



SAVUSAVU TOWN COUNCIL



ANNUAL REPORT 2014

Parliamentary No 186/24

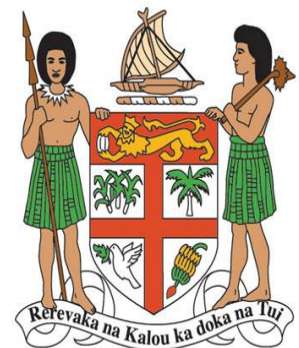


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Our Vision

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

Our Mission

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

Our Slogan

'A fast developing tourist hot spot.'
'The Hidden Paradise'
'The Up-North'

Value

Good Governance
Consultation
Resourcefulness
Efficient Service
Integrity
Customer focus
Innovation
Partnership
Co-operation
Participation

Strategic Priority Areas – Key Strategies

COMMUNITY & LIFE STYLE

- Suitable site to be identify for civic center
- Savusavu Open Day & Savusavu on Sale
- Upgrade & develop parks
- Awareness to general public on the usage of council facilities and public properties
- Working in partnership with related relevant authorities such as Police , S.T.A and community
- Upgrading of old building /planting of mangroves in conjunction with statutory bodies.
- Preserve foreshore to stop erosion
- Improvement in children's Park, install and redesign of old gardens and park.
- Health Board walk, Joint venture program with STA and Savusavu Town Council. 90% of work completed

HEALTH & SAFETY

- Awareness by Ministry of Labour and Ministry of Health conduct on OHS.
- Regular monitoring and communication with MOH on disease pattern.
- Encourage in the use of garbage bin at home and also along the street.
- Review garbage fees for commercial premises
- Proper septic tanks
- Negotiation with Government Officials and stakeholders regarding new sewage reticulation.
- Consultation with W.A.F to improve water quality in town.
- Ensure building regulation and relevant legislation are enforced.
- Food Health in force, workshops are conducted by relevant authorities amongst food handlers.

ECONOMIC DEVELOPMENT

- Encourage the vacant commercial lot owners to develop same.
- Promote /Provide commercial, Industrial and Tax Free Zone
- Promote staff training in all departments
- Savusavu Town Council and Department of Housing on joint project to develop land.
- Extension of office and market building

ENVIRONMENT SUSTAINABILITY

- Conduct Workshop
- Design and distribute flyers in vernacular to communities
- Organize clean school and community competition
- Established environment unit to oversee all development within town.
- Conduct assessment of coastal waters
- Minimize the usage of non-bio degradable waste e.g. Plastic amongst business community
- Encourage & enforce use of approved treatment for night soil waste on all premises
- Improve sanitary land fill to minimize pollution of surrounding natural ecosystem.
- Enforce litter decree and encourage proper disposal.
- Set up steering committee for wild life preservation and protection.
- Identify the designated area for marine parks & gardens within Municipality in consultation with Fisheries Department.

INFRASTRUCTURE SERVICES

- Upgrade drainage system to the concrete standard in areas such as Nakama & Naqere.
- Construction of Health Board Walk along the foreshore line
- Maintain Assets Register
- Develop capital work programme
- Install roads sign in all street

TRANSPORT SERVICES

- Provide a better way of car parking space to minimize traffic conjunction in town
- Install traffic lights where necessary.
- Provide sanitary facilities at Govt Wharf.
- Provide proper loading & unload zone near the market.

ORGANISATIONAL PERFORMANCE

- Staff training to improve skills
- Rotation of staff(reshuffle)
- Improve the effectiveness of council computer technology system
- Review and update council's 5 year financial model.

Message from Special Administrator & CEO

We are delighted to be able to administer an organization that can deliver an ambitious program to our town and officially serve the community of Savusavu.

The Savusavu Town Council will foster continued excellence in cultural, spiritual and social development and economic growth in order to provide a quality living environment for all of its citizens.

We will recognize respect and explore the richness of our cultural, agricultural and geographic diversity and strive to be an excellent place and treasure both natural and man-made environment for the enjoyment of our visitors. The Council has vision to recognize the important links between lifelong education, job opportunities income and quality of life, and will encourage sustainable economic growth and the development in our town.

Savusavu town will value its citizens as its greatest assets and we will provide for them a caring, safe and healthy environmental where the citizens are comfortable to build a strong partnership to move the township forward.

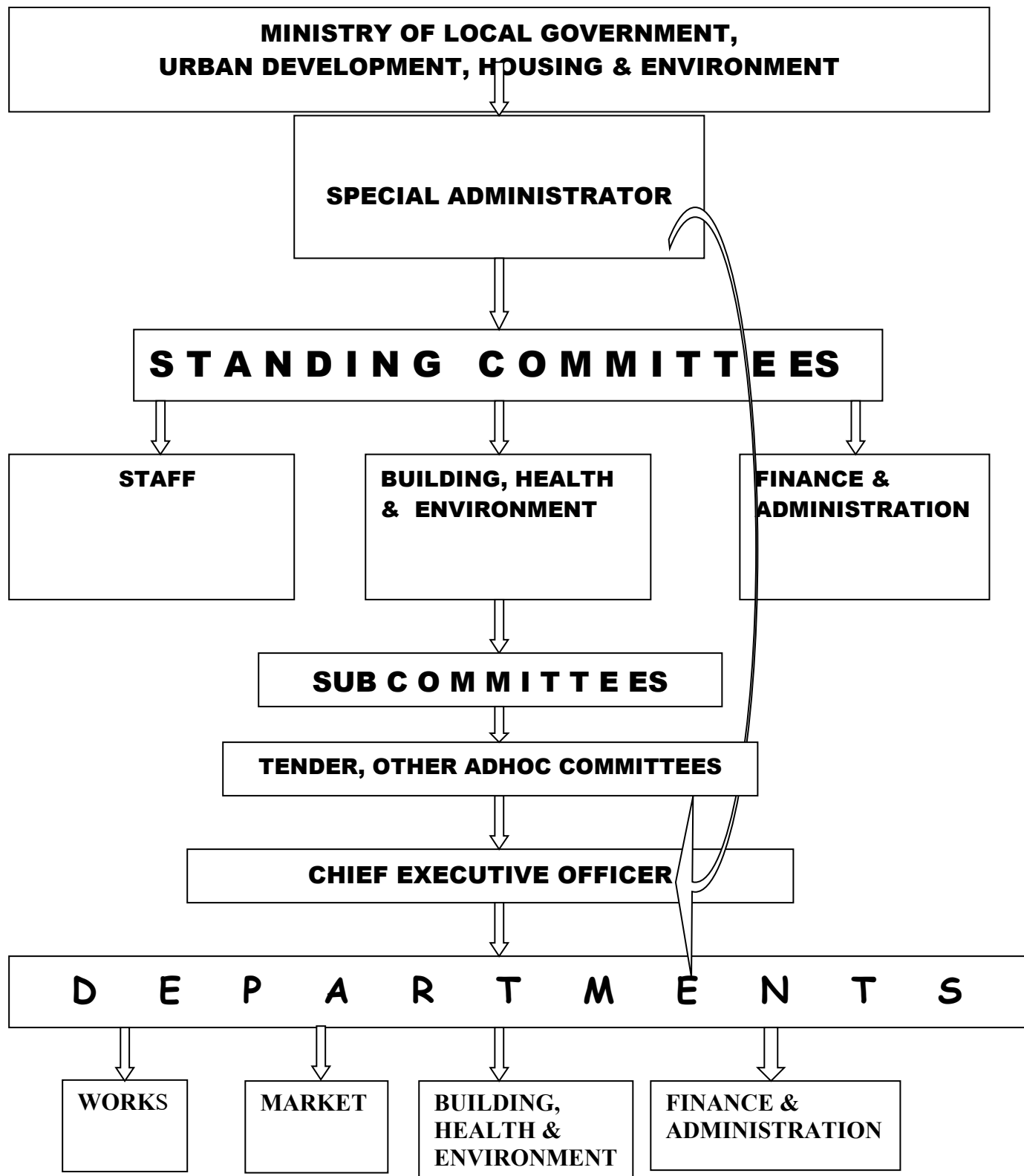


Mr. Vijay Chand
Special Administrator
Savusavu/Labasa Town Council



Mr. Dharmendra Lal(JP)
Chief Executive Officer
Savusavu Town Council

ORGANISATION STRUCTURE



ANNUAL REPORT

INTRODUCTION

Annual Report is a summary of proceedings and activities of the Council from January 1, 2014 to December 31, 2014 (s19).

THE COUNCIL

The Ministry of Local Government, Urban Development, Housing and Environment appointed **Mr. Vijay Chand** as the Special Administrator of Labasa & Savusavu Town Council's on the 11th of February, 2009.

This appointment was as in Section 9A(1) of the Local Government (Amendment) Promulgation 2008 (Promulgation no. 29 of 2008).

The organization comprises of the Office of the Special Administrator, the Chief Executive Officer and four functional department namely:

- Works
- Market
- Building, Health & Environment
- Finance/Administration

RESPONSIBILITIES OF THE COUNCIL

The Special Administrator under subsection 1 shall be deemed to the duly constituted council of the assigned municipality and shall subject to any general or specific directions issued by the Minister, have the power to perform and discharge all rights, privileges, powers, duties and functions vested in or conferred or imposed on the council, and any officer of the council by the Act or any other written Law.

SENIOR OFFICERS OF THE COUNCIL

Chief Executive Officer	-	Mr Dharmendra Lal
Properties Manager/Revenue HOD	-	Mr Shiu Chand
Health Inspector/Building Surveyor	-	Mr TimociVakabua
Market Manager	-	Mr Wame Nabete
Works Supervisor/Depot Manager	-	Mr Sanjesh Goundan

PROFILING

Population - 6'000
Ratepayers - 308

Savusavu Town is the main trading centre in Cakaudrove Province and the second major town in Vanua Levu. Savusavu was transformed into a township by proclamation No. 26 of 1969 and upgraded as a town by legal Notice No. 23 of 1973 to be known as the Town of Savusavu.

Some 6000 people live in Savusavu; of these there are about 3300 Fijians, 2059 Indians and 1141 of other minorities. In addition there is influx of people from the surrounding rural communities lured into the town for employment opportunities, education, medical treatment or enjoyment of amenities available here.

Being a "transit lounge" on transportation network, availability of land for residential developments coupled with proposed tourism developments, the towns population is expected to rise within the next decade.



FINANCE DEPARTMENT

Administered by the Chief Executive Officer, the department consist of a:

- Properties Manager/Revenue HOD
- Accounts Officer
- Pay Clerk
- Rates Officer

RATES

Town Rates are the highest income source for the Council Rates are levied on unimproved capital value of all rateable properties within the town.

Rates Levied for the year 2014 were as follows:-

General Rate	-	0.01895 cents in the \$ on UV
Special Loan rate	-	0.0053 cents in the \$ on UV

		0.02425 cents in the \$ on UV

Total Rates Collected

Total Levy	\$355,837.35
Current Town Rate Collected 2014	\$252,683.19
Percent Collected	71%
Arrears As at 31st December 2014	\$105,343.71
Arrears Town Rate Collected as at 31 December, 2013	\$305,547.91
Percent Collected	29%

Total Value of Properties

Total value of ratable properties based on year 2004 valuation:
\$15,703,060.00 UV

Sexennial Valuation

- After 12 years the Council has carried out Valuation
- 2014 Valuation was deferred on Ministries Request
-

Recovery Stages

- Deduction at source
- Member of Data Bureau
- Atonements of leases given to tenants
- Lodge Fiji charge (Caveat)
- Small Claims Tribunal
- Magistrate Court
- Council will hold on building plans and other developments
- Demand notice
- Consultative Meetings
- House to house collection

Council Solicitor – S S Law

COUNCIL AUDITORS

The Office of the Auditor General's Office of Fiji.

COUNCIL BANKERS

- Westpac Banking Corporation Limited.
- Australia and New Zealand Banking Group Limited.
- Bank of South Pacific

MARKET

Major Source of Revenue



ADMINISTRATION

- Staff

The Council has a small team of dedicated staff and field workers with the guidance of the Special Administrator and the Chief Executive Officer.

Council staff organizing an internal tea-party celebrating Mr. Rahul Sharma's birthday (IT/Rates Officer). The target outcome is to build a platform of improving in the quality of building a teamwork within the working environment.

party for any staff member's birthday.



- **Staff In-House Training**

The Council has recognized the need to gain further staff training to upgrade their knowledge and skills.

Number of Visitors to the Council - 31

External Training

Course	Month	Staff Attendees	Venue	Facilitator
Town Planning Compliance Workshop	August	-Mr. Timoci Vakabua, Health Inspector/Building Surveyor	Friendly North Inn/Labasa	Department of Town & Country Planning
OHS Training	November	-Mr. Lasaro Tavui/Town Ranger -Mr. Wame Nabete/Market Master -Mr. Shiu Chand/Revenue HOD -Mr. Pranesh Anand/Sirdar -Mr. Govind Sami/Driver -Mrs Sereima Sadiq/Cashier -Mr. Osea Moica/Work Supervisor	Labasa Civic Centre	Ministry of Labour/Labasa
Food Safety legislation Training	December	-Mr. Timoci Vakabua/Health Inspector, Building Surveyor	Suva	Ministry of Health

Overseas Training

Course	Month	Staff Attendees	Country	Facilitator
Multi-national Observers Study Mission on Future City Initiatives	17 – 21 November	Mr. Vijay Chand(JP)/Special Administrator, Savusavu/Labasa Town Council	Tokyo, Kitakyushu, Kyoto, Yokohama	Asia Productivity Organisation

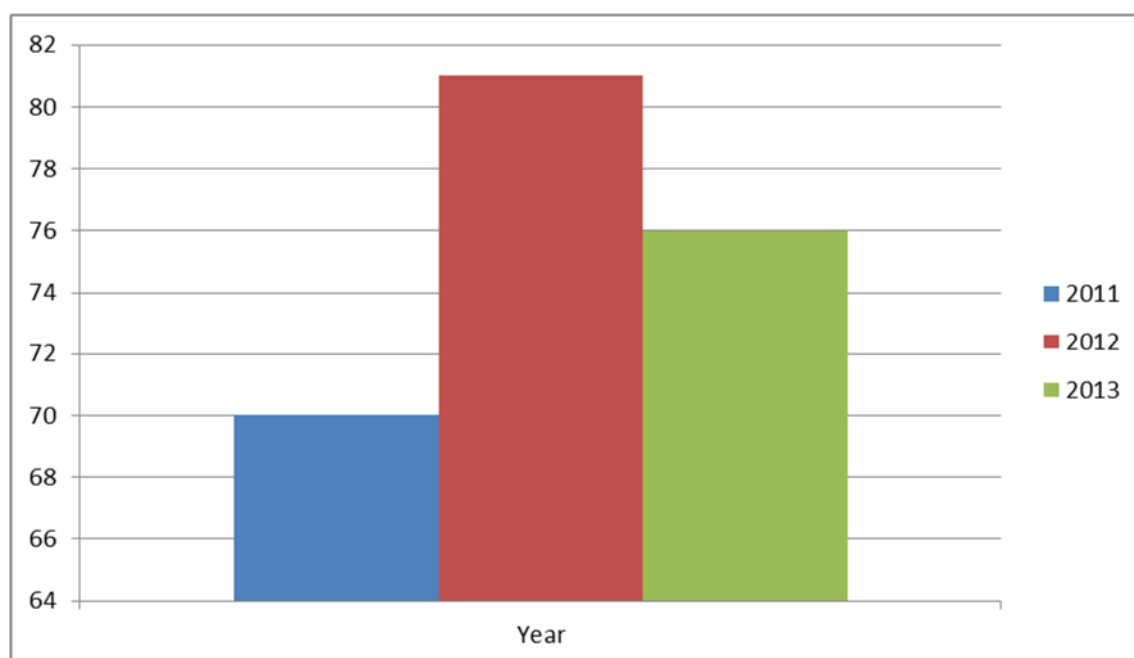
BUILDING, HEALTH & ENVIRONMENT

Building

Services provided through the Building Section of the Council is an important section in maintaining standards and compliance to the requirements in construction works.

Strategies

- To ensure that all construction works and developments within the municipality are confirmed to the acceptable standards and regulations;
- To facilitate appropriate zoning of industries and service outlets;
- To ensure inspection of buildings, enforcement and legal actions are undertaken fairly,



- During the last three(3) year's trend:
2011 - 70 2012 - 81 2013 - 76
- 92 building applications received over the last twelve (12) months;
- Developments in squatter settlements are monitored and controlled by the field officers of the Council.

ZONINGS

- Residential – 370
- Commercial – 94
- Industrial – 46
- Civic/Open Space – 68



Savusavu Town
Planning
Scheme

Health & Environment

The Public Health Act is followed at all times to carry out all Health & Environment services in consultation with the Central Board of Health, Department of Environment, Department of Town & Country Planning and other relevant government ministries and departments.

Sanitary Services

- **Food Control:** All food premises monitored for compliance to Food Safety Act followed by:
 - Restaurant grading was conducted to all food premises.
 - 100% food premises inspected and monitored.
 - Routine food surveillance conducted regularly.
 - Workshop are conducted by Ministry of Health amongst food handlers.

➤ Environment Sustainability



A joint dogo-tree planting programme took place between school students, Council staff & laborers.

◎ Climate Change

Savusavu being located along the coastal line has experienced an increase in the sea-water level. This is one of the major concern that has caused serious damages to the foreshore along the Nakama creek.





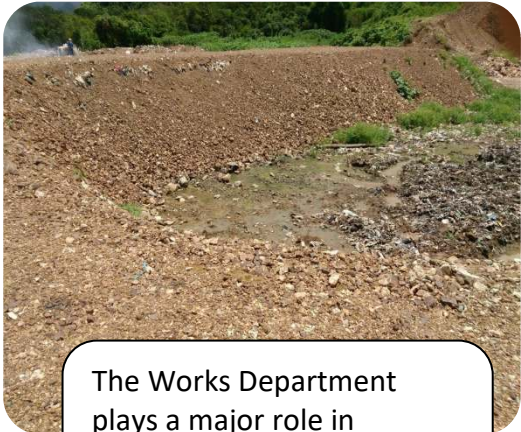
Savusavu Town Council continued with the Savusavu Town beautification programme to promote civic pride and awareness to various communities residing in Savusavu.

☉ Drainage upgrading at foreshore
Soil erosion along the foreshore has become a great problem that affects the landscape surrounding the market foreshore drain. The Council has carried out works by placing boulders from drainage banks to prevent the erosion and preserve trees alongside.

Waste Management

- Council own collection service three(3) days per week;
- Approximately three hundred(300) tonnes per week delivered for disposal;
- Quarterly Cleanup Campaign Conducted

The Council is trying its utmost best to ensure that the highest standard in hygiene is sustained for its ratepayers and residents through efficient garbage collection and disposal.



The Works Department plays a major role in sustaining the provision of maintaining the dump site



Youth groups Participated during the town community Clean-up Campaign

Litter Awareness Program

- Community participation in cleanup campaign encouraged to control littering. Community also set up to facilitate community reach outs.

The Council is very concerned with the hygienic state of the town for the comfort and safety of its residences. Garbage collection and disposal shall be sustained as an efficient service to ensure that the municipality is kept clean.



Launching of Anti-Smoke free zone



ONGOING PROJECTS

- **15.1 Market Extension:**

Fish Market - Due to increase in demand for trading space within the market the council intends to extend the market towards the western end of the existing market building. The building will accommodate 26 freezer spaces and areas for vegetable and root crop vendors.



- **15.2 Dump Upgrading:** The current dump site has been blamed for sources nuisance such as smell, flies and stray dogs from nearby neighbors at Naqere and Fenton road subdivision. Following consultation with the Ministry of Environment and Lands Department the Council has taken steps to upgrade the dump to counter the above problems.



- **15.3 Foreshore beautification Project:**

This project was in partnership with Council and Committee/Festival of the Friendly North for beautification to promote Green town program.



- **15.4 Parcel Sellers shed:** The building was constructed by Council to accommodate 36 women mostly food parcel seller's from rural communities. This project promotes government policy to empower women in business and alleviate poverty.

TOURIST VISITATION

No. of cruise ships
visiting Savusavu -



Savusavu Open Day/Savusavu on Sale



CONCLUSION

Submitted to the Hon. Minister for Local Government, Housing and Environment.

**FOR Mr. Vijay Chand
SPECIAL ADMINISTRATOR**



Chief Executive Officer
Seema Shiwani Dutt
03/08/2020

Special Administrator (Chair)
Justin Hunter
03/08/2020

OFFICE OF THE AUDITOR GENERAL

Promoting Public Sector Accountability and Sustainability through our Audits



Level 1, Modyl Plaza
Karsanji St. Vatuwaqa
P. O. Box 2214, Government Buildings
Suva. Fii



Telephone: (679) 330 9032
E-mail: info@auditorgeneral.gov.fj
Website: www.oag.gov.fj



File: 955/1

19 May 2023

Mr. Ami Kholi
The Chairman
Special Administrators
Savusavu Town Council
SAVUSAVU

Dear Mr. Kholi

SAVUSAVU TOWN COUNCIL

AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

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

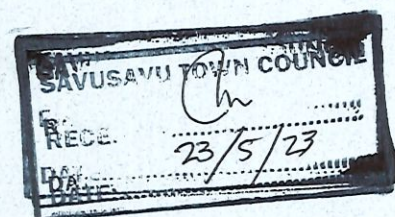
Particulars of errors and omission arising from the audit have been forwarded to the Management of the Council for necessary action.

Yours sincerely

Sairusi Dukuno
ACTING AUDITOR-GENERAL

cc: Ms. Seema Dutt, Chief Executive Officer, Savusavu Town Council.

Encl.



SAVUSAVU TOWN COUNCIL
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

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

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**SAVUSAVU TOWN COUNCIL
COUNCILS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2014**

The Council herewith submits the statement of financial position at 31 December 2014, the related statement of comprehensive income, statement of cash flows and the statement of changes in accumulated funds for the year then ended and reports as follows:

Management Staff

Vijay Chand – Special Administrator Chairperson Labasa/Savusavu – resigned 19 December 2018
Ami Kohli - Special Administrator Chairperson Labasa/Savusavu – appointed 18 March 2022
Doreen Robinson - Special Administrator – appointed 18 March 2022
Seema Shiwani Dutt - Chief Executive Officer

Principal activities

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

Results

The operating (loss)/ surplus for the year is:

2014	\$(101,269)
2013	\$126,330

Basis of accounting

The Council believes the basis of the preparation of the financial statements is appropriate and the Council will be able to continue in operation for at least twelve months from the date of this statement. Accordingly, the management believes the classification and carrying amounts of assets and liabilities as stated in these financial statements to be appropriate.

Events subsequent to balance date

Amendments to the Local Government Act 1972

A recent amendment to the Local Government Act 1972 through Local Government (Budget Amendment) Act. Municipal Councils to update the audit of annual financial statements up to 31 July 2020 and have published in a newspaper in Fiji by 31 March 2021. As a result of the amendment, all Councils will need to prepare and submit for audit seven-month period from 1 January to 31 July 2020.

Business Licenses

As announced in the 2020/2021 National Budget, effective from 1 August 2020 Fiji's business license regime will no longer be collected by the Council.

Base and Market Fees

As announced in the 2021/2022 National Budget, the Government of Fiji will pay full stall fee for one year effective from 1 August 2021.

Covid-19

Subsequent to balance date the corona virus disease (COVID-19) outbreak developed rapidly in 2020 bringing a significant health impact globally. Measures taken to contain the virus are already having an impact on global markets and economic activity and Fiji is also impacted with business disruptions and levels of activity already reducing in several market sectors. There is considerable uncertainty around the possible duration of and the resulting depth of impact that may arise subsequently from the disruptions caused.

**SAVUSAVU TOWN COUNCIL
COUNCILS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2014**

The Council members and management are carefully considering the impact of the COVID-19 outbreak on the Council and assessing future operational options. The financial impacts, however, cannot be reasonably estimated at this time as it is largely attributable to matters the Council cannot control. Management and the members believe the Council have sufficient financial resources together with arrangements with their customers and suppliers at this time to be able to successfully manage the business risks despite the current uncertain economic outlook due to the COVID-19 outbreak.

They have a reasonable expectation that the Council have adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Aside from the matters referred to above, no charge on the assets of the Council has arisen since the end of the financial period to the date of this report to secure the liabilities of any other person. No contingent or other liability has become enforceable or is likely to become enforceable within a period of twelve months from the date of this report, which in the opinion of the Board, will or may affect the ability of the entity to meet its obligation when they fall due.

Other circumstances

As at the date of this report:

- a) no charge on the assets of the Council has been given since the end of the financial year to secure the liabilities of any other person;
- b) no contingent liabilities have arisen since the end of the financial year for which the Council could become liable; and
- c) no contingent liabilities or other liabilities of the Council have become or are likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the management, will or may substantially affect the ability of the Council to meet its obligations as and when they fall due.

As at the date of this report, management are not aware of any circumstances that have arisen, not otherwise dealt with in this report or the Council's financial statements, which would make adherence to the existing method of valuation of assets or liabilities of the Council misleading or inappropriate.

Management benefits

Since the end of the previous financial year, no management staff has received or become entitled to receive a benefit (other than those included in the aggregate amount of emoluments received or due and receivable by management shown in the financial statements or received as the fixed salary of a full time employee of the Council) by reason of a contract made by the Council with the management or with a firm of which he is a member, or with an Organisation in which he has a substantial financial interest.

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

Dated this 5th day of May, 2023.



Special Administrator



Chief Executive Officer

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

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

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

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

Dated this 5th day of May, 2023.


Special Administrator


Chief Executive Officer

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INDEPENDENT AUDITORS REPORT

Savusavu Town Council

Report on the Audit of the Financial Statements

Opinion

I have audited the financial statements of Savusavu Town Council ("the Council"), which comprise the Statement of Financial Position as at 31 December 2014, Statement of Comprehensive Income, Statement of Changes in Accumulated Funds and Reserves, the Statement of Cash Flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraph, the accompanying financial statements present fairly, in all material respects, the financial position of the Council as at 31 December 2014, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs).

Basis for Qualified Opinion

1. The Council recorded Trade Receivable of \$470,721 (Note 4) in the financial statements. The Council was unable to provide listings, subsidiary ledgers, and reconciliations to support the above balance. Furthermore, the Council has not provided evidence of impairment assessment carried out on its Trade Receivable. As a result, I was unable to ascertain whether Trade Receivable balance of \$470,721 is fairly stated in the Statement of Financial Position as at 31 December 2014.
2. The Council recorded Trade Creditors balance of \$122,089 (Note 6) in the financial statements. The Council was unable to explain or provide relevant supporting documents to substantiate the balance. As a result, I was unable to ascertain whether Trade Creditors balance of \$122,089 recorded is fairly stated in the Statement of Financial Position as at 31 December 2014.
3. The Council recorded land sale deposits amounting to \$456,549 in the financial statements. The Council was unable to provide detailed listing and relevant supporting documents to substantiate the balance. Furthermore, the Council has not maintained separate bank account for these deposits and nor the Councils holds sufficient cash and cash equivalent to cater for refund should depositors require a refund. As a result, I was unable to ascertain the accuracy and existence of the land sale deposits balance of \$456,549 recorded in the Statement of Financial Position as at 31 December 2014.
4. The Council have not disclosed Related Party Transactions as required by Section 33 of IFRS for SMEs– Related Party Disclosures. As a result, the financial statements of the Council are not complete nor fairly disclosed in accordance with all the requirements of IFRS for SMEs.

I have conducted my audit in accordance with International Standards on Auditing (ISA). My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the Council in accordance with the *International Ethics Standards Board for Accountant's code of Ethics for Professional Accountants* (IESBA Code) together with the ethical requirements that are relevant to my audit of the financial statements in Fiji and I have fulfilled my other ethical responsibilities in accordance with these requirements and the IESBA Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter

I draw attention to Note 11 of the financial statements which notes the announcement made in the 2020/2021 National budget, that effective from 01 August 2020, Fiji's business license regime would be abolished, and fees will no longer be collected by the Council.

My opinion is not modified in respect of this matter.

Other information

The Management and Special Administrators are responsible for the other information. The other information comprises the Annual report but does not include the financial statements and the auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained during the audit, or otherwise appears to be materially misstated. If, based upon the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report the fact. I have nothing to report in this regard.

Responsibilities of Management and those charged with governance for financial statements

The Management of the Council and the Special Administrators are responsible for the preparation and fair presentation of these financial statements in accordance with IFRS for SMEs and the Local Government Act 1972 and for such internal control as the Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Council's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management intend to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Council's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISA will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with ISA, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Auditor's Responsibilities for the Audit of the Financial Statements (con't)

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Council's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management and Special Administrators.
- Conclude on the appropriateness of the Management's and Special Administrators' use of going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Council's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures, are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Council to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the Management and Special Administrators regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Report on Other Legal and Regulatory Requirements

In my opinion, the financial statements have been prepared in accordance with the requirements of the Local Government Act 1972 in all material respects, and;

- a) I have been given all information, explanations and assistance necessary for the conduct of the audit; and
- b) the Council has kept financial records sufficient to enable the financial statements to be prepared and audited.



Sairusi Dukuno
ACTING AUDITOR-GENERAL



Suva, Fiji
19 May 2023

SAVUSAVU TOWN COUNCIL
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 (\$)	2013 (\$)
Income		
Rates:		
General	254,806	271,688
	<u>254,806</u>	<u>271,688</u>
Less: Rates discount	(10,717)	(706)
Less: Town rate waiver	-	(61)
	<u>(10,717)</u>	<u>(767)</u>
	<u>244,089</u>	<u>270,921</u>
Amortisation of capital grant	26,064	19,882
Profit on sale	-	25,698
Business license fees	34,709	34,804
Fees, charges and rent	228,069	205,249
Loan rates	70,722	79,169
Others	92,684	76,762
	<u>452,248</u>	<u>441,564</u>
Total income	<u>696,337</u>	<u>712,485</u>
Expenses		
Administrative and operating costs	214,357	130,088
Auditor's remuneration	9,150	6,087
Depreciation and amortization	46,984	45,498
Employees salaries and benefits	332,899	281,928
Finance cost	11,441	7,449
Maintenance costs	182,775	98,727
Street lights	-	16,378
Total expenses	<u>797,606</u>	<u>586,155</u>
Other comprehensive income	-	-
Total comprehensive (loss)/profit for the year	<u>(101,269)</u>	<u>126,330</u>

The above statement is to be read in conjunction with the notes to and forming part of the financial statements.

SAVUSAVU TOWN COUNCIL
STATEMENT OF CHANGES IN ACCUMULATED FUNDS AND RESERVES
FOR THE YEAR ENDED 31 DECEMBER 2014

2014

	Note	Reserves	Accumulated Funds	Total
		(\$)	(\$)	(\$)
Balance at January 1, 2014		7,108,371	112,704	7,221,075
General fund		-	(171,991)	(171,991)
Loan rate fund		-	70,722	70,722
Transfer of assets		(193,690)	-	(193,690)
Balance at 31 December 2014	9	6,914,681	11,435	6,926,116

2013

		Reserves	Accumulated Funds	Total
		(\$)	(\$)	(\$)
Balance at January 1, 2013		7,108,371	(13,626)	7,094,475
General fund		-	63,539	63,539
Loan rate fund		-	79,169	79,169
Street light fund		-	(16,378)	(16,378)
Balance at 31 December 2013	9	7,108,371	112,704	7,221,075

The above statement is to be read in conjunction with the notes to and forming part of the financial statements.

SAVUSAVU TOWN COUNCIL
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2014

	Note	2014 (\$)	2013 (\$)
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	254,168	52,538
Trade and other receivables	4	471,707	531,853
		<u>725,875</u>	<u>584,391</u>
NON-CURRENT ASSETS			
Property, plant and equipment	5	7,497,302	7,639,401
		<u>7,497,302</u>	<u>7,639,401</u>
TOTAL ASSETS		<u>8,223,177</u>	<u>8,223,792</u>
LIABILITIES			
CURRENT LIABILITIES			
Bank Overdraft	3	236,691	152,840
Trade and other payables	6	230,395	212,183
Borrowings	7	5,143	10,501
Land sale deposits		456,549	454,702
		<u>928,778</u>	<u>830,226</u>
NON-CURRENT LIABILITIES			
Deferred grant	8	368,283	172,491
		<u>368,283</u>	<u>172,491</u>
TOTAL LIABILITIES		<u>1,297,061</u>	<u>1,002,717</u>
NET ASSETS		<u>6,926,116</u>	<u>7,221,075</u>
MUNICIPAL FUNDS			
Reserves	9	6,914,681	7,108,371
Accumulated funds		11,435	112,704
TOTAL MUNICIPAL FUNDS		<u>6,926,116</u>	<u>7,221,075</u>

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

Dated this 5th day of May, 2023.


Special Administrator


Chief Executive Officer

The above statement is to be read in conjunction with the notes to and forming part of the financial statements.

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

		2014	2013
	Note	(\$)	(\$)
Cash flows from operating activities			
Receipts from customers		953,026	628,671
Payments to trade creditors, other creditors and employees		(658,021)	(507,845)
Net VAT movement		55,102	1,754
Net cash provided by operating activities	2	350,107	122,580
Cash flows from investing activities:			
Acquisition/ disposal of property, plant and equipment		(232,328)	(74,058)
Net cash used in investing activities		(232,328)	(74,058)
Net increase/(decrease) in cash and cash equivalents held		117,779	48,522
Cash and cash equivalents at beginning of year		(100,302)	(148,824)
Cash and cash equivalents at end of financial year	3	17,477	(100,302)

The above statement is to be read in conjunction with the notes to and forming part of the financial statements.

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

1 Corporate information

The Savusavu Town Council was incorporated in Fiji under the Local Government Act, 1972. The address of its registered office and principal place of business is Verevere Street, Main Town, P O Box 201, Savusavu Town Council, Savusavu. The principal activities under the Local Government Act is to provide for the health, welfare and convenience of the inhabitants of the Savusavu Town Municipality and to preserve the amenities or credit thereof.

1.2 Basis of preparation of the financial statements

The financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs) issued by the International Accounting Standards Board (IASB).

The financial statements have been prepared on a historical cost basis, except for property, plant and equipment that have been measured at fair value. The financial statements are presented in Fijian dollars and all values are rounded to the nearest dollar, except when otherwise indicated.

New or amended Accounting Standards and interpretations adapted

The Council has adopted all of the new or amended accounting standards and interpretations issued by the International Accounting Standards Board and the Local Government Act that are mandatory for the current reporting period.

Any new or amended accounting standards or interpretations that are not yet mandatory have not been early adopted.

Statement of compliance

The financial statements of Savusavu Town Council have been prepared in accordance with International Financial Reporting Standards for Small and Medium- sized Entities ("IFRS for SMEs") issued by the International Accounting Standards Board and the Local Government Act. These policies have been consistently applied, unless otherwise stated.

1.3 The Savusavu Town 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

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.

1.4 Significant accounting judgments, 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 outcome that could require a material adjustment to carrying amount of the asset liability affected in the future.

Judgments

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

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

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 adjustment 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.

1.5 Summary of significant accounting policies

The following are significant accounting policies applied by the Council in preparing its financial statements:

a) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand and bank deposits with an original maturity of three months or less. For the purposes of the statement of Cash Flows, cash and cash equivalents consist of cash and cash equivalents as defined above.

b) Investments and other 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. All financial instruments are measured initially at their fair value plus, in the case of financial assets and financial liabilities not at fair value through profit and loss, any directly attributable incremental costs of acquisition or issue.

Receivables

Trade receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Trade 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 through the amortisation process. Bad debts are written-off as incurred.

c) Impairment of financial assets

The Council assesses at each statement of financial position 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.

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, a provision 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 reduced through use of an allowance account. Impaired debts are derecognised when they are assessed as uncollectible.

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

d) Property, plant and equipment

Property, plant and equipment are tangible items that:

- Are held for use in the production or supply of goods and services, for rental to others or for administrative purposes; and
- Are expected to be used during more than one period.

Items of property, plant and equipment are initially recognised at cost less accumulated depreciation and any accumulated impairment losses, except for land and buildings which are stated at revalued amounts. Costs include all costs incurred to bring the asset to the condition necessary for it to be capable of operating in the manner intended by management. The revalued amount is the fair value at the date of the revaluation less any subsequent accumulated depreciation and impairment losses. Revaluations are made with sufficient regularity such that the carrying amount does not differ materially from that which would be determined using fair value at the end of the reporting year.

When land and buildings are revalued, the gross carrying amount is adjusted consistently with the revaluation of the carrying amount. The accumulated depreciation at that date is adjusted to equal the difference between the gross carrying amount and the carrying amount after taking into account accumulated impairment losses. Any increase or decrease in an asset's carrying amount, as a result of revaluation, is recognised in other comprehensive income and accumulated in the revaluation reserve in accumulated funds.

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

- | | | | |
|---------------------|------|------------------------------|------|
| • Land and building | 2.5% | • Motor vehicle | 10% |
| • Office equipment | 10% | • Tools, plant and equipment | 2.5% |
| • Roads & drains | 2.5% | | |

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

e) 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 infinite 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.

Gains 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 asset and are recognised in the income statement when the asset is derecognised.

f) 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

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

f) Impairment of non-financials assets (continued)

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 assets is increased to its recoverable amount.

g) Fund accounting

The Savusavu Town 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:

Land Dealing

This fund has been created for contributions received from deposit of land. The fund will be utilised to develop the same land.

h) 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 recognized as an interest expense.

i) Employee entitlements

Employee entitlements relating to wages, salaries, annual leave, sick leave, and retirement benefit represents the amount which the Council has a present obligation to pay resulting from the employees' services provided upto 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 the current pay rates in respect of employees' services up to that date.

j) 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 fulfillment of the arrangement is dependent on the use of a specific asset or assets or the arrangement conveys a right to use the asset.

k) 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.

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

l) Deferred grant

Plant and equipment acquired through donations and grant are brought to account as assets. Such donations and funding's are treated as deferred income which are brought to income over the asset's estimated useful life.

m) Revenue recognition

Revenue is recognised in the financial statements using the accrual concept of accounting. Council's major stream of revenue is rates collection.

n) Income tax

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

o) Comparative figures

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

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

2 Cash flow information

Reconciliation of net income to net cash provided by operating activities:

	2014	2013
	(\$)	(\$)
Net (deficit)/ surplus for the year	(101,269)	126,330
Non-cash flows in profit:		
Depreciation	46,984	45,498
Amortisation of deferred grant	(26,064)	-
Bad debts	143,719	-
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(83,573)	(85,569)
- increase/(decrease) in trade and other payables	14,701	35,333
- increase/(decrease) in deferred income	355,609	988
Net cash flow from operating activities	<u>350,107</u>	<u>122,580</u>

3 Cash and Cash Equivalents

Land Dealing-5591532	10,904	7,253
Grant account – 9805345056 - <i>refer to (a)</i>	175,895	-
Naveria Tenants-7652788 - <i>refer to (b)</i>	117	177
Petty Cash-9800157712	6,628	815
BSP Project account - <i>refer to (c)</i>	60,624	44,293
	<u>254,168</u>	<u>52,538</u>
Bank overdraft		
Bank overdraft - secured	236,691	152,840
Total cash and cash equivalents	<u>17,477</u>	<u>(100,302)</u>

- (a) The Grant account was opened in 2014 specifically for grant from Embassy of Japan to purchase Compact truck.
(b) As the Council performs a custodian role, cash at bank – Naveria Tenants are only to be used for development of the said area.
(c) BSP Project account records other grants such as Ministerial grants for the purpose of development project.

4 Trade and Other Receivables

Trade receivables	470,721	530,867
Deposits	986	986
	<u>471,707</u>	<u>531,853</u>

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

5 Property, plant and equipment

	Ganilau Park (\$)	Nakama Stage 3 (\$)	Nakama Stage 4 (\$)	Foreshore (\$)	Market (\$)	Bus Stand (\$)	Office Equipment (\$)	Plant machinery & tools (\$)	Motor Vehicles (\$)	Roads and drains (\$)	Total (\$)
Gross carrying amount											
At 31 December 2013	705,163	555,975	3,496,100	856,669	830,881	803,700	4,382	26,471	174,046	342,403	7,795,790
Additions	-	-	-	-	224,931	-	4,422	2,975	-	-	232,328
Transfer to FRA	-	-	-	-	-	-	-	(10,765)	-	(342,403)	(353,168)
At 31 December 2014	705,163	555,975	3,496,100	856,669	1,055,812	803,700	8,804	18,681	174,046	-	7,674,950
Accumulated depreciation											
At 31 December 2013	23,998	-	-	1,315	32,865	24,317	3,306	9,494	35,369	25,725	156,389
Depreciation	1,768	-	-	667	17,687	8,842	385	1,087	16,548	-	46,984
Transfer to FRA	-	-	-	-	-	-	-	-	-	(25,725)	(25,725)
At 31 December 2014	25,766	-	-	1,982	50,552	33,159	3,691	10,581	51,917	-	177,648
Net carrying amount											
As at 31 December 2013	681,165	555,975	3,496,100	855,354	798,016	779,383	1,076	16,977	138,677	316,678	7,639,401
As at 31 December 2014	679,397	555,975	3,496,100	854,687	1,005,260	770,541	5,113	8,100	122,129	-	7,497,302

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

6 Trade and other payables

	2014	2013
	(\$)	(\$)
Trade creditors	122,089	164,102
Other payables	15,277	10,683
Payroll liabilities	4,068	3,539
VAT payable	88,961	33,859
	<u>230,395</u>	<u>212,183</u>

7 Borrowings

Other loan payable	-	1,170
Term loan	-	7,473
FNPF loan	5,143	1,858
	<u>5,143</u>	<u>10,501</u>

8 Deferred Grant

At 1 January	172,491	171,503
Grant received	355,608	20,870
Amortisation of deferred grant	(26,064)	(19,882)
Released to accumulated funds	(133,752)	-
At 31 December	<u>368,283</u>	<u>172,491</u>

The deferred grant relates to a Backhoe Digger and Garbage Truck donated by the Japanese Embassy at the value of \$168,200. Benefits realised in 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 constructions by the Council, \$47,960 to be amortised over the useful life. Roads has been transferred to FRA therefore the balance of \$133,752.10 has been cancelled.

2014: Embassy of Japan - \$175,000 to purchase compactor truck which is unutilised

2014: Ministry of Local Government - \$225,000 to construct market

9 Reserves

Balance at January 1	7,108,371	7,108,371
Transfer of asset	(193,690)	-
At 31 December	<u>6,914,681</u>	<u>7,108,371</u>

10 Contingent Liabilities

As at 31 December 2014, the Council's contingent liabilities not otherwise provided for in the financial statements amounted to \$Nil (2013: \$Nil).

11 Events after the end of the Reporting Period

Since the end of the financial year, the Council is not aware of any matters or circumstances 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 the state of affairs of the Council in subsequent years.

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

11 Events after the end of the Reporting Period

No matters or circumstances have arisen since the end of financial year which significantly affected or may affect the operations of the Savusavu Town Municipality and to preserve the amenities or credit thereof.

Amendments to the Local Government Act 1972

A recent amendment to the Local Government Act 1972 through Local Government (Budget Amendment) Act. Municipal Councils to update the audit of annual financial statements up to 31 July 2020 and have them published in a newspaper in Fiji by 31 March 2021. As a result of the amendment, all Councils will need to prepare and submit for audit seven-month period from 1 January to 31 July 2020.

Business Licenses

As announced in the 2020/2021 National Budget, effective from 1 August 2020 Fiji's business license regime would no longer be collected by the Council.

Base and Market Fees

As announced in the 2021/2022 National Budget, the Government of Fiji will pay full stall fee for one year effective from 1 August 2021.

Covid-19

Subsequent to balance date the corona virus disease (COVID-19) outbreak developed rapidly in 2020 bringing a significant health impact globally. Measures taken to contain the virus are already having an impact on global markets and economic activity and Fiji is also impacted with business disruptions and levels of activity already reducing in several market sectors. There is considerable uncertainty around the possible duration of and the resulting depth of impact that may arise subsequently from the disruptions caused.

The Council members and management are carefully considering the impact of the COVID-19 outbreak on the Council and assessing future operational options. The financial impacts, however, cannot be reasonably estimated at this time as it is largely attributable to matters the Council cannot control. Management and the directors believe the Council have sufficient financial resources together with arrangements with their customers and suppliers at this time to be able to successfully manage the business risks despite the current uncertain economic outlook due to the COVID-19 outbreak.

They have a reasonable expectation that the Council have adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Aside from the matters referred to above, no charge on the assets of the Council has arisen since the end of the financial period to the date of this report to secure the liabilities of any other person. No contingent or other liability has become enforceable or is likely to become enforceable within a period of twelve months from the date of this report, which in the opinion of the Board, will or may affect the ability of the entity to meet its obligation when they fall due.

12 Approval of the financial statements

These financial statements were approved by the Council and authorised for issue on the ^{5th} day of May, 2023.

SAVUSAVU TOWN COUNCIL

STATEMENT OF INCOME AND EXPENDITURE - GENERAL FUND

FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 (\$)	2013 (\$)
)Income		
Amortisation of deferred income	26,064	19,882
Backhoe hire	4,774	2,740
Building fees	11,890	3,964
Business, trading and other licenses	34,709	34,804
Profit on sale	-	25,698
Carnival charity	17,847	10,817
Ganilau Park	5,882	4,548
Garbage Dump charges	21,222	14,993
Gate takings	-	93
General rates	254,806	271,688
Interest - overdue rates	48,473	45,952
Jetty lease	41,469	46,499
Land account	-	43
Billboard and signage	-	819
Market fees and charges	98,269	94,487
Lease Income	-	2,900
Miscellaneous	5,715	4,207
Litter fine	35	-
Road Show	2,067	2,192
Taxi, bus and carrier stand fees	36,624	33,681
Rates [unidentified]	25,738	13,359
Other income	747	717
	636,331	634,083

Expenditure

Advertising	1,294	1,524
Audit and accounting fees	9,150	6,087
Back hoe - maintenance	1,512	200
Civic Reception	8,620	11,123
Depreciation	46,984	45,498
Discount	10,717	706
FNPF	22,432	19,747
TPAF levy	3,516	3,153
General	10,688	4,117
Incidental & emergency	-	34,121
Insurance	10,619	10,823
Interest and bank charges	11,441	7,449
Land rent	980	306
Cleaning Expenses	-	1,104
Legal	1,265	-
Motor Vehicle maintenance	56,263	32,493

The above statement is to be read in conjunction with the notes to and forming part of the financial statements.

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

	2014	2013
	(\$)	(\$)
Parks and beautification	74	4,346
Office equipment - maintenance	217	533
Office and market - maintenance	3,194	457
Office stationery, postage, printing and advertising	8,429	10,650
General repairs and maintenance	11,768	29,944
Roads and drains - maintenance	42,579	19,754
Road upgrading	48,466	-
Bad debts	143,719	-
Other expenses	2,578	4,419
Salaries, wages and allowances	296,013	246,647
Security	11,174	10,138
Staff training and welfare	9,791	399
Uniform	1,147	3,541
Town rate waiver	-	61
Travelling and incidental	8,232	8,441
Utilities	25,460	52,764
	<u>808,322</u>	<u>570,544</u>
Surplus/ (deficit) for the year	<u>(171,991)</u>	<u>63,539</u>

The above statement is to be read in conjunction with the notes to and forming part of the financial statements.

SAVUSAVU TOWN COUNCIL

STATEMENT OF INCOME AND EXPENDITURE - LOAN RATE FUND

FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	(\$)	(\$)
Income		
Loan rates	70,722	79,169
	<u>70,722</u>	<u>79,169</u>
Expenditure		
Loan rate expenses	-	-
	<u>-</u>	<u>-</u>
Surplus for the year	<u>70,722</u>	<u>79,169</u>

SAVUSAVU TOWN COUNCIL

STATEMENT OF INCOME AND EXPENDITURE - STREET LIGHT FUND

FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	\$	\$
Income		
Street light rate	-	-
Expenditure		
Street light expenses	-	16,378
Deficit for the year	-	(16,378)