

Special Schedule 7 - Revaluation of Transport and Stormwater Assets

Bogan Shire Council undertook a revaluation of transport and stormwater assets in 2013/14 in accordance with accounting standard AASB116.

As part of this valuation the condition of all assets was established through physical inspection by Council's Asset Engineer.

Importantly, this physical inspection allowed for a complete picture of the asset condition which was documented in the asset revaluation report (Attachment 5).

From this, it was established that the transport and stormwater infrastructure backlog figure quoted in Special Schedule 7 of Council's recent Financial Statements has been overstated.

A revised backlog figure has been derived from the lists of assets shown as being in worse than "good" condition on pages 11, 12 and 13 of the report according to the methodology detailed in the Local Government Code of Accounting Practice and Financial Reporting. This revised figure has been used as the basis for the Infrastructure backlog Ratio for 2015/16 onwards.

The revaluation report, including the methodology, was reviewed in detail by Council's auditors for the 2013/14 audit and was found to be satisfactory.