Requests to be Heard

19 September 2023 Council Meeting



Council Meeting

19 September 2023

Requests to be Heard

Dra	n 10.10 ft Annual Financial Statements for the year ended 30 e 2023	For (F) Against (A)	
Writ	tten Statements		
1.	Mr George Reynolds	(A)	
Req	Requests to Speak		
1.	Mr George Reynolds	(A)	

WRITTEN STATEMENTS

Draft A	0.10 Annual Financial Statements for the year ended 30 June	For (F) Against (A)
1.	Mr George Reynolds	(A)

DOC/23/286743 - 18/09/23

Bayside City Council - Council Meeting, 19th September 2023.

Submission to Agenda Item 10.10. Draft Annual Financial Statements.

Submitter: George Reynolds, Ratepayer.

Opposed to the Proposed Resolution.

I find the Draft Statement is non-compliant with the Australian Accounting Standard AASB 101-29 and the Local Government (Planning and Reporting) Regulations 2020. (SR 117/2020)

AASB 101.29 Requires that an entity "shall present separately, items of a dissimilar nature or function, unless they are immaterial". Council is responsible for managing four separate functions, that of General Rates, of Municipal Charges, of Waste Service Charges and of Own-source Revenue

The Draft Statement is also non-compliant with the requirements of the Local Government (Planning and Reporting) Regulations 2020 by not having reported separately, the expenditure on General Rates, on Municipal Charges, and on Waste Service Charges, as required by s8 (5)(c), s8(5)(h) and s8(5)(m).

An expanded version of the Comprehensive Income Statement(CIS) is attached, where it shows income statements for each of the four functions making up Council's aggregated CIS. There is also a an Adjusted Income Statement, compliant with the requirements of Schedule 3, Part 1, of S.R. 117/2020.

The revised document shows, for the first time since S.R. 17/2014 was introduced, an income statement for Own-source Revenue. (This is the revenue statement for those Council Operations, which are conducted as a corporation).

This revised document demonstrates:

- (a) Council is, and has been for some time, concealing the accounts for its corporate activities.
- (b) It over-collects, by a substantial sum, (\$49 million), from the non-voluntary contribution of \$108.643 million, made by the payers of rates and charges.
- (c) The overcollection has been concealed by failure to comply with s8(5) of both SR 17/2014 and SR 117/2020.
- (d) That Council is, and has been, operating its corporate entity while bankrupt.
- (e) That Council regularly misappropriates between 15% and 49% from the annual rates and charges levy. This conceals the bankrupt operation of the Own-source Revenue function.
- (f) That Council supports the Capital Expenditure programme by transferring unused funds into a cash reserve which purchases assets in the ownership of Council, as a Corporation, but is largely funded by the ratepayers.

It is further noted that Council is carrying \$120million in available financial assets. Much of this cash and more - should be held in trust, on behalf of the contributors, as required by AASB 1004. 19-26.

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Attachment. BAYSIDE CITY COUNCIL – Accounts 2022-23. Schedule of Comprehensive Income and Expenditure.

		LApellotted C,						streamed by runction and Mature		אפרחיני	
ln \$'000								D&A assigned to Own-source Revenue.	to Own-sou	rce Revenue	
ENTRY/	General	Municipal	Waste	Total R&C		Own Source Revenue	Revenue	Capital	CIS.	Check /	Adjusted
Source	Rates	Charges	Charge	Revenue	Check	Ex. D&A	Inc. D&A	Entries	(BCC)	_	Income
Rates and Changes	84,365	7,646	16,632	108,643	108,643	m			108,643		108,643
Fees and Fines						8,737			8,737		8,737
Grants -Operating						17,768			17,768		17,768
Grants -Capital						4,551		4,551	4,551		
Contributions - Capital						7,196		7,196	7,196		
User Fees						10,335			10,335		10,335
Contriobutions - non- Monetary						9,252		9,252	9,252		
Interest Income						4,573			4,573		4,573
Other Income						1,724			1,724		1,724
Contributions Operating						0			0		_
Rental Income						4,478			4,478		4,478
TOTAL INCOME	84,365	7,646	16,632	108,643		68,614		20,999	177,257	156,258	156,258
CHECK TOTAL						177,257			177,257		
Expenditure/											
Source											
Employee Costs	s8(5c)E	s8(5)(h) E	s8(5m)E	NS		NS			52,539		52,539
Materials and Services	s8(5c) M	s8(5)(h)M	s8(5m)M	NS		NS			59,772		59,772
Depreciation								26,249	26,249		
Amortisation - Intangibles								929	9/9		
Amortisation - Right of Use Assets								754	754		
Bad & Douibtful Debts						859			829		829
Lease Financing						61			61		61
Other Expenses						519		1381	1,900		1,900
TOTAL EXPENSES	NS	NS	NS	59,017.640		56,113	83,792	27,679	142,810	142,810	115,131
Surplus from Rates and Charges				49,625.360							115,131
Adjusted Underlying Surplus	(Council Cas	sh)				12,501	-15,178				
Adjusted Underlying Result						0.08		Investment Cash Generated	sh Generate	70	89 805 000

Adulting balance will be achieved when the total expenses for General Rates, Municipal Charges, and Waste Charge matches \$59,017,640.	Auding balance will be achieved when the total expenses for General Rates, Municipal Charges, and Watro Charge matches \$59,007/540.