

Central NSW Joint Organisation Draft Budget and Statement of Revenue Policy 2018-2019



CENTRAL NSW
JOINT ORGANISATION



Bathurst
Blayney
Cabonne
Cowra
Forbes
Lachlan
Oberon
Orange
Parkes
Weddin

Contents

1. Financial Contributions by Member Councils	3
2. Fees & Charges	4
3. 2018-2019 Income Statement.....	4

Draft Budget and Statement of Revenue Policy 2018-2019

The Central NSW Councils Joint Organisation's revenue and accounting policies are kept in accordance with the Australian Accounting Standards Board. CNSWJO abides by the:

- *Local Government Act (1993)*
- *Local Government (General Regulation 2005)*
- *Local Government Code of Accounting Practice & Financial Reporting*

1. Financial Contributions by Member Councils

Financial contributions by member Councils fall into two categories. Firstly, membership fees are required from all member councils in order to perform the principal functions of delivering on strategic regional priorities, regional leadership and intergovernmental cooperation. The second category is for optional contributions from participating councils for a program of other functions enhancing strategic capacity and direct service delivery. Strategic work by the Joint Organisation will determine the nature of this program.

As outlined in the charter, the Central NSW Joint Organisation (CNSWJO) member councils must contribute financially based on the following methodology:

- a. The annual financial contribution required to be made by each Member Council is to consist of:
 - i. a base fee of the same amount for each Member Council; and
 - ii. a capitation fee (based on the number of ordinary rate assessments issued by each Member Council).
- b. The annual financial contribution required to be made by each Associate Member is to be based on a methodology adopted by the Board.
- c. The amount of the base fee, capitation fee and financial contribution by Associate Members for a financial year is to be determined prior to the start of that year by Resolution of the Board.

For 2018-19, given that the CNSWJO is transitioning from Central NSW Councils (Centroc) as a Section 355 Committee of Forbes Shire Council, contributions from member councils of the Joint Organisation of \$552,754 has been determined with following breakdown:

- Membership & Administration: \$248,463
- Projects and Programs Contribution: \$304,291
(Training, WHS/HR, CWUA, Screen Central, Tourism)

These monies will be invoiced by Centroc and then transferred to the Joint Organisation when Centroc winds up. This will allow the Joint Organisation the time to develop strategy.

Income to the Joint Organisation is from the Office of Local Government in the form of an establishment grant of \$300,000 to be expended over two years.

2. Fees & Charges

Under the Local Government Act 1993, the CNSWJO may charge and recover an approved fee for its services.

CNSWJO must consider the following when establishing approved fees:

- The cost of provision of the service
- Recommended prices suggested by outside bodies
- The importance of the service
- Legislation that regulates certain fees
- Goods & Services Tax legislation.

3. 2018-2019 Income Statement

Central NSW Joint Organisation

2018/2019 Income and Expenditure Budget

	2018/2019
Income	
Establishment Funding - Office of Local Government	300,000
Total Income	\$300,000
Expenditure	
Executive Officer Costs	150,000
Accounting Setup fees	3,000
Total Expenses	\$153,000
Surplus	\$147,000