



Central Tablelands Water

Annual Report 2006/2007



2006/2007 Statistics

Population served (approx.):	Permanent	11,500	
	Peak	12,500	
No. of Properties Connected:	Residential	4,054	
	Non-Residential	1,312	
New Residential Connections 2005/2006:		62	
No. of Water Filtration Plants:		3	Total Capacity: 17 ML/d
No. of Service Reservoirs:		45	Total Capacity: 29 ML
No. of Pumping Stations:		32	Total Capacity: 26 ML/d
No. of Bores:		5	Total Capacity: 7 ML/d
No. of Dams:		2	Total Capacity: 4,800 ML
Length of Mains:	Reticulation Mains	245	km's
	Trunk Mains	295	km's
Works Depots:		3	Blayney, Canowindra & Grenfell
No. of Employees:		19	
No. of Employees receiving 2 or more training days:		12	
Days lost from sick & accident leave:		205	days 4.69% of available work days

Front & Back Cover photos: Pro-Brand



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Chairman's Message



2006/2007 has been another devastating year of drought but it has been pleasing to note that all consumers, including residential, commercial and councils, have been conserving water through reduction in consumption, which in turn has an economic benefit of reduced water bills.

After eleven years as Chairman of CTW, I am proud of the achievements of our team, including elected representatives from Blayney, Cabonne and Weddin Councils and the General Manager, Mr Tony Perry. As well, all of our staff need to be thanked and congratulated for their tireless efforts in maintaining the flow of potable water to in excess of 5,200 consumers.

As a result of Council's ongoing infrastructure replacement programme, all consumers can be satisfied and assured that they will have an up to date water supply system that will service the community for the next 50 to 100 years.

During the past twelve months your water authority has carried out the following major works and initiatives:

- Replacement of AC and unlined cast iron water mains in Eugowra, Lyndhurst and Blayney at a cost of \$479,000.00
- Trunk mains replaced at Lyndhurst and Waree Creek - \$56,000.00
- Continuation of willow removal programme at Lake Rowlands - \$35,000.00
- Safety review of Lake Rowlands Dam (progress work) - \$39,000.00
- Completion of Economic Needs study for Lake Rowlands expansion - \$35,000.00
- Completion of a Drought Management Plan
- Joint computer arrangement with Blayney Shire Council

Unfortunately, during the past year water restrictions came into force from October 2006 until August 2007. The volume of Lake Rowlands reduced to a low of 37% in February 2007 but replenished to 100% in August 2007.

Your County Council has worked hard to meet all the guidelines of Best Practice Management for Water Supply and Sewerage Utilities. The Council is regarded highly within the industry, and the relative government departments, due to its diligence, high standards and being aware and responsible of a resource that needs professional management in this day and age.

Cr. J.S. Farr
Chairman

General Manager's Report



The ongoing drought during 2006/2007 had a serious impact on Council's consumers with Level 1 water restrictions being introduced in October 2006 and rising to Level 5 on 2 January 2007.

The level of Lake Rowlands, normally a very reliable water source, reduced to 37% of capacity in February 2007 and the consumer response to the restrictions was extremely gratifying. Fortunately, rainfall in June enabled the dam to rise to 71% on 2 July 2007 and 100% on 28 August 2007.

All restrictions were lifted on 28 August 2007 but replaced with a Demand Management Policy which permanently bans the use of fixed sprinklers and fixed hoses by residential consumers between 10.00am and 5.00pm. Most consumers would support this policy and understand that very little benefit is gained by watering in the middle of the day when there is a high evaporation rate.

Whilst it was a difficult year in regards to weather and water restrictions, Council

carried on with its capital works programme with significant renewal of reticulation mains in the villages of Lyndhurst and Eugowra, renewal of trunk main 'G' from trunk main 'C' to Lyndhurst and the replacement of Browns Creek pump station.

The willow eradication programme at Lake Rowlands entered the second year of the three-year programme with stack burning, fencing and ground preparation for re-vegetation. This programme, which is being jointly funded by the Lachlan Catchment Management Authority, is having a significant impact on the water flow and quality in the Lake. Re-vegetation in 2007/2008 will involve the planting of some 10,000 native species of shrubs and trees.

Other significant achievements during the year include, completion of an economic needs study for the enlargement of Lake Rowlands, progress work on a safety review of Lake Rowlands Dam and entering into a joint arrangement with Blayney Shire for the sharing of IT facilities. The IT sharing arrangement with Blayney Shire has significant cost savings for both Councils.

In summary, aside from ongoing operational and maintenance expenditure, major works were carried out in 2006/2007 at a cost of \$824,857.

The proposal to enlarge Lake Rowlands from 4,500 ML to 26,500 ML, by building a new dam wall 2.5kms downstream of the existing wall, is coming up against a significant number of hurdles which threaten to undermine the possibility of moving forward on the proposed scheme.

In early 2006, Council commissioned the Western Research Institute (WRI) in Bathurst to carry out an economic needs study on the Lake Rowlands proposal. The report from the completed study highlights the need for water security to drought proof the region

General Manager's Report

and support the region with its significant growth and economic development.

The Minister for Natural Resources, the Hon. Ian Macdonald MLC, after receiving a delegation in Sydney and being presented with the WRI report, visited the proposed new dam site in March 2007 and expressed his excitement with the proposal and indicated his government would support any submission made by CTW.

Following the March 2007 State election, responsibility for approval of the proposal fluctuated between the new Minister for Water Utilities and the new Minister for Water and the Environment. It has now settled with the Minister for Water Utilities who has indicated that approval for the proposal will not be considered until CTW, and its three constituent councils, have completed and submitted an Integrated Water Cycle Management Plan (IWCM). This plan, which is a State Government requirement for all water utilities in NSW, is expected to take about 12 months to complete at an estimated cost of between \$150,000 and \$200,000.

Council continues to be in a sound financial position. In their report on the 2006/2007 financial statements, Council's Auditors, Morse Group, stated that:

- The net surplus of unrestricted current assets is further evidence of Council's strong financial position.
- Council's Unrestricted Current Ratio of 1.89:1 indicates satisfactory financial health.
- The Annual & User Charges Outstanding Percentage of 3.72% is impressive in comparison to industry benchmarks.

- The Annual & User Charges Coverage Ratio indicates the proportion of total revenue that is generated by annual and user charges. The ability of the Council to meet community expectations in relation to water services is directly influenced by the discretion it can exercise in the allocation of its resources. A high level of coverage should mean that the Council would have more discretion over the allocation of funds, and also that a small increase in user charges will yield a greater increase in total revenue. Council's ratio of 73% (2006 – 73%) is consistent with prior years.

After providing for depreciation of \$1,080,000, Council's financial statements reveal a net operating surplus of \$166,000 for 2006/2007 and, following a revaluation of Council's infrastructure assets, net assets have increased from \$34,213 million to \$49,087 million.

The 2005/2006 NSW Performance Monitoring Report on Local Water Utilities, issued by the NSW Department of Water and Energy, reveals that Council continues to perform very highly in compliance when measured against the NSW Government Guidelines for Best Practice in Water and Sewerage Management.

I take this opportunity to thank all staff for their team performance, at a high level, and Council for the continued support that has been given throughout the year.

A Perry
General Manager

Council Profile

Council Membership

Central Tablelands Water County Council is a constituency of three local government areas, namely, Blayney Shire, Cabonne Shire and Weddin Shire. The Council comprises two delegates each elected by their constituent council for a four-year term. The following Councillors were elected in March 2004, to represent their respective Councils until the next local government elections in September 2008.

Blayney Shire



Sally Goodacre

Cabonne Shire



John Farr
(Chairman)

Weddin Shire



Geoff McClelland
(Deputy Chairman)



Geoff Braddon OAM



Don Lawrence



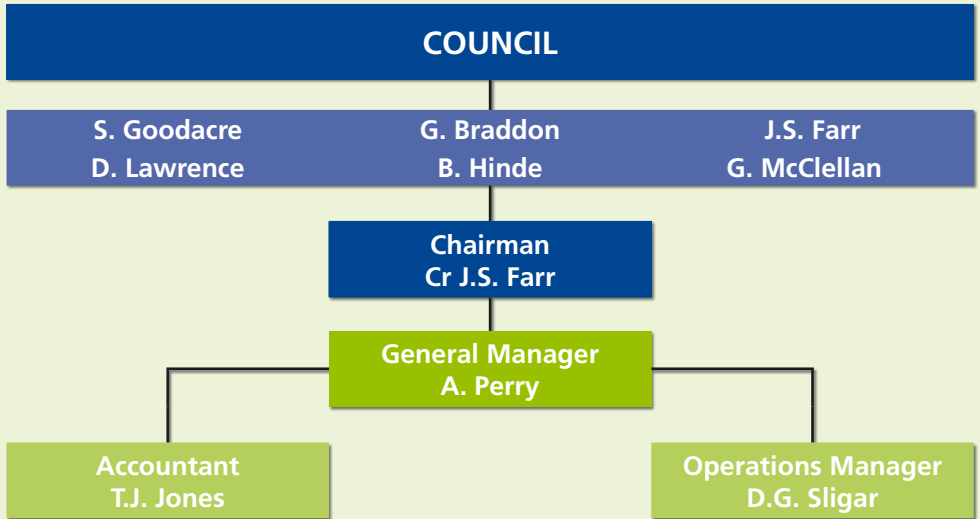
Barry Hinde

General Information

Council Meetings

Meetings of Council are held on the second Wednesday of alternate months, commencing in February each year. The meetings are alternated between the towns of Grenfell, Blayney and Molong. Meetings are held in Molong in June and December, Grenfell in August and February, and Blayney in April and October.

Organisational Structure



Privacy & Personal Information Protection (PIIP) Act 1998

Council resolved on 9 August 2000 to comply with the Privacy Code of Practice for Local Government which was published in the Government Gazette on 30 June 2000 and took effect from 1 July 2000.

The Model Privacy Plan for Local Government, amended to suit Central Tablelands Water, was also adopted by Council on 9 August 2000.

Mission & Vision

Council's Mission is:

Central Tablelands Water will develop a commercial focus as it operates in partnership with the communities it serves, fostering their development and growth, while maintaining both its level of service and its prices at an acceptable level.

Furthermore, its stated vision is:

Central Tablelands Water sees its future as a Regional Water Authority, independent of other agencies. It sees itself as a responsible member of the communities it serves, aiding the development of the region. It will continue to develop further sources of water and continue to supply an economical and acceptable water supply to its customers, and it will do so in an ecologically sustainable manner. Central Tablelands Water will continue to evolve its method of operations to incorporate a sound commercial focus. It will do so without compromising on the services it provides, becoming more efficient and maintaining prices at a reasonable level.

Legislative Requirements

Activities to Protect Environmentally Sensitive Areas

Section 428 (2) (c)

Council is not involved in the management of any environmentally sensitive areas. Council's water storages at Lake Rowlands and Bogolong Dam will continue to be operated according to best industry practice to ensure the long-term integrity of the storages, especially as regards controlling nutrient levels and blue-green algae populations. During 2005/2006 and 2006/2007 Council has carried out a willow eradication programme around the foreshores of Lake Rowlands and upstream of the Coombing Creek within Council owned land. The removal of willows was followed up by a planting of nearly 10,000 native species.

Council's filtration plants at Carcoar and Blayney are also operated according to industry best practice to ensure that all sludge is contained on-site and disposed of in an environmentally responsible manner. Supernatant water is recycled back through the filtration plants.

All construction sites will be maintained and restored in accordance with best practice guidelines for environmental control.

Legal Proceedings

Section 428 (2) (e)

There were no legal proceedings taken by or against Council during 2006/2007.

Chairman and Members Fees

Section 428 (2) (f)

The total allowance and fees paid to the Chairman and Councillors during 2006/2007 amounted to \$53,420.00.

Council's policy for the provision of facilities and the payment of councillors' expenses is as follows:

1. Council pay councillors an annual fee based on the maximum fee as determined by the Local Government Remuneration Tribunal;
2. In addition to the annual fee, Council reimburse actual expenses incurred to any councillor who:
 - attends a meeting of any committee of Council,
 - attends an inspection within the area in compliance with a resolution of the Council,
 - undertakes business of the Council outside of the area in compliance with a resolution of Council.
3. Council recompense councillors for travelling expenses at the rates per kilometre allowed at the time by the Australian Taxation Office, for all travelling associated with attendance at Council meetings or other business as specified above.
4. Council allow councillors any reasonable use of facilities to assist in their carrying out of business on behalf of the Council, such use being entirely at the discretion of the General Manager.
5. Council will provide the Chairman with the following facilities:
 - an office in the Council's Administrative Building;
 - access to telephone, facsimile and photocopy facilities for Council business purposes;
 - secretarial services for Council business as required;
 - identification badge bearing Council's crest;
 - payment of conference/seminar/workshop registration fees for attendance authorised by Council; and,
 - arrangement and payment of travel in respect of Council commitments.

Legislative Requirements

6. Council will provide the Councillors with the following facilities:
 - access to telephone, facsimile and photocopy facilities for Council business purposes;
 - secretarial services for Council business as required;
 - identification badge bearing Council's crest;
 - payment of conference/seminar/workshop registration fees for attendance authorised by Council; and,
 - arrangement and payment of travel in respect of Council commitments.
7. Meals and refreshments will be provided to the Chairman and Councillors in conjunction with Council/Committee meetings and other functions/meetings as appropriate.
8. Expenses incurred whilst on approved travel outside the Council area will attract reimbursement according to the following guidelines:
 - Meals – where meals are not provided, the total bill for meals should not exceed \$60 per day.
 - Accommodation – where travel involves an overnight stay away from home the acceptable maximum expenditure on accommodation is:
 - ~ metropolitan areas \$200.00 per night
 - ~ country areas \$100.00 per night
 - ~ provided that all accommodation is approved prior to travelling, where practicable.

Senior Staff

Section 428 (2) (g)

The General Manager is the only employee classified as senior staff. The total salary package for the General Manager in 2006/2007, including superannuation and motor vehicle, totalled \$111,858.00.

Contracts Awarded During Year

Section 428 (2) (h)

Council did not enter into any contracts during 2006/2007.

Bush Fire Hazard Reduction

Section 428 (2) (i1)

Bush fire hazard reduction activities are undertaken by constituent Councils and are not an activity or responsibility of Central Tablelands Water.

Programs Promoting Services and Access to Services for People with Diverse Cultural and Linguistic Backgrounds

Section 428 (2) (j)

This activity is the responsibility of the constituent Councils and, being a single purpose water authority, does not involve Central Tablelands Water.

Private Works Under Section 67(3)

Section 428 (2) (k)

Council did not carry out any work on private land during 2006/2007 that was fully or partly subsidised by Council.

Contributions Under Section 356

Section 428 (2) (l)

The amounts contributed or otherwise granted under Section 356 during 2006/2007 totalled \$7,969.00.

Human Resources Activities

Section 428 (2) (m)

Council has a commitment to ensuring that all its staff are appropriately skilled and trained to carry out their responsibilities. Various in-house and external training

Legislative Requirements

programs will continue to be undertaken to ensure that the required skills are available.

The following training was undertaken by operations staff during 2006/2007:

Training Course	Number of Participants
Truck Licence	3
First Aid	11
Excavator Licence	2
Managing Workplace Substances	12
OH&S Induction & Training	9
Traffic Control	10
Operations of Water Treatment Works	1
Water Maintenance & Service Certificate	4

In the absence of a Consultative Committee, management will continue to monitor Council's workplace environment and the implementation of Council's training and equal employment opportunity programs.

Management will:

- review the salary system to ensure progression through the salary structure is achieved upon the acquisition and use of skills and agreed performance criteria,
- benchmark existing remuneration levels of all positions within Council with remuneration levels of like positions across a broad range of other Councils,
- conduct annual performance reviews based on predetermined objectives and performance standards for all staff,
- review and maintain Council's training plan,
- develop a set of relevant competency standards for all positions,

- provide training on the basis of identified needs and priorities,
- continue to ensure that there is no compromise in regards to workplace safety and that all recommendations resulting from risk management assessments are carried out.

Staff positions continued to remain stable with no turnovers during 2006/2007.

Equal Employment Opportunity

Section 428 (2) (n)

Council has adopted an Equal Employment Opportunity Management Plan, a copy of which has been distributed to all Council employees.

Council's philosophy for its Equal Employment Opportunity Management Plan is to create equality of opportunity, for all employees and potential employees, by ensuring that all recruitment, advancement and promotions are made on a merit basis.

External Bodies which have Exercised Council Delegated Functions

Section 428 (2) (o)

The Council has not delegated any functions to external bodies.

Companies in Which Council Held a Controlling Interest

Section 428 (2) (p)

Council does not have any interest whatsoever in any company.

Partnerships, Co-operatives and Other Joint Ventures to which Council was a Party

Section (428) (2) (q).

Council is not party to any partnerships, co-operatives or joint ventures.

Legislative Requirements

Asset Replacement and Upgrade Program

Council proposes to carry out the following asset replacements during the period July, 2007 to June, 2010. The order presented does not represent a priority order.

1. Mains replacement
 - Reticulation Mains – In 2007/2008 - Replacement of AC water mains in Lyndhurst, at an estimated cost of \$219,974 and AC water mains in Eugowra at an estimated cost of \$270,987.
 - Reticulation Mains - In 2008/2009 – As determined at an estimated cost of \$505,690.
 - Reticulation Mains - In 2009/2010 – As determined at an estimated cost of \$520,861.
2. Pump Replacements
 - Provision is made for the replacement of pumps to the value of \$36,900 in 2007/2008, \$38,007 in 2008/2009 and \$39,147 in 2009/2010.
3. Other
 - Annual replacement of water meters estimated at \$66,048 in 2007/2008,

\$68,030 in 2008/2009 and \$70,071 in 2009/2010.

- Motor vehicles and other plant in accordance with policy.

Sales of Assets

Council does not propose to dispose of any of its existing major assets during the period covered by this Plan.

Motor vehicles and other plant items will be replaced according to Council's present replacement policy, which is outlined below. Minor assets will be disposed of as, and if, it is considered necessary.

Plant Replacement Policy

Council owned plant will be replaced according to the following schedule:

- sedans will be replaced at 15,000 kilometres or six months of age, whichever comes first,
- utilities, four wheel drives and other plant items will be replaced at the most economical time considering the condition of the item and the cost of replacement.



Water Consumption

Water Consumption Statistics

2002 / 2003	2003 / 2004	2004 / 2005	2005 / 2006	2006 / 2007	County Area
356	336	341	342	295	ML Blayney
29	25	23	25	22	ML Carcoar
16	14	14	14	13	ML Mandurama
106	99	86	88	70	ML Eugowra
71	66	65	68	63	ML Millthorpe
27	25	21	24	21	ML Lyndhurst
300	292	277	294	263	ML Canowindra
394	379	376	383	316	ML Grenfell
21	15	16	14	15	ML Quandialla
44	49	52	50	47	ML Cudal
28	24	24	24	22	ML Cargo
61	56	54	58	50	ML Manildra
246	182	166	172	183	ML Rurals
293	282	224	247	217	ML Bulk Sales
173	166	178	147	179	ML Industrials
2,165	2,010	1,917	1,950	1,776	ML TOTAL WATER CONSUMPTION
135	45	126	163	119	ML Est. Leakage
112	50	50	30	50	ML Flushing of mains
127	50	10	15	15	ML Unaccounted
2,539	2,155	2,103	2,158	1,960	ML TOTAL WATER OUTPUT
14.74%	6.73%	8.84%	9.64%	9.39%	Water losses as % of total water output
	-7.16%	-11.46%	-9.93%	-17.97%	% Increase / decrease consumption on 2002/2003
	-7.16%	-4.63%	1.72%	-8.92%	% increase / decrease consumption on previous year

* It should be noted that 'unaccounted' water includes leakage, illegal use and theft. ML = Megalitre = One Million Litres



Fees & Charges - 2007/2008

The following fees and charges were resolved for the year 2007/2008:

	Residential/Rural		
	First 450 kilolitres per year	\$1.35	per kilolitre
	After 450 kilolitres per year	\$2.02	per kilolitre
Water Charges	Non-residential	\$1.35	per kilolitre
	Industrial		
	Nestle Purina		
	Manildra Flour Mills		
	Western White Linen	\$1.16	per kilolitre
	Standpipe sales	\$3.65	per kilolitre
Water Charges - Quandialla	first 200 kilolitres per quarter	\$1.20	per kilolitre
	after 200 kilolitres per quarter	\$2.00	per kilolitre
	Standpipe sales	\$5.35	per kilolitre
Availability Charges	20mm	\$124.00	per annum
	25mm	\$194.00	per annum
	32mm	\$317.00	per annum
	40mm	\$496.00	per annum
	50mm	\$775.00	per annum
	80mm	\$1,984.00	per annum
	100mm and over	\$3,100.00	per annum
	fire service (restricted to fire use only)	\$124.00	per annum
	Unconnected built upon properties	\$62.00	per annum
Availability Charges - Quandialla	Connected or disconnected – 20mm	\$464.00	per annum
Meter Test Fees	20mm and 25mm	\$42.00	
Reconnection Fees	non-payment (less than 3 months)	\$110.00	
	non-payment (after 3 months)	\$245.00	
	other reconnection	\$245.00	
Other Fees	attend to disconnect	\$35.00	
	special reading fee	\$35.00	
Administrative Fees	section 603 certificate (per property)	\$55.00	
	Dishonoured cheque	\$25.00	
	photocopying (A4 - per copy)	\$0.50	per copy
	facsimile	\$2.50	per copy
		\$1.00	per page
	first page		
	subsequent		
	Interest rate for overdue accounts	10% p.a.	
Developer Charges	per equivalent tenement (ET)		
	- from 1/7/07 to 31/12/07	\$6,136.00	
	- from 1/1/08 to 30/6/08	\$7,570.00	
Capital Contribution Charges	for developments on existing vacant unconnected land, <u>not subject to subdivision</u>		
	- Lake Rowlands supply area	\$3,270.00	
	- Quandialla \$464.00 for each year, or part thereof, after construction year 2001/2002		
Service connection (20 mm only)	4 metres (footpath)	\$ 640.00	
	10 metres (dirt/gravel)	\$ 665.00	
	10 metres (bitumen)	\$1,120.00	
	20 metres (dirt/gravel)	\$ 980.00	
	20 metres (bitumen)	\$1,585.00	
	20 metres (bitumen & concrete footpath)	\$1,855.00	
	Rural connection	\$1,040.00	
25mm connection	P.O.A.		
32mm & above connection	P.O.A.		
Borrowing Funds	Council does not propose to raise any loans during 2006/2007		

Finance & Revenue

Central Tablelands Water operates under a 'User Pays' system of charging which utilises a fixed charge (availability charge) and a consumption charge.

To comply with the Guidelines for Best Practice Management of Water Supply and Sewerage, and to encourage water conservation, residential and rural customers are subjected to a step price increase of 50% for incremental usage above 450 kL/a.

Cross-subsidies existing for non-residential customers, eg. large industrial customers, are being phased out over a five (5) year period which commenced on 1 July 2005.

Council's Strategic Business Plan (SBP) incorporates a 30-year financial plan, capital works program and water tariff pricing structure.

The 30-year financial plan proposes a capital works program estimated at over \$50M in 2005-dollar terms. This program, which commenced on 1 July 2006, will necessitate, for the next 9 to 10 years, increasing the consumption tariff by 5% each year over and above the normal estimated inflationary increase of 3%.

The new water pricing structure will not only provide for the funding of future capital works but will also encourage consumers to value this increasingly scarce resource and implement their own demand management strategies.

Availability (Access) Charges

The availability charge for a standard 20mm water connection is \$124.00 per year (\$31.00/ qtr). Availability charges for connections above 20mm can be calculated by multiplying the charge for a 20mm connection by the flow capacity factor (FCF) listed in the Flow Capacity Table opposite.

Developer Charges

During 2004/2005 Council completed its Developer Servicing Plan (DSP) in accordance with the Developer Charges Guidelines issued by the former Department of Energy, Utilities and Sustainability (DEUS). The calculated developer charge within the DSP was \$6,942.00 per Equivalent Tenement (ET) to be levied on all new developments, or additions/changes to existing developments, supplied from the Lake Rowlands Supply area.

Council's previous charge of \$3,000.00, introduced in July 2001, was subsidised in excess of 50%.



FLOW CAPACITY TABLE

Diameter of Water Services	20mm	25mm	32mm	40mm	50mm	80mm	100mm
Flow Capacity Factor	1.00	1.5625	2.56	4.00	6.25	16.00	25.00

Council resolved that the determination of an ET would be in accordance with the Section 64 Determination of Equivalent Tenement Guidelines, published by the NSW Water Directorate.

In adopting the DSP, Council resolved to stage the introduction of the new developer charge over a period of three (3) years commencing on 1 January 2006 and that the developer charge would be subject to indexation on 1 July each year in accordance with the change in the Consumer Price Index (CPI) for Sydney in the preceding 12 months to December. The resultant charges during the phase in period are as follows:

- 1 January 2006 \$4,425.00
- 1 January 2007 \$5,940.00
- 1 January 2008 \$7,570.00

Council further resolved to adopt a capital contribution charge of \$3,000.00, commencing 1 July 2005, for developments on existing vacant unconnected land, not subject to subdivision (in-fill blocks), within all towns and villages, with the exception of Quandialla. This charge is also subject to indexation on 1 July each year in accordance with the change in the CPI for Sydney in the preceding 12 months to December.

The capital contribution charge for all vacant unbuilt upon land within the existing village of Quandialla remains in accordance with the adopted fees and charges for 2007/2008.

Ordinary and Special Rates

Council does not propose to levy any ordinary, special or other rates for the ensuing financial year.



Financial Report - 2006/2007

Financial Report 2007

Central Tablelands Water

General Purpose Financial Report
for the financial year ended 30 June 2007

Statement by Councillors and Management
made pursuant to Section 413(2)(c) of the Local Government Act 1993 (as amended)

The attached General Purpose Financial Report has been prepared in accordance with:


- The Local Government Act 1993 (as amended) and the Regulations made thereunder,
- The Australian Accounting Standards and professional pronouncements, and
- The Local Government Code of Accounting Practice and Financial Reporting.

To the best of our knowledge and belief, this Report:

- Presents fairly the Council's operating result and financial position for the year, and
- Accords with Council's accounting and other records.

We are not aware of any matter that would render this Report false or misleading in any way.

Signed in accordance with a resolution of Council made on 10th October 2007.



J. S. Farr
CHAIRMAN



G. McClelland
DEPUTY CHAIRMAN



A. Perry
GENERAL MANAGER



T. J. Jones
RESPONSIBLE ACCOUNTING OFFICER

Income Statement

Income Statement for the financial year ended 30th June 2007

Budget 2007 \$'000		Actual 2007 \$'000	Actual 2006 \$'000
	INCOME FROM CONTINUING OPERATIONS		
	REVENUE:		
677	Rates & Annual Charges	687	678
2,363	User Charges & Fees	2,219	2,200
103	Interest & Investment Revenue	154	165
7	Other Revenues	36	23
124	Grants & Contributions provided for Operating Purposes	160	144
139	Grants & Contributions provided for Capital Purposes	522	526
	OTHER INCOME:		
46	Net gains from Disposal of Assets	-	49
-	Share of interests in Joint Ventures & Associated Entities using the Equity Method	-	-
3,459	Total Income from Continuing Operations	3,778	3,785
	EXPENSES FROM CONTINUING OPERATIONS		
1,051	Employee Benefits & On-costs	1,127	1,088
368	Borrowing Costs	368	381
923	Materials & Contracts	584	904
1,054	Depreciation & Amortisation	1,080	1,081
-	Impairment	-	-
447	Other Expenses	445	422
-	Net Losses from the Disposal of Assets	8	-
-	Share of interests in Joint Ventures & Associates using the Equity Method	-	-
3,843	Total Expenses from Continuing Operations	3,612	3,876
(384)	OPERATING RESULT FROM CONTINUING OPERATIONS	166	(91)
	DISCONTINUED OPERATIONS		
	Net Profit / (Loss) from Discontinued Operations	-	-
(384)	NET OPERATING RESULT FOR THE YEAR	166	(91)
(523)	NET OPERATING RESULT FOR THE YEAR BEFORE GRANTS & CONTRIBUTIONS PROVIDED FOR CAPITAL PURPOSES	(356)	(617)

Balance Sheet

Balance Sheet as at 30th June 2007	Actual 2007 \$'000	Actual 2006 \$'000
ASSETS		
CURRENT ASSETS		
Cash & Cash Equivalents	668	964
Investments	-	-
Receivables	213	429
Inventories	385	364
Other	36	28
Non-current assets classified as 'held for sale'	-	-
TOTAL CURRENT ASSETS	1,302	1,785
NON-CURRENT ASSETS		
Investments	1,620	1,508
Receivables	-	-
Inventories	-	-
Infrastructure, Property, Plant & Equipment	52,392	37,689
Investments Accounted for using the equity method	-	-
Investment Property	-	-
Intangible Assets	-	-
Non-current assets classified as 'held for sale'	-	-
Other	-	-
TOTAL NON-CURRENT ASSETS	54,012	38,747
TOTAL ASSETS	55,314	40,532
LIABILITIES		
CURRENT LIABILITIES		
Payables	288	228
Interest Bearing Liabilities	226	213
Provisions - anticipated as being payable within the next 12 months	175	141
Provisions - anticipated as being payable after the next 12 months	306	283
TOTAL CURRENT LIABILITIES	995	865
NON-CURRENT LIABILITIES		
Payables	-	-
Interest Bearing Liabilities	5,220	5,446
Provisions	12	8
TOTAL NON CURRENT LIABILITIES	5,232	5,454
TOTAL LIABILITIES	6,227	6,319
NET ASSETS	49,087	34,213
EQUITY		
Retained Earnings	34,421	34,255
Revaluation Reserves	14,666	(42)
Council Equity Interest	49,087	34,213
TOTAL EQUITY	49,087	34,213

Changes in Equity

Statement of Changes in Equity

for the financial year ended 30 June 2007

\$'000	Retained Earnings	Reserves	Council Equity Interest	Minority Interest	Total Equity
2007					
Opening Balance (as per last years Audited Accounts)	28,765	(42)	28,723	-	28,723
- Correction of Prior Period Errors	5,490	-	5,490	-	5,490
- Changes in Accounting Policies (prior year effects)	-	-	-	-	-
Revised Opening Balance (as at 1/7/06)	34,255	(42)	34,213	-	34,213
Current Year Income & Expenses Recognised direct to Equity					
- Transfers to / (from) Asset Revaluation Reserve	-	14,663	14,663	-	14,663
- Transfers to / (from) Other Reserves	-	43	43	-	43
- Other Income / Expenses recognised	-	2	2	-	2
- Other Adjustments	-	-	-	-	-
NET INCOME RECOGNISED DIRECTLY IN EQUITY	-	14,708	14,708	-	14,708
Net Operating Result for the Year	166		166	-	166
TOTAL RECOGNISED INCOME & EXPENSES	166	14,708	14,874	-	14,874
Distributions to / (Contributions from) Minority Interests	-	-	-	-	-
Transfers between Equity	-	-	-	-	-
EQUITY - END OF REPORTING PERIOD BALANCE	34,421	14,666	49,087	-	49,087
2006					
Opening Balance (as per last years Audited Accounts)	28,856		28,856	-	28,856
- Adjustments on adoption of AASB132 & AASB139 as at (1/7/05)		10	10	-	10
- Correction of Prior Period Errors	5,490	-	5,490	-	5,490
- Changes in Accounting Policies (prior year effects)	-	-	-	-	-
Revised Opening Balance (as at 1/7/05)	34,346	10	34,356	-	34,356
Current Year Income & Expenses Recognised direct to Equity					
- Transfers to / (from) Asset Revaluation Reserve	-	-	-	-	-
- Transfers to / (from) Other Reserves	-	(52)	(52)	-	(52)
- Other Income / Expenses recognised	-	-	-	-	-
- Other Adjustments	-	-	-	-	-
NET INCOME RECOGNISED DIRECTLY IN EQUITY	-	(52)	(52)	-	(52)
Net Operating Result for the Year	(91)		(91)	-	(91)
TOTAL RECOGNISED INCOME & EXPENSES	(91)	(52)	(143)	-	(143)
Distributions to / (Contributions from) Minority Interests	-	-	-	-	-
Transfers between Equity	-	-	-	-	-
EQUITY - END OF REPORTING PERIOD BALANCE	34,255	(42)	34,213	-	34,213

Statement of Cash Flows

Cash Flow Statement for the financial year ended 30 June 2007

Budget 2007 \$'000		Actual 2007 \$'000	Actual 2006 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts			
657	Rates & Annual Charges	687	678
2,432	User Charges & Fees	2,202	2,164
108	Interest & Interest Received	153	166
124	Grants & Contributions	768	770
176	Other	375	113
Payments			
(971)	Employee Benefits & On-costs	(1,068)	(984)
(1,169)	Materials & Contracts	(553)	(1,662)
(368)	Borrowing Costs	(368)	(381)
(492)	Other	(634)	(565)
497	Net Cash provided (or used in) Operating Activities	1,562	299
CASH FLOWS FROM INVESTING ACTIVITIES			
Receipts			
143	Sale of Investments	280	906
541	Sale of Infrastructure, Property, Plant & Equipment	465	540
Payments			
-	Purchase of Investments	(797)	-
(737)	Purchase of Infrastructure, Property, Plant & Equipment	(1,593)	(1,534)
-	Other Investing Activity Payments	-	-
(53)	Net Cash provided (or used in) Investing Activities	(1,645)	(88)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts			
-	Nil		
Payments			
-	Nil		
(213)	Repayments of Borrowings & Advances	(213)	(199)
(213)	Net Cash Flow provided (used in) Financing Activities	(213)	(199)
231	Net Increase / (Decrease) in Cash & Cash Equivalents	(296)	12
964	plus: Cash & Cash Equivalents - beginning of year	964	952
1,195	Cash & Cash Equivalents - end of the year	668	964

Please refer to Note 11 for information on the following:
- Non Cash Financing & Investing Activities
- Financing Arrangements
- Net Cash Flow disclosures relating to any Discontinued Operations

Special Schedule No.7

Condition of Public Works - as at 30 June 2007

\$'000

Asset Class	Asset Category	Dep'n Rate (%)	Dep'n Expense (\$)	Cost	Valuation	Accumulated Depreciation & Impairment	Carrying Amount (WDV)	Asset Condition ^a	Estimated cost to bring up to a satisfactory condition standard ⁽¹⁾	Required ⁽²⁾ Annual Maintenance	Current ⁽³⁾ Annual Maintenance
		per note 1	per note 4	per note 9			per Section 428(2d)				
Buildings	Council Offices	1%-5%	6	299		193	106	2	20	10	11
	Council Works Depot	1%-5%	2	208		59	149	2	10	5	-
	sub total		8	507	-	252	255		30	15	11
Water	Filtration Plants	2%	156		9,670	4,144	5,526	1&3	4,000	120	127
	Reticulation Mains	1.4%-4%	167		22,244	8,143	14,101	3	11,000	120	190
	Trunk Mains	1.4%-4%	243		35,754	20,452	15,302	4	20,000	50	66
	Bores	6%	17		290	163	127	3	400	20	13
	Pump Stations	3%	81		3,134	919	2,215	2	250	60	56
	Reservoirs	3%	65		10,660	4,845	5,815	2	3,000	30	23
	Dams	1%	150		17,232	9,586	7,646	3	2,100	50	175
	Meters	10%	58		-	-	-	-	-	-	-
	Telemetry	20%	6		262	26	236	2	250	10	-
	sub total		943		99,246	48,278	50,968		41,000	460	650
Total all assets			951	507	99,246	48,530	51,223		41,030	475	661

Notes:

- (1) Satisfactory refers to estimated cost to bring the asset to a satisfactory condition as deemed by Council. It does not include any planned enhancements to the existing asset
 (2) Required Annual Maintenance is what should be spent to maintain assets in a satisfactory standard
 (3) Current Annual Maintenance is what has been spent in the current year to maintain assets

Asset Condition Key - as per NSW Local Government Asset Accounting Manual:

- | | |
|---|---|
| 1. Near Perfect - Ranges from New or Good | 4. Requires Major Reconstruction - Ranges from Poor to Critical |
| 2. Superficial Deterioration - Ranges from Generally Good to Fair | 5. Asset Unserviceable - Critical, Beyond Repair |
| 3. Deterioration Evident - Ranges from Fair to Marginal | |

Special Schedule No.3

Water Supply Income Statement

Includes ALL INTERNAL TRANSACTIONS, ie. prepared on a Gross Basis.
for the financial year ended 30 June 2007

A. EXPENSES & INCOME		2007	2006
EXPENSES		\$'000	\$'000
Management Expenses	- Administration	831	871
	- Engineering & Supervision	113	146
Operation & Maintenance			
	- Dams & Weirs		
	- Operation Expenses	-	-
	- Maintenance Expenses	173	213
	- Mains -		
	- Operation Expenses	-	-
	- Maintenance Expenses	256	300
	- Reservoirs -		
	- Operation Expenses	-	-
	- Maintenance Expenses	22	25
	- Pumping Stations		
	- Operation Expenses (excluding energy costs)	-	-
	- Energy Costs	182	187
	- Maintenance Expenses	69	56
	- Treatment		
	- Operation Expenses (excluding energy costs)	114	142
	- Chemical Costs	111	157
	- Maintenance Expenses	125	187
	- Other		
	- Operation Expenses	25	30
	- Maintenance Expenses	40	43
	- Purchase of Water	-	-
Depreciation			
	- System Assets	943	955
	- Plant & Equipment	137	126
Miscellaneous Expenses			
	- Interest Expenses	368	381
	- Revaluation Decrements	-	-
	- Other Expenses	95	57
	- Tax Equivalents Dividends (actually paid)	-	-
Total Expenses		3,604	3,876
INCOME			
Residential Charges			
	- Access (including rates)	439	508
	- User Charges	1,005	1,522
Non-Residential Charges			
	- Access (including rates)	248	170
	- User Charges	1,072	586
Extra Charges		6	6
Interest Income		148	159
Other Income		179	115
Grants			
	- Grants for Acquisition of Assets	46	40
	- Grants for Pensioner Rebates	56	57
	- Other Grants	6	-
Contributions			
	- Developer Charges	364	361
	- Developer Provided Assets	157	125
	- Other Contributions	52	87
Total Income		3,778	3,736
Gain or Loss on Disposal of Assets		(8)	49
OPERATING RESULT		166	(91)
Operating Result (less Grants for Acquisition of Assets)		120	(131)

Special Schedule No.3

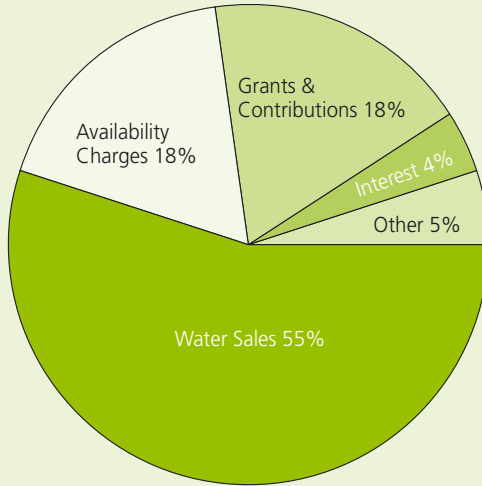
Water Supply Income Statement (continued)

Includes ALL INTERNAL TRANSACTIONS, ie. prepared on a Gross Basis.
for the financial year ended 30 June 2007

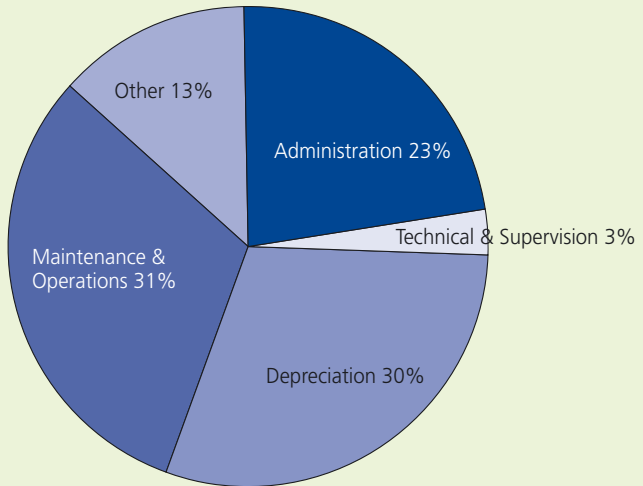
B. CAPITAL TRANSACTIONS		2007	2006
		\$'000	\$'000
Non - Operating Expenditures			
Acquisition of Fixed Assets			
- Subsidised Scheme		-	-
- Other New System Assets		5	48
- Renewals		766	922
- Plant & Equipment		795	564
Repayment of Debt			
- Loans		213	199
- Advances		-	-
- Finance Leases		-	-
Transfer to Sinking Fund		-	-
Totals		1,779	1,733
Non-Operating Funds Employed			
Proceeds from Disposal of Assets		745	540
Borrowing Utilised			
- Loans		-	190
- Advances		-	-
- Finance Leases		-	-
Transfer from Sinking Fund		-	-
Totals		745	730
C. RATES & CHARGES			
Number of Assessments			
- Residential (occupied)		4,054	3,981
- Residential (unoccupied)		35	36
- Non-Residential (occupied)		1,312	1,308
- Non-Residential (unoccupied)		11	7
Number of ETs for which Developer Charges were received		80 ET	118 ET
Total Amount (actual dollars) of Pensioner Rebates		\$102,636	\$104,013

2006/2007 Operating Statement

Operating Revenue



Operating Expenses



Water Analysis Results

AHS - Greater Western PHU
Water Supply Authority - Central Tablelands Water (CTW)

Date Range - From - 01 July 2006 To - 30 June 2007

Sample Type/s - All

Laboratory/s - ICPMR-DAL Laboratory

Barcode Count - These results represent 246 distinct samples.

Institute of Clinical Pathology and Medical
Research-Division of Analytical Laboratories.
NATA Accredited Laboratory Number: 3189

Summary Display

Parameter	Guideline Value	Mean	Median	Standard deviation	Min.	Max.	No. of samples	No. of exceptions	95th percentile	5th percentile	% meeting guideline values
Total Coliforms	0.0000 cfu/100 mL	0.0561	0	0.4186	0	4	214	4	0.7426	0.2	98
E. coli	0.0000 cfu/100 mL	0.0234	0	0.2459	0	3	214	2	0.4267	0.15	99
pH	6.5 - 8.5	7.5368	7.5	.229	7.2	8	19	0	7.9125	7.24	100
Turbidity	5.0000 NTU	0.3368	0.3	0.3531	0.099	1.7	19	0	0.9159	0.1791	100
Free Chlorine	5.0000 mg/L	0.4637	0.5	0.125	0.1	0.7	201	0	0.6687	0.13	100
Total Dissolved Solids (TDS)	500.0000 mg/L	172.5263	100	161.9394	96	577	19	2	438.107	118.15	89
Aluminium	0.2000 mg/L	0.0931	0.09	0.0548	0.0099	0.19	19	0	0.183	0.0189	100
Antimony	0.0030 mg/L	0.001	0.001	0	0.001	0.001	19	0	0.001	0.001	100
Arsenic	0.0070 mg/L	0.001	0.001	0	0.001	0.001	19	0	0.001	0.001	100
Barium	0.7000 mg/L	0.0269	0.022	0.0152	0.017	0.081	19	0	0.0519	0.0202	100
Boron	4.0000 mg/L	0.0996	0.099	0.0025	0.099	0.11	19	0	0.1038	0.0996	100
Cadmium	0.0020 mg/L	0.0005	0.0005	0	0.0005	0.0005	19	0	0.0005	0.0005	100
Calcium	9999.0000 mg/L	19.7305	12.73	17.321	10.23	82.93	19	0	48.137	13.865	100
Chloride	250.0000 mg/L	36.4421	17	53.202	12.9	19	0	0	123.6934	21.785	100
Chromium	0.0500 mg/L	0.0076	0.005	0.0057	0.005	0.026	19	0	0.0169	0.0061	100
Copper	2.0000 mg/L	0.0169	0.012	0.0148	0.005	0.073	19	0	0.0412	0.0084	100
Fluoride	1.5000 mg/L	0.8859	0.95	0.1956	0.099	1.08	32	0	1.2066	0.1481	100
Iodide	0.1000 mg/L	0.1249	0.1249	0.1486	0.0198	0.23	2	1	0.3687	0.0303	50
Iodine	0.1000 mg/L	0.0657	0.034	0.0938	0.0198	0.337	19	2	0.2195	0.0357	89
Iron	0.3000 mg/L	0.0621	0.02	0.1562	0.01	0.7	19	1	0.3183	0.0445	95
Lead	0.0100 mg/L	0.002	0.002	0	0.002	0.002	19	0	0.002	0.002	100
Magnesium	9999.0000 mg/L	12.1221	8.28	9.0302	7.5	37.26	19	0	26.9316	8.988	100
Manganese	0.5000 mg/L	0.0108	0.007	0.0124	0.005	0.058	19	0	0.0311	0.0077	100
Mercury	0.0010 mg/L	0.0001	0.0001	0	0.0001	0.0001	19	0	0.0001	0.0001	100
Molybdenum	0.0500 mg/L	0.0051	0.005	0.0003	0.005	0.006	19	0	0.0056	0.0051	100
Nickel	0.0200 mg/L	0.0099	0.0099	0	0.0099	0.01	19	0	0.0099	0.0099	100
Nitrate	50.0000 mg/L	1.6137	0.99	2.4008	0.99	11.5	19	0	5.5509	1.5155	100
Nitrite	3.0000 mg/L	0.1254	0.099	0.0809	0.099	0.4	19	0	0.2581	0.1141	100
Selenium	0.0100 mg/L	0.002	0.002	0	0.002	0.002	19	0	0.002	0.002	100
Silver	0.1000 mg/L	0.002	0.002	0	0.002	0.002	19	0	0.002	0.002	100
Sodium	180.0000 mg/L	28.0158	12.8	41.3235	10.7	147.7	19	0	95.7864	17.55	100
Sulfate	500.0000 mg/L	9.1474	2.4	16.6621	1.6	57.6	19	0	36.4732	4.4	100
Total Hardness as CaCO3	200.0000 mg/L	99.1842	66.3	78.8116	58.1	360.5	19	3	228.4353	73.22	84
True Colour	15.0000 Hazen Units (HU)	2.3516	2.4	0.8788	0.99	4.5	19	0	3.7928	1.1655	100
Zinc	3.0000 mg/L	0.0147	0.01	0.0102	0.0099	0.05	19	0	0.0315	0.0119	100
Fluoride (field result WSA)	1.5000 mg/L	0.9307	0.92	0.0678	0.77	1.06	28	0	1.0418	0.7845	100
Fluoride Ratio	0.8 - 1.2	0.9868	0.99	0.0775	0.79	1.13	28	1	1.1138	0.807	96

Your Account Explained...

PAYMENT OF ACCOUNTS.

Central Tablelands Water issues quarterly water accounts. Accounts are issued in August, November, February and May.

To assist consumers, Central Tablelands Water has the following range of payment options, including electronic and credit card facilities through the Macquarie Bank DEFT system:

In Person

Present the account intact and make your payment by cash or cheque at any Post Office.

Payments can also be made at Council's Blayney office, the office of Weddin Shire Council and the Cargo General Store.

BPAY

If your bank offers BPAY, you can use DEFT to pay your water account by phone, internet or directly from your bank account.

Credit or Charge Card

Payments can be made over the phone using your credit card or charge card. All you have to do is call **1300 301 090** when your water account is due.

From Your Bank Account

Transfer funds from your pre-registered bank, building society or credit union account. To use this option you must complete an application form which is available by contacting **1800 672 162**.

Telephone

Payments can be programmed in advance from your bank account or credit card by calling **1300 301 090** and following the recorded instructions.

Mail

Detach your payment slip and return it together with your cheque in the reusable envelope to:

DEFT Payment Systems
GPO Box 4690
SYDNEY NSW 1031

Centrelink

Use Centrepay to arrange regular deductions from your Centrelink payment. Call Centrelink to request Centrepay deductions.

Centrepay Reference: 555 052 389K

PENSIONERS

Pensioners are entitled to a rebate of up to \$87.50 each year on their water account. (This will appear as a deduction of \$21.87 on each account.) To be eligible you must be the owner and reside on the property.

To apply for a rebate, you must complete an application form, available from Council's administration office, or online from Council's website, **www.ctw.nsw.gov.au**, and provide a copy of your pensioner concession card.

CENTREPAY

Central Tablelands Water now offers CENTREPAY, which enables Centrelink customers to budget and plan their finances more effectively. A Centrepay application form is available from Council's administration office, or online from Council's website, **www.ctw.nsw.gov.au**.

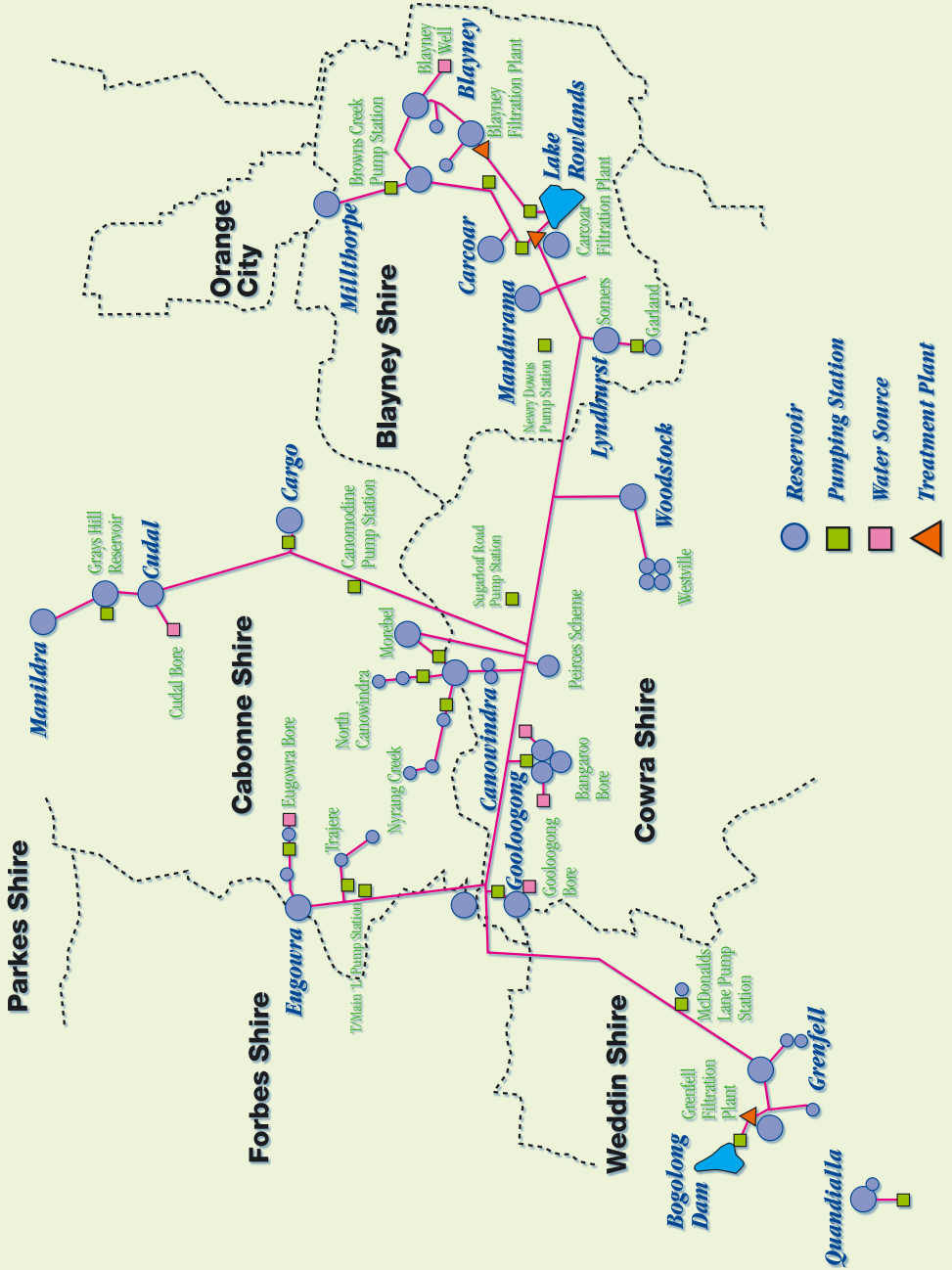
TENANTS AND LANDLORDS

The person, or persons, who are listed as the owner of the property will receive all water accounts and are responsible for their payment.

A number of landlords have lease agreements which stipulate that the tenant is responsible for the usage or consumption charge. The billing of tenants is the owner's or agent's responsibility. Central Tablelands Water will not be involved in any arrangement to collect money from tenants.



System Layout





What a difference a year makes!

2006

2007

