

STATEMENT OF COMPLIANCE

Griffith City Council

CONFIRMS THAT:

1. In accordance with the *Local Government Act 1993*, entries for the year ended 30 June 2022 have been duly completed and the rates levied in 2022-23 have been brought to account and that the valuation figures upon which the rates have been levied have been checked with the valuations shown in the Valuation List.
2. The 2021-22 supplementary valuations (net) of rateable land shown in Workpaper 1 has been calculated after adding values from the Valuer General's supplementary list and deducting any values from the preceding year for the those parcels. Only valuations as defined in the Valuation of Land Act 1916 have been taken into account.
3. Valuations appearing under the rating categories in Schedules 1 and 2 showing the calculation of the notional revenue (notional rate income) and notional general income yield are correct and have been examined by me.
4. Calculations are complete for:
 - Schedules 1, 2, 3, 4, 4A and Draft Permissible Income
 - Work Paper 1
5. All schedules have been fully completed.
6. The Workpapers are now available for audit.

[Redacted Signature]

General Manager

[Redacted Signature]

Responsible Accounting Officer

Dated at Griffith, this 16th day of August, 2022

Griffith City Council

Permissible Income Calculation
For the year ended 30 June 2023

*** IMPORTANT NOTE: DATA FOR COLUMN E CELLS E14 TO E43 CAN BE COPIED OR MANUALLY ENTERED FROM THE PREVIOUS YEAR'S WORKPAPERS PERMISSIBLE INCOME CALCULATION COLUMN F CELLS F14 TO F43. THE AMOUNT MUST BE ENTERED INTO EACH CELL ROUNDED TO THE WHOLE \$, THEN THE CELL WILL AUTOMATICALLY FORMAT TO THE NEAREST THOUSAND (\$'000)**

***2021-22 Calculation** **2022-23 Calculation**
\$'000 \$'000

Notional General Income Calculation ⁽¹⁾

Last Year Notional General Income Yield	0	18
Plus or minus Adjustments ⁽²⁾	18	18,519
Notional General Income	18	18,537

Permissible Income Calculation

Special variation percentage ⁽³⁾		0.00%
OR Rate peg percentage	2.00%	2.00%
OR Crown land adjustment incl. rate peg percentage		0.00%

Less expiring special variation amount	0	0
Plus special variation amount		0
OR Plus rate peg amount	0	371
OR Plus crown land adjustment and rate peg amount	0	0
Sub-total	0	18,908

Plus or minus last year's Carry Forward Total	0	0
Less Valuation changes claimed in the previous year	0	0
Sub-total	0	0

Total Permissible income **18** **18,908**

Less Notional General Income Yield	18	18,890
Catch-up or (excess) result	0	18

Plus Income lost due to reduction in valuation claimed ⁽⁴⁾	0	0
Carry forward to next year ⁽⁶⁾	0	18

Notes

- (1) The Notional General Income will not reconcile with rate income in the financial statements in the corresponding year. The statements are reported on an accrual accounting basis which include amounts that relate to prior years' rates income.
- (2) Adjustments account for changes in the number of assessments and any increase or decrease in land value occurring during the year. The adjustments are called in the *Valuation of Land Act 1916* "supplementary valuations" as defined in the *Valuation of Land Act 1916*.
- (3) The Special Variation Percentage is inclusive of the Rate Peg percentage and where applicable crown land adjustment.
- (4) Reductions in Valuation are unexpected changes in land values issued by the Valuer-General. Councils can claim the value of the income lost due to the changes in any single year.
- (5) Unused catch-up amounts will be deducted if they are not caught up within 10 years. Usually councils will have a nominal carry forward figure. These amounts can be adjusted for in setting the rates in a future year.
- (6) Carry forward amounts (Cell F43) which are in excess (an amount that exceeds the permissible income) require Ministerial approval by order published in the NSW Government Gazette in accordance with section 512 of the *Local Government Act 1993*. The OLG will extract these amounts from councils' Special Schedule Permissible Income for General Rates in the Financial Data Return (FDR) to administer this process. **Please check data is transferred accurately to the Financial Statements and the FDR.**