



NADI TOWN COUNCIL

Annual Report for the Year 2014



Nadi Market Refurbishment Opening



PARLIAMENT OF FIJI
PARLIAMENTARY PAPER NO. 167 OF 2020

NADI TOWN COUNCIL

ANNUAL REPORT

(Section 19 - Local Government Act, Cap 125)

**FOR THE YEAR ENDED
31ST DECEMBER, 2014**

**ROBIN. K. ALI
SPECIAL ADMINISTRATOR**

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1. **THE COUNCIL**

HISTORY

Nadi Township was established in 1947. In 1967 the election system to elect the members of the Board was introduced. The Board was upgraded to Council status in 1972 under the Local Government Act (Cap 125). The Local Government Act provides for the manner in which the Council may function, levy and collect rates, exercise its powers and expend its funds.

The Nadi Town Council is responsible for the provision and maintenance of a wide range of services to ratepayers in its 780 hectares locality. These services include sanitation services, roads, carparks, business licensing, gardens, parks and public recreational facilities such as the Municipal library, Market and the Civic auditorium.

Such services are financed from rates, fees and charges with the exception of capital works, which are generally financed from loan funds. The Council does not receive grants from the Central Government, for the above services. However, in November, 2007 the Council received \$40,000.00 from the Government as Challenge Fund to be used for the developments of Children's Park in Nadi with the provision that Nadi Town Council used its own \$40,000.00 for the said project.

Under Section 57 of the Local Government Act, the Council is required to prepare annual statements before 31 May every year showing the assets, liabilities, income and expenditure of the Council on the 31 December of the preceding year. These annual statements are to be audited by the Auditor General and certified by August of every year.

2. **VISION, MISSION AND GOALS**

12.1 **OUR VISION**

To be a clean and beautiful city that is leading and innovative, valuing diversity, involving its community, balancing its ratepayers and citizens needs for now and in the future.

12.2 **OUR MISSION**

To promote health, welfare and convenience of the inhabitants of the municipality and to preserve the amenities or credit for the present and future generation.

12.3 **OUR GOALS**

- (a) To revitalize the town in order to enhance the quality of life of the residents.
- (b) To improve traffic safety and pedestrian safety in the town.
- (c) Make provisions for people with disabilities.
- (d) Provide adequate parking space for the citizens and visitors of the town.
- (e) Improve visual aesthetics of the town.

- (f) Work towards finding a permanent solution to the flooding faced by the town.
- (g) To have an effective town planning scheme which has policies and proposals for the controlled development and use of land in the town.
- (h) To support and promote the town's economy without losing its social and environmental values.

3. **TOWARDS OUR VISION, MISSION AND GOALS**

1.0 The council has an effective town planning scheme. The objectives of the scheme are:

- (i) To develop policies and proposals and relate them to the precise area of the land.
- (ii) To provide detailed basis of development control
- (iii) To provide detailed basis for co-ordinating the developments and their use of land.
- (iv) To bring local and detailed planning usage before the public.

2.0 The Council now has a master drainage scheme plan for Nadi which guides the Council in the alleviation of the flooding problem.

3.0 The Council now has a master plan to revitalise the central business district of Nadi. The first stage of this plan is almost complete. The key elements being:-

❖ **IMPROVED TRAFFIC SAFETY**

Intersections are improved through kerb extensions to minimise illegal use of the corners. Sight lines have improved as a result. There is better management of carparking in these areas.

❖ **INSTALLATION OF TRAFFIC LIGHTS**

Council has already installed three (3) sets of controlled traffic lights in the Main Street of Central Business District.

❖ **IMPROVED VISUAL AESTHETICS**

The overall aesthetics of the street space has been greatly enhanced through planting and gardens, new streetlights, seats and garbage bins.

5. **COMMITTEES OF THE COUNCIL**

The following committees were appointed by the Council.

- ◆ Health and Market
- ◆ Development, Town Planning Works, Buildings, Tourism, Beautification and Parks
- ◆ General Purposes and Library
- ◆ Finance and Planning
- ◆ Staff
- ◆ Building Plans
- ◆ Traffic
- ◆ Tender

The Health and Market, Development, Town Planning Works, Building, Tourism, Beautification and Parks General Purposes & Library, Finance and Planning Committees were required to meet once every month to transact all business which fell within its jurisdiction and the Staff and Building Plans Committee, Traffic Committee and Tender Committee met as and when required.

6. **PRINCIPAL OFFICERS**

Special Administrator	-	Mr Robin K. Ali
Chief Executive Officer	-	Vacant
Manager Finance	-	Mrs Anita Betty Vanua
Acting Manager Planning & Building	-	Ratu Meli Naevo
Acting Manager Engineering	-	Mr Haroom Shamim Ali
Acting Senior Health Inspector	-	Mr Rajeshwar Raj

7. **AUDITORS OF THE COUNCIL** - Auditor - General of Fiji

8. **SOLICITORS OF THE COUNCIL** - (1) Messrs. Janend Sharma, Nadi
(2) Messrs M.K. Sahu Khan

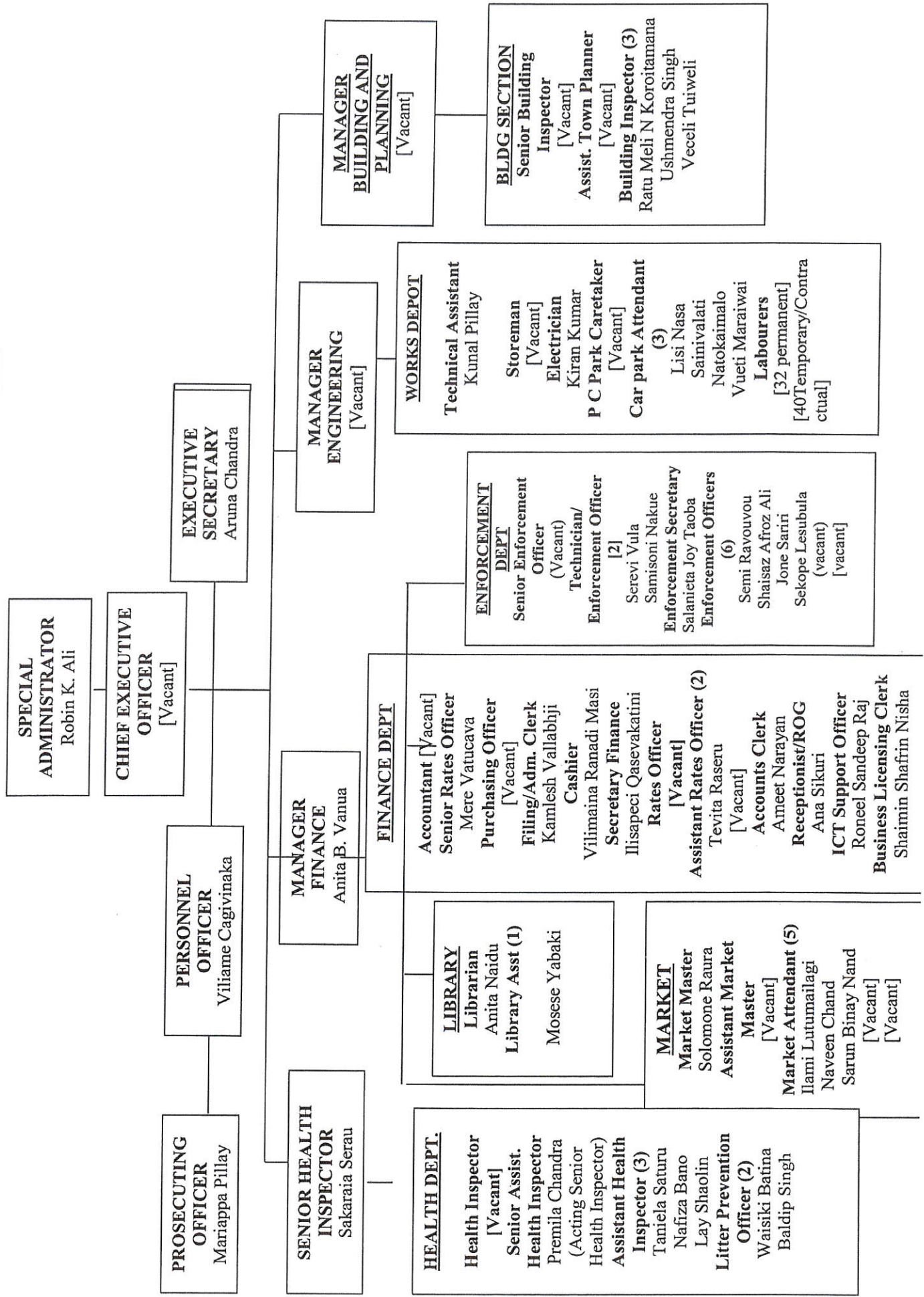
9. **NUMBER OF MEETINGS HELD DURING THE YEAR 2012**
COUNCIL MEETINGS

Ordinary	-	8
Special	-	4
Emergency	-	2

12. COMMITTEE MEETINGS

Health and Market	-	8
Development, Town Planning Works, Building, Tourism, Beautification and Parks	-	8
Finance and Planning	-	8
General Purposes and Library	-	8
Staff	-	Nil

NADI TOWN COUNCIL ORGANIZATION STRUCTURE



FINANCE DEPARTMENT

1. BUSINESS LICENCE

- 2292 Businesses were in operation for the year 2014.
- 413 businesses opened in 2014

2. DONORS, GRANTS & PROJECTS

❖ Donor – Un Women

- The UN Women donated a new PA system worth \$5,000 for the Nadi Market.

❖ Donor – Westpac Banking Corporation

- Westpac Banking Corporation donated fifteen (15) double bunk beds worth \$10,000. The beds can accommodate 30 women.

❖ GRANT – New Wing Nadi Market with Women Vendor Hostel

- The Government under its 2014 National Budget allocated funds for the construction of an open market in Nadi Town to accommodate vendors mostly women who are not provided proper seating facilities and shelter. These vendors are exposed to the harsh western weather conditions.
- The project was funded by three (3) sources as follows:
Ministry of Local Government contributed \$504,000
Office of the Prime Minister contributed \$300,000
Council contributed \$116,322.
- The project was constructed by Super Construction.
- The new market had a provision of 300 stalls on a temporary base for vendors.
- The project also included a Vendor Hostel that could accommodate 30 women at any one time and the fees levied is \$2.00 inclusive of a bed, washroom, laundry and shower facilities.
- The area also included User Pay Toilets with a provision of a Disable Friendly facility and the fee levied to users is \$0.20 per user.
- There is also a space for the Night Market but currently is used by the ladies who sell sea food in the day and in the night it is used for Grog sellers.



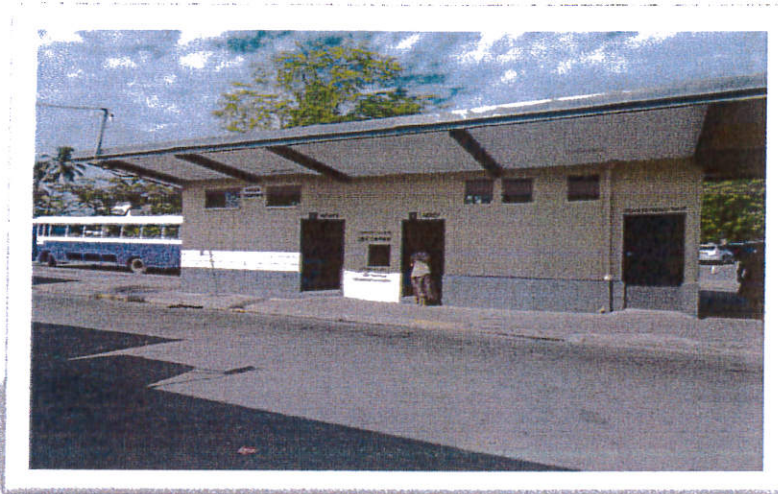
❖ **GRANT FUND – Korociri Settlement Evacuation Centre Project**

- The Council received \$100.000 from the Ministry of Local Government through the Department of Housing.
- The project was on a sweat equity basis and the residents of the Korociri settlement was supposed to provide the manpower to complete the project.
- Although the project is outside the town boundary, the Council was given the task of looking after the whole project from Monitoring. Purchasing and preparing acquittals to be provided to the Ministry.
- The project continued into the year 2015.



❖ **GRANT CHALLENGE FUND – Nadi Bus Station Rest Room**

- The Council received \$40,000 from the Challenge fund.
- Council also contributed \$5,630 to complete the project to its expectation.
- The project was constructed by Super Construction.
- The public convenience is disable friendly and is also a User Pay facility.



❖ **PROJECT – Properties – Enforcement Section Renovation**

- Renovation & upgrading cost for the project was \$10,000.
- The upgrade was for painting, tiling, electrical wiring and purchasing of furniture's that was old.

3. HUMAN RESOURCES

- The Minister declared an announcement for all Municipal Councils to have a 10% increment on all employees both salaries and unestablished exclusive of the four (4) Heads of Department.
- The Council also engaged into an agreement for the benefit of the employees children with Post Fiji for the purchase of stationery supplies and this agreement raked in 2.5% commission for the Council as opposed to their offer of 1%.

4. RATES

- Currents Rates collected for the year 2014 was 97% as compared to 90% in 2013
- Arrears collected was 16% as compared to 15% in 2013.

BUILDING DEPARTMENT

BUILDING DEVELOPMENT

Nadi Town Covering an area of 780 hectares is divided into three wards:-

- Town Ward
- Martintar Ward
- Namaka Ward

The total number of building applications received during the year was 164 total to an aggregate value of 45.41 million dollars. The total revenue received for processing these applications were \$76,163.09

CHART 1: BUILDING FEES

BUILDING APPLICATIONS RECEIVED DURING THE YEAR 2014

MONTH	NO. OF APPLICATIONS RECEIVED	VALUE (\$)	FEES (\$)
January	11	\$3,047,099.64	\$5,593.28
February	15	\$ 1,116,878.97	\$3,750.57
March	13	\$ 7,774,320.67	\$9,393.76
April	13	\$3,954,209.20	\$5,832.20
May	14	\$4,937,357.03	\$5,022.20
June	6	\$96,084.84	\$372.25
July	23	\$8,063,925.40	\$6,955.1
August	14	\$2,091,306.26	\$4,719.69
September	12	\$1,231,160.25	\$2,949.50
October	14	\$6,410,751.00	\$15,463.11
November	14	\$1,086,702.59	\$2,346.07
December	15	\$5,598,497.19	\$13,738.36
TOTAL	164	\$45,408,293	\$76,163.09

2. SUMMARY OF BUILDING APPLICATIONS RECEIVED - 2014

	NO.	VALUE (\$)
Commercial Buildings	16	\$18,251,724.75
Residential Buildings	21	\$7,945,940.57
Industrial Buildings	7	\$464,718.26

Special Use (Tourism/ Others)	0	-
Addition, Alterations & Renovations	68	\$5,129,379.11
Rezoning	7	-
Subdivisions	0	-
Civic (Schools, Churches, Carparks etc.)	2	\$319,400
Retaining Walls	2	\$341,950
Fencing	10	\$61,656.95
Outline	27	\$11,879,115.75
Miscellaneous	4	\$155,840
<u>TOTAL</u>	164	\$45,408,293

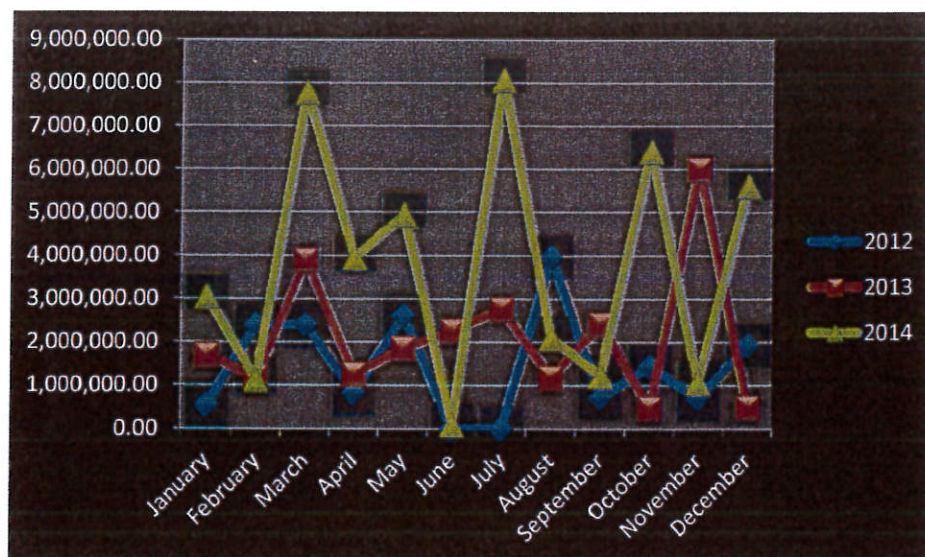
3. **SUMMARY OF BUILDING APPLICATIONS APPROVED - 2014**

	<u>NO.</u>	<u>VALUE(\$)</u>
Commercial Buildings	20	\$5,591,704.23
Residential Buildings	24	\$8,077,800.78
Industrial Buildings	5	\$761,341.6
Special Use (Tourism/ Others)	2	-
Addition, Alterations & Renovations	18	\$1,804,010.21
Rezoning	0	-
Subdivisions	0	-
Civic (Church, Schools, Parks, etc)	1	\$294,400
Retaining Walls	1	\$1,920
Fencing	7	\$48,938.15
Outline	0	-

Miscellaneous	6	\$179,462.5
Total	84	\$16,759,577.47

4.	Total number of outline applications received	29
	Total number of outline applications approved	6
	Total number of building applications refused	2
	Total number of completion certificate issued	42
	Total value of completion certificates issues	N/A

5. **GRAPH SHOWING BUILDING APPLICATIONS RECEIVED FOR THE MONTHS OF 2014 IN COMPARISON TO THE PAST TWO YEARS.**



6. **BUILDING INSPECTION**

Inspections carried out by the Building Inspectors together with the number of notices served and complaints investigated are shown in Table C.

TABLE C**BUILDING SURVEYORS REPORT FOR THE YEAR 2014**

Month	Inspection By Appointment	Illegal Works	Notice Served	Complaints Investigated
January	47	9	9	3
February	31	6	6	7
March	22	12	10	10
April	43	1	1	17
May	70	0	0	6
June	48	3	3	12
July	51	5	5	4
August	72	4	4	19
September	56	7	7	13
October	62	1	1	11
November	67	3	3	8
December	46	2	2	15
TOTAL	615	53	51	125

7. GENERAL

The Building Department was manned by two (2) Building Inspector, one (1) Building Compliance Officer and assisted by the Building Surveyor.

8. BUILDING PLANS PROCESSED

Total number of plans processed - 152

Total number of buildings inspected for the issue of completion certificate - 34

ENGINEERING ANNUAL REPORT 2014

INTRODUCTION

This report briefly describes the nature and extent of work carried out by the Engineering Department of Nadi Town Council during the year. The report is classified into the following:-

1. Roads and Car Parks
2. Drains
3. Landscaping and Beautification Works
4. Street lights
5. Grass cutting
6. Work force
7. Capital Projects

ESTABLISHMENT

- Acting Manager Engineering
- Engineering Assistant
- Store man
- permanent workers
- contractual workers

Teams

- Garden team
- Grass cutting & Drain Cleaning Team
- Carpentry & Maintenance team
- Mechanical team
- Litter Pickers
- Garbage collector
- Drivers

ROADS AND CAR PARKS

Repair and Upgrading of all the roads within the Municipal boundary is carried out by Fiji Road Authority.

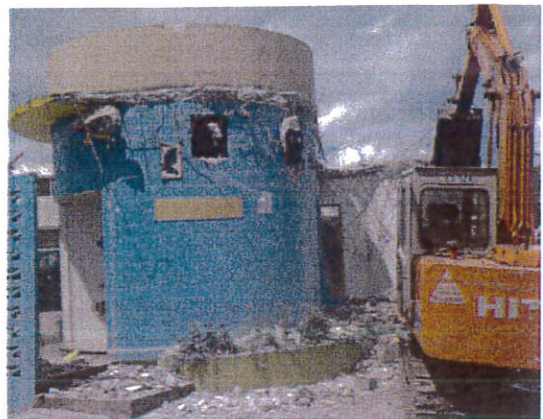


DRAINAGE

Council workers carried out all works in the drains in the town boundary during the year which included desilting and flushing of drains. On need basis more staffs were allocated to attend on the drain cleaning.

MAINTENANCE

The maintenance team did all basic renovation works in the council building and Construction of the new round toilet was done.



PARKS AND GARDENS

All parks were maintained with grass cutting

- Planting and straightening of palm trees.
- Weeding, trimming & turning of soil in planter boxes.
- Constructing of new welcome board at town end.
- Painting of planter box and rocks.
- Trimming of plants.



COMPLAINTS

Complains received from rate payers were recorded.

Summary

MONTH	DRAINS	STREET LIGHT	MAINTENANCE	OTHERS
January	10	6	1	2
February	3	1	5	7
March	6	3	NIL	3
April	1	3	nil	2
May	nil	3	nil	5
June	1	1	nil	3
July	1	1	4	3
August	5	4	2	7
September	1	3	3	3
October	7	2	1	10
November	6	6	2	3
December	5	7	1	3
Total	46	40	19	51

PLANTS AND VEHICLES

The workshop in the depot comprises of 1 established staff and 1 casual worker carrying out all repairs and general maintenance of all plants and vehicles throughout the year.

HEALTH INSPECTOR'S ANNUAL REPORT - 2014

A. SUMMARY OF INSPECTIONS

Month	Total Inspection	Total Re-inspection	Total
JANUARY	444	361	805
FEBRUARY	446	345	791
MARCH	374	283	657
APRIL	529	434	963
MAY	285	225	510
JUNE	279	263	542
JULY	364	266	630
AUGUST	336	234	570
SEPTEMBER	349	187	536
OCTOBER	274	198	472
NOVEMBER	292	175	467
DECEMBER	205	177	382
TOTAL	4177	3148	7325

B. SUMMARY OF SANITARY IMPROVEMENTS, ETC (ALL TYPES OF PREMISES)

Month	Ordered	Complied	Total
JANUARY	275	219	494
FEBRUARY	291	344	635
MARCH	247	212	459
APRIL	311	247	558
MAY	173	155	328
JUNE	172	156	328
JULY	198	143	341
AUGUST	212	194	406
SEPTEMBER	154	135	289
OCTOBER	187	164	351
NOVEMBER	203	177	380
DECEMBER	129	114	243
TOTAL	2552	2260	4812

B. Litter Reports

Month	Litter Issued	reminder	Fixed Penalty	Total
JANUARY	6		12	18
FEBRUARY	7		4	11
MARCH	4		-	4
APRIL	6		-	6
MAY	7		9	16
JUNE	-		13	13

JULY	3	-	3
AUGUST	29	17	46
SEPTEMBER	11	5	16
OCTOBER	9	9	18
NOVEMBER	-	6	6
DECEMBER	-	-	-
TOTAL	82	75	157

D. Summary of Business Inspected and Issued

Month	Inspected	Issued	Total
JANUARY	10	10	20
FEBRUARY	12	21	33
MARCH	32	41	73
APRIL	32	30	62
MAY	10	30	40
JUNE	10	9	19
JULY	14	16	30
AUGUST	1	5	6
SEPTEMBER	15	25	40
OCTOBER	4	4	8
NOVEMBER	4	10	14
DECEMBER	3	13	16
TOTAL	147	214	361

E. COMPLAINTS

Month	Number of Complaint
JANUARY	30
FEBRUARY	23
MARCH	10
APRIL	14
MAY	14
JUNE	9
JULY	16
AUGUST	16
SEPTEMBER	15
OCTOBER	15
NOVEMBER	12
DECEMBER	11
TOTAL	185

F. PURE FOOD.

- **Monitoring** of food premises and restaurant kitchens continued during the month. Inspections and re-inspections of the restaurant, kitchens and other food premises were

carried out on regular basis to maintain the required standard and the renewal of the business licenses for year 2014. Supermarket inspection was carried out on regular basis for sale of any expired items. Shop owners were advised to remove any expired dented, damaged or rusted items.

- **Restaurant Grading** – Health Department continued with the inspections for the grading of the restaurants.

G. PUBLIC CONVENIENCE

Random inspection of public convenience was carried out and is found to be in a satisfactory condition.

H. GARBAGE COLLECTION

Month	Total Number of Loads of Garbage	Total Number of Loads of Refuse	Total
JANUARY	77	230	307
FEBRUARY	71	217	288
MARCH	81	230	311
APRIL	76	206	282
MAY	81	222	303
JUNE	73	228	301
JULY	78	186	264
AUGUST	77	198	275
SEPTEMBER	76	200	276
OCTOBER	81	336	417
NOVEMBER	76	319	395
DECEMBER	105	210	315
TOTAL	952	2782	3734

I. BUILDING PLAN.

Month	Number of Building Plans
JANUARY	8
FEBRUARY	18
MARCH	10
APRIL	12
MAY	21
JUNE	11
JULY	19
AUGUST	25
SEPTEMBER	15
OCTOBER	24
NOVEMBER	22
DECEMBER	7
TOTAL	192

J. DOG TRAPPING

Month	Number of Dogs trapped
JANUARY	-
FEBRUARY	-
MARCH	9
APRIL	-
MAY	2
JUNE	-
JULY	-
AUGUST	5
SEPTEMBER	4
OCTOBER	8
NOVEMBER	6
DECEMBER	4
TOTAL	38

K. TRAINING/WORKSHOP

- 17/01/14 – Senior Health Inspector Sakaraia & EO Sakenasa attended 8th JMM of P-PRISM counterparts at Tavua Town Council. Meeting was organized by DOE with involved all Western Municipal Councils and Suva City Council.
- 17/01/14 - SAHI & AHI (Premila / Raj) carried out presentation to the canteen operators of Sangam Schools in Fiji on Food Safety requirements under Food Safety Act 2003.
- A request from Rakiraki Town Council Health Department conducted training for the teachers of Rakiraki on the Clean School Program. Approximately 18 participants attended this session (15 teachers and 3 other).
- 23/05/14: AHI Nafiza Ali went to Japan for training on Environmental Education Awareness. A detail report will submitted after her returned to work.
- 27/06/14: J-Prism meeting was held in Rakiraki organized by Department of Environments.
- Rajeshwar Raj:-Attended Training of Trainers Workshops on Food Safety from 30th June to 4th July at Lautoka Hotel organized by Ministry of Health.
- Rajeshwar Raj:-Attended auditor training on ISO 22000 Requirement from 14th July to 18th July 2014 at studio 6 Hotel in Suva, organized by Ministry of Health. This training was to enhance the Health Inspectors knowledge to audit food establishment against International Standard (ISO22000). Health professional set for an exam after a week of training and the result was forwarded to Ministry by International trade Centre.
- National Used Oil Stewardship System Draft Regulation Consultation Workshop: AHI Taniela Saturu attended the above workshop at Capricorn Hotel on the 19th of August. This workshop was in lieu with legal framework regarding Use Oil Disposal.
- Environmental Management Unit Training: The above workshop was attended by AHI Taniela Saturu on 25th -27th of August at Studio 6, Conference room, Suva. The objective of this workshop was for the Department of Environment was to disseminate information to relevant stake-holders the importance and function of the need to have Environment Management Unit.

- AHI Nafiza Ali attended J-PRISM Regional Training for Trainers (ToT) in Labasa from 17-21 November, 2014. Participants attending this training will be registered in the SPREP database (PIDOC: Pacific Island Database of Capacity development Activities) as a participant with a trainer status.

L. J-PRISM

- The collection of recyclables was carried out and people were benefited from this activity, since it contributes to the minimization of rubbish in Nadi Town.
- Eco-bag was sold out.

Month	Eco-bag sold out	Compost Bin	Total
JANUARY	13	-	13
FEBRUARY	60	1	61
MARCH	56	1	57
APRIL	69	6	75
MAY	17	1	18
JUNE	6	-	6
JULY	4	-	4
AUGUST	21	-	21
SEPTEMBER	10	-	10
OCTOBER	18	-	18
NOVEMBER	48	-	48
DECEMBER	40	-	40
TOTAL	362	9	371

M. CLEAN SCHOOL MONITORING

- Started with Clean School Program 2014. Schedule was prepared for 2014 with the action plan and submitted to 17 schools. Waiting for the action planned to be received by 14/04/14.
- 03/05/14: Cleanup Campaign was organized by International School where by 50 students and teachers participated in the above campaign and 40 bags of refuse were collected from the site.
- On July the Action plans were submitted by schools.
- Clean School Program second monitoring was conducted from the 23rd of September and the following schools were monitored.
 - Andrews Primary School
 - Nadi College
 - Nadi Center of Special Education
 - SSKM College
 - Nadi Sangam Primary School
 - Nadi Primary
 - SVC
 - Hindu Mahashaba
 - Korovuto College
 - Meigunyah Muslim Primary

- Mulomulo Secondary School
 - Mt. Saint Mary
 - Maharishi Sanatan
 - Votualevu Public
- Clean School Program successfully finished with the final judging of the schools conducted from the 5th to 6th November 2014. 16 Schools entered for the competition this year and the final judging team consisting of judges from Ministry of Education, JICA, Nadi Town Council and Rakiraki Town Council. The judging team based on the judging criteria reasonably decided on the winning schools.
 - The award Ceremony for the CSP 2014 was conducted on the 14th of November 2014 at the NTC chambers from 9.00am to 1.00pm. This was attended by approximately 66 participants including teachers, students, officials from Department of Environment and JICA. All the participating school was awarded with certificates and the winning schools with trophies and certificates.
 - The winning School according to each divisions are listed:
 - a) 1st Prize (Overall Winner) Secondary Division: Maharishi Sanatan College
 - b) 1st Prize(Overall Winner) Primary Division: Nadi Sangam Primary School
 - c) 2nd Prize (Runner-up) Secondary Division: SSKM College
 - d) 2nd Prize(Runner-up) Primary Division: Nadi Centre for Special Education
 - e) 3rd Prize Primary Division: Votualevu Public School
 - f) Winner Division 1: Hindu Mahasabha School
 - g) Winner Division 2: Nadi Centre for Special Education
 - h) Winner Division 3: Nadi Primary School
 - i) Special Award CSP 2014: Maigania Muslim School

N. GENERAL

1. Scrutinizing of building plans
2. Preparation of new premises and filling of correspondence
3. Public Health Education and Awareness
4. Attend department staff meeting
5. Preparation Monthly Report
6. Supervision of garbage, grass cutting, drain cleaning and street sweeping contractors as and when required.
7. Writing down notices for overgrown vacant lots
8. Preparing and serving of Summons.
9. Attending complaints
10. Inspecting premises under Public Health Act
11. Issuing business licenses and health permits
12. Any other Special Duties from time to time as required
13. Letters to Licensing Board.

OFFICE OF THE AUDITOR GENERAL

Excellence in Public Sector Auditing



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File: 831/1

14th September 2018

Mr. Robin Ali
Special Administrator
Nadi Town Council
P O Box 241
NADI

Dear Mr. Ali

**AUDITED FINANCIAL STATEMENT
NADI TOWN COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2014.**

Audited financial statements for the Nadi Town Council for the year ended 31 December 2014 together with my audit report on them are enclosed.

Particulars of the errors and omissions arising from the audit have been forwarded to the Management for necessary actions.

Yours sincerely

Ajay Nand
AUDITOR-GENERAL

Encl.

cc: Chief Executive Officer – Peter Dinning

RECEIVED	
DATE:	19/9/18
TIME:	
BY:	9

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

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OFFICE OF THE AUDITOR GENERAL

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INDEPENDENT AUDITOR'S REPORT

NADI TOWN COUNCIL

I have audited the accompanying financial statements of Nadi 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 15.

Management's Responsibility for the Financial Statements

The Special Administrator and 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 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 mis-statements, 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 my audit. I have conducted my audit in accordance with International Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Basis for Qualified Opinion

1. Included in Trade and other receivables (Note 3) are miscellaneous debtors and infringement fines of \$80,862 and \$43,217, respectively for which relevant reconciliations and records were not provided to substantiate the balances. In addition, there was no evidence of impairment assessment carried out by the Council on its Receivable balance. Consequently, I was unable to satisfy myself on the accuracy of the receivable balance of \$2,095,392 recorded in the statement of financial position.
2. Included as part of cash and cash equivalent is General Fund Account balance of \$315,346 (Note 2). A variance of \$91,194 exists between general ledger balance at 31 December 2013 and the opening balance 2014. Even though the closing balance as at 31 December 2014 was reconciled, I was unable to obtain sufficient and appropriate audit evidence on how the variance was adjusted during the year.

Therefore, I am unable to determine if the ending cash at bank balance amounting to \$315,346 is fairly stated in the financial statements as at 31 December 2014.

In addition, bank reconciliation of Westpac Account number 9803171579 of \$578,868, Bank of South Pacific account of \$10,656 and Grant account of \$9,486 (Note 2) was not performed. Therefore, I was unable to verify the completeness and accuracy of these balances as at 31 December 2014.

3. Stated under current liabilities are sundry deposits (Note 7) of \$916,976. The Council was unable to provide sufficient and appropriate evidence to substantiate these deposits. I was unable to perform necessary audit procedures or any other alternative audit procedures to verify completeness, existence and valuation of this balance. Therefore, I was unable to confirm if sundry deposits of \$916,976 is fairly stated in the financial statements.
4. The council has recorded general rates and special loan rates of \$626,025 and \$481,833 in statement of income and expenditure of general fund and loan fund accounts respectively. However, reconciliation of the subsidiary records pertaining to these rates income reflected variance of \$479,833. The council could not provide documentary evidence to substantiate the variance. Due to the variance I was unable to ascertain the accuracy of general rates and special rates income recorded in the financial statements.
5. There is unreconciled variance of \$90,372 between the general ledger and subsidiary records for business license income. The council was unable to provide documentary evidence to substantiate the variance. Due to the variance I was unable to ascertain the accuracy of the license income recorded in the financial statements.
6. The Council was unable to provide supporting documents for the existence of Sewerage Services Fund balance of \$59,700. As such I was unable to satisfy myself on the accuracy of this account balance stated in the Statement of Changes in Accumulated Funds.

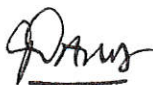
Qualified Audit Opinion

In my opinion, except for the effects of the matters discussed in the basis of qualification paragraphs, the financial statements presents fairly, in accordance with International Financial Reporting Standards for Small and Medium-sized Entities and the statutory provisions, in all material respects, the financial position of Nadi Town Council as at 31 December 2014, and its financial performance and its cash flows for the year then ended.

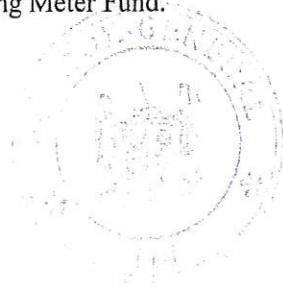
Emphasis of Matter

Without further qualifying the audit opinion, attention is be drawn to the following matter:

Statement of Financial Position as at 31 December 2014 has not been prepared to account for the Assets and Liabilities of the Parking Meter Fund.



Ajay Nand
AUDITOR-GENERAL



14 September 2018
Suva, Fiji

**NADI TOWN COUNCIL
STATEMENT BY THE COUNCIL
FINANCIAL STATEMENTS**

COUNCIL'S STATEMENT

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



Robin K Ali
Special Administrator

Date: 03/08/2018



Peter Dinning
Chief Executive Officer

Date: 16/07/2018

**NADI TOWN COUNCIL
GENERAL FUND
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2014**

	Notes	2014 \$	2013 \$
ACCUMULATED FUNDS			
Accumulated Surplus		16,427,626	16,039,569
		<u>16,427,626</u>	<u>16,039,569</u>
Funds employed were represented by:			
CURRENT ASSETS			
Cash and cash equivalents	2	915,852	565,459
Trade and other receivables	3	2,095,392	2,007,270
		<u>3,011,243</u>	<u>2,572,729</u>
NON CURRENT ASSET			
Property, plant and equipment	4	18,048,628	17,321,521
		<u>18,048,628</u>	<u>17,321,521</u>
TOTAL ASSETS		<u>21,059,871</u>	<u>19,894,250</u>
CURRENT LIABILITIES			
Creditors and other accruals	6	196,140	155,883
Sundry deposits	7	916,976	706,930
Employee benefits liabilities	8	43,279	69,957
Loan	5	357,215	310,968
		<u>1,513,610</u>	<u>1,243,738</u>
NON CURRENT LIABILITIES			
Deferred income	9	1,126,119	411,023
Loan	5	1,992,516	2,199,920
		<u>3,118,635</u>	<u>2,610,943</u>
TOTAL LIABILITIES		<u>4,632,245</u>	<u>3,854,681</u>
NET ASSETS		<u>16,427,626</u>	<u>16,039,569</u>

The accompanying notes are to be read in conjunction with the financial statements .

**NADI TOWN COUNCIL
GENERAL FUND
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Note	2014 \$	2013 \$
INCOME			
Advertising		60,940	67,888
Building fees		73,568	62,898
Bus stand charges		34,795	41,655
Business and trading licenses		443,701	381,877
Fee for services		9,200	84,396
Fines and costs		-	3,155
General rates		626,025	1,053,914
Handicraft stall fees		24,346	33,292
Interest on overdue accounts		362	5,484
Interest on overdue rates		27,167	90,540
Library subscription, fines and costs		6,765	5,010
Market fees		498,337	476,911
Miscellaneous		71,590	146,914
Park fee		103,453	113,706
Public car park		63,832	82,157
Rental income	10	649,991	513,032
Sweet cart charges		-	3,556
Taxi and carrier stand charges		25,598	143,670
Amortisation of deferred income		109,365	157,578
Interest received		1,600	328
TOTAL INCOME		2,830,635	3,467,961
EXPENDITURE			
RECURRENT			
Garbage services		381,951	405,786
Library services		2,443	4,908
Salaries, wages and related payments		1,308,395	1,237,344
MAINTENANCE AND OPERATING EXPENSES			
Advertising		19,354	13,593
Audit and accounting fees		29,607	20,765
Buildings		28,802	11,242
Civic reception and entertainment		8,248	4,917
Cleaning of sewerage line		42,442	49,122
Contingency		50,870	54,530
Depreciation		222,536	209,345
Destruction of animals		82	68
Electricity and water		118,225	135,465
		2,212,955	2,147,085

**NADI TOWN COUNCIL
GENERAL FUND
STATEMENT OF INCOME AND EXPENDITURE (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014	2013
	\$	\$
BALANCE BROUGHT FORWARD	2,212,955	2,147,085
Fringe benefit tax	4,634	1,797
TPAF levy	12,408	22,061
Insurance	38,405	81,057
Interest and bank charges	4,659	4,209
Land rent	41,198	92,473
Legal expenses	10,004	9,222
Maintenance of office equipment	4,728	18,804
Market rental	-	11,523
Meeting expenses	2,392	2,273
Miscellaneous	65,559	43,991
Parks and gardens	41,379	37,792
Plant, machinery, motor vehicle and tools	135,820	65,963
Printing, stationery and office expenses	29,525	27,447
Public celebration	3,106	10,044
Road, drains, paths and verges	-	223,903
Staff development costs	13,561	65,528
Subscription - FLGA,PACOM,LACDE	1,504	1,387
Telecommunications	31,609	27,186
Travelling, subsistence and incidentals	2,701	7,419
Town planning	5,381	10,228
UPGRADING AND IMPROVEMENTS		
Beautification and land scalping	19,860	5,926
Roads, drains and footpath improvements	226,845	13,211
Street lights	6,200	115,897
Maintenance - various	64,860	87,662
TOTAL EXPENDITURE	2,979,293	3,134,088
Net (Deficit)/surplus for the year	(148,658)	333,873

NADI TOWN COUNCIL
 LOAN REPAYMENT FUND ACCOUNT
 STATEMENT OF INCOME AND EXPENDITURE
 FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	\$	\$
The Revenue for the year was derived from:		
Loan rate	481,833	514,304
Loan rate in arrears	66,463	47,696
TOTAL REVENUE	548,296	562,000
The Expenditure for the year was incurred on:		
Interest	196,058	194,283
TOTAL EXPENDITURE	196,058	194,283
NET SURPLUS FOR THE YEAR	352,238	367,717

**NADI TOWN COUNCIL
GENERAL FUND ACCOUNT
STATEMENT OF CHANGES IN ACCUMULATED FUNDS
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Notes	2014 \$	2013 \$
GENERAL FUND ACCOUNT			
Balance at the beginning of the year		10,151,538	24,948,642
(Deficit)/surplus for the year		(148,658)	333,873
Prior year adjustment	11	184,477	(15,130,977)
Balance at the end of the year		<u>10,187,357</u>	<u>10,151,538</u>
Loan Repayment Fund Account			
Balance at the beginning of the year		5,828,331	5,460,614
Surplus for the year		352,238	367,717
Balance at the end of the year		<u>6,180,569</u>	<u>5,828,331</u>
Sewerage Service Fund Account			
Balance at the beginning of the year		59,700	59,700
Balance at the end of the year		<u>59,700</u>	<u>59,700</u>
TOTAL ACCUMULATED SURPLUS		<u>16,427,626</u>	<u>16,039,569</u>

**NADI TOWN COUNCIL
PARKING METER FUND ACCOUNT
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014	2013
	\$	\$
INCOME		
Infringement fines and costs	205,679	132,652
Meter tolls	75,764	96,831
TOTAL INCOME	281,443	229,483
EXPENDITURE		
Electricity and water	4,007	5,968
Maintenance of parking meters and bays	16,678	1,256
Office rent and maintenance	-	24,066
Plant and vehicle - operations	6,134	105,446
Printing and advertising	5,839	5,012
Salaries and related payments	174,459	137,869
Search fee and legal expenses	24,938	6,473
TOTAL EXPENDITURE	232,055	286,090
NET SURPLUS / (DEFICIT) FOR THE YEAR	49,388	(56,607)

NADI TOWN COUNCIL
PARKING METER FUND ACCOUNT
STATEMENT OF CHANGES IN ACCUMULATED FUNDS
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	\$	\$
Parking Meter Fund Account		
Balance at the beginning of the year	5,864	62,471
Surplus / (deficit) for the year	49,388	(56,607)
BALANCE AT THE END OF THE YEAR	<u>55,252</u>	<u>5,864</u>

**NADI TOWN COUNCIL
GENERAL FUND ACCOUNT
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Notes	2014 \$	2013 \$
Cash Flows from Operating Activities			
Cash was provided from:			
Rates and other revenue		2,161,250	3,622,949
Grant		944,000	200,000
		<u>3,105,250</u>	<u>3,822,949</u>
Cash was applied to:			
Payments to suppliers and employees		(2,089,130)	(3,231,592)
		<u>(2,089,130)</u>	<u>(3,231,592)</u>
Net Cash provided by Operating Activities	15 (a) (ii)	<u><u>1,016,120</u></u>	<u><u>591,357</u></u>
Cash Flows from Investing Activities			
Cash was applied to:			
Acquisition of property, plant and equipment		(504,571)	(181,097)
Net Cash (used in) Investing Activities		<u>(504,571)</u>	<u>(181,097)</u>
Cash Flows from Financing Activities			
Cash was provided from:			
Loan rates		-	-
		<u>-</u>	<u>-</u>
Cash was applied to:			
Loan repayments		(161,157)	(310,968)
		<u>(161,157)</u>	<u>(310,968)</u>
Net Cash (used in) Financing Activities		<u>(161,157)</u>	<u>(310,968)</u>
Net increase in cash held		350,392	99,292
Cash at the beginning of the reporting period		565,459	466,167
Net cash at the end of the reporting period	15 (a) (i)	<u><u>915,852</u></u>	<u><u>565,459</u></u>

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

1. General Information

NADI TOWN COUNCIL was established under Local Government Act. The address of its registered office and principal place is Main Street, Nadi Town. The principal activity of the council are to provide for health, welfare and convenience of the inhabitants of the Nadi Town municipality and to preserve the amenities or credit thereof. The principal activities of the company are described in Note 15.

The financial statements of NADI TOWN COUNCIL for the year ended 31 December 2014 were authorised for issue in accordance with a resolution of the Special Administrator and Management on 25/07/2016.

1.2 Basis of preparation and accounting policies

The financial statements have been prepared in accordance with the International Financial Reporting Standards for Small and Medium-sized Entities issued by the International Financial Accounting Standards Board. They are presented in Fiji dollars.

1.3 Summary of significant accounting policies

The principal accounting policies adopted by the company are stated to assist in a general understanding of these Financial Statements. The accounting policies adopted are consistent with those of the previous year except as stated otherwise.

(a) Revenue

Revenue is recognised in the Statement of Income and Expenditure when charged to the ratepayers by the Council. The major sources of revenue are collections in the form of General rates, Loan rates and Rental Income from the Council's properties.

(b) Income Tax

Under section 17(4) of the Income Tax Act, the Council is exempt from tax on its income.

(c) Property, Plant and Equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method. The following annual rates are used for the depreciation of property, plant and equipment:

• Office equipment	7% per annum
• Furniture and fittings	7% per annum
• Plant and machinery	7% per annum
• Motor vehicles	15% per annum
• Buildings	1.25% per annum
• Roads and footpaths	1% per annum

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.

NADI TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2014

1.3 Summary of significant accounting policies (continued)

(d) Trade and other receivables

Most sales are made on the basis of normal credit terms, and the receivables do not bear interest. Where credit is extended beyond normal credit terms, receivables are measured at amortised cost using the effective interest rate method. At the end of each reporting year, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in profit and loss.

(e) Impairment of assets

At each reporting date, property, plant and equipment, intangible assets, and investments in associates are reviewed to determine whether there is any indication that those assets have suffered impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognized immediately in profit or loss.

Similarly, at each reporting date, inventories are assessed for impairment by comparing the carrying amount of each item of inventory (or group of similar items) with its selling price less costs to complete and sell. If any item of inventory (or group of similar items) is impaired, its carrying amount is reduced to selling price less costs to complete and sell, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount (selling price less costs to complete and sell, in the case of inventories), but not in excess of the amount that would have been determined had no impairment loss been recognized for the asset (group of related assets) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

(f) Cash and cash equivalents

Cash and short-term deposits in the statement of financial position comprise cash at banks and on hand and short-term deposits with a maturity of three months or less. For the purpose of statement of cash flows, cash and cash equivalents consist of cash and short-term deposits as defined above, net of outstanding bank overdrafts.

(g) Value Added Tax (VAT)

Revenue, expenses and assets are recognised net of the amount of respective sales tax except:

- where the Value Added Tax incurred on the purchase of assets or services is not recoverable from the taxation authority, in which case the value added tax is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and
- receivables that are stated with the amount of Value Added Tax included and payables that are stated with the amount of Value Added Tax included.

The net amount of Value Added Tax and Service Turnover Tax recoverable or payable to the tax authority is included as part of the receivables or payables in the balance sheet.

(h) Provisions

Provisions are recognised when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and reliable estimate can be made of the amount of the obligation.

NADI TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2014

1.3 Summary of significant accounting policies (continued)

(i) Fund Accounting

The Council has adopted a fund accounting system as a considerable part of annual revenues which comprises rates for different purposes and special purpose funds as required by the Local Government Act. Accordingly, it is necessary to establish separate funds to cover the amounts received, expenditure incurred and the net balance of funds available to be carried forward into the next financial period.

The identification of funds is maintained throughout the accounting system, thus providing the control necessary to ensure that each fund is used only for the purpose for which it is received.

Details of Special Purpose Funds maintained by the Council are :

Parking Meter Fund

The Council in compliance with the Land Transport Act, has to maintain a separate account for operation of Parking Meters in designated areas of roads within municipality.

Loan Rate Fund

The Council in compliance with the Local Government Act, has to maintain a separate account for operation of Loan Rate Fund account.

(j) Comparatives

Where necessary, comparatives figures have been adjusted to confirm with changes in presentation in the current year.

(k) Employee Entitlement

Provision is made for benefits accruing to employees in respect of salaries/wages and annual leave when it is probable that settlement will be required and they are capable of being measured reliably. Provisions made in respect of employee benefits expected to be settled within 12 months, are measured at their nominal values using remuneration rate expected to apply at the time of settlement.

(l) Deferred Income

Government and other grants are recognised where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. When the grant relates to an expense item, it is recognised as income over the period necessary to match them with the related costs which the grant are intended to compensate. Where the grant relates to an asset, it is recognised as deferred income and released to income in equal amounts over the expected useful life of the related assets.

(m) Trade and other payables

Liabilities for trade creditors and other amounts are carried at cost (inclusive of VAT where applicable) which is the fair value of the consideration to be paid in the future for goods and services received whether or not billed to the council.

NADI TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	\$	\$
2. Cash and cash equivalents		
Cash on hand	1,500	1,500
Cash at bank - Westpac Banking Corporation	315,346	143,297
Cash at bank - Westpac account (2)	578,868	420,662
Cash at bank - Bank of South Pacific	10,656	-
Cash at bank - Grant account	9,486	-
Cash at bank - Parking Meter *	(5)	-
	<u>915,852</u>	<u>565,459</u>

* The parking meter account was opened in December. There were no transactions in December except for a bank fee of \$5.

	\$	\$
3. Trade and other receivables		
Rates debtors	1,381,832	1,504,048
Rent debtors	214,105	90,809
Other debtors	91,993	41,748
Value Added Tax refundable	248,323	229,475
Prepayments - insurance	17,949	-
Miscellaneous	80,682	80,682
Electricity deposit	16,791	16,791
Enforcement & parking meter infringement	43,717	43,717
	<u>2,095,392</u>	<u>2,007,270</u>

	\$	\$
4. Property, plant and equipment		
Land		
Deemed cost:		
At 1 January	9,470,000	9,470,000
Net book value	<u>9,470,000</u>	<u>9,470,000</u>
Road and Footpaths		
Deemed cost:		
At 1 January	-	15,213,587
	<u>-</u>	<u>15,213,587</u>
Depreciation and impairment		
At 1 January	-	304,272
Disposal	-	14,909,315
Depreciation charge for the year at 31 December	-	-
	<u>-</u>	<u>15,213,587</u>
Net book value	<u>-</u>	<u>-</u>
Office equipment		
Deemed cost:		
At 1 January	116,823	115,726
Additions	8,085	1,097
	<u>124,908</u>	<u>116,823</u>
Depreciation and impairment		
At 1 January	79,814	75,297
Depreciation charge for the year at 31 December	4,952	4,517
	<u>84,766</u>	<u>79,814</u>
Net book value	<u>40,142</u>	<u>37,009</u>

NADI TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 \$	2013 \$
4. Property, plant and equipment (continued)		
<u>Furniture and fittings</u>		
Deemed cost:		
At 1 January	61,552	61,552
Additions	9,039	-
	<u>70,592</u>	<u>61,552</u>
Depreciation and impairment		
At 1 January	49,128	47,129
Disposals - assets written off	-	(2,310)
Depreciation charge for the year at 31 December	4,508	4,309
	<u>53,636</u>	<u>49,128</u>
Net book value	<u>16,956</u>	<u>12,424</u>
<u>Plant and Machinery</u>		
Deemed cost:		
At 1 January	733,932	551,032
Adjustment	-	2,900
Addition	16,274	180,000
	<u>750,206</u>	<u>733,932</u>
Depreciation and impairment		
At 1 January	318,470	270,781
Adjustment	-	2,900
Error in fixed asset corrected	-	(3,590)
Depreciation charge for the year at 31 December	53,843	48,379
	<u>372,313</u>	<u>318,470</u>
Net book value	<u>377,893</u>	<u>415,462</u>
<u>Motor vehicles</u>		
Deemed cost:		
At 1 January	461,067	461,067
Additions	50,435	-
	<u>511,502</u>	<u>461,067</u>
Depreciation and impairment		
At 1 January	321,818	298,065
Disposal	-	(25,072)
Error in fixed asset corrected	-	400
Depreciation charge for the year at 31 December	48,425	48,425
	<u>370,243</u>	<u>321,818</u>
Net book value	<u>141,259</u>	<u>139,249</u>
<u>Buildings</u>		
Deemed cost:		
At 1 January	8,297,240	8,297,240
Additions	858,716	-
	<u>9,155,956</u>	<u>8,297,240</u>
Depreciation and impairment		
At 1 January	1,049,863	946,147
Depreciation charge for the year at 31 December	103,716	103,716
	<u>1,153,579</u>	<u>1,049,863</u>
Net book value	<u>8,002,379</u>	<u>7,247,377</u>
Total property, plant and equipment	<u><u>18,048,628</u></u>	<u><u>17,321,521</u></u>

NADI TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 \$	2013 \$
5. Interest-bearing loans and borrowings		
Balance at 1 January	2,510,888	2,627,573
Add: Loan raised	196,058	194,283
	<u>2,706,946</u>	<u>2,821,856</u>
Less: Loans repaid	(357,215)	(310,968)
Balance at 31 December	<u><u>2,349,731</u></u>	<u><u>2,510,888</u></u>
Repayment periods are categorised as follows :	\$	\$
Current	357,215	310,968
Non - Current	1,992,516	2,199,920
	<u><u>2,349,731</u></u>	<u><u>2,510,888</u></u>

Details of interest bearing loans and borrowings are:

Bank borrowings

Loans raised by the Council bear interest charges ranging from 7.30% to 10% per annum and are repayable over 10 years. All loans are raised under the provisions of the Local Government Act. As at balance date, the Council had one loan with Westpac Banking Corporation. This include Term number 9803041772 taken on 30/11/2010 bearing first registered mortgage over Crown Lease no. 131281 (Council's Arcade situated at the main street, Queens road, Nadi Town) and first mortgage over Approval Notice no. 12363 (Lot 1 Nadi Municipal market, Lot 2 New shopping mall, Lot 3 - Bus station, Lot 4 - Koroivulo park all situated at Hospital road - Nadi town).Overdraft facility was not utilized in 2014.

6. Trade and other payables	\$	\$
Trade payables	178,159	140,053
Audit and accounting fees	17,981	15,830
	<u><u>196,140</u></u>	<u><u>155,883</u></u>
7. Sundry deposits	\$	\$
Contributions - Public car park	182,604	182,604
Curio vendors	126,685	126,685
Tenders	186,916	186,916
Rates prepaid	32,893	32,893
Contribution for works	84,880	84,880
Miscellaneous	302,998	92,952
	<u><u>916,976</u></u>	<u><u>706,930</u></u>

NADI TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	\$	\$
8. Employee benefits liabilities		
Provision for employee entitlement	43,279	69,957

Contributions are paid to the Fiji National Provident Fund on behalf of employees to secure retirement benefits and the costs are included in the statement of income and expenditure. The amounts expected to be paid to employees for their pro-rata entitlements for annual leave are accrued at current wage rates.

	\$	\$
9. Deferred income		
Japanese grant	182,291	188,601
Less benefits realised	(6,310)	(6,310)
	175,981	182,291
Japaneses grant - purchase of Mini Excavator	170,550	180,000
Less benefits realised	(9,450)	(9,450)
	161,100	170,550
Government grant	1,002,182	200,000
Less benefits realised	(213,144)	(141,818)
	789,038	58,182
	1,126,119	411,023

	\$	\$
10. Rental income		
Commercial complex - shop rent	537,536	372,953
Industrial sub - division - rent	31,861	45,446
Kiosk rent	19,457	17,501
Market rental	39,729	62,000
Park rent	21,408	15,132
	649,991	513,032

11. Prior year adjustment

- (a) VAT reconciliation provided for audit had a refund of \$248,323 in 2014. This has been corrected to reconcile with FRCA's record as prior period adjustment. The corrective adjustment of \$184,477.00 is taken up as prior year adjustment as at 31 December 2014.
- (b) The Council advised that roads and footpaths are not to be taken in the fixed asset register and correct the fixed assets balances for motor vehicle , furniture and fittings and property, plant and equipment which amounts to nil 2014 (2013: \$15,397,429) This has been transferred to FRA according to the Fiji Roads Authority Decree 2012. Motor vehicle balance has been corrected which was due to additional error and this has increased the balance of motor vehicles.

NADI TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2014

12. Related-party transactions

Compensation of key management personnel

Key management includes the Council of Managements, all members of Management and the Council Secretary. In addition to their salaries, the company also provides non-cash benefits to key management personnel. Transactions with key management are no more favorable than those available, or which might be reasonably be expected to be available, on similar transactions to third parties at arm's length.

The amounts disclosed is recognised as an expense during the reporting period related to key management personnel.

13. Principal activity

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

14. 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.

NADI TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 \$	2013 \$
15. Notes to the statement of cash flows		
(a) General		
(i) Reconciliation of cash		
Cash at the end of the reporting period was as follows:		
Cash on hand	1,500	1,500
Cash at bank - Westpac Banking Corporation	315,346	143,297
Cash at bank - Westpac account (2)	578,868	420,662
Cash at bank - Bank of South Pacific	10,656	-
Cash at bank - Grant account	9,486	-
Cash at bank - Parking Meter	(5)	-
	<u>915,852</u>	<u>565,459</u>
(ii) Reconciliation of net cash (utilized) provided by operating activities:		
Net Surplus from operations	203,580	701,591
Depreciation	(222,536)	209,345
Loan Rate Fund	352,238	194,283
Error in fixed assets corrected	(58,396)	(30,571)
Deferred revenue	(109,365)	(157,578)
Changes in Assets & Liabilities		
(Increase) in trade and other receivables	(88,122)	(259,731)
Increase / (Decrease) in accounts payables and accruals	250,303	(83,437)
Decrease in equity	-	(221,663)
Increase in deferred revenue	715,096	200,000
Provision for employee entitlement	(26,678)	39,118
Net cash provided by Operating activities	<u>1,016,120</u>	<u>591,357</u>