



SAVUSAVU TOWN COUNCIL



ANNUAL REPORT

2009



PARLIAMENT OF FIJI
PARLIAMENTARY PAPER NO. 130 OF 2020



SAVUSAVU TOWN COUNCIL

ANNUAL REPORT FOR THE YEAR 2009





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SAVUSAVU

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The Honorable Premila Kumar
Minister for Local Government, Housing & Community Development
Gladstone Road
Suva

Dear Madam

I have much pleasure in submitting the Savusavu Town Council Annual Report 2009.

The report provides activities of the Council throughout the year.

The Annual Report 2009 has been prepared in the accordance with the provisions of section19
(1) (a), (b) and (c) of the Local Government Act Cap.125.

Yours Faithfully

Seema Shiwani Dutt
Chief Executive Officer
Savusavu Town Council

Forward

One of the main output of the Council is the town to be provided with upgraded infrastructure and facilities necessary for our town to function physically and beautifully.

From year 2009 'till current, it was a challenging year for Savusavu Town Council as various projects Council has encountered to be carried out to diversify the economy and improve the lifestyle of the community especially from the rural areas. There is a need of promoting recreational activities for all ages and citizens of Savusavu & Cakaudrove and the effort of the Council is to identify, develop and maintain recreational parks within the main CBD.

The Council is also trying the very best to upgrade the existing roads, footpaths, drainage, streetlights, etc within the town boundary to provide and ensure safety of quality road and infrastructure suitable to our community.

As the Chief Executive Officer of Savusavu Town Council, I am overwhelmingly convinced by the performance of the staff/laborers and would like to place on record my appreciation for their dedication and sacrifice.

Vinaka vakalevu.



Seema Shiwani Dutt
For Chief Executive Officer
Savusavu Town Council

Our Vision

Creating Savusavu, a Healthy and Safer place to live in.

Our Mission

Savusavu to be a model tourist town that promotes civic pride through community participation to preserve eco-tourism, nature, wild life & maritime resources.

Our Slogan

‘A fast developing tourist hot spot.’

ANNUAL REPORT FOR THE YEAR 2009



Introduction

- The Ministry of Local Government, Urban Development, Housing & Environment appointed a new Special Administrator for Savusavu Town Council for a five year term from 2009.**

Note: Savusavu Town Council does not operate in ward system.

- The officers of the year were as follows:**

Special Administrator	- Mr. Vijay Chand(JP)
C.E.O	- Mr. Dharmendra Lal(JP)
Health Inspector/Building Surveyor	- Mr. Timoci Vakabua
Accounts Clerk	- Mr. Shiu Chand
Cashier	- Miss Mere Ravisa
Enforcement Officer	- Mr. Wame Nabete
Typist Clerk	- Mrs. Unaisi Ibetabakaucere
Recorder Clerk	- Miss Minu Rita
Market Master	- Mr. Tandraiya Goundar
Rates Clerk	- Mr. Sanjesh Gounden

- Meetings**

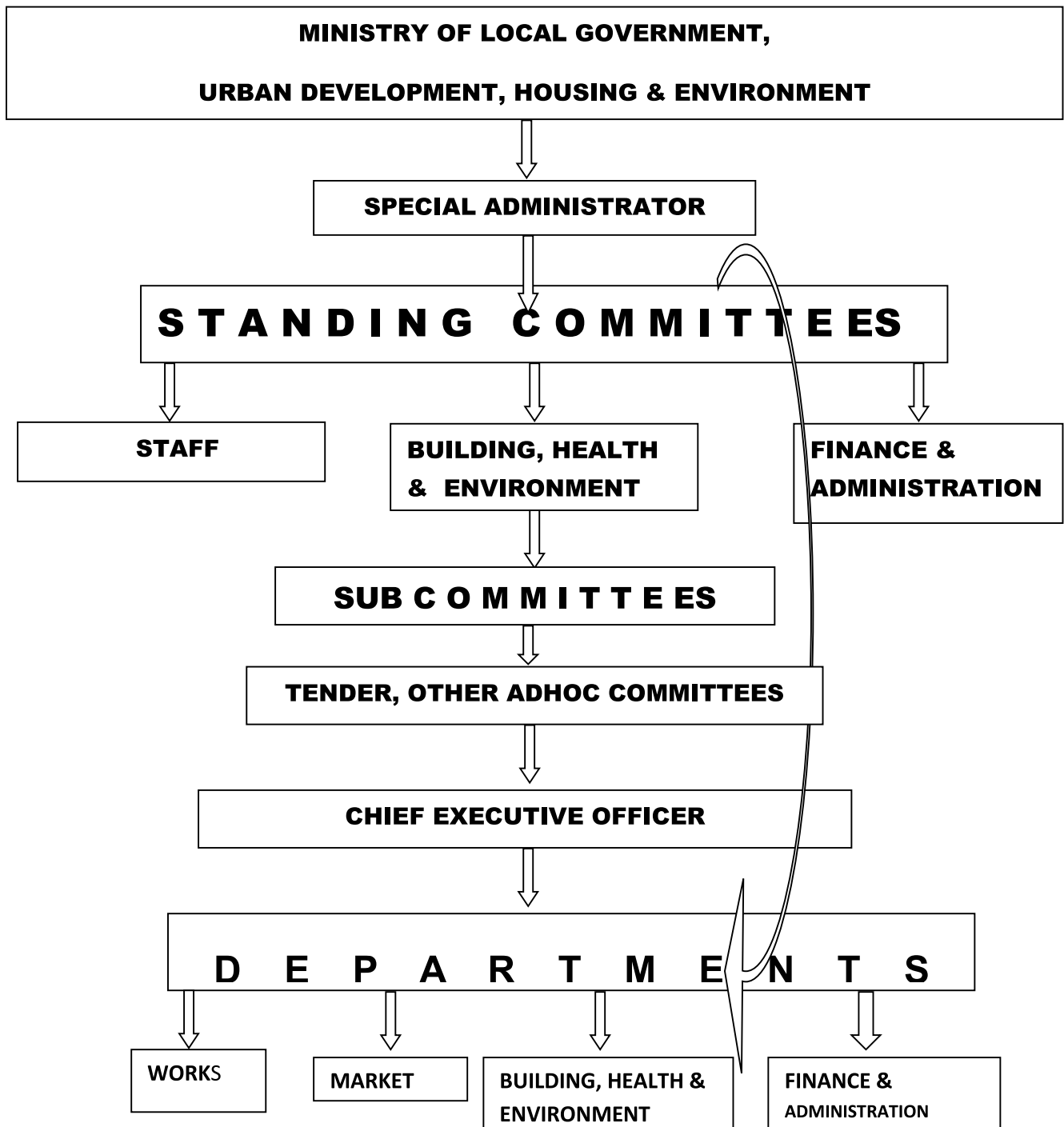
Meetings held during the year by the Council were as follows:

a. Full Council.	- 7
b. Special Full Council	- 4
c. Building & Health	- 9
d. Finance	- 9
e. Task Force	- 8
f. Staff Board	- 6
g. Tender Sub-Committee	- 2
h. Newsletter	-1
i. Open Day	-2
j. Carnival	-2

- Public Consultation – Nil**
- Library Report - N/A**

2.

ORGANISATION STRUCTURE



3. Official Visitors to the Council

Number of Visitors to the Council during the Year : 46

4. Health Report

a. Important Health Activities carried out by the Council

The Council continued to promote the Health Welfare and convenience of the inhabitants of the municipality within the limits of its resources.

5. BUILDING/ DEVELOPMENT PERMIT SUMMARY REPORT

Residential	Commercial	Civic	Total
28	17	5	50

REZONING & SUBDIVISION

No. Received	Rezoning		Subdivision	
	Approved	Declined	Approved	Declined
5	1	1	3	

6. ENVIRONMENT REPORT

A. Drainage Work

Shiu Chand road, Narains Height,

Hooper Street, Vunikoka, Fenton, Nakama Subdivision & Main Street

B. Parks & Recreational Facilities – GANILAU PARK

The Council continued to serve the needs of the sports people from the rural areas. Soccer and Rugby remains the major games played in town.

C. Public Parks

The Council continued to maintain the parks to an acceptable standard.

7. ENGINEERING/WORKS REPORT

a. Service Delivery Summary report

-Garbage Collection: Takes place every Mondays, Wednesdays & Fridays with town area and seven (7) days within main CBD.

- Repair & Maintenance work on Council properties
(On drainage, streetlight, footpath, public convenience, Council roads/streets)

b. Beautification Projects Carried out

-Parks & gardens

c. Capital Projects

a. Road maintenance /Upgrading

With the assistance of Public Works Department, the Council managed to carryout upgrading and maintenance works at Fenton road, Narains Height, Nakama,Naqelekula, Shiu Chand/Housing road, Infront of Savusavu Hardware

b. Drainage Works

With the assistance of Public Works Department, the Council managed to carryout upgrading and maintenance works at Fenton road, Narains Height, Shiu Chand/Housing road, Hooper Street , Vunikoka, Nakama Subdivision & main CBD.

8. Annual Accounts Audit

a. Rates Summary

1. Town Rates Levy

The rate levy for 2009 and rates income were estimated as follows on 2004 valuation:

RATE	LEVY STRUCK IN THE \$	TOTAL U.C.V	RATE INCOME \$	No. of ratepayers
GENERAL	14,531,040	0.0145	210,700.00	308
LOAN	15,183,800	0.0053	61,005.00	
TOTAL			271,705.00	

2. Business License

<u>License holders</u>	<u>Total No. of Holders</u>	<u>Total Amount Collected</u> \$
1. Shops & Others	209	39,083.00
2. Carrier	38	
3. Taxi	99	
4. Bus	2	

Management of Council Properties

Savusavu Town Council has the following properties:

1. Whole of Savusavu Market
2. Savusavu Town Council Office
3. Kiosk
4. Flea Markets
5. Rental Booths
6. Ratu Ganilau Statidum
7. Council Depot
8. Bus Stand Passenger Shelter

All these properties are managed by the council. Savusavu Town Council has insured all of their properties with Dominion Insurance. All day-to-day activities of the properties are also monitored by the council. In addition, general repairs and maintenance of all council properties are the major expenses that council has to deal with.

Any upgrading works for council properties is first approved by the council before it's carried out. The Council also keeps records of the rents received from the tenants of Kisok, flea markets and rental booths.

Auditor General Opinion Measures Taken to Address Audit Opinion

The audit opinions in 2009 & 2010 stated that the financial statements had been presented fairly in all material respects, the financial position and operations of Savusavu Town Council and its cash flows were accordance with the Fiji Accounting Standards and the Local Government Act.

Furthermore, Savusavu Town Council has taken measures to improve more on its current operations. The council has upgrading its software system to MYOB accounting software (2017.2 version) with trainings provided to staffs. The MYOB software helps the council to present more accurate reconciliations of its income and expenses. Moreover, the council has also employed an accounting graduate for the position of Accountant to prepare, examine and analyze accounting records, financial statements, and other financial reports according to IFRS standards.

Besides, Savusavu Town Council in moving forward with Auditor General's Office to carry out its 2011 to 2015 audits. The council has also started with 2016 financials and ensures that all financial statements of Savusavu Town council should be prepared on time.

9. Appreciation and Acknowledgement

The Council also wishes to record sincere appreciation to the Minister and the staff of the Ministry of Local Government, Urban Development, and Housing & Environment for their continued support to the town of Savusavu.

We also wish to record with pleasure the support of the ratepayers continued interest in the town's progress.

FOR Dharmendra Lal(JP)
Chief Executive Officer
Savusavu Town Council



Chief Executive Officer

Seema Shiwani Dutt

03/08/2020



Special Administrator (Chair)

Justin Hunter

03/08/2020



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



REPUBLIC OF FIJI
OFFICE OF THE AUDITOR GENERAL

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Excellence in Public Sector Auditing

File: 955/1

29th April 2014

Mr. Vijay Chand
Special Administrator
Savusavu Town Council
P. O. Box 201
SAVUSAVU

Dear Sir

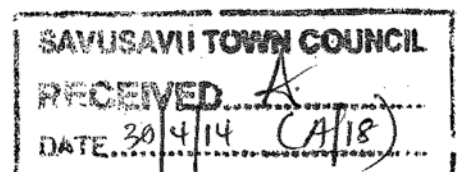
**AUDITED FINANCIAL STATEMENTS OF SAVUSAVU TOWN COUNCIL FOR THE YEAR
ENDED 31 DECEMBER 2009.**

Audited financial statements for Savusavu Town Council for the year ended 31 December 2009 together with my audit report on them are enclosed.

Particulars of the errors and omissions arising from the audit have been forwarded to the management of the Council for their actions.

Yours sincerely

Tevita Bolanavanua
AUDITOR GENERAL



SAVUSAVU TOWN COUNCIL
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009

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SAVUSAVU TOWN COUNCIL
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009
INDEPENDENT AUDIT REPORT

Scope

I have audited the financial statements of Savusavu Town Council for the year ended 31 December 2009 in accordance with section 57(2) of the Local Government Act and section 13 of the Audit Act (Cap. 70). The financial statements consist of the Statement of Financial Position, Statement of Income and Expenditure, Statement of Cash Flows and accompanying notes. The Savusavu Town Council is responsible for the preparation and presentation of the financial statements and the information contained therein. My responsibility is to express an opinion on these financial statements based on my audit.

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

My audit has been conducted in accordance with Fiji Standards on Auditing to provide reasonable assurance as to whether the financial statements are free of material misstatements. The 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 were 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 and cash flows.

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

Qualifications

- 1) Included in the current liabilities are un-identified land sales deposits amounting to \$427,456. The Council failed to provide records, listing or reconciliation to substantiate these deposits. I was also not able to verify these deposits with any other alternative audit procedures. Thus, audit was not able to verify the existence and accuracy of the deposits. Accordingly, I am not able to satisfy myself if current liabilities are fairly stated in the financial statements.
- 2) Included in the rate debtor's amount (Note 3) is Native Land Trust Board (NLTB) rates of \$64,631. A letter dated 30 June 2005 from the Ministry of Local Government, Housing, Squatter Settlement and Environment to all the Town Clerks required that all rates outstanding in relation to NLTB be waived. The directive was given following the amendments made to Local Government Act and specifically with reference to section 60 (1) (a) "Rateable land" which exempts NLTB land not leased or licensed from paying general rates. The Council has not made any adjustments to its rate debtors account to comply with the directive of the Ministry.

Additionally, the Council failed to provide documentary evidence to substantiate accounts receivables from tenants of \$32,006 and sundry debtors of \$16,237. Accordingly, I was not able to satisfy myself if the total receivable of \$293,064 is fairly stated in the financial statements.

- 3) The Council has not provided any provision for doubtful debts for its receivables totaling \$293,064. If a charge of doubtful debts was recorded, it would result in a decrease of net surplus in the Statement of Income and Expenditure of General Fund. Accordingly, I was not able to satisfy myself if the receivables and net surplus amounting to \$293,064 and \$59,216 are fairly stated in the financial statements.

Qualified Audit Opinion

In my opinion, except for the matters discussed in the qualification paragraphs, the financial statements present fairly, in all material respects, the financial position of Savusavu Town Council as at 31 December, 2009, and the result of its operation and its cash flows for the year then ended in accordance with Fiji Accounting Standards and the Local Government Act.



Tevita Bolanavanua
AUDITOR GENERAL
Suva, Fiji

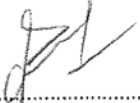


29 April 2014

SAVUSAVU TOWN COUNCIL
STATEMENT BY THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2009

COUNCIL'S STATEMENT

In our opinion the Financial Statements have been properly drawn up so as to show a true and fair view of the Savusavu Town Council's operations for the year ended 31 December 2009 and of the state of affairs and cash flows as at that date.



.....
DHARMENDRA LAL
TOWN CLERK / CEO
DATE: 14/4/14



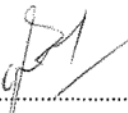
.....
VIJAY CHAND
SPECIAL ADMINISTRATOR
DATE: 14/4/14


**SAVUSAVU TOWN COUNCIL
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2009**

	Notes	2009 \$	2008 \$
CURRENT ASSETS			
Cash at bank and on hand	2	52,352	28,365
Receivables	3	293,064	258,270
VAT receivable		-	79,134
Total current assets		<u>345,416</u>	<u>365,769</u>
NON CURRENT ASSETS			
Property, plant and equipment	4	<u>665,016</u>	<u>613,354</u>
Total non current assets		<u>665,016</u>	<u>613,354</u>
TOTAL ASSETS		<u>1,010,432</u>	<u>979,123</u>
CURRENT LIABILITIES			
Accounts payable & accruals		153,640	123,668
Advances		3,480	-
Bank overdraft		128,640	176,322
Land sales deposits	5	447,357	447,357
Refundable deposits		2,682	4,282
Term loans	7	29,028	29,028
VAT payable		647	-
Total current liabilities		<u>765,474</u>	<u>780,657</u>
NON CURRENT LIABILITIES			
Deferred income	6	122,520	88,733
Other loan		9,500	9,500
Term loans	7	53,088	76,593
Total non current liabilities		<u>185,108</u>	<u>174,826</u>
TOTAL LIABILITIES		<u>950,582</u>	<u>955,483</u>
NET ASSETS		<u>59,850</u>	<u>23,640</u>
MUNICIPAL FUNDS			
Reserves	8	235,641	235,641
Accumulated funds	9	(175,791)	(212,001)
TOTAL MUNICIPAL FUNDS		<u>59,850</u>	<u>23,640</u>

The accompanying notes form an integral part of this Statement of Financial Position.

In our opinion the Financial Statements have been properly drawn up so as to show a true and fair view of the Savusavu Town Council's operations for the year ended 31 December 2009 and of the state of affairs as at that date.


DHARMENDRA LAL
TOWN CLERK / CEO
DATE: 14/4/14


VIJAY CHAND
SPECIAL ADMINISTRATOR
DATE: 14/4/14

SAVUSAVU TOWN COUNCIL
STATEMENT OF INCOME AND EXPENDITURE - GENERAL FUND
FOR THE YEAR ENDED 31 DECEMBER 2009

	2009 \$	2008 \$
INCOME		
Amortisation of deferred income	14,173	14,173
Backhoe hire	2,981	7,936
Building fees	2,498	4,745
Business, trading and other licenses	39,083	34,257
Caravan lease	600	100
Donation	1,450	-
Garbage dump charges	11,365	9,514
Gate takings	4,144	4,693
General rates	200,832	192,235
Grant	35,000	-
Interest - overdue rates	19,915	16,861
Jetty lease	1,000	1,000
Litter fine	1,902	124
Market fees and charges	89,128	88,236
Market kiosk rent	16,049	15,384
Miscellaneous	9,639	9,318
Northern carnival	3,165	-
Refund	3,000	5,219
Sale of food items	4,191	401
Taxi, bus and carrier stand fees	25,533	23,232
Webster lease	500	100
Total income	486,148	427,528
EXPENDITURE		
Advertising	1,566	3,185
Audit and accounting fees - current	10,600	11,000
- prior year	-	38,422
Back hoe - maintenance	23,789	39,656
Civic reception	4,439	9,930
Depreciation	38,827	37,842
Foreshore development	-	500
FLGA subscription	450	664
TPAF levy	1,917	1,919
Garbage services	8,690	18,734
General	6,307	6,161
Health & safety	3,726	3,755
Incidental & emergency	8,896	4,950
Insurance	5,852	7,433
Interest and bank charges	8,970	14,421
Land rent	612	612
Land dealing	4,506	(1,716)
Legal	11,983	22,092
Market	-	60
Mayoral allowance - current	-	3,500
- prior year	-	875
Motor vehicle maintenance	4,075	-
Park and beautification	2,189	7,345
Office equipment - maintenance	3,379	11,597
Office and market - maintenance	4,865	7,608
Office stationery, postage, printing and advertising	6,186	6,648
Public toilet - maintenance	5,249	4,230
Sub total c/d	167,073	261,423

SAVUSAVU TOWN COUNCIL
 STATEMENT OF INCOME AND EXPENDITURE - GENERAL FUND (CONT'D)
 FOR THE YEAR ENDED 31 DECEMBER 2009

	Notes	2009 \$	2008 \$
Sub total b/f		167,073	261,423
Roads and drains - maintenance		6,354	2,826
Rubbish bins and dump		3,147	4,539
Salaries, wages and allowances		191,686	198,979
Security		2,991	2,737
Sitting allowance		-	6,060
Staff training and welfare		2,034	2,434
Taxi/ carrier stand		919	937
Travelling and incidental		15,723	24,254
Utilities		28,171	37,616
Valuation fees		8,834	9,867
Total expenditure		426,932	551,672
Net surplus/(deficit) for the year	9	59,216	(124,144)

The accompanying notes form an integral part of this Statement of Income & Expenditure

SAVUSAVU TOWN COUNCIL
STATEMENT OF INCOME AND EXPENDITURE - LOAN RATE FUND
FOR THE YEAR ENDED 31 DECEMBER 2009

	Notes	2009 \$	2008 \$
INCOME			
Loan rate		73,407	72,392
Total income		<u>73,407</u>	<u>72,392</u>
EXPENDITURE			
Interest		<u>5,223</u>	<u>6,601</u>
		<u>5,223</u>	<u>6,601</u>
Surplus for the year	9	<u>68,184</u>	<u>65,791</u>

The accompanying notes form an integral part of this Statement of Income & Expenditure

SAVUSAVU TOWN COUNCIL
STATEMENT OF INCOME AND EXPENDITURE - STREET LIGHT ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2009

	Notes	2009 \$	2008 \$
INCOME			
Street light rate		-	-
Total income		<u>-</u>	<u>-</u>
EXPENDITURE			
Street light expenses		<u>11,889</u>	<u>13,907</u>
		<u>11,889</u>	<u>13,907</u>
Deficit for the year	9	<u>(11,889)</u>	<u>(13,907)</u>

The accompanying notes form an integral part of this Statement of Income & Expenditure

SAVUSAVU TOWN COUNCIL
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED 31 DECEMBER 2009

	Notes	2009 \$ Inflows/ (Outflows)	2008 \$ Inflows/ (Outflows)
Cash flows from operating activities			
Receipts from customers		558,548	476,080
Payments to trade creditors, other creditors and employees		(367,662)	(468,420)
Interest paid		(5,223)	(6,601)
Net cash provided by Operating Activities	13 (a) (i)	<u>185,663</u>	<u>1,059</u>
Cash flows from investing activities			
Acquisition of property, plant & equipment		<u>(90,489)</u>	<u>(47,705)</u>
Net cash used in Investing Activities		<u>(90,489)</u>	<u>(47,705)</u>
Cash flows from financing activities			
Borrowings		-	-
Repayment of borrowings		<u>(23,505)</u>	<u>(19,078)</u>
Net cash used by Financing Activities		<u>(23,505)</u>	<u>(19,078)</u>
Net increase/(decrease) in cash and cash equivalents		71,669	(65,724)
Cash and cash equivalent at the beginning of the year		(147,957)	(82,233)
Cash and cash equivalent at the end of the year	13 (a) (ii)	<u><u>(76,288)</u></u>	<u><u>(147,957)</u></u>

The accompanying notes form an integral part of this Statement of Cashflow.

SAVUSAVU TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Set out hereunder are the significant accounting policies adopted by the Council in the preparation of the Accounts for the year ended 31 December 2009. Unless otherwise stated similar policies were followed in the previous year. All amounts are stated in Fijian currency.

- (a) **Basis of Accounting**
The accrual basis of accounting is adopted for all financial transactions. The financial statements have been prepared on the basis of historical cost and do not take into account changing money values.
- (b) **Property, Plant and Equipment**
Property, Plant and Equipment are stated at cost less accumulated depreciation as at the balance date. When assets are retired or otherwise disposed, the related cost is removed from the accounts and any profit or loss arising there from is included in the statement of income and expenditure. Assets financed from Government Grants are expensed rather than capitalised by the Council.
- (c) **Depreciation**
The Councils' fixed assets are depreciated over their estimated useful lives using the diminishing value method at the following rates.
- | | <u>Rate</u> |
|---------------------------|-------------|
| Buildings | 2.5% |
| Furniture and Equipment | 10% |
| Plant, Machine and tools | 10% |
| Motor vehicles | 10% |
| Road, footpath and drains | 2.5% |
| Street Lights | 10% |
- (d) **Income Tax**
The Council is exempt from income tax in accordance with the provisions of Section 17 of the Fiji Income Tax Act.
- (e) **Deferred Income**
Donations received in the form of property, plant and equipment is treated as deferred income which are recognised as income on a systematic basis over the useful life of the asset.
- (f) **Comparatives**
Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

SAVUSAVU TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2009

NOTE 2.	CASH AT BANK AND ON HAND	2009 \$	2008 \$
	ANZ Land Dealings Account	51,686	28,025
	Grant Account	236	296
	Naveria Tenants	419	-
	Petty Cash	11	44
		<u>52,352</u>	<u>28,365</u>
NOTE 3.	RECEIVABLES		
	General Fund		
	Rate debtors	222,233	191,412
	Nakama tenants	31,943	34,165
	Navaqiqi tenants	15,769	15,769
	Sundry debtors	16,237	15,486
	Rent Arrears	1,438	1,438
	Other assets	5,444	-
		<u>293,064</u>	<u>258,270</u>
NOTE 4.	Property, Plant & Equipment	\$	\$
	(a) Land & Building	409,051	157,268
	Add: Revaluation	-	235,641
	Add: Additions	1,340	16,142
	Less: Accumulated depreciation	<u>(38,327)</u>	<u>(30,842)</u>
		<u>372,064</u>	<u>378,209</u>
	Motor Vehicle - at cost	195,831	195,831
	Add: Additions	26,667	-
	Less: Accumulated depreciation	<u>(117,380)</u>	<u>(97,130)</u>
		<u>105,118</u>	<u>98,701</u>
	Office Furniture - at cost	24,458	24,458
	Add: Additions	-	-
	Less: Accumulated depreciation	<u>(18,340)</u>	<u>(15,894)</u>
		<u>6,118</u>	<u>8,564</u>
	Office equipment - at cost	44,615	41,859
	Add: Additions	355	2,756
	Less: Accumulated depreciation	<u>(23,829)</u>	<u>(19,334)</u>
		<u>21,141</u>	<u>25,281</u>

SAVUSAVU TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2009

NOTE 4 (a).	Property, Plant & Equipment (Cont'd)	2009 \$	2008 \$
	Plant, Machines and Tools - Costs	3,375	2,493
	Add: Additions	2,746	882
	Less: Accumulated depreciation	(1,015)	(459)
		<u>5,106</u>	<u>2,916</u>
	Street Lights - Costs	21,824	21,824
	Add: Additions	1,422	-
	Less: Accumulated depreciation	(5,034)	(2,792)
		<u>18,212</u>	<u>19,032</u>
	Roads and Drains - Costs	54,187	54,187
	Less: Accumulated depreciation	(2,815)	(1,461)
		<u>51,372</u>	<u>52,726</u>
	WIP		
	Nakama Stage 3		
	Costs	24,025	-
	Add: Additions	-	24,025
	Less: Disposals	-	-
		<u>24,025</u>	<u>24,025</u>
	Nakama Stage 4		
	Costs	3,900	-
	Add: Additions	-	3,900
	Less: Disposals	-	-
		<u>3,900</u>	<u>3,900</u>
	Shiu Chand Road		
	Costs	-	-
	Add: Additions	57,960	-
	Less: Disposals	-	-
		<u>57,960</u>	<u>-</u>
	Total WIP	85,885	27,925
	Written Down Value of Property, Plant & Equipment	<u><u>665,016</u></u>	<u><u>613,354</u></u>

SAVUSAVU TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2009

	2009 \$	2008 \$
NOTE 4 (b). Movements in Carrying Amount		
Movements in the carrying amounts of each class of property, plant and equipment between the beginning and the end of the current financial year		
<u>Land & Buildings</u>		
Carrying amount at the beginning	378,209	369,543
Add: Revaluation	-	-
Add: Additions	1,340	16,142
Less: Depreciation expense	(7,485)	(7,476)
Balance as at 31 December 2009	<u>372,064</u>	<u>378,209</u>
<u>Motor Vehicle</u>		
Carrying amount at the beginning	98,701	118,284
Add: Additions	26,667	-
Less: Depreciation expense	(20,250)	(19,583)
Balance as at 31 December 2009	<u>105,118</u>	<u>98,701</u>
<u>Office Furniture</u>		
Carrying amount at the beginning	8,564	11,010
Add: Additions	-	-
Less: Depreciation expense	(2,446)	(2,446)
Balance as at 31 December 2009	<u>6,118</u>	<u>8,564</u>
<u>Office Equipment</u>		
Carrying amount at the beginning	25,280	26,986
Add: Additions	355	2,756
Less: Depreciation expense	(4,494)	(4,462)
Balance as at 31 December 2009	<u>21,141</u>	<u>25,280</u>
<u>Plant, Machines & Tools</u>		
Carrying amount at the beginning	2,916	2,372
Add: Additions	2,746	882
Less: Depreciation expense	(556)	(338)
Balance as at 31 December 2009	<u>5,106</u>	<u>2,916</u>

SAVUSAVU TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2009

NOTE 4 (b). Movements in Carrying Amount (Cont'd)		2009 \$	2008 \$
<u>Streetlights</u>			
Carrying amount at the beginning		19,032	21,214
Add: Additions		1,422	-
Less: Depreciation expense		(2,242)	(2,182)
Balance as at 31 December 2009		<u>18,212</u>	<u>19,032</u>
<u>Roads & Drains</u>			
Carrying amount at the beginning		52,727	54,081
Less: Depreciation expense		(1,355)	(1,354)
Balance as at 31 December 2009		<u>51,372</u>	<u>52,727</u>
<u>Work in progress</u>			
Carrying amount at the beginning		27,925	-
Add: Additions		57,960	27,925
Less: Disposals		-	-
Balance as at 31 December 2009		<u>85,885</u>	<u>27,925</u>
Written Down Value of Property, Plant & Equipment		<u>665,016</u>	<u>613,354</u>
NOTE 5. DEPOSITS			
Land Sales Deposits		19,901	19,901
Unidentified Land Sales Deposits		<u>427,456</u>	<u>427,456</u>
		<u>447,357</u>	<u>447,357</u>
NOTE 6. Deferred Income			
(a) This component of benefits realised represents the cost of Backhoe Digger and Garbage Truck donated. The value of the vehicles totalling \$168,200 was transferred to deferred income and to be amortised over the number of years, the two motor vehicles are used as mentioned in Note 1(e). The benefits are derived as follows:			
Donation		88,733	102,906
Less: Benefits realised from fixed assets		(14,173)	(14,173)
Balance		<u>74,560</u>	<u>88,733</u>
(b) Benefit realised is the cost of construction of Shiu Chand Road carried out by Public Works Department. The Value of the Road totaling \$57,960 less \$10,000 contribution by Council, \$47,960 to be amortised over the the useful life as mentioned in Note 1(e). Benefits derived as follows:			
Donation		47,960	-
Less: Benefits realised from fixed assets		-	-
Balance		<u>47,960</u>	<u>-</u>
Total Deferred Income		<u>122,520</u>	<u>88,733</u>

SAVUSAVU TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2009

NOTE 7.	TERM LOANS	2009 \$	2008 \$
	General Fund		
	Balance as at 1 January	105,621	124,699
	Loan Raised	-	-
		<u>105,621</u>	<u>124,699</u>
	Bank Fees	300	350
	Interest	5,223	6,601
		<u>111,144</u>	<u>131,650</u>
	Repayment	29,028	26,029
		<u>82,116</u>	<u>105,621</u>
	Represented in the balance sheet as:		
	Current	29,028	29,028
	Non-current	53,088	76,593
		<u>82,116</u>	<u>105,621</u>

The loan raised under the provision of the Local Government Act is covered by registered mortgage No. 307227 by the Town Council over crown lease no: 11197 and limited guarantee by the Government of Fiji.

NOTE 8.	RESERVES		
	Asset Revaluation Reserve		
	Opening Balance	235,641	235,641
	Valuation during the year	-	-
	Asset revaluation reserve	<u>235,641</u>	<u>235,641</u>

SAVUSAVU TOWN COUNCIL
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2009

NOTE 9.	ACCUMULATED FUNDS	2009	2008
		\$	\$
	Balance as at 1 January	(212,001)	(139,741)
	Prior Year Adjustment	(79,301)	-
		<u>(291,302)</u>	<u>(139,741)</u>
	Net surplus - General fund (Page 7)	59,216	(124,144)
	Net surplus - Loan rate fund (Page 8)	68,184	65,791
	Net deficit - Street Light Account (Page 9)	(11,889)	(13,907)
		<u>(175,791)</u>	<u>(212,001)</u>

NOTE 10. CAPITAL COMMITMENTS

Capital commitment as at 31 December 2009 was Nil.

NOTE 11. PRINCIPAL ACTIVITY

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

NOTE 12. SUBSEQUENT EVENTS

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

NOTE 13. NOTES TO THE STATEMENT OF CASH FLOWS

(a)

(i)

Reconciliation of Net Cash provided by Operating Activities to Net Surplus	2009	2008
	\$	\$
Net surplus/(deficit) for the year - General fund	59,216	(124,144)
Net surplus/(deficit) for the year - Loan rate fund	68,184	65,791
Net surplus/(deficit) for the year - Street Light fund	(11,889)	-
Depreciation and amortisation	38,827	37,842
Net cash provided by operating activities before changes in assets and liabilities	<u>154,338</u>	<u>(20,511)</u>
Change in assets and liabilities:		
Increase in receivable	44,340	(17,859)
(Decrease)/Increase in other liabilities	36,147	(24,798)
(Decrease)/Increase in creditors and borrowings	29,972	64,227
Prior Year Adjustment	(79,134)	-
Net cash inflows from operating activities	<u>185,663</u>	<u>1,059</u>

(ii) **Cash and Cash Equivalents (Continued)**

Cash on hand	52,352	28,365
Cash at Bank	<u>(128,640)</u>	<u>(176,322)</u>
	<u>(76,288)</u>	<u>(147,957)</u>