering topics such as landslip, pasture management, grubs and serrated tussock.



Coastal Management

Through the South East Coastal Working Group and NRM South signs have been designed and developed to promote responsible recreational vehicle use & pet ownership on our beaches, these signs will be erected in late 2007.

Funding has also been secured to upgrade the slipway at Nubeena to current environmental standards.

Community Events and Happenings

Christmas Pageant

The 2006 Christmas pageant was held on Saturday 26 November commencing at Dunalley and ending at the Port Arthur Historic Site. This year there was a prize for the best float, which was won by the Fox family.

The Historic Site was host to plenty of entertainment for young and old.

Children particularly enjoyed rides around the site on the wombats and the ever-popular jumping castle. Despite the rainstorm in the afternoon, many residents stayed on to enjoy the concert featuring Monique Brumby and her band.



Australia Day Awards

Australia Day Awards are traditionally presented at the Tasman Regatta. Due to stormy weather the Regatta was cancelled this year, but the award ceremony proceeded at the Ex-servicemen's Club.

Mayor Roger Self presented the award to Mrs Billie Ridler for her extensive voluntary work in the community.

Event of the Year for 2007 was awarded to the Tasman Regatta Committee for the annual Tasman Regatta.



The young Citizen of the Year Award was presented to Devi Patel by Australia Day Ambassador Stephen Hunt (both pictured left).

Devi has been a member of the School Representative Council, was active within the local youth program and a member of the Youth Council Re#. She recently received a grant to bring youth art to the community, which was on display at the Art and Craft Show.

Clean Up Australia Day

Council once again coordinated the annual Clean-up Australia Day activities in March 2007.

This year the clean up sites were Slopem Main, Eaglehawk Neck, Sommers Bay, Koonya and Taranna. Community groups and individuals carry out the clean-ups.

Active Family Day

Council won a \$2,000 award from the Premier's Active Towns Award Program for the Nubeena foreshore multi-purpose pathway and Skate Park.



On Sunday 15 April 2007, the proceeds of this award were given back to the community by holding a family celebration day at Judd Park, Nubeena. The activity was a combined initiative of Council, the MPS youth program and the Tasman Community House project.

People of all ages flocked to the park to enjoy activities including music by youth bands, professional skate demonstrations (sponsored by Red Herring), climbing wall, belly dancing, line dancing, kayaking, drumming, children's activities and a laughter workshop.



Tasman Hosts National Study Tour

Tasman Council played host to 35 delegates of the Local Government Managers Association conference held in May this year.

As part of the conference delegates were offered the chance to go on the study tour to Tasman Peninsula.

General Manager, Steve Gray and ex-Mayor Neil Noye provided a presentation on the Council's role in community recovery.

Delegates then travelled to Port Arthur Historic Site where Chief Executive Officer Stephen Large discussed the role of the Site and tourism in moving forward. Delegates were then given a guided tour of Port Arthur Historic Site.

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Partnership Agreements

In 2004 Tasman Council established a three year partnership agreement with the State Government, which is now up for review. Council and the State Government have agreed to negotiate a new agreement.

Outcomes from the partnership arrangement included transfer of Crown Land to Council ownership and assistance with implementation of the Tourism Strategy which resulted in a commitment to upgrade the Blowhole Car Park.

Community Facilities

Council's public recreation facilities consist of:

- recreation grounds at Premaydena, Port Arthur and Nubeena;
- community halls at Koonya, Saltwater River and Taranna;
- the Tasman Civic Centre which is still under construction; and
- Judd Park which has a skate park, BBQ shelter, public toilets and children's playground equipment.

Community committees manage the recreation grounds and halls.

In the 2006/2007 budget \$25,000 was committed to construct new toilet facilities at the Saltwater River and Koonya Halls and \$5,909 to help with the repair and refurbishment of the Tasman Community Centre floor.



The Tasman Community Centre committee also received a grant of \$5,648 from Sport and Recreation Tasmania to complete the stadium floor refurbishment and line-marking.

Communications Facilities

Funds are allocated each year for rental and ongoing maintenance of the mobile phone towers at Mt Arthur, Nubeena, Eaglehawk Neck and the television repeater services at Pirates Bay, Eaglehawk Neck.

Public Lands Donated

Section 72(da) of the Local Government Act 1993 requires Council to include a statement in the Annual Report specifying details of any land donated under section 177. No lands as specified in section 177 were donated during the financial year.

Marine Facilities

Council is responsible for the following ramps, walkways and jetties:



Taranna Ramp and Walkway



Murdunna Ramp and Walkway



Parsons Bay Boat Ramp



White Beach Ramp and Walkway (north)



White Beach Ramp and Walkway (south)



Taranna Jetty

In February 2007 Council closed the Taranna Jetty due to structural damage. The estimated cost of demolishing the jetty and rebuilding a new jetty was around \$240,000. Council has committed \$100,000 from the 2007/2008 budget, subject to receiving a \$100,000 from the Federal Recreational Fishing Grant Program.

State Emergency Service



Council is a strong support of an active SES team operating within the municipality and whilst there are reasonable costs associated with its operation, the benefits to the local community far outweigh these.

The team has been called on a number of occasions to assist with community emergencies. With volunteer membership from a number of areas on the peninsula.

An emergency management committee meets twice yearly and is chaired by the Mayor through the Local Emergency Services Co-ordinator. Council and related State agencies are also represented.

Volunteer Fire Service

As well as an SES presence, Council also provides practical support to the local Volunteer Fire Services.

Those members of the Volunteer Fire Brigade working for Council are provided time off on pay to assist the community where and whenever needed.

Environment and Community Health

Health Goals and Resources

To meet its obligations under the Public Health Act 1997, the Environmental Management and Pollution Control Act 1994, the Food Act 2003 and the Local Government Act 1993 uses the services of a contracted Environmental Health Officer on a regular basis.

With increased demands on monitoring and inspection of environmental health services it is planned to increase these services in the next financial year.

This year approximately 65 inspections of food premises were conducted, with 3 improvement notices issued. Eight inspections of places of assembly were undertaken with 6 licences being issued.



The Environmental Health Officer is also required undertake inspections of on-site wastewater treatment systems and to issue special plumbing approval for the installation of any new on-site wastewater treatment systems.



Forty-three special plumbing permits were issued and approximately 50 inspections were carried out. Seven abatement notices were issued in relation to failing wastewater facilities.

It is proposed to increase inspections of existing septic systems in the coming year.

Water Provided for Private Use

Residents are encouraged to contact council offices for details of licensed water carriers operating on the Peninsula.



Carriers who have not been licensed are carting drinking water to residents illegally and residents should always ask their carter for evidence of their licence.

Council's emergency drinking water supply at Safety Cove has been closed for drinking purposes due to the diminished water table and high levels of contaminants. Alternative supply options have been provided for in the 2007/2008 capital works program.

Food Hygiene

One of the roles of the Environmental Health Officer and an objective of Council is to ensure food prepared is safe for human consumption, meets food standards, is properly described and complies with the Australian Food Standards Code.

This objective is achieved through the regular inspection of food premises within the municipality. Advice on food handling is also provided where appropriate.



Food sampling is undertaken on a regular basis. Food handler training is to be conducted by the Environmental Health Officer in the next year.

There are currently 40 food premises licensed in the municipality with a further 4 notifications.

Immunisations

Council's objective in relation to immunisations is to ensure all children and at risk persons are immunised in accordance with the National Health and Medical Research Council Immunisation guidelines.



The immunisations program is carried out at the Tasman MPS by a Nurse Immuniser working closely with Council's Environmental Health Officer.

Information is provided to the Australian Childhood Immunisation register for all vaccinations administered to children aged up to 7 years.

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Infrastructure and Works

Roads

The ingredient to delivering a good road is good drainage and good compacted sub-base. Without either of these, no road will hold up to the elements of time.

This practice was adopted in the capital upgrades of Sommers Bay Road (pictured below), Duck Creek Road and Free Street.



Council also resealed parts of Nubeena Main Road, Blowhole Road and Waterfall Bay Road.

Council's Road Asset Management program continues and will be fully compiled by 2007/2008. Once compiled, Council will be able to formulate a 5 year maintenance plan, based on the intervention levels in the Asset management program adopted by Council.

Bridges

The replacement program for the Cripps Creek Bridge continued in 2006/2007 with Council commissioning a Preliminary Geotechnical Assessment, a Vegetation and Fauna Habitat Assessment, a survey for Aboriginal Heritage and a Topographical Survey.



The new Cripps Creek design will incorporate a two lane highway with pedestrian access on either side.

Parks and Reserves

This year saw the completion of a new contemporary BBQ shelter built in the Nubeena Judd Park (pictured below).



The shelter includes an electric BBQ and two new picnic tables.

Further upgrades to the facilities at Judd Park included starting work on the refurbishment of the existing toilets.

Following the contemporary design of the Judd Park BBQ, the toilet refurbishment will include a similar modelled curved roof with support pipe column support and will be painted in neutral pastel/earthy colours.

The upgrade will also involve water saving devices that will recycle all the treated effluent and grey water back into the toilet flushing system.

Council Chambers Parking/ Landscaping

With the Governor of Tasmania coming to launch the Centenary Celebrations, Council upgraded a very dated landscape around the Council Chambers.

Partly funded by the Nubeena Op Shop, 130 shrubs were planted by Council staff into newly formed garden beds.



Also included in the beautification of the Council Chambers grounds, the upgraded car park now accommodates parking for 28 vehicles,

plus there is a provision for parking for an additional 6 vehicles.

Tasman Council Annual Report 2006/2007

Regulatory Services

Planning and Development

Work progressed on the new planning scheme over the year, with Council approving the draft scheme at its June Council meeting.

The draft planning scheme and maps, was forwarded to the Resource Planning and Development Commission (RPDC) for certification.

A total of 102 planning applications were received for the year, which is an increase on the previous year. Of the 102 applications, 89 were approved, 8 were refused and 5 withdrawn. All applications were decided within the permitted time frame.

There were 8 appeals received during the year. Of these appeals, 5 are yet to be decided, 2 were decided in accordance with Council's decision and 1 went against Council's decision.

Six amendments to the Planning Scheme were put forward to the RPDC for approval. Three of these were disallowed, 2 were approved and 1 is yet to be decided.

Building Approval

Council has moved to private certification of building permits and during the year engaged a plumbing inspector to approve plumbing permits. Council is the permit authority for building and plumbing permits.

A total of 55 buildings were approved this year with a total value of \$4,084,400.

Compared to the previous year, the number of permits issued is fewer but the total value of permits has almost doubled.



Compliance

Council engaged a Compliance Officer to undertake a variety of duties including ensuring that buildings comply with the relevant regulations, animal control, water sampling, maintenance of the wastewater treatment plant and fire prevention.

A number of notices were issued during the year for breaches of the building and plumbing regulations, as well as abatement notices for breaches of the Local Government Act.

It appears that there has been an attitude among some ratepayers that they do not need building permits. Council will not tolerate unauthorised building work and owners that flout the law will be prosecuted.

Nubeena Waste Water Treatment Plant

The Waste Water Treatment Plant, commissioned in 2004, underwent its first major overhaul.

To assist in this operation and to provide specialised resources, Tasman Council signed a Memorandum of Understanding (MOU) with Hobart Water. Council is now able to call upon specialised services that can fine tune the existing operations and provide backup services that were not available previously.



Mayor Roger Self, General Manager Mr Steve Gray and Dr Christine Mucha, CEO, Hobart Water.

The Blackwater Dump Station in Nubeena was introduced as a service to passing tourists and local camper owners. However, due to the high concentration of perfumed ammonia in camper toilets, the intensity of the dilution was sufficient to kill bacteria in the Plant.

Council will be investigating means to reopen this service during 2007/2008.

Nubeena Waste Transfer Station

As part of the Environmental Management Plan for the Nubeena Waste Transfer Station, it was a requirement to reticulate the leachate water from the dam onto terraces.

To achieve this task water is being pumped up to two terraces and trickle feeding through the old landfill site. With no immediate power supply in the area, and running a supply to the dam not viable, solar power was the most effective option.



A 225watt submersible pump was installed, this is suspended off a pontoon that is powered by a land based fixed solar panel (pictured above). With no batteries to store energy, the pump only operates during daylight hours and pumps the water through a 40mm diameter pipe.

Tasman Council Annual Report 2006/2007

Tasman MPS

Pearls Court Housing Units

Renovations to three of the units adjacent to the Multi-Purpose Service has provided easier access for tenants into their bathrooms.

Bathroom floors were re-surfaced to provide uninhibited access into showers and toilets, with appropriate handrails, together with new vanity units and laundry tubs. A new pathway was also constructed, to enable easier access between the units.

Tasman Child Care Centre

The Department of Education funded an upgrade to the Tasman Child Care Centre to cater for an increase in the number of children that can be cared for, as well as meeting the stringent child care licensing standards.



Renovations included extension to the play room, with new and refurbished bathrooms, featuring child-sized toilets, a new sleep room with observation window, a storage room and staff room.



The external area was improved with a large covered concrete deck, sand pit with shade cover and levelled playground.

The Centre was finished off with bright paintwork inside and out.

Community Transport

The provision of a community transport service is voted as one of the most important services provided by the MPS. A service to Hobart is provided on Mondays, Wednesdays and Fridays in a new Kia Carnival (pictured below) which seats five passengers.



On Tuesdays bus trips provide a popular social outlet for some of our older residents. There has been an increase in the number of volunteers providing support this year and we thank the marvellous volunteer drivers who facilitate this service.

Most of the community transport services are funded by the Home and Community Care program via Community Transport Services Tasmania. Some services, specifically medical-related, were part-funded by Red Cross and the MPS, utilising MPS vehicles. Community transport is coordinated by MPS-funded staff.

Continuous Quality Improvement

The MPS has implemented a continuous process of planning, implementing the services planned, evaluating and making appropriate changes to services.

This continuous quality improvement program included a service development review in May 2007. The review was conducted by an external team of reviewers.

The reviewers audited the MPS programs, documentation, assets, equipment, staffing processes, corporate and clinical governance processes.

Interviews were conducted with consumers, councillors, staff, management and other stakeholders to identify improvements to be made to the management and delivery of services.

The review will provide recommendations that will help management to plan for future improvements.

To ensure ongoing evaluation of its services, the MPS utilises its Community Advisory Committee, exit questionnaires, satisfaction surveys, audits and Compliments Comments and Complaints forms to check with clients, residents, tenants and consumers whether the services provided meet their needs.

Tasman Council Annual Report 2006/2007

Tasman MPS

Activities

Regular activities are arranged for our clients who are permanent residents at the MPS.



These are combined with a monthly community bingo session (pictured left) which has proven extremely popular.

Where possible, residents are taken to the movies, for meals, shopping, to the library and for drives.

This support has become increasingly difficult, due to the high-care nature of residents admitted to care in recent times.

Donations

A thank you goes out to all the groups and individuals in the community, that assist the MPS with donations.

In particular, the MPS Auxiliary has provided a huge amount of support with funds towards equipment, furniture and furnishings. Purchases made with donations include a replacement ECG machine, battery power for the defibrillator, a glucose testing machine and an electric BP/temp/Sao2 machine, to name a few.

The Cancer Support Group donated an electricity-operated chair to support palliative clients. The Great Kayak Race, together with community individuals, raised a significant amount of funds to upgrade the front courtyard.

Health Promotion

Regular displays of information pertaining to health and wellbeing matters and communication of events were provided regularly in the MPS foyer and around the

community.

This year we focused on educational displays on SunSmart, Dental Week, Daffodil Day (Cancer Council), Mental Health Week, Hepatitis C Week, National Walk to Work Day, Hospice Association, Arthritis awareness and Quit Week.

Activities were organised for Seniors Week (Outdoor Bowls pictured below), Mental Health Week—Stress Less Day, Getting Personal—The ethics of dual relationships in small communities, Women on Wheels project, Alzheimers, Active Towns Day, Breast screening—a transport program established for women requiring mammograms in Hobart, Strength training, Tasman 'Downsizers' Weight Loss Group—Information session on the psychology of weight loss.



A one-day a week position was created for part of the year, to focus on health promotion with funds from the Regional Health Services program of the Department of Health and Ageing.

Youth Programs

The Youth Council met weekly to discuss a range of issues and inform Council about youth needs.

The Youth Development program engaged with a number of organisations to provide leadership opportunities for young people, including Youth Network of Tasmania, Wilderness Program and Festival of Dreams. Young people also participated in the MPS Community Advisory Committee.

The Loop transport service for young people conducted a number of trips to Hobart. A number of pizza nights were held in Hobart creating an important link with and for local young people who are studying/working in Hobart.

During the year, the Youth House was extended for use by other members of the community under the Tasman Project banner (an extension of Dunalley Neighbourhood House).

As young people have made an immense contribution to renovating this building, their desire to share the building with the wider community is commendable.

Tasman Council Annual Report 2006/2007

Performance Against Annual Plan

Corporate Services

Targeted Strategic Outcomes	Performance Measure	Progress as at 30 June 2007
Develop and document business practices and procedures.	Intellectual property captured.	⇒
Improve archive storage facilities to comply with appropriate standards.	Facilities on site and operational.	✓
Review business practices to improve quality of business.	Reviews completed.	⊕
Review and implement meeting procedures.	New procedures in place.	✓
Improve community reporting.	New website up and running.	✓
Improve Strategic and Annual Plan Reporting	Revised reporting arrangements in place.	✗
Review Customer Service Charter	New Charter developed.	✓
Redevelop and improve website information.	New information provided.	✓

Community Development

Targeted Strategic Outcomes	Performance Measure	Progress as at 30 June 2007
Coordinate the implementation of the Tasman Tourism Development Strategy	Tasman Tourism Development Strategy implementation on track.	⊕
Prepare and maintain a business data base	Business data base developed and promoted on the website	✗
Research and preparation of grant applications	Effective identification of grant funds	⇒
Investigate funding for an expanded cultural heritage program	Dependent on grant funding	⇒
Coordinate community consultation processes and targeted events.	Positive feedback from the community.	⇒
Implement the Judd Park Stormwater Treatment Project	Judd park Stormwater Treatment Project completed.	⊕
Participate in and support the southeast NRM project	Timelines for stage 1 of project on target	⊕
Seek funding to support relevant environmental projects	Effective identification of grant funds.	⇒
Assist local environment groups to access funding through NRM	Positive feedback from community.	⇒
Continue to work in partnership with the Tasman Landcare Group Inc.	Shared funding arrangements continue	⇒

Tasman MPS

Targeted Strategic Outcomes	Performance Measure	Progress as at 30 June 2007
Development of a health and welfare organisation that is integrated and seamless in its provision of services	Evidence of a single point of entry to the service, with seamless continuity of care	⇒
Development of systems that are based on the principles of continuous quality improvement	Action plan developed through Service Development Review under the CQI program	⇒
Implement information systems that are contemporary and state of the art	Evidence of implementation of information systems that support and streamline the delivery of services and business support functions	⊕
Maintain funding agreements for services funded outside the Tripartite Agreement	Evidence of capital improvement program to ensure ongoing compliance with Australian and State requirements	⊕

✓ COMPLETE

⇒ ONGOING

⊕ IN PROGRESS

✗ DELETED/ DEFERRED

Tasman Council Annual Report 2006/2007

Performance Against Annual Plan

Technical Services

Targeted Strategic Outcomes	Performance Measure	Progress as at 30 June 2007
Asset Management	Implement Asset Management Strategy.	⊕
SES Building Car Park	Completion of works.	⊗
Implement a sewerage reticulation system for Nubeena	Implementation of a system	⊕
Port Arthur Main Street Makeover	Completion of make over	⊕
Major pavement rehabilitation works—Nubeena Road, Saltwater River Road and Blowhole Road	Completion of works	☑
Stage 1—Construct New Bridge—Cripps Creek, White Beach	Completion of works	☑

Capital Program

Project	Progress as at 30 June 2007
ROADS	
Reseal:	
Nubeena Road	☑
Blowhole Road	☑
Pavement Stabilisation:	
Saltwater River Road	☑
White Beach Road	⊗
Reconstruction and Seal:	
Waterfall Bay Road	☑
Nubeena Back Road	⊗
Free Street	☑
Road Improvements:	
Culvert extension and tree removal—Blowhole Road	☑
Seal Bridge approach—Sommers Bay Road	⊕
Repair failures—Safety Cove Road	☑
Drainage Improvements—White Beach	☑
Pavement Repairs—Various Roads	⇒
Restrainers:	
Nubeena	☑
Old Jetty Road—Eaglehawk Neck	☑
Car Parking:	
SES Building Car Park	⊗
Streetscape:	
Implement Port Arthur Streetscape Plan	⊕
RECREATION AND RESERVES	
Nubeena Foreshore Redevelopment	⊕
Recreation Upgrades (Koonya, Saltwater River and Taranna Halls)	⊕
Judd Park Toilet Upgrade	⊕
Judd Park BBQ Shelter	⊕

☑ COMPLETE

⇒ ONGOING

⊕ IN PROGRESS

⊗ DELETED/ DEFERRED

Tasman Council Annual Report 2006/2007

Performance Against Annual Plan

Capital Program... continued

Project	Progress as at 30 June 2007
WASTE MANAGEMENT	
Nubeena Tip Rehabilitation	⌚
PLANT	
Small Plant Replacement	⇒
BRIDGES	
Environmental Impact Study—White Beach (Cripps Creek)	✓
Robinson Road—Bridge Replacement	✓
Noyes Creek	✓
Cooks Road—Bridge Upgrade	✓
Sloven Main—Replacement	✓
Hurdle Road—Replace Decking	✓
White Beach Road—Causeway (Earthworks and Ramp)	⌚
PLANNING	
New Planning Scheme	⌚
Planning Scheme Maps	⌚
Aerial Mapping	✓
OFFICE	
Upgrade Air-conditioning/ Window Tinting	✓
Parking/ Landscaping	⌚
Carpet	✓
Office Furniture	✓
Kitchen Improvements	✓
Archive Storage Container	✓
Relocation of Emergency Generator	⌚

✓ COMPLETE

⇒ ONGOING

⌚ IN PROGRESS

✗ DELETED/ DEFERRED

Tasman Council Annual Report 2006/2007

Governance

The *Local Government Act* specifies the functions of the Council, Councillors and the General Manager paraphrased as follows:

Councillors Collectively

- To develop and monitor the implementation of strategic plans and budgets;
- To determine and monitor the application of policies, plans and programs for the provision of services and facilities, the management of assets and the fair and equitable treatment of employees of the Council;
- to facilitate and encourage the planning and development of the municipal area in the best interest of the community.
- To determine and review the Council's resource allocation and expenditure activities; and
- To monitor the manner in which services are provided by the Council.

Councillors Individually

- To represent the community;
- To act in the best interests of the community;
- To facilitate communication by the Council with the community;
- To participate in the activities of Council; and
- To undertake duties and responsibilities as authorised by Council.

Mayor

- To act as a leader of the community;
- To act as chairperson of the Council;
- To act as the spokesperson of the Council;
- To oversee the Councillors in the performance of their functions and in the exercise of their powers;
- To liaise with the General Manager on the activities of the Council and the performance of its functions and exercise of its powers; and
- Both the Mayor and Deputy Mayor are to represent accurately the policies and decisions of the Council in performing their functions.

General Manager

- To provide advice and reports to the Council on the exercise and performance of its powers and functions and any other matter requested by the Council;
- To implement the decisions of the Council;
- To co-ordinate proposals for the development of objectives, policies and programs for the consideration of Council;
- To assist the Council in the preparation of the strategic and annual plans, annual report and assessment of the Council's performance against the plans;
- To implement the policies, plans and programs of the Council;
- To manage the resources and assets of the Council;
- To be responsible for the day to day operations and affairs of the Council;
- To liaise with the Mayor on the affairs of the Council and the performance of its functions; and
- To perform any other function the Council decides.

Local Government Board Review

During this financial year the Local Government Board (Board) completed its supplementary review of the Tasman Council.

On 15 September 2006 the Chairperson and Executive Assistant of the Board met with the General Manager and Mayor to discuss the process for and timing of the review as well as the guidelines that the Board had developed.

Public notices were released during September and October 2006 with the result that six submissions from members of the public and one from Council were received.

A preliminary report dated May 2007 was reviewed by Council. As at 30 June 2007 the final report had not been released by the Minister however the final report has since been released to the public. It is anticipated more detailed comment will be provided in next years Annual Report.

Enterprise Powers

Council did not exercise any of its enterprise powers as defined by Section 21 of the Local Government Act 1993.

Council Meetings

Council is required to conduct its ordinary meetings on not less than a monthly basis and currently meetings are held every third Monday of the month. The public are invited to attend. The timing of Council Meetings is reviewed following each ordinary election.

Citizenship

During the year, the Mayor conducted a total of seven Citizenship Ceremonies. Citizenship Ceremonies are conducted in accordance with the Australian Citizenship Ceremonies Code on an as needs basis for each individual candidate.



Council welcomes all new citizens naturalised during the year and expresses thanks to the Highcroft/ Stormlea CWA for their generous support of these occasions.

Tasman Council Annual Report 2006/2007

HR Management

Overview

As the management of Council business becomes increasingly complex so to does the role of managing the staff of the organisation. Currently the role of Human Resources is being managed by each department manager with the result that HR processes need to be applied consistently. Recruitment action continued during the year but without result.

A new recruitment manual has been drafted and is anticipated to be approved in the near future. This will assist in providing for a more consistent approach to recruitment processes.

As Council operates the Tasman Multi-Purpose Service which involved the application of a number of industrial awards it could be argued that much of the human resources needs are driven by that facility.

Since August 2006, a revised formal induction process has been introduced and has been well received.

The Local Government Board has expressed an interest in the recruitment of a human resources officer and has encouraged Council to finalise an appointment as soon as practicable once a suitable applicant is found.

Training and Development

Council has co-ordinated training courses and traineeships to assist staff with their every day duties and to ensure our ability to comply with various legislative requirements.

Council also provides training to ensure that skills are increased and employees are aware of their duty of care with OH&S issues arising within the organisation.

Training courses that have been made available and attended by majority of staff during 2006/2007 were: -

- "Anti-Discrimination" conducted by Roz Smart, Training Consultant for the Office of the Anti-Discrimination Commissioner.

Aged care certificate courses were funded by the Department of Health & Ageing. Courses in infection control, palliative care, wound care, 'ostomy', aromatherapy, emergency assessment and remote emergency were provided or funded for nurses and carers.



Occupational Health and Safety (OH&S)

OH&S is part of every day duties within Council. Council is well aware of its duty of care to both employees and the public. The MPS OH&S Committee is attended by Council Officers & Depot representatives.



Lyndall Hannaford, Occupational Health & Safety Consultant for Hannaford Allen, conducted Work Station Assessments for all council office staff.

Work has been completed in acting on recommendations provided by Hannaford Allen.

Fire Warden Training conducted by Tas Fire was attended by Registered and Enrolled Nurses and Team Leaders at the MPS offices and nominated Warden Officers from the Council offices.

First aid training was provided to all Child Care Centre staff.

Risk Management

Civic Mutual Plus provides Public/Products Liability and Professional Indemnity Insurance. To calculate premiums for all Councils CMP undertakes an annual audit. Mark Wilson from Civic Mutual Plus conducted a CMP Public Liability/Professional Liability on 23 November 2006.

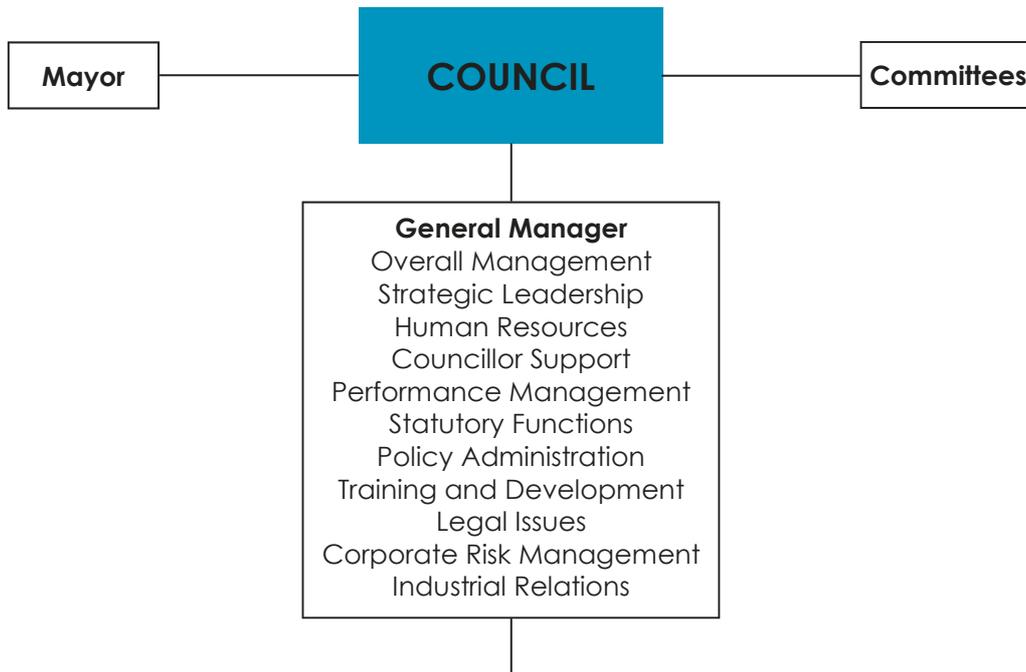


Marsh co-ordinate all other required insurances for Industrial Special Risk, Workers Compensation, Councillors & Officers Liability, Motor Vehicle, Engineering, Group Personal Accident, Casual Hirers, and General Property (SES).

Councils Risk Management Committee meet on a regular basis and act on recommendations provided by CMP and OH&S Committee.

Tasman Council Annual Report 2006/2007

Organisation Structure



Corporate Support Corporate Services Manager	➤	Finance Administrative Services Information Technology Services Financial Services Customer Service Accounts Management	Insurance Information Management Rates Payroll Services Mail Services
Land Use and Planning Planning and Environmental Services Manager	➤	Land Use and Planning Subdivision Assessment Plumbing/Drainage Building	Regulatory Issues Municipal Inspections Food/Hygiene Inspections Animal Control
Infrastructure Provision Technical Services Manager	➤	Engineering Infrastructure Planning Parks & Recreation Maintenance Roads & Bridge Maintenance and Construction Water and Sewerage (limited) Major Capital Projects Design Services	Cemeteries Asset Management Disaster Management Civil Construction Building Maintenance General Repairs & Maintenance Special Projects Waste Management
Community Health MPS Manager	➤	Service Co-ordination Community Health Nursing Home Help Personal Care Aged Care Acute Care Emergency Services Youth Development Volunteer Co-ordination	Social Work Emergency Relief Occupational Therapy Community Transport Health Promotion Men's Health Primary Health Care Child Care Independent Housing Units
Economic, Community and Business Development Community Development Manager	➤	Promotions Community Consultation Business Growth & Development Recreation Services Cultural Development Coastal Management	Major Events Community Programs Community Development Natural Resource Management Tourism Development

Tasman Council Annual Report 2006/2007

Council Staff

Executive Services



L-R: Mark Finlayson, Steve Gray, Kate Kurczok

Corporate Services



L-R: Sue Burgess, Michelle Jackway, Leanne Peace, Sharnie Little

Technical Services/ Planning and Environment



L-R: Robert Wise, Mark Calcraft, Betty Stapenell, Frank Darke
Contractors (not shown):
Jamie Wood, Owen Hunt and Bill Butler

Community and Economic Development



L-R: Mel Fazackerley, Kerry Sakariassen, Mukula McKenzie

Works Crew



L-R: Karl Scheerle, David Carr, Max Palmer, Steve Gray (General Manager), Owen McCulloch, Mark Calcraft (Technical Services Manager), Garry Cooper, Toni Leary, Ben Wildman, David Parkinson

Tasman Council Annual Report 2006/2007

Council Staff

Administration



Caroline Jennings, Lisa Stokes, Toni Curtain

Cleaning and Laundry/ Maintenance



L-R: Denise Batchelor, Lenny Williams, Maree Cooley
Absent: Jane Richardson, Richard Chambers

Residential



L-R: Sally Scheerle, Christine Little, Lucky Patel, Adele Caneva, Julie Cragg, Ann Browning
Absent: (Registered Nurses—Linda Middleton, Leanne Triffit, Gael McLeod, Trish Behrens, Sandra Saal, Wendy Bradfield)
(Enrolled Nurses—Jane Riseley, Angela Whyatt)
(Care Staff—Karie Little, Nicole Jones, Amanda Jones, Annie Smith, Rhiannon Hoban, John Brown, Margie Hession, Margaret Rushton, Patricia Thompson, Kaylene Prestage, Pam Williams, Justine Balsley)

Community Services



L-R: Fiona Jennings, Darren Robinson, Jacqui Dysart, Mel Troman
Absent: (Community Nurses—Lou Westcott, Ree Van Galen)
(Community Workers—Marlene Burton, Leanne Stubbs)
(Youth—Peter Whalan, Nina McMahon)

Child Care



L-R: Teresa Moffatt, Jenny Russell, Rebecca Troman
Absent: Alison Lakin, Ingrid McGinniss, Diane Parnell

Kitchen



L-R: Janne Oldham, Lorraine Linnell

Tasman Council Annual Report 2006/2007

Council and Special Committees

Tourism and Economic Development Committee

The Tourism and Economic Development Committee's main purpose is to assist in creating, coordinating and promoting opportunities for business growth and economic development;

The Committee has acted as the steering committee for the implementation of the Tasman Tourism Development Strategy and has made recommendations to Council on tourism and economic development issues.

Membership is made up of Councillor Peter Wilson (Chair); Councillor Roger Self; Councillor Allen Briggs; Mr Steve Gray (General Manager—Tasman Council); Ms Kerry Sakariassen (Community Development Manager—Tasman Council); Mr Stephen Large; Ms Maria Stacey; Mr John Hay; Ms Alison Knoll.

During 2006/2007 the committee met 9 times.

MPS Community Advisory Committee

The Community Advisory Committee again conducted a successful survey program. The questions asked in the surveys provide information for the MPS to act on in planning for future services.

The Advisory Committee meets monthly to assist MPS management with advice about the health and wellbeing needs of the Tasman community. The Committee's input is integral to the conduct of services at the MPS.

Centenary Celebrations Committee

The Centenary Celebrations Committee was established in December 2006 to assist Council to organise and promote events to mark 100 years of local government in the Tasman Municipality.

The Committee has been planning a range of events and celebrations that will be implemented in the 2007/2008 financial year.

Membership is made up of Mr Keith O'Hara (Chair); Mr Steve Gray; Ms Kerry Sakariassen; Mrs Joan Fazackerley; Mrs Marion Spaulding; Mrs Marion Florence; Mrs Billie Ridler; Mrs Christine Bayley; Ms Jennifer Fitzpatrick; Mrs Leila Nichols; Mr James Parker; Ms Faye Odell.

The Committee met 6 times during 2006/2007.

Tasman Civic Centre Committee

The Tasman Civic Centre Committee was established in January 2007 to:

- Prepare and authorise a Management Agreement between the Department of Education and the Council on behalf of the community;
- Examine opportunities for the development and use of the building known as the Tasman Civic Centre located

at Nubeena;

- Investigate funding options for capital works associated with this building;
- Recommend priorities and strategies for use of the building; and
- Recommend operating procedures that will ensure that the building is used to achieve the priorities and strategies identified

Members are appointed by Council and consist of Mr Andrew Finch—Director of Finance & Facilities (Education Department), Mr Steve Bowes—Principal (Tasman District School), Mr Steve Gray—General Manager (Council), Ms Kerry Sakariassen—Community Development Manager (Council) and three community members—Mrs Kath Noye, Mrs Betty Wylie and Mr Tom Purdon.

The committee met 4 times during 2006/2007.

Engineering Services Committee

The Engineering Services Committee Terms of Reference were revised in July 2006 to determine that the Committee meet only as required by Council. The Committee did not meet during 2006/2007.

Planning and Compliance Committee

The Planning and Compliance Committee Terms of Reference were revised in July 2006 to determine that the Committee meet only as required by Council. The Committee did not meet during 2006/2007.

Halls and Grounds Committees

Council has established five special committees made up of volunteers who feel passionate about community facilities to manage Council's halls and recreation grounds. The five committees are:

- Koonya Hall Committee
- Saltwater River Hall Committee
- Tasman Community Centre
- Port Arthur Recreation Ground Committee
- Nubeena Recreation Ground Committee

The 2006/2007 financial year saw some major changes in the way public facilities are managed.

Council's insurance liability obligations have required committees to monitor usage and put in place risk management strategies. Committees have adopted a range of procedures to meet these requirements.

Tasman Council Annual Report 2006/2007

Community Grants Program 2006/2007

Organisation	Amount Provided
Little Norfolk Bay Coast Care	\$300
Premaydena Cricket Club	\$800 in-kind
Tasman Girl Guides	\$1,500 (with conditions)
Tasman Neighbourhood House Project & On-line Access Centre	\$740
Tasman Civic Centre Committee	\$1,200
Tasman Vocational Training & Education Assoc inc.	\$460 (with conditions)
Tasman Chamber of Commerce	\$1,000 (with conditions)
Nubeena Cricket Club	\$1,600 (with conditions)
Saltwater River Coastcare Group	\$400
Re# (youth group)	\$500
Bumps & Bubs	\$1,000 (with conditions)
Pungenna Art	\$500

In-Kind Support Provided by Council

In kind support was provided to the following organizations during the 2006/2007 year:

Individual Landowners	Shelly Beach Coastcare Group
Sucklings Creek Catchment Management Group	Eaglehawk Neck Coastcare Group
Friends of Judd Park	Fortescue Bay Coastcare Group
Saltwater River Coastcare Group	Sommers Bay Coastcare Group

Contracts Awarded Over \$100,000

Description	Duration	Value	Contractor	Address
Waste Management	3 years	\$104,000	Oldhams Rubbish Collection Service	30 George Street, Taranna

Allowances and Expenses Statement

(Under the *Local Government Act 1993*)

<p>In 2006/2007 Council provided allowances and reimbursements for reasonable expenses to the Mayor, Deputy Mayor and Councillors.</p> <p>This includes telephone rental and telephone calls and travelling. The total amount of these allowances and expenses is shown left.</p>	Allowances	Expenses
	\$72,867	\$7,701

Total Salaries for Senior Staff

<p>In accordance with Section 72(1)(cd), 72(4) and 72(5) of the Local Government Act 1993, Council is to include within its Annual Report a statement relating to the total annual remuneration paid to employees of the Council who hold positions designated by it as being senior positions. Total annual remuneration includes the salary paid, contributions to superannuation, value of the use of any motor vehicle and any other allowances or benefits paid.</p>	Annual Remuneration	No. of Employees
	\$80,000-\$99,999	2
	\$100,000-\$120,000	2

Audit Opinion



INDEPENDENT AUDIT REPORT To the Councillors of Tasman Council

Financial Report for the Year Ended 30 June 2007

Matters Relating to the Electronic Presentation of the Audited Financial Report

This audit report relates to the financial report published in both the annual report and on the website of the Tasman Council (Council) for the year ended 30 June 2007. Council's General Manager is responsible for the integrity of both the annual report and the website.

The audit report refers only to the financial statements and notes stated below. It does not provide an opinion on any other information, which may have been hyperlinked to/from the audited financial report.

If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report in Council's annual report.

Report on the Financial Report

I have audited the accompanying financial report of Council, which comprises the balance sheet as at 30 June 2007, the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the General Manager's declaration of Council and the entities it controlled at the year's end or from time to time during the financial year.

General Manager's Responsibility for the Financial Report

The General Manager is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and Section 84 of the Local Government Act 1993. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based upon my audit. My audit was conducted in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and

perform the audit to obtain reasonable assurance as to whether the financial report is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatement of the financial report, whether due to fraud or error. In making these risk assessments, the auditor considers internal control relevant to Council's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate to the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Council's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the General Manager, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting my audit, I have met applicable independence requirements of Australian professional ethical pronouncements.

My audit is not designed to provide assurance on the accuracy and appropriateness of the budget/estimates information in Council's financial report.

Auditor's Opinion

In my opinion the financial report of the Tasman Council:

- (a) presents fairly, in all material respects, the Tasman Council's and the consolidated entity's financial position as at 30 June 2007, and of its financial performance, cash flows and changes in equity for the year then ended; and
- (b) is in accordance with the Local Government Act 1993 and Australian Accounting Standards (including Australian Accounting Interpretations).

TASMANIAN AUDIT OFFICE

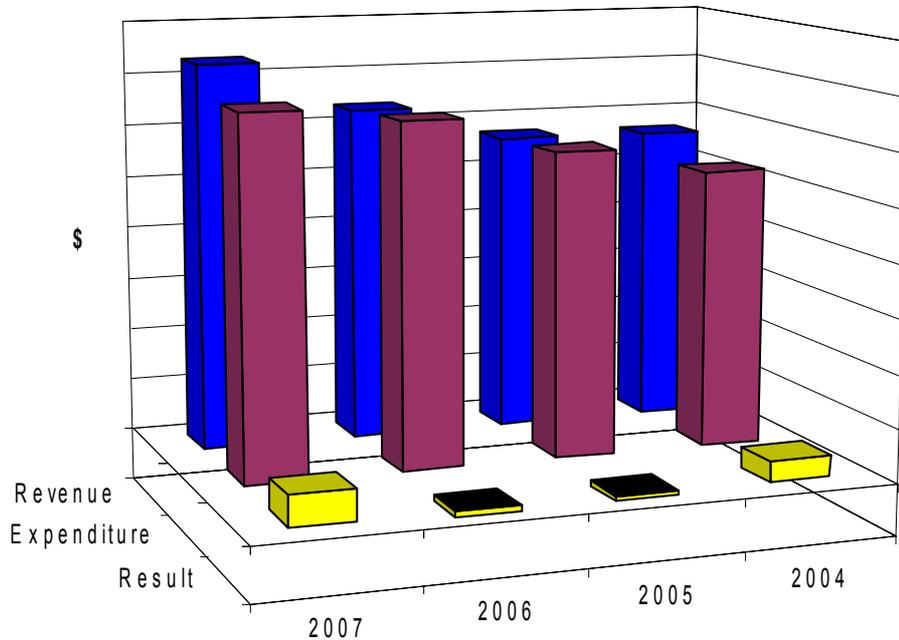

O P Cook
PRINCIPAL FINANCIAL AUDITOR
Delegate of the Auditor-General

HOBART
29 November 2007

Tasman Council Annual Report 2006/2007

Summary of Financial Performance

The Big Picture of Councils Financial Management



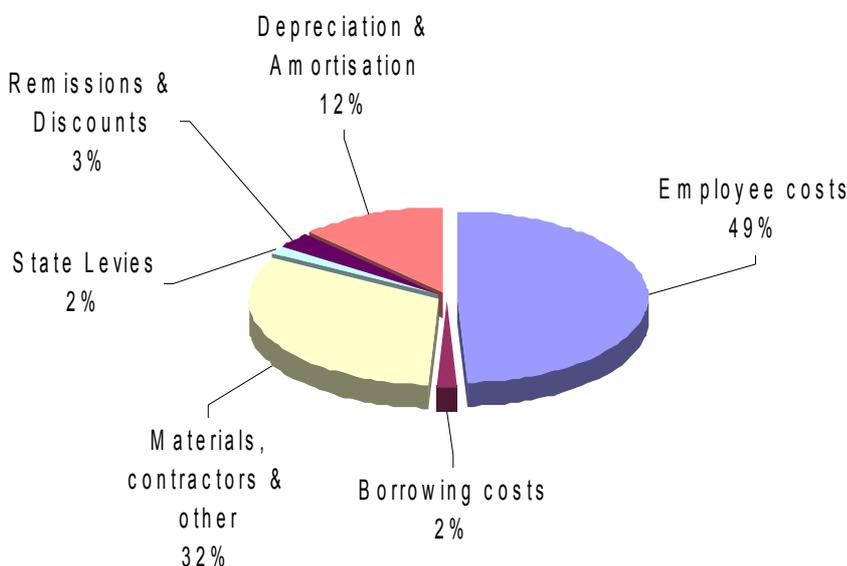
So what's happening?

In 2005/2006 and 2006/2007, Council incurred losses from ordinary activities.

This was due to expenditure incremental increasing over the period and income remaining at the same level.

That situation was not sustainable and in 2006/2007 Council returned a surplus of \$577,000 from ordinary activities.

Where the money will go in 2007/2008



So what's happening?

Council's consolidated expenditure budget for the financial year, 1 July 2006 to 30 June 2007 was \$6.6 million.

In 2007/2008 the budget is \$6.8 million. Budgets don't just happen. They are part of the detailed planning cycle.

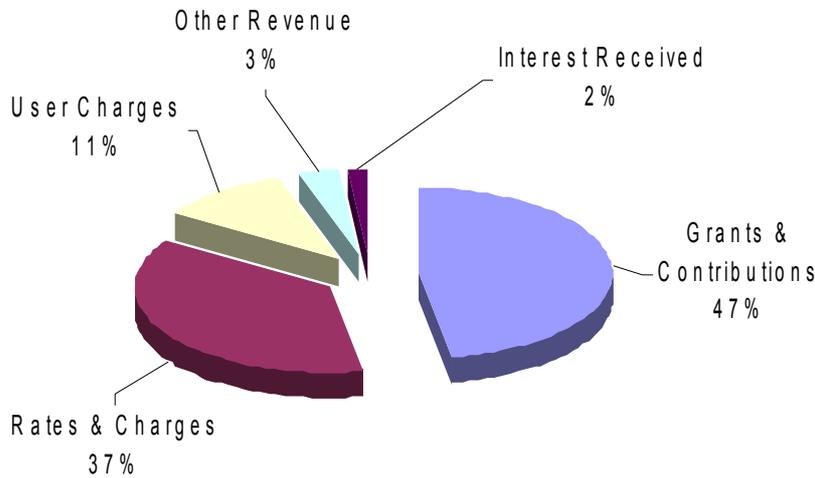
This planning ensures Council's budgets meet the present and future needs of our community.

Most importantly, careful planning ensures our finances are spent effectively.

Tasman Council Annual Report 2006/2007

Summary of Financial Performance

Our Income

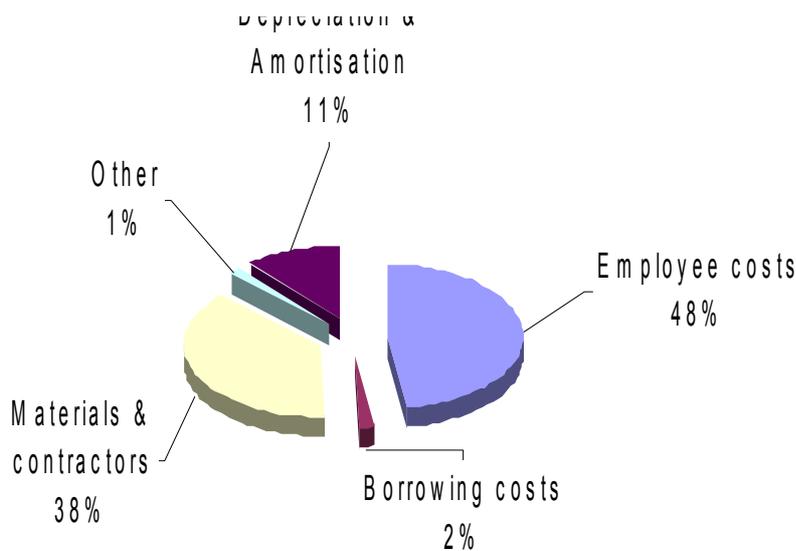


This is where our money came from in 2006/2007.

State & Federal grants are our main source of income representing almost half of total income.

Rates are a significant portion of the income. User charges are also an important revenue source.

Our Expenditure



This is where our money was spent in 2006/07.

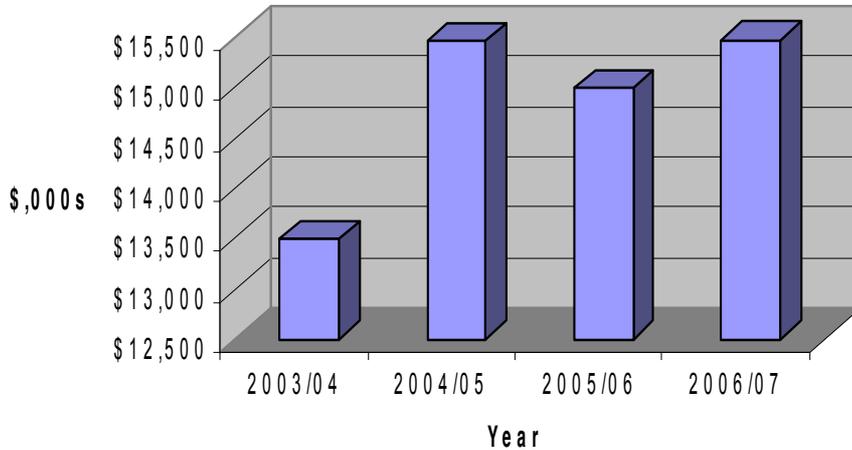
Council provides a wide range of services to the community.

The work is done by Council's employees and by contractors.

Wherever possible, Council uses local suppliers and contractors, so the money flows back into our local economy.

Summary of Financial Performance

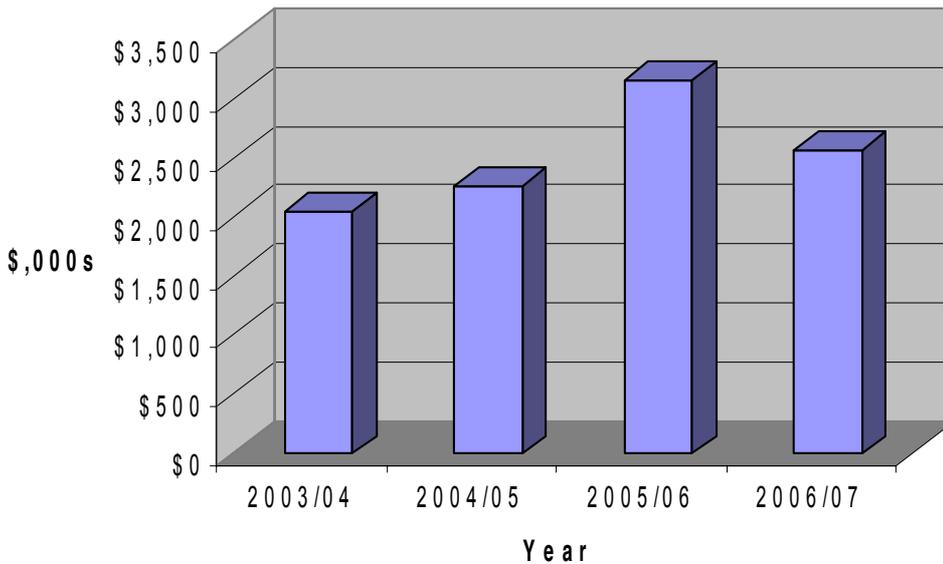
Our Assets



This is what our community owns.

The value of community assets (eg roads, bridges, buildings) have increased over the four year period.

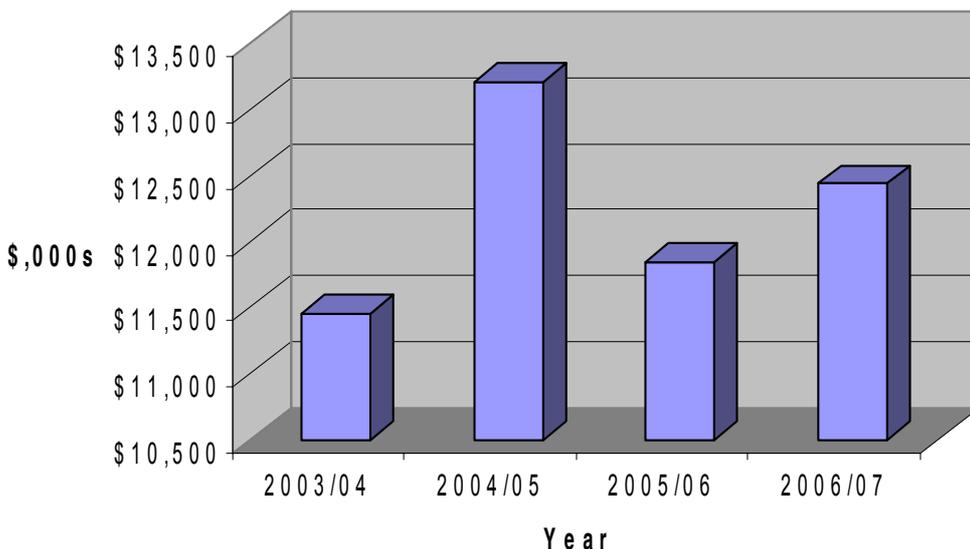
Our Liabilities



This is what we owe.

Our liabilities include loans, outstanding amounts payable to suppliers and contractors and amounts owing to employees for leave entitlements.

Our Equity



What we are worth.

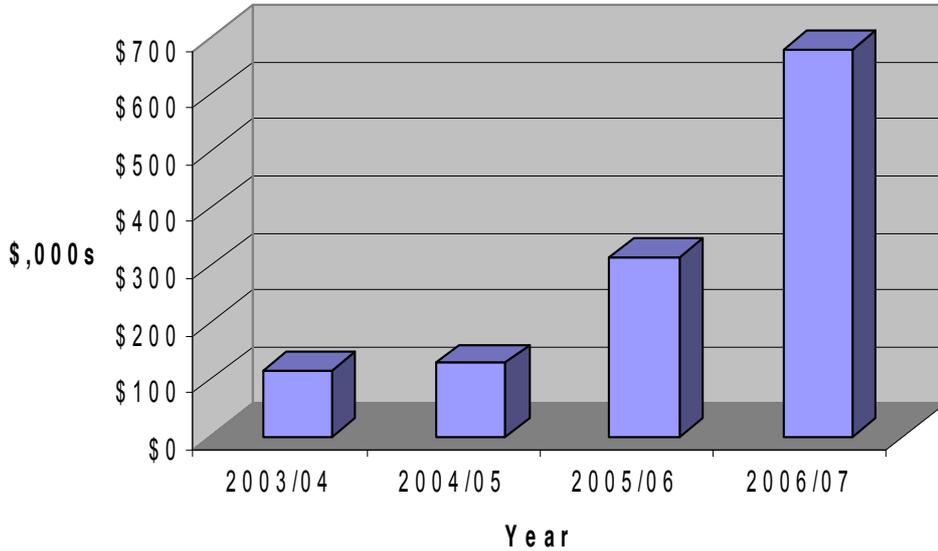
Our community's net worth (what we own less what we owe) has increased over the period.

This is much like your home (an asset) less your home loan (a liability) and the difference is your net worth.

Tasman Council Annual Report 2006/2007

Summary of Financial Performance

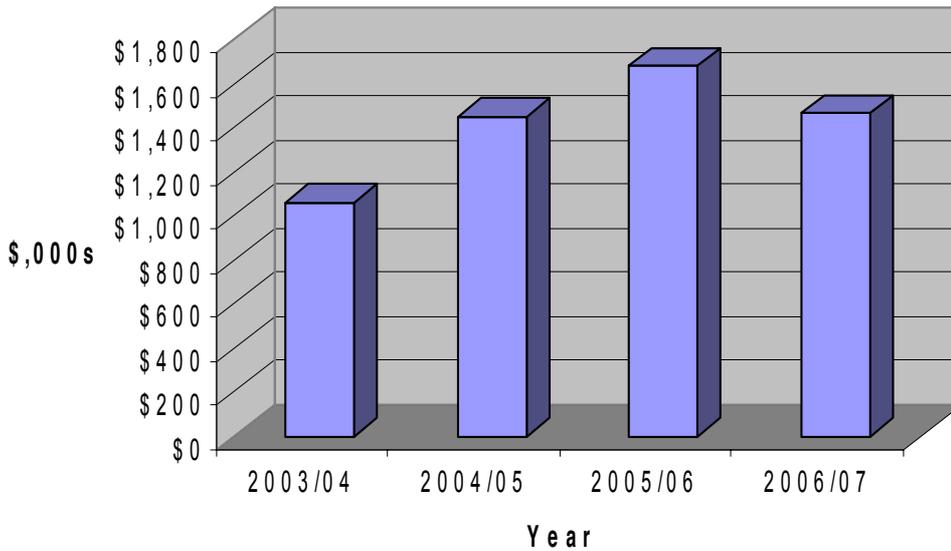
Our Cash



What we have in the bank account.

This is about our ability to pay our bills and have some money left over for the next financial year.

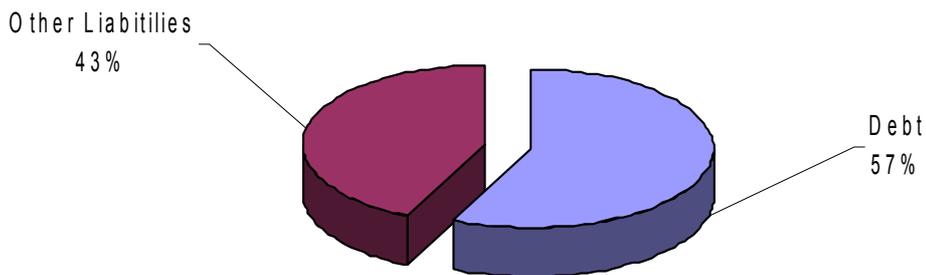
Managing Our Debt



These are our funds we borrow to build or upgrade major infrastructure such as roads, buildings and bridges.

No borrowings were required in 2006/2007.

Other Liabilities Compared With Debt



This represents our debt borrowings against other liabilities such as creditors, employee entitlements and other liabilities.

TASMAN COUNCIL

Financial Report for the Year Ended 30 June 2007

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Cash Flow Statement	3
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TASMAN COUNCIL
Financial Report for the Year Ended 30 June 2007

STATEMENT OF THE GENERAL MANAGER

In my opinion:

- (a) the financial statement represents fairly the financial position of the Tasman Council as at 30 June 2007 and the results of its operations and cash flows for the year then ended in accordance with Statements of Accounting Concepts, Australian Accounting Standards and Urgent Issues Group consensus views; and
- (b) the financial statements have been prepared in accordance with the requirements of the *Local Government Act 1993*.

General Manager



(Steve Gray)

Dated: 28 NOV 2007

**TASMAN COUNCIL
INCOME STATEMENT
YEAR ENDED 30 JUNE 2007**

	Note	Actual 2007 \$'000	Budget 2007 \$'000	Actual 2006 \$'000
Revenue from ordinary activities				
Rates and charges	3	2,734	2,770	2,009
Government grants	4	3,504	2,870	3,074
User charges	5	811	850	859
Interest received	6	123	27	54
Share of profit in associates using the equity method	17	52	0	77
Other revenue	6	188	144	352
Total revenue from ordinary activities		7,412	6,661	6,425
Expenses from ordinary activities				
Employee costs	8	3,235	3,207	3,356
Materials & contractors	9	2,574	2,114	2,183
Depreciation and amortisation	10	795	772	750
Borrowing costs	11	107	105	94
Net loss on disposal of property, plant and equipment	7	23	0	8
Other	12	101	277	102
Total expense from ordinary activities		6,835	6,475	6,493
Increase (Decrease) in net assets from ordinary activities		577	186	(68)
Donated assets		0	0	236
Assets transferred to State Government		0	0	(3,812)
Surplus(deficit) for the period		577	186	(3,644)

The accompanying notes form part of this financial report

**TASMAN COUNCIL
BALANCE SHEET
AS AT 30 JUNE 2007**

	Note	2007 \$'000	2006 \$'000
Current assets			
Cash assets	13	678	715
Receivables	14	336	311
Total current assets		1,014	1,026
Non-current assets			
Property, plant & equipment	15	14,283	13,844
Intangibles	16	26	23
Investments in Joint Ventures	17	154	104
Total non-current assets		14,463	13,971
Total assets		15,477	14,997
Current liabilities			
Payables	18	488	517
Interest-bearing liabilities	19	231	217
Provisions	20	312	311
Other	21	182	447
Total current liabilities		1,213	1,492
Non-current liabilities			
Interest-bearing liabilities	19	1,233	1,463
Provisions	20	101	136
Other	21	54	62
Total non-current liabilities		1,388	1,661
Total liabilities		2,601	3,153
Net assets		12,876	11,844
Equity			
Accumulated surplus		8,193	7,649
Reserves	22	4,683	4,195
Total equity		12,876	11,844

The accompanying notes form part of this financial report

**TASMAN COUNCIL
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2007**

	Note	2007 \$ '000	2006 \$ '000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from government grants		3,527	3,497
General rates		2,700	1,984
Payments to suppliers		(2,869)	(2,210)
Employee costs		(3,408)	(3,241)
Interest received		123	54
Interest paid		(107)	(94)
Other receipts		854	1,204
GST from/(to) ATO		162	115
Net cash provided by operating activities	24(b)	982	1,309
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		(849)	(1,216)
Proceeds from disposal of property, plant and equip.		46	179
Net cash used in investing activities		(803)	(1,037)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from interest-bearing liabilities		0	400
Repayment of interest-bearing liabilities		(216)	(171)
Net cash provided by financing activities		(216)	229
NET INCREASE (DECREASE) IN CASH HELD		(37)	501
Add cash at the beginning of the year		715	214
CASH AT THE END OF THE YEAR	24(a)	678	715

The accompanying notes form part of this financial report

**TASMAN COUNCIL
STATEMENT OF CHANGES IN EQUITY
YEAR ENDED 30 JUNE 2007**

2007	Accumulated surplus \$ '000	Reserves \$ '000	Total \$ '000
Balance at the beginning of the year	7,649	4,195	11,844
Surplus(deficit) for the year	577	0	577
Net asset revaluation increment(decrement)	0	455	455
Transfers from (to) other reserves	(33)	33	0
Balance at the end of the financial year	8,193	4,683	12,876

2006	Accumulated surplus \$ '000	Reserves \$ '000	Total \$ '000
Balance at the beginning of the year	11,309	1,903	13,212
Surplus(deficit) for the year	(3,631)	0	(3,631)
Net asset revaluation increment(decrement)	0	2,263	2,263
Transfers from (to) other reserves	(29)	29	0
Balance at the end of the financial year	7,649	4,195	11,844

The accompanying notes form part of this financial report

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1 The Local Government Reporting Entity

All funds through which the local government controls resources to carry on its functions have been included in this report.

In the process of reporting on the local government as a single unit, all transactions and balances between those funds (for example loans and transfers between funds) have been eliminated in full.

(a) Basis of Accounting

This general purpose financial report has been prepared on an accruals basis in accordance with the Framework for the Preparation and Presentation of Financial Statements, applicable Australian Accounting Standards, Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board. Australian Standards include Australian equivalents to International Financial Reporting Standards. It is presented in Australian dollars. All values are rounded to the nearest thousand dollars (\$'000).

It has been prepared on the basis of historical costs and except where stated, does not take into account changing money values or fair values of non-current assets. These accounting policies have been consistently applied and except where there is a change in accounting policy, are consistent with those of the previous year.

Certain assets acquired before 1 July 1993 have not been recognised in the balance sheet because there are significant problems in determining a reliable measure of the carrying amount of those assets. The assets in question are Land Under Roads. These assets will be recognised as soon as the problems with reliable measurement are overcome.

(b) Revenue recognition

Rates, grants, donations and other contributions are recognised as revenues when Council obtains control over assets comprising the contributions.

Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier upon receipt of the rates. The collectability of debts is assessed at period end and specific provision is made for any doubtful accounts. Control over granted assets is normally obtained upon their receipt or upon notification that a grant has been secured.

Unreceived contributions over which Council has control are recognised as receivables.

Where contributions recognised as revenues during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the nature of any amounts pertaining to those undischarged conditions are disclosed in the notes to these accounts. Those notes also disclose the amount on contributions recognised as revenues in a previous reporting period which were obtained in respect of the Council's operations for the current reporting period.

Interest revenues are recognised as they accrue.

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(c) Revaluations of Non Current Assets

Land, buildings, roads and streets, other structures and infrastructure

Revaluations of a class of asset occurs at such time as there has been a significant movement in current replacement cost of that asset class relative to the value disclosed in the financial statement. Variables influencing such movements in current replacement cost will include inflation, changes in available technology and materials, and general industry movements and trends. In any event, each class of assets will normally be subject to a revaluation at intervals of no greater than five years. Revaluation of land, buildings and other structures occurred in 2005/06 when all properties in the Tasman Municipality were re-valued by the Valuer General. The use of indices are considered between revaluations to reflect fair value and applied where materially significant.

Other non-current assets

Council has continued to apply the cost basis for other non-current assets.

(d) Depreciation of Non-Current Assets

All non current assets having a limited useful life are systematically depreciated over their useful lives in a manner which reflects the consumption of the service potential in those assets. Depreciation is provided for on a standard straight line basis using a range of rates applicable for Local Government which are reviewed annually. Major depreciation periods are:

	<u>Years</u>
Buildings	20 to 95
Plant & Equipment	
- Small Plant	2
- Other	5 to 15
Office Equipment and Furniture	5
Motor Vehicles	2 to 5
Computers	3 to 5
Roads - Sealed Pavements	20 to 60
Roads - Unsealed Pavements	5 to 20
Roads - Seal	15 to 20
Bridges & Culverts	5 to 80

(e) Valuation of property, plant and equipment.

Land, Buildings, roads and streets are valued at fair value.

All other categories of property, plant and equipment are valued at cost.

Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition, including architect's fees and engineering fees and all other costs incurred in getting the assets ready for use.

For assets valued at fair value, fair value is deemed to be Council value or Valuer General value.

For initial acquisitions of those categories which are valued at fair value, fair value is deemed to be cost.

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(f) Non Current Assets Constructed by the Council

The cost of non-current assets constructed by the Council includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overhead.

(g) Impairment of Assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment events or changes in circumstances indicate that the carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

For non-cash generating assets of Council such as roads, drains, public buildings and the like, value in use is represented by the deprival value of the asset approximated by its written down replacement cost.

(h) Employee Entitlements

(i) Wages and salaries

The amount of wages and salaries earned but not paid at balance date is recognised and brought to account as an accrual at expected rates of pay. The accrual is included as a current liability in payables.

(ii) Annual leave

Liabilities for annual leave are measured at their nominal amounts, using remuneration rates (including all on-cost components) the entity expects to pay at the balance dated.

(iii) Long service leave

The provision for long service leave represents the present value of the estimated future cash outflows to be made by the employer resulting from employees' services up to the balance date. Long service leave which is not expected to be settled within 12 months of balance date is discounted using the appropriate indicative mid-rates on selected Commonwealth Government securities. In determining the provision for long service leave, consideration has been given to future increases in wages and salary rates, and the Council's experience with staff departures. Related oncosts have been included in the liability. Staff are eligible for long service leave after 10 years service.

(iv) Superannuation

The Tasman Council makes superannuation contributions for a number of its employees to the Quadrant Defined Benefits Fund, which is a sub fund of the Quadrant Superannuation Scheme (the Fund). The Defined Benefits Fund has been classified as a multi-employer sponsored plan. As the Fund's assets and liabilities are pooled and are not allocated by employer, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided under paragraph 32(b) of AASB 119, Council does not use defined benefit accounting for these contributions.

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

At the present time Council contributes 9.5% of employees' gross income to the Fund. Assets accumulate in the Fund to meet member benefits as they accrue, and if assets within the Fund are insufficient to satisfy benefits payable, Council is required to meet its share of the deficiency.

Bendzulla Actuarial Pty Ltd undertook the last actuarial review of the Fund at 30 June 2005. The review disclosed that at that time the net market value of assets available for funding member benefits was \$64,804,407, the value of vested benefits was \$58,913,097, the surplus was \$5,891,310, and the value of total accrued benefits was \$61,267,000. These amounts relate to all members of the fund at the date of valuation and no asset or liability is recorded in the Quadrant Superannuation Scheme's financial statements for Council employees.

The financial assumptions used to calculate the Accrued Benefits for the Fund were:

Net Investment Return	7.0% pa
Salary Inflation	4.0% pa
Price Inflation	n/a

In the opinion of the Actuary, the Quadrant Defined Benefit Fund was adequately funded in that assets were sufficient to cover the vested benefits of all members at the review date and the actuarial value of accrued past service benefits. The next full triennial review is scheduled for 30 June 2008.

Council also contributes to other accumulation schemes on behalf of a number of employees, however Council has no ongoing responsibility to make good any deficiencies that may occur in those schemes.

During the year Council made the required superannuation contributions for all eligible employees to an appropriate complying superannuation fund as required by the *Superannuation Guarantee (Administration) Act 1992*.

During the reporting period the amount of contributions paid to defined benefits schemes was \$112,651 (2005-06, \$133,600), and the amount paid to accumulation schemes was \$146,176 (2005-06, \$121,773).

(v) Sick Leave

No amount is shown for non-vested sick leave as experience indicates that, on average, sick leave taken for each reporting period is less than the entitlement accruing in that period, and this experience is expected to recur in future reporting periods.

(l) Inventories

Inventories are no longer held by Council, as materials are expended at time of purchase.

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(j) Materiality

Items are deemed to be material by the Council if their omission, non-disclosure or mis-statement has the potential to adversely affect;

- decisions about the allocation of resources
- the discharge of accountability by Council

Items of a similar nature and amount are examined together to determine whether an item is material.

(k) Trust Funds

The financial report incorporates only those trust items of which Council has control.

Amounts received as tender deposits and retention amounts controlled by Council are included in the amount disclosed as trade creditors within the current liabilities.

(l) Assets that are leased from the State Government.

A number of Council properties including the Council Chambers and some recreation grounds are leased from the State Government. These assets have been capitalised in the Financial Statements because Council has control over these assets.

(m) Receivables

(i) Settlement terms

Rate debtors are generally settled within 60 days of demand and are carried at amounts due. Should amounts be unpaid outside these terms a 10.95% penalty applies and Council may instigate collection proceedings in accordance with the *Local Government Act 1993* (as amended).

Sundry debtors are generally settled within 30 days of issue of the account. Should amounts be unpaid outside these terms Council may instigate collection proceedings in accordance with the *Local Government Act 1993* (as amended).

(ii) Credit risk

Council does not have any significant exposure to any individual customers or counterparty.

(iii) Net fair value

Council considers that the carrying amount of receivables approximates their net fair value.

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(n) Payables

Liabilities are recognised for amounts to be paid in the future for goods or services received, whether or not billed to Council. Trade accounts payable are normally settled within 30 days. The carrying amount of creditors approximates net fair value.

(o) Interest-bearing liabilities

Borrowings are carried on the statement of financial position at their principal amount. The carrying amount of the borrowings is their current value. The Net Fair Value of the loan portfolio is \$1,425,669 (2005/06 \$1,266,470). This estimate is based on present value calculations applied to each loan using interest rates prevailing at balance date.

(p) Other liabilities

The carrying amount of the deferred cost of valuation and hostel contributions approximates their net fair value. Hostel contributions are accommodation bonds held on behalf of aged care residents.

(q) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except when the amount of GST incurred is not recoverable from the Australian Tax Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense or revenue.

Receivables and payables are stated with the amount of GST included.

Cash flows are included in the Statement of Cash Flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

(r) Statement of Financial Performance - Budget Amounts

The Budget amounts which appear in the Statement of Financial Performance are taken from the Annual Estimates and are not subject to audit.

(s) Resources provided free of charge

Assets provided free of charge by Council, are recognised as an expense when fair value can be reliably determined.

(t) Resources received free of charge

Contributions of assets at no cost of acquisition or for nominal consideration are recognised at their fair value when the asset qualifies for recognition.

TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007

FUNCTIONS OF COUNCIL

2(a) Revenues, expenses and assets have been attributed to the following functions.

A detailed explanation of each function is outlined in Note 2(b).

	Revenue Grants \$ '000	Revenue Other \$ '000	Expenses \$ '000	Net Surplus (Deficit) \$ '000	Assets \$ '000
2007					
Administration	0	91	796	(705)	624
Public service & amenities	0	179	273	(94)	3,637
Community welfare services	134	0	166	(32)	1
Tasman Multi Purpose Service	2,389	523	2,884	28	1,496
Economic development and tourism	74	172	475	(229)	757
Transport & associated infrastructure	449	5	894	(440)	6,584
Waste & environment	0	379	352	27	938
Sewer	0	14	109	(95)	492
Depot & workshop	0	1	115	(114)	182
Private works	0	20	8	12	0
Non - attributable	458	2,524	763	2,219	766
TOTAL	3,504	3,908	6,835	577	15,477
2006					
Administration	0	97	904	(807)	558
Public service & amenities	0	177	278	(101)	3,014
Community welfare services	156	2	144	14	1
Tasman Multi Purpose Service	2,040	1,135	6,484	(3,309)	1,436
Economic development and tourism	44	56	174	(74)	677
Transport & associated infrastructure	483	10	1,100	(607)	6,164
Waste & environment	0	398	402	(4)	841
Sewer	0	34	53	(19)	520
Depot & workshop	0	22	115	(93)	184
Private works	0	113	98	15	0
Non - attributable	363	3,807	553	3,617	1,602
TOTAL	3,086	5,851	10,305	(1,368)	14,997

*
TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007

FUNCTIONS OF COUNCIL

2(b) Council has adopted the following functional areas by which it manages the municipal area.

Administration

To provide a high level of Corporate Services to the other functions carried on by Council efficiently and at a reasonable cost.

Activities include:

- General operations

2(b) (Continued)

Public service & amenities

To provide a diverse range of needs based community facilities and an aesthetically pleasing recreational environment encouraging increased usage by members of the community at a minimum cost.

Activities include:

- Cemeteries
- Parks and reserves
- Community halls
- Fire protection
- Animal control
- Disaster planning
- Emergency services
- Preventative health services
- Other health services
- Community health
- Council residences
- Other public services - library
- Public amenities

Tasman Multi Purpose Services

To administer residential care and associated services within approved funding allocated by the State Community and Health Services - Southern Region Aged and Disability Support Program.

Activities include:

- Nursing home
- Hostel
- Surgery
- Community health
- Childcare
- Board
- Emergency care
- Home and Community Care
- Emergency relief
- Other community services

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

FUNCTIONS OF COUNCIL

2(b) (Continued)

Economic development and Tourism

To direct corporate effort towards the creation of sustainable employment opportunities and improved quality of life in line with Council's strategy for the regions development and the aspirations of the community.

To promote and provide a diverse range of tourist based activities in the municipality so as to maximise financial returns while maintaining high aesthetic and environmental standards.

Activities include:

- Town planning
- Development
- Building control
- Tourism & area promotion

Transport & associated infrastructure

To provide a safe and efficient land transportation system for the municipality through better management, increased inspection and adequate maintenance.

Activities include:

- Local roads
- Bridges
- Footpaths
- Kerb & channel
- Drainage
- Street lighting

Waste & environment

To provide an efficient and environmentally sound waste management service for the municipality with an emphasis on recycling waste materials and the protection of public health.

Activities include:

- Waste disposal
- Waste & environment

Sewer

To provide an efficient and environmentally sound sewerage management service for the municipality with an emphasis on the safe disposal of domestic sewerage effluent.

Depot & workshop

To provide an efficient and safe base for the outdoor workforce and a base for the storage of plant and vehicles along with materials and supplies.

Private works

To provide a service to undertake works not capable of being undertaken by local contractors on a full cost recovery basis.

Non-attributable

To provide a basis for accounting for any revenue and expense which cannot be directly associated with any one particular functional area.

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

Note	2007 \$ '000	2006 \$ '000
3 RATES AND CHARGES		
General	2,304	1,530
Waste Management	152	142
Waste Collection	170	169
Sewerage Levy	8	10
Supplementary Rates	0	60
Fire Levy	100	98
	<u>2,734</u>	<u>2,009</u>

4 GOVERNMENT GRANTS

Roads to Recovery	41	123
Blackspot Grant	0	36
Judd Park Upgrade	0	44
Roads - Financial Assistance Grant	326	324
Emergency Relief Program	12	12
Emergency Grant	13	15
General - Financial Assistance	360	336
Envirofund Grant	28	1
Community Water	51	0
Community Water - MPS	28	0
Tourism Strategy	73	0
Port Arthur Streetscape	82	0
Community Grants - Cwth	5	0
Community Grants - State	2	0
Childcare Upgrade	295	0
Youth Development	2	1
Tripartite Grant - State	838	838
Tripartite Grant - Commonwealth	1,116	1,075
Job Skills	9	8
MPS Training	2	0
Childcare State	45	44
Childcare Cwth rebate	6	1
Childcare DFACS	14	14
Community Transport Grant	0	2
Mobile Mens outreach	7	0
Community RHS	126	121
Youth - Loop Project grant	4	6
State grants	0	2
Colony 47 Grant	2	0
Community Housing	19	3
Womans Development Grant	0	3
RHS Staff Development Grant	0	4
Aged Care Workers Train Grant	0	56
Community cafe for young Grant	0	2
Youth Advisory services grant	0	3
	<u>3,504</u>	<u>3,074</u>

Conditions over grants

No grants were recognised as revenues during the year which were obtained under the condition they be expended on a specific project but are as yet to be applied in that manner at the reporting date.

TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007

	Note	2007 \$ '000	2006 \$ '000
5 USER CHARGES			
MPS Resident fees and Contributions		372	332
MPS Other services		158	142
Council fees and charges		281	385
		<u>811</u>	<u>859</u>
6 OTHER REVENUE			
Interest		123	54
Other		188	352
		<u>311</u>	<u>406</u>
7 Gain/(Loss) on non-current assets sold or retired			
Proceeds from sales		46	179
Less Carrying amount of assets sold or retired		(69)	(187)
Gain/(Loss) on Disposal/Retirement		<u>(23)</u>	<u>(8)</u>
8 EMPLOYEE COSTS			
Wages and salaries		2,769	2,677
Superannuation		258	256
All other employee costs		208	423
		<u>3,235</u>	<u>3,356</u>
9 MATERIALS AND SERVICES			
Contract payments		2,245	1,892
Utilities		141	137
Discounts & remissions		188	154
		<u>2,574</u>	<u>2,183</u>

TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007

	Note	2007 \$ '000	2006 \$ '000
10 DEPRECIATION			
Depreciation expense for the year is as follows:			
Motor vehicles		32	55
Buildings		46	27
Plant and equipment		60	53
Roads		536	495
Infrastructure		52	49
Other structures		23	21
Office equipment, furniture and fittings		34	37
Software		12	13
		<u>795</u>	<u>750</u>
11 BORROWING COSTS			
Interest - Borrowings		<u>107</u>	<u>94</u>
12 OTHER EXPENSES			
Auditors remuneration			
- Audit services		20	17
Bad debts		0	0
Election expenses		1	9
Payments to elected members			
- Fees and allowances		80	76
		<u>101</u>	<u>102</u>
13 CASH ASSETS			
Cash at bank and on hand		28	315
Cash investments		650	400
		<u>678</u>	<u>715</u>

There is a restriction on the expending of \$40,000 (2006 \$13,000) of cash at bank that relates to public open space money. The *Local Government (Buildings and Miscellaneous Provisions) Act 1996* restricts the use of these funds.

14 RECEIVABLES

Current

Sundry debtors	93	94
Rate debtors	170	136
MPS debtors	60	42
Prepayments and accruals	17	43
	<u>340</u>	<u>315</u>
Less provision for doubtful debts	(4)	(4)
	<u>336</u>	<u>311</u>

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

15 PROPERTY, PLANT & EQUIPMENT

2007	Cost or valuation \$ '000	Accumulated depreciation \$ '000	Written down value \$ '000
Land			
- at fair value	2,077	0	2,077
Buildings			
- at fair value	2,845	46	2,799
Roads and streets			
- at fair value	15,776	9,247	6,529
Other structures			
- at cost	592	83	509
Plant and equipment			
- at cost	703	274	429
Office equipment, furniture and fittings			
- at cost	315	191	124
Infrastructure			
- at cost	1,361	196	1,165
Motor vehicles			
- at cost	422	232	190
Works in progress			
- at cost	461	0	461
	24,552	10,269	14,283

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

15 PROPERTY, PLANT & EQUIPMENT (Continued)

2006	Cost or valuation \$ '000	Accumulated depreciation \$ '000	Written down value \$ '000
Land			
- at fair value	2,077	0	2,077
Buildings			
- at fair value	2,815	0	2,815
Roads and Bridges			
- at fair value	14,776	8,711	6,065
Other Structures			
- at cost	576	60	516
Plant and equipment			
- at cost	692	214	478
Office equipment, furniture and fittings			
- at cost	279	187	112
Infrastructure			
- at cost	1,281	144	1,137
Motor vehicles			
- at cost	341	206	135
Works in progress			
- at cost	509	0	509
	23,346	9,502	13,844

Reconciliations	2007 \$ '000	2006 \$ '000
Land		
Carrying amount at beginning of year	2,077	873
Revaluation	0	1104
Reclassified	0	25
Assets donated	0	75
Transferred to State Government asset register	0	(55)
Additions	0	55
Carrying amount at end of year	2,077	2,077

A valuation of land was undertaken as at 30 June 2006. The valuation of land then held by Council was based on an independent valuation by the Valuer General.

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

Reconciliations (Continued)	2007	2006
	\$ '000	\$ '000
Buildings		
Carrying amount at beginning of year	2,815	2,854
Additions	30	70
Revaluation	0	1,159
Reclassified	0	(60)
Assets donated	0	161
Transferred to State Government asset register	0	(1,508)
Accumulated Depreciation on transferred asset	0	166
Depreciation	<u>(46)</u>	<u>(27)</u>
Carrying amount at end of year	2,799	2,815

A valuation of buildings was undertaken as at 30 June 2006. The valuation of buildings then held by Council was based on an independent valuation by the Valuer General.

Roads and Bridges		
Carrying amount at beginning of year	6,065	5,941
Additions	545	619
Revaluation	455	0
Depreciation	<u>(536)</u>	<u>(495)</u>
Carrying amount at end of year	6,529	6,065

Roads assets were revalued as at 30 June 2005 by an independent valuer. The valuation was updated on 30 June 2007 by applying an index of 10.56%. The index was based on the movement in the Producer Price Indexes issued by the Australian Bureau of Statistics and related to the period from 1 July 2005 to balance date.

Other structures		
Carrying amount at beginning of year	516	501
Additions	16	36
Depreciation	<u>(23)</u>	<u>(21)</u>
Carrying amount at end of year	509	516

Plant and equipment		
Carrying amount at beginning of year	478	252
Additions	11	282
Assets sold or retired	0	(153)
Accumulated Depreciation on sold or retired assets	0	150
Depreciation	<u>(60)</u>	<u>(53)</u>
Carrying amount at end of year	429	478

Office equipment, furniture and fittings		
Carrying amount at beginning of year	112	167
Additions	62	34
Reclassified Asset	0	(94)
Reclassified Depreciation	0	63
Assets sold or retired	(26)	(178)
Accumulated Depreciation on sold or retired assets	10	157
Depreciation	<u>(34)</u>	<u>(37)</u>
Carrying amount at end of year	124	112

Infrastructure		
Carrying amount at beginning of year	1,137	1,176
Additions	80	61
Reclassified Assets	0	(51)
Depreciation	<u>(52)</u>	<u>(49)</u>
Carrying amount at end of year	1,165	1,137

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

Reconciliations (Continued)	2007	2006
	\$ '000	\$ '000
Motor vehicles		
Carrying amount at beginning of year	135	332
Additions	142	21
Assets sold or retired	(61)	(220)
Accumulated Depreciation on sold or retired assets	6	57
Depreciation	(32)	(55)
Carrying amount at end of year	<u>190</u>	<u>135</u>
Work in progress		
Carrying amount at beginning of year	509	417
Additions	52	213
Completed works	(100)	(121)
Carrying amount at end of year	<u>461</u>	<u>509</u>
Leasehold improvements		
Carrying amount at beginning of year	0	2,415
Additions	0	0
Transferred to State Government asset register	0	(2,415)
Carrying amount at end of year	<u>0</u>	<u>0</u>

Cost or valuation \$ '000	Accumulated depreciation \$ '000	Written down value \$ '000
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16 INTANGIBLE ASSETS

2007

Software	114	88	26
	<u>114</u>	<u>88</u>	<u>26</u>

2006

Software	99	76	23
	<u>99</u>	<u>76</u>	<u>23</u>

	2007	2006
	\$ '000	\$ '000
Software		
Carrying amount at beginning of year	23	31
Additions	15	5
Depreciation	(12)	(13)
Carrying amount at end of year	<u>26</u>	<u>23</u>

TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007

17 INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Copping Refuse Disposal Site Joint Authority	154	104
	<u>154</u>	<u>104</u>
Share of associate's assets and liabilities		
Current assets	348	306
Non-current assets	238	151
Total assets	<u>585</u>	<u>457</u>
Current liabilities	39	39
Non-current liabilities	392	313
Total liabilities	<u>431</u>	<u>352</u>
Net Assets	<u>154</u>	<u>104</u>
Share of associate's income, expenses and results		
Income	205	191
Expenses	153	114
Operating results	<u>52</u>	<u>77</u>
Council's ownership interest	10%	10%
Movement in carrying value of investment		
Opening balance at beginning of year	104	51
Share of operating results	52	77
Share of increase (decrease) in equity	(2)	(23)
Closing balance at end of year	<u>154</u>	<u>104</u>
Councils share of expenditure commitments	<u>0</u>	<u>71</u>

TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007

	Note	2007 \$ '000	2006 \$ '000
18 PAYABLES			
Current			
Trade Creditors		483	372
Accruals		5	145
		<u>488</u>	<u>517</u>

19 INTEREST-BEARING LIABILITIES

Current			
Borrowings		231	217
		<u>231</u>	<u>217</u>
Non-Current			
Borrowings		1233	1,463
		<u>1,233</u>	<u>1,463</u>
Total Interest-bearing liabilities		<u>1,464</u>	<u>1,680</u>

Borrowings are secured over the general rates of the Council.

20 PROVISIONS

	Annual leave \$ '000	Long Service leave \$ '000	Landfill restoration \$ '000	Total \$ '000
2007				
Balance at beginning of financial year	229	170	48	447
Additional provisions	198	(2)	0	196
Amounts used	(227)	(3)	0	(230)
Balance at end of financial year	<u>200</u>	<u>165</u>	<u>48</u>	<u>413</u>
2006				
Balance at beginning of financial year	178	130	48	356
Additional provisions	217	53	0	270
Amounts used	(166)	(13)	0	(179)
Balance at end of financial year	<u>229</u>	<u>170</u>	<u>48</u>	<u>447</u>

	2007 \$ '000	2006 \$ '000
Provisions		
Current		
Employee Benefits - Annual leave	187	216
Employee Benefits - Long service leave	88	57
Employee Oncost	18	19
Landfill	19	19
	<u>312</u>	<u>311</u>
Non-Current		
Employee Benefits - Long service leave	66	97
Employee Oncost	6	10
Landfill	29	29
	<u>101</u>	<u>136</u>
Total Provisions	<u>413</u>	<u>447</u>
Number of employees at year end	76	90

TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007

	Note	2007 \$ '000	2006 \$ '000
21 OTHER LIABILITIES			
Current			
Hostel contributions		64	68
Grant Revenue received in advance		82	352
Other		36	27
		182	447
Non-Current			
Rent Received in advance		54	62
		54	62

22 RESERVES

	Balance as at 30 June 2006	Transfers to Reserves	Transfers from Reserves	Balance as at 30 June 2007
Public open space	13	27	0	40
Revaluation reserve	4,155	0	0	4,155
Sewerage Reserve	24	6	0	30
Tasman Entertainment Centre	3	0	0	3
	4,195	33	0	4,228

Nature and purpose of reserves:

The amount standing to the credit of the public open space reserve and the sewerage reserve resulted from allocation of accumulated surplus for the purpose of identifying the surplus set aside for specific works to be conducted in future years. The reserve will be released to accumulated surplus when the specific works are undertaken.

The Asset Revaluation Reserve represents the net revaluation increments arising from the revaluation of Non-Current Assets.

The amount standing to the credit of the Tasman Entertainment Centre Reserve resulted from funds donated to Council to be used for future expenditure at the Tasman Entertainment Centre.

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

Note	2007 \$ '000	2006 \$ '000
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23 OPERATING LEASE COMMITMENTS

At the reporting date, the Council had the following obligations under non-cancellable operating leases for the lease of vehicles and equipment within Council's activities (these liabilities are not recognised as liabilities):

Not later than one year	20	96
Later than one year and not later than five years	26	61
Later than five years	0	0
	46	157

24 STATEMENT OF CASH FLOWS

(a) Reconciliation of cash

For the purposes of the statement of cash flows, cash includes cash-on-hand and in banks, net of outstanding bank overdraft. Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position.

Cash at bank and on hand	13	678	715
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(b) Reconciliation of increase (decrease) in net assets resulting from ordinary activities to net cash inflow from operating activities

Increase (decrease) in net assets resulting from ordinary activities	577	(68)	
Net loss on disposal of property, plant and equipment	23	8	
Share of profit in associates using the equity method	(52)	(77)	
Depreciation and amortisation	795	750	
Movements in assets and liabilities			
- (Increase)/Decrease in receivables	(25)	16	
- Increase/(Decrease) in payables	(29)	213	
- Increase/(Decrease) in other liabilities	(273)	376	
- Increase/(Decrease) in provisions	(34)	91	
Net cash provided by operating activities	982	1,309	

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

25 COUNCIL COMMITTEES

The transactions of Council's special committees have been included in the financial statements of Council, as listed below.

	Balance 30-June-2006	Revenue	Expense	Balance 30-June-2007
	\$	\$	\$	\$
Tasman Peninsula Community Centre Committee	6,659	9,071	11,074	4,656
Nubeena Recreation Ground Committee	1,272	1,857	896	2,233
Koonya Hall Committee	5,872	1,349	346	6,875
Saltwater River Hall Committee	0	2,995	435	2,560
Port Arthur Sports Ground Committee	4,037	1,983	1,272	4,748
Nubeena Community Hall Committee	3,769	0	0	3,769
	21,609	17,255	14,023	24,841

Each Committee's accounts have been audited or certified by the Council's General Manager or Corporate Services Manager.

26 SIGNIFICANT BUSINESS ACTIVITIES

Tasman Council has identified the Tasman Multi Purpose Services Centre as its only Significant Business Activity in accordance to Section 84 (2) (da) of the *Local Government Act 1993*.

For financial details of the Tasman Multi Purpose Services Centre, see note 2(a).

In the process of reporting notional tax expenses, these have not been included for this activity because all other aged care facilities within this State are exempt from those costs associated with competitive neutrality.

**TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

27 REGISTER OF INTERESTS

Councillors are required to disclose pecuniary interests in matters, which come before Council. Under Section 84(2) of the Local Government Act 1993, Council is required to "specify any interests as notified to the General Manager of any Councillor in respect of any body or organisation with which the Council has major financial dealings."

Councillors/ Position	Summary of Nature of Interest	Date Interest Existed	Nature of Relevant Dealings by Council
Councillor Roger Self (Mayor)			No Relevant disclosures
Councillor Garry Alexander (Deputy Mayor)			No Relevant disclosures
Councillor Peter Wilson	\$68,099	2006/2007	Provision of laundry services to the Tasman Multi Purpose Service.
Councillor Bruce Wiggins			No Relevant disclosures
Councillor Joan Fazackerley			No Relevant disclosures
Councillor Allen Briggs			No Relevant disclosures
Councillor Audrey Noye			No Relevant disclosures
Councillor Jan Barwick			No Relevant disclosures
Councillor Roseanne Heyward			No Relevant disclosures
Councillor Wally Lyne			No Relevant disclosures

28 COMMITMENTS AND CONTINGENT LIABILITIES

Council is aware that there may be planning issues that may not be covered by Council's fidelity insurance. Council is taking legal advice and no estimate of costs can be made.

29 ECONOMIC DEPENDENCE

Council receives substantial funding from the Commonwealth Government, State Government and others for the provision of services to the community through the Tasman Multi Purpose Service.

TASMAN COUNCIL
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007

30 INTEREST RATE RISK

The Council's exposure to interest rate risks and the effective interest rates on financial instruments at the balance date are:

2007		Note	Variable Interest Rate	Less one year	Maturing:		Greater 5 years	Non-Interest Bearing	Total
			WAEIR %	\$ '000	\$ '000	2 to 5 years	\$ '000	\$ '000	\$ '000
FINANCIAL ASSETS									
Cash	13	5.96	678	0	0	0	0	0	678
Receivables	14	N/A	0	0	0	0	0	336	336
TOTAL FINANCIAL ASSETS			678	0	0	0	0	336	1,014
FINANCIAL LIABILITIES									
Creditors	18	N/A	0	0	0	0	0	488	488
Borrowings	19	6.15	0	231	740	493	0	0	1,464
Other	21	N/A	0	0	0	0	0	236	236
TOTAL FINANCIAL LIABILITIES			0	231	740	493	236	2,188	2,188
2006									
			Variable Interest Rate	Less one year	Maturing:		Greater 5 years	Non-Interest Bearing	Total
			WAEIR %	\$ '000	\$ '000	2 to 5 years	\$ '000	\$ '000	\$ '000
FINANCIAL ASSETS									
Cash	13	4.80	715	0	0	0	0	0	715
Receivables	14	N/A	0	0	0	0	0	311	311
TOTAL FINANCIAL ASSETS			715	0	0	0	0	311	1,026
FINANCIAL LIABILITIES									
Creditors	18	N/A	0	0	0	0	0	517	517
Borrowings	19	6.17	0	217	841	622	0	0	1,680
Other	21	N/A	0	0	0	0	0	509	509
TOTAL FINANCIAL LIABILITIES			0	217	841	622	1,026	2,706	2,706

WAEIR - weighted average effective interest rate.

TASMAN MULTI PURPOSE SERVICE

Financial Report for the Year Ended 30 June 2007

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TASMAN MULTI PURPOSE SERVICE
Financial Report for the Year Ended 30 June 2007

STATEMENT OF THE GENERAL MANAGER

In my opinion:

- (a) the financial statement represents fairly the financial position of the Tasman Multi Purpose Service as at 30 June 2007 and the results of its operations and cash flows for the year then ended in accordance with Statements of Accounting Concepts, Australian Accounting Standards and Urgent Issues Group consensus views; and
- (b) the financial statements have been prepared in accordance with the requirements of the *Local Government Act 1993*.

General Manager



(Steve Gray)

Dated: 28 November 2007

**TASMAN MULTI PURPOSE SERVICE
INCOME STATEMENT
YEAR ENDED 30 JUNE 2007**

	Actual 2007 \$'000	Budget 2007 \$'000	Actual 2006 \$'000
Revenue from ordinary activities			
Government grants	3 2,523	2,181	2,183
User charges	4 530	610	474
Interest Received	5 41	7	8
Other Revenue	5 0	21	195
Total revenue from ordinary activities	3,094	2,819	2,860
Expenses from ordinary activities			
Employee costs	7 2,166	2,175	2,241
Materials & contractors	8 809	568	495
Depreciation and amortisation	9 43	38	50
Borrowing costs	10 24	24	26
Net gain(loss) on disposal of property, plant and equip.	6 0	0	3
Other	11 8	3	1
Total expense from ordinary activities	3,050	2,808	2,816
Increase/(Decrease) in net assets from ordinary activities	44	11	44
Donated assets	0	0	236
Transferred to State Government	0	0	(3,812)
Surplus(deficit) for the period	44	11	(3,532)

The accompanying notes form part of this financial report

**TASMAN MULTI PURPOSE SERVICE
BALANCE SHEET
AS AT 30 JUNE 2007**

	Note	2007 \$'000	2006 \$'000
Current assets			
Cash assets	12	457	559
Receivables	13	224	70
Total current assets		<u>681</u>	<u>629</u>
Non-current assets			
Property, plant & equipment	14	816	808
Total non-current assets		<u>816</u>	<u>808</u>
Total assets		<u>1,497</u>	<u>1,437</u>
Current liabilities			
Payables	15	298	214
Interest-bearing liabilities	16	54	51
Provisions	17	196	191
Other	18	70	68
Total current liabilities		<u>618</u>	<u>524</u>
Non-current liabilities			
Interest-bearing liabilities	16	315	368
Provisions	17	41	67
Total non-current liabilities		<u>356</u>	<u>435</u>
Total liabilities		<u>974</u>	<u>959</u>
Net assets		<u>523</u>	<u>478</u>
Equity			
Accumulated surplus		259	214
Reserves	19	264	264
Total equity		<u>523</u>	<u>478</u>

The accompanying notes form part of this financial report

**TASMAN MULTI PURPOSE SERVICE
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2007**

	Note	2007 \$ '000	2006 \$ '000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from government grants		2,643	2,254
Payments to suppliers		(722)	(429)
Employee costs		(2,278)	(2,147)
Interest received		19	8
Interest paid		(24)	(26)
Other receipts		397	746
GST from/(to) ATO		(36)	(37)
Net cash provided by operating activities	21(b)	(1)	369
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		(51)	(11)
Proceeds from disposal of property, plant and equipment		0	36
Net cash used in investing activities		(51)	25
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from interest-bearing liabilities		0	0
Repayment of interest-bearing liabilities		(50)	(49)
Net cash provided by financing activities		(50)	(49)
NET INCREASE (DECREASE) IN CASH HELD			
		(102)	345
Add cash at the beginning of the year		559	214
CASH AT THE END OF THE YEAR	21(a)	457	559

The accompanying notes form part of this financial report

**TASMAN MULTI PURPOSE SERVICE
STATEMENT OF CHANGES IN EQUITY
YEAR ENDED 30 JUNE 2007**

2007	Accumulated surplus \$ '000	Reserves \$ '000	Total \$ '000
Balance at the beginning of the year	215	264	479
Surplus(deficit) for the year	44	0	44
Balance at the end of the financial year	259	264	523

2006	Accumulated surplus \$ '000	Reserves \$ '000	Total \$ '000
Balance at the beginning of the year	3,774	0	3,774
Surplus(deficit) for the year	(3,559)	0	(3,559)
Net asset revaluation increment(decrement)	0	264	264
Balance at the end of the financial year	215	264	479

The accompanying notes form part of this financial report

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1 The MPS Reporting Entity

All funds through which the MPS controls resources to carry on its functions have been included in this report.

In the process of reporting on the local government as a single unit, all transactions and balances between those funds (for example loans and transfers between funds) have been eliminated in full.

(a) Basis of Accounting

This general purpose financial report has been prepared on an accruals basis in accordance with the Framework for the Preparation and Presentation of Financial Statements, applicable Australian Accounting Standards, Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board. Australian Standards include Australian equivalents to International Financial Reporting Standards. It is presented in Australian dollars. All values are rounded to the nearest thousand dollars (\$'000).

It has been prepared on the basis of historical costs and except where stated, does not take into account changing money values or fair values of non-current assets. These accounting policies have been consistently applied and except where there is a change in accounting policy, are consistent with those of the previous year.

(b) Revenue recognition

Grants, donations and other contributions are recognised as revenues when the MPS obtains control over assets comprising the contributions.

Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier upon receipt of the rates. The collectability of debts is assessed at period end and specific provision is made for any doubtful accounts. Control over granted assets is normally obtained upon their receipt or upon notification that a grant has been secured.

Unreceived contributions over which the MPS has control are recognised as receivables.

Where contributions recognised as revenues during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the nature of any amounts pertaining to those undischarged conditions are disclosed in the notes to these accounts. Those notes also disclose the amount on contributions recognised as revenues in a previous reporting period which were obtained in respect of the MPS's operations for the current reporting period.

Interest revenues are recognised as they accrue.

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(c) Revaluations of Non Current Assets

Land, buildings, other structures and infrastructure

Revaluations of a class of asset occurs at such time as there has been a significant movement in current replacement cost of that asset class relative to the value disclosed in the financial statement. Variables influencing such movements in current replacement cost will include inflation, changes in available technology and materials, and general industry movements and trends. In any event, each class of assets will normally be subject to a revaluation at intervals of no greater than five years. Revaluation of land, buildings and other structures occurred in 2005/06 when all properties in the Tasman Municipality were re-valued by the Valuer General. The use of indices are considered between revaluations to reflect fair value and applied where materially significant.

Other non-current assets

MPS has continued to apply the cost basis for other non-current assets.

(d) Depreciation of Non-Current Assets

All non current assets having a limited useful life are systematically depreciated over their useful lives in a manner which reflects the consumption of the service potential in those assets. Depreciation is provided for on a standard straight line basis using a range of rates applicable for Local Government which are reviewed annually. Major depreciation periods are:

	<u>Years</u>
Buildings	20 to 95
Plant & Equipment	
- Small Plant	2
- Other	5 to 15
Office Equipment and Furniture	5
Motor Vehicles	2 to 5
Computers	3 to 5

(e) Valuation of property, plant and equipment.

Land and Buildings are valued at fair value.

All other categories of property, plant and equipment are valued at cost.

Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition, including architect's fees and engineering fees and all other costs incurred in getting the assets ready for use.

For assets valued at fair value, fair value is deemed to be MPS value or Valuer General value.

For initial acquisitions of those categories which are valued at fair value, fair value is deemed to be cost.

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(f) Non Current Assets Constructed by the MPS

The cost of non-current assets constructed by the MPS includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overhead.

(g) Impairment of Assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment events or changes in circumstances indicate that the carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

(h) Employee Entitlements

(i) Wages and salaries

The amount of wages and salaries earned but not paid at balance date is recognised and brought to account as an accrual at expected rates of pay. The accrual is included as a current liability in payables.

(ii) Annual leave

Liabilities for annual leave are measured at their nominal amounts, using remuneration rates (including all on-cost components) the entity expects to pay at the balance date.

(iii) Long service leave

The provision for long service leave represents the present value of the estimated future cash outflows to be made by the employer resulting from employees' services up to the balance date. Long service leave which is not expected to be settled within 12 months of balance date is discounted using the appropriate indicative mid-rates on selected Commonwealth Government securities. In determining the provision for long service leave, consideration has been given to future increases in wages and salary rates, and the MPS's experience with staff departures. Related oncosts have been included in the liability. Staff are eligible for long service leave after 10 years service.

(iv) Superannuation

The Tasman MPS makes superannuation contributions for a number of its employees to the Quadrant Defined Benefits Fund, which is a sub fund of the Quadrant Superannuation Scheme. The Defined Benefits Fund has been classified as a multi-employer sponsored plan. As the Fund's assets and liabilities are pooled and are not allocated by employer, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided under paragraph 32(b) of AASB 119, MPS does not use defined benefit accounting for these contributions.

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

At the present time MPS contributes 9.5% of employees' gross income to the Fund. Assets accumulate in the fund to meet member benefits as they accrue, and if assets within the fund are insufficient to satisfy benefits payable, the MPS is required to meet its share of the deficiency.

Benzulla Actuarial Pty Ltd undertook the last actuarial review of the Fund at 30 June 2005. The review disclosed that at that time the net market value of assets available for funding member benefits was \$64,804,407, the value of vested benefits was \$58,913,097, the surplus was \$5,891,310, and the value of total accrued benefits was \$61,267,000. These amounts relate to all members of the fund at the date of valuation and no asset or liability is recorded in the Quadrant Superannuation Scheme's financial statements for MPS employees.

The financial assumptions used to calculate the Accrued Benefits for the Fund were:

Net Investment Return	7.0% pa
Salary Inflation	4.0% pa
Price Inflation	n/a

In the opinion of the Actuary, the Quadrant Defined Benefit Fund was adequately funded in that assets were sufficient to cover the vested benefits of all members at the review date and the actuarial value of accrued past service benefits. The next full triennial review is scheduled for 30 June 2008.

MPS also contributes to other accumulation schemes on behalf of a number of employees, however the MPS has no ongoing responsibility to make good any deficiencies that may occur in those schemes.

During the year MPS made the required superannuation contributions for all eligible employees to an appropriate complying superannuation fund as required by the *Superannuation Guarantee (Administration) Act 1992*.

During the reporting period the amount of contributions paid to defined benefits schemes was \$33,771 (2006-07, \$33,871), and the amount paid to accumulation schemes was \$126,533 (2006-07, \$117,882).

(v) Sick Leave

No amount is shown for non-vested sick leave as experience indicates that, on average, sick leave taken for each reporting period is less than the entitlement accruing in that period, and this experience is expected to recur in future reporting periods.

(i) Inventories

Inventories are no longer held by MPS, as materials are expended at time of purchase.

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(j) Materiality

Items are deemed to be material by the MPS if their omission, non-disclosure or mis-statement has the potential to adversely affect;

- decisions about the allocation of resources
- the discharge of accountability by the MPS

Items of a similar nature and amount are examined together to determine whether an item is material.

(k) Trust Funds

The financial report incorporates only those trust items of which the MPS has control.

Amounts received as tender deposits and retention amounts controlled by MPS are included in the amount disclosed as trade creditors within the current liabilities.

(m) Receivables

(i) Settlement terms

Sundry debtors are generally settled within 30 days of issue of the account. Should amounts be unpaid outside these terms MPS may instigate collection proceedings in accordance with the *Local Government Act 1993 (as amended)*.

(ii) Credit risk

The MPS does not have any significant exposure to any individual customers or counterparty.

(iii) Net fair value

The MPS considers that the carrying amount of receivables approximates their net fair value.

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(n) Payables

Liabilities are recognised for amounts to be paid in the future for goods or services received, whether or not billed to MPS. Trade accounts payable are normally settled within 30 days. The carrying amount of creditors approximates net fair value.

(o) Interest-bearing liabilities

Borrowings are carried on the statement of financial position at their principal amount. The carrying amount of the borrowings is their current value. The Net Fair Value of the loan portfolio is \$357,306 (2006/07 \$416,171). This estimate is based on present value calculations applied to each loan using interest rates prevailing at balance date.

(p) Other liabilities

The carrying amount of the deferred cost of valuation and hostel contributions approximates their net fair value. Hostel contributions are accommodation bonds held on behalf of aged care

(q) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except when the amount of GST incurred is not recoverable from the Australian Tax Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense or revenue.

Receivables and payables are stated with the amount of GST included.

Cash flows are included in the Statement of Cash Flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

(r) Statement of Financial Performance - Budget Amounts

The Budget amounts which appear in the Statement of Financial Performance are taken from the Annual Estimates and are not subject to audit.

(s) Resources provided free of charge

Assets provided free of charge by the MPS, are recognised as an expense when fair value can be reliably determined.

(t) Resources received free of charge

Contributions of assets at no cost of acquisition or for nominal consideration are recognised at their fair value when the asset qualifies for recognition.

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

FUNCTIONS OF THE COUNCIL

2(a) Revenues, expenses and assets have been attributed to the following functions.

A detailed explanation of each function is outlined in Note 2(b).

	Revenue Grants \$ '000	Revenue Other \$ '000	Expenses \$ '000	Net Surplus (Deficit) \$ '000	Assets \$ '000
2007					
Community welfare services	134	0	166	(32)	1
Tasman Multi Purpose Service	2,389	571	2,884	76	1,496
TOTAL	2,523	571	3,050	44	1,497
2006					
Community welfare services	156	2	144	14	1
Tasman Multi Purpose Service	2,040	1,135	6,484	(3,309)	1,436
TOTAL	2,196	1,137	6,628	(3,295)	1,437

2(b) The MPS has adopted the following functional areas.

To administer residential care and associated services within approved funding allocated by the State Community and Health Services - Southern Region Aged and Disability Support Program.

Activities include:

- Nursing home
- Hostel
- Surgery
- Community health
- Childcare
- Board
- Emergency care
- Home and Community Care
- Emergency relief
- Other community services

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

Note	2007 \$ '000	2006 \$ '000
3 GOVERNMENT GRANTS		
Emergency Relief Program	12	0
Community Water - MPS	28	0
Childcare Upgrade	295	0
Youth Development	2	1
Tripartite Grant - State	838	838
Tripartite Grant - Commonwealth	1,116	1,075
Job Skills	7	8
MPS Training	2	0
Childcare State	45	44
Childcare Cwth rebate	6	1
Childcare DFACS	14	14
Community Transport Grant	0	2
Mobile Mens outreach	7	0
Community RHS	126	121
Youth - Loop Project grant	4	6
State grants	0	2
Colony 47 Grant	2	0
Community Housing	19	3
Womans Development Grant	0	3
RHS Staff Development Grant	0	4
Aged Care Workers Train Grant	0	56
Community cafe for young Grant	0	2
Youth Advisory services grant	0	3
	<u>2,523</u>	<u>2,183</u>

Conditions over grants

No grants were recognised as revenues during the year which were obtained under the condition they be expended on a specific project but are as yet to be applied in that manner at the reporting date.

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

Note	2007 \$ '000	2006 \$ '000
4 USER CHARGES		
MPS Resident fees and Contributions	372	332
MPS Other services	158	142
	530	474
5 OTHER REVENUE		
Interest	41	8
Other	0	195
	41	203
6 Gain/(Loss) on non-current assets sold or retired		
Proceeds from sales	0	36
Less Carrying amount of assets sold or retired	0	(39)
Gain/(Loss) on Disposal/Retirement	0	(3)
7 EMPLOYEE COSTS		
Wages and salaries	1,860	1,799
Superannuation	160	152
All other employee costs	146	290
	2,166	2,241
8 MATERIALS AND SERVICES		
Contract payments	732	411
Utilities	77	84
	809	495

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

	Note	2007 \$ '000	2006 \$ '000
9 DEPRECIATION			
Depreciation expense for the year is as follows:			
Motor vehicles		0	8
Buildings		5	2
Plant and equipment		22	24
Infrastructure		3	3
Office equipment, furniture and fittings		13	13
		<u>43</u>	<u>50</u>
10 BORROWING COSTS			
Interest - Borrowings		<u>24</u>	<u>26</u>
11 OTHER EXPENSE			
Auditors remuneration		8	1
- Audit services		<u>8</u>	<u>1</u>
12 CASH ASSETS			
Cash at bank and on hand		7	159
Cash investments		450	400
		<u>457</u>	<u>559</u>
13 RECEIVABLES			
Current			
Sundry debtors		157	0
MPS debtors		60	42
Prepayments and accruals		9	30
		<u>226</u>	<u>72</u>
Less provision for doubtful debts		<u>(2)</u>	<u>(2)</u>
		<u>224</u>	<u>70</u>

**TASMAN MULTI PURPOSE SERVICE
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
 FOR THE YEAR ENDED 30 JUNE 2007**

14 PROPERTY, PLANT & EQUIPMENT

2007	Cost or valuation \$ '000	Accumulated depreciation \$ '000	Written down value \$ '000
Land - at fair value	150	0	150
Buildings - at fair value	542	5	537
Plant and equipment - at cost	140	67	73
Office equipment, furniture and fittings - at cost	77	49	28
Infrastructure - at cost	52	24	28
Motor vehicles - at cost	39	39	0
	1,000	184	816

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

14 PROPERTY, PLANT & EQUIPMENT (Continued)

2006	Cost or valuation \$ '000	Accumulated depreciation \$ '000	Written down value \$ '000
Land			
- at fair value	150	0	150
Buildings			
- at fair value	515	0	515
Plant and equipment			
- at cost	134	45	89
Office equipment, furniture and fittings			
- at cost	71	36	35
Infrastructure			
- at cost	40	21	19
Motor vehicles			
- at cost	39	39	0
	949	141	808

Reconciliations	2007 \$ '000	2006 \$ '000
Land		
Carrying amount at beginning of year	150	75
Revaluation	0	55
Assets donated	0	75
Transferred to State Government asset register	0	(55)
Additions	0	0
Carrying amount at end of year	150	150
Buildings		
Carrying amount at beginning of year	515	1,489
Additions	27	0
Revaluation	0	209
Assets donated	0	161
Transferred to State Government asset register	0	(1,508)
Accumulated Depreciation on transferred asset	0	166
Depreciation	(5)	(2)
Carrying amount at end of year	537	515

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

Reconciliations (Continued)	2007	2006
	\$ '000	\$ '000
Plant and equipment		
Carrying amount at beginning of year	89	113
Additions	6	0
Depreciation	(22)	(24)
Carrying amount at end of year	<u>73</u>	<u>89</u>
Office equipment, furniture and fittings		
Carrying amount at beginning of year	35	37
Additions	6	11
Depreciation	(13)	(13)
Carrying amount at end of year	<u>28</u>	<u>35</u>
Infrastructure		
Carrying amount at beginning of year	19	22
Additions	12	0
Depreciation	(3)	(3)
Carrying amount at end of year	<u>28</u>	<u>19</u>
Motor vehicles		
Carrying amount at beginning of year	0	47
Assets sold or retired	0	(51)
Accumulated Depreciation on sold or retired assets	0	12
Depreciation	0	(8)
Carrying amount at end of year	<u>0</u>	<u>0</u>
Leasehold Improvements		
Carrying amount at beginning of year	0	2,415
Additions	0	0
Transferred to State Government asset register	0	(2,415)
Carrying amount at end of year	<u>0</u>	<u>0</u>

TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007

	Note	2007 \$ '000	2006 \$ '000
15 PAYABLES			
Current			
Trade Creditors		298	122
Accruals		0	92
		<u>298</u>	<u>214</u>

16 INTEREST-BEARING LIABILITIES

Current			
Borrowings		54	51
		<u>54</u>	<u>51</u>
Non-Current			
Borrowings		315	368
		<u>315</u>	<u>368</u>
Total Interest-bearing liabilities		<u>369</u>	<u>419</u>

17 PROVISIONS

	Annual leave \$ '000	Long Service leave \$ '000	Total \$ '000
2007			
Balance at beginning of financial year	143	114	257
Additional provisions	102	10	112
Amounts used	(129)	(3)	(132)
Balance at end of financial year	<u>116</u>	<u>121</u>	<u>237</u>
2006			
Balance at beginning of financial year	113	92	205
Additional provisions	123	28	151
Amounts used	(93)	(6)	(99)
Balance at end of financial year	<u>143</u>	<u>114</u>	<u>257</u>

	2007 \$ '000	2006 \$ '000
Provisions		
Current		
Employee Benefits - Annual leave	108	135
Employee Benefits - Long service leave	75	42
Employee Oncost	13	14
	<u>196</u>	<u>191</u>
Non-Current		
Employee Benefits - Long service leave	38	60
Employee Oncost	3	7
	<u>41</u>	<u>67</u>
Total Provisions	<u>237</u>	<u>258</u>
Number of employees at year end	51	61

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

	Note	2007 \$ '000	2006 \$ '000
18 OTHER LIABILITIES			
Current			
Hostel contributions		64	68
Other		6	0
		70	68

19 RESERVES

	Balance as at 30 June 2006	Transfers to Reserves	Transfers from Reserves	Balance as at 30 June 2007
Revaluation reserve	264	0	0	264
	264	0	0	264

Nature and purpose of reserves:

The Asset Revaluation Reserve represents the net revaluation increments arising from the revaluation of Non-Current Assets.

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

Note	2007 \$ '000	2006 \$ '000
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20 OPERATING LEASE COMMITMENTS

At the reporting date, the Council had the following obligations under non-cancellable operating leases for the lease of vehicles and equipment within Council's activities (these liabilities are not recognised as liabilities):

Not later than one year	4	29
Later than one year and not later than five years	0	3
Later than five years	0	0
	4	32

21 STATEMENT OF CASH FLOWS

(a) Reconciliation of cash

For the purposes of the statement of cash flows, cash includes cash-on-hand and in banks, net of outstanding bank overdraft. Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position.

Cash at bank and on hand	13	457	559
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(b) Reconciliation of increase (decrease) in net assets resulting from ordinary activities to net cash inflow from

Increase (decrease) in net assets resulting from ordinary activities	44	7
Depreciation and amortisation	43	50
Movements in assets and liabilities		
- (Increase)/Decrease in receivables	(154)	125
- Increase/(Decrease) in payables	84	135
- Increase/(Decrease) in other liabilities	2	0
- Increase/(Decrease) in provisions	(21)	52
Net cash provided by operating activities	(2)	369

**TASMAN MULTI PURPOSE SERVICE
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

22 INTEREST RATE RISK

The Council's exposure to interest rate risks and the effective interest rates on financial instruments at the balance date are:

2007		Note	WAEIR %	Variable Interest Rate \$ '000	Less one year \$ '000	Maturing: 2 to 5 years \$ '000	Greater 5 years \$ '000	Non-Interest Bearing \$ '000	Total \$ '000
FINANCIAL ASSETS									
	Cash	13	5.96	457	0	0	0	0	457
	Receivables	14	N/A	0	0	0	0	224	224
TOTAL FINANCIAL ASSETS				457	0	0	0	224	681
FINANCIAL LIABILITIES									
	Creditors	18	N/A	0	0	0	0	298	298
	Borrowings	19	6.15	0	54	238	77	0	369
	Other	21	N/A	0	0	0	0	70	70
TOTAL FINANCIAL LIABILITIES				0	54	238	77	70	737
2006									
2006		Note	WAEIR %	Variable Interest Rate \$ '000	Less one year \$ '000	Maturing: 2 to 5 years \$ '000	Greater 5 years \$ '000	Non-Interest Bearing \$ '000	Total \$ '000
FINANCIAL ASSETS									
	Cash	13	4.80	559	0	0	0	0	559
	Receivables	14	N/A	0	0	0	0	70	70
TOTAL FINANCIAL ASSETS				559	0	0	0	70	629
FINANCIAL LIABILITIES									
	Creditors	18	N/A	0	0	0	0	195	195
	Borrowings	19	6.17	0	51	229	139	0	419
	Other	21	N/A	0	0	0	0	68	68
TOTAL FINANCIAL LIABILITIES				0	51	229	139	263	682

WAEIR - weighted average effective interest rate.