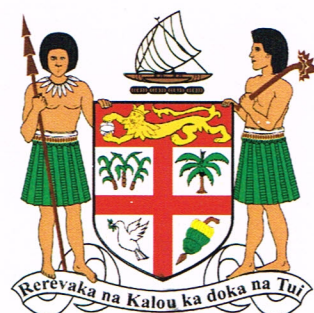




RAKIRAKI TOWN COUNCIL

Annual Report for the Year Ended 2014



PARLIAMENT OF FIJI

PARLIAMENTARY PAPER NO. 234 OF 2020

RAKIRAKI TOWN COUNCIL

ANNUAL REPORT
(Section 19 – Local Government Act Cap 125)
FOR THE YEAR ENDED DECEMBER 31, 2014

RAKIRAKI TOWN COUNCIL

ANNUAL REPORT

(Section 19 – Local Government Act Cap 125)

FORTHEYEARENDED

DECEMBER31,2014

RALULU CIRIKIYASAWA
ITERIM ADMINISTRATOR

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1.0 HISTORY

Rakiraki town boasts a number of historic sites and buildings. It has the first sugar mill in Fiji, the first Hindu Temple when the Fijians of Indian descent first settled in Fiji. It has the first primary school Established in western division; it has burial ground of the last cannibal “Udreudre”



1.1 ESTABLISHMENT

The Town of Rakiraki was legally declared on Thursday July 1 2010. The Public Service Commission approved the use of an office space in the government rented complex at Vaileka House where official operations commenced on Monday 6th July 2010.

1.2 POPULATION

It has about 4952 residents were recorded from 2007 Census .Rakiraki is an ideal city where people from various ethnic backgrounds have settled and have lived harmoniously and have prospered with their hard work and dedication. Total of 9 schools, 3 secondary schools & 6 primary schools.

1.3 LOCATION

The city is situated in the western side of Viti Levu, the largest island of Fiji. The city is surrounded with the blue Pacific Ocean on the western side together with sugar cane and pine trees on the other sides.

2.0 COPORATE OVERVIEW

2.1 Vision

The Rakiraki Town is a well-planned, healthy, safe and secure community with a strong community identity and sense of place. It is a full service, economically sustaining town where people can affordably live, work, shop and recreate.

It has an integrated open space, rivers, mountains and parks system that provide opportunities for residents to enjoy the natural resources of the community as well as quality, up to date infrastructure and facilities. The architecture and streetscape design provide for a small town, pedestrian oriented ambience. Neighborhood centers provide parks, shopping and community gathering opportunities in an appropriate mix and scale that promotes a feeling of community and connectedness.

Rakiraki has an active, educated and involved citizenry who provide invaluable resources to the town through their spirit of volunteerism and civic participation.

2.2 Mission

The town of Rakiraki mission is to create and sustain our community vitality and quality of life by:

- i. Planning well for our Town's future while preserving the traditions of our past;
- ii. Instilling a sense of belonging and connection within our community
- iii. Safeguarding our community;
- iv. Providing adequate and quality community facilities and services and programs;
- v. Ensuring the economic health and fiscal stability of the Town;
- vi. Balancing economic development with the social values, traditions and needs of the community;
- vii. Developing positive relations with our citizens, businesses and partners and promoting community involvement;

Providing opportunities for citizens to enjoy and participate in educational, cultural and artistic

VALUES

2.3 Values

The delivery of all services is based on the following core values:

Innovative and Transparent Leadership, Accountability, Integrity, Respect, Customer Focus, Environmental Sustainability, Teamwork and Commitment, Civic Pride and Safety.

2.4 Role and Responsibilities of the Council

The council is responsible for the formulation and implementation of town Bylaws and planning policies. To achieve this, the council defines the core business and responsibilities for 2018 as follows:

- a) Corporate services**
 - i. Implementation of policy decisions for the overall administration of the council's budgeting, planning, financial and accounting control and managing human resources.
- b) Local Government**
 - i. Implementation and evaluation of the performance of council and stakeholders for good governance of economic activities. Acts and regulations implementation.
- c) Commercial Vehicles**
 - i. Provision of stands for public transportation and access of the public.
- d) Market Operation**
 - i. Administer the provision of market services with specific emphasis on quality of products and regularized standards and infrastructure.
- e) Women Vendors Overnight Accommodation**
 - i. Manage, coordinate and monitor the economic empowerment of women in line with the UN Women Partner Improving Market project and UNDP PC Millennium Market objectives.
- f) Investment**
 - i. Partner with investment Fiji for profile marketing of Rakiraki to Local and overseas investors.
- g) Commercialization**
 - i. Public Private Partnership/sole operations for additional revenue generations.

3.0 OFFICERS OF THE COUNCIL

The Principal Officer of the Council for the period of this report is the Interim Special Administrator, Seini Raiko

Staff support Team

Market	Ilaisa Vakaloloma Suriya Nand Vaciseva Mateiwai Lisi Seru
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Administration	Seini Raiko Taleitaki Ledua Milika Sekira
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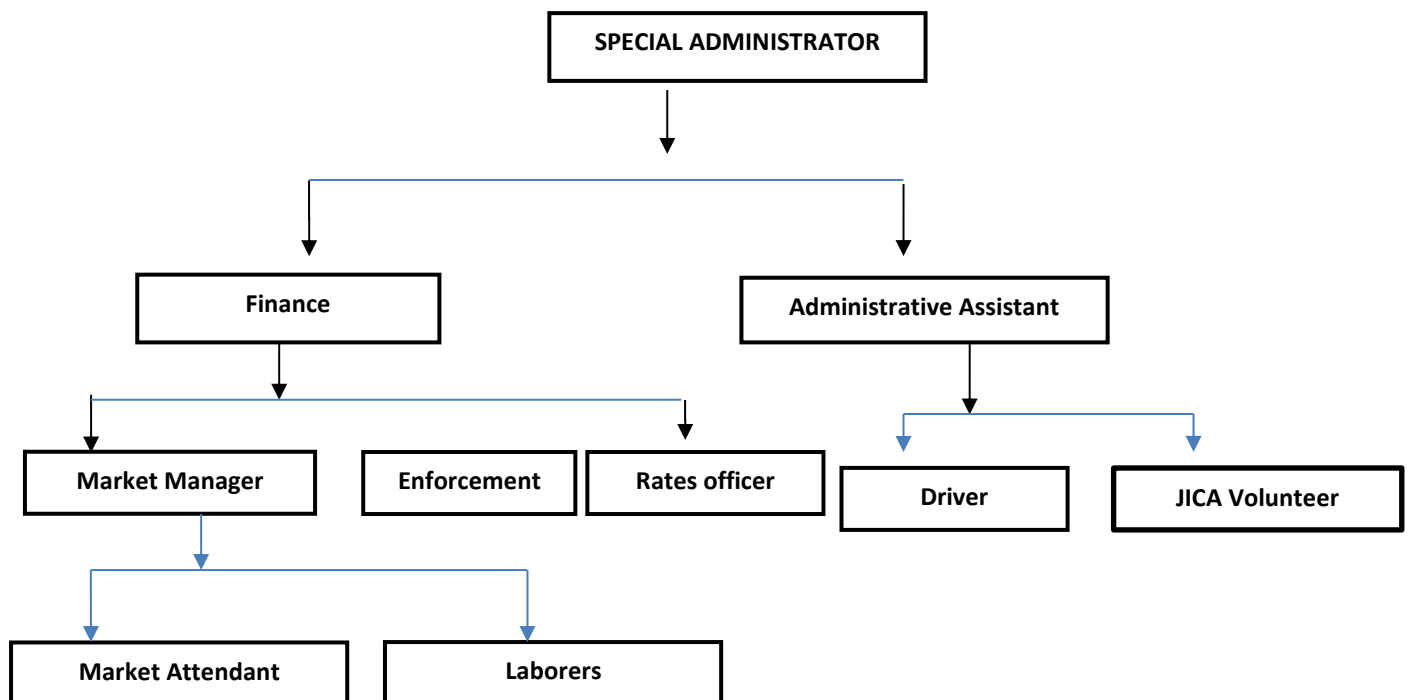
Finance	Akanisi Bonaseva
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Enforcement	Epeli Vukinagauna Banuve Nima
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Labourers (8)	Sitiveni Uqe Satend Kumar Ravneel Kumar Rakesh Kumar Poasa Rareba Laisiasa Valesu Robert Matai Mataiasi Vosa
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Project	Emi Adi Vutevute
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4.0 RAKIRAKI TOWN COUNCIL - ORGANISATION STRUCTURE 2014



5.0 FINANCE

5.1 Rates

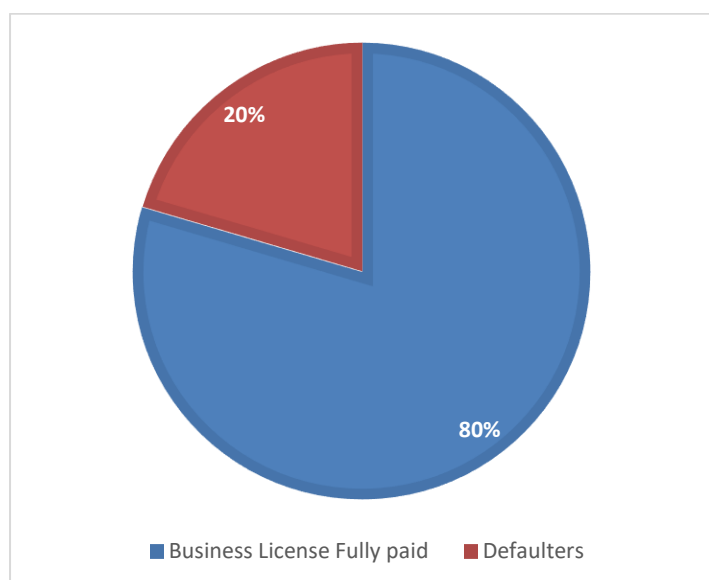
2014 was the second year that Town Rates are being collected and to date (31st December 2014) only 40% has come in. The other municipalities have a legislated full collection date at 31st March of any year. There is no benchmark to compare against Fiji as there has been no town newly created, established in the past two Decades. The slow pace in collection that RTC is experiencing is to be expected as it is normal human nature to be wary of paying any new levies/fees/rates/ if there is no tangible evidence of service yet.

Garbage Fees

The Council levied garbage fees of \$23.00 per bin per annum; this is the rate that was being levied by the Rural Local Authority when operations were transferred to the Council of 28th September 2010. The Ministry of Health is in the process of conducting another survey to determine the exact number of bins in the town boundary.

Business License Fees

The Rakiraki Town Business License Fees schedule was gazette in October 2010 and the Council commenced collection of these fees in the same month. The Business License officer recorded two hundreds and twenty five (225) business in town boundary.



The Enforcement officer is following up on the defaulters.

5.2 Municipal Market Fees

Market Fees have not been reviewed since the operation were transferred from the Ra Rural Local Authority on the

28th September 2010. Current fees are:

- | | | | |
|------|--|---|--------------------------------|
| i. | Outside ground space (without tables) | - | 25 cents per block |
| ii. | Inside stall (with tables) | - | 45 cents per space per day |
| iii. | Digicel block stalls | - | \$1.15 cents per stall per day |
| iv. | Main market block | - | \$35 dollars per month |
| v. | Kava stall | - | \$2.30 per day |
| vi. | Refreshment Bar | - | \$206 per month |
| vii. | Fish market | - | 10 cents per kg |

5.3 Commercial Vehicle Base Fees

There are (2) taxi stands in the town boundary: -

Name of stand	No.of Taxi
Ra Sub-divisional Hospital	5
Rakiraki Market	53

5.4 Carriers

There is only (1) carrier stands in the town boundary: -

Name of stand	No.of Carriers
Rakiraki Market	6

5.5 Minibuses

Name of stand	No.of Minibuses
Rakiraki Market	2

5.6 RECURRENT REVENUE & EXPENDITURE

The total recurrent revenue and expenditure of the council for the year ending December 31, 2014 were as follows:-

<u>OPERATING INCOME</u>	AMOUNT (\$)
<u>General Fund</u>	
Market Operations	\$ 61,357.39
Garbage Fees	\$ 9,974.40
Toilet Operations	\$ 36,431.80
Community Centre Rent	\$ 2,877.72
Community Centre Hall Hire	\$ 114.60
Rent - Refreshment Bar	\$ -
Office Revenue	\$ -
Town Rates	\$ -
Business License Fees	\$ 27,561.17
Commercial Vehicle Base Fees	\$ 5,252.47
Rakiraki Carnival 2016	\$ -
Grant - MLGUDHE (Salary - Accountant)	\$ -
Grant - MLGUDHE (Salary - CEO)	\$ -
Capital Grant- Costing of Phase II	\$ -
- Garbage Truck	\$ -
- FSC Ground facility upgrade	\$ -
- 15 Solar Street Lights	\$ -
- Upgrade of Davui Park	\$ -
-2nd Phase - Market Extension	\$ -
Challenge Fund - 30 Wheelie bins	\$ -
- 10 Parking Meter	\$ -
TD04F Post Flood Cleanup Phase I	\$ -
TD04F Post Flood Cleanup Phase II	\$ -
TOTAL OPERATING INCOME & CAPITAL GRANT / CHALLENGE FUND	\$ 143,569.55

5.7 EXPENDITURE

EXPENDITURE	
Staff Wages	\$ 45,840.63
CEO- Additional Benefit	\$ -
CEO- Vehicle	\$ -
Garbage Contractor	\$ 7,639.96
Stationery	\$ 8,289.15
Post Fiji - Box Rental	\$ 169.78
Market Insurance	\$ 3,445.28
Toilet Expenses	\$ 15,878.86
Town Rates Expense	\$ -
Office Expense	\$ -
Servicing -Council Vehicle (FW 171)	
Market Utilities	\$ 3,676.86
Petty Cash	
FNPF	\$ 7,895.99
Fuel - Grass Cutting & Council Vehicle (FW 171)	\$ 171.47
Worshop & Meetings	\$ -
Carnival Expense	\$ -
Water Bill	\$ -
Telephone Bill	\$ -
Electricity Bill	\$ -
New Year's Eve - Street Party	\$ -
VAT	\$ 2,489.86
Clean Up Campaign	\$ -
TOTAL OPERATING EXPENSE	\$ 95,497.84
CAPITAL GRANT & CHALLENGE FUND	
Grant - MLGUDHE (Salary - Accountant)	\$ -
Grant - MLGUDHE (Salary - CEO)	\$ -
Costing of Phase II	\$ -
- Garbage Truck	\$ -
- FSC ground facility upgrade	\$ -
- 15 Solar Street Lights	\$ -
- Upgrade of Davui Park	\$ -
-2nd Phase - Market Extension	\$ -
Challenge Fund - 30 Wheelie bins	\$ -
- 10 Parking Meter	\$ -
TD04F Post Flood Clean Up Phase I	\$ -
TD04F Post Flood Clean Up Phase II	\$ -
TOTAL CAPITAL & CHALLENGE FUND EXPENSE	\$ 95,497.84
SUMMARY	
Income	\$ 143,569.55
Expenditure	\$ 95,497.84
SURPLUS	\$ 48,071.71

6.0 PUBLIC WORKS SERVICES

These services were offered to the public for the Council by the Fiji Roads Authority, Water Authority of Fiji and Ministry of Agriculture.

6.1 ROADS & DRAINS

The Council is awaiting the roads upgrade project from the Central Coordinating Agency for Roads but drain cleaning is carried out by the Market Staff.

The Fiji Roads Authority does routine maintenance work on the municipal roads whilst the Council assist with roadside grass cutting when required.

All FRA Road owned road drains are still maintained by the Council. This is an added expense to the Council with very minimal return from Fiji Roads Authority.

Normal Routine services and maintenance such as garbage /refuse collection , grass cutting in the town area, cleaning of public drains, clean up campaigns, mowing the road verges and upkeep of parks & gardens were carried out throughout the year

6.2 Other Services

- Mosquito spraying with Health Office
- Stray dogs campaign with Mins. of Agriculture
- Clean up campaign
- Waste collection (Outsourced)

7.0 PARKS /GARDENS/ OPEN SPACES

There is only one (1) park and no garden or open spaces in the Council. However, the Department of Lands & Survey is working on vesting of these spaces to the Council.

Planting of trees and flowers was also undertaken in the commercial and industrial areas as part of an ongoing beautification of the town and keep up with the image of Rakiraki being a “GREEN TOWN”

8.0 PUBLIC HEALTH /ENVIRONMENT/BUILDING & SUB-DIVISION

The Council has worked with the Ministry of Health in the integrated planning and public Health/environment management.

However due to the absence of full-time health inspector with the Council, the Council depends on the time allocated by the Ministry of Health and its assistance and support the municipality.

The Council has also in partnership with the Ministry of Environment , has trained and appointed Litter Prevention Officer (LPO).In view of lack of resources to employ LPOs on a full time basis, the officers have been appointed on a voluntary basis.

8.1 SUMMARY OF INSPECTION

Types of Premises Inspected	Order	Completed
Repairs, cleaning of hotel, boarding houses	1	1
Illegal structures	4	2
Accumulation of refuse referred to contractor	1	1
Cleaning of overgrown grass	12	7
Repairs to water mains- referred to PWD	2	1
Supermarkets, markets, greengrocers	4	4
Improvements of Bakery	2	2
Inspection of nuisance from farm	2	2
Total	28	20

8.2 Registration of Food Premises

Refreshment Bar	12
Bake House	2
Hotels	1
Kava Pounding	1
Restaurants without Liquor	6
Butcher shops	2
Supermarket	5
Food shop	20
Hawkers	8
Total	57

8.3 NUMBER OF BUILDING INSPECTIONS CARRIED OUT DURING THE YEAR

TYPE OF DEVELOPMENT	New Applications	Alteration & Repairs	Extensions	Total for the Year
Residential	7	3	6	16
Commercial	1	-	-	1
Industrial	-	-	-	-
Hotels/Resorts	-	-	1	1
Schools	-	3	-	3
Civic	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL	8	6	7	21

9.0 PROJECTS

1. Ongoing Construction of Women Market Vendors Accommodations
2. Ongoing Building of New Rakiraki Market

10.0 HUMAN RESOURCE & INDUSTRIAL RELATION

At the end of the year, the council had following employees on its payroll:-

Department	Permeant	Contract	Total
Admin & Finance		5	5
Market & Works		3	3
Enforcement Officer		2	2
Project		1	1
Total		11	11

[2012: 12]

10.1 RETIREMENT

None

10.2 RESIGNATION

None

10.3 TERMINATED

None

11.0 APPRECIATION

The council wishes to convey its appreciation and gratitude to the ratepayers for paying their rates and other dues to meet the running cost of the city administration.

The council also wishes to acknowledge the dedicated and loyal services rendered by its staff and employees.

RALULU CIRIKIYASAWA
SPECIAL ADMINISTRATOR

**RAKIRAKI TOWN COUNCIL
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

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**RAKIRAKI TOWN COUNCIL
STATEMENT BY THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2014**

In accordance with a resolution of the council, we state that:

- (a) the accompanying statement of income and expenditure of the council is drawn up so as to give a true and fair view of the results of the council for the year ended 31 December 2014;
- (b) the accompanying statement of changes in accumulated funds is drawn up so as to give a true and fair view of the movement in the council's funds for the year ended 31 December 2014;
- (c) the accompanying statement of financial position of the council is drawn up so as to give a true and fair view of the state of affairs of the council as at 31 December 2014;
- (d) the accompanying statement of cash flows is drawn up so as to give a true and fair view of the state of the cash flows of the council for the year ended 31 December 2014;
- (e) at the date of this statement there are reasonable grounds to believe the council will be able to pay its debts as and when they fall due; and

For and on behalf of the council and in accordance with a resolution of the management.

Dated this *27th* day of *September* 2017.



OFFICE OF THE AUDITOR GENERAL

Excellence in Public Sector Auditing



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Suva, Fiji

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INDEPENDENT AUDITOR'S REPORT

To the Rakiraki Town Council

I have audited the accompanying financial statements of Rakiraki Town Council, which comprise the statement of financial position as at 31 December 2014, the statement of income and expenditure, statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory information as set out on notes 1 to 10.

Management's Responsibility for the Financial Statements

The management are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards for Small and Medium-sized Entities ("IFRS for SMEs") and the requirements of Section 57 (2) of the Local Government Act. These responsibilities include: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatements, 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 these financial statements based on conducting the audit in accordance with International Standards on Auditing. Because of the matters described in the Basis for Disclaimer of Opinion paragraphs, I was not able to obtain sufficient appropriate evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

1. Rakiraki Town Council is a Municipal Council and the financial statements are required to be prepared in accordance with the International Financial Reporting Standards for Small and Medium-sized Entities ("IFRS for SMEs"). The Council is yet to comply with IFRS for SMEs as required for general purpose financial statements.

Accordingly, I am unable to determine the impact on the financial statements of the Council if any, adjustment which may be necessary if the financial statements were prepared under IFRS for SMEs.

2. The Council could not provide adequate and appropriate accounting records, supporting documents and reconciliations for cash at bank of \$15,491 trade and other receivables of \$167,071, property, plant and equipment of \$567,735, VAT payable of \$30,549, prior year adjustment of \$515,503, salary and wages of \$129,241 garbage collection expense of \$28,742, depreciation expense of \$106,263 and miscellaneous expenses of \$8,250. In addition, I was unable to obtain sufficient and appropriate audit evidence concerning the total income of \$275,675. Therefore, I was unable to perform necessary audit procedures to substantiate accuracy of these accounts disclosed in the financial statements.
3. The Council did not maintain an up-to-date general ledger for the financial year 2014. As a result, I could not perform necessary audit procedures to confirm balances from financial statements to general ledger. Therefore, I am unable to confirm the accuracy on the determination of the balances in the financial statements.

4. The closing balances of the 2013 statement of financial position were qualified. I was unable to obtain sufficient and appropriate audit evidence to ascertain the accuracy of the opening balances. Therefore, I am unable to satisfy myself concerning the opening balances disclosed in the statement of financial position of the council and the impact it may have on the determination of the closing balances of the 2014 financial statements.

Disclaimer of Opinion

Because of the significance of the matters described in the (“Basis for disclaimer”) of opinion paragraphs, I am unable to and do not express an opinion as to whether the financial statements present fairly in accordance with International Financial Reporting Standards for Small and Medium-sized Entities the financial position of Rakiraki Town Council as at 31 December 2014 and the results of its operations for the year then ended.



Ajay Nand
AUDITOR GENERAL




6 October 2017
Suva, Fiji

**RAKIRAKI TOWN COUNCIL
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2014**

	Notes	2014 \$	2013 \$
CURRENT ASSETS			
Cash and cash equivalents	2	15,491	64,070
Trade and other receivables	3	167,071	104,834
Total current assets		182,562	168,904
NON CURRENT ASSETS			
Property, plant and equipment	4	567,753	279,546
Total non current assets		567,753	279,546
TOTAL ASSETS		750,315	448,450
EQUITY AND LIABILITIES			
Council municipal fund			
Accumulated funds		715,958	335,293
CURRENT LIABILITIES			
Creditors		3,492	6,560
Sundry deposits	5	316	522
VAT payable		30,549	106,075
Total current liabilities		34,357	113,157
TOTAL LIABILITIES		34,357	113,157
TOTAL EQUITY AND LIABILITIES		750,315	448,450

In our opinion the Financial Statements have been properly drawn up so as to show a true and fair view of the Rakiraki Town Council's operations for the year ended 31 December 2014 and of the state of affairs as at that date.


.....
Chief Executive Officer
Mr. Rakesh Chandra

Date: 27/09/17

The Statement of Financial Position is to be read in conjunction with the notes to and forming part of the Financial Statements set out on pages 9 to 12.

**RAKIRAKI TOWN COUNCIL
STATEMENT OF CHANGES IN ACCUMULATED FUNDS
FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014	2013
	\$	\$
Balance at the beginning of the year	335,293	603,367
Net deficit for the year	(134,838)	(213,464)
Prior year adjustment	515,503	(54,610)
Balance at the end of the year	715,958	335,293

The Statement of Changes in Accumulated Funds is to be read in conjunction with the notes to and forming part of the Financial Statements set out on pages 9 to 12.

RAKIRAKI TOWN COUNCIL
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	\$	\$
INCOME		
Building and subdivision	566	677
Bus station	9,202	24,509
Business, trading and other licenses	64,385	47,077
Hall hire	-	261
Garbage dump	13,913	22,826
General rate	57,455	95,216
Market	69,630	73,445
Municipal car park	17,358	16,918
Rent	2,448	2,093
Solid waste	811	501
Toilet income	35,053	31,533
Miscellaneous income	4,854	16,964
Total income	275,675	332,020
EXPENDITURE		
Advertising	305	-
Printing & stationery	6,341	7,235
Garbage collection	28,742	17,081
Electricity	9,641	9,870
Telephone	503	554
Postage & stamp	42	41
Repair & maintenance	16,683	17,910
Water charges	5,491	4,344
Workshop & training	6,948	19,354
Bank fees and charges	289	166
Travelling expenses	1,590	1,067
Uniforms	-	2,315
Insurance	5,133	5,544
Fiji National Provident Fund	19,789	17,763
Solid waste	923	616
Salary & wages	129,241	104,559
Miscellaneous	8,250	226,422
Depreciation	106,263	67,257
Office expense	54,558	43,386
Fuel	9,781	-
Total expenditure	410,513	545,484
Net deficit for the year	(134,838)	(213,464)

The Statement of Income and Expenditure is to be read in conjunction with the notes to and forming part of the Financial Statements set out on pages 9 to 12.

RAKIRAKI TOWN COUNCIL
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	2014 \$	2013 \$
Cash flows from operating activities			
Receipts from customers		334,471	261,124
Payments to suppliers and employees		(383,050)	(432,966)
Net cash provided / (used) by operating activities	6 (a) (i)	<u>(48,579)</u>	<u>(171,842)</u>
Net decrease in cash and cash equivalents		(48,579)	(171,842)
Cash and cash equivalent at the beginning of the year		<u>64,070</u>	<u>235,912</u>
Cash and cash equivalent at the end of the year	6 (a) (ii)	<u>15,491</u>	<u>64,070</u>

The Statement of cash flow is to be read in conjunction with the notes to and forming part of the Financial Statements set out on pages 9 to 12.

RAKIRAKI TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Set out hereunder are the significant accounting policies adopted by the Council in the preparation of the accounts for the year ended 31 December 2014. Unless otherwise stated similar policies were followed in the previous year. All amounts are stated in Fijian currency.

(a) Basis of accounting

The accrual basis of accounting is adopted for all financial transactions .

(b) Property, plant and equipment

Items of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. The cost of self constructed assets includes the cost of materials, direct labor and an appropriate proportion of overheads.

(c) Depreciation

Depreciation has been provided using the straight line method at the rate of 20%.

(d) Employee entitlement

The Council provides for long service leave entitlement for all salaried staff who have served the Council continuously for 15 years or more at a rate of 10 years per year of service. For labourers 5 days after completion of 15 years of service plus 10 days after 20 years of service.

(e) Trade and other receivables

Trade and other receivables are stated at their cost less impairment losses.

(f) Trade and other payables

Liabilities are recognized for amounts to be paid in the future for goods and services rendered. Creditors and accruals are stated at cost.

(g) Revenue recognition

Revenue is recognized in the Statement of Income and Expenditure when charged to the ratepayers by the Council. The major sources of revenue are collected in the form of rates, market fees, toilet fees, garbage fees and business license.

(h) Income tax

The Council is exempt from income tax in accordance with the provisions of section 17 of the Fiji Income Tax Act.

(i) Comparatives

Where necessary, amounts relating to prior years have been reclassified to facilitate comparison and achieve consistency in disclosure with current period amounts.

RAKIRAKI TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	\$	\$
NOTE 2. CASH AND CASH EQUIVALENTS		
Cash at bank - Westpac account No. 9803225102	6,916	3,582
Cash at bank - Westpac account No. 9803848572	-	40,700
Cash at bank - Bank of South Pacific No. 9093521	8,575	19,788
	<u>15,491</u>	<u>64,070</u>
NOTE 3. TRADE AND OTHER RECEIVABLES		
Town rates	105,399	62,730
Garbage collection	15,271	4,295
Bus base collection	20,447	21,174
Taxi base collection	1,155	135
Carrier base collection	270	-
Minibus base collection	74	-
Business license	24,455	16,500
	<u>167,071</u>	<u>104,834</u>
NOTE 4. PROPERTY, PLANT AND EQUIPMENT		
Plant and equipment	303,672	36,196
Less accumulated depreciation	(71,146)	(16,337)
	<u>232,526</u>	<u>19,859</u>
Office equipment	487,569	423,537
Less accumulated depreciation	(174,342)	(196,850)
	<u>313,227</u>	<u>226,687</u>
Motor vehicle	55,000	55,000
Less accumulated depreciation	(33,000)	(22,000)
	<u>22,000</u>	<u>33,000</u>
Net written down value	<u>567,753</u>	<u>279,546</u>

Movements in carrying amounts

Movements in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

Plant and equipment

Carrying amount at beginning	19,859	27,028
Additions	267,476	-
Depreciation expense	(54,809)	(7,169)
Balance as at 31 December	<u>232,526</u>	<u>19,859</u>

Office equipment

Carrying amount at beginning	226,687	338,737
Additions	126,994	-
Depreciation expense	(40,454)	(112,050)
Balance as at 31 December	<u>313,227</u>	<u>226,687</u>

RAKIRAKI TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTE 4. PROPERTY, PLANT AND EQUIPMENT (Cont'd)

	2014	2013
	\$	\$
Motor vehicle		
Carrying amount at beginning	33,000	44,000
Additions	-	-
Depreciation expense	(11,000)	(11,000)
Balance as at 31 December	<u>22,000</u>	<u>33,000</u>
Net written down value	<u><u>567,753</u></u>	<u><u>279,546</u></u>

NOTE 5. SUNDRY DEPOSITS

Tender deposits	<u>316</u>	<u>522</u>
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NOTE 6. NOTES TO THE STATEMENT OF CASH FLOWS

(a) (i) Reconciliation of net cash provided by operating activities to net deficit

Net deficit for the year	(134,838)	(213,464)
Depreciation	106,263	67,257
Prior year adjustment	121,033	8,352
Net cash provided by operating activities before changes in assets and liabilities	<u>92,458</u>	<u>(137,855)</u>
Change in assets and liabilities:		
Net increase in other assets	(62,237)	(79,248)
Net decrease in creditors and borrowings	<u>(78,800)</u>	<u>45,261</u>
Net cash inflows/(outflows) from operating activities	<u>(48,579)</u>	<u>(171,842)</u>

(ii) Cash and Cash Equivalents

For the purpose of the statement of cash flows, cash comprises of cash on hand and at bank. Cash as at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

Cash on hand and at bank	<u>15,491</u>	<u>64,070</u>
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NOTE 7. CAPITAL COMMITMENTS

Capital commitment at balance date is NIL (2013 - NIL)

NOTE 8. PRINCIPAL ACTIVITY

Rakiraki town council was established under the Local Government Act to provide for the health, welfare and convenience of the inhabitants of the Rakiraki Town Municipality and to preserve the amenities or credit thereof.

RAKIRAKI TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTE 9. SUBSEQUENT EVENTS

Since the end of the financial year, the Council is not aware of any matter or circumstance not otherwise dealt with in the report or financial statements that has significantly or may significantly affect the operations of the Council, the results of those operations or state of affairs of the Council in subsequent years.

NOTE 10. CLIENT LOCATION

Rakiraki Town Council
First floor
Vaileka house
Rakiraki

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