

## City of Parramatta Council

### Permissible income for general rates

\$ '000	Notes	2020/21 Former Parra- matta City Council	2020/21 Former Hills Shire Council	2020/21 Former Auburn City Council	2020/21 Former Hornsby Shire Council	2020/21 Former Holroyd City Council	2020/21 City of Parra- matta Council	2021/22 City of Parra- matta Council
<b>Notional general income calculation <sup>1</sup></b>								
Last year notional general income yield	a	107,082	12,058	15,938	12,089	1,483	148,650	155,184
Plus or minus adjustments <sup>2</sup>	b	909	215	909	278	1	2,312	1,130
<b>Notional general income</b>	c = a + b	<b>107,991</b>	<b>12,273</b>	<b>16,847</b>	<b>12,367</b>	<b>1,484</b>	<b>150,962</b>	<b>156,314</b>
<b>Permissible income calculation</b>								
Rate peg percentage	d	2.60%	2.60%	2.60%	2.60%	2.60%		2.00%
Or plus rate peg amount	e = c x d	2,808	319	438	322	39	3,926	3,126
<b>Sub-total</b>	f = c + e	<b>110,799</b>	<b>12,592</b>	<b>17,285</b>	<b>12,689</b>	<b>1,523</b>	<b>154,888</b>	<b>159,440</b>
Plus (or minus) last year's carry forward total	g	25	(220)	—	(14)	2	(207)	(146)
<b>Sub-total</b>	i = g + h	<b>25</b>	<b>(220)</b>	<b>—</b>	<b>(14)</b>	<b>2</b>	<b>(207)</b>	<b>(146)</b>
<b>Total permissible income</b>	j = f + i	<b>110,824</b>	<b>12,372</b>	<b>17,285</b>	<b>12,675</b>	<b>1,525</b>	<b>154,681</b>	<b>159,294</b>
Less notional general income yield	k	111,184	12,592	17,197	12,689	1,522	155,184	159,983
<b>Catch-up or (excess) result</b>	l = j - k	<b>(361)</b>	<b>(220)</b>	<b>88</b>	<b>(15)</b>	<b>3</b>	<b>(505)</b>	<b>(689)</b>
Plus income lost due to valuation objections claimed	m	359	—	—	—	—	359	43
<b>Carry forward to next year <sup>3</sup></b>	n = l + m	<b>(2)</b>	<b>(220)</b>	<b>88</b>	<b>(15)</b>	<b>3</b>	<b>(146)</b>	<b>(646)</b>

#### 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 'supplementary valuations' as defined in the *Valuation of Land Act 1916* (NSW).
- (3) Carry forward amounts 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 Council's Permissible income for general rates Statement in the financial data return (FDR) to administer this process.