



**SUVA CITY COUNCIL**

# **ANNUAL REPORT 2007**



**Parliamentary Paper No: 75 of 2020**



*City of Suva*

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## 2007

# ANNUAL REPORT



PARLIAMENT OF FIJI

PARLIAMENTARY PAPER NO. 75 OF 2020



**SUVA CITY COUNCIL**

*City Centre, Suva Fiji*  
P.O. Box 176, Suva.

Telephone # 3313433, Fax # 3302158  
E.mail [umariac@scc.org.fj](mailto:umariac@scc.org.fj)  
[www.suvcity.org](http://www.suvcity.org)

IN REPLY PLEASE QUOTE 3/131/  
Telephone enquiries to Ext 100



City of Suva



Fiji Business Excellence Commitment Award

FROM THE DESK OF THE SPECIAL ADMINISTRATOR

13<sup>th</sup> December 2010

The Minister  
Col. Samuela Saumataua  
Ministry of Local Government, Urban Development, Housing & Environment  
FFA House  
Gladstone Road  
SUVA

Sir,

In accordance with the requirements of Section 19 of the Local Government Act, Cap. 172, I have pleasure in presenting, on behalf of the Suva City Council, the Annual Report and Statement of Accounts for the year ended 31<sup>st</sup> December, 2007.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Umariac'.

{CHANDRA KANT UMARIA}  
SPECIAL ADMINISTRATOR





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*MESSAGE FROM THE LORD MAYOR*

The Suva City Council continued to render its core services and regulatory enforcement functions to a reasonable level via its four Operational Departments of Engineering, Health, Administration & Operation and Finance.

Major Capital Works carried out within the year in all Wards of the City included road resealing, upgrading of existing footpaths, construction of retaining walls and drainage improvement with an aggregate total cost of \$651,600.00

The Council continued to maintain its social obligations within the scope of the Organization budgetary constraints by maintaining all play equipments in the Children's Parks, bures and seating furniture at the sea front scenic spots at Stinson Parade and Queen Elizabeth Drive in good repair for free use and enjoyment of not only the City residents but anyone residing outside the City boundary. In addition the Library Services and the usage of the Olympic Swimming Pool continued to be heavily subsidized.

The need of keeping the City physical environment clean and the protection of the ecosystem were still the priority issues in the Council's agenda and these were reflected in how the Organization had mobilized the community to carry out many voluntary cleanups and it also conducted many public awareness programs on environmental issues.

In terms of the audited financial position of the Organization, there were some positive results in the balance sheet indicating the net assets as at 31st December, 2007, was \$39,422,029.00 compared to \$37,743,588.00 in 2006 showing an increase of 4%. In addition the Council also recorded a very good liquidity position at 31st December, 2007, as the cash at hand and the bank was \$767,424.00 and the amount invested with other financial institutions was about \$6,911,559.00.

At this juncture it is my personal task to extend the Council's appreciation and gratitude for the positive contributions rendered during this year by the Ministry of Local Government, Urban Development, Housing & Squatter Settlements and other Ministries as well as the Co-Opted Members on the various Standing Committees that represented – Fiji Police, Ministry of Infrastructure & Works, Fiji Electricity Authority, National Road Safety Council, Land Transport Authority, Suva Chamber of Commerce, Suva Retailers Association, Department of Environment and Destination Suva Committee.

In conclusion, I thank my fellow Councillors, Management Team and Employees for their contributions in 2007. It can be construed that the Council achieved some positive accomplishments through the support and cooperation of every employee.

I am looking forward to the same level of support and cooperation in the future for the common good of the City ratepayers, residents and visitors to the City of Suva.

CR. H.R. PT. P.V. VOLAVOLA, SD., JP

**LORD MAYOR**



## **VISION**

To make Suva a progressive and vibrant city with an enhanced quality of life for the City community and visitors.

## **MISSION**

To effectively and efficiently manage the city affairs in partnership with Government and all stakeholders in our joint committed and focused efforts to achieve the strategic output and outcome of the Strategic Plan by creating a progressive and vibrant city with an enhanced quality of life for the city community and visitors.

## **VALUES**

- Integrity
- Customer Service
- Transparency
- Honesty
- Innovation
- Productivity
- Community and Civic Responsibility

## **CODE OF ETHICS**

- Honesty and Integrity
- Transparency & Accountability
- Use of Information
- Conflict of Interest
- Diligence and Faith
- Internal Controls
- Release of Information

**MEMBERS OF COUNCIL****SUVA CENTRAL WARD**

Sashi Kant Dhanji, JP., C.O.,(HCF)  
Deven Magan, JP  
Dhani Ram  
Mrs. Priscilla Singh  
Chandra Kant Umaria, MF, JP.,Comm.(HCF)

**SAMABULA WARD**

Anwar Khan  
Anendra Prasad  
Babu Satyanand Sharma  
Rupeni Mavoa Silimaibau  
Solomone Vosaicake

**TAMAVUA WARD**

Eroni Umu Cakacaka  
Panapasa Belena Ceinaturaga  
Maciu Cerewale  
Mrs. Ruci Gukisuva  
Ratu Peni Vulaca Secake, Volavola, SD.,JP., Lord Mayor

**MUANIKAU WARD**

Akuila Bale  
Jiosefa Gavidi, Deputy Mayor  
Iniasi Naua  
Tevita Rawalai Tuimabualau  
Mrs. Temalesi Laveti Weleilakeba

**MAYORAL ELECTIONS**

Both Councillor Rt. P.V. Volavola and Councillor J. Gavidi were re-elected Lord Mayor and Deputy Mayor, respectively on 23<sup>rd</sup> November, 2006 for 12 months to November 2007. Again they were re-elected to their respective offices by Council at the Annual Meeting held on 23<sup>rd</sup> November 2007 for 12 months to November 2008

**MUNICIPAL ELECTIONS**

The Ministry of Local Government, Urban Development & Public Utilities advised by letter dated 5<sup>th</sup> February, 2007, attaching a Legal Opinion from the Office of the Solicitor General, stated that the term of existing Councillors has increased by another year with effect from the commencement date of 16<sup>th</sup> November, 2007 – Ref. Section 9(3) of the Local Government Act, Cap. 125 was amended by Section 3 of the Local Government (Amendment) Act 2006. Legal Notice No. 104 of 2007 refers. The Ministry of Local Government advised again by letter dated 16<sup>th</sup> October 2008 that the Municipal Elections as per amendment to the Local Government Act will be conducted in October, 2009. As a result, all Municipalities did not go to the Poll in 2007 but continued till dissolved in December 2008.

**MEETINGS OF THE COUNCIL**

Meetings of the Council and Standing Committees were held during the year as follows:-

<b>Council</b>	Ordinary	..	..	..	..	..	..	12
	Annual	..	..	..	..	..	..	1
	Special/Emergency	..	..	..	..	..	..	10
<b>Committees</b>	Traffic & Public Transport	..	..	..	..	..	..	12
	Infrastructure & Works	..	..	..	..	..	..	12
	Civic Amenities & Properties	..	..	..	..	..	..	12
	Town Planning & Subdivision of Land	..	..	..	..	..	..	12
	Health	..	..	..	..	..	..	12
	Human Resources & Industrial Relation	..	..	..	..	..	..	12
	Finance	..	..	..	..	..	..	12
	Market	..	..	..	..	..	..	12
	Tender	..	..	..	..	..	..	11
	Strategic Planning & Major Projects	..	..	..	..	..	..	Nil

**PRINCIPAL OFFICERS OF THE COUNCIL**

1. Mr. Ilitomasi Verenakadavu, Town Clerk/Chief Executive Officer
2. Mr. Eroni Ratukalou, Director Administration & Operation
3. Mr. Nacanieli Bulivou Kotoiwasawasa, Director Health Services
4. Mr. Jagdish Singh, Director Engineering Services
5. Mr. Apaitia, Veio, Director Finance
6. Ms. Asenaca Nawaqalevu, City Planner
7. Ms. Setavana Saumatua, City Lawyer



**MAYORAL & CIVIC RECEPTIONS**

Mayoral and Civic Receptions during the year were given for the following:-

- Visiting Australian Interplast Specialist Surgeons
- Vodaphone Hibiscus 2007 Contestants
- National Library Week 2007
- Peace Garden Opening
- Visit of Lord Mayors of Port Villa and Port Moresby and other Local Government Officials from the South Pacific Region in Suva for the Commonwealth Local Government Forum Project Technical Advisory Meeting
- 2008 Beijing Olympic Sculpture Exhibition
- Annual General Meeting of the Fiji Local Government Association

In addition, other noteworthy dignitaries who called on His Worship the Lord Mayor and signed the Visitors' Book are listed below:-

1. Mayors and Town Clerk CEOs of all Municipalities attending the Special FLGA Meeting on 27/1/07
2. His Excellency the Australian High Commissioner to Fiji, Mr. James Batley
3. Australian Interplast Specialist Surgeons from Australia operating at CWMH by courtesy of Suva Peninsula Rotary Club
4. Mr. Alfred Maetia, OBE, Lord Mayor of Honiara City Council
5. Mr. Paul Hungai Avock, Lord Mayor of Port Villa City Council
6. Ms. Lucy Slack, Commonwealth Local Government Forum, London, United Kingdom
7. Mr. Wayne Hart, Honiara City Council
8. Mr. Jerrol Arnahambat, Port Villa City Council
9. Mr. Azman Khan, Secretary/Treasurer, Fiji Local Government Association
10. Mr. Warkia Kaminbl, Papua New Guinea Local Government Association
11. Mr. John Ravlic, Local Government Managers Australia
12. Mr. Leslie Alv, NCDC, Papua New Guinea
13. Rev. Dr. Kerry Enright, Uniting Church in Australia, National Assembly, Sydney, Australia

**MUNICIPAL SERVICES****ENGINEERING SERVICES DEPARTMENT****CAPITAL BUDGET**

A budget of \$1.268 million was allocated for the 2007 Capital Works and distributed to the various Departments as follows:-

Administration & Operation Department ..	..	..	..	..	\$770,000
Health Services Department	..	..	..	..	\$99,000
Finance Department	..	..	..	..	\$420,000
Engineering Services Department	..	..	..	..	\$879,000



The Engineering Services Department allocation of \$879,000 was budgeted for –

Retaining Wall – Waimanu Road and Brown Street	..	..	..	\$125,000
Road Widening/Footpath Construction – Kula Street	..	..	..	\$150,000
Road Resealing/Rehabilitation – All Works	..	..	..	<u>\$300,000</u>
				<u>\$879,000</u>

### **MAJOR CAPITAL WORKS**

Road upgrading, resealing, drainage construction, retaining wall construction, beautification projects, footpath improvements, dredging of creeks.

**Road Upgrading and Resealing** – continued as per Approved Capital Projects.

Locations	Costs
Namako Street	\$10,000
Matua Street	\$17,000
Nacagilevu Crescent	\$20,000
Queen Elizabeth Drive	\$45,000
Central Business District Roads (asphalt repairs)	\$30,000
Luke Street	\$8,000
Fulaga Street (in sections)	\$10,000
Bureta Street (roundabout)	\$30,000
Major asphalt repairs to Harris Road, Victoria Parade, Renwick Road, Scott Street and Stinson Parade, Waimanu Road, Marks Street	\$96,000
Karsanji Street	\$44,000
Belo Street	\$20,000
Burerua Street	\$8,000
Sukanaivalu Road	\$13,500
George Place	\$14,000
Mawaraka Place	\$6,000
Bureta Street	\$15,000
Rodwell Road (asphalt in sections)	\$20,000
Donu Place	\$8,000
Ambler Place	\$8,000
Charles Street	\$16,000

**Retaining Walls Construction**

74 Rakoroi Road	New Gabian Walls was undertaken after landslides due to heavy rain	\$21,500
Struan Street	Retaining wall constructed of stone pitched wall	\$12,000
60 Robertson Road	Construction of retaining wall	\$14,800

**Drainage Improvements**

Lot 8, Hedstrom Place Drain	Drainage division	\$27,300
Annesley Primary School Drain	Construction of 250 cully along the school boundary	\$29,000
Kini Street Drain	Repairs and covering of existing earth drain	\$3,500

**Road Hump Constructions**

Biau Drive	\$6,000
Mead Road	\$10,000

**Dredging Works**

Dredging works continued from 2006 at Nubukalou Creek and Wailea Street. Cost incurred \$28,000.

**Footpath Upgrading**

Improvement of existing footpaths in the Central Business District in sections of Renwick Road, Victoria Parade, Rodwell Road, Raojibhai Patel Street, Marks Street, Stinson Parade and Waimanu Road.

**Peace Garden**

Construction of Peace Garden. Cost incurred \$58,000

**Beautification**

Major upgrading of flower-beds and replanting of plants in traffic islands. Cost \$3,000.

**RECURRENT WORKS****Parks & Gardens**

Routine maintenance work, re-planting of gardens, tree trimming, maintenance and upkeep of playing fields, repairs and maintenance of play equipments.

**Repairs & Maintenance of Roads**

Continued with repairs and maintenance of roads. Cost \$249,000

**Drainage Works**

Continue with repairs and maintenance of public drains at Dhanji Street, Fletcher Road, Mead Road, Malne Street off Ratu Sukuna Road, Walu Bay Industrial Area, 47 Huon Street, Mali Place, Telau Street. Cost incurred \$35,000.



**Asphalt Plant Operation**

Operation of asphalt continued normally to supply bituminous products for various works and also for external customers.

**Repairs and Maintenance of Vehicles & Plant**

The Mechanical Section continued to carry out repairs and maintenance of the fleet and allocation of vehicles and plant to facilitate Works Depot operations.

**Properties/Furniture**

Repairs and Maintenance to Bus Shelters, Bus Stations, Suva Market, Suva Bus Station, Civic House, Civic Tower, Victoria Memorial Hall, Carnegie Building, Fish Market, Mini Markets, Raiwaqa Market, Albert Park Pavilion and other properties as well as safety barriers, rubbish bins, seats, tables etc.,

**Electrical Works**

Repairs and maintenance of street lights, traffic lights, air conditioning units in offices and appliances.

**SERVICES TO RATEPAYERS AND THE PUBLIC****Services**

Customer Care Service is available daily from 8.00 a.m. to 11.00 a.m. to receive complaints and attend to complaints received from persons ringing or actually in the office – complaints such as defective street lights, drain blockages, damaged road surfaces, damaged road signs, and any other issue that requires repairs or maintenance on our part. Complaints are investigated and necessary actions taken to satisfactorily solve issues.

**Survey and Investigation**

Surveys and investigations are part of our normal functions which cover topographical and leveling surveys of civil engineering works to determine cost estimates and also new designs for improvement works.

**Subdivision Plans**

Subdivision Plans ranging from single to multi-block subdivisions are checked for compliance with Council's Development Standard Conditions. Routine inspections are carried out to ensure compliance with approved drawings.

**Traffic Impact Assessments**

Assessments are carried out as and when required.

**BUILDINGS****Building Developments**

The Building and Construction Development Applications slowed considerably after the political crisis of December 2006.

Altogether 357 Building Applications were received with a value of \$69,490,575.00 compared to 497 applications with a value of \$131,191,174 for the same period in 2006.

From the 357 Building Applications, 233 Building Permits were issued with aggregate value of \$47,372,625 compared to 263 Building Permits issued with an aggregate value of \$75,638,573 in 2006.

Major Developments and Redevelopments with value in excess of \$100,000 approved in 2006/2007 shown in the table below.

**Table 1.**

**CENTRAL WARD (9)**

Owner	Location	Type of Development	Estimated Cost
Saher B. Buksh	100 Robertson Road	4 flats	\$170,000
Colonial Suva Central	Renwick Road	Office fitout	\$150,000
D.F. Solanki	Disraeli Road	Addition/Renovation	\$123,750

**MUANIKAU WARD (44)**

Anil Patel	8 Kavika Place	Renovation/Extension	\$176,100
Landline Fiji Limited	35 Ratu Sukuna Road	Extension	\$407,400
Corpus Christi College	Queen Elizabeth Drive	Classrooms	\$195,680
Pravin Chand	120 Nailuva Road	New Building	\$342,570
Apted Limited	Beach Road	New Apartment	\$244,480
USP	Laucala Bay Road	Car Park Area	\$150,000
Boselevu Vakaturaga	Queen Elizabeth Drive	Office fitout	\$410,800

**SAMABULA WARD (45)**

Goundar Investment Ltd	506 Waimanu Road	Addition	\$207,000
Hari Prasad	34 Namena Road	New Building	\$293,600
Harinivas Singh	27 Matuku Street	New Building	\$522,800
Krishna	Rifle Range Road	New Building	\$702,384
Anita Jewellers Ltd	48 Borron Road	Extension/Renovation	\$345,000
Makare Investments Ltd	Jai Ambamma Road	Warehouse	\$1,000,000

**TAMAVUA WARD (48)**

Zainab Holdings Ltd	Lovoni Road	New Apartment Buildings	\$213,294
Japanese Embassy	337 Princess Road	Retaining Wall	\$180,000
Joseph Veramu	Paul Sloan Street	New building	\$174,140
Embassy of USA	Princess Road	New Embassy Buildings	\$5,726,970
Mechanical Services Ltd	Matua St/Freeston Road	Addition/Renovation	\$2,187,000



**EXTENDED BOUNDARY (55)**

Halabe Investments Ltd	Krishna Road	New Building	\$700,000
Wame Duguesi	Koroi Place	Extension	\$111,300

Total revenue **collected** from Building Application Fees was \$194,217.57 compared to \$288,506.18 in 2006

**Table 2****BUILDING SURVEYOR'S REPORT**

SUMMARY OF APPLICATIONS RECEIVED, PERMITS ISSUED AND TOTAL FEES RECEIVED IN THE LAST 15 YEARS

YEAR	NEW RESIDENTIAL		NEW COMMERCIAL		MISCELLANEOUS		TOTAL		FEES RECD
	APP.RCD	EST.VAL	APP.RCD	EST VAL	APP RCD	EST VAL	APP RCD	EST VAL	
		\$		\$		\$		\$	\$
1993	108	10,760,702	36	41,159,309	548	11,057,810	692	62,977,821	89,228.51
	111	16,160,608	24	24,117,582	406	9,527,873	541	49,866,063	
1994	126	14,406,437	23	15,497,794	540	11,229,039	689	41,133,270	71,903.03
	117	15,528,677	26	25,362,363	390	102,501,168	533	143,392,208	
1995	114	10,585,061	24	23,178,295	504	12,570,199	642	46,333.55	70,268.98
	82	6,219,087	28	21,703,379	347	10,868,787	457	38,791,253	
1996	116	9,816,623	15	15,342,880	463	12,794,950	594	37,954,453	65,960.28
	111	8,504,956	15	18,334,900	359	12,123,296	485	38,963,152	
1997	96	4,417,701	13	6,665,000	466	10,443,993	575	21,526,694	62,135.05
	68	3,927,870	10	12,334,366	324	7,486,326	402	23,748,561	
1998	92	7,629,243	20	13,855,650	471	11,368,810	583	32,853,703	96,195.93
	91	5,802,052	18	9,569,250	297	8,047,304	406	23,418,606	
1999	118	13,302,820	33	20,185,698	420	18,982,313	571	52,470,831	128,775.90
	118	9,638,577	34	22,224,945	354	10,319,026	506	42,182,548	
2000	67	5,182,789	13	14,848,137	384	12,590,310	464	62,621,236	92,583.38
	68	6,796,876	34	7,492,419	221	9,550,808	323	23,840,103	
2001	54	5,414,209	22	10,516,137	229	12,565,373	305	28,495,719	86,247.02
	53	3,156,056	24	15,457,017	230	12,111,404	307	30,723,477	
2002	71	6,558,014	31	30,811,723	433	20,919,694	535	58,289,431	78,974.62
	65	4,640,497	25	14,644,393	240	15,729,875	330	35,014,765	
2003	91	16,293,068	25	25,638,967	448	20,258,544	564	62,190,578	167,646.04
	66	9,333,219	24	51,804,302	295	13,057,956	385	74,195,477	
2004	96	20,989,244	34	110,631,790	431	19,601,799	561	151,222,833	155,637.83
	83	16,878,284	25	40,071,676	241	16,696,110	349	71,646,070	
2005	87	16,384,825	39	24,344,999	394	18,097,442	520	58,827,266	143,980.48
	53	10,610,429	22	33,328,372	235	15,505,804	310	59,444,605	
2006	73	20,935,649	21	87,475,933	403	22,717,592	497	131,119,174	288,506.02
	55	11,842,803	11	54,597,374	197	9,198,396	263	75,638,573	
2007	37	17,992,111	10	20,372,661	310	31,125,803	357	69,490,575	194,217.57
	28	6,359,591	10	20,372,661	193	19,250,127	233	47,372,625	

**Table 3****BUILDING INSPECTIONS REPORT**

MONTH	INSPECTIONS BY APPOINTMENTS	ILLEGAL WORKS DETECTED	NOTICES SERVED	COMPLAINTS INVESTIGATED
January	115	8	8	8
February	88	5	5	5
March	112	11	11	11
April	93	10	10	10
May	123	11	11	11
June	129	26	26	26
July	215	12	12	12
August	222	18	18	18
September	189	10	10	10
October	184	24	24	24
November	209	20	20	20
December	214	8	8	8
Total	1,893	163	163	163
Total (2006)	1,344	108	89	108

Table 3 illustrates the details of inspections carried out by the Building Inspectorate Staff and also include the complaints investigated and notices served on illegal structures and construction works carried out without Council's consent. Also, there was an increase in the inspection appointments in 2007 because of the pending construction works from 2006. The total number of inspections carried out was 1,893 which was more than in 2006.

**Table 4****STATUS OF ILLEGAL WORKS IN THE PAST 8 YEARS**

YEAR	INSPECTIONS BY APPOINTMENTS	ILLEGAL WORKS DETECTED	NOTICES SERVED	COMPLAINTS INVESTIGATED
2000	1093	155	108	113
2001	2526	152	107	87
2002	1311	240	339	246
2003	1274	178	178	178
2004	1677	181	266	204
2005	1471	181	133	211
2006	1344	108	89	108
2007	1893	163	163	163

In addition to rapid increases in inspections and investigations of various complaints, the Building Section was also heavily loaded with processing of New Building Applications and other tasks. The current staff being 1 Acting Senior Engineer Structures, 1 Senior Building Inspector and 3 Building Inspectors.



**TOWN PLANNING**

Issues dealt with -

• Use of Park .. ..	1
• Office .. ..	1
• Kindergarten .. ..	1
• Medical Clinics .. ..	2
• Dairy Shop .. ..	1
• Private Hotel .. ..	1
• Day Care Centers . ..	3
• Homestay .. ..	1
• Apartment .. ..	1
• Brewery .. ..	1
• Tower .. ..	1
• Beauty Lodge .. ..	1
• Boarding House .. ..	1

Some of the Applications for Development Permission include the following:-

Owner/Applicant	Legal Description	Location	Proposal	Decision
European Union	Lots 1,5,6,7, SO.2834	Raghwan Park, Muanikau	Proposed Use of Raghwan Park – Delegation of the European Union	Refused
Alfred & Joana Mitchell	CL 9997, Lot 79, S.785	22 Statham St., Suva Point	Proposed conversion of existing house into 'Day Care Center	Approved
Suva Private Hospital	CT 6495	123 Amy Street	Proposed conversion of existing house into Doctor's Consulting Rooms	Approved
Sharma Design Group	Lot 9, CT 32185, DP 8213	Krishna Street	Overdevelopment by Vijay Sharma	
Silverstone Ltd. Fiji Malt House Brewery Ltd	Lot 11, DP 8091, CT 31050	Retriever Rd., Rokobili Subdivision, Walu Bay	Proposed conversion on of part of warehouse building into a brewery	Approved
The Salvation Army	CT 6201, Lot 57, DP 872	56 MacGregor Road	Proposed Kindergarten	Approved
Premila Singh/Twinkle Stars Pre School & Day Care	Lot 2, DP 7376, CT 29874	Hunter Street, Suva	Proposed Kindergarten & Daycare Center	Approved
Vodafone Fiji Ltd/Royal Fiji Military Forces		Queen Elizabeth Drive, Nabua	Proposed Monopole Tower	Approved
Anand Patel	Lot 6, DP 1130, CT 6580	19 MacGregor Road	Proposed Regularization of Dental Medical surgery and Commercial D Rezoning	Approved
Ronald Kumar/Reshmi Singh	CL 1534, Lot 11, Section 23	33 Ono Street, Samabula	Proposed conversion of part of existing building into Day Care Center	Approved
Josefini Bola, Timaima Bola	Lot 3, DP 5253, CT 21695	23 Reki Street	Proposed Homestay Boarding House	Approved
Dr. Wahid & Satya Khan	CT 7800, DP 3239, Lot 13	17 Extension St	Proposed conversion of existing building into Medical Center and Laboratory	Approved
Anjinish L. Jokhan/Fiji Council of Women	CT 5893	72 MacGregor Road	Proposed conversion of existing building into a Medical Center and Beauty Lodge	Approved

Dynex Holdings Ltd/Dr. Isimeli Uluibua	Lot 1, DP 1679, CT 7538	8 Mitchell Street	Proposed Regularization of the conversion of the existing building for office spaces	Approved
Guan Yu Chen	Lot 1, DP 1679, CL 2291	3 Totoya Street, Samabula	Proposed Women's Hotel/Boarding House	Approved
Apisai & Fani Vosaniveibuli	Lot 9, DP 3853, CT 14430	39 Tawake Street	Proposed Dairy Shop	Refused
Vodafone Fiji Ltd/Native Land Trust Board	Part of Balance R.2063	Green Reserve Cunningham Road	Proposed Monopole Tower	Approved

### Subdivision Approvals

Applications listed below having less than 5 acres was dealt with administratively in accordance with the Council's authority delegated to the Town Clerk/Chief Executive officer:-

Owner/Applicant	Legal Description	Location	Current Zone of Lots	Proposal	Decision
Methodist Church of Fiji	CL 144716	Lawlor Lane off Grantham Road	Civic Education	Subdivided into 17 Residential Lots	Approved
Pier Street	CT 27710, DP 3750, Lot 4, DP 2078	Princess Road, Deovji Street	Residential A & Residential B	Subdivision of part of Lots 2 & 4, with Lot 4, DP 2978	Approved
Trustees of the Evangelical Family/Mataqali Nawavatu	Lot 1, R.2063	Cunningham Road	Civic Planting Reserve to Civic Community Development	Subdivision of Rezoning of part of Lot 1, R.2063	Approved

### Amendments to the Scheme

Seven (7) Applications for Amendments to the Town Planning Scheme were considered whereby six (6) were approved and one, refused.

Owner/Applicant	Legal Descriptions	Location	Proposed Amendment	Decision
Methodist Church of Fiji	CL.144716	Lawlor Lane off Grantham Road	Proposed rezoning from Civic Education to Residential 'C'	Approved
Pier Street	Lots 2 & 4, CT 27710, DP 3750 & Lot 4, DP 2078	Princess Road & Deovji Street	Proposed Rezoning & Amalgamation of part of Lots 2 & 4, DP 3750, CT 27710, Princess Rd with Lot 4, DP 2078 Deovji Street	Approved
Anand Patel	Lot 6, DP 1130, CT 6580	19 MacGregor Road	Proposed Regularization of Dental Medical Surgery and Rezoning from Residential 'B' to Commercial 'D'	Approved
Shailesh Sharma/V.T.Solutions	Lot 2, DP 1453, CT 7033	14 Riley Street	Proposed Rezoning of Lots 2 & 3 from Residential 'B' to Commercial 'D'	Approved
Prem & Ishwar Holdings	Lot 1, DP 1453, CT 7574	15 Pender Street	Proposed Rezoning of Lot 1 from Residential 'B' to Commercial 'D'	Approved
Sau Lok Kau	CT 9365, Lot 84, DP 2274	18 Milverton Road	Proposed Rezoning of Lot 84 from Residential 'B' to Commercial 'C'	Refused
Trustees of the Evangelical Family Chapel/Mataqali Nawavatu	Lot 1, R.2063	Cunningham Road	Proposed Subdivision & Rezoning of part of Lot 1, R.2063, Cunningham road from Civic Planting Reserve to Civic Community Development	Approved



**General**

The Town Planning Section also assess major Development Applications and small scale Development Applications that do not require referrals to the Town Planning & Subdivision of Land Committee.

Dealing with continuous requests for relaxation of rules and regulation in the Suva Town Planning Scheme has been challenging for the Town Planning Section.

**Staffing**

Two Graduate Trainees, namely – Mr. Filipo Tawake and Mr. Runesh Gounder, were taken on board. Both have Bachelor of Arts Degrees in Land Use Planning and Geography.

The Senior Town Planning Technical Assistant, Ms. Jokaveti Nakabea, continues with her studies at the University of Auckland. She is expected to graduate soon with Bachelor of Urban Planning.

**HEALTH SERVICES DEPARTMENT**

The Department is responsible for –

- Promoting and enforcing a safe, healthy and clean physical environment
- Enforcing Public Health Act, Building Regulations, Litter Decree, Pure Food Act and other related Legislations
- Promoting sustainable development
- Controlling pollution
- Promoting Occupational Health and Safety
- Promoting Health Awareness
- Managing Solid Wastes generated in the City
- Prosecuting offenders against any related Laws
- Promoting Good Governance
- Preventing spread of any communicable and non communicable diseases

Commitment to building sustainable city was evident in major spending on reducing pollution, managing solid wastes and preserving the natural environment.

**Contributing to a Sustainable Suva City**

Putting the right process and initiatives in place to maintain and enhance the quality of life for people without jeopardizing that quality for future generation.

A large party of our expenses and effort was diverted to cleaning initiatives and improvements to public drains.

**Inspections**

Periodic inspections were carried out and relevant remedial actions taken to abate environmental health issues.

**Summary of Inspections**

TYPES OF PREMISES INSPECTED	INSPECTION	RE- INSPECTI ONS	TOTAL
Dwelling House/Residential Flats and Units	1,208	341	1,549
Investigation of Complaints and Nuisances	516	1,407	1,923
Hotels, Private Hotels, Boarding Houses	141	58	199
Restaurant & Refreshment Bars	693	688	1,381
Butcher Shops	77	74	151
Bake Houses	148	131	279
Inspection of Supermarkets	125	19	144
Laundries	20	6	26
Kava Pounding	8	7	15
Food Kitchen	12	11	23
Hairdressers & Chiropodists	256	110	366
Aerated Water Ice & Ice Cream Factories, Food Processing	15	7	22
Commercial Premises, Officers etc	921	230	1,151
Liquor Retail Outlets/off License	34	4	38
Tavern	4	1	5
Night Clubs	24	30	54
Street Inspections	22	2	24
Food Shops, Food Stores	118	33	151
Fish Processing Factory	2		2
Water Bottling Factory	4	2	6
Larval Survey	26		26
Factories and Workshops	463	119	582
Food Vehicles & Hand Carts	55	9	64
Hawkers for License	94	22	116
Swimming Pools		1	1
Municipal Markets and Mini Markets	13	1	14
Vacant Lots	1,276	396	1,672
Juice Food Stalls	36	25	61
Garbage Pan and Public Litter Bins Survey	13	2	15
Milk Process and Butter Factory	1	1	2
Sanitary Drains and Street Drains	63	20	83
Parks (recreation spaces)	16	2	18
Garbage Disposal Awareness	20		20
Premises Inspected for Business License	1		1
Inspection of Bus Stand, Taxi Stands & Carrier Stands	1		1
Schools and Kindergartens	17	13	30
SCC Food Kiosks	2	2	4
Public Convenience	1		1
PWD Sewer Manholes and Pump Station	121	56	177
Application for New Buildings/Repairs/Inspections of Sites	691	2	693
Inspection of Buildings for Completion Certificates	203		203
Applications for Over Development	32	39	71
Alleyways, Car Parks and Access ways	577	21	598
Inspections of Common Dumping Spots	234	150	384
Commercial Premises and Offices etc	921	230	1,151
School Canteens		2	2
Survey BBQ Vendors	18		18
Bottle Shop (off License)	4		4
Small Business Operators – Imitation Jewelers	20		20
Total	9,267	4,274	13,541



**Summary of Sanitary Improvements in All Types of Premises**

Summary of Improvements	Ordered	Completed	Total
Repairing, Cleansing or Fly Proofing of Privies/Septic Tanks/Septic Tank Drainage System	47	33	80
Repairs or improvements to Hotels, boarding Houses or Private Hotels	43	32	75
Public or Street Drain referred to Director Engineering Services for Maintenance	2		2
Removal of Accumulation of Refuse	334	326	660
Clearing of Overgrowth of weeds and Long Grass	171	140	311
Renewal of Provision of Garbage Pans or Lids	186	158	344
Abatement of Mosquito Breeding	132	132	264
Abatement of Nuisance from Poultry	19	7	26
Abatement of Nuisance from Animals	22	19	41
Repairs, Cleansing, Improvements to Restaurants and Refreshment Bars	381	419	800
Repairs, Cleansing or Improvements to Hairdressers Premises	64	61	125
Repairs, Cleansing or Improvement to Bake Houses	83	57	140
Improvements to Aerated Water Factory and Ice Cream Factories	3	2	5
Cleansing or Improvements to Laundries	5	8	13
Repairs, Cleansing or Improvements to Drains	80	73	153
Repairs, Cleansing or Improvements to Butcher Shops	28	25	53
Repairs to Water Pipes (Public Works Department)	7	7	15
Repairs, Cleansing or Improvement to Night Clubs	28	35	63
Repairs, Cleansing or Improvement to Theatres	9	4	13
Repairs, Cleansing or Improvement to Supermarkets	18	19	37
Repairs, Cleansing or Improvement to Food Shops, Food Stores, Green Grocers	12	8	20
Repairs, Cleansing, Improvement to Kava Pounding	6	2	8
Repairs to Buildings	11	7	18
Repairs and Improvements to Factories and Workshops	9	12	21
Repairs and Improvements to Schools	2	2	4
Cease Burning of Refuse	7	7	14
Improvements to Water Bottling Factory	1	1	2
Cease Illegal Garage Operation	3	1	4
Improvement to Food Processing Factories	2	2	4
Improvement to Municipal Market/Mini Market	1		1
Improvement to Food Vehicles and Carts	4		4
To cease hawking without Hawker License	12	5	17
To cease operation of hair salons without valid Health Permits	1		1
Noise nuisance	2		2
Seal defective inspection chamber and septic tank lids	8	8	16
SCC Food Kiosks	4	5	9
Abatement of nuisance from dogs	1	1	
Repairs, Cleansing or Improvement to Milk Processing and butter Factory	1	1	2
Illegal preparation and sale of food	3	2	5
Repairs to Sewer Pumps and clearing of blocked sewer manholes	55	52	107
Repairs and improvements to food kitchen	1	5	6
Provision of soil separator	8		8
Cease illegal business of grinding spices	1		1
Cleaning of alleyways	3	2	5
Removal of unauthorized structures	4	3	7
Cease operation of hairdressers		2	2
Repairs and improvements to septic tank drainage	5	6	11
Repairs and improvements to Tavern	1		1
Illegal Garage Operation	3	1	4
Cleaning and clearing of burnt factory	5	2	7

Illegal refreshment bars	15	3	17
Aerated Water Factory	2	1	3
Off License	7	2	9
Repairs and improvements to theatres	9	4	13
Closing Order	1		1
Nuisance from skidd bins	1	2	3
Cease sale of expired date chewing gums	1	1	2
Removal of derelict vehicles		2	2
Repairs to defective retaining wall	1		1
Cease operation of illegal hairdresser shop		1	1
Abatement of rainwater into building	1		1
Total	1,876	1,710	3,584

### Written Notices Served

Actions taken for the abatement of insanitary conditions detected.

(a) Total number of written notices served	
- Intimation Notices	179
- Statutory Notices	284
- Final Notices	<u>292</u>
- Total Notices served	<u>755</u>
(b) Number of Summons served	3
(c) Number of Abatement Orders served	-
(d) Number of Summons to Show Cause	-
(e) Number of Requirement Letters served	115
(f) Number of Works Orders served	4
(g) Number of Litter Notices served	31
(h) Number of Closing Orders issued	4
(i) Number of Notices of Intention to Demolish	<u>1</u>
(j) Total numbers	<u>170</u>

### Rodent Control (January/September)

(a) Number of premises visited	1,610
(b) Number of traps set	2,510
(c) Number of rats caught	1,245

### Buildings

Number of Applications for New Buildings, Repairs and Inspections of Sites	691
Number of inspections of Buildings for Completion Certificates	<u>203</u>
Total numbers	<u>894</u>

### Mosquito Larval Survey (Walu Bay)

Total number of premises surveyed	20
Total number of samples collected	6



**General Complaints**

Total number of complaints received and attended to	679
Total numbers of complaints attended to and complied	464 (68.3%)
Total numbers of complaints attended to but pending	215 (31.7%)

**Dog Control**

Society for the Prevention of Cruelty to Animals S.P.C.A. was engaged to trap dogs within the City with costs paid by Council.

(i) Dogs trapped	198
(ii) Cats trapped	2
(iii) Puppies trapped	<u>14</u>
(iv) Total numbers of trappings	<u>214</u>

**Prosecutions**

Public Health Cases	#of cases	Fines \$	Costs \$	Pending Cases
Failure to comply with Statutory Notices	21	\$20.00	\$100.00	7
Conducting businesses without valid Licenses	8	\$1,293	\$1,024	5
Conducting businesses without valid Health Permits	13	\$323	\$226	4
Summons to show cause for non payment of Abatement Orders	7		\$100	
Failure to maintain refreshment bars in satisfactory conditions	15	\$791	\$1,025	1
Failure to comply with Notices Requiring Abatement of Nuisance	4	\$20	\$133.75	
Failure to comply with Notices of Closing Order	5			5
Totals	73	\$2,447	\$2,608.75	22

**Litter Cases**

Offence	Total # of Litter Cases	Fines	Cost
Abandoned litter in public places	37	\$740	\$695

**Summary**

Total Number of Court Cases	110		
		Litter Cases	Public Health
Total Revenue : Fines		\$740.00	\$2,447.00
Costs		\$695.00	\$2,608.75
Sub-Total		\$1,435.00	\$5,055.75
Total	\$6,490.75		

**Condemnation of Food**

No.	Items	Quantity kg
01	Vegetable cutlets	5
02	Bengali Fish	48

03	Lamb neck	270.72
04	Kerela Fish Curry	6
05	Cashew Nuts	50
06	Octopus	13
07	New Zealand Nibbles	65
08	Marnoma Mix	3
09	Carrot Cake	4
10	Chinese rolls	20
11	Allao Nutler	5
12	Shrimps	2.4
13	Prawn Cutlets	7
14	Blue Berry	5
15	Prawns	7.2
16	Turkey	36
17	Crab Cakes	15
18	Spring Rolls	24
19	Fresh Prawns	3.650
20	Crab Nuggets	5
21	Chicken (Crest)	37.6
22	Biscuits (Soan Papri)	162
	Total	794.57

### Clean-Up Campaign Summary

Wards	Number of heaps of garden refuse			Number of truck loads		
	2005	2006	2007	2005	2006	2007
Suva Ward	1,100	228	499	122	32	53
Muanikau Ward	1,403	321	472	163	37	45
Samabula Ward	1,003	390	559	122	46	50
Tamavua Ward	1,364	386	619	133	45	68
Extended Boundary	629	173	91	50	20	8
Total	5,508	1,498	2,240	590	180	224

### Summary of Waste Composition collected within Suva City

Indicators	2005		2006		2007
	Lami Dump Jan-Sept (Truck Loads)	Naboro Oct-Dec (Tons)	Naboro Oct-Dec (Tons)	2007 Jan-Dec (Tons)	2007 Truck Loads
Household Garbage	5,212	3,149.50	18,325.40	11,614,852	2,808
Green Wastes	1,749	1,493.20	5,958.50	7,305,880	3,587
Mixed Refuse & General Rubbish	8,110	975.30	2,875.70	3,746,976	1,894
Total	15,071	5,618	27,159.60	22,667,708	8,289



**Summary of General Cleaning as Contracted Out**

Indicators	2006 \$	2007 \$
• Grass Cutting Contract	1,148,888	1,211,559.01
• Refuse Collection Contract	371,373	310,135.44
• Total	\$1,520,261	\$1,521,694.45

**Special Premises with Health Permits and Liquor Licenses – 2007**

- Boarding Houses/Private Hotels
- Hotels
- Restaurants
- Supermarkets
- Others (Taverns) etc
- Breweries
- Night Clubs
- 

**Special Premises with Health Permits but without Liquor Licenses – 2007**

- Restaurants/Refreshment Bars
- Bake Houses
- Butcher Shops
- Food Kitchen
- Kava/Spices Pounding
- Aerated Water Factories
- Laundries
- Supermarkets/Food Shops
- Flour Mills
- Hairdressers/Beauty Salons
- Food Processing Factories
- Ice Cream Factories
- Butter and Milk Processing Factories
- Fish Processing/Packing

**Health Education Unit****Public Awareness Programs**

Conducted Anti-Litter awareness exercise in public places within the Central Business District covering Suva Bus Station, Market Taxi Stand, Bus Stops along Central Business District, Automatic Teller Machines Bay, Shopping Arcades along Victoria Parade, Shopping Centre Arcades along Waimanu Road, Renwick Road, Shopping Centre Arcades along Nina Street, Rodwell Road, Scott Street, Thompson Street and Marks Street.

Activities involved in the pasting and displaying of anti-litter notices, posters, stickers, notice boards, distribution of flyers to the public. Health Inspectors also distributed leaflets to business operators in the Central Business District.

### **Community Awareness Programs**

Proposed New Garbage Fee Random Survey continued for the Muanikau Ward and Samabula Ward. Activities covered (i) raising awareness on the rise in cost of garbage collection services due to relocation of the dump site to Naboro Landfill; (ii) collecting views and opinions of residents through questionnaires.

### **Community Mobilization Exercise for Voluntary Clean-ups**

Groups participated in their own areas were:- Edenville Youth Group, Ararata Youth Group, Vatuwaqa Youth Group, South Pacific Travel, Fiji Prisons Department, Fiji Military Forces 3FIR, FSN Student Nurses, Eagles Youth Volleyball Club, Raiwai Youth Council, Raiwasa Neighbourhood Watch Zone Committee, Church of Jesus Christ of Latter Day Saints, Robertson Road Neighbourhood Watch Zone Committee, Brycelanders Community Awareness Group, Komave Neighbourhood Watch Zone Committee, Nanuku Neighbourhood Watch Zone 1 Committee.

### **Health Awareness Talks**

These programs were conducted at the following food outlets:-

- Seeto Kee Limited, Suva Bus Station Kiosk, Rodwell Road, Suva
- Sai Deomaa, Kiosk No. 4, Suva Bus Station, Rodwell Road, Suva.
- Harry's Fast Food, Suva Bus Station Kiosk, Rodwell Road, Suva.
- Hunry Horse Fast Food, Suva Bus Station Caravan, Rodwell Road, Suva.
- Lovely Angel Fast Food, Yatu Lau Arcade,
- Lucky Time Café, Yatu Lau Arcade, Rodwell Road, Suva
- Tea Totoka, Kiosk 3, Yatu Lau Arcade, Rodwell Road, Suva
- Jay Suka's Refreshment Kiosk, 1 Yatu Lau Arcade, Rodwell Road, Suva
- Delai Mokotu Restaurant, Kiosk 2, 26 Yatu Lau Arcade, Rodwell Road, Suva.
- Hilda Restaurant, Shop 25, 26 Yatu Lau Arcade, Rodwell Road, Suva
- South Pacific Craft & Cafeteria, Shop 45, 47 Yatu Lau Arcade, Rodwell Road, Suva
- Yees Restaurant, Shop 3, Greig Street, Suva
- Zeng Hing Restaurant, Shop 5, Greig Street, Suva
- Geralyne's Restaurant, 160 Renwick Road, Suva.
- Curry House, Shop 44, Waimanu Road, Suva.
- Taste Corner Restaurant, 24 Raojibhai Patel Street, Suva
- Liang's Takeaways, 56 Carnavon Street, Suva
- Fong Lee Seafood Restaurant, 293 Victoria Parade, Suva
- East Court Snack Bar, 257 Victoria Parade, Suva
- Laps Takeaways, Epworth House, Nina Street, Suva.
- Takia Cafeteria, Epworth House, Stewart Street, Suva.



Key issues emphasized:- Hygiene on food premises, personal hygiene, pure food safety aspects. Posters and pamphlets on these issues were distributed amongst the food handlers in the premises.

#### **Media Awareness Programs**

'Keep Suva Clean Campaign' was promoted in the media (radio spots in 3 languages on Radio Fiji and a ¼ page advertisements in the Fiji Times) as and when required.

#### **National Health Promotion Council Meeting**

The Health Services Department participated in this meeting wherein briefed activities with regards Litter, Personal Health, Sanitation and Hygiene, Food Safety, Community and Public Awareness for Clean Ups, Public Health Amenities and Structures and Wastes Minimization and Mobilization of Corporate Stakeholders and Civil Societies towards participatory projects in sustaining good health and clean environment.

#### **Other Activities**

This included liaising with community groups, governmental and non government network groups attempting to organize meetings to discuss further community environmental health projects. Facilitated Fiji School of Medicine, Fiji Institute of Technology, Primary and Secondary Schools and gave brief lectures on litter, wastes management and environment health issues.

### **ADMINISTRATION & OPERATION DEPARTMENT**

The Administration & Operation Department comprises of –

#### **Legal Section**

Law Enforcement  
Prosecutions

#### **Human Resources Section**

Staff Records  
Industrial Relations

#### **Properties Section**

Civic House  
Civic Tower  
City Hall (Lower & Upper Auditoriums & Annex)  
Civic Administration Building  
Suva City Library  
Suva Municipal Market  
Raiwaqa Market  
Mini Markets  
Suva Bus Station  
Curio & Handicraft Centre  
Suva Olympic Swimming Pool  
Taxi, Carriers & Mini Buses – Stands

The Department performed miscellaneous functions and implemented a number of programs, projects and activities.

#### **Legal Section**

The Legal Section is responsible for the Council's legal and enforcement functions and at the close of the year comprised of the City Lawyer, 4 Enforcement Officers, 1 Senior Enforcement Officer, 1 Sheriff Officer and a Legal Secretary/Typist.

### **Prosecution**

The Legal Section is responsible for prosecuting offences committed under the Town Planning Act, Public Health Act, Pure Food Act, and the Local Government Act.

The procedure for prosecution of offenders in Court is fairly similar in nature. When an offence has been committed, the offender is notified of the offence and he/she is given time to rectify or regularize the breach. If the offender does not rectify or regularize the breach within the prescribed time frame, the case is referred to the City Lawyer from the relevant department for prosecution.

The Senior Enforcement Officer is mainly responsible for the conduct of the cases in violation of the Town Planning Act and Towns (Building) Regulations under the Public Health Act, where these cases are not defended. Where the cases are defended, the City Lawyer prosecutes on behalf of the Council. These include other defended cases prosecuted under the Public Health Act, Pure Food Act and the Local Government Act.

The Legal Section is also responsible for prosecuting offenders committed under the Business Licensing Act and the Land Transport Act. The procedure for prosecution under these two Acts is different in the sense that they are simple and straight forward so it is handled by one of the Enforcement Officers.

The most common offence under the Town Planning Act is operating a garage from residential zone. The challenge faced by our enforcement unit is that by the time the case is about to be heard by the Court, the offender rectifies or regularizes the breach by removing the garage operation from the residence. The Court in noting that the offender has complied usually dismisses the case with an Order for costs against the offender. The difficulty with this is that the removal of the garage operation is only temporary. Once the case is dismissed, the garage operator brings back the garage to the residence. This is a common practice amongst these illegal garage operators.

The most prevalent offence under the Towns (Building) Regulations is failing to lodge plans with the Council and therefore obtain building approval as required by law. The challenge faced by our enforcement unit is that by the time the case is referred for prosecution, the construction of the building has already commenced or almost completed. However despite this fact, the Council seeks either compliance or an Order that the illegal building structure be demolished and removed.

Generally, offenders would pay prescribed fines, including continuing offence fines and costs to the Court and the Council as penalty. The withdrawal of cases depends on whether the offender has rectified and regularized the breach.

In 2007, 91 offenders were taken to Court under the Town Planning Act and Towns (Buildings) Regulations. From the total number of prosecutions, 34 offenders were convicted whilst 57 cases are still pending awaiting trial.

### **Noise Nuisance**

There were 8 Notices served on shop keepers and music shops in the City who contravened the Noise Nuisance (Suva) By-Laws by playing very loud music. No prosecution resulted as compliance was made.



**Street Obstruction and Encroachments**

There were 151 Notices issued against people/entities for causing street obstruction/encroachments on Council reserve/footpaths by dumping containers, derelict vehicles and other objects on to the reserve/footpaths. There was no prosecution as the offenders complied with the notice.

**Warrants and Summons**

The following processes were executed during the year:-

(a) Number of Warrants executed during the year ..	..	..	..	26
(b) Amount collected through execution ..	..	..	..	\$1,690
(c) Number of Summons served during the year ..	..	..	..	84

**Bus Station - Breach of Land Transport Act & Regulations**

Bus Drivers who breached the above were issued with Traffic Infringement Notices.

Breakdown of cases as follows:-

(a) Total TINS issued ..	..	..	..	125
(b) Total TINS filed in Court ..	..	..	..	70
(c) Total fines to Council within 21 days ..	..	..	..	\$285.00
(d) Total fines and costs awarded in Court ..	..	..	..	\$3,424.75
(e) Total number of defective TINS ..	..	..	..	2

**Civil Litigation**

The Legal Section also filed other claims, including claims for rates arrears for the Council and defended cases against Council in both High Court and the Magistrates Court. This is handled solely by the City Lawyer. The Legal Section also received Public Liability Claims and these were processed and referred to our Insurance Brokers to handle the claims. In 2006, we managed to complete some long outstanding cases that were in the High Court. We currently have a total of 42 cases pending in both the Magistrates Court and High Court.

**Human Resources Section****Staff Numbers**

Workers employed on a permanent basis ..	..	..	..	440
Established Staff ..	..	..	..	171
Unestablished Staff ..	..	..	..	269
Workers promoted ..	..	..	..	4
Workers resigned ..	..	..	..	14
Workers terminated ..	..	..	..	8
Workers retired ..	..	..	..	3
Workers recruited ..	..	..	..	13

**Deaths**

Council recorded, with deep sympathy, deaths of 5 employees during the year.

### **Relationship with Unions**

Council continued to maintain cordial relationships with the National Union of Municipal Workers and the Suva City Council Staff Association. Only 3 Trade Dispute Cases were reported by the Staff Association while none by the National Union of Municipal Workers.

### **Training**

The Training Officer and the Human Resource Manager handled all training matters. In-house training programs and external courses coordinated were as follows:-

In-house training programs	..	..	..	..	..	..	..	35
External courses	..	..	..	..	..	..	..	57
Total training hours for staff	..	..	..	..	..	..	..	4,327
Total number of staff	..	..	..	..	..	..	..	427
Average training hours for staff	..	..	..	..	..	..	..	10.13
Average training days for staff	..	..	..	..	..	..	..	0.02

Grant Claim – TPF reimbursed the sum of \$37,353.87 being payment of Grant for Training Programs undertaken in 2007.

Total levy paid was \$60,433.38

OHS Training – Safety, Health & Hygiene – total staff attended	..	..	..	14
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### **Performance Management System**

The Performance Management System was introduced in 2006 towards reforms and culture change programs. Preliminary workshops were conducted for Heads of Departments.

### **Sports & Social**

Sports and Social Club was dominant in organizing "walk-to-fit" and other sporting events for Council employees.

### **Determination of Fair Rents**

Numerous complaints were received from tenants against high rentals, poor building structures, occupational health and safety issues, etc. Determination of Fair Rents was referred to the Valuation Department of the Lands Department whilst cases of building and occupational health were referred to the Engineering Services Department and also the Health Services Department.

## **SUVA CITY CARNEGIE LIBRARY**

### **History**

In 1907, Mr. A.H. Ogilvy, a Member of the Suva Town Board approached Mr. Andrew Carnegie (Scottish born Philanthropist) and obtained from him a grant of Fifteen Hundred Pounds Stg. For a free Public Library Building for Suva. Conditions imposed included the Town Board providing a free site for the library building plus a guaranteed yearly expenditure of One Hundred and Fifty Pounds Stg. for the maintenance of the Library.



The foundation stone of the Library was laid on 1<sup>st</sup> September, 1908 by the Governor of Fiji, Sir Everard Imthurn. On 20<sup>th</sup> November, 1909, Sir Everard Imthurn officially opened the completed Carnegie Library for the people of Suva. The building consisted only of the central portion of the present building and Library was opened for people to read the books and series of publications - not a lending Library. The preliminary collection had 4,200 volumes.

**Sequence of events:-**

- 1922 Children's Section was established
- 1930 Two wings added to either side of the original Library structure
- 1952 Suva became a City; from Town Board to Suva City Council
- 1953 Council changed the Library name to Suva City Library
- 1972 Children Mobile Library Service introduced
- 2007 (June) Library Sub-Committee operative

**Services**

Services provided included circulation of children and adult materials, internet, photocopying, laminating, inter-Library loans, information and reference materials. A small collection of DVDs and musical CDs are also kept in the library for children activities.

**Opening Hours**

9.30 am – 6.00 pm Week days (except Wednesdays 12 noon – 6.00 pm)

9.00 am – 1.00 pm Saturdays

The Library is closed on Sundays and Public Holidays.

**The Collections**

Stock consisted approximately 35,000 volumes of fiction, non fiction, reference books, paper backs, folios, picture books and easy books for both Adults and Children. The collection is mainly in English and some books in the vernacular (Fijian & Hindi) including a section for large print books. The Library also subscribes to all local newspapers. Magazines and periodicals were donated by courtesy of the Embassies and individuals.

**Library Deposits**

The Library does not charge any fee for borrowing, but levy deposit of \$5.00 for children/mobile members, \$10.00 for secondary school student members and \$20.00 for adults/visitors/Tertiary Institution Student Members.

**Circulation Statistics**

Adult circulation was 5,026, Children's circulation was 9,369, Mobile circulation was 6,872; a total of 21,267 books were circulated in 2007 compared to 17,411 in 2006.

**Staffing**

Chief Librarian (1), Extension Services Officer (1), Library Assistant Class 1 (2), Library Assistant Class II (4), Typist (1), Mobile Truck Driver (1), Cleaner (1).

**Revenue**

Revenue collected from overdue fines, lost books, photocopy charges, laminating, internet printing and sales from post cards and books totaled \$3,615.78

**2007 Library Memberships**

Adults	37	\$710.00
Students	94	\$780.00
Children	241	\$1,205.00
Mobile	353	\$1,765.00
Visitors	50	\$1,000.00
Total	775	\$5,460.00

**Operations Section****Suva Municipal Market**

Suva Municipal Market is the largest traditional market place in Fiji where vendors and commuters intermingle. The Market provides a place to sell and buy dry goods, seafood and other primary produce. Additional rubbish bins were provided in the Market to assist in better litter disposal. The total income generated from the Market and its precincts in 2007 amounted to \$1,024,012.60 excluding the car park.

**Raiwaqa Market**

The Raiwaqa Market continued to be under-utilized with an average of 12 of the 96 stalls available and occupied on a daily basis. The front portion of the Market facing Grantham Road has been converted and spaces let out as Bread Shop, Grocery Shop, Glass Shop, etc. The rear section of the Market was newly constructed and accommodates 2 Fish Shops and a Ice Plant Shop. Total income derived from Raiwaqa Market was \$39,256.78

**Suva Bus Station**

Suva Bus Station is located between Rodwell Road and Harris Road in the Central Business District. There are more than 65,000 commuters who use the Suva Bus Station on a daily basis. The Suva Bus Station income including some small kiosks totaled \$237,543.54.

**Olympic Swimming Pool**

55,562 persons used the Swimming Pool in 2007. Total revenue generated from gate takings was \$58,601.23. This also included rental income from the kiosk. Traditionally, the Pool revenue is boosted by swimming lessons, swimming carnivals and increased school participation. The Pool had major break downs due to problems with the filter system.

**Curio & Handicraft Centre and Car Park**

The Curio & Handicraft Centre provides a market place for tourists coming to Suva to view and purchase Fijian and Island artifacts and handicrafts. Most of the vendors manufacture their own items for sale to tourists. They mainly come from outer islands and majority of them depend on the income from the sale of handicrafts for their family livelihood. The Center was fully occupied and revenue derived was approximately \$220,120.70 for the year. The remaining income was derived from the five floors of the Car Park on the top.



**Taxi Applications**

There has been no change on the long standing freeze on Taxi Permits from the Land Transport Authority since 1<sup>st</sup> November 2002. Total number of applications for transfers of Taxi Permits to other lucrative areas increased by the end of the year. Total revenue collected from Taxis was \$551,546.05 compared to \$527,214.48 for 2006. The budgeted figure for 2007 was \$482,500.

**Mini Bus Applications**

Unlike previous years, applications for Mini Bus Stands increased. In the past, Council levy monthly fees of Ninety Dollars (\$90) upon approval of Mini Bus Base Letters. Council later resolved that the Ninety Dollars would only be charged after the issue of Permits from the Land Transport Authority. Total revenue collected from the Mini Bus for 2007 was \$62,145.05 compared with \$82,786 for 2006. Budgeted figure for 2007 was \$33,000.

**Property Section****Civic Tower**

The building is an office space commercial building consisting of 8 floors with a basement car park. The building was fully occupied and generated a total of \$800,690.52 VEP revenue in the year. Most of the floors had been leased to the Government and other private organizations on long term basis with the exception of the ground level occupied by the Immigration Department on a month to month basis.

The office building continues with its full occupancy rate of 100%.

**Civic House**

This too is a commercial office building having 6 floors and fully occupied, the term of lease was on a 3 year period. 90% of the building was occupied by Government while the ground floor East Wing occupied by Wakaya Hotel Company whereas the West Wing was occupied by the Fiji Audio Visual Company. Total revenue generated from the property was \$740,697.44 VEP annually. Tenants occupied the building on a long term basis with full occupancy rate of 100%.

**City Hall & Annex**

A popular spot, comprises the Lower Hall, Upper Auditorium, Top Foyer, Milk Bar, Archives, office spaces used by Council's Property Section, Overseas Fisheries Cooperation and a Takeaway Kitchen. Lower Hall and Auditorium were mostly hired for private functions such as parties, wedding receptions, meetings, conferences, annual school prize giving ceremonies including karate training exercises. Special lighting system is in-built. Income generated was \$346,864.17, an increase of \$77,519.28 in revenue compared to \$269,344.89 in 2006. Revenue subsidized operational costs including maintenance and repairs.

**Victoria Memorial Hall**

This building also known as the Old Town Hall continued to be leased to five different tenants, viz., 3 restaurants, 1 hair salon, 1 office space occupied by Green Peace. Revenue was \$175,580.10 compared to \$158,686.25 in 2006. Major repairs and maintenance work were carried gradually depending on availability of funds.



**Staff Properties & others**

These amenities consisted of old reserves, old staff quarters, property at Usher Street leased to Courts (Fiji) Limited and the property at 8 Fulaga Street that had been vacant. Tenders were called for purchase of four properties at Kasavu Road and Hedstrom Place. Bids by Calvary Assemblies of God in the sum of \$870,000.00 VIP was accepted. Also the First Church Assemblies of God agreed to purchase the portion of land in front of their office at Robertson Road at the market value of \$50,500 VIP. Other amenities let out were the Albert Park Kiosk, Suva Point Kiosk, an outlet of Courts (Fiji) Limited next to the Fish Market, the foreshore space and other recreational and reserved spaces.

**FINANCE DEPARTMENT****1. STAFFING**

• Director Finance		
• Assistant Financial Controller		
• Finance, Treasury and EDP/IT Sections	-	25
• Parking Meter and Towing	-	13
Total Staff	-	38

Sections under the Finance Department:-

- Revenue Section
- Expenditure Section
- Rates Section
- Business License Section
- Treasury Section
- Parking Meter Section
- Towing Section
- EDP/IT Section

A new Director Finance joined Council on 14<sup>th</sup> May, 2007. The then Assistant Financial Controller resigned in August 2007 and a replacement joined the team in November 2007.

**2. EXTERNAL AUDIT**

The 2007 audit undertaken by the Auditor General provided two major challenges for the Finance Team as follows:-

**1. Change in Accounting Policies and Disclosures**

In 2007 Council changed its accounting policies which was based on FAS on 01 January 2007 to comply with International Financial Reporting Standards (FRS). The conversion date was 01 January 2006. Chartered Accountants Ernst & Young was engaged to assist in the transition period and the restatement of balance sheet and profit and loss figures.

The major changes as a result of the adoption of IFRS were in the following areas:-

- IFRS 7 : Financial Instruments: Disclosures
- IAS 1 : Presentation of Financial Statements
- IAS 38 : Intangible Assets
- IAS 24 : Related Party Disclosures
- IAS 39 : Financial Instruments : Recognition and Measurement
- IAS : Investment Property

## 2. **Issues raised in the Auditor General's Report**

Issues raised by the Auditor General during the external audits of Council's financial records have been consistently raised for the period 2003 to 2006. For the year 2007, the team attempted to reduce these issues by conducting proper and timely reconciliations of subsidiary ledgers to general ledgers. However, all these issues could not be settled on time. Most of the issues raised in prior years' audit (2003-2006) were addressed with the Public Accounts Committee during their review conducted in October 2008. Whilst a favourable opinion of the AG's Office could not be achieved in 2007, it is expected that come the audit of Council's books for 2008 and 2009, most issues will be eliminated and the audit for 2010 which is to be done in 2011 is expected to produce an unqualified opinion from the Auditor General.

## 3. **Rates Collection**

Rates contributed around 67% of Council's total revenue. For the year 2007, total rates struck was \$12,895,661. Total collection (current and arrears) was \$11,617,458. The table below shows a detail analysis of rates collection as at 31 December 2007:-

Particulars	2007		2006			
	2007 rates struck	Arrears	Total	2006 Rates Struck	Arrears	Total
Rates Demand (Gross) VEP	12,895,661	10,854,793	23,750,454	12,876,962	9,690,151	22,567,113
Total Receipts	9,802,418	1,815,040	11,617,458	9,830,532	2,138,896	11,969,428
Discount allowed	817,768	364	818,132	827,785	10,598	838,383
Receipts & Discount	10,620,186	1,815,040	12,435,590	10,658,317	2,149,494	12,807,811
Balance Outstanding	2,275,475	9,039,389	11,314,864	2,218,645	7,540,657	9,759,302
Ratio:						
Net Collection/Total Rates	76%	17%	49%	76%	22%	53%
Collection/Total Rates (with discount)	82%	17%	52%	83%	22%	57%

## 4. **Balance Sheet Summary**

Cash on hand and at Bank as at 31 December 2007 was \$767,424 of which \$354,466 was held in trust. These trust funds are only to be used for development of car parks, parking areas, refundable deposits and capital projects.



Held to Maturity Investments with financial institutions was \$6,911,519 of which \$3,900,000 was the deposit from FNPF for the proposed development of 15 acres of foreshore land.

Loans and borrowings bearing interests as at 31 December 2006 was \$10,333,518 showing a decline of \$1,964,053 or 16% from 2006 amount. Interest rates on these loans ranged from 7.2% to 12% per annum. Bulk of these loans will mature in the periods 2011 to 2017.

Total assets increased by \$1,097,230 to \$60,941,939 in 2007 whereas total liabilities were \$21,519,907 compared to \$22,101,148 in 2006. The increase in assets is mainly attributed to receivables. Net Assets of Council as at 31 December 2007 amounted \$39,422,029 compared to \$37,743,558 in 2006 - an increase of 4%.

5. **Revenue and Expenditure Summary**

Total revenue recorded for 2007 was \$20,704,700 compared to \$19,741,542 in 2006, an increase of \$963,158 or 5%. The increase is mainly due to high interests received from short term deposits plus business and trading license fees.

Total expenses increased by \$1,163,002 in 2007. The increase is mainly due to administrative and operating costs, rate payer services and bad debts written off whereas decreases in expenditure were recorded for user maintenance costs and provision for legal claims.

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*Detailed in the next pages are the audited financial statements for the year ended 31 December 2007.*

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**AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007**

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**REPUBLIC OF THE FIJI ISLANDS**  
**OFFICE OF THE AUDITOR GENERAL**



8<sup>th</sup> Floor, Ratu Sukuna House,  
MacArthur Street,  
P. O. Box 2214,  
Government Buildings,  
Suva, Fiji Islands



The Office of the Auditor General is a Statutory Body

Telephone: (679) 330 9032  
Fax: (679) 330 3812  
Email: [info@auditorgeneral.gov.fj](mailto:info@auditorgeneral.gov.fj)  
Website: <http://www.oag.gov.fj>



ACCOUNTABILITY IN THE PUBLIC SERVICE SECTOR THROUGH QUALITY AUDIT SERVICES

File: 1378

19 April 2010

Ms. Marica Rokovada - Hallacy  
The Special Administrator  
Suva City Council  
Private Mail Bag  
Suva

Dear Ms Hallacy

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**SUVA CITY COUNCIL - ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2007**

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Two copies of the audited financial statements of the Housing Authority for the year ended 31 December 2007 together with my audit report on them are enclosed.

Please be advised that we are still awaiting your comments on the draft management letter (DAM) sent to you during the first week of December 2009 and we would appreciate if you could urgently attend to this as soon as practicable.

Yours sincerely

Tevita Bolanavanua  
**ACTING AUDITOR GENERAL**

Encl.

SUVA CITY COUNCIL  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2007

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**SUVA CITY COUNCIL  
STATEMENT BY EXECUTIVE MANAGEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2007**

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

- (a) the accompanying income statement 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 2007;
- (b) the accompanying statement of movement in 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 2007;
- (c) the accompanying balance sheet 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 2007;
- (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 2007; and
- (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.

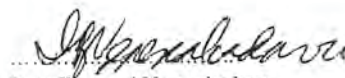
For and on behalf of the Council by authority of a resolution of the Council.

Dated this            day of            2010.



Ms. Marica Rokovada - Hallacy  
Special Administrator

Date: 12/4/2010



Ratu Ilitomasi Verenakadavu  
Chief Executive Officer

Date: 12/4/2010



**REPUBLIC OF THE FIJI ISLANDS**  
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ACCOUNTABILITY IN THE PUBLIC SERVICE SECTOR THROUGH QUALITY AUDIT SERVICES

## **INDEPENDENT AUDIT REPORT**

### **SUVA CITY COUNCIL ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2007**

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#### **Scope**

I have examined the financial statements of Suva City Council for the year ended 31 December 2007 in accordance with the provisions of Section 57 (2) of the Local Government Act and Section 13 of the Audit Act. The Suva City Council is responsible for the preparation and presentation of the financial statements and the information they contain.

I have conducted an independent audit of these financial statements in order to express an opinion on them.

My audit was conducted in accordance with Fiji Standards on Auditing to provide reasonable assurance as to whether the financial statements are free of material misstatements. My audit procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial statements are presented fairly in accordance with Fiji Accounting Standards and statutory requirements so as to present a view which is consistent with my understanding of the Council's financial position, the results of its operations, its cash flows and movement in the Council's funds.

The audit opinion expressed in this report has been formed on the above basis.

#### **Qualifications**

1. As reported in the financial statements and my audit report of the previous year ended 31 December 2006, the Council did not maintain proper books of account and accounting records relating to rates receivable, parking meter receivables, creditors and accruals and VAT payable.

Accordingly, there was an uncertainty that all income, expenditure, assets and liabilities were brought into account or were disclosed accurately during the previous year ended 31 December 2006. It is not possible to ascertain the impact of this on the results, cash flows and financial position for the year ended 31 December 2007.


2. As referred in Note 9, unreconciled balance between the subsidiary records and the general ledger amounted to \$437,784 in trade creditor's account and \$1,864,321 in accruals account. The Council is in the process of reconciling the subsidiary ledgers and the general ledger. Accordingly, there is an uncertainty that all expenses, liabilities and assets of the Council have been accurately disclosed in the financial statements for the year ended 31 December 2007.

3. As referred to in Note 6, subsidiary ledgers and adequate records for taxi and minibus debtors amounting to \$320,881 and \$574,768 respectively, were not maintained and no additional information were provided for our review. Accordingly, there is an uncertainty that all income and the assets of the Council have been accurately disclosed in the financial statements for the year ended 31 December 2007.
4. As at 31 December 2007, VAT payable of \$386,153 has not been reconciled by the Council. Furthermore, Vatable Supplies as per the VAT Returns for the year has not been reconciled to the income balances as per the general ledger for the year ended 31 December 2007.
5. Solicitor's confirmation from the solicitors together with the Council's assessment for various litigation cases amounting to \$200,000 against the Council were not provided for my review. Accordingly, I am unable to ascertain whether all liabilities and potential liabilities have been accounted and contingent liabilities have been disclosed in the financial statements.
7. Provision for long service leave has not been calculated in accordance with the requirements of IAS 19 – Employee Benefits.

#### **Disclaimer Audit Opinion**

In view of the material effect that the matters described in the qualification paragraphs could have on the overall financial statements, 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 and the Local Government Act, the financial position of the Council as at 31 December 2007, the results of its operations, its cash flows and movement in the Council's funds for the year then ended.

I have also not obtained all the information and explanations which were necessary for the purpose of my audit.

  
Tevita Bolanavanua  
Acting Auditor General

19 April 2010





SUVA CITY COUNCIL  
STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2007

	2007 \$	2006 \$
<b>Income</b>		
Rates:		
General	5,187,781	5,401,447
Loan	6,670,705	6,680,470
Light	1,061,921	1,061,820
	<u>12,920,407</u>	<u>13,143,737</u>
<b>Less: rates discount</b>	(990,701)	(937,636)
	<u>11,929,706</u>	<u>12,206,101</u>
Amortisation of capital grant	36,276	36,254
Business and trading license fees	869,555	741,903
Fees, charges and rent	5,293,839	5,236,137
Interest income	2,115,307	1,291,381
Others	<u>460,017</u>	<u>229,766</u>
	<u>20,704,700</u>	<u>19,741,542</u>
<b>Expenses</b>		
Administrative and operating costs	7,897,744	6,652,699
Auditor's remuneration	30,000	22,000
Depreciation and amortization	1,108,962	1,065,179
Bad debts written off	318,734	-
Doubtful debts	1,064,712	735,604
Interest expense	913,560	1,319,446
Rate payer services	4,241,637	4,085,018
Street light operating costs	515,383	513,641
User maintenance costs	3,339,667	3,573,810
Provision of legal claims	-	300,000
	<u>19,430,399</u>	<u>18,267,397</u>
<b>Operating surplus for the year</b>	<u><u>1,274,301</u></u>	<u><u>1,474,145</u></u>

*The accompanying notes form an integral part of the statement and income and expenditure.*



SUVA CITY COUNCIL  
STATEMENT OF MOVEMENT IN FUNDS  
FOR THE YEAR ENDED 31 DECEMBER 2007

COUNCIL MUNICIPAL FUNDS

	General Rate Fund	Loan Rate Fund	Street Light Fund	Total Council Funds
	\$	\$	\$	\$
As at 1 January 2006	8,319,837	23,999,116	1,784,674	34,103,627
Effect of change in accounting policies	-	-	-	-
Opening balances as restated under IFRS adoption	8,319,837	23,999,116	1,784,674	34,103,627
Surplus/(deficit) for the year	(4,435,058)	5,361,024	548,179	1,474,145
At 31 December 2006	3,884,779	29,360,140	2,332,853	35,577,772
Surplus/(deficit) for the year	(5,029,382)	5,757,145	546,538	1,274,301
At 31 December 2007	<u>(1,144,603)</u>	<u>35,117,285</u>	<u>2,879,391</u>	<u>36,852,073</u>

*The accompanying notes form an integral part of the statement of movement of funds.*

SUVA CITY COUNCIL  
STATEMENT OF MOVEMENT IN FUNDS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

COUNCIL TRUST FUNDS

	Parking Meter Fund	Car Park Fund	Tugi Fund	Lami Rehabilitation Fund	Total Trust Funds
	\$	\$	\$	\$	\$
As at 1 January 2006	1,494,909	389,914	8,603	6,409	1,899,835
Effect of change in accounting policies	-	-	-	-	-
Opening balances as restated under IFRS adoption	1,494,909	389,914	8,603	6,409	1,899,835
Surplus for the year (Note 2)	210,786	55,165	-	-	265,951
At 31 December 2006	1,705,695	445,079	8,603	6,409	2,165,786
Surplus for the year (Note 2)	290,327	58,843	55,000	-	404,170
At 31 December 2007	<u>1,996,022</u>	<u>503,922</u>	<u>63,603</u>	<u>6,409</u>	<u>2,569,956</u>

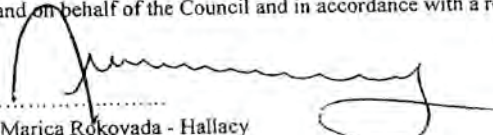
*The accompanying notes form an integral part of the statement of movement of funds.*

SUVA CITY COUNCIL  
BALANCE SHEET  
AS AT 31 DECEMBER 2007

	Notes	2007 \$	2006 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash on hand and at bank	3	767,424	823,700
Held-to-maturity investments	4	6,911,519	6,883,059
Inventories	5	201,527	227,270
Receivables	6	5,482,918	4,537,325
Other receivables	7	145,895	164,357
<b>Total Current Assets</b>		<b>13,509,283</b>	<b>12,635,711</b>
<b>Non Current Assets</b>			
Property, plant and equipment	12	29,898,685	29,415,107
Investment properties	13	12,017,570	12,240,839
Intangible assets	14	85,160	86,846
Loan receivable	15	5,431,238	5,466,203
<b>Total Non Current Assets</b>		<b>47,432,653</b>	<b>47,208,995</b>
<b>TOTAL ASSETS</b>		<b>60,941,936</b>	<b>59,844,706</b>
<b>FUNDS AND LIABILITIES</b>			
<b>Council Municipal Funds</b>			
Accumulated surplus	Page 6	36,852,073	35,577,772
<b>Council Trust Funds</b>			
Parking meter fund	Page 7	1,996,022	1,705,695
Car park fund	Page 7	503,922	445,079
Tugi fund	Page 7	63,603	8,603
Lami dump rehabilitation	Page 7	6,409	6,409
<b>Total Funds</b>		<b>39,422,029</b>	<b>37,743,558</b>
<b>Current Liabilities</b>			
Sundry deposits	8	1,371,806	1,299,927
Creditors and accruals	9	4,287,156	3,140,753
Provisions	10	422,850	422,850
Interest bearing borrowings	11	2,253,422	2,561,005
<b>Total Current Liabilities</b>		<b>8,335,234</b>	<b>7,424,535</b>
<b>Non Current Liabilities</b>			
Sundry deposits	8	3,900,000	3,900,000
Provisions	10	36,752	36,752
Interest bearing borrowings	11	8,981,024	10,436,688
Capital grant in aid	16	266,897	303,173
<b>Total Non Current Liabilities</b>		<b>13,184,673</b>	<b>14,676,613</b>
<b>TOTAL FUNDS AND LIABILITIES</b>		<b>60,941,936</b>	<b>59,844,706</b>

*The accompanying notes form an integral part of the Balance Sheet.*

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

  
Ms. Marica Rokovada - Hallacy  
Special Administrator

  
Ratu Ilitomasi Verenakadavu  
Chief Executive Officer



SUVA CITY COUNCIL  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2007

	2007	2006
	Inflows/ (Outflows) \$	Inflows/ (Outflows) \$
<b>COUNCIL FUNDS</b>		
<b>Cash flows from operating activities</b>		
<i>Receipts</i>		
Rates	10,659,222	11,991,295
User charges	4,988,891	4,760,486
Interest	2,442,742	1,254,660
Deposit for reclamation works	-	3,900,000
Others	1,222,761	971,669
<i>Payments</i>		
Employees, suppliers and others	(15,751,711)	(14,951,814)
Interest on long term loans	(929,844)	(1,448,700)
<b>Net cash flows provided by operating activities</b>	<b>2,632,061</b>	<b>6,477,596</b>
<b>Cash flows from investing activities</b>		
Proceeds from loan receivable	34,965	33,946
Proceeds from sale of plant and equipment	107,350	-
Acquisition of property, plant and equipment	(1,001,033)	(1,155,502)
<b>Net cash flows used in investing activities</b>	<b>(858,718)</b>	<b>(1,121,556)</b>
<b>Cash flows from financing activities</b>		
Repayment of borrowings	(1,947,769)	(2,439,370)
Repayment of finance lease, principal	(257,560)	(288,765)
<b>Net cash flows used in financing activities</b>	<b>(2,205,329)</b>	<b>(2,728,135)</b>
<b>Net (decrease)/increase in cash flow from Council funds</b>	<b>(431,986)</b>	<b>2,627,905</b>
<b>TRUST FUNDS</b>		
<i>Receipts</i>		
Parking meter collection	570,517	383,515
Car park receipts/ Sasamaki/ Tugi Fund	113,843	55,165
<i>Payments</i>		
Payments to employees and suppliers - parking meter	(280,190)	(213,500)
<b>Net increase in cash flows from operating activities</b>	<b>404,170</b>	<b>225,180</b>
<b>Total net (decrease)/increase in cash and cash equivalents</b>	<b>(27,816)</b>	<b>2,853,085</b>
<b>Cash and cash equivalents at 1 January</b>	<b>7,706,759</b>	<b>4,853,674</b>
<b>Cash and cash equivalents as at 31 December (Note 20)</b>	<b>7,678,943</b>	<b>7,706,759</b>

*The accompanying notes form an integral part of the Statement of Cash Flows.*

**SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2007**

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**1. Corporate Information**

The financial statements of Suva City Council ("the Council") for the year ended 31 December 2007 were authorised for issue in accordance with a resolution of the Administrators on 12/04/10. The Council was incorporated in Fiji under the Local Government Act, 1972.

The principal activities of the Council are described in Note 24.

**1.2 Basis of preparation of the Financial Statements**

The financial statements have been prepared on accrual basis under the historical cost convention using the accounting policies described below and except where stated, do not take into account current valuation of non-current assets. The financial statements are presented in Fijian dollars.

**Statement of compliance**

The financial statements of Suva City Council have been prepared in accordance with International Financial Reporting Standards ("IFRS") and in accordance with the provisions of the Local Government Act.

**1.3 The Suva City Council Reporting Entity**

All Funds through which the Council controls resources to carry on its functions have been included in the financial statements forming part of these financial statements.

In the process of reporting on the local government as a single unit, all transactions and balances between those Funds have been eliminated.

Trust Funds

The Suva City Council has received parking monies in compliance with the Traffic Act and contributions from developers under the Town Planning Act. As the Council performs a custodial role, these funds are excluded from Council Funds.

**1.4 Changes in accounting policy and disclosures**

The Council changed its accounting policies which were based on Fiji Accounting Standards on 1 January 2007 to comply with IFRS. The transition to IFRS is accounted for in accordance with IFRS 1 'First-time Adoption of International Financial Reporting Standards', with 1 January 2006 as the date of transition. An explanation of how the transition from superseded policies to IFRS has affected the Council's financial position and financial performance is disclosed and explained in note 27.

The accounting policies set out below have been applied in preparing the financial statements for the year ended 31 December 2007, the comparative information presented in these financial statements for the year ended 31 December 2006, and in the preparation of the opening IFRS balance sheet at 1 January 2006 (as disclosed in note 26), the Council's date of transition.

The financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets.

In the application of IFRS, management is required to make judgments, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgments. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. Judgments made by management in the application of IFRS that have significant effects on the financial statements and estimates with a significant risk of material adjustments in the next year are disclosed, where applicable, in the relevant notes to the financial statements.

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported.



SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS - (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

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**1.4 Changes in accounting policy and disclosures (cont'd)**

*Changes on adoption of IFRS*

Changes to accounting policies as a result of the adoption of IFRS are:

- IFRS 7: *Financial Instruments: Disclosures*
- IAS 1 : *Presentation of Financial Statements*
- IAS 38: *Intangible Assets*
- IAS 24: *Related party disclosures*
- IAS 39: *Financial Instruments: Recognition and measurement*
- IAS 40: *Investment Property*

*IFRS 7 Financial Instruments: Disclosures*

This standard requires disclosures that enable users of the financial statements to evaluate the significance of the Council's financial instruments and the nature and extent of risks arising from those financial instruments. The new disclosures relating to the financial instruments are included in the financial statements. While there has been no effect on the financial position or results, additional information has been provided.

*IAS 1 Presentation of Financial Statements*

This standard requires the Council to make new disclosures to enable users of the financial statements to evaluate the Council's objectives, policies and processes for managing funds.

*IAS 38 Intangible Assets*

Software costs which does not form an integral part of the hardware is reclassified to intangible assets.

*IAS 24 Related Party Disclosures*

The standard requires that the Council's financial statements contain the disclosures necessary to draw attention to the possibility that its financial position and income statement may have been affected by the existence of related parties and by transactions and outstanding balances with such parties. This is reflected in Note 17.

*IAS 39 Financial Instruments: Recognition and measurement*

The objective of this standard is to establish principles for recognising and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. Requirements for presenting and disclosing information about financial instruments are set out in *IFRS 7 Financial Instruments: Disclosures*.

*IAS 40 Investment Property*

Investment properties which were part of property, plant and equipment has been re-classified to investment properties.

**1.5 Significant accounting judgements, estimates and assumptions**

The preparation of the Council's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities, at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future.

**Judgements**

In the process of applying the Council's accounting policies, management has made the following judgement, apart from those involving estimations, which has the most significant effect on the amounts recognised in the financial statements:

**(i) Estimations and assumptions**

The key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date, that have a significant risk of causing a material adjustments to the carrying amount of assets and liabilities within the next financial year are discussed below:

• *Impairment of non financial assets*

The Council assesses whether there are any indicators of impairment for all non-financial assets at each reporting date. Non-financial assets are tested for impairment when there are indicators that the carrying amounts may not be recoverable.



• *Impairment losses on rates and fees receivable*

The Council reviews its rates and fees receivables at each reporting date to assess whether an allowance for impairment should be recorded in the income statement. In particular, judgment by Council is required in the estimation of the amount and timing of future cash flows when determining the level of allowance required. Such estimates are based on assumptions about a number of factors and actual results may differ, resulting in future changes to the allowance.

In addition to specific allowances against individually significant rates and fees receivables, the Council also makes collective impairment allowances against exposures which, although not specifically identified as requiring a specific allowance, have a greater risk of default than when originally granted. This takes into consideration factors such as any deterioration in industry risk and technology obsolescence, as well as identified structural weaknesses or deterioration in cash flows.

**1.6 Summary of significant accounting policies**

**a) Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank and on hand and short term deposits with an original maturity of three months or less.

**b) Inventories**

Inventories, comprising of maintenance materials, concrete products, steel, iron, mechanical spares, uniforms, stationery and miscellaneous items are valued at the lower of cost and net realisable value. Cost is assigned on a first-in-first-out basis.

**c) Financial assets**

*Initial recognition of financial instruments*

The classification of financial instruments at initial recognition depends on the purpose for which the financial instruments were acquired and their characteristics.

*Receivables*

Rates receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Rates receivables are initially recognised as receivables from the commencement of each rating period (inclusive of VAT where applicable). After initial measurement loans and receivables are carried at amortised cost using the effective interest method less any allowance for impairment. Gains or losses are recognised in the income statement when the receivables are derecognised or impaired, as well as through the amortisation process. Bad debts are written-off as incurred. Rates received in advance of the rating period are recognised as a liability.

*Held to maturity financial investments*

Held-to-maturity financial investments are those which carry fixed or determinable payments and have fixed maturities and which the Council has the intention and the ability to hold to maturity. After initial measurement, held-to-maturity financial investments are subsequently measured at amortised cost using the effective interest rate method, less allowance for impairment. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees that are an integral part of the effective interest rate. Amortisation is included as 'Interest income' in the income statement. The losses arising from impairment of such investment are recognised in the income statement line 'Impairment losses on financial investments'.

**d) Impairment of financial assets**

The Council assesses at each balance sheet date whether a financial asset or group of financial assets is impaired.

If there is objective evidence that an impairment loss on assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future expected credit losses that have not been incurred) discounted at the financial asset's original effective interest rate (i.e. the effective interest rate computed at initial recognition). The carrying amount of the asset is reduced through use of an allowance account. The amount of the loss shall be recognised in the income statement.

SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed, to the extent that the carrying value of the asset does not exceed its amortised cost at the reversal date. Any subsequent reversal of an impairment loss is recognised in the income statement.

In relation to trade receivables, an allowance for impairment is made when there is objective evidence (such as the probability of insolvency or significant financial difficulties of the debtor) that the Council will not be able to collect all of the amounts due under the original terms of the invoice. The carrying amount of the receivable is reduced through use of an allowance account. Impaired debts are derecognised when they are assessed as uncollectible.

**e) Property, plant and equipment**

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. Such costs include the cost of replacing part of the property, plant and equipment when that cost is incurred, if the recognition criteria is met. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the property, plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in income statement as incurred.

Depreciation is calculated on a straight line basis over the useful life of the asset as follows:

Land and building	1.25% - 10%
Furniture and fittings	10% - 20%
Vehicles, plant and equipment	5% - 25%
Roads, drains, bridges and footpaths	5% - 25%
Vehicles and equipment- aid granted	25%
Leased vehicles	20%

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is recognised.

The asset's residual values, useful lives and methods of depreciation are reviewed, and adjusted if appropriate, at each financial year end.

**f) Intangible assets**

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses. Internally generated intangible assets, excluding capitalised development costs, are not capitalised and expenditure is reflected in the income statement in the year in which the expenditure is incurred.

The useful lives of intangible assets for the Council are assessed to be finite.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life is renewed at least at each financial year end. Changes in the expected useful life or expected pattern of consumption in future economic benefits embodied in the asset is accounted by changing the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the income statement in the expense category consistent with the function of the intangible assets.

Gain or losses arising from the derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the income statement when the asset is derecognised.



**g) Impairment of non-financial assets**

The Council assesses at each reporting date or more frequently if events or changes and circumstances indicate that the carrying value may be impaired, whether there is an indication that a non financial asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Council makes an estimate of the asset's recoverable amount. Where the carrying amount of an asset (or cash generating unit) exceeds its recoverable amount, the asset (or cash generating unit) is considered impaired and is written down to its recoverable amount.

For assets an assignment is made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. If such indication exists, the Council makes an estimate of the recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. If that is the case the carrying amount of the asset is increased to its recoverable amount.

**h) Investment Property**

Investment property is stated at cost less accumulated depreciation and accumulated impairment losses. Such costs includes the cost of replacing part of the investment property when that cost is incurred, if the recognition criteria is met. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the investment property as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in income statement as incurred.

Depreciation is calculated on a straight line basis over the useful life of the asset as follows:

Building	1.25%-10%
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Premiums on leasehold land are capitalised and amortised over the term of the lease.

An item of investment property is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is recognised.

The asset's residual values, useful lives and methods of depreciation are reviewed, and adjusted if appropriate, at each financial year end.

**i) Fund Accounting**

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

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 Traffic Act, has to maintain a separate account for the operation of Parking meters in designated areas of roads within the City.

Car park fund

This fund has been created for contributions received from developers under the Town Planning Act. The fund is used to construct and develop car parks.

Tugi fund

The Urban Governance Initiative Fund has been created for grants received from United Nations Development Programme (UNDP). The fund is used for road improvement capital projects.



SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

Lami rehabilitation fund

This fund has been created for contributions from the Government. The fund will be used to upgrade the Lami Dump.

**j) Financial liabilities**

*Interest bearing loans and borrowings*

All loans and borrowings are initially recognised at fair value less directly attributable transaction costs, and have not been designated 'as at fair value through profit or loss'

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using the effective interest method.

Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the amortisation process.

**k) Provisions**

Provisions are recognised when the Council 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. Where the Council expects a provision to be reimbursed, the reimbursement is recognised as a separate asset but only when reimbursement is virtually certain. If the effect of time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as an interest expense.

Employee entitlements

Employee entitlements relating to wages, salaries, annual leave, sick leave, long service leave and retirement benefit represents the amount which the Council has a present obligation to pay resulting from the employees' services provided up to balance date.

*Wages and salaries, sick leave and annual leave*

Liabilities for wages and salaries and annual leave are recognised, and are measured as the amount unpaid at the reporting date at current pay rates in respect of employees' services up to that date.

*Provision for long service leave*

A liability for long service leave is recognised, and is measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using interest rates on government guaranteed securities with terms to maturity that match, as closely as possible, the estimated future cash outflows.

**l) Leased assets**

The determination of whether an arrangement is, or contains a lease is based on the substance of the arrangement at inception date of whether the fulfilment of the arrangement is dependent on the use of a specific asset or assets or the arrangement conveys a right to use the asset.

*Council as a lessee*

Finance leases, which transfer to the Council substantially all the risks and benefits incidental to ownership of the leased item, are capitalised at the inception of the lease at the fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are reflected in the income statement.

Capitalised leased assets are depreciated over the shorter of the estimated useful life of the asset and the lease term, if there is no reasonable certainty that the Board will obtain ownership by the end of the lease term.

Operating lease payments are recognised as an expense in the income statement on a straight line basis over the lease term.

**m) Trade and other payables**

Liabilities for other payables 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 entity. Amounts payable that have been denominated in foreign currencies have been translated to local currency using the rates of exchange ruling at the end of the financial year.

Amounts received as tender deposits and retention amounts controlled by the Council are included in the financial statements, disclosed as "sundry deposits" under current liabilities.

SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

1.6 Summary of significant accounting policies - continued

n) **Revenue recognition**

Revenue is recognised in the financial statements using the accrual concept of accounting.

o) **Income tax**

The Council is exempt from income tax in accordance with the provisions of Section 17(4) of the Income Tax Act.

p) **Comparative figures**

Comparative figures have been amended where necessary, for changes in presentation in the current year.

2. **SURPLUS FOR TRUST FUNDS**

Surplus for the year has been determined after:

**Parking Meter Fund**

	2007 \$	2006 \$
<b>Total Revenue</b>	<b>570,517</b>	<b>383,515</b>
<b>Expenditure</b>		
Bad debts	-	20,983
Salaries and wages	177,258	168,066
Legal expenses	15,090	4,086
Management expenses	22,305	11,795
Repairs and maintenance	44,211	23,483
Stationery and Postage	21,326	6,070
<b>Total Expenditure</b>	<b>280,190</b>	<b>234,483</b>
Operating surplus before exceptional items	290,327	149,032
Exceptional Items		
Revenue- adjustment upon reconciliation of parking meter receivable	-	761,754
Increase in allowance for doubtful debts	-	(700,000)
<b>Net surplus for the year</b>	<b>290,327</b>	<b>210,786</b>

**Car Park Fund**

Total revenue	58,843	55,165
Total expenditure	-	-
<b>Net surplus for the year</b>	<b>58,843</b>	<b>55,165</b>

**Tugi Fund**

Total revenue	55,000	-
Total expenditure	-	-
<b>Net surplus for the year</b>	<b>55,000</b>	<b>-</b>

3. **CASH ON HAND AND AT BANK**

Cash at bank	409,758	748,655
Cash at bank - Trust funds	354,466	73,193
Cash on hand	3,200	1,852
<b>Total cash on hand and at bank</b>	<b>767,424</b>	<b>823,700</b>

As the Council performs a custodian role, Cash at bank- Trust Funds are only to be used for development of car parks, parking meter areas and capital projects.



SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

4. HELD-TO-MATURITY INVESTMENTS	2007 \$	2006 \$
Merchant Finance and Investment Company Limited	6,911,519	6,883,059
	<u>6,911,519</u>	<u>6,883,059</u>

5. INVENTORIES

General stores inventory	207,645	233,388
Less: allowance for obsolescence	(6,118)	(6,118)
	<u>201,527</u>	<u>227,270</u>

6. RECEIVABLES

Rates receivables	14,000,897	12,058,446
Less: suspended interest	(4,392,368)	(4,083,395)
	<u>9,608,529</u>	<u>7,975,051</u>
Less: allowance for impairment	(5,935,627)	(4,959,707)
	<u>3,672,902</u>	<u>3,015,344</u>

Other debtors	3,581,244	3,470,989
Less: allowance for impairment	(1,806,193)	(1,983,973)
	<u>1,775,051</u>	<u>1,487,016</u>

Loan receivable	34,965	34,965
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<b>Total receivables, net</b>	<u><b>5,482,918</b></u>	<u><b>4,537,325</b></u>
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Subsidiary ledgers and adequate records for taxi and minibuss debtors, which are included in other debtors above were not maintained by the Council.

Movement in the allowance for doubtful debts of receivables were as follows:

Rates receivables

At 1 January	4,959,707	4,459,707
Movement, net	<u>975,920</u>	<u>500,000</u>
<b>31 December</b>	<u><b>5,935,627</b></u>	<u><b>4,959,707</b></u>

Other debtors

At 1 January	1,983,973	862,751
Movement, net	<u>(177,780)</u>	<u>1,121,222</u>
<b>31 December</b>	<u><b>1,806,193</b></u>	<u><b>1,983,973</b></u>



SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

7. OTHER RECEIVABLES	2007 \$	2006 \$
Interest accrued on term deposit and loan	145,895	164,357
<b>8. SUNDRY DEPOSITS</b>		
Tenders	129,579	125,879
Library	74,936	69,360
Performance bond	113,065	103,620
Hall hire	86,768	76,878
Tenancy	85,065	72,627
Provisional tax	2,182	2,182
Deposit from FNPF [a]	3,900,000	3,900,000
Others	880,211	849,381
<b>Total sundry deposits</b>	<b>5,271,806</b>	<b>5,199,927</b>
Disclosed as:		
Current liabilities	1,371,806	1,299,927
Non-current liabilities	3,900,000	3,900,000
<b>Total sundry deposits</b>	<b>5,271,806</b>	<b>5,199,927</b>
[a] Deposit from Fiji National Provident Fund relates to sale of 15 acres of foreshore land. However, in 2009 the Council had refunded the money back to FNPF upon their request.		
<b>9. TRADE AND OTHER PAYABLES</b>		
Trade creditors	873,274	647,703
Other payables and accruals	3,413,882	2,493,050
	<b>4,287,156</b>	<b>3,140,753</b>

- Trade payables are non-interest bearing and are normally settled on 30 to 60 day term.
- Other payables are non-interest bearing and have an average term of six months.

As at 31 Decemebr 2007, the unreconciled balance between the subsidiary ledger and general ledger amounted to \$437,784 in trade creditors account and \$1,864,321 in accruals account. The Council is in the process of reconciling the subsidiary ledgers to the general ledger.

**10. PROVISIONS**

Legal claims

At 1 January	300,000	-
Arising during the year	-	300,000
Utilised	-	-
<b>Current</b>	<b>300,000</b>	<b>300,000</b>

Employee entitlement

At 1 January	159,602	170,272
Movement during the year, net	-	(10,670)
<b>At 31 December</b>	<b>159,602</b>	<b>159,602</b>
Current	422,850	422,850
Non-current	36,752	36,752
<b>Total provisions</b>	<b>459,602</b>	<b>459,602</b>

SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

11. INTEREST BEARING LOANS AND BORROWINGS

	Effective interest rate %	Maturity	2007 \$	2006 \$
<b>Current</b>				
Fiji National Provident Fund	7.2-7.5%	2011-2017	1,198,592	1,355,057
Colonial Fiji Life Limited	9.23%	2023-2024	811,463	974,546
Westpac Banking Corporation	12%	2009	5,443	5,446
Finance lease- Westpac Banking Corporation	12%	12/29/2011	237,924	225,956
<b>Total Current</b>			<b>2,253,422</b>	<b>2,561,005</b>
<b>Non-Current</b>				
Fiji National Provident Fund	7.2-7.5%	2011-2017	6,638,056	7,702,280
Colonial Fiji Life Limited	9.23%	2023-2024	1,679,964	2,260,242
Finance lease- Westpac Banking Corporation	12%	12/29/2011	663,004	474,166
<b>Total Non-Current</b>			<b>8,981,024</b>	<b>10,436,688</b>

Loans and borrowings- principal and interest outstanding

Opening balance at 1 January	12,297,571	14,866,195
Add: Interest accrual- current year	356,882	373,165
Less: Interest accrual- previous year	(373,165)	(502,420)
Less: Repayment	(1,947,770)	(2,439,369)
<b>Closing balance at 31 December</b>	<b>10,333,518</b>	<b>12,297,571</b>

Principal and interest commitments at balance date:

Interest accrual	356,882	373,165
Principal due in one year	1,658,616	1,961,882
	2,015,498	2,335,047
Principal due in over 1 year but less than 2 years	1,829,645	1,906,543
Principal due in over 2 year but less than 5 years	3,468,558	4,795,077
Principal due in greater than 5 years	3,019,817	3,260,904
<b>Closing balance at 31 December</b>	<b>10,333,518</b>	<b>12,297,571</b>

Particulars relating to interest bearing loans and borrowings

- Loans from Fiji National Provident Fund are secured by mortgage debenture over all the fixed assets, securities instruments and computer software, and accounting and other business records of the Council.
- Loans from Colonial Fiji Life Limited are secured by mortgage debenture over certain assets of the Council.
- The bank overdraft (together with guarantee facilities) and bank loan from Westpac Banking Corporation are secured by pari passu debenture deeds of \$1,300,000 and \$250,000 over all of the Council's assets and undertakings without any preference or priority of existing debentures one over another.

SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

12. PROPERTY, PLANT AND EQUIPMENT

	2007 \$	2006 \$
<b><u>Land and buildings</u></b>		
At 1 January	5,071,651	5,010,595
Additions	131,504	61,056
Disposals	-	-
At 31 December	5,203,155	5,071,651
Depreciation and impairment		
At 1 January	1,323,054	1,228,049
Disposals	-	-
Depreciation charge for the year	94,558	95,005
At 31 December	1,417,612	1,323,054
<b>Net book value</b>	<b>3,785,543</b>	<b>3,748,597</b>
<b><u>Furniture and fittings</u></b>		
At 1 January	358,416	350,279
Additions	16,772	8,137
Disposals	-	-
At 31 December	375,188	358,416
Depreciation and impairment		
At 1 January	298,160	289,932
Disposals	-	-
Depreciation charge for the year	9,190	8,228
At 31 December	307,350	298,160
<b>Net book value</b>	<b>67,838</b>	<b>60,256</b>
<b><u>Vehicles, plant and equipment</u></b>		
At 1 January	6,059,730	5,307,436
Additions	271,242	752,294
Disposals	(172,773)	-
At 31 December	6,158,199	6,059,730
Depreciation and impairment		
At 1 January	4,103,297	3,828,506
Disposals	(154,126)	-
Depreciation charge for the year	286,060	274,791
At 31 December	4,235,231	4,103,297
<b>Net book value</b>	<b>1,922,968</b>	<b>1,956,433</b>



SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

12. PROPERTY, PLANT AND EQUIPMENT (Continued)	2007 \$	2006 \$
<b><u>Leased vehicles</u></b>		
At 1 January	1,672,456	1,163,791
Additions	458,367	508,665
Disposals	(234,230)	-
At 31 December	<u>1,896,593</u>	<u>1,672,456</u>
Depreciation and impairment		
At 1 January	678,552	546,646
Disposals	(161,061)	-
Depreciation charge for the year	222,712	131,906
At 31 December	<u>740,203</u>	<u>678,552</u>
<b>Net book value</b>	<u><b>1,156,390</b></u>	<u><b>993,904</b></u>
<b><u>Roads, drains, bridges and footpaths</u></b>		
At 1 January	25,759,284	25,446,278
Additions	563,482	313,006
Disposals	-	-
At 31 December	<u>26,322,766</u>	<u>25,759,284</u>
Depreciation and impairment		
At 1 January	3,406,540	3,141,256
Disposals	-	-
Depreciation charge for the year	217,158	265,284
At 31 December	<u>3,623,698</u>	<u>3,406,540</u>
<b>Net book value</b>	<u><b>22,699,068</b></u>	<u><b>22,352,744</b></u>
<b><u>Vehicle and equipment</u></b>		
At 1 January	1,407,294	1,407,294
Additions	-	-
Disposals	-	-
At 31 December	<u>1,407,294</u>	<u>1,407,294</u>
Depreciation and impairment		
At 1 January	1,104,121	1,062,621
Disposals	-	-
Depreciation charge for the year	36,295	41,500
At 31 December	<u>1,140,416</u>	<u>1,104,121</u>
<b>Net book value</b>	<u><b>266,878</b></u>	<u><b>303,173</b></u>
<b>Total property, plant and equipment, net</b>	<u><b>29,898,685</b></u>	<u><b>29,415,107</b></u>

SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

13. INVESTMENT PROPERTIES

	2007 \$	2006 \$
At 1 January	16,529,247	16,529,247
Additions	827	-
Disposals	-	-
At 31 December	<u>16,530,074</u>	<u>16,529,247</u>
Depreciation and impairment		
At 1 January	4,288,408	4,060,031
Disposals	-	-
Depreciation charge for the year	224,096	228,377
At 31 December	<u>4,512,504</u>	<u>4,288,408</u>
<b>Net book value</b>	<u><b>12,017,570</b></u>	<u><b>12,240,839</b></u>

14. INTANGIBLE ASSETS

At 1 January	239,342	218,335
Additions	17,207	21,007
Disposals	-	-
At 31 December	<u>256,549</u>	<u>239,342</u>
Accumulated amortisation		
At 1 January	152,496	132,409
Disposals	-	-
Amortisation charge for the year	18,893	20,087
At 31 December	<u>171,389</u>	<u>152,496</u>
<b>Net book value</b>	<u><b>85,160</b></u>	<u><b>86,846</b></u>

15. LOAN RECEIVABLE

On transfer of the electricity generation undertaking to Fiji Electricity Authority (FEA), compensation of \$6,157,254 repayable over 87 years commencing 25 July 1979, at an interest rate of 3% per annum became due to the Council, in principal and interest installments of \$200,000 per annum.

At 1 January	5,501,168	5,535,114
Add interest	165,035	166,054
Less repayment	(200,000)	(200,000)
<b>Closing balance at 31 December</b>	<u><b>5,466,203</b></u>	<u><b>5,501,168</b></u>
Represented in the balance sheet		
Current (Note 6)	34,965	34,965
Non-current	5,431,238	5,466,203
<b>Total loan receivable</b>	<u><b>5,466,203</b></u>	<u><b>5,501,168</b></u>

16. CAPITAL GRANT IN AID

Japanese grant in aid received	1,410,953	1,410,953
Less: accumulated amortisation	(1,144,056)	(1,107,780)
<b>Total capital grant in aid, net</b>	<u><b>266,897</b></u>	<u><b>303,173</b></u>

## 17. RELATED PARTY TRANSACTIONS

### (a) Councillors

The names of persons who were Councillors of Suva City Council at any time during the financial year are as follows:

The Lord Mayor, Cr. Ratu Peni Volavola	Cr. Anendra Prasad
The Deputy Mayor, Cr. Josefa Gavidia	Cr. Dhani Ram
Cr. Akuila Bale	Cr. Babu Sharma
Cr. Eroni Cakacaka	Cr. Rupeni Silimaibau
Cr. Panapasa Ceinaturga	Cr. Tevita Tuimabualau
Cr. Maciu Cerewale	Cr. Chandu Umaria
Cr. Ruci Domoni	Cr. Solomone Vosaicake
Cr. Anwar Khan	Cr. Temalesi Weleilakeba
Cr. Deven Magan	Cr. Sashi Dhanji
Cr. Iniasi Naua	Cr. Priscilla Singh

### (b) Transactions with related parties are as follows:

Transactions with related parties during the year ended 31 December 2007 with approximate transaction value are summarised as follows:

	2007	2006
	\$	\$
Councillors expenses	357,542	299,868
Lord mayor - Honorarium	6,000	6,000
Sitting allowances	111,185	75,974

These transactions with related parties were made on normal commercial terms and conditions.

## 18. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

Principal financial liabilities consists of trade payables, sundry deposits and interest bearing borrowings. The main purpose of these financial liabilities is to raise finance for the Council's operations. The Council's financial assets consists of held to maturity investments, loans and receivables and cash.

The main risk arising from the Council's financial statements are interest rate risk, credit risk, and liquidity risk. The Council reviews and agrees policies for managing each of these risks which are summarised below.

### a) Interest rate risk

The Council's exposure to the risk of changes in market interest rates relates primarily to the council's interest bearing borrowings. The level of debt is disclosed in Note 11. The interest rate on these borrowing is ranges from 7.2% to 12%.

	Carrying amount	
	2007	2006
	\$	\$
<u>Fixed rate instruments</u>		
Financial assets (Held-to-maturity investments)	6,911,519	6,883,059
<u>Variable rate instruments</u>		
Financial liabilities (Interest bearing borrowing)	11,234,446	12,997,693



SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

18. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

b) Credit risk

Credit risk arises from deposits with financial institutions, as well as credit exposures to customers, including outstanding receivables. For deposits with financial institutions, only reputable parties with known sound financial standing are accepted. Trade accounts receivable consist of a large number of customers, residential, industrial and commercial. The Council does not have any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics. The carrying amount of financial assets recorded in the financial statements, net of any allowances for losses, represents the Council's minimum exposure to credit risk.

Credit risk is the risk of financial loss to the Council if a ratepayer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Council's receivables from ratepayers and other debtors.

The Council has no significant concentrations of credit risk. Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis.

The Council establishes an allowance for impairment that represents its estimate of incurred losses in respect of trade and other receivables. The main component of this allowance is a specific loss component that relates to individually significant exposures.

Credit risk arises for the following account balances:

	Carrying amount	
	2007	2006
	\$	\$
Cash and cash equivalents	767,424	823,700
Held-to-maturity investments	6,911,519	6,883,059
Trade and other receivables	5,628,813	4,701,682

c) Liquidity risk

Liquidity risk is the risk that the Council will not be able to meet its financial obligations as they fall due. The Council monitors its risk to shortage of funds using a recurring liquidity planning tool. This tool considers the maturity of both its financial investments and financial assets (e.g. accounts receivables, other financial assets) and projected cash flows from operations.

The table below summarises the maturity profile of the Council's financial liabilities at 31 December 2007 and 31 December 2006 based on contractual undiscounted payments.

*As at 31 December 2007*

	1 year	1 to 5 years	> 5 years	Total
	\$	\$	\$	\$
Interest bearing loans and borrowings	2,253,422	5,961,207	3,019,817	11,234,446
Trade and other payables	4,287,156	-	-	4,287,156
Sundry deposits	1,371,806	3,900,000	-	5,271,806
	<u>7,912,384</u>	<u>9,861,207</u>	<u>3,019,817</u>	<u>20,793,408</u>

*As at 31 December 2006*

	1 year	1 to 5 years	> 5 years	Total
	\$	\$	\$	\$
Interest bearing loans and borrowings	2,561,005	7,175,784	3,260,904	12,997,693
Trade and other payables	3,140,753	-	-	3,140,753
Sundry deposits	1,299,927	3,900,000	-	5,199,927
	<u>7,001,685</u>	<u>11,075,784</u>	<u>3,260,904</u>	<u>21,338,373</u>

SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

18. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

d) Capital Management

The primary objective of the Council's capital management is to ensure that it maintains a strong credit rating and a healthy capital ratio in order to support its business.

The Council manages its funds and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the fund, the council may adjust its operational activities for the year.

The Council monitors funds using a gearing ratio, which is net debt divided by total funds plus net debt. The Council includes within net debt, trade and other payables less cash and cash equivalents. Funds includes Council Municipal Funds and Council Trust Funds.

	2007	2006
	\$	\$
Interest bearing loans and borrowings	11,234,446	12,997,693
Trade and other payables	4,287,156	3,140,753
Less cash and cash equivalents	(7,678,943)	(7,706,759)
Net debt	7,842,659	8,431,687
Funds	39,422,029	37,743,558
Funds and net debts	47,264,688	46,175,245
Gearing ratio	17%	18%

19. FINANCIAL INSTRUMENTS

Set out below is a comparison by category of carrying amounts and fair values of all of the Council's financial instrument that are carried on the financial statements.

	Carrying amount		Fair value	
	2007	2006	2007	2006
	\$	\$	\$	\$
<b>Financial assets</b>				
Cash at banks and on hand	767,424	823,700	767,424	823,700
Held-to-maturity investments	6,911,519	6,883,059	6,911,519	6,883,059
Receivables	5,482,918	4,537,325	5,482,918	4,537,325
Other receivables	145,895	164,357	145,895	164,357
Loan receivable	5,431,238	5,466,203	5,431,238	5,466,203
<b>Financial liabilities</b>				
Interest bearing loans and borrowings	11,234,446	12,997,693	11,234,446	12,997,693
Sundry deposits	1,371,806	1,299,927	1,371,806	1,299,927
Creditors and accruals	4,287,156	3,140,753	4,287,156	3,140,753

The fair value of derivatives and borrowings has been calculated by discounting the expected future cash flows at prevailing interest rates. The fair value of financial assets have been calculated using market interest rates.

20. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash on hand and balance with banks. Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:

Cash on hand	3,200	1,852
Cash at bank and deposits	7,321,277	7,631,714
Cash at bank - Trust funds	354,466	73,193
<b>Total cash and cash equivalents</b>	<b>7,678,943</b>	<b>7,706,759</b>



SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

21. COMMITMENTS	2007 \$	2006 \$
a) Capital expenditure commitments approved by the Council not committed at the year-end.	1,455,000	2,168,000
b) Finance lease expenditure contracted for motor vehicle is payable as follows:		
Not later than one year	321,630	291,717
Later than one year but not later than two years	331,586	151,240
Later than two year but not later than five years	431,108	444,502
	1,084,324	887,459
Future finance charges	(183,396)	(187,337)
Net finance lease liability	900,928	700,122
Reconciled to:		
Current liabilities (Note 11)	237,924	225,956
Non-current liabilities (Note 11)	663,004	474,166
	900,928	700,122

22. CONTINGENT LIABILITIES

Contingent liabilities estimated and not reflected in the Statement of Financial Position as at 31 December 2007:

Indemnity guarantees	117,766	117,766
Litigation actions	214,700	200,000
	332,466	317,766

The Council as at 31 December 2007 was subject to various claims which arose in the ordinary course of business. On the basis of advice received from the solicitors representing the Council, it is the opinion of the Council that the disposition or ultimate determination of such claims will not have a material effect on the financial position of the Council.

23. SUBSEQUENT EVENTS

Subsequent to balance date, on 10th December 2008, Ministry of Local Government, Urban Development, Housing and Environment issued directive to dissolve the Council effective 31 January 2009. Thereafter, Special Administrator was appointed to manage the affairs of the Council.

24. PRINCIPAL ACTIVITIES

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

25. COMPARATIVES

Where necessary, comparative figures have been re-grouped to conform to changes in presentation in the current year.

26. COUNCIL DETAILS

**Council incorporation**

The Council was incorporated in Fiji under the Local Government Act, 1972.

**Registered office and Principal place of business**

SCC Administration Building  
196 Victoria Parade,  
Suva,  
Fiji.



SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

27. RESTATEMENT OF FUNDS FROM FIJI ACCOUNTING STANDARDS TO IFRS  
RECONCILIATION OF FUNDS AS AT 1 JANUARY 2006

	Notes	FAS \$	Adjustments \$	IFRS \$
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash on hand and at bank		1,853,674	-	1,853,674
Short term deposits		3,000,000	(3,000,000)	-
Held-to-maturity investments	28 (a)	-	3,000,000	3,000,000
Inventories		179,959	-	179,959
Receivables		3,406,545	-	3,406,545
Other receivables		100,921	-	100,921
<b>Total Current Assets</b>		<b>8,541,099</b>	<b>-</b>	<b>8,541,099</b>
<b>Non Current Assets</b>				
Property, plant and equipment		41,143,804	(12,555,142)	28,588,662
Investment properties	28 (b)	-	12,469,216	12,469,216
Intangible assets	28 (c)	-	85,926	85,926
Loan receivable		5,501,167	-	5,501,167
<b>Total Non Current Assets</b>		<b>46,644,971</b>	<b>-</b>	<b>46,644,971</b>
<b>TOTAL ASSETS</b>		<b>55,186,070</b>	<b>-</b>	<b>55,186,070</b>
<b>FUNDS AND LIABILITIES</b>				
<b>Council Municipal Funds</b>				
Accumulated surplus		34,103,627	-	34,103,627
<b>Council Trust Funds</b>				
Parking meter fund		1,494,909	-	1,494,909
Car park fund		389,914	-	389,914
Tugi fund		8,603	-	8,603
Lami dump rehabilitation		6,409	-	6,409
<b>Total Funds</b>		<b>36,003,462</b>	<b>-</b>	<b>36,003,462</b>
<b>Current Liabilities</b>				
Sundry deposits		1,026,072	-	1,026,072
Creditors and accruals		2,300,421	-	2,300,421
Provisions		148,479	-	148,479
Interest bearing borrowings		3,267,500	-	3,267,500
<b>Total Current Liabilities</b>		<b>6,742,472</b>	<b>-</b>	<b>6,742,472</b>
<b>Non Current Liabilities</b>				
Provisions		21,793	-	21,793
Interest bearing borrowings		12,078,916	-	12,078,916
Capital grant in aid		339,427	-	339,427
<b>Total Current Liabilities</b>		<b>12,440,136</b>	<b>-</b>	<b>12,440,136</b>
<b>TOTAL FUNDS AND LIABILITIES</b>		<b>55,186,070</b>	<b>-</b>	<b>55,186,070</b>

SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

27. RESTATEMENT OF FUNDS FROM FIJI ACCOUNTING STANDARDS TO IFRS (CONT'D)  
RECONCILIATION OF STATEMENT OF INCOME AND EXPENDITURE AS AT 31 DECEMBER 2006

	FAS	Adjustments	IFRS
	\$	\$	\$
<b>Income</b>			
Rates:			
General	5,401,447	-	5,401,447
Loan	6,680,470	-	6,680,470
Light	1,061,820	-	1,061,820
	13,143,737	-	13,143,737
Less: rates discount	(937,636)	-	(937,636)
	12,206,101	-	12,206,101
Amortisation of capital grant	36,254	-	36,254
Business license fees	741,903	-	741,903
Fees, charges and rent	5,236,147	-	5,236,147
Interest	1,291,381	-	1,291,381
Others	229,766	-	229,766
	19,741,552	-	19,741,552
<b>Expenses</b>			
Administrative and operating costs	6,652,699	-	6,652,699
Auditor's remuneration	22,000	-	22,000
Depreciation and amortization	1,065,179	-	1,065,179
Doubtful debts	735,604	-	735,604
Interest on long term borrowings	1,319,446	-	1,319,446
Rate payer services	4,085,018	-	4,085,018
Street light operating costs	513,641	-	513,641
User maintenance costs	3,573,810	-	3,573,810
Provision of legal claims	300,000	-	300,000
	18,267,397	-	18,267,397
<b>Operating surplus for the year</b>	<b>1,474,155</b>	<b>-</b>	<b>1,474,155</b>

SUVA CITY COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

28. RESTATEMENT OF FUNDS FROM FIJI ACCOUNTING STANDARDS TO IFRS  
RECONCILIATION OF STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2006

	Notes	FAS	Adjustments	IFRS
		\$	\$	\$
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash on hand and at bank		823,700	-	823,700
Short term deposits		6,883,059	(6,883,059)	-
Held-to-maturity investments	a)	-	6,883,059	6,883,059
Inventories		227,270	-	227,270
Receivables		4,537,325	-	4,537,325
Other receivables		164,357	-	164,357
<b>Total Current Assets</b>		<b>12,635,711</b>	<b>-</b>	<b>12,635,711</b>
<b>Non Current Assets</b>				
Property, plant and equipment		41,742,792	(12,327,685)	29,415,107
Investment properties	b)	-	12,240,839	12,240,839
Intangible assets	c)	-	86,846	86,846
Loan receivable		5,466,203	-	5,466,203
<b>Total Non Current Assets</b>		<b>47,208,995</b>	<b>-</b>	<b>47,208,995</b>
<b>TOTAL ASSETS</b>		<b>59,844,706</b>	<b>-</b>	<b>59,844,706</b>
<b>FUNDS AND LIABILITIES</b>				
<b>Council Municipal Funds</b>				
Accumulated surplus		35,577,772		35,577,772
<b>Council Trust Funds</b>				
Parking meter fund		1,705,695	-	1,705,695
Car park fund		445,079	-	445,079
Tugi fund		8,603	-	8,603
Lami dump rehabilitation		6,409	-	6,409
<b>Total Funds</b>		<b>37,743,558</b>	<b>-</b>	<b>37,743,558</b>
<b>Current Liabilities</b>				
Sundry deposits		5,199,927	-	5,199,927
Creditors and accruals		3,140,753	-	3,140,753
Provisions		422,850	-	422,850
Interest bearing borrowings		2,561,005	-	2,561,005
<b>Total Current Liabilities</b>		<b>11,324,535</b>	<b>-</b>	<b>11,324,535</b>
<b>Non Current Liabilities</b>				
Provisions		36,752	-	36,752
Interest bearing borrowings		10,436,688	-	10,436,688
Capital grant in aid		303,173	-	303,173
<b>Total Non Current Liabilities</b>		<b>10,776,613</b>	<b>-</b>	<b>10,776,613</b>
<b>TOTAL FUNDS AND LIABILITIES</b>		<b>59,844,706</b>	<b>-</b>	<b>59,844,706</b>



**28. RESTATEMENT OF FUNDS FROM FIJI ACCOUNTING STANDARDS TO IFRS (CONT'D)**

Notes to the restatement of comparatives as at 31 December 2006:

- a) Relates to reclassification of short term deposits to held-to-maturity investments.
- b) Relates to reclassification of investment properties from property, plant and equipment to investment properties.
- c) Relates to reclassification of computer software from property, plant and equipment to intangible assets.

SUVA CITY COUNCIL  
DISCLAIMER ON ADDITIONAL FINANCIAL INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2007

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**Disclaimer on Additional Financial Information**

The following additional financial information, being the attached Detailed Income Statement has been compiled by the management of Suva City Council and does not form part of the statutory financial statements.

To the extent permitted by law, we do not accept liability for any loss or damage which any person, other than Suva City Council may suffer arising from any negligence on our part. No person should rely on the additional financial information without having an audit or review conducted.

**SUVA CITY COUNCIL  
DETAILED INCOME STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2007**

<b>GENERAL RATE FUNDS - OPERATING STATEMENT</b>	<b>2007</b>	<b>2006</b>
	<b>\$</b>	<b>\$</b>
<b>Revenue</b>		
Recurrent		
General rates	5,187,781	5,401,447
Less: Rates discount	(990,701)	(937,636)
	<u>4,197,080</u>	<u>4,463,811</u>
Interest on investment and overdue rates	1,950,272	1,125,328
Interest on loan receivable	165,035	166,053
Fees, charges and rents	5,293,839	5,236,137
Other Income		
Amortisation of capital grant	36,276	36,254
Business and trading license fees	869,555	741,903
Gully emptier (net)	9,015	11,102
Outside jobs (net)	222,655	118,250
Miscellaneous	228,347	100,414
<b>Total Revenue</b>	<b><u>12,972,074</u></b>	<b><u>11,999,252</u></b>
<b>Less: Expenditure</b>		
Administrative and operating departments	2,897,132	2,215,302
Consultants fee	10,999	16,717
Fiji National Provident Fund	569,943	555,563
Councillors expenses	357,542	299,868
Engineering services department	1,442,401	1,236,340
TPAF levy	29,823	85,692
Health services department	975,596	883,076
Hibiscus festival/ Suva carnival	53,208	68,744
Insurance	334,889	295,551
Uniforms and protective clothings	42,426	29,642
Vehicle and plant running expenses	1,213,785	1,288,204
Depreciation and amortization	1,108,962	1,065,179
Bad debts written off	318,734	-
Allowance for doubtful debts	1,064,712	735,604
Roads, footpaths and bridges	1,303,962	1,262,265
Road signs, road markings and traffic lights	104,963	75,952
Grass cutting and drain cleaning	930,008	941,559
Garbage and refuse collection	1,902,704	1,805,242
User maintenance costs	3,339,667	3,573,810
<b>Total Expenditure</b>	<b><u>18,001,456</u></b>	<b><u>16,434,310</u></b>
<b>Operating deficit for the year</b>	<b><u>(5,029,382)</u></b>	<b><u>(4,435,058)</u></b>

*The Detailed Income Statement is to be read in conjunction with the disclaimer set out on page 31.*



SUVA CITY COUNCIL  
 DETAILED INCOME STATEMENT (CONT'D)  
 FOR THE YEAR ENDED 31 DECEMBER 2007

LOAN RATE FUND - OPERATING STATEMENT	2007	2006
	\$	\$
<b>Revenue</b>		
Loan rates	6,670,705	6,680,470
<b>Total Revenue</b>	<u>6,670,705</u>	<u>6,680,470</u>
<b>Less: Expenditure</b>		
Interest	913,560	1,319,446
<b>Total Expenditure</b>	<u>913,560</u>	<u>1,319,446</u>
<b>Operating surplus for the year</b>	<u>5,757,145</u>	<u>5,361,024</u>

*The Detailed Income Statement is to be read in conjunction with the disclaimer set out on page 31.*

SUVA CITY COUNCIL  
 DETAILED INCOME STATEMENT (CONT'D)  
 FOR THE YEAR ENDED 31 DECEMBER 2007

STREET LIGHT RATE FUND - OPERATING STATEMENT	2007 \$	2006 \$
<b>Revenue</b>		
Street light rate	1,061,921	1,061,820
<b>Total Revenue</b>	<u>1,061,921</u>	<u>1,061,820</u>
 <b>Less: Expenditure</b>		
Maintenance of street light	136,115	143,331
Power consumption	379,268	370,310
<b>Total Expenditure</b>	<u>515,383</u>	<u>513,641</u>
 <b>Operating surplus for the year</b>	<u>546,538</u>	<u>548,179</u>

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SUVA CITY COUNCIL  
DETAILED INCOME STATEMENT (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2007

TRUST FUND - PARKING METER FUND- OPERATING STATEMENT

	2007 \$	2006 \$
<b>Revenue</b>		
Parking meter		
-collections	324,426	141,267
- fines and court fees	239,421	231,900
- fleet administration	6,670	10,348
<b>Total Revenue</b>	<b>570,517</b>	<b>383,515</b>
<b>Less: Expenditure</b>		
Bad debts	-	20,983
Salaries and wages	177,258	168,066
Management expenses	22,305	11,795
Legal expenses	15,090	4,086
Repairs and maintenance	44,211	23,483
Stationery and postage	21,326	6,070
<b>Total Expenditure</b>	<b>280,190</b>	<b>234,483</b>
<b>Operating surplus for the year</b>	<b>290,327</b>	<b>149,032</b>
<b>Exceptional items</b>		
Revenue- adjustment upon reconciliation of parking meter receivable	-	761,754
allowance for doubtful debts	-	(700,000)
	-	61,754
<b>Net surplus for the year</b>	<b>290,327</b>	<b>210,786</b>

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SUVA CITY COUNCIL  
 DETAILED INCOME STATEMENT (CONT'D)  
 FOR THE YEAR ENDED 31 DECEMBER 2007

TRUST FUND - CAR PARK FUND- OPERATING STATEMENT

	2007	2006
	\$	\$
<b>Revenue</b>		
Contribution for car parks	58,843	55,165
<b>Total Revenue</b>	<u>58,843</u>	<u>55,165</u>
<b>Less: Expenditure</b>		
Management expenses	-	-
<b>Total Expenditure</b>	<u>-</u>	<u>-</u>
<b>Operating surplus for the year</b>	<u>58,843</u>	<u>55,165</u>

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SUVA CITY COUNCIL  
 DETAILED INCOME STATEMENT (CONT'D)  
 FOR THE YEAR ENDED 31 DECEMBER 2007

TRUST FUND - TUGI FUND- OPERATING STATEMENT

	2007 \$	2006 \$
<b>Revenue</b>		
Receipts	55,000	-
<b>Total Revenue</b>	<u>55,000</u>	<u>-</u>
<b>Less: Expenditure</b>		
General	-	-
<b>Total Expenditure</b>	<u>-</u>	<u>-</u>
<b>Operating surplus for the year</b>	<u>55,000</u>	<u>-</u>

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