



CITY OF SOUTH PERTH  
**ANNUAL REPORT**  
2022/23



A CITY OF ACTIVE PLACES AND BEAUTIFUL SPACES





## Acknowledgement of Country

Kaartdjinin Nidja Nyungar Whadjuk Boodjar Koora Nidja Djining Noonakoort kaartdijin wangkiny, maam, gnarnk and boordier Nidja Whadjul kura kura.

We acknowledge and pay our respects to the traditional custodians of this land, the Whadjuk people of the Noongar nation and the Elders past and present.

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**Front cover image:** First image: The Mends Street precinct. Second image: Como Beach Bridge.

**Contents page image:** Black Swans and Pelicans at Djirda Miya, the City's award-winning Black Swan Habitat Island.

# WELCOME WANDJU WANDJU

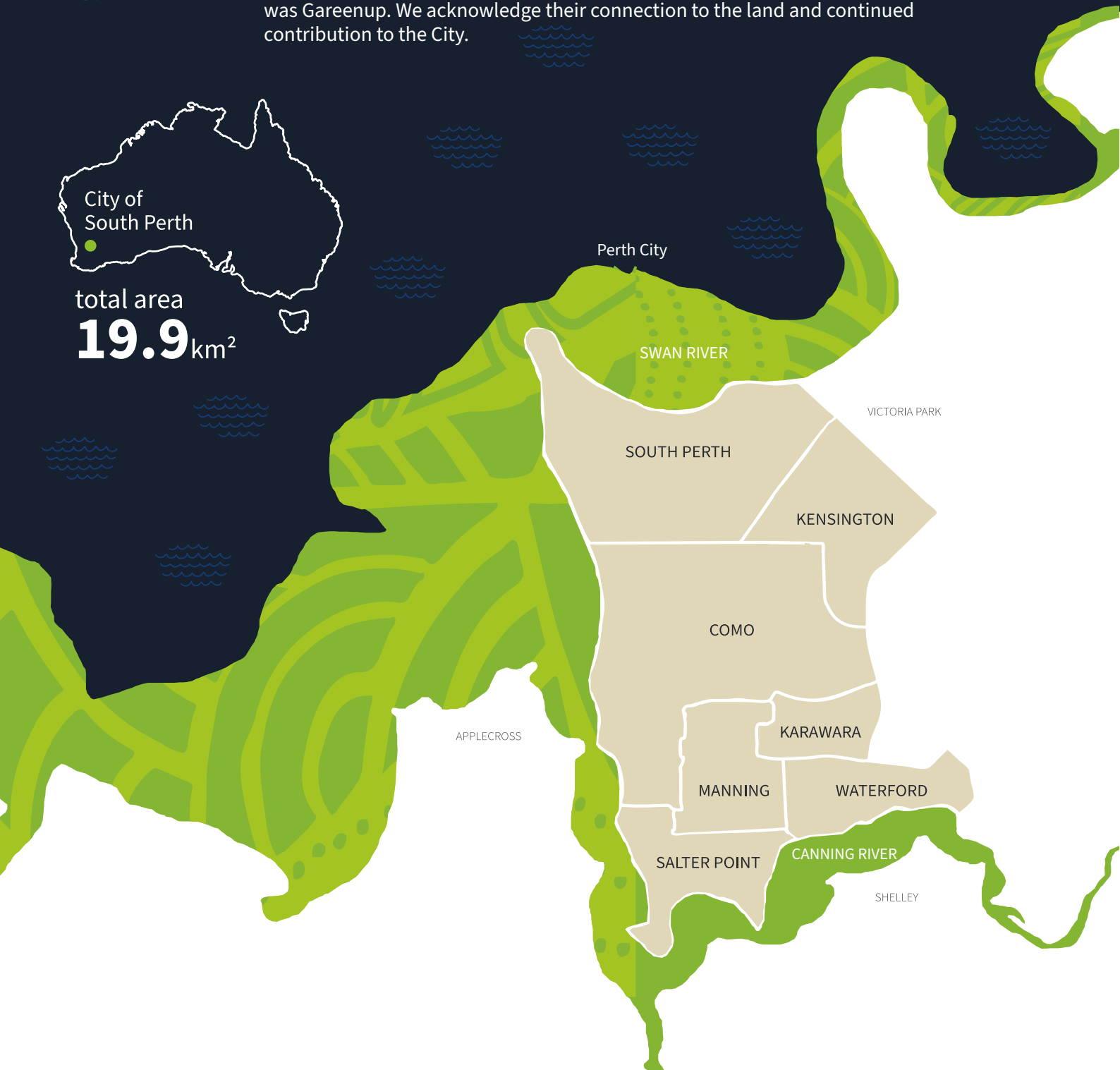
From its days of proclamation in 1959 the City of South Perth has flourished into an area boasting scenic river foreshores, premier tourist attractions, thriving precincts, and a connected and engaged community.

Covering nearly 20 square kilometres and located just four kilometres south of Perth's Central Business District, the City of South Perth local government area is home to over 46,000 residents.

The South Perth area is the country of Beeloo Noongar people, or river people. Noongar people who used this area were known as Gareen and their place was Gareenup. We acknowledge their connection to the land and continued contribution to the City.



total area  
**19.9** km<sup>2</sup>





# ABOUT THIS REPORT

This report describes the City's performance over the last financial year against the objectives of the Strategic Community Plan 2021–2031 and the Corporate Business Plan 2022/23–2025/26.

## HOW TO READ THIS REPORT

The Annual Report outlines our performance, achievements and challenges during 2022/23 based on the four strategic directions outlined in the Strategic Community Plan 2021–2031:

**Community:** Our diverse community is inclusive, safe, connected and engaged

**Economy:** A thriving City activated by attractions and opportunities that encourage investment and economic development

**Environment (Built and Natural):**

Sustainable, liveable, diverse, and welcoming neighbourhoods that respect and value the natural and built environment

**Leadership:** A local government that is receptive and proactive in meeting the needs of our community.

## COPIES OF THIS REPORT

In line with our ongoing commitment to sustainability, the City produces a limited number of printed copies of the Annual Report and encourages people to view the report and associated financials on the City's website, [southperth.wa.gov.au](https://southperth.wa.gov.au). A printed copy of this report can be viewed at the City of South Perth Civic Centre and the City's libraries.

## ALTERNATIVE FORMATS

To cater to our residents and community who speak English as a second language or have additional needs, the Annual Report is available in alternative languages and formats on request. You can make a request by calling the City on 9474 0777.

If you need to contact us in your own language, you can reach out to the Translating and Interpreting Service on 13 14 50 and ask them to contact the City.

If you are deaf or have a hearing or speech impairment, contact the City through the National Relay Service.



## MESSAGE FROM **THE MAYOR**

**On behalf of Council, I am pleased to present the City's Annual Report for 2022/23.**

### **A CITY OF ACTIVE PLACES AND BEAUTIFUL SPACES**

During the past year, your Council has continued to work towards our vision of a City of active places and beautiful spaces.

Neil McDougall Park in Como saw a \$1.3 million lake remediation project. The environmentally sensitive works, largely funded by a Federal Government grant have substantially improved the water quality of the local ecosystem, as well as reducing the algal blooms and duckweed growths that have plagued the lake for decades.

The City's Elderfield Wetlands rehabilitation project in Waterford has also improved water quality and created habitat for waterbirds and other wildlife. This important project was funded by the Swan Canning River Recovery Stage Three, managed by Perth NRM through funding from the Federal Government.

In addition, the Mount Henry Spit in Salter Point has been the beneficiary of significant restoration works, partly funded by a grant from the Department of Biodiversity Conservation and Attractions.

### **A BETTER PLACE TO LIVE, WORK AND PLAY**

Our local streets are looking better every year. Following the successful completion of underground power projects in Como and Manning, works began in the South Perth and Hurlingham areas in October 2022.

These works are expected to be completed in May 2024, delivering better looking streetscapes, increased tree canopy cover, reduced summer heat, enhanced street lighting and improved property values.

James Miller Oval in Manning received four new 30-metre towers with LED lighting, providing more opportunity for sport, recreation and leisure activities. This project is the latest in a series of lighting upgrade projects in our local parks, reserves and ovals, enabling our community to play for longer.

A further \$5.2 million was invested in infrastructure such as roads and pathways to provide safe pedestrian access and a well-maintained road network.



### **RESPONSIBLE PLANNING FOR THE FUTURE**

Planning for future population growth is one of the most important roles of local government. In March 2023, Council resolved to support the City's new draft Local Planning Scheme No.7. This new planning scheme will provide the framework for the City's continued growth, whilst ensuring we support the City's economy.

### **STRONG FINANCIAL MANAGEMENT, IMPROVED FINANCIAL PERFORMANCE**

The City's financial health continues to improve. Our Financial Health Indicator (FHI) increased to 74 out of 100 in the 2021/22 financial year, well above the benchmark score of 70 set by the Department of Local Government. At the time of writing, the City expects to receive a FHI of 88 for 2022/23.

2022/23 also saw the City generate its first operating surplus in eight years. Operating surpluses enable the City to properly stock its financial reserves and make financially sustainable provision for replacement and renewal of the key public assets that our community relies upon.

### **RATES RELIEF IN REAL TERMS**

At the same time, Council continues its work to reduce the financial burden on ratepayers.

Council approved a rates movement of 4.5% in the 2022/23 financial year, well below the prevailing Perth CPI of 7.6%. This marked the fourth consecutive Annual Budget where the City's rates movements have either been equal to or below Perth CPI, despite the impact of both COVID-19 and inflation.

It is an honour and a privilege to serve as your Mayor. I would like to thank the City City's CEO, the administration and my fellow Councillors for their tireless efforts.

I look forward to continuing to work with our entire community to deliver great outcomes for this wonderful City.

**Mayor Greg Milner**  
**City of South Perth**



## MESSAGE FROM **THE CHIEF EXECUTIVE OFFICER**

**The City of South Perth is known for its aesthetic appeal and amenity. From sprawling river foreshores and reserves to parks, playgrounds, libraries and community facilities, the City is home to a community of more than 46,000 people from diverse walks of life.**

The City's administration works hard to maintain and renew the core services and infrastructure assets that our community relies upon.

During the year, the City invested in maintaining parks and reserves, installing new roads, providing new drainage infrastructure, preserving buildings as well as the maintenance and upkeep of infrastructure. This work is pivotal in ensuring the longevity of community assets.

Customer service at the City of South Perth is a high priority and the responsibility of all employees. Providing good and consistent customer service is important for keeping the trust and respect of our community. Throughout the year the City conducted a customer service survey and introduced a number of new initiatives to improve the way in which we provide information and services to our community.

As part of the 1System business enterprise system implementation, the City launched the mySouthPerth online portal. This portal is already providing better customer service, greater transparency, and improved efficiencies for our customers and community. The transition to mySouthPerth is an integral part of the City's 'digital first' strategy to achieving our vision of creating an online community and improving our customer's experience.





This year the City also launched its Digital Experience Platform (DXP). DXP will enhance the online experience for our customers, while also refining efficiencies within the City, by allowing customers to better search for information and reducing the amount of steps to raising a request.

DXP will support the community with easy to navigate information (in the form of knowledge articles) that provide guidance on how to report issues and submit the correct request type to the City. DXP provides a unified knowledge base across the City, empowering both City employees and the community to connect to the information they need, in a way that is relevant and easy to use.

I extend my thanks to the Council and the City's administration for their continued support and I look forward to the year ahead, as we continue to work towards our vision of 'a City of active places and beautiful spaces'.

**Mike Bradford**  
**Chief Executive Officer**



# OVERVIEW

## OUR VISION

A City of active places and beautiful spaces. A connected community with easily accessible, vibrant neighbourhoods and a unique, sustainable natural environment.

## OUR FUTURE

The City is preparing for significant and sustained growth over the next decade. The 2023 population forecast for the City of South Perth is 46,069, and is forecast to grow to 65,266 by 2041, an increase of 41.67%. The number of dwellings is forecast to grow from 20,885 in 2021 to 29,280 by 2041, with the average household size rising from 2.18 to 2.22 by 2041. The subsequent planning opportunities and challenges around these growth statistics are being met head-on by the City with a number of plans and strategies already developed and implemented. These will continue to evolve and be implemented over the next decade.

# YOUR CITY OF SOUTH PERTH



# ABOUT OUR CITY

Non-English-speaking backgrounds

**20.5%**



**39**

MEDIAN AGE



**43%** UNIVERSITY QUALIFICATION



**35%**

BORN OVERSEAS

**1.5%**

Aboriginal Torres Strait Islander Population



**31%**

Lone person households



**\$1,994**

MEDIAN WEEKLY HOUSEHOLD INCOME

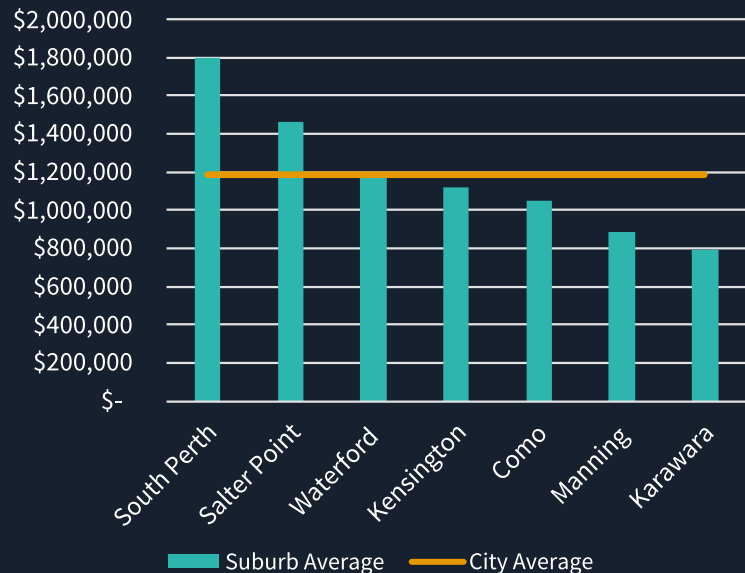


**33.4%**  
FAMILIES

**20,885**  
DWELLINGS



## MEDIAN HOUSE PRICE



**5,036**  
LOCAL BUSINESSES



**16,560**  
Local Jobs

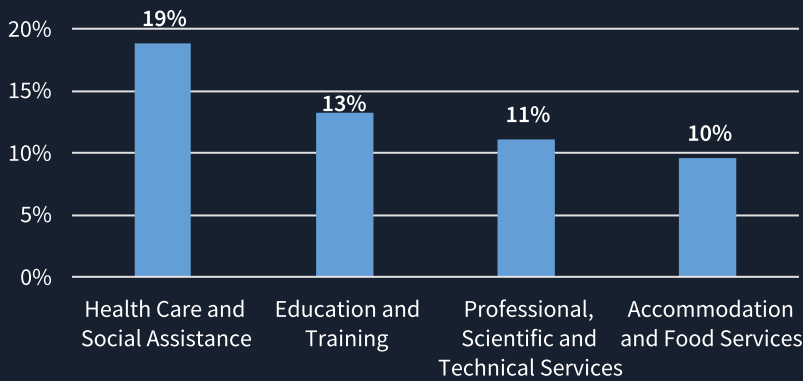


**14,107**  
LOCAL WORKERS



**GROSS REGIONAL PRODUCT (GRP)**  
**\$2.65 billion** which represents 0.7% of the state's Gross State Product (GSP).

**LARGEST EMPLOYMENT BY INDUSTRY (TOP 4)**



**282 km**

pathways



**199 km**  
ROADS



**391 ha**  
RESERVES



**11**  
ACTIVE OPEN SPACES



**46**  
PLAYGROUNDS



**21,394**  
street trees





## OUR STAKEHOLDERS

**As a local government authority, a wide range of organisations and individuals are impacted by what we do. We take this responsibility seriously and strive to understand and connect with our stakeholders in a variety of ways that suit their needs.**

Collaborating with our stakeholders allows us to gain important feedback to inform better decision-making. It also allows us to harness local knowledge and cultural experiences to bring vibrancy, activity and economic benefit to our suburbs, and advocate for and promote the City of South Perth locally, nationally and internationally.

Our stakeholders include our residents, ratepayers, businesses, visitors, tourists, schools, not-for-profit groups and organisations, special interest groups, educational institutions and government agencies.

STAKEHOLDER	WHY THE RELATIONSHIP IS IMPORTANT
<b>City ratepayers and residents</b>	<ul style="list-style-type: none"> <li>• Our decisions impact their daily lives</li> <li>• Users of City programs, services and facilities</li> <li>• Provide feedback to inform decision-making</li> <li>• Local knowledge and cultural experience</li> </ul>
<b>Local businesses</b>	<ul style="list-style-type: none"> <li>• Provide employment, economic development and opportunities for the community</li> <li>• Local knowledge and cultural experience</li> <li>• Bring vibrancy and activity to our suburbs</li> <li>• Provide feedback to inform decision-making</li> </ul>
<b>Visitors and tourists</b>	<ul style="list-style-type: none"> <li>• Visit local attractions</li> <li>• Use City services and facilities</li> <li>• Bring economic benefit</li> <li>• Provide feedback to inform decision-making</li> </ul>
<b>Federal and State Government Departments/Agencies</b>	<ul style="list-style-type: none"> <li>• Provide funding opportunities</li> <li>• Input and direction in planning, legislation and policy</li> <li>• Joint delivery of projects</li> <li>• Make decisions on some planning matters</li> </ul>
<b>Neighbouring local governments</b>	<ul style="list-style-type: none"> <li>• Opportunity to work together for our communities</li> </ul>
<b>Resident, ratepayer, action groups, special interest groups and community groups</b>	<ul style="list-style-type: none"> <li>• Insight into local knowledge and views</li> <li>• Capacity for engagement</li> <li>• Maximise delivery of sporting, community and social activities in the community</li> <li>• Provide feedback to inform decision-making</li> </ul>
<b>Volunteers</b>	<ul style="list-style-type: none"> <li>• Assist the City in the delivery of a range of programs and services</li> </ul>
<b>Partners</b>	<ul style="list-style-type: none"> <li>• Opportunity to work on joint projects, sharing ideas and costs</li> <li>• Provides specialist knowledge</li> <li>• Provide feedback to inform decision-making</li> </ul>
<b>Council advisory groups</b>	<ul style="list-style-type: none"> <li>• Specialist advice</li> <li>• Provide feedback to inform decision-making</li> </ul>
<b>Media</b>	<ul style="list-style-type: none"> <li>• Raise awareness and promote City projects and programs</li> <li>• Build reputation</li> </ul>
<b>City employees</b>	<ul style="list-style-type: none"> <li>• Working together to provide high quality services, facilities and programs for our community</li> <li>• Valuable skills, knowledge and labour to deliver activities and operations</li> </ul>
<b>Suppliers</b>	<ul style="list-style-type: none"> <li>• Provide the goods and services required to ensure we can deliver to our community</li> </ul>
<b>Not-for-profit community organisations</b>	<ul style="list-style-type: none"> <li>• Encourage community participation and connection</li> <li>• Provide services to our community</li> <li>• Use City facilities and services</li> </ul>

# OUR COUNCIL



**Mayor Greg Milner**  
Current Term: 2019 – 2023

## OUR MAYOR AND COUNCILLORS

The City of South Perth comprises of four wards. Throughout the 2022/23 financial year, eight Councillors (Cr) represented the City, with two Councillors representing each of the wards – Millpoint, Moresby, Manning and Como. The Mayor is elected to represent the entire electorate.

### MILLPOINT WARD



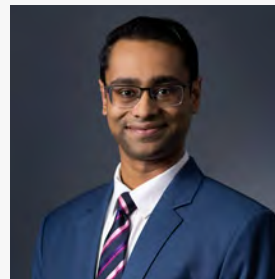
**Cr Ken Manolas**  
Current Term: 2019 – 2023

### MORESBY WARD



**Cr Stephen Russell**  
Current Term: 2019 – 2023

### MANNING WARD



**Deputy Mayor Blake D'Souza**  
Current Term: 2021 – 2025

### COMO WARD



**Cr Glenn Cridland**  
Current Term: 2021 – 2025



**Cr Mary Choy**  
Current Term: 2021 – 2025



**Cr Jennifer Nevard**  
Current Term: 2021 – 2025



**Cr Andre Brender-A-Brandis**  
Current Term: 2019 – 2023



**Cr Nick Warland**  
Current Term 2023 – 2023

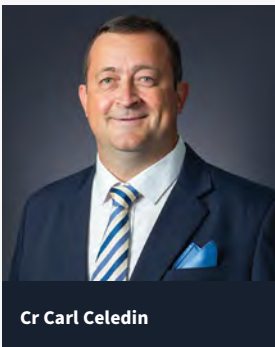




## COMMITTEES

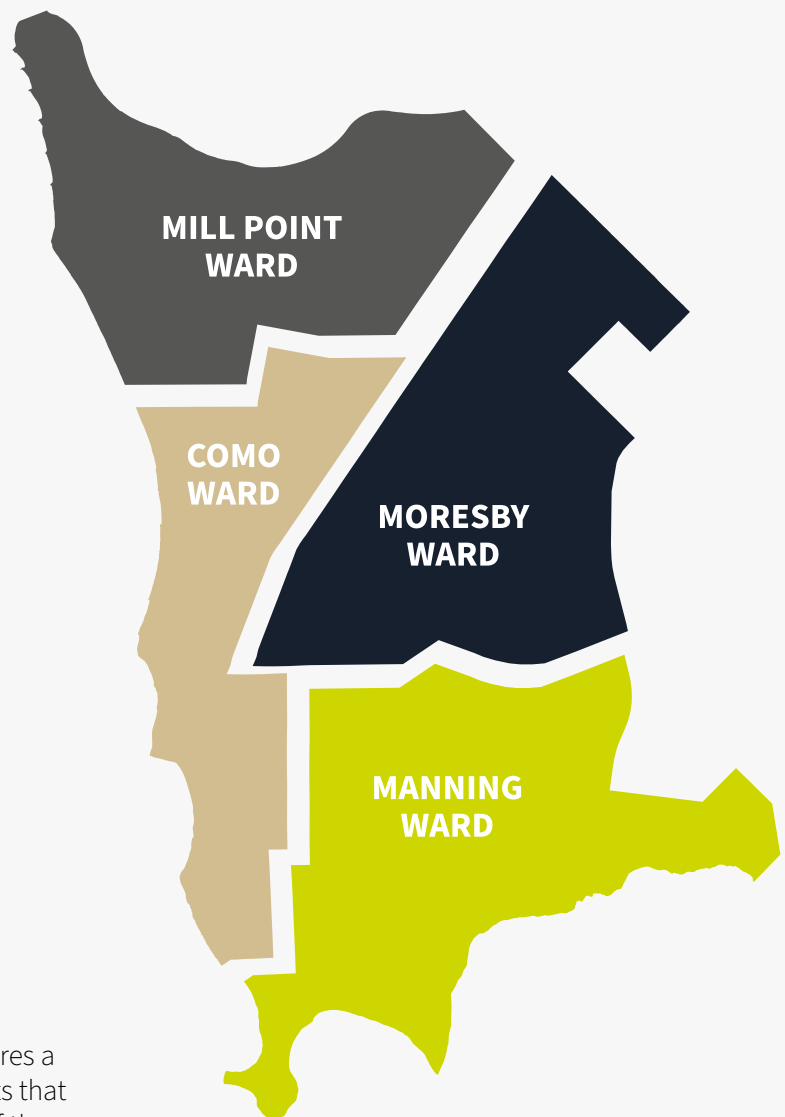
- Audit, Risk and Governance Committee
- CEO Evaluation Committee
- Property Committee (abolished 27 September 2022)

## FORMER COUNCILLORS



Cr Carl Celedin

Cr Carl Celedin was elected to Council in 2019 and retired in December 2022. We would like to acknowledge Cr Celedin for his contribution to the City of South Perth.



## ELECTED MEMBER CONDUCT

Section 5.121 of the *Local Government Act 1995* requires a local government to maintain a register of complaints that results in an action under Section 5.110(6)(b) or (c) of the *Local Government Act 1995*.

There were no complaints made under Section 5.121 of the *Local Government Act 1995* during the reporting period.



# COUNCIL MEETINGS

	Ordinary Council Meetings (12)	Council Agenda Briefings (12)	Special Council Meetings (2)	Special Electors' Meetings (1)	Electors' General Meeting (1)	Total	CEO Evaluation Committee Meetings (3)	Property Committee Meetings (1) Committee disbanded on 27 September 2022	Audit, Risk and Governance Committee Meetings (4)
<b>Number of meetings</b>	<b>12</b>	<b>12</b>	<b>2</b>	<b>1</b>	<b>1</b>	<b>28</b>	<b>3</b>	<b>1</b>	<b>4</b>
Mayor Greg Milner	12	12	2	1	1	28	3*	1*	4*
Deputy Mayor Blake D'Souza	12	11	2	1	1	27	2*	1*	2*
Cr André Brender-A-Brandis	11	12	2	1	1	27	3*	1*	4*
Cr Carl Celedin (retired December 2022)	5	5	1	1	0	12	0	1*	1
Cr Mary Choy	10	11	2	1	1	25	2*	1*	4*
Cr Glenn Cridland	10	10	2	1	1	24	2*	1*	1*
Cr Ken Manolas	10	10	1	1	0	22	2*	1*	2*
Cr Jennifer Nevard	12	12	2	1	0	27	1	0*	4*
Cr Stephen Russell	12	10	2	1	1	26	1	1*	2*
Cr Nick Warland (commenced March 2023)	5	5	1	0	0	11	1	0	0

\*denotes Committee members

## FEES AND ALLOWANCES

**The Salaries and Allowances Tribunal determines the fees, expenses and allowances to be paid or reimbursed to Elected Members to allow them to fulfill their duties.**

The City is classified as a Band Two Local Government for the purposes of the *Local Government Act 1995*. Councillors are remunerated to the extent allowable as a Band Two Local Government in accordance with the Salaries and Allowances Tribunal determination.

Council has adopted the following policies which set out the entitlements available to Elected Members: P667 Elected Member Entitlements and P669 Elected Member Continuing Professional Development.

	Mayor & Deputy Mayor's annual allowance	Meeting attendance fees	Reimbursed expenses	Annual allowance for ICT expenses	TOTAL
Mayor Greg Milner	64,938	31,928	184	3,009	<b>100,059</b>
Deputy Mayor Blake D'Souza	16,235	23,811		3,445	<b>43,491</b>
Cr Andre Brender-A-Brandis		23,811	1,725	3,445	<b>28,982</b>
Cr Carl Celedin		10,612		1,505	<b>12,117</b>
Cr Mary Choy		23,811		3,445	<b>27,256</b>
Cr Glenn Cridland		23,811	254	3,445	<b>27,510</b>
Cr Ken Manolas		23,811		3,445	<b>27,256</b>
Cr Jennifer Nevard		23,811		3,445	<b>27,256</b>
Cr Stephen Russell		23,811		3,445	<b>27,256</b>
Cr Nick Warland		7,805		1,147	<b>8,952</b>
	<b>81,173</b>	<b>217,021</b>	<b>2,163</b>	<b>29,780</b>	<b>330,137</b>



# OUR ORGANISATION

The City prides itself on delivering excellent service to the community. We value the contribution of all employees and recognise that our workforce is one of our most valuable resources.

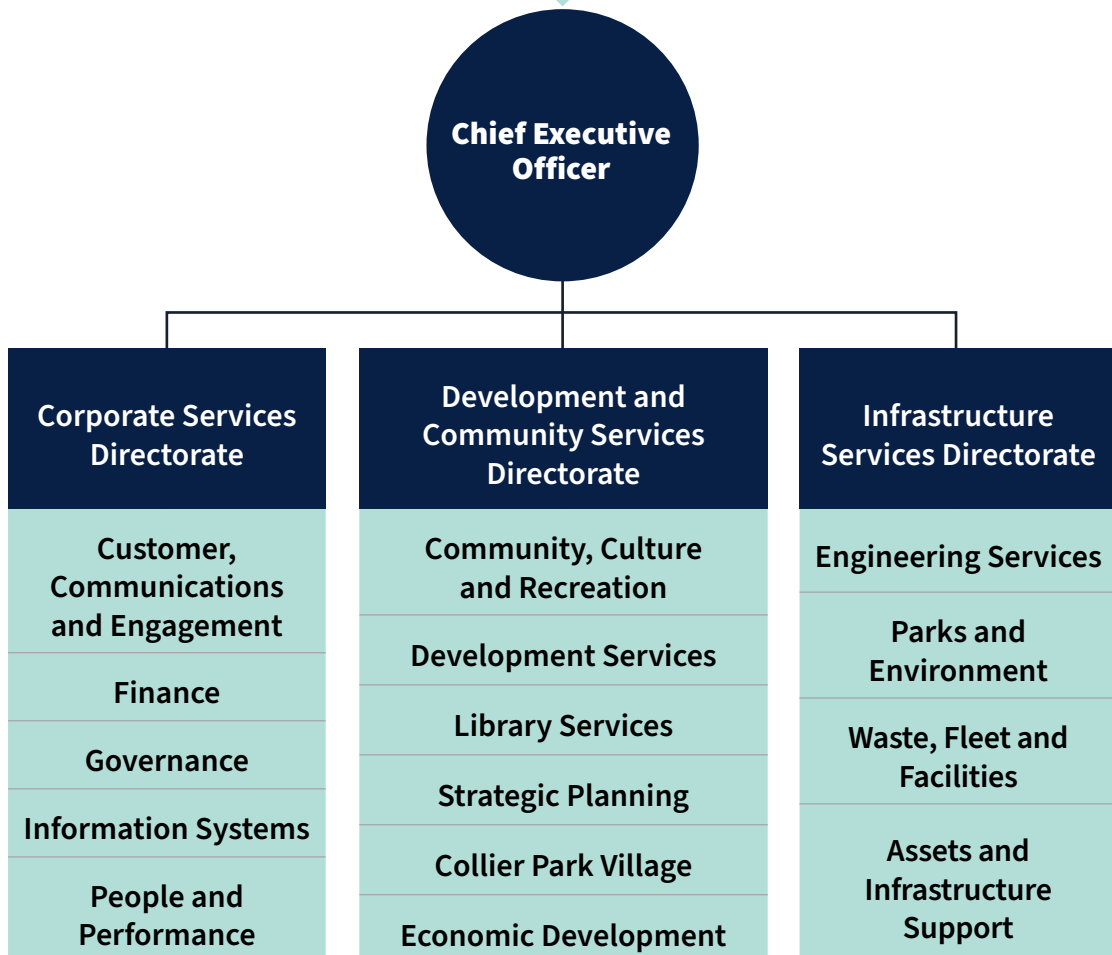
## OUR VALUES

- ACCOUNTABLE
- RESPECTFUL
- SUPPORTIVE
- UNIFIED

## OUR ORGANISATIONAL STRUCTURE

The City's organisation is structured into three directorates and 13 business units that provide a range of community services, operations, facilities and internal functions.

### OUR ORGANISATIONAL STRUCTURE





## OUR EXECUTIVE MANAGEMENT TEAM



**Chief Executive Officer**

**Mike Bradford**  
Commenced in 2021



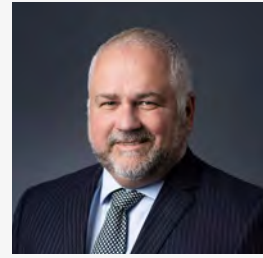
**Director Infrastructure Services**

**Anita Amprimo**  
Commenced 2022



**Director Development and Community Services**

**Donna Shaw**  
Commenced 2023



**Director Corporate Services**

**Garry Adams**  
Commenced 2021

## FORMER DIRECTORS



**Former Director Development and Community Services**

**Vicki Lummer**  
2009 – 2022



**Former Director Infrastructure Services**

**Mark Taylor**  
2000 – 2022 (Director from 2015)

We would like to acknowledge Vicki Lummer and Mark Taylor for their contribution to the City of South Perth.

# WORKING AT THE CITY OF SOUTH PERTH

**The City is committed to ensuring its workforce has the right skills and knowledge to deliver services that meet the community's current and future needs. Recognising this, we are committed to creating a values-driven, high performing culture where everyone is encouraged to thrive.**

The City's Workforce Plan was endorsed in June 2022. This Plan provides the workforce management and resource strategies necessary to deliver the objectives of the City's Strategic Community Plan and provides key focus areas to ensure the City's workforce can continue to deliver high quality community outcomes.



## OUR PEOPLE

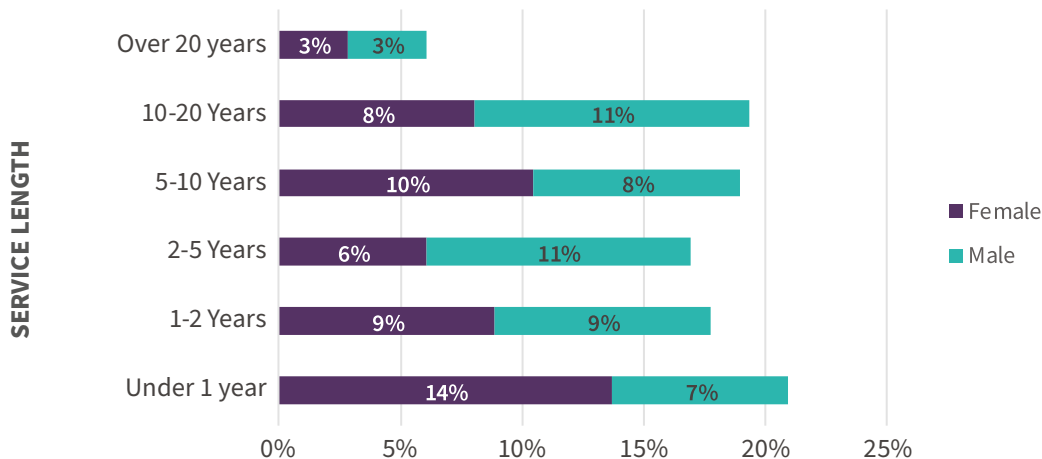
A SNAPSHOT OF THE CITY'S WORKPLACE PROFILE AS AT 30 JUNE 2023



## GENERATIONAL HEADCOUNT



## LENGTH OF SERVICE





## HEALTH AND WELLBEING

The City recognises that good employee health and wellbeing boosts workforce resilience and leads to increased productivity and the achievement of organisational outcomes.

Our annual Health & Wellness Program is designed to support our employees with their physical and mental health, and to provide them with a workplace environment and culture that supports healthy lifestyle choices. The program includes fitness and lifestyle challenges, nutrition awareness workshops, small group health and nutrition coaching as well as preventative programs such as flu vaccinations, skin screening, ergonomic assessments and health assessments.

The City also facilitates regular 'Lunch and Learn' sessions on mental health, including an annual 'R U OK? Day' event and a seasonal 'Looking after yourself in the festive season' workshop.

The success of this program is demonstrated through employee participation and positive feedback. The City recorded a 87.74 percent satisfaction rate with our Health & Wellness Program in the May 2023 Employee Health & Wellness Survey. Feedback received from this survey will be used to enhance the program in the coming years.

## DISCLOSURE OF ANNUAL SALARIES

Regulation 19B of the *Local Government (Administration) Regulations 1996*, requires the Annual Report to contain information on the number of employees who receive an annual salary of \$130,000 or more, and the number of those employees with an annual salary that falls within each band of \$10,000 over \$130,000 per annum.

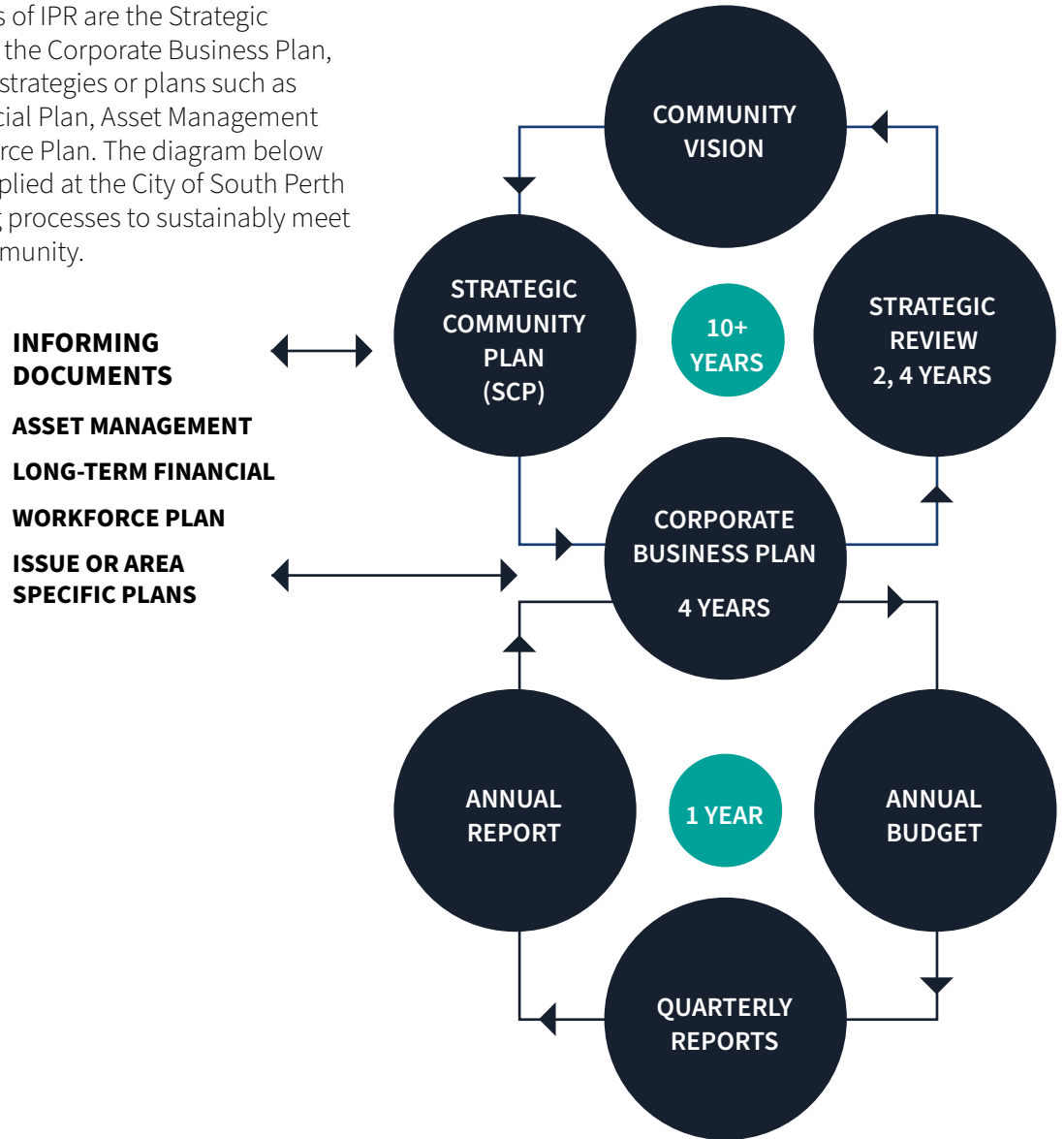
Salary Range	No. of Employees
\$130,000 - \$139,999	4
\$140,000 - \$149,999	4
\$150,000 - \$159,999	2
\$160,000 - \$169,999	1
\$170,000 - \$179,999	0
\$180,000 - \$189,999	2
\$190,000 - \$199,999	0
\$200,000 - \$209,999	0
\$210,000 - \$219,999	0
\$220,000 - \$229,999	1
\$230,000 - \$239,999	0
\$240,000 - \$249,999	0
\$250,000 - \$259,999	0
\$260,000 - \$269,999	0
\$270,000 - \$279,999	1



## INTEGRATED PLANNING AND REPORTING

Integrated Planning and Reporting (IPR) provides local governments with a framework for translating community aspirations and priorities into operational objectives.

The core components of IPR are the Strategic Community Plan and the Corporate Business Plan, along with informing strategies or plans such as the Long-Term Financial Plan, Asset Management Plans and the Workforce Plan. The diagram below depicts how IPR is applied at the City of South Perth to guide our planning processes to sustainably meet the needs of our community.



## GUIDING PLANS

To achieve our vision, we must plan ahead. The City has several plans that help us work towards our vision of being a City of active places and beautiful spaces, a connected community with easily accessible, vibrant neighbourhoods and a unique, sustainable natural environment. These guiding plans can be found on the Strategic Direction page on our website.

## CONTINUOUS IMPROVEMENT

We are continuing to see the improvement benefits of the 1System project. This system allows us to fully integrate and connect information from all core areas of the organisation, streamlining systems and creating a single source of truth at the City. This year saw the launch of the Planning, Building and Health modules as well as the Cash Receipting, Debtors, Animals Infringements modules and the Customer Portal.



## OUR PERFORMANCE

The quarterly reporting process provides transparency and accountability in the delivery of our community’s priorities, as identified in the Strategic Community Plan. The Corporate Business Plan sets out the specific actions, services and measures to deliver the strategies in the Strategic Community Plan.

### KEY PERFORMANCE INDICATOR RESULTS

Key Performance Indicators (KPIs) have been developed to align with the City’s strategic priorities and help us to measure progress against the achievement of the outcomes in the Strategic Community Plan. The following represents the split of KPIs for each strategic direction and the achievement snapshot as at 30 June 2023.

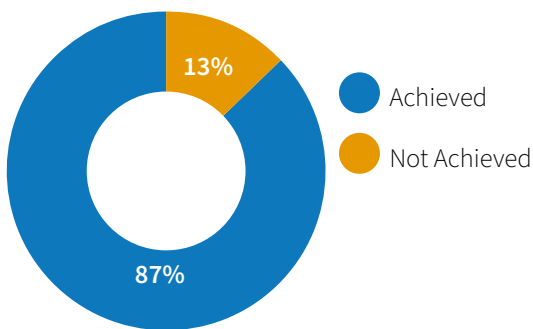


Figure 1: KPI Achievement 2022/23.

### PROJECT RESULTS

The Corporate Business Plan has 60 corporate projects, the progress of which is reported to Council on a quarterly basis. The following represents the split of projects for each strategic direction and the status snapshot as at 30 June 2023.

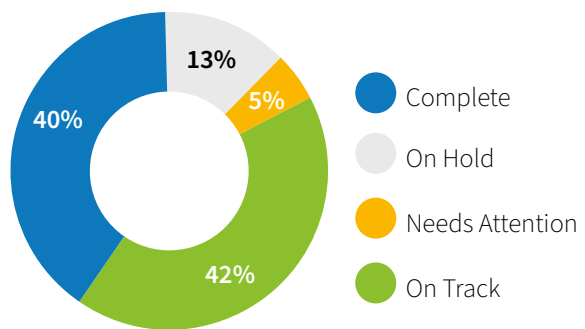


Figure 3: CBP Corporate Project Status, 30 June 2023.

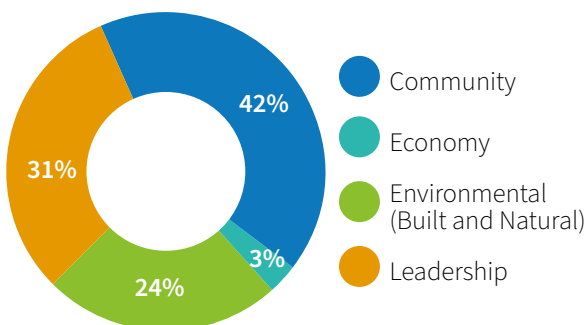


Figure 2: KPIs by Strategic Direction.

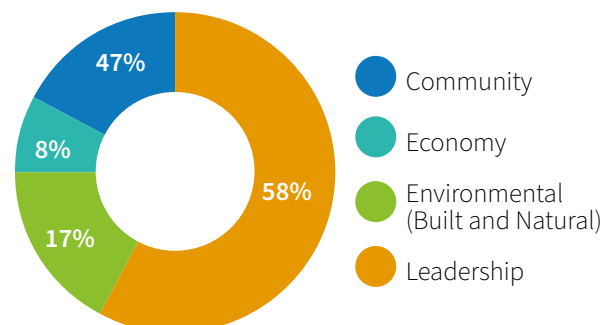


Figure 4: CBP Corporate Projects by Strategic Theme.

## RECORDKEEPING PLAN

The City of South Perth's Recordkeeping Plan, as required by the *State Records Act 2000*, was reviewed and approved by the State Records Commission on 8 April 2020. The report commits to submitting an amended Recordkeeping Plan by 8 April 2025.

The City's Recordkeeping Induction Program is provided to all new employees within one month of employment commencing. The session is an online module that covers employee recordkeeping roles and responsibilities, including legislative requirements under the Act and approved Recordkeeping Plan.

During 2022/23, 47 employees successfully completed the online Records Awareness Induction and in-person training sessions.

On completion of the Recordkeeping Induction Sessions, employees are encouraged to complete a Records Training Feedback Form, which is used to annually review the efficiency and effectiveness of the training delivered.

## ACCESS AND INCLUSION PLAN IMPLEMENTATION

The *Disability Services Act 1993* requires local governments to report annually on the implementation of its Disability Access and Inclusion Plan (DAIP). During 2022/23 the City reviewed the Plan and adopted the Access and Inclusion Plan 2022–2027 (AIP) in February 2023. The Plan has a wide scope to provide access and inclusion support for all, including people with disability, people from diverse backgrounds and disadvantaged people.

The Plan outlines how access and inclusion outcomes will be incorporated within the City's community programs, services, projects, events and facilities into the future, and makes provision for supporting people who reside, work, volunteer or study in the City. The aim is to make the City more liveable for all by addressing, reducing or removing access and inclusion barriers faced by people in the community.

The following is a summary of the key activities undertaken in alignment with access and inclusion planning in the City of South Perth in 2022/23:

- The City facilitated a range of public events including NAIDOC Week, Carols at Sunset, Australia Day, Sounds in the Park, Sounds of Bunuru and Neon Youth Festival that were intended to offer improved accessibility and inclusiveness through measures such as the provision of ACROD parking, ramps and accessible toilets.
- The City is progressively improving access to its older community facilities, through the installation of new ramps, improved signage, and universal accessible toilets/showers.
- Mindeerup is the new gateway to South Perth, situated on Sir James Mitchell Park surrounding the Mends Street Jetty precinct. A traditional Noongar name meaning 'place of the shore', the name Mindeerup acknowledges the significance of this area in Noongar culture and heritage. An accessibility review undertaken by VisAbility Western Australia, resulted in the installation of tactile pavers for safer crossings and indicators around statues. The City also lowered the speed limit of Mends Street with the guidance of Main Roads WA.
- The City has undertaken an audit of Your Say South Perth, the City's engagement website, to ensure its features and functionality are improving access and inclusion opportunities for all.
- The City participated in various events and campaigns during the year that had an associated disability access and inclusion benefit. These events included Epilepsy Awareness Day, World Autism Awareness Day, R U Ok? Day, Dementia Awareness Week, Mental Health Day and International Day of People with Disability.



# OUR STRATEGIC DIRECTIONS

## COMMUNITY

Our diverse community is inclusive, safe, connected and engaged



# HIGHLIGHTS

## 1.1 Culture and Community

### ARTS, EVENTS AND CULTURE SEASON

The City facilitated a range of community-focused events that brought people together. Held at Ryrie Reserve in Como, Sounds in the Park welcomed some of Perth's most loved jazz musicians to the stage for a relaxed evening under the stars. The City also hosted two inaugural events, the Sounds of Bunuru concert, headlined by Noongar man and world-renowned singer-songwriter Phil Walleystack with his band, supported by soulful powerhouse ABRYNZ and Perfectly Queer, an LGBTIQA+ youth empowerment event series.

The annual Evolve Arts, Events and Culture Winter Program returned in 2022/23. Participants took part in workshops including floral arranging, woodwork and painting which were held in local cafes and venues across the City.



### EMERGING ARTIST AWARD

The City's Emerging Artist Award celebrated its 20th year in 2022. The exhibition showcased some of Western Australia's best young and emerging artists and offered a prize pool of \$15,000 across 10 categories, including painting, prints and photography, sculpture, youth and works by Indigenous artists. Works were available for sale and community members voted for their favourite artwork in the coveted People's Choice Award.

### SOUTH PERTH YOUNG WRITERS AWARD

The South Perth Young Writers Award is an opportunity for budding young writers to express themselves and showcase their talents. In 2022, 120 entries were received and covered topics including love and loss, discovery, environment, magic and adventure.

Winners of the City's 36th annual award were announced at a presentation evening on 28 July 2022, where the Christobel Mattingley Bronze Medallion was awarded to Caitlin Wallace for her entry titled 'To Touch a Star'.

### DISCOVER SOUTH PERTH APP

In July 2022, the City launched a new, interactive app designed to showcase the history, heritage and culture of our local area.

The Discover South Perth app invites community members, tourists and visitors to take self-guided walking tours to learn about the region's development and the stories behind some of the City's most loved landmarks, including the Old Mill, Mindeerup, Millers Pool, the Windsor Hotel and the Ferry Tram.

The Discover South Perth app also includes the City's new Artwalk Mindeerup art trail, which features 16 public artworks in and around Mends Street and the South Perth Foreshore.

**1,300**  
people have used  
the app during  
2022/23



## YOUTH PLAN

The City marked International Youth Day with the launch of its first ever Youth Plan. The Plan guides the delivery of services, events and programs for people aged 10 to 25 over the next five years. It was created in consultation with young people, parents and caregivers, and in partnership with the South Perth Youth Network and Youth Advisory Council of Western Australia. The Plan focuses on four key priorities: youth programs and events; facilities and places for young people; communications and engagement; and opportunities for young people to develop their skills.

The City celebrated Youth Week WA 2023, hosting free events and activities including the Neon Youth Festival, a free, ticketed event held in partnership with the Town of Victoria Park at George Burnett Park in Karawara.

Similarly, the City's Amazing Race Youth Week event was provided by the Belmont, Victoria Park, South Perth Local Drug Action Group, a collaborative group of service providers from local government, health, police, education, peak bodies and youth services who aim to minimise alcohol-related harm to young people in the community.

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## CLUB DEVELOPMENT PROGRAM

The City is fortunate to have many wonderful community groups, inspiring individuals and clubs that contribute to the City in immeasurable ways. We recognise the importance of supporting them and the City offers funding opportunities across a variety of categories.

In the past financial year, the City delivered community funding to a host of groups and people who provide positive benefit to our community. The City also invested over \$500,000 of grant funding to upgrade floodlights, toilets, change rooms, and cricket nets at local sporting reserves.

Under 5's program:  
**10,960**  
 babies and children attended  
 341 sessions

Over  
**174,287**  
 visitors to our libraries



## LIBRARY PROGRAMS

Our libraries encourage the youngest members of our community to foster a love of reading, rhymes and songs. In 2022/23 the libraries Under 5s program included a range of free weekly events such as Time for Rhymes, Time for Movement, Time for Stories, Time for Play and ABC You & Me. The sessions supported babies and children to develop literacy in a fun educational environment and offering a way for children and adults to meet other local families.

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## ADVISORY GROUPS

In 2022/23 the City oversaw the coordination of four community advisory groups, Arts Advisory Group; Community Safety and Crime Prevention Group; Inclusive Community Advisory Group; and Public Health Reference Group. These groups contribute to the City's decision-making processes and fulfil a reporting requirement outlined in City Policy P112 'Community Advisory Groups'. The 2022/23 outcomes for each advisory group are available on the City's website.



## 1.2 Community Infrastructure

### NEIL MCDOUGALL LAKE

Extensive restoration work at Como's Neil McDougall Lake has had a positive effect on the lake's water quality. The 2022/23 summer showed a noticeable reduction in duckweed growth and algal blooms that have plagued the lake for more than two decades.

The lake receives stormwater from four catchments and provides habitat for several bird species and the western Long-Neck or Oblong turtle. To help reduce the level of nutrients entering the lake, the City developed a range of water sensitive urban design features at the Ley Street entry to Neil McDougall Park.

The \$1.3 million project, largely funded by a Local Roads and Community Infrastructure Program grant from the Federal Government, involved construction of sedimentation zones, vegetated filtration zones and a treatment wetland.

### ROADS AND PATHWAYS

Over the 2022/23 financial year, the City spent \$4.8 million on roads and pathways to provide connected and safe pedestrian access and a well-maintained road network. Investing in infrastructure such as roads and paths is an important part of creating a vibrant, liveable City and delivering a more enjoyable experience for all road users, cyclists and pedestrians.

### URBAN ROAD SAFETY PROJECTS

Urban Road Safety Projects seek to remediate a potential traffic concern of intersections where several 'near misses' had been noted.

Mini roundabouts were installed at the Axford Street intersections of Ryrie Avenue, Thelma Street, Brittain Street and Cale Street, Como. Raised platforms were installed to slow traffic on Mill Point Road at Queen Street and Scott Street, South Perth. Raised intersections were also installed to improve the safety of the intersection at Tate Street and Anthony Street, South Perth.

### BLACK SPOT PROGRAM

Black Spot projects target those road locations where crashes are occurring or are at risk of occurring. The City completed projects in 2022/23 to eliminate right turn crashes at the intersections of Labouchere Road and Alston Avenue, Saunders Street and Canning Highway, and Welwyn Avenue and Downey Drive.

### SAFE ACTIVE STREET DAVILAK CRESCENT / GODWIN AVENUE

A Safe Active Street is a bike route on a quiet local street, where speeds have been reduced to 30km/h to allow for a safer shared street space especially for those people who are walking or cycling. In 2022/23 a detailed design of a Safe Active Street along Davilak Crescent and Godwin Avenue between Davilak Crescent to Henley Street, Manning was completed. Construction of this project is scheduled for 2023/24.

### COMMUNITY FACILITY UPGRADES

As part of the implementation of the Community Recreation Facilities Plan, a number of projects were completed in 2022/23. Toilet facilities at Manning and Como Bowling Clubs and the South Perth Bridge Club were refurbished, new turf was rolled out at the Como Croquet Club and local cricket facilities including nets and practice turf wickets were upgraded throughout the City.

**\$4.8m**  
spent on roads  
and pathways



## SPORTS OVAL FLOODLIGHT UPGRADES

Sports clubs and community members are now enjoying high quality, energy-efficient lighting at reserves across the City, providing even more time for sport, recreation and leisure activities.

During 2022/23, \$434,000 was spent on lighting upgrades at James Miller Oval and Challenger Reserve in Manning, Manning Tennis Club, Bill Grayden Reserve in Como and Hensman Park Tennis Club in South Perth.

The largest project, at James Miller Oval, saw the installation of four 30m tall towers with energy-efficient LED lighting. The project was funded by the City and the Department of Local Government, Sport and Cultural Industries through a Club Light Nights grant, the Australian Football League through an Australian Football Facilities Fund grant, and the Manning Rippers Football Club.

## PLAY SPACE PLAN 2022-2023

The Play Space Plan has informed several upgrade projects last financial year.

The Axford-Barker Reserve in Como has gained a new playground surrounded by shady trees and lawn. Suitable for older and younger children, the play equipment includes a rock-climbing wall, accessible rocker, slide, swings and more.

Isabella Craigie Playground received a much-needed transformation. The old play equipment was removed and replaced with an expanded sandpit, extra shade and new play structure.

The City consulted with the community through surveys and workshops to inform our concept plans for Bill Grayden Reserve Playground and works will be completed during 2023/24.

## A FRESH NEW LOOK FOR MORESBY STREET HALL

Moresby Street Hall in Kensington was given a fresh new look thanks to the local community and West Australian artist George Domahidy.

As part of this project, the City invited local community and users of Moresby Street Hall and Reserve to attend a design and art workshop. Following this, the artist and local community members worked together to create an eye-catching mural on the hall.

During the year, the hall also underwent a much-needed refurbishment to ensure it is used by the community for years to come.

## STATE UNDERGROUND POWER PROGRAM

The State Underground Power Program (SUPP) replaces overhead power lines with underground power infrastructure and is a partnership between the State Government, Western Power and local government.

The City is well underway to achieving its vision of having overhead power lines placed underground throughout the entire City of South Perth. In the Manning project area, the last power pole was removed in September 2022, marking completion of underground power installation for properties bordered by Manning Road, Kwinana Freeway, Hope Avenue and Challenger Avenue. In 2022/23 Western Power finalised its detailed design for underground power in the Kensington project area. With the increasing demand for infrastructure needed to support the future of electric vehicles (EVs) and EV charging, Western Power recognised a need for additional infrastructure and capacity.

Undergrounding projects in the South Perth and Hurlingham areas are due for completion in May 2024.

**\$434,000**

**Sports Oval Floodlight Upgrades**

**\$166,750**

**Playground Upgrades**





## 1.3 Community Safety & Health

### COMMUNITY SAFETY AND CRIME PREVENTION PLAN 2022-2027

The City's Community Safety and Crime Prevention Plan 2022-2027 was reviewed and endorsed by Council in May 2023. The Plan has been developed in response to the four community safety and crime prevention priority areas identified for our local community:

1. Home safety
2. Theft of possessions from motor vehicles
3. Anti-social behaviour
4. Road safety.

Community feedback helped to shape the priorities and actions in the Plan, including new actions in three of the priority areas which align with the objectives of the City's key partners such as the Western Australian Police.

### MOSQUITO MANAGEMENT PLAN

During mosquito season each year, the City's Environmental Health team runs a Mosquito Management Program, which aims to reduce breeding in the salt marsh and freshwater areas.

Mosquitoes are monitored to help determine those breeding sources which require treatment, particularly within the vicinity of the Canning River. Despite there being numerous high tide events, breeding from the Canning River salt marsh was less prevalent compared with some other sources impacting residents. In 2023/24, the Mosquito Management Plan is due to be renewed and will be broadened to include the management of mosquitoes across the City.





# ECONOMY

A thriving City activated by attractions and opportunities that encourage investment and economic development



# HIGHLIGHTS

## 2.1 Local Business

### ECONOMIC DEVELOPMENT PLAN

In line with the City's Economic Development Plan, the City hosted business networking events, educational business workshops, training sessions with subject matter experts, conducted business surveys and communicated with local stakeholders via monthly digital newsletters.

### DIGITAL LITERACY PROGRAM

As part of the City's Digital Literacy Program, community events are held to assist people to navigate and access services like email, internet banking or online social networking.

As part of Safer Internet Day, 2022 WA Australian of the Year Paul Litherland, a retired policeman, provided practical advice to participants on how to protect yourself online. The free event was held at Manning Library and marked the official launch of the City of South Perth Libraries eSmart Alannah & Madeline Foundation accreditation.

The City's libraries presented their Click Be Connected series to 260 participants throughout the year. The free digital literacy training for older people at both Manning and South Perth libraries focused on a range of subjects and difficulties, such as mastering the basics and exploring different programs and software.

Digital Literacy program:

**70** sessions

**621** participants



## 2.2 Activated Places

### BUY LOCAL, SHOP LOCAL PROGRAM

The City's Buy Local, Shop Local campaign was developed in 2020 during COVID-19 to support local businesses by encouraging everyone to buy and shop local.

The campaign includes street banners and a range of other promotional material for businesses to use and display to help create awareness and stimulate business.



# ENVIRONMENT

Sustainable, liveable, diverse and welcoming neighbourhoods that respect and value the natural and built environment



## HIGHLIGHTS

### 3.1 Connected and Accessible City

#### JOINT BIKE PLAN

Identified as a high priority in the City's Joint Bike Plan (developed collaboratively with the Town of Victoria Park), the City has been working with the Department of Transport to create the Canning Bridge to Curtin Bike Link. The design includes Safe Active Streets and a shared path alongside current bike infrastructure to provide links to Canning Bridge, local schools, the George Burnett Leisure Centre, Farmers Market on Manning, Waterford Plaza and Curtin University.

The Safe Active Streets and the shared path will be constructed in 2023/24, subject to funding.

### 3.2 Sustainable Built Form

#### DRAFT LOCAL PLANNING SCHEME NO.7

At the March 2023 Council Meeting, Elected Members resolved to support draft Local Planning Scheme No. 7 (LPS 7), subject to modifications. The modifications addressed matters raised by stakeholders and community in submissions received by the City during the project's three-month engagement period from August to November 2022.

Draft LPS 7, along with Council's recommendation and stakeholders and community submissions, were forwarded to the Western Australian Planning Commission for consideration and Ministerial approval. Once endorsed, draft LPS 7 will implement and deliver on the objectives of the Local Planning Strategy and create a modern planning framework for the City.

### 3.3 Enhanced Environment & Open Spaces

#### SWAN AND CANNING RIVER FORESHORE MANAGEMENT

The Swan and Canning Rivers are Perth's two main waterways, attracting hundreds of thousands of residents and visitors each year. Programs enhancing public open space and restoring remnant vegetation on the Swan and Canning River foreshores were completed in 2022/23.

#### MOUNT HENRY SPIT RESTORATION

Funded by a \$41,000 Riverbank grant from the Department of Biodiversity Conservation and Attractions (DBCA), significant restoration work was carried out at the Mount Henry Spit in Salter Point to prevent erosion and protect the area's biodiversity.

Transport and recreation pressures have taken a toll on the foreshore over many years, so it has been important to provide erosion control structures that will give native vegetation, such as sedges and rushes, an opportunity to become well-established.

The project involved installation of brush logs on the point, native vegetation planting and formalising access to the river from the cycle path to protect the surrounding vegetation and habitat. The project is part of the City's Kwinana Freeway Foreshore Management Plan.



## RIVER WALL REPAIR

Work was undertaken by Main Roads WA to repair a section of river wall along the Kwinana Freeway, between Cale and Thelma Streets in Como.

Almost 9,000 tonnes of limestone boulders were placed along this 400m-long section to ensure the wall can withstand future weather damage and wave impacts. Existing rainwater run-off drainage was also replaced, while barrier cloth was installed to prevent the erosion of fine sand from beneath the shared path.

## URBAN FOREST STRATEGY

The City is known for its tree-lined streets and green spaces. Home to nearly 320 hectares of urban forest on private and public land, there are over 100 hectares of natural areas with significant tree cover in the City.

The Urban Forest Strategy identifies opportunities to manage the challenges of urbanisation, development, climate change and population growth, providing a clear direction on urban forest management in both the public and private realms.

The City actively works to protect and enhance its urban forest by:

- Planting trees on streets, verges, parks, bushland and foreshore reserves
- Providing new residents with free trees at Citizenship ceremonies
- Administering a significant tree register to protect listed trees
- Propagating and producing native tubestock species for use within the City and for sale to other local governments.



**123,084**

**Rounds of Golf Played**

## COLLIER PARK GOLF

Collier Park Golf is a 27-hole international standard public golf course, driving range and practice facility located in the heart of South Perth. The facility is also home to a unique Mini Golf course, designed as a miniature version of a world-class landscaped 18 hole course. The golf course is managed by an external golf course operator, with the City maintaining the greens, fairways, parklands and providing high level strategic management.

The course generated a \$795,000 profit for 2022/23, a 124% increase from the previous year. Included in this figure are the results of the Mini Golf facility, the newest addition to the course. Mini Golf profit increased by \$16,000 or 9% year on year, collectively providing a significant contribution to the achievement of the City's strategy to diversify and optimise non-rate income.

**15,936**

**Mini Golf Tickets Sold**

**44,775**

**Buckets of Golf Balls Hit**

## NATIONAL TREE DAY

As part of National Tree Day, 130 volunteers enjoyed a sunny day in July 2022 to plant more than 10,000 native sedges, rushes and trees at Elderfield Wetlands in Salter Point.

The City's Elderfield Wetlands rehabilitation project has improved water quality and created a habitat for waterbirds and other wildlife. The four-hectare site is home to more than 74 different bird species. The City's biggest annual community planting event was supported by New Town Toyota and Planet Ark and the rehabilitation project was funded by the Swan Canning River Recovery Stage Three, managed by Perth NRM through funding from the Federal Government.

More than  
**10,000**  
plantings at  
Elderfield  
Wetlands

**92,155**  
Plants grown  
at the Nursery

## WA TREE FESTIVAL

Our community celebrated all the benefits trees have to offer, by joining in the fun of the WA Tree Festival 2023. More than 600 residents participated in seven events between 10 April and 10 May 2023. There was something for everyone with tree giveaways and tours of the City's nursery, workshops, school holiday activities, art installations and trails.

## NURSERY

The City operates one of the largest local government nurseries in the metropolitan area, growing and supplying plants to the Town of Victoria Park and the Cities of Canning, Kalamunda and Melville as well as the Department of Biodiversity, Conservation and Attractions. A total of 92,155 plants were grown during the year and the City expanded its mature tree nursery, growing an additional 1,850 trees.





**14**  
Planting Day  
Events  
**21,000**  
Plantings

### 3.4 Resource Management & Climate Change

#### BUSHFIRE RISK MANAGEMENT PLAN

The City’s Bushfire Risk Management Plan was developed in consultation with the Department of Fire and Emergency Services (DFES) and aims to effectively manage bushfire risk within the City to help protect people and assets.

As part of the City’s bushfire risk planning, information sessions were held with bushfire risk affected property owners in late 2022. During 2022/23 a \$70,000 grant from the DFES Bushfire Risk Mitigation Activity Fund was used to undertake prescribed annual bushfire treatments within the City.



#### PLANTING DAYS

The City and community volunteers planted more than 21,000 plants at 14 events throughout 2022/23.

Planting days provided an important opportunity for the City and community volunteers to work together to restore natural areas to provide more habitat for wildlife and reclaim turf areas to reduce water use.

This year, native species were planted at locations throughout the City including Lake Gillon, Lake Douglas, Lake Tondut, Elderfield Wetlands, Cygnia Cove, Goss Avenue Reserve, Salter Point Lagoon and Milyu Reserve.





## CLONTARF-WATERFORD-SALTER POINT FORESHORE MASTERPLAN

The Clontarf-Waterford-Salter Point (CWSP) Foreshore is an extensive area of natural reserves, estuarine conservation wetlands and public open space that occupy approximately 34 hectares of Canning River foreshore land known as the Canning River wetlands. These are the most extensive estuarine wetlands in the lower reaches of the Swan and Canning Rivers, providing the largest habitat area for many wildlife species.

The City developed the CWSP Foreshore Masterplan to provide a consolidated management strategy for this foreshore. Implementation of the master plan in 2022/23 included the following projects:

### Sustainable Seating at Sandon Park

A simple project to provide seating in the shaded areas of Sandon Park, in Salter Point, resulted in a beautiful rest area that is now enjoyed by residents and visitors alike.

Located near the Salter Point Sea Scouts, the jarrah seating is made from timber reclaimed at the former Mt Henry Hospital site.

The seating was installed under a mature paperbark tree (*Melaleuca raphiophylla*) with a large canopy to create the quiet, shaded area. The site also boasts other interesting features like a newly installed insect hotel, designed to provide a safe and secure habitat for native bees in the area. This project was funded by the Swan Canning River Recovery Project, supported by Perth NRM through funding from the Federal Government.

### Osprey Nesting Pole

While natural nesting sites for ospreys are limited in the Perth metro area, manmade nesting poles are a successful solution to their dwindling habitat.

The installation of the City's very own nesting pole in Bodkin Park in Waterford in April 2023 was the culmination of months of design and planning. The 12-metre-tall powder coated aluminium structure is equipped with a carefully designed nest 'cradle' to provide adequate room for an osprey couple to build their nest from dry vegetation and make it safe for their young.

### Bat Week

The community was invited to explore the hidden wonders of the City's amazing nocturnal wildlife and meet the City's most famous resident, the microbat. The free Night Stalks took place at Bodkin Park Wetlands in Waterford in October 2022 and April 2023. A total of 17 events were held with 425 people participating.

# 34ha

Canning River  
Wetlands at  
Clontarf-Waterford  
Salter Point  
Foreshore

# 17

Bat Week Events

# 425

Participants



## GREENHOUSE GAS REDUCTION PLAN

The purpose of the Greenhouse Gas Reduction Plan is to provide the City’s current Greenhouse Gas (GHG) emissions profile baseline, identify resources and activities contributing to GHG emissions, set carbon reduction targets and provide a framework to achieve these targets.

## MONITORING

As part of its sustainability reporting framework, the City uses a range of tools to measure energy, emissions and water data.

In 2022/23 the City undertook quarterly monitoring of corporate GHG emissions, electricity and scheme water consumption to identify 10 high electricity and water consuming sites. The City held quarterly consumption reviews with employees to discuss high corporate energy and water using facilities and to determine suitable measures for consumption reduction.

To address corporate GHG emissions, the City completed studies for corporate electric vehicle charging opportunities with battery storage options and investigated photovoltaic (PV) solar energy generation opportunities for large, medium and small energy use corporate facilities.



**23.5%**  
of all collected waste was recycled

## WASTE AND RESOURCE MANAGEMENT PLAN

The City's Waste and Resource Management Plan outlines how we will achieve our waste management goals. These include minimising waste, increasing resource recovery and recycling, encouraging sustainable behaviour change through community education and delivering a cost effective, equitable waste service.

### Containers for Change

Containers for Change WA installed collection points on the City's South Perth Foreshore recycling bins to help more people get 'Waste Sorted'.

The container exchange points are designed to help people separate aluminium cans and glass or plastic bottles as part of the Containers for Change WA program.

The bins, which also have plastic bottle top collection tubs, are along the foreshore at Sir James Mitchell Park, Mends Street and Harper Terrace in South Perth.

### Sustainability workshops

The City in partnership with Ecoburbia delivered a series of free sustainability workshops to our community. Sustainability experts Shani Graham and Tim Darby offered participants practical sustainability tips on water and energy conservation, household waste reduction, smart travelling, food production at home and biodiversity enhancement.

### Waste Education for schools

The City partnered with Cleanaway and delivered waste education sessions to primary school students from Kensington and Manning Primary Schools. These sessions focussed on teaching students to identify recyclable materials and how to prepare recyclable waste for recycling to avoid contamination of recycling material.

### Switch Your Thinking

In partnership with Switch Your Thinking, sustainability educators provided the community with free online access to waste and sustainability information, hosted community sustainability education events and offered rebates for composting bins and worm farms.

95%

Positive participant feedback at Sustainability Workshops

10

Container Exchange Points Installed



# LEADERSHIP

A local government that is receptive and proactive  
in meeting the needs of our community

## HIGHLIGHTS

### 4.1 Engaged Community

#### CUSTOMER SERVICE PLAN

During 2022/23 a Customer Service Plan was developed to guide the customer service journey for the City. The Plan details the City's commitment to customer service and outlines pathways for improvement with a focus on customer service being a responsibility shared by every City employee.

The Plan establishes six key priorities for service improvement, which are aligned to the City's Strategic Community Plan and the Customer Service Charter Principles.

The Plan aims to:

- Measure and improve levels of customer satisfaction across all business units
- Review and deliver effective and efficient service through strategies that increase customer self-help
- Improve the quality and timeliness of the City's interactions with customers
- Create a culture that unifies teams and enriches work.

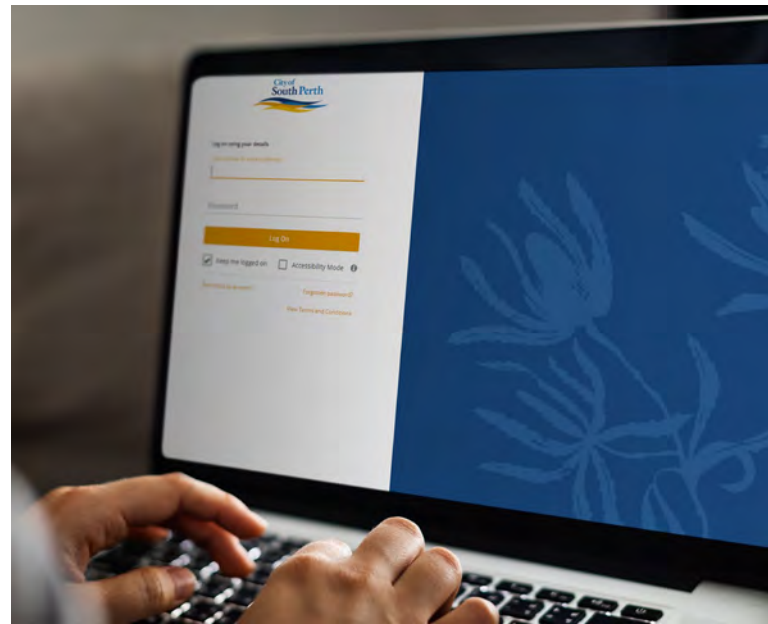
#### VOICE OF THE CUSTOMER SURVEY

The Voice of the Customer (VOC) was used by the City to provide business unit specific feedback which supports the City's strategy to maintain a culture of continuous improvement.

A list of recent requests is provided to an external customer service consultant, who then contacts a sample of recent users to gather feedback.

The results are provided to the relevant business units with a summary of the feedback, including areas for improvement.

**5**  
Voice of the  
Customer Surveys  
conducted



#### LAUNCH OF MY SOUTHPERTH

As part of the 1System business enterprise system stage 3B implementation, the City launched the mySouthPerth online portal. This was another exciting milestone in the City's commitment to creating an online community and improving the customers experience.

The transition to mySouthPerth is an integral part of the City's 'digital first' strategy to achieve the City's vision of providing better customer service, greater transparency, and improved efficiencies for customers and community.

The portal enables customers to register for mySouthPerth to access and view online payments, register an animal, submit enquiries, and lodge development applications, at anytime, anywhere from any device. The final step in the implementation phase will take place in 2023/24 and will include introduction of rates and health modules to the portal.



## RAC IMAGINE PROGRAM AND INTELLIBUS TRIAL

The RAC Imagine Program™ provided an opportunity for young Western Australians (Year 5 and 6 students) to discover past and future technologies and learn about AV technology and the changing nature of transport, mobility and road safety.

During the excursion, students participated in planned activities including a tour of the Old Mill, watching the RAC Rescue helicopters in action, creating a recycled sculpture to improve the future of mobility, and taking a ride on the RAC Intellibus®.

A 'driverless vehicle' trial, the RAC's Intellibus travelled along the South Perth Esplanade between the Old Mill, near the Narrows Bridge and Sir James Mitchell Park.

The award-winning trial was Australia's first and longest-running trial of a driverless vehicle, ending on 30 June 2023 after 7 years in operation and more than 38,000kms of travel in Perth and regional WA.

## STAKEHOLDER AND ENGAGEMENT PROJECTS

The City is committed to stakeholder engagement to provide opportunities for our community and stakeholders to be involved and participate in decisions that affect them.

In 2022/23 the City developed, implemented and evaluated stakeholder engagement for a variety of projects including:

- Community Safety and Crime Prevention Plan 2022–2027
- Moresby Street Hall mural
- Canning Bridge to Curtin University Bike Link
- Local Planning Scheme No. 7
- Bill Grayden Reserve playground replacement
- Access and Inclusion Plan
- Coode Street Foreshore.

In addition, surveys were undertaken in relation to the George Burnett Leisure Centre programs, sporting clubs development, Get Online week, library usage, recycling bins and Collier Park Village residents.

RAC Imagine  
Program

**902**  
students  
participated in  
**33** sessions.



## 4.2 Advocacy

### MEMORANDUM OF UNDERSTANDING – INNER CITY WORKING GROUP

The City continued open dialogue and meetings with the Cities of Perth, Subiaco, Vincent and Town of Victoria Park for the purposes of exploring opportunities for collaboration on strategic issues impacting local government. In 2022/23 there was a specific focus on transport and parking.

### MENTOR PROGRAM

In 2022/23 the Inner City Mentor Program saw over 50 employees across four local authorities be matched with a senior employee from a neighbouring local government.

Participants identified benefits including networking opportunities, free professional development, considering new ways of thinking, reducing silos, opportunity to talk and seek feedback freely, training provided as part of the program and an opportunity to meet with other local authorities.

### MEMORANDUM OF UNDERSTANDING – CURTIN, CANNING AND VICTORIA PARK

A three year agreement was signed by the City, Curtin University, the City of Canning and the Town Victoria Park to collaborate and identify opportunities of mutual benefit. In 2022/23 the focus of the group has been on developing a structured approach to student placements (under-graduate and post-graduate) within each local government.

### SOUTH PERTH TRAIN STATION

The City continued to advocate with the State Government for a South Perth train station and will review the status in line with State Government infrastructure delivery plans.

### RECREATION AND AQUATIC FACILITY

In 2020, Council approved the business case for the construction of a Recreation and Aquatic Facility (RAF) confirming a \$20 million commitment to match Federal Government funding. During 2022/23, significant advocacy efforts were made by the City seeking additional funding from the State Government and other potential partners to support the RAF project. As a result of a significant capital funding shortfall and the projected requirement for an ongoing operational subsidy (which would have impacted on ratepayers), Council decided not to progress with the delivery of the RAF project in May 2023.

### MENDS STREET JETTY

The City participates in ongoing discussions with the State Government advocating to upgrade the river transport system and is seeking funding to support the upgrade of the precinct around the Mends Street jetty.





## 4.3 Good Governance

### COLLIER PARK VILLAGE

The City has owned and operated Collier Park Village (CPV) for over 30 years, offering independent living units to people aged 55 years and over. During that time, the needs of residents in retirement living have changed significantly with people living for longer and with more complex health needs.

To provide the right mix of accommodation and services to deliver contemporary standards of retirement living, a high level of expertise and capital investment is needed. The City does not have the expertise and financial capacity to make the required substantial improvements to CPV.

In March 2023, Council endorsed the recommendation to invite experienced retirement village operators to present proposals to improve and enhance CPV. Prospective retirement village operators were invited to submit proposals that respond to evaluation criteria which were designed to ensure the best outcome for current and future residents and to ensure a financially sustainable facility into the future.

### CONTINUOUS IMPROVEMENT PROJECTS

The City's transition to a new business enterprise system, 1System, continued in 2023 with the launch of modules for planning, building, cash receipting, debtors, animals, infringements and the online customer portal, mySouthPerth.

Completion of the 1System project is planned for late 2023 when the City will go live with the final phase which includes the modules for rates, health, swimming pools and bonds.

### GRANT FUNDING

The City is committed to delivering more for our community whilst reducing the burden on ratepayers and continues to advocate on behalf of our community for funding for local projects.



During 2022/23,  
33 grant applications were  
successful with a value of

**\$3,756,582**





### **FINALIST IN WORKPLACE WELLBEING AWARDS**

The City was a finalist in the 2022 Australian Institute of Management WA Pinnacle Awards in the Lifeline WA Workplace Wellbeing Excellence category. The award is open to corporate, government and not-for-profit sectors in Australia with a significant footprint in Western Australia.

The City was recognised for its leadership and innovation in delivering a range of employee wellness initiatives aimed to prioritise employees' health.

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### **WORK HEALTH AND SAFETY ISO ACCREDITATION**

In February 2022, the City received the ISO 45001:2018 Occupational Health and Safety Management System accreditation.

The City is committed to health and safety as fundamentals of good governance and as such should be measured against the international standard requirements.

Receiving accreditation against the highest health and safety standard is a great achievement and also an obligation to continually monitor and improve health and safety in the workplace.

The Surveillance ISO 45001 Audit was held in January 2023, with no non-conformances identified by the SAI Global Audit accreditation body.

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### **MEMORANDUM OF UNDERSTANDING WITH LOCAL GOVERNMENTS ON WORK HEALTH AND SAFETY**

The City of South Perth MOU agreement continued with three other Local Governments (the Cities of Swan, Joondalup, and Belmont) to share resources and knowledge on work health and safety.

Through a shared Local Government Insurance Scheme (LGIS) resource, the four Cities reviewed the new Health and Safety Law and Regulations and Codes of Practices to identify what actions need to be implemented to maintain legislative compliance and to further improve safety and wellbeing.

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**City's ISO  
accreditation  
for Occupational  
Health and Safety  
Management  
System maintained.**





# FINANCIAL REPORTS

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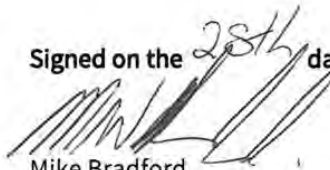
*Local Government Act 1995*  
*Local Government (Financial Management) Regulations 1996*

### STATEMENT BY CHIEF EXECUTIVE OFFICER

The accompanying financial report of the City of South Perth has been prepared in compliance with the provisions of the *Local Government Act 1995* from proper accounts and records to present fairly the financial transactions for the reporting period ended 30 June 2023 and the financial position as at 30 June 2023.

At the date of signing this statement the particulars included in the financial report are not misleading or inaccurate.

Signed on the 28<sup>th</sup> day of November 2023



Mike Bradford  
CHIEF EXECUTIVE OFFICER



## Auditor General

### INDEPENDENT AUDITOR'S REPORT 2023 City of South Perth

To the Council of the City of South Perth

#### Opinion

I have audited the financial report of the City of South Perth (City) which comprises:

- the Statement of Financial Position as at 30 June 2023, and the Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and Statement of Financial Activity for the year then ended
- Notes comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the financial report is:

- based on proper accounts and records
- presents fairly, in all material respects, the results of the operations of the City for the year ended 30 June 2023 and its financial position at the end of that period
- in accordance with the *Local Government Act 1995* (the Act) and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards.

#### Basis for opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial report section below.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

#### Other information

The Chief Executive Officer (CEO) is responsible for the preparation and the Council for overseeing the other information. The other information is the information in the entity's annual report for the year ended 30 June 2023, but not the financial report and my auditor's report.

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

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report, or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I did not receive the other information prior to the date of this auditor's report. When I do receive it, I will read it and if I conclude that there is a material misstatement in this information, I am required to communicate the matter to the CEO and Council and request them to correct the misstated information. If the misstated information is not corrected, I may need to retract this auditor's report and re-issue an amended report.

### **Responsibilities of the Chief Executive Officer and Council for the financial report**

The Chief Executive Officer (CEO) of the City is responsible for:

- keeping proper accounts and records
- preparation and fair presentation of the financial report in accordance with the requirements of the Act and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards
- managing internal control as required by the CEO to ensure the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the CEO is responsible for:

- assessing the City's ability to continue as a going concern
- disclosing, as applicable, matters related to going concern
- using the going concern basis of accounting unless the State Government has made decisions affecting the continued existence of the City.

The Council is responsible for overseeing the City's financial reporting process.

### **Auditor's responsibilities for the audit of the financial report**

As required by the *Auditor General Act 2006*, my responsibility is to express an opinion on the financial report. The objectives of my audit are to obtain reasonable assurance about whether the financial report as a whole is 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 Australian Auditing Standards 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 report. 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.

A further description of my responsibilities for the audit of the financial report is located on the Auditing and Assurance Standards Board website. This description forms part of my auditor's report and can be found at [https://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf).

## **My independence and quality management relating to the report on the financial report**

I have complied with the independence requirements of the *Auditor General Act 2006* and the relevant ethical requirements relating to assurance engagements. In accordance with ASQM 1 *Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements*, the Office of the Auditor General maintains a comprehensive system of quality management including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

## **Matters relating to the electronic publication of the audited financial report**

This auditor's report relates to the financial report of the City of South Perth for the year ended 30 June 2023 included in the annual report on the City's website. The City's management is responsible for the integrity of the City's website. This audit does not provide assurance on the integrity of the City's website. The auditor's report refers only to the financial report. It does not provide an opinion on any other information which may have been hyperlinked to/from the annual report. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to contact the City to confirm the information contained in the website version.



Sandra Labuschagne  
Deputy Auditor General  
Delegate of the Auditor General for Western Australia  
Perth, Western Australia  
28 November 2023



## STATEMENT OF COMPREHENSIVE INCOME

	Note	2022/23 Actual	2022/23 Budget	2021/22 Actual
<b>REVENUE</b>		\$	\$	\$
Rates revenue	28(a), 2(a)	40,990,765	40,951,045	38,897,724
Fees and charges	2(a)	18,588,871	17,116,232	16,794,935
Grants, subsidies and contributions	2(a)	2,593,633	1,731,928	2,927,636
Service Charges	2(a)	8,197,519	8,150,456	13,133,286
Interest revenue	2(a)	2,998,521	1,215,663	679,908
Other revenue	2(a)	669,136	531,645	891,509
		<b>74,038,445</b>	<b>69,696,969</b>	<b>73,324,999</b>
<b>EXPENSES</b>				
Employee costs	2(b)	(25,711,866)	(25,663,985)	(23,823,431)
Materials and contracts		(30,824,030)	(31,957,839)	(34,574,223)
Utility charges		(1,593,918)	(1,664,900)	(1,645,102)
Depreciation and amortisation		(10,520,591)	(10,387,067)	(10,931,087)
Finance costs	2(b)	(589,451)	(600,624)	(347,572)
Insurance		(460,518)	(452,800)	(707,532)
Other expenditure	2(b)	(837,973)	(1,008,791)	(1,919,059)
		<b>(70,538,347)</b>	<b>(71,736,005)</b>	<b>(73,948,006)</b>
		<b>3,500,098</b>	<b>(2,039,036)</b>	<b>(623,007)</b>
Capital grants, subsidies and contributions	2(a)	1,793,803	1,905,263	3,491,088
Profit on asset disposals		158,943	43,949	150,746
Loss on asset disposals		(244,103)	-	(265,759)
Impairment of Assets Held for Sale		(300,000)	-	-
Loss on revaluation		(152,210)	-	-
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	9,215	-	9,992
Share of net profit of associates accounted for using the equity method	21	(3,411)	-	2,083
		<b>1,262,236</b>	<b>1,949,212</b>	<b>3,388,149</b>
<b>Net result for the period from continuing operations</b>		<b>4,762,334</b>	<b>(89,824)</b>	<b>2,765,141</b>
Net result from discontinued operations	26	(244,824)	(168,098)	(193,488)
<b>NET RESULT FOR THE PERIOD</b>		<b>4,517,510</b>	<b>(257,921)</b>	<b>2,571,653</b>
Changes in asset revaluation surplus	16	99,515,389	-	-
<b>TOTAL OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>99,515,389</b>	<b>-</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>104,032,899</b>	<b>(257,921)</b>	<b>2,571,653</b>

\*This statement is to be read in conjunction with the accompanying notes.

## STATEMENT OF FINANCIAL POSITION

	Note	2022/23 Actual	2021/22 Actual
<b>CURRENT ASSETS</b>		\$	\$
Cash and cash equivalents	3	7,551,016	17,854,396
Trade and other receivables	5(a)	8,611,137	6,926,702
Other financial assets	4(a)	49,690,279	41,848,680
Other assets	6	1,516,877	1,066,370
Disposal group classified as assets held for Sale	27	23,057,508	-
<b>TOTAL CURRENT ASSETS</b>		<b>90,426,816</b>	<b>67,696,148</b>
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables	5(b)	9,795,016	7,912,937
Other financial assets	4(b)	428,277	470,272
Investment in associate	21	36,621	40,032
Property, plant and equipment	7	313,372,003	370,877,697
Infrastructure	8	485,263,133	353,112,227
Intangible assets	11	178,332	235,505
<b>TOTAL NON-CURRENT ASSETS</b>		<b>809,073,382</b>	<b>732,648,670</b>
<b>TOTAL ASSETS</b>		<b>899,500,199</b>	<b>800,344,818</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	12	(7,369,143)	(6,556,700)
Leaseholder liability	10	-	(25,404,757)
Borrowings	14	(3,266,777)	(3,162,535)
Employee related provisions	15	(4,550,352)	(4,741,611)
Other liabilities	13	(5,758,533)	(280,684)
Disposal group classified as liabilities held for sale	27	(24,007,406)	-
<b>TOTAL CURRENT LIABILITIES</b>		<b>(44,952,210)</b>	<b>(40,146,287)</b>
<b>NON-CURRENT LIABILITIES</b>			
Leaseholder liability	10	-	(809,939)
Borrowings	14	(9,984,954)	(13,251,730)
Employee related provisions	15	(551,917)	(658,643)
Other liabilities	13	-	(5,500,000)
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>(10,536,871)</b>	<b>(20,220,312)</b>
<b>TOTAL LIABILITIES</b>		<b>(55,489,081)</b>	<b>(60,366,599)</b>
<b>NET ASSETS</b>		<b>844,011,116</b>	<b>739,978,219</b>
<b>EQUITY</b>			
Retained surplus		143,399,261	132,604,920
Reserve accounts	31	37,284,802	43,346,307
Revaluation surplus	16	663,327,054	564,026,992
<b>TOTAL EQUITY</b>		<b>844,011,116</b>	<b>739,978,219</b>

\*This statement is to be read in conjunction with the accompanying notes.

ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023

## STATEMENT OF CHANGES IN EQUITY

	Note	Retained Surplus	Reserves Accounts	Revaluation Surplus	Total Equity
		\$	\$	\$	\$
<b>BALANCE at 30 June 2021</b>		<b>132,892,710</b>	<b>40,298,494</b>	<b>564,215,359</b>	<b>737,406,563</b>
<b>COMPREHENSIVE INCOME FOR THE PERIOD</b>					
Net result for the period		2,571,653	-	-	2,571,653
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>2,571,653</b>	<b>-</b>	<b>-</b>	<b>2,571,653</b>
Revaluation write back on disposals	16	188,368	-	(188,368)	-
		<b>188,368</b>	<b>-</b>	<b>(188,368)</b>	<b>-</b>
Transfers to reserves accounts	31	(6,968,504)	6,968,504	-	-
Transfers from reserves accounts	31	3,920,692	(3,920,692)	-	-
<b>BALANCE at 30 June 2022</b>		<b>132,604,920</b>	<b>43,346,307</b>	<b>564,026,992</b>	<b>739,978,219</b>
<b>COMPREHENSIVE INCOME FOR THE PERIOD</b>					
Net result for the period		4,517,510	-	-	4,517,510
Other comprehensive income for the period		-	-	99,515,389	99,515,389
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>4,517,510</b>	<b>-</b>	<b>99,515,389</b>	<b>104,032,899</b>
Revaluation write back on disposals	16	215,327	-	(215,327)	-
		<b>215,327</b>	<b>-</b>	<b>(215,327)</b>	<b>-</b>
Transfers to reserves accounts	31	(10,894,939)	10,894,939	-	-
Transfers from reserves accounts	31	16,956,444	(16,956,444)	-	-
<b>BALANCE as at 30 June 2023</b>		<b>143,399,261</b>	<b>37,284,802</b>	<b>663,327,054</b>	<b>844,011,116</b>

\*This statement to be read in conjunction with the accompanying notes.

## STATEMENT OF CASH FLOWS

	Note	2022/23 Actual	2022/23 Budget	2021/22 Actual
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		\$	\$	\$
<b>Receipts</b>				
Rates		40,671,891	39,765,632	38,635,580
Operating grants, subsidies and contributions		2,593,633	1,731,925	2,927,636
Fees and charges		18,808,669	15,604,096	16,876,856
Service Charges		4,671,314	4,045,342	3,156,915
Interest earnings		1,976,475	1,215,663	588,162
Goods and services tax received		3,621,966	5,039,400	3,482,406
Other revenue		1,001,306	531,645	873,859
<b>Total Receipts</b>		<b>73,345,253</b>	<b>67,933,706</b>	<b>66,541,414</b>
<b>Payments</b>				
Employee costs		(25,669,792)	(25,463,299)	(23,818,702)
Materials and contracts		(29,790,302)	(33,817,807)	(35,262,983)
Utility charges		(1,593,917)	(1,664,900)	(1,645,101)
Interest expenses		(589,451)	(600,624)	(347,572)
Insurance expenses		(457,773)	(452,800)	(707,780)
Goods and services tax paid		(3,706,834)	(5,039,400)	(3,328,453)
Other expenditure		(730,277)	(1,008,791)	(914,610)
<b>Total Payments</b>		<b>(62,538,348)</b>	<b>(68,047,620)</b>	<b>(66,025,202)</b>
<b>Net Cash provided by (used in) continuing operating activities</b>		<b>10,806,905</b>	<b>(113,914)</b>	<b>516,212</b>
<b>Net Cash provided by (used in) discontinued operating activities</b>		<b>482,180</b>	<b>432,762</b>	<b>447,595</b>
<b>Net Cash provided by continuing and discontinued operating activities</b>		<b>11,289,085</b>	<b>318,848</b>	<b>963,807</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Capital grants, subsidies and contributions		1,771,651	8,905,263	2,153,450
Proceeds from sale of plant & equipment		341,272	240,000	402,236
Payments for purchase of property, plant & equipment		(2,495,642)	(2,962,100)	(2,862,364)
Payments for construction of infrastructure		(7,307,205)	(9,534,507)	(7,315,995)
Investments in term deposits		(109,116,278)	-	(168,846,885)
Matured term deposits		101,276,884	-	160,257,077
<b>Net Cash provided by (used in) continuing investing activities</b>		<b>(15,529,317)</b>	<b>(3,351,344)</b>	<b>(16,212,480)</b>
<b>Net Cash provided by (used in) discontinued investing activities</b>		<b>(472,657)</b>	<b>(595,500)</b>	<b>(298,758)</b>
<b>Net Cash used in continuing and discontinued investing activities</b>		<b>(16,001,974)</b>	<b>(3,946,844)</b>	<b>(16,511,238)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of borrowings	30(a)	(3,162,536)	(3,162,535)	(615,148)
Self Supporting Loan Receipts		49,006	49,006	46,897
Proceeds from new borrowings		-	-	10,545,609
<b>Net Cash provided by (used in) continuing financing activities</b>		<b>(3,113,530)</b>	<b>(3,113,529)</b>	<b>9,977,358</b>
<b>Net Cash provided by (used in) discontinued financing activities</b>		<b>(2,476,963)</b>	<b>-</b>	<b>(709,177)</b>
<b>Net Cash provided by (used in) continuing and discontinued activities</b>		<b>(5,590,492)</b>	<b>(3,113,529)</b>	<b>9,268,181</b>
<b>Net Increase (Decrease) in Cash Held</b>		<b>(10,303,380)</b>	<b>(6,741,526)</b>	<b>(6,279,251)</b>
Cash at beginning of year		17,854,396	12,751,092	24,133,645
<b>Cash and Cash Equivalents at End of Year</b>	17	<b>7,551,016</b>	<b>6,009,565</b>	<b>17,854,396</b>

\*This statement is to be read in conjunction with the accompanying notes.

## STATEMENT OF FINANCIAL ACTIVITY

	Note	2022/23 Actual	2022/23 Budget	2021/22 Actual
<b>OPERATING ACTIVITIES</b>				
<b>Revenue from operating activities</b>		\$	\$	\$
Rates	28	40,990,765	40,951,045	38,897,724
Fees and charges		18,588,871	17,116,232	16,794,935
Grants, subsidies and contributions		2,593,633	1,731,928	2,927,636
Service Charges		8,197,519	8,150,456	13,133,286
Interest revenue		2,998,521	1,215,663	679,908
Other revenue		669,136	531,645	891,509
Profit on asset disposals		158,943	43,949	150,746
		<b>74,197,388</b>	<b>69,740,918</b>	<b>73,475,744</b>
<b>Expenditure from operating activities</b>				
Employee costs		(25,711,866)	(25,663,985)	(23,823,431)
Materials and contracts		(30,824,030)	(31,957,839)	(34,574,223)
Utility charges		(1,593,918)	(1,664,900)	(1,645,102)
Depreciation		(10,520,591)	(10,387,067)	(10,931,087)
Finance costs		(589,451)	(600,624)	(347,572)
Insurance expenses		(460,518)	(452,800)	(707,532)
Other expense		(837,973)	(1,008,791)	(1,919,059)
Loss on asset disposals		(244,102)		(265,759)
		<b>(70,782,449)</b>	<b>(71,736,006)</b>	<b>(74,213,765)</b>
Non-cash amounts excluded from operating activities	29(a)	10,268,392	10,343,118	12,989,748
<b>Amount attributable to continuing operating activities</b>		<b>13,683,331</b>	<b>8,348,030</b>	<b>12,251,727</b>
<b>Amount attributable to discontinued operating activities</b>		<b>449,467</b>	<b>522,762</b>	<b>490,316</b>
<b>INVESTING ACTIVITIES - INFLOWS / (OUTFLOWS)</b>				
Capital grants, subsidies and contributions		1,793,803	8,905,263	3,491,088
Proceeds from disposal of assets		341,273	240,000	402,236
Purchase of property, plant and equipment		(2,495,646)	(2,962,100)	(2,488,512)
Purchase and construction of infrastructure		(7,307,205)	(9,534,507)	(7,315,995)
		<b>(7,667,776)</b>	<b>(3,351,344)</b>	<b>(5,911,183)</b>
<b>Amount attributable to discontinued investing activities</b>		<b>(472,657)</b>	<b>(595,500)</b>	<b>(672,610)</b>
<b>FINANCING ACTIVITIES - INFLOW / (OUTFLOWS)</b>				
Transfers from reserve accounts	31	16,956,444	15,659,387	3,920,692
Proceeds from new borrowings		-	-	10,545,609
Proceeds from self supporting loans	30	49,006	49,006	46,897
Underground power		(3,518,085)	(3,906,133)	(9,952,756)
Loan principal repayments	30	(3,162,535)	(3,162,535)	(615,148)
Transfers to cash reserve accounts	31	(10,894,939)	(17,779,453)	(6,968,504)
		<b>(570,109)</b>	<b>(9,139,728)</b>	<b>(3,023,210)</b>
<b>Amount attributable to discontinued financing activities</b>		<b>(2,476,963)</b>	<b>-</b>	<b>(709,177)</b>
<b>MOVEMENT IN SURPLUS OR DEFICIT</b>				
<b>Surplus or deficit at the start of the financial year</b>		<b>10,072,840</b>	<b>4,215,779</b>	<b>7,646,978</b>
Amount attributable to operating activities		14,132,798	8,870,792	12,742,043
Amount attributable to investing activities		(8,140,433)	(3,946,844)	(6,583,793)
Amount attributable to financing activities		(3,047,072)	(9,139,728)	(3,732,387)
<b>Surplus or deficit at the end of the financial year</b>		<b>13,018,134</b>	<b>-</b>	<b>10,072,840</b>

\*this statement is to be read in conjunction with the accompanying notes

## NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

### 1. BASIS OF PREPARATION

The financial report comprises general purpose financial statements which have been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

#### **Local Government Act 1995 requirements**

Section 6.4(2) of the *Local Government Act 1995* read with the Local Government (Financial Management) Regulations 1996 prescribe that the financial report be prepared in accordance with the Local Government Act 1995 and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied where no inconsistencies exist.

The Local Government (Financial Management) Regulations 1996 specify that vested land is a right-of-use asset to be measured at cost, and is considered a zero cost concessionary lease. All right-of-use assets under zero cost concessionary leases are measured at zero cost rather than at fair value, except for vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 which would have required the City to measure any vested improvements at zero cost.

Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the financial report has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

#### **The local government reporting entity**

All funds through which the City controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

#### **Judgements and estimates**

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The balances, transactions and disclosures impacted by accounting estimates are as follows:

- estimated fair value of certain financial assets
- impairment of financial assets
- estimation of fair values of land and buildings, infrastructure and investment property
- estimation uncertainties made in relation to lease accounting
- estimated useful life of intangible assets

#### **Initial application of accounting standards**

During the current year, the following new or revised Australian Accounting Standards and Interpretations were applied for the first time.

- *AASB 2020-3 Amendments to Australian Accounting Standards - Annual Improvements 2018-2020 and Other Amendments*
- *AASB 2020-6 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current - Deferral of Effective Date*
- *AASB 2021-7a Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [general editorials]*
- *AASB 2022-3 Amendments to Australian Accounting Standards - Illustrative Examples for Not-for-Profit Entities accompanying AASB 15*

These amendments have no material impact on the current annual financial report

#### **New Accounting Standards for Application in Future Years**

The following new accounting standards will have application to local government in future years:

- *AASB 2014-10 Amendments to Australian Accounting Standards - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
- *AASB 2020-1 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current*
- *AASB 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting*

This standard will result in a terminology change for significant accounting policies Estimates

- *AASB 2021-7 Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]*
- *AASB 2020-3 Amendments to Australian Accounting Standards - Annual Improvements 2018-2020 and Other Amendments*
- *AASB 2022-10 Amendments to Australian Accounting Standards - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities*

Except as described above these amendments are not expected to have any material impact on the financial report on initial application.

ANNUAL FINANCIAL REPORT – NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023

2. REVENUE & EXPENSES

2(a). Contracts with customers

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Timing of revenue recognition
Grants, subsidies and contributions	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations
Fees and charges - licences, registrations, approvals	Building, planning, development and animal management.	Single point in time	Full payment prior to issue	None	On payment of the licence, registration or approval
Fees and charges - waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	On entry to facility
Fees and charges - airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	On landing/departure event
Fees and charges - sale of stock	Aviation fuel, kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	At point of sale
Other revenue - private works	Contracted private works	Single point in time	Monthly in arrears	None	At point of service

Consideration from contracts with customers is included in the transaction price.

ANNUAL FINANCIAL REPORT – NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023

## Revenue Recognition

Revenue recognised during the year under each basis of recognition by nature of goods or services is provided in the table below.

	Contract with Customers	Capital Grant /Contributions	Statutory Requirements	Other	Total
For the year ended 30 June 2023	\$	\$	\$	\$	
Rates	-	-	40,990,765	-	40,990,765
Fees and charges	10,944,253	-	7,644,618	-	18,588,871
Grants, subsidies and contributions	-	-	-	2,593,633	2,593,633
Service charges	-	-	8,197,519	-	8,197,519
Interest Revenue	-	-	-	2,998,521	2,998,521
Other Revenue	-	-	-	669,136	669,136
Capital grants, subsidies and contribution	-	1,793,803	-	-	1,793,803
<b>Total</b>	<b>10,944,253</b>	<b>1,793,803</b>	<b>56,832,902</b>	<b>6,261,290</b>	<b>75,832,248</b>

	Contract With Customers	Capital Grant /Contributions	Statutory Requirements	Other	Total
For the year ended 30 June 2022	\$	\$	\$	\$	
Rates	-	-	38,897,724	-	38,897,724
Fees and charges	13,111,946	-	3,682,989	-	16,794,935
Grants, subsidies and contributions	-	-	-	2,927,636	2,927,636
Service charges	-	-	13,133,286	-	13,133,286
Interest Revenue	-	-	-	679,908	679,908
Other Revenue	-	-	-	891,509	891,509
Capital grants, subsidies and contribution	-	3,491,088	-	-	3,491,088
<b>Total</b>	<b>13,111,946</b>	<b>3,491,088</b>	<b>55,713,999</b>	<b>4,499,053</b>	<b>76,816,086</b>

	2022/23 Actual	2022/23 Budget	2021/22 Actual
	\$	\$	\$
<b>Interest Revenue</b>			
Other interest revenue	1,042,237	370,220	123,082
Interest on reserve account funds	1,563,655	508,443	212,527
Rates instalment and penalty interest	392,629	337,000	344,300
<b>Total</b>	<b>2,998,521</b>	<b>1,215,663</b>	<b>679,908</b>
<b>Other Revenue</b>			
Miscellaneous Revenue (Including other recoveries)	482,090	495,245	823,123
Recovery - Utilities cost	175,166	36,400	21,415
Insurance Claims Received	11,880	-	46,971
<b>Total</b>	<b>669,136</b>	<b>531,645</b>	<b>891,509</b>



ANNUAL FINANCIAL REPORT – NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023

**2(b). Expenses**

	2022/23 Actual	2022/23 Budget	2021/22 Actual
<b>Audit Remuneration</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Audit of Annual Financial Report	85,000	70,000	69,600
Acquittal of certifications	1,850	-	4,452
<b>Total</b>	<b>86,850</b>	<b>70,000</b>	<b>74,052</b>
<b>Employee Costs</b>			
Employee benefit costs	24,497,947	24,604,168	23,189,816
Other employee costs	1,213,919	1,059,817	633,615
<b>Total</b>	<b>25,711,866</b>	<b>25,663,985</b>	<b>23,823,431</b>
<b>Finance Costs</b>			
Interest and financial charges paid/payable for financial liabilities not at fair value	589,451	600,624	347,572
<b>Total</b>	<b>589,451</b>	<b>600,624</b>	<b>347,572</b>
<b>Other Expenditure</b>			
Impairment loss on rates and statutory receivables	110,892	168,000	101,148
Sundry Expenses	727,081	840,791	1,817,912
<b>Total</b>	<b>837,973</b>	<b>1,008,791</b>	<b>1,919,059</b>

ANNUAL FINANCIAL REPORT – NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023

3. CASH AND CASH EQUIVALENTS

	Note	2022/23 Actual	2021/22 Actual
<b>Cash and Cash Equivalents</b>		<b>\$</b>	<b>\$</b>
Cash at Bank / On Hand		7,551,016	241,425
At Call / Term Deposits (less than 3 months)		-	17,612,971
<b>Total Cash and Cash Equivalents</b>		<b>7,551,016</b>	<b>17,854,396</b>

**Restricted Cash and Financial Assets**

The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:

Cash and cash equivalents		-	7,327,317
Financial assets at amortised cost - term deposits		43,043,335	41,799,674
		<b>43,043,335</b>	<b>49,126,991</b>

The restricted assets are a result of the following specific purposes to which the assets may be used:

Reserves - cash/financial asset backed	31	37,284,802	43,346,307
Obligations from transfers for non operating grants	13	5,758,533	5,780,684
<b>Total Restricted Assets</b>		<b>43,043,335</b>	<b>49,126,991</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**Cash and cash equivalents**

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts. Bank overdrafts are reported as short term borrowings in current liabilities in the statement of financial position.

Term deposits are presented as cash equivalents if they have a maturity of three months or less from the date of acquisition and are repayable with 24 hours notice with no loss of interest.

**Restricted assets**

Restricted asset balances are not available for general use by the local government due to externally imposed restrictions. Externally imposed restrictions are specified in an agreement, contract or legislation. This applies to reserves, unspent grants, subsidies and contributions and unspent loans that have not been fully expended in the manner specified by the contributor, legislation or loan agreement.

4. OTHER FINANCIAL ASSETS

	2022/23 Actual	2021/22 Actual
<b>(a) Current Assets</b>	<b>\$</b>	<b>\$</b>
Financial assets at amortised cost	49,690,279	41,848,680
	<b>49,690,279</b>	<b>41,848,680</b>
<b>Other financial assets at amortised cost</b>		
Term Deposits (longer than 3 months)	49,639,069	41,799,674
Self Supporting Loans	51,210	49,006
	<b>49,690,279</b>	<b>41,848,680</b>
<b>(b) Non-Current Assets</b>		
Financial assets at amortised cost	224,553	275,763
Financial assets at fair value through profit/(loss)	203,724	194,509
	<b>428,277</b>	<b>470,272</b>
<b>Financial assets at amortised cost</b>		
Self Supporting Loans	224,553	275,763
	<b>224,553</b>	<b>275,763</b>
<b>Financial assets at fair value through profit/(loss)</b>		
Local Government House Trust	203,724	194,509
	<b>203,724</b>	<b>194,509</b>
	<b>50,118,556</b>	<b>42,318,953</b>
<b>Financial assets at fair value through profit and loss</b>		
Units in Local Government House Trust - opening balance	194,509	184,517
Movement in Local Government House Trust (10 units)	9,215	9,992
Units in Local Government House Trust - closing balance	<b>203,724</b>	<b>194,509</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**Other Financial Assets at Amortised Cost**

The City classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cash flows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

Fair values of financial assets at amortised cost are not materially different to their carrying amounts, since the interest receivable on those assets is either close to current market rates or the assets are of a short term nature. Non-current financial assets at amortised cost fair values are based on discounted cash flows using a current market rates. They are classified as level 2 fair values in the fair value hierarchy (see Note 24 (h)) due to the observable market rates.

Interest received is presented under cashflows from operating activities in the Statement of Cash Flows where it is earned from financial assets that are held for cash management purposes.

**Financial Assets at Fair Value through Profit and Loss**

The City classifies the following financial assets at fair value through profit and loss:

- equity investments which the City has not elected to recognise fair value gains and losses through other comprehensive income.

**Impairment and Risk**

Information regarding impairment and exposure to risk can be found at Note 22.

5. TRADE AND OTHER RECEIVABLES

	2022/23 Actual	2021/22 Actual
<b>(a)Current</b>	<b>\$</b>	<b>\$</b>
Rates receivable	2,732,233	2,421,273
Sundry debtors	767,281	1,164,556
Pensioner rebate receivable	59,418	56,469
Underground power receivable	4,315,975	2,663,935
ESL Debtor	326,437	301,197
Infringement Debtor	585,026	472,596
GST receivable from ATO	347,069	262,201
Allowance for impairment of receivables	(522,302)	(415,525)
<b>Total Current</b>	<b>8,611,137</b>	<b>6,926,702</b>
<b>(b)Non-Current</b>		
Pensioner rebate receivable	538,717	526,446
Underground power receivable	9,173,093	7,303,757
ESL Pensioner receivable	83,205	82,734
<b>Total Non-Current</b>	<b>9,795,016</b>	<b>7,912,937</b>
<b>Total Trade and Other Receivables</b>	<b>18,406,152</b>	<b>14,839,638</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**Trade and Other Receivables**

Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

Trade receivables are recognised at original invoice amount less any allowances for uncollectible amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

**Impairment and Risk Exposure**

Information about the impairment of trade receivables and their exposure to credit risk and interest rate risk can be found in Note 22.

**Classification and Subsequent Measurement**

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Trade receivables are held with the objective to collect the contractual cash flows and therefore measures them subsequently at amortised cost using the effective interest rate method.

Due to the short-term nature of current receivables, their carrying amount is considered to be the same as their fair value. Non-current receivables are indexed to inflation, any difference between the face value and fair value is considered immaterial.

6. OTHER ASSETS

	2022/23 Actual	2021/22 Actual
<b>(a)Current</b>	<b>\$</b>	<b>\$</b>
Accrued - Interest revenue reserves	765,648	83,798
Accrued - Interest revenue general	384,291	44,094
Accrued - Other revenue	26,960	359,130
Prepayments	339,978	579,348
<b>Total Current Assets</b>	<b>1,516,877</b>	<b>1,066,370</b>
<b>Total Other Assets</b>	<b>1,516,877</b>	<b>1,066,370</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**Other Current Assets**

Other non-financial assets include prepayments which represent payments in advance of receipt of goods or services or that part of expenditure made in one accounting period covering a term extending beyond that period.

ANNUAL FINANCIAL REPORT – NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023

7. PROPERTY, PLANT AND EQUIPMENT

7(a). Movements in Carrying Amounts

Movement in the carrying amounts of each class of property, plant & equipment between the beginning and the end of the current financial year.

	Land	Buildings	Artwork	Technology	Furniture & Fittings	Mobile Plant	Plant & Equipment	Work in Progress	TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Balance at 1st July 2021</b>	<b>266,213,000</b>	<b>97,723,206</b>	<b>1,503,223</b>	<b>627,154</b>	<b>20,350</b>	<b>3,087,008</b>	<b>1,357,506</b>	<b>590,348</b>	<b>371,121,797</b>
Additions	-	1,284,577	124,661	16,540	-	772,359	254,409	708,573	3,161,122
Disposals	-	-	-	-	-	(319,345)	-	-	(319,345)
Transfer (from)/ to	-	343,355	86,572	-	-	116,019	-	(545,946)	-
Work in Progress Transfer to Operations	-	-	-	-	-	-	-	(240,577)	(240,577)
Depreciation (expense)	-	(2,062,589)	(38,743)	(127,921)	(5,372)	(504,261)	(106,412)	-	(2,845,299)
<b>Carrying Amount at 30th June 2022</b>	<b>266,213,000</b>	<b>97,288,550</b>	<b>1,675,713</b>	<b>515,773</b>	<b>14,978</b>	<b>3,151,780</b>	<b>1,505,503</b>	<b>512,398</b>	<b>370,877,697</b>
<b>Comprises:</b>									
Gross carrying amount	266,213,000	134,359,165	1,800,779	2,179,130	494,039	8,016,829	2,169,568	512,398	415,744,908
Accumulated Depreciation	-	(37,070,616)	(125,064)	(1,663,355)	(479,062)	(4,865,050)	(664,065)	-	(44,867,211)
<b>Carrying Amount at 30th June 2022</b>	<b>266,213,000</b>	<b>97,288,550</b>	<b>1,675,713</b>	<b>515,773</b>	<b>14,978</b>	<b>3,151,780</b>	<b>1,505,503</b>	<b>512,398</b>	<b>370,877,697</b>
<b>Carrying Amount at 30th June 2022</b>	<b>266,213,000</b>	<b>97,288,550</b>	<b>1,675,713</b>	<b>515,773</b>	<b>14,978</b>	<b>3,151,780</b>	<b>1,505,503</b>	<b>512,398</b>	<b>370,877,697</b>
Additions	-	1,174,172	202,995	28,125	-	1,038,827	240,466	283,717	2,968,303
Disposals	-	-	-	-	-	(188,966)	-	-	(188,966)
Revaluation increments/(decrements) transferred to revaluation surplus	(43,731,200)	9,115,274	(217,171)	-	-	-	-	-	(34,833,097)
Revaluation (loss)/reversals transferred to profit or loss	-	(148,700)	(3,510)	-	-	-	-	-	(152,210)
Disposal group classified as assets held for sale	-	(22,359,700)	-	-	-	(96,617)	-	-	(22,456,317)
Depreciation (expense)	-	(2,083,747)	(40,450)	(74,704)	(4,847)	(518,553)	(121,103)	-	(2,843,405)
Transfer (from)/ to	-	466,949	-	-	-	-	-	(466,949)	-
<b>Carrying Amount at 30th June 2023</b>	<b>222,481,800</b>	<b>83,452,798</b>	<b>1,617,576</b>	<b>469,194</b>	<b>10,131</b>	<b>3,386,471</b>	<b>1,624,865</b>	<b>329,166</b>	<b>313,372,003</b>
<b>Comprises:</b>									
Gross carrying amount	222,481,800	116,577,572	1,632,180	2,207,253	494,040	8,225,693	2,410,033	329,166	354,357,739
Accumulated Depreciation	-	(33,124,774)	(14,604)	(1,738,059)	(483,909)	(4,839,223)	(785,168)	-	(40,985,737)
<b>Carrying Amount at 30th June 2023</b>	<b>222,481,800</b>	<b>83,452,798</b>	<b>1,617,576</b>	<b>469,194</b>	<b>10,131</b>	<b>3,386,471</b>	<b>1,624,865</b>	<b>329,166</b>	<b>313,372,003</b>

ANNUAL FINANCIAL REPORT – NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023

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**7(b). Fair Value Measurements**

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
Land - Freehold land	2	Market approach using recent observable market data for similar properties	Independent registered valuer	June 2023	Comparable sales / Price per square metre
Land - Freehold land	3	Market approach using recent observable market data for superior zoned properties	Independent registered valuer	June 2023	Discount factor for inferior zoning / Price per square metre
Buildings	3	Cost approach using depreciated replacement cost adjusted for estimates of residual value, useful life, condition and pattern of consumption	Independent registered valuer	June 2023	Construction costs and current condition, residual value, remaining useful life and pattern of consumption assessments inputs
Artwork	2	Market approach using estimated value expected to be realised adjusted for condition and comparability	Independent registered valuer	June 2023	Comparison to recent sales of Artwork with similar characteristics

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used to determine the fair value of property, plant or equipment using level 2 or level 3 inputs.

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8. INFRASTRUCTURE

8(a). Movements in Carrying Amounts

Movement in the carrying amounts of each class of infrastructure between the beginning and the end of the current financial year.

	Infrastructure Roads	Infrastructure Footpaths	Infrastructure Drainage	Infrastructure Parks	Infrastructure Foreshore	Infrastructure Other	Work in Progress	Infrastructure TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Balance at 1st July 2021</b>	<b>181,526,120</b>	<b>43,638,569</b>	<b>28,495,195</b>	<b>75,015,254</b>	<b>14,915,121</b>	<b>9,242,820</b>	<b>2,898,370</b>	<b>355,731,449</b>
Additions	2,300,138	747,104	244,553	2,329,256	710,630	231,916	752,396	7,315,995
Disposals	-	(84,596)	(191)	(113,089)	-	-	-	(197,876)
Transfer (from)/ to	175,962	22,785	-	341,719	192,247	-	(732,713)	-
Work in Progress Transfer to Operations	-	-	-	-	-	-	(1,172,500)	(1,172,500)
Depreciation (expense)	(4,205,634)	(1,139,816)	(685,962)	(1,615,048)	(589,557)	(328,824)	-	(8,564,841)
<b>Carrying Amount at 30th June 2022</b>	<b>179,796,586</b>	<b>43,184,047</b>	<b>28,053,596</b>	<b>75,958,092</b>	<b>15,228,441</b>	<b>9,145,912</b>	<b>1,745,553</b>	<b>353,112,227</b>
<b>Comprises:</b>								
Gross carrying amount	292,167,311	67,412,846	67,509,503	89,464,533	31,280,220	18,205,846	1,745,553	567,785,811
Accumulated Depreciation	(112,370,725)	(24,228,800)	(39,455,906)	(13,506,440)	(16,051,779)	(9,059,934)	-	(214,673,584)
<b>Carrying Amount at 30th June 2022</b>	<b>179,796,586</b>	<b>43,184,047</b>	<b>28,053,596</b>	<b>75,958,092</b>	<b>15,228,441</b>	<b>9,145,912</b>	<b>1,745,553</b>	<b>353,112,227</b>
<b>Carrying Amount at 30th June 2022</b>	<b>179,796,586</b>	<b>43,184,047</b>	<b>28,053,596</b>	<b>75,958,092</b>	<b>15,228,441</b>	<b>9,145,912</b>	<b>1,745,553</b>	<b>353,112,227</b>
Additions	4,508,038	489,479	612,132	1,171,189	34,344	169,208	322,812	7,307,205
Disposals	-	(72,404)	(4,879)	(149,930)	-	(10,113)	-	(237,327)
Revaluation increments/(decrements) transferred to revaluation surplus	86,727,341	(18,441,171)	16,281,574	38,096,236	4,542,864	7,141,641	-	134,348,486
Disposal group classified as assets held for sale	-	(107,465)	(2,022)	(683,595)	-	(77,819)	-	(870,901)
Work in Progress Transfer to Operations	-	-	-	-	-	-	(82,110)	(82,110)
Depreciation (expense)	(3,942,677)	(1,152,034)	(689,559)	(1,711,047)	(478,364)	(340,766)	-	(8,314,446)
Transfer (from)/ to	62,008	-	-	1,498,432	-	-	(1,560,440)	-
<b>Carrying Amount at 30th June 2023</b>	<b>267,151,296</b>	<b>23,900,451</b>	<b>44,250,841</b>	<b>114,179,380</b>	<b>19,327,286</b>	<b>16,028,064</b>	<b>425,814</b>	<b>485,263,133</b>
<b>Comprises:</b>								
Gross carrying amount	319,785,442	34,897,941	87,583,596	135,685,375	33,531,863	24,174,801	425,814	636,084,835
Accumulated Depreciation	(52,634,146)	(10,997,490)	(43,332,755)	(21,505,997)	(14,204,577)	(8,146,737)	-	(150,821,702)
<b>Carrying Amount at 30th June 2023</b>	<b>267,151,296</b>	<b>23,900,451</b>	<b>44,250,841</b>	<b>114,179,380</b>	<b>19,327,286</b>	<b>16,028,064</b>	<b>425,814</b>	<b>485,263,133</b>



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**8(b). Fair Value Measurement**

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
Infrastructure - Roads	3	Cost approach using current replacement costs	Management valuation	June 2023	Construction costs and current condition, residual value, remaining useful life and pattern of consumption assessments inputs
Infrastructure - Drains	3	Cost approach using current replacement costs	Management valuation	June 2023	Construction costs and current condition, residual value, remaining useful life and pattern of consumption assessments inputs
Infrastructure - Paths	3	Cost approach using current replacement costs	Management valuation	June 2023	Construction costs and current condition, residual value, remaining useful life and pattern of consumption assessments inputs
Infrastructure - Parks	3	Cost approach using current replacement costs	Management valuation	June 2023	Construction costs and current condition, residual value, remaining useful life and pattern of consumption assessments inputs
Infrastructure - Foreshore Assets	3	Cost approach using current replacement costs	Management valuation	June 2023	Construction costs and current condition, residual value, remaining useful life and pattern of consumption assessments inputs
Infrastructure - Other	3	Cost approach using current replacement costs	Management valuation	June 2023	Construction costs and current condition, residual value, remaining useful life and pattern of consumption assessments inputs

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement. Such an assumption variation was applied to the footpath infrastructure. Historically the renewal assumption included an allowance for crossover renewal. The City's recent practice is that it will only renew its footpath infrastructure and not crossovers, crossovers are to be paid for by the property owner. The variation in this assumption resulted in the significant negative adjustment to the fair value of the footpath infrastructure observed in note 8(a).

During the period there were changes in the valuation techniques used to determine the fair value of infrastructure using level 3 inputs for the parks infrastructure, in respect of the Collier Park Golf Course. Previously the fair value of the parks infrastructure for the golf course was included as part of the vested land value under the income basis. During the current year this was changed to a cost approach using current replacement cost, on the basis that management viewed this provided a more appropriate basis of valuation. Prior to 1 July 2019 the City had incorrectly not allocated the valuation of the golf course between vested land and parks infrastructure. The entire value allocated to the vested land was reversed as at 1 July 2019 as a result of changes in Local Government (Financial Management) Regulation 17A. It was not considered practicable to retrospectively restate the portion of parks infrastructure that should have been recognised prior to 1 July 2022, accordingly this has been accounted for on a prospective basis as a revaluation in the current year.

## 9. FIXED ASSETS

### 9(a). Depreciation

#### Depreciation Rates

Typical estimated useful lives for the different asset classes for the current and prior years are included in the table below:

<b>Asset Class</b>	<b>Useful life</b>
Artworks	50 years
Buildings (based on components)	10 - 100 years
Plant and Equipment	10 - 25 years
Furniture and Fittings	10 - 20 years
Technological Equipment (includes optic fibre)	3 - 25 years
Mobile Plant	3 - 10 years
Infrastructure - Roads	20 – 110 years
Infrastructure - Drains	up to 100 years
Infrastructure - Paths	40 - 65 years (dependent on path type)
Infrastructure - Street Furniture	20 - 30 years
Infrastructure - Parks Equipment (Based on components)	10 – 50 years
Infrastructure – Parks Turf	Indefinite
Infrastructure - Car Parking (Based on components)	3-90 years
Foreshore Assets	up to 100 years
Intangible Assets	10 years

**9(b). Temporarily Idle or retired from use assets**

	<b>2022/23 Actual</b>	<b>2021/22 Actual</b>
	\$	\$
The carrying value of assets held by the City which are temporarily idle or retired from active use and not classified as held for sale are shown in the table below.		
Buildings	435,100	2,713,849
	<u>435,100</u>	<u>2,713,849</u>

**9(c). Fully Depreciated Assets in use**

	<b>2022/23 Actual</b>	<b>2021/22 Actual</b>
	\$	\$
The gross carrying value of assets held by the City which are currently in use yet fully depreciated are shown in the table below.		
Buildings	110,000	630,986
Car Parking	-	71,146
Computer Equipment	-	1,429,478
Drains	219,643	255,568
Foreshore	269,000	7,911,590
Furniture & Fittings	428,382	415,350
Intangibles	842,087	49,800
Mobile Plant	2,059,146	2,208,672
Parks	2,583,363	103,053
Pathways	10,962	-
Plant & Equipment	290,508	290,508
Roads	-	1,390,933
Street Furniture	-	217
<b>Total</b>	<b><u>6,813,092</u></b>	<b><u>14,757,301</u></b>

## SIGNIFICANT ACCOUNTING POLICIES

### Fixed Assets

Each class of fixed assets within either plant and equipment or infrastructure, is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

### Initial recognition and measurement for assets held at cost

Plant and equipment including furniture and equipment is recognised at cost on acquisition in accordance with *Financial Management Regulation 17A*. Where acquired at no cost, the asset is initially recognised at fair value. Assets held at cost are depreciated and assessed for indicators of impairment annually.

### Initial Recognition and Measurement between Mandatory Revaluation Dates

Initial recognition and measurement between mandatory revaluation dates for assets held at fair value Assets for which the fair value as at the date of acquisition is under \$5,000 are not recognised as an asset in accordance with *Financial Management Regulation 17A (5)*. These assets are expensed immediately.

Where multiple individual low value assets are purchased together as part of a larger asset or collectively forming a larger asset exceeding the threshold, the individual assets are recognised as one asset and capitalised.

Upon initial recognition, cost is determined as the amount paid (or other consideration given) to acquire the assets, plus costs incidental to the acquisition. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the City includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

Individual assets that are land, buildings, infrastructure and investment properties acquired between scheduled revaluation dates of the asset class in accordance with the City's revaluation policy, are recognised at cost and disclosed as being at fair value as management believes cost approximates fair value. They are subject to subsequent revaluation at the next revaluation date consistent with *Financial Management Regulation 17A(4)*.

The City's leased assets at 30 June 2023 were immaterial and therefore no right-of-use assets and associated liability were recognised as required by *AASB 16 Leases*.

### Revaluation

The fair value of land, buildings, infrastructure and investment properties is determined at least every five years in accordance with the regulatory framework. This includes buildings and infrastructure items which were pre-existing improvements (i.e. vested improvements) on vested land acquired by the City.

At the end of each period, the carrying amount for each asset class is reviewed and, where appropriate, the fair value is updated to reflect current market conditions consistent

### Revaluation (continued)

with *Financial Management Regulation 17A(2)* which requires land, buildings infrastructure, investment properties and vested improvements to be shown at fair value.

For property, plant and equipment and infrastructure, increases in the carrying amount arising on revaluation of asset classes are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same class of asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss. Subsequent increases are then recognised in profit or loss to the extent they reverse a net revaluation decrease previously recognised in profit or loss for the same class of asset.

### Depreciation

The depreciable amount of all property, plant and equipment and infrastructure, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

### Depreciation on revaluation

When an item of property, plant and equipment and infrastructure is revalued, any accumulated depreciation at the date of the revaluation is treated in one of the following ways:

- (i) The gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset.
- (ii) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

### Amortisation

All intangible assets with a finite useful life, are amortised on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use.

The residual value of intangible assets is considered to be zero and the useful life and amortisation method are reviewed at the end of each financial year.

Amortisation is included within depreciation in the Statement of Comprehensive Income and in Note 11.

### Impairment

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

### Gains or losses on disposal

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income in the period in which they arise.

10. LEASEHOLDER LIABILITY

	2022/23 Actual	2021/22 Actual
<b>(a)Current</b>	<b>\$</b>	<b>\$</b>
Refundable leaseholder liability	-	25,167,966
Non refundable - Ingoing payment - Collier Park Village	-	236,791
<b>Total current</b>	<b>-</b>	<b>25,404,757</b>
<b>(b)Non-Current</b>		
Non refundable - Ingoing payment - Collier Park Village	-	809,939
<b>Total non-current</b>	<b>-</b>	<b>809,939</b>
<b>Total Leaseholder Liability</b>	<b>-</b>	<b>26,214,696</b>

\* refer to note 27 - this is now part of disposal group classified as held for sale

**SIGNIFICANT ACCOUNTING POLICIES**

**Leaseholder Liabilities**

The City disclose the liability for monies to be refunded to outgoing residents of the Collier Park Village in the primary financial statements at their nominal values, which are more meaningful, objective and useful disclosure to users of the financial statements – including the residents of the Collier Park Village for the following reasons:

- The liability to each individual resident of the Retirement Complex has no defined term – and is subject to change according to the state of health of each individual resident.
- There is therefore considerable subjectivity in determining the likely due dates for repayment of refundable monies to departing residents.
- The aggregate liability is partially ‘cash backed’ by quarantined Reserve Funds rather than being represented by unspecified assets.
- All transactions relating to leasehold obligations in the village, whether incoming or outgoing are transacted through the related cash backed reserve funds.

The leaseholder liability represents the City’s obligation to repay the unit lease purchase price (less the deposit premium and refurbishment levy) paid by the residents of the Collier Park Village upon individual leaseholders relinquishing their leases. As the City does not have a right to defer settlement of the refund for more than one year upon a lease being relinquished, the entire liability is required to be disclosed as a Current Liability.

Notwithstanding this, the City recognises that only a portion of the leases for units within the complex will be relinquished in the next twelve months. Whilst there is some subjectivity in establishing the rate of turnover in tenancies and the quantum of payments to individual leaseholders in different stages of the complex, the City establishes a historical rolling five-year average of the number of vacated units and then applies that percentage (7.1%) to the overall leaseholder liability to determine the anticipated obligation likely to become due in the next twelve months.

**Ingoing Payment**

The City offers incoming residents to the Collier Park Retirement Village the option of a lease for life or a 12-month rental agreement. Residents choosing to take up the lease for life option must pay the City an Ingoing Payment (management fee) for the right to occupy the Premises. The legal basis for occupancy of the Premises is as non-owner lessee. The City recognises the Ingoing Payment as a liability in terms of an operating lease and recognises income on a systematic basis over the expected occupancy term. The occupancy term is determined based on historical average periods of occupation.

## 11. INTANGIBLE ASSETS

### Computer Software

	2022/23 Actual	2021/22 Actual
<b>Non-Current</b>	<b>\$</b>	<b>\$</b>
Computer Software value	1,373,816	1,373,816
Less: Accumulated amortisation	(1,195,484)	(1,138,311)
	<b>178,332</b>	<b>235,505</b>

Movements in carrying amounts of computer software during the financial year are shown as follows:

<b>Balance at 1 July</b>	235,505	440,283
Amortisation	(57,173)	(204,779)
<b>Balance at 30 June</b>	<b>178,332</b>	<b>235,505</b>
<b>Total Intangible Assets</b>	<b>178,332</b>	<b>235,505</b>

#### SIGNIFICANT ACCOUNTING POLICIES

##### Computer Software

Costs associated with maintaining software programs are recognised as an expense as incurred. Development costs that are directly attributable to the design and testing of identifiable and unique software products controlled by the City are recognised as intangible assets where the following criteria are met:

- it is technically feasible to complete the software so that it will be available for use;
- management intends to complete the software and use or sell it;
- there is an ability to use or sell the software;
- it can be demonstrated how the software will generate probable future economic benefits;

- adequate technical, financial and other resources to complete the development and to use or sell the software are available; and

- the expenditure attributable to the software during its development can be reliably measured.

Directly attributable costs that are capitalised as part of the software include employee costs and an appropriate portion of relevant overheads.

Capitalised development costs are recorded as intangible assets and amortised from the point at which the asset is ready for use.

12. TRADE AND OTHER PAYABLES

	2022/23 Actual	2021/22 Actual
<b>Current</b>	<b>\$</b>	<b>\$</b>
Accounts payable	7,369,143	6,556,700
Income in advance including prepaid rates	-	-
Accrued employee expenses	376,192	241,619
Bond payables	2,312,922	2,419,408
Other payables	4,680,029	3,895,673
<b>Total current</b>	<b>7,369,143</b>	<b>6,556,700</b>
<b>Total Trade and Other Payables</b>	<b>7,369,143</b>	<b>6,556,700</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**Trade and Other Payables**

Trade and other payables represent liabilities for goods and services provided to the City prior to the end of the financial year that are unpaid and arise when the City becomes obliged to make future payments in respect of the purchase of these goods and services.

The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.

**Prepaid Rates**

Prepaid rates are, until the taxable event has occurred (start of the next financial year), refundable at the request of the ratepayer. Rates received in advance are initially recognised as a financial liability. When the taxable event occurs, the financial liability is extinguished and the City recognises revenue for the prepaid rates that have not been refunded.

13. OTHER LIABILITIES

	2022/23 Actual	2021/22 Actual
<b>Current</b>	<b>\$</b>	<b>\$</b>
Capital grant/contributions liabilities	5,758,533	280,684
<b>Non Current</b>		
Capital grant/contributions liabilities	-	5,500,000
<b>Total Other Liabilities</b>	<b>5,758,533</b>	<b>5,780,684</b>
<b>Reconciliation of changes in capital grant/contribution liabilities</b>		
Opening balance	5,780,684	7,118,322
Addition	178,886	183,381
Revenue from contracts with customers included as a contract liability at the start of the period	(201,037)	(1,521,019)
	5,758,533	5,780,684
<b>Performance obligations from transfers for non-operating grants to be recognised as revenue in accordance with the following time bands:</b>		
	2022/23 Actual	2021/22 Actual
	<b>\$</b>	<b>\$</b>
Less than 1 year	5,758,533	280,684
1 to 2 years	-	5,500,000
	<b>5,758,533</b>	<b>5,780,684</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**Contract liabilities**

Contract liabilities represent the City's obligation to transfer goods or services to a customer for which the City has received consideration from the customer.

With respect to transfers for recognisable non-financial assets, contract liabilities represent performance obligations which are not yet satisfied.

Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

**Liabilities under transfers to acquire or construct non-financial assets to be controlled by the entity**

Grant liabilities represent the City's performance obligations to construct recognisable non-financial assets to identified specifications which are yet to be satisfied.

Grant liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

Non-current capital grant/contribution liabilities fair values are based on discounted cash flows of expected cashflows to satisfy the obligations using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 24(h)) due to the unobservable inputs, including own credit risk.



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14. BORROWINGS

	2022/23 Actual			2021/22 Actual		
	Current	Non Current	Total	Current	Non Current	Total
	\$	\$	\$	\$	\$	\$
WATC Loans	3,266,777	9,984,954	13,251,730	3,162,535	13,251,730	16,414,266
<b>Total Borrowings</b>	<b>3,266,777</b>	<b>9,984,954</b>	<b>13,251,730</b>	<b>3,162,535</b>	<b>13,251,730</b>	<b>16,414,266</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**Financial Liabilities**

Financial liabilities are recognised at fair value when the City becomes a party to the contractual provisions to the instrument.

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Financial liabilities are derecognised where the related obligations are discharged, cancelled or expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and the fair value of the consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

**Borrowing Costs**

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially ready for its intended use or sale.

**Risk**

Information regarding exposure to risk can be found at Note 22.

15. EMPLOYEE RELATED PROVISIONS

	<b>2023</b>	<b>2022</b>
<b>Current Provisions</b>	<b>\$</b>	<b>\$</b>
Annual Leave	2,410,463	2,506,720
Long Service Leave	2,139,889	2,234,892
<b>Total current employee related provisions</b>	<b>4,550,352</b>	<b>4,741,611</b>
<b>Non-Current Provision</b>		
Long Service Leave	551,917	658,643
<b>Total non-current employee related provisions</b>	<b>551,917</b>	<b>658,643</b>
<b>Total non-current employee related provisions</b>	<b>5,102,269</b>	<b>5,400,254</b>

Provision is made for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave and associated on costs for services rendered up to the reporting date and recorded as an expense during the period the services are delivered.

Annual leave liabilities are classified as current, as there is no unconditional right to defer settlement for at least 12 months after the end of the reporting period.

Assessments indicate that actual settlement of the liabilities is expected to occur as follows:

	<b>2022/23</b>	<b>2021/22</b>
	<b>Actual</b>	<b>Actual</b>
<b>Amounts are expected to be settled on the following basis:</b>	<b>\$</b>	<b>\$</b>
Less than 12 months after the reporting date	1,987,664	2,078,464
More than 12 months from the reporting date	3,044,746	3,351,579
Expected reimbursements (receivables)/payable of employee related provisions (from)/to other WA local governments	69,859	(29,789)
<b>Total Employee Provisions</b>	<b>5,102,269</b>	<b>5,400,254</b>

Timing of the payment of current leave liabilities is difficult to determine as it is dependent on future decisions of employees. Expected settlement timings are based on information obtained from employees and historical leave trends and assumes no events will occur to impact on these historical trends.

## SIGNIFICANT ACCOUNTING POLICIES

### Employee Benefits

The City's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

### Short-term Employee Benefits

Provision is made for the City's obligations for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave.

Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The City's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the statement of financial position.

### Other Long-term Employee Benefits

Long-term employee benefits provisions are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations.

Any re-measurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

The City's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the City does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

### Provisions

Provisions are recognised when the City has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

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16. REVALUATION SURPLUS

	2022/23 Opening Balance	2022/23 Total Movement on Revaluation	2022/23 Transfer to/from Retained Surplus	2022/23 Closing Balance	2021/22 Opening Balance	2021/22 Transfer to/from Retained Surplus	2021/22 Closing Balance
<b>Asset Class/Category</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Land	209,992,377	(43,731,200)	-	166,261,177	209,992,377	-	209,992,377
Artworks	916,634	(217,171)	-	699,463	916,635	-	916,635
Buildings	42,970,680	9,115,274	-	52,085,954	42,970,680	-	42,970,680
Infrastructure - Roads Network	187,134,157	86,727,341	-	273,861,497	187,134,156	-	187,134,156
Infrastructure - Path Network	35,477,764	(18,441,171)	(75,017)	16,961,577	35,557,417	(79,652)	35,477,764
Infrastructure - Drainage	18,422,791	16,281,574	(3,478)	34,700,887	18,422,922	(131)	18,422,791
Infrastructure - Parks Assets	45,507,572	38,096,236	(129,873)	83,473,935	45,616,155	(108,584)	45,507,571
Infrastructure - Foreshore Assets	14,533,775	4,542,864	-	19,076,639	14,533,775	-	14,533,775
Infrastructure - Other	9,071,243	7,141,641	(6,958)	16,205,926	9,071,244	-	9,071,244
<b>Total Revaluation</b>	<b>564,026,992</b>	<b>99,515,390</b>	<b>(215,327)</b>	<b>663,327,054</b>	<b>564,215,359</b>	<b>(188,368)</b>	<b>564,026,992</b>

Movements on revaluation of property, plant and equipment (including infrastructure) are not able to be reliably attributed to a program as the assets were revalued by class as provided for by AASB 116 AUS 40.1

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17. NOTES TO THE STATEMENT OF CASH FLOWS

**17(a). Reconciliation of Cash**

For the purposes of the Statement of Cash Flows, cash includes cash and cash equivalents, net of outstanding bank overdrafts. Cash at the end of the reporting period is reconciled to the related items in the Statement of Financial Position as follows:

	Note	2022/23 Actual	2022/23 Budget	2021/22 Actual
<b>Reconciliation of Cash</b>		\$	\$	\$
Cash and Cash Equivalents	3	7,551,016	6,009,565	17,854,396
<b>Restrictions</b>				
The following classes of financial assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents	3	-	878,540	7,327,317
- Financial assets at amortised cost	3	43,043,335	50,614,701	41,799,674
		<b>43,043,335</b>	<b>51,493,241</b>	<b>49,126,991</b>
The restricted financial assets are a result of the following specific purposes to which the assets may be used:				
Restricted reserve accounts	31	37,284,802	45,993,241	43,346,307
Capital grant liabilities	13	5,758,533	5,500,000	5,780,684
<b>Total restricted financial assets</b>		<b>43,043,335</b>	<b>51,493,241</b>	<b>49,126,991</b>
<b>Reconciliation of Net Result to Net Cash Provided by operating activities</b>				
Net result from continuing operating activities		4,762,334	(89,824)	2,765,141
<b>Non-cash items</b>				
Depreciation and amortisation		10,520,591	10,387,067	10,931,088
(Profit)/Loss on Sale of Assets		85,160	(43,949)	115,013
Impairment Assets Held for Sale		300,000	-	-
Loss on revaluation		152,210	-	-
Share of profit of Associates accounted for using the equity method		3,411	-	(2,083)
Adjustment to Financial Assets at Fair Value through profit and loss		(9,215)	-	(9,992)
Work in Progress Expensed		82,110	-	1,413,078
<b>Non-operating items:</b>				
Non operating grants, subsidies and contribution		(1,793,803)	(8,905,263)	(3,491,088)
<b>Changes in Operating Assets and Liabilities:</b>				
(Increase)/decrease in current receivables		(1,706,996)	(4,327,640)	(3,099,669)
(Increase)/decrease in prepayments		235,628	-	5,886
(Increase)/decrease in accrued income		(689,876)	-	(109,397)
Increase/(Decrease) in current payables		679,876	5,120,032	(1,100,419)
Increase/(Decrease) in income in advance		57,847	-	2,553
Increase/(Decrease) in accrued expenses		136,387	-	65,129
Increase/(Decrease) in current provisions		(13,135)	220,685	(172,586)
Increase/(Decrease) in other payables		68,621	-	(7,534)
Increase/(Decrease) in bond payables		(106,486)	-	401,065
(Increase)/Decrease in non current receivables		(1,882,079)	(2,475,023)	(7,303,372)
Increase/(Decrease) in non current provisions		(75,682)	-	113,399
<b>Net cash from continuing operating activities</b>		<b>10,806,905</b>	<b>(113,914)</b>	<b>516,212</b>

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	2022/23 Actual	2022/23 Budget	2021/22 Actual
	\$	\$	\$
<b>Net result from discontinued operating activities</b>	(244,824)	(168,098)	(193,488)
Depreciation and amortisation for Assets Held for Sale	694,290	690,860	683,803
(Increase)/decrease in current receivables	(1,244)	(27,000)	(732)
(Increase)/decrease in prepayments	(2,744)	(3,000)	-
Increase/(Decrease) in current payables	10,472	(40,000)	(17,777)
Increase/(Decrease) in current provisions	26,230	(20,000)	(24,210)
<b>Net cash from discontinued operating activities</b>	<b>482,180</b>	<b>432,762</b>	<b>447,595</b>

**17(b). Undrawn Credit Facilities**

	2022/23 Actual	2021/22 Actual
<b>Undrawn Credit Facilities</b>	<b>\$</b>	<b>\$</b>
Credit card limit	40,000	40,000
Credit card balance at balance date	(19,275)	(21,577)
<b>Total amount of credit unused</b>	<b>20,725</b>	<b>18,423</b>

18. CONTINGENT LIABILITIES

There is no contingent liability for the 2022/23 year. The City had a contingent liability for Workers Compensation Insurance of \$66,023 relating to the 2021/22 fund year, the estimates are determined by LGIS based on conservative assessment of available information, there is a high probability that final outcomes maybe significantly less than the estimate.

19. COMMITMENTS

**19(a). Capital Commitments**

	<b>2022/23</b>	<b>2021/22</b>
	<b>Actual</b>	<b>Actual</b>
Contracted for:	\$	\$
not later than one year	594,606	1,631,037
<b>Total Capital Commitments</b>	<b>594,606</b>	<b>1,631,037</b>

The City has contracted for items of capital expenditure that were not recognised as liabilities in the statement of financial position at reporting date but are detailed as capital commitments because they are the subject of an irrevocable commitment for the goods or services as at reporting date.

20. RELATED PARTY TRANSACTIONS

20(a). Elected Member Remuneration

Fees, expenses and allowances to be paid or reimbursed to elected council members.	2022/23 Actual	2022/23 Budget	2021/22 Actual
Mayor's annual allowance	64,938	64,938	63,354
Deputy Mayor's annual allowance	16,235	16,235	15,795
Meeting attendance fees	217,021	222,416	216,990
Other expenses	2,163	-	329
Annual allowance for ICT expenses	29,780	30,800	29,101
	<b>330,137</b>	<b>334,389</b>	<b>325,569</b>

20(b). Senior Officers Remuneration (Key Management Personnel)

Senior Officer Remuneration (KMP) Disclosure	2022/23 Actual	2021/22 Actual
	\$	\$
The total of remuneration paid to KMP of the City during the year are as follows:		
Short-term employee benefits	821,843	831,987
Post-employment benefits	102,974	118,803
Other long-term benefits	99,713	102,623
Council member costs	20(a) 330,137	325,569
	<b>1,354,666</b>	<b>1,378,982</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**Short-term Employee Benefits**

These amounts include all salary, fringe benefits and cash bonuses awarded to KMP except for details in respect to fees and benefits paid to elected members which may be found above.

**Post-Employment Benefits**

These amounts are the current-year's cost of the City's superannuation contributions made during the year.

**Other Long-term Benefits**

This represents benefits not expected to be wholly settled within 12 months of the reporting period.

**Council member costs**

These amounts represent payments of member fees, expenses, allowances and reimbursements during the year.



### **Transactions with related parties**

Transactions between the City and related parties in the ordinary course of business are undertaken at arm's length, and are no more favourable than those available to other parties.

### **20(c). Related Parties**

The City's main related parties are as follows:

- i. Key management personnel**  
Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any senior officer and elected member, are considered key management personnel. There are no other related parties.
- ii. Other Related Parties**  
Outside of normal citizen type transactions with the City, there were no other related party transactions involving key management personnel and/or their close family members and/or their controlled (or jointly controlled) entities.
- iii. Entities subject to significant influence by the City**  
An entity that has the power to participate in the financial and operating policy decisions of an entity, but does not have control over those policies, is an entity which holds significant influence. Significant influence may be gained by share ownership, statute or agreement.
- iv. Associates accounted for under the equity method**  
The City has an interest in the Rivers Regional Council, which is accounted for in these financial statements using the equity method. For details of interests held in Associates, refer to Note 21.
- iv. Related Parties accounted for under the equity method**  
The City has an ownership interest in the Local Government House Trust, which is included in the financial statements, comprising of 10 units. This ownership interest represents 1.61% and \$203,724 (2022: 1.61% and \$194,509), refer to Note 4.

## 21. INVESTMENT IN ASSOCIATE

	% of ownership interest 2023	Interest 2022	2022/23 Actual	2021/22 Actual
<b>Equity share in Associates - Rivers Regional Council</b>			\$	\$
Rivers Regional Council - Balance at beginning of period	11%	11%	40,031	37,949
Movement for the current period			(3,411)	2,083
<b>Balance as at 30 June (11% of Net Assets of \$345,482)</b>			<b>36,621</b>	<b>40,031</b>

### Share of Investment in Rivers Regional Council

The Rivers Regional Council (RRC) was formed to provide sustainable waste minimisation, recycling and alternative waste treatment (AWT) for six member local governments.

The City has determined it has significant influence over the RRC despite holding less than 20 percent of the voting rights as the City has representation on Council and participates in policy-making decisions including the decisions regarding contributions and distributions.

The City's interest in the Rivers Regional Council is based on the tonnes of waste delivered during the previous financial year, which is included in the financial statements. The percentage interest for year on year tonnage contributions (from the Cities of Armadale, Gosnells, Mandurah, South Perth and the Shires of Serpentine Jarrahdale and Murray) was 11% representing an interest of \$36,621 (2022: 11% and \$40,031). The total expenditure contribution paid to RRC during the year was \$30,467 (2022: \$37,202).

The tables below reflect the summarised financial information of the investment in associate based on the audited results of the RRC. This does not reflect the City's share of those amounts. They have been amended to reflect adjustments made by the City when using the equity method, including fair value adjustments and modifications for differences in accounting policy.

<b>Summarised statement of comprehensive income</b>	2022/23 Actual	2021/22 Actual
	\$	\$
Revenue	392,998	338,239
Interest revenue	3,130	70
Finance charge	414,577	319,373
Total comprehensive income for the period	<b>(18,449)</b>	<b>18,936</b>

### Summarised statement of financial position

Cash and cash equivalents	416,106	429,334
Other current assets	27,474	205
Total current assets	<b>443,580</b>	<b>429,539</b>
Total assets	<b>443,580</b>	<b>429,539</b>
Current financial liabilities	51,162	28,663
Other current liabilities	46,936	36,945
Total current liabilities	<b>98,098</b>	<b>65,608</b>
Total liabilities	<b>98,098</b>	<b>65,608</b>
<b>Net assets</b>	<b>345,482</b>	<b>363,931</b>

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	<b>2022/23</b>	<b>2021/22</b>
	<b>Actual</b>	<b>Actual</b>
<b>Reconciliation to carrying amounts</b>		
Opening net assets 1 July	363,931	344,995
Profit/(Loss) for the period	(18,449)	18,936
Closing net assets 1 July	<b>345,482</b>	<b>363,931</b>
<b>Carrying amount at 1 July</b>	40,031	37,949
- Movement for the period	(3,411)	2,083
<b>Carrying amount at 30 June</b>	<b>36,620</b>	<b>40,031</b>

### SIGNIFICANT ACCOUNTING POLICIES

#### Investment in Associates

An associate is an entity over which the City has significant influence. Significant influence is the power to participate in the financial operating policy decisions of that entity but is not control or joint control of those policies. Investments in associates are accounted for in the financial statements by applying the equity method of accounting, whereby the investment is initially recognised at cost and adjusted thereafter for the post-acquisition change in the City's share of net assets of the associate. In addition, the City's share of the profit or loss of the associate is included in the City's profit or loss.

The carrying amount of the investment includes, where applicable, goodwill relating to the associate. Any discount on acquisition, whereby the City's share of the net fair value of the associate exceeds the cost of investment, is recognised in profit or loss in the period in which the investment is acquired.

Profits and losses resulting from transactions between the City and the associate are eliminated to the extent of the City's interest in the associate. When the City's share of losses in an associate equals or exceeds its interest in the associate, the City discontinues recognising its share of further losses unless it has incurred legal or constructive obligations or made payments on behalf of the associate. When the associate subsequently makes profits, the City will resume recognising its share of those profits once its share of the profits equals the share of the losses not recognised.

## 22. FINANCIAL RISK MANAGEMENT

This note explains the City’s exposure to financial risks and how these risks could affect the City’s future financial performance.

<b>Risk</b>	<b>Exposure arising from</b>	<b>Measurement</b>	<b>Management</b>
<b>Market risk - interest rate</b>	Long term borrowings at variable rates	Sensitivity analysis	Utilise fixed interest rate borrowings
<b>Credit risk</b>	Cash and cash equivalents, trade receivables, financial assets and debt investments	Aging analysis Credit analysis	Diversification of bank deposits, credit limits, investment policy
<b>Liquidity risk</b>	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities

The City does not engage in transactions expressed in foreign currencies and is therefore not subject to foreign currency risk.

Financial risk management is carried out by the finance area under policies approved by the Council.

The Finance area identifies, evaluates and manages financial risks in close co-operation with the operating divisions. Council have approved the overall risk management policy and provide policies on specific areas such as investment policy.

## 22(a). Interest Rate Risk

### Cash and Cash Equivalents and Term Deposits

The City's main interest rate risk arises from cash and cash equivalents with variable interest rates, which exposes the City to cash flow interest rate risk. The City does not have an overdraft facility.

Excess cash and cash equivalents are invested in fixed interest rate term deposits which do not expose the City to cash flow interest rate risk. Cash and cash equivalents required for working capital are held in variable interest rate accounts and non-interest-bearing accounts. Carrying amounts of cash and cash equivalents at the 30 June and the weighted average interest rate across all cash and cash equivalents and term deposits held disclosed as financial assets at amortised cost are reflected in the table below:

	<b>Weighted Average Interest Rate</b>	<b>Carrying Amounts</b>	<b>Fixed Interest Rate</b>	<b>Variable Interest Rate</b>	<b>Non Interest Bearing</b>
<b>30 June 2023</b>		<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Cash at Bank/On Hand	2.28%	7,551,016	-	7,547,076	3,940
Financial assets at amortised cost - term deposits	4.76%	49,639,069	49,639,069	-	-
<b>Total</b>		<b>57,190,085</b>	<b>49,639,069</b>	<b>7,547,076</b>	<b>3,940</b>
<b>30 June 2022</b>					
Cash at Bank/On Hand	0.01%	241,425	-	237,485	3,940
At Call/Term Deposits (less than 3 months)	0.86%	17,612,971	17,218,077	394,894	-
Financial assets at amortised cost - term deposits	1.63%	41,799,674	41,799,674	-	-
<b>Total</b>		<b>59,654,070</b>	<b>59,017,751</b>	<b>632,379</b>	<b>3,940</b>

### Sensitivity

As most of the City's Cash and Cash Equivalents are invested in short term deposits with fixed interest rates the City's exposure is limited only to those deposits that are at call with variable interest rates. These deposits are minimal and are available only for a short duration of time before being used to meet the City's day to day obligations. This coupled with the current low interest rates mean the City's risk exposure is very minimal.

Profit or loss is sensitive to higher/lower interest income from cash and cash equivalents as a result of changes in interest rates.

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Impact of a 1% movement in interest rates on profit and loss and equity*	75,471	6,324

\*Holding all other variables constant

## **Borrowings**

Borrowings are subject to interest rate risk – the risk that movements in interest rates could adversely affect funding costs. The City manages this risk by borrowing long terms and fixing the interest rate to the situation considered the most advantageous at the time of negotiation. The City does not consider there to be any interest rate risk in relation to borrowings.

Details of interest rates applicable to each borrowing can be found at Note 30(a).

## **22(b). Credit Risk**

### **Trade and Other Receivables**

The City's major receivables comprise rates annual charges and user fees and charges. The major risk associated with these receivables is credit risk, that is the risk that the debts may not be repaid. The City manages this risk by monitoring outstanding debt and employing debt recovery policies.

Credit risk on rates and annual charges is minimised by the ability of the City to recover these debts as a secured charge over the land, that is, the land can be sold to recover the debt. The City is also able to charge interest on overdue rates and annual charges at higher than market rates, which further encourage payment. The City adopted policy P697 Financial Hardship Assistance as a mechanism to assist those willing but unable to pay their rates when it falls due.

The level of outstanding receivables is reported to Council monthly and benchmarks are set and monitored for acceptable collection performance.

The City applies the AASB 9 simplified approach to measuring expected credit losses using a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, rates receivable is separated from other trade receivables due to the difference in payment terms and security for rates receivable.

The expected loss rates are based on the payment profiles of rates and fees and charges over a period of 36 months before 1 July 2022 or 1 July 2023 respectively and the corresponding historical losses experienced within this period. Historical credit loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors such as the ability of ratepayers and residents to settle the receivables. Housing prices and unemployment rates have been identified as the most relevant factor in repayment rates, and accordingly adjustments are made to the expected credit loss rate based on these factors. There are no material receivables that have been subject to a re-negotiation of repayment terms.

No expected credit loss was forecast for pensioner rebates, Emergency service levy (ESL), Underground Power (UGP) and rates receivable as penalty interest applies to unpaid rates, ESL, UGP and properties associated with unpaid amounts may be disposed to recover outstanding balances.

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The loss allowance as at 30 June 2023 and 30 June 2022 was determined as follows for sundry receivables and infringements.

	More than 30 Current days past due	More than 60 days past due	More than 90 days past due	Total
	\$	\$	\$	\$
<b>30 June 2023</b>				
Sundry receivables and infringements*				
Expected credit loss	5.29%	20.14%	27.65%	88.57%
Gross carrying amount	666,248	103,227	81,702	500,933
Loss allowance	35,259	20,789	22,591	443,663
				38.63%
				1,352,107
				522,302
<b>30 June 2022</b>				
Sundry receivables and infringements*				
Expected credit loss	1.60%	1.50%	1.81%	60.33%
Gross carrying amount	790,431	105,489	78,453	662,779
Loss allowance	12,656	1,578	1,417	399,874
				25.38%
				1,637,152
				415,525

\*Excluding sundry receivables held for sale

The loss allowances for Sundry debtors and infringements as at 30 June reconcile to the opening loss allowances as follows:

	Sundry debtors		Infringements	
	2023 Actual	2022 Actual	2023 Actual	2022 Actual
	\$	\$	\$	\$
<b>Opening loss allowance as at 1 July</b>	96,501	33,066	319,024	379,052
Increase/(decrease) in loss allowance recognised in profit or loss during the year	(52,858)	63,435	159,635	37,713
Receivables written off during the year as uncollectible	-	-	-	(97,741)
Unused amount reversed	-	-	-	-
<b>Closing loss allowance at 30 June</b>	43,643	96,501	478,659	319,024

## 22(c). Liquidity Risk

### Payables and Borrowings

Payables and borrowings are both subject to liquidity risk – that is the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due. The City manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer.

Financial assets utilised to minimise the City’s liquidity risk are term deposits (disclosed in Notes 3 and 4). The maturity profiles of these term deposits are planned for and scheduled taking into account the City’s expectation of cash inflows generated from trade and other receivables. Thereby ensuring adequate liquidity is maintained to meet the City’s payment obligations as and when they fall due. Payment terms can be extended if required.

The contractual undiscounted cash flows of the City’s financial liabilities are set out in the liquidity table below. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

	Due within 1 year	Due within 1 to 5 years	Due after 5 years	Total contractual cash flows	Carrying values
<b>30 June 2023</b>	\$	\$	\$	\$	\$
Trade and Other Payables excluding income in advance*	6,588,302	-	-	6,588,302	6,588,302
Borrowings	3,712,643	8,411,297	2,794,570	14,918,510	13,251,730
Refundable leaseholder liability	-	-	-	-	-
<b>Total</b>	<b>10,300,944</b>	<b>8,411,297</b>	<b>2,794,570</b>	<b>21,506,811</b>	<b>19,840,032</b>

\* Excluding Trade and other payables held for sale.

### 30 June 2022

Trade and Other Payables excluding income in advance	5,833,707	-	-	5,833,707	5,833,707
Borrowings	3,746,292	11,719,470	3,199,039	18,664,801	16,414,265
Refundable leaseholder liability	25,167,966	-	-	25,167,966	25,167,966
<b>Total</b>	<b>34,747,965</b>	<b>11,719,470</b>	<b>3,199,039</b>	<b>49,666,474</b>	<b>47,415,938</b>



## 23. EVENTS OCCURRING AFTER THE END OF THE REPORTING PERIOD

There have been no significant events after the reporting period that are required to be included in the 2022/23 Annual Financial Report.

## 24. OTHER SIGNIFICANT ACCOUNTING POLICIES

### a) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST receivable or payable.

The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

### b) Current and Non-Current Classification

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the City's operational cycle. In the case of liabilities where the City does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months.

### c) Rounding off Figures

All figures shown in this annual financial report, other than a rate in the dollar, are rounded to the nearest dollar. Amounts are presented in Australian Dollars.

### d) Comparative Figures

Where required, comparative figures have been adjusted to conform with changes in presentation for the current financial year.

When the City applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements that has a material effect on the statement of financial position, an additional (third) statement of financial position as at the beginning of the preceding period in addition to the minimum comparative financial statements is presented.

### e) Budget Comparative Figures

Unless otherwise stated, the budget comparative figures shown in this annual financial report relate to the original budget estimate for the relevant item of disclosure.

### f) Superannuation

The City contributes to a number of Superannuation Funds on behalf of employees. All funds to which the City contributes are defined contribution plans.

### g) Fair Value of Assets and Liabilities

Fair value is the price that the City would receive to sell the asset or would have to pay to transfer a liability, in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from either the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

### h) Interest revenue

Interest revenue is calculated by applying the effective interest rate to the gross carrying amount of a financial asset measured at amortised cost except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

### i) Fair value hierarchy

*AASB 13* requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurement into one of three possible levels based on the lowest level that an input that is significant to the measurement can be categorised into as follows:

## OTHER SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Level 1

Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

### Level 2

Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.

### Level 3

Measurements based on unobservable inputs for the asset or liability.

The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

### Valuation Techniques

The City selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the City are consistent with one or more of the following valuation approaches:

#### Market Approach

Valuation techniques that use prices and other relevant information generated by market transactions for identical or similar assets or liabilities.

#### Income Approach

Valuation techniques that convert estimated future cash flows or income and expenses into a single discounted present value.

#### Cost Approach

Valuation techniques that reflect the current replacement cost of the service capacity of an asset.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, the City gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data is not available and therefore are developed using the best information available about such assumptions are considered unobservable.

### j) Impairment of Assets

In accordance with Australian Accounting Standards the City's assets, other than inventories, are assessed at each reporting date to determine whether there is any indication they may be impaired.

Where such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount.

Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (e.g. AASB 116) whereby any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

25. FUNCTION AND ACTIVITY

**25.(a) Service objectives and descriptions.**

City operations as disclosed in these financial statements encompass the following service oriented activities/programs:

**KEY TERMS AND DEFINITIONS - REPORTING PROGRAMS**

**OBJECTIVE**

**ACTIVITIES**

**GOVERNANCE**

To provide a decision-making process for the efficient allocation of scarce resources.

The programme reflects the statutory element of local government operations including Council Member support, community consultation and involvement, statutory reporting, compliance and accountability.

**GENERAL PURPOSE FUNDING**

To collect revenue to allow for the provision of services.

Rates, general purpose government grants and interest revenue.

**LAW, ORDER, PUBLIC SAFETY**

To provide services to help ensure a safer and environmentally conscious community.

This programme embraces parking management, animal control, fire prevention and Safer Cities.

**HEALTH**

To provide an operational framework for environmental and community health.

The health programme includes food premises inspections pest control, environmental health administration, and operation and maintenance of the buildings and grounds of child health centres.

**EDUCATION AND WELFARE**

To provide services to disadvantaged persons, the elderly, children and youth.

The education programme includes the maintenance of pre-school facilities including the operating costs for utilities, building maintenance and grounds maintenance for each of these facilities.

The welfare programme includes the operation and maintenance of the buildings and grounds of senior citizens' centres located at Manning and South Perth which represent the major components of this programme.

Also included are staff costs for coordinators at the centre and other voluntary services.

**HOUSING**

To provide and maintain elderly residents housing.

The largest single component of this programme is the operation and maintenance of the Collier Park Retirement Village. This includes all operating costs for the facilities and the revenue streams arising from residents' fees.

**COMMUNITY AMENITIES**

To provide services required by the community.

This programme includes household rubbish collection services, recycling collections and operation of the waste transfer station. The other major component of the Community Amenities programme is administration of the town planning scheme and orderly planning of the district.

**KEY TERMS AND DEFINITIONS - REPORTING PROGRAMS (CONTINUED)**

**OBJECTIVE**

**ACTIVITIES**

**RECREATION AND CULTURE**

To establish and effectively manage infrastructure and resources which will help the social wellbeing of the community.

This programme includes operation and maintenance of our halls and recreation centre. The operation of two libraries and a local studies facility falls within this programme which also includes the maintenance and upkeep of sporting and passive reserves, sporting pavilions and public facilities. Another major component of the revenue stream for this programme is the operation of a 27-hole golf course at Collier Park. The City of South Perth community events forms part of the Recreation & Culture programme as do activities associated with supporting community and cultural organisations.

**TRANSPORT**

To provide safe, effective and efficient transport services to the community.

The transport programme includes the maintenance and rehabilitation of roads, drainage works, paths, parking facilities streetscape and verge maintenance as well as maintenance of traffic devices and traffic signs and expenses relating to street lighting.

**ECONOMIC SERVICES**

To help promote the local government and its economic wellbeing.

This programme includes building control, pool inspections and the operation of the City's plant nursery.

**OTHER PROPERTY AND SERVICES**

To monitor and control operating accounts.

This programme includes public works overheads and operation of the City's fleet and plant services.

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**25(b). Income and Expenses**

	2022/23 Actual	2022/23 Budget	2021/22 Actual
<b>Income Excluding Grants, subsidies and contribution</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
General Purpose Funding	43,619,328	42,213,967	39,792,025
Governance	68,540	99,745	105,170
Law, Order, Public Safety	258,243	168,000	215,115
Health	134,898	119,500	115,567
Housing	621,828	221,681	107,327
Community Amenities	8,392,233	8,582,438	8,097,009
Recreation & Culture	6,901,095	5,844,254	6,117,009
Transport	2,748,338	2,000,000	1,882,444
Economic Services	8,669,735	8,685,456	13,936,267
Other Property and Services	30,574	30,000	29,430
	<b>71,444,811</b>	<b>67,965,040</b>	<b>70,397,361</b>
<b>Grants and subsidies and contributions</b>			
General Purpose Funding	1,424,362	968,786	1,283,690
Health	6,829	5,000	9,072
Community Amenities	18,300	-	2,373
Recreation & Culture	1,064,103	1,026,962	2,918,906
Transport	1,705,473	1,589,424	1,889,591
Other Property and Services	168,369	47,019	315,092
	<b>4,387,435</b>	<b>3,637,191</b>	<b>6,418,724</b>
<b>Total Income</b>	<b>75,832,246</b>	<b>71,602,231</b>	<b>76,816,085</b>
<b>Expenses</b>			
General Purpose Funding	768,085	536,569	284,971
Governance	4,419,021	4,853,677	4,828,973
Law, Order, Public Safety	993,472	1,552,692	1,143,691
Health	745,335	817,267	728,800
Education and Welfare	658,861	665,593	729,802
Housing	405,927	375,505	669,441
Community Amenities	12,630,063	13,500,547	13,673,245
Recreation & Culture	22,751,464	22,435,742	20,670,271
Transport	18,344,878	17,405,744	16,683,304
Economic Services	8,684,203	9,268,236	14,027,045
Other Property and Services	668,605	280,483	611,399
<b>Total Expenses</b>	<b>71,069,913</b>	<b>71,692,055</b>	<b>74,050,942</b>
<b>Net Result for the period for continuing operations</b>	<b>4,762,334</b>	<b>(89,823)</b>	<b>2,765,141</b>
<b>Net Result for the period for discontinued operations</b>	<b>(244,824)</b>	<b>(168,098)</b>	<b>(193,488)</b>
<b>Net Result for the Period</b>	<b>4,517,510</b>	<b>(257,921)</b>	<b>2,571,653</b>

**25(c). Total Assets**

	<b>2022/23</b>	<b>2021/22</b>
	<b>Actual</b>	<b>Actual</b>
	<b>\$</b>	<b>\$</b>
General Purpose Funding	101,441,712	78,377,340
Governance	29,483,745	27,046,281
Law, Order and Public Safety	1,782,864	1,632,058
Education and Welfare	2,243,600	2,440,101
Welfare	6,028,300	8,547,779
Housing	1,032,970	23,551,112
Community Amenities	20,598,364	17,900,010
Recreation and Culture	247,508,736	251,256,889
Transport	387,087,029	307,871,720
Economic Services	84,399	129,254
Other Property and Services	102,208,480	81,592,274
<b>Total Assets</b>	<b>899,500,199</b>	<b>800,344,818</b>

26. NET RESULT FROM DISCONTINUED OPERATIONS

	2022/23 Actual	2022/23 Budget	2021/22 Actual
<b>REVENUE</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Fees and charges	1,950,127	1,965,320	1,853,003
Other revenue	75,995	75,600	102,735
	<b>2,026,121</b>	<b>2,040,920</b>	<b>1,955,738</b>
<b>EXPENSES</b>			
Employee costs	(610,533)	(597,928)	(610,253)
Materials and contracts	(471,150)	(516,430)	(473,360)
Utility charges	(222,557)	(203,000)	(197,721)
Depreciation and amortisation	(694,291)	(690,860)	(683,803)
Insurance	(229,377)	(200,800)	(184,090)
Other expenditure	(43,039)	-	-
	<b>(2,270,946)</b>	<b>(2,209,018)</b>	<b>(2,149,226)</b>
<b>Net result from discontinued operations</b>	<b>(244,824)</b>	<b>(168,098)</b>	<b>(193,488)</b>

Following a Council decision made 21 March 2023, the City undertook a request for proposal process where invitation was made to the market for interested, experienced operators to put forward proposals to own and operate Collier Park Village (CPV), this process is not yet complete. In accordance with AASB 5 Non-current assets held for sale and Discontinued Operations paragraph 34 the statement of Comprehensive income has been re-presented to remove discontinued operations from continuing operations for all comparative periods. The revenue and expenditure associated with Discontinued Operations are those revenue and expenditure items that relate to CPV and are presented exclusive of internally allocated overhead cost. The City owns the infrastructure but not the land as it is Crown Reserve. CPV is operated in accordance with the Retirement Villages Act 1992 (WA).

**SIGNIFICANT ACCOUNTING POLICIES**

**Discontinued Operation**

A component of the City that either has been disposed of or is classified as held for sale and represents a separate major line of business operations and is part of a single coordinated plan to dispose of.

27. DISPOSAL GROUP CLASSIFIED AS ASSETS AND LIABILITIES HELD FOR SALE

	<b>2022/23 Actual</b>
<b>Assets</b>	<b>\$</b>
Property Plant and Equipment	22,156,317
Infrastructure	870,901
Prepayments	6,486
Trade & Other Receivables	23,804
<b>Total disposal group classified as held for sale</b>	<b>23,057,508</b>
<b>Liabilities</b>	
Refundable Leaseholder Liability	(22,832,482)
Non-refundable - ingoing payment	(905,251)
Provisions	(231,715)
Trade & Other Payables	(37,957)
<b>Total disposal group classified as held for sale</b>	<b>(24,007,406)</b>
<b>Net Liabilities Classified as held for sale</b>	<b>(949,898)</b>

The assets and liabilities associated the Disposal Group are those assets and liabilities that are related to Collier Park Village (CPV) excluding Collier Park Residents offset reserve accounts and Collier Park Village Reserve accounts as per note 31.

**SIGNIFICANT ACCOUNTING POLICIES**

**Disposal Group**

A group of assets to be disposed of, by sale or otherwise, together as a group in a single transaction, and liabilities directly associated with those assets that will be transferred in the transaction.

For this to be the case, the asset (or disposal group) must be available for immediate sale in its present condition subject only to terms that are usual and customary for sales of such assets (or disposal groups) and its sale must be highly probable.

**Held for Sale**

The City classify a non-current asset (or disposal group) as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use.

The City measures a non-current asset (or disposal group) classified as held for sale at the lower of its carrying amount and fair value less costs to sell.



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28. RATING INFORMATION

28(a). Rates

RATE TYPE	Rate in	Number of Properties	2022/23 Rateable Value	2022/23 Actual Rate Revenue	2022/23 Actual Interim Rates	2022/23 Total Revenue	2022/23 Budget Rate Revenue	2022/23 Budget Interim Rates	2022/23 Budget Total Rates	2021/22 Actual
	\$		\$	\$	\$	\$	\$	\$	\$	\$
<b>Differential general rate or general rate</b>										
<b>Gross rental valuations</b>										
Residential	0.0813386	16,292	385,593,831	31,363,673	-	31,363,673	31,366,191	-	31,366,191	30,529,380
Interim rates		-	-	-	191,157	191,157	-	150,000	150,000	168,605
Commercial	0.0813386	678	64,901,711	5,279,014	-	5,279,014	5,279,014	-	5,279,014	5,037,139
<b>Sub Totals</b>		<b>16,970</b>	<b>450,495,542</b>	<b>36,642,688</b>	<b>191,157</b>	<b>36,833,845</b>	<b>36,645,205</b>	<b>150,000</b>	<b>36,795,205</b>	<b>35,735,124</b>
<b>Minimum</b>										
<b>Minimum payment</b>										
<b>Gross rental valuations</b>										
Residential	1,080	3,765	43,581,813	4,066,200	-	4,066,200	4,065,120	-	4,065,120	3,083,284
Commercial	1,080	84	944,563	90,720	-	90,720	90,720	-	90,720	79,316
<b>Sub Totals</b>		<b>3,849</b>	<b>44,526,376</b>	<b>4,156,920</b>	<b>-</b>	<b>4,156,920</b>	<b>4,155,840</b>	<b>-</b>	<b>4,155,840</b>	<b>3,162,600</b>
		<b>20,819</b>	<b>495,021,918</b>	<b>40,799,608</b>	<b>191,157</b>	<b>40,990,765</b>	<b>40,801,045</b>	<b>150,000</b>	<b>40,951,045</b>	<b>38,897,724</b>
Discounts/concessions						-			-	-
Total amount raised from general rates						40,990,765			40,951,045	38,897,724
<b>Total Rates</b>						<b>40,990,765</b>			<b>40,951,045</b>	<b>38,897,724</b>

The rate revenue was recognised from the rate record as soon as practicable after the City resolved to impose rates in the financial year as well as when the rate record was amended to ensure the information in the record was current and correct.

ANNUAL FINANCIAL REPORT – NOTES TO THE FINANCIAL STATEMENTS  
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**28(b). Interest Charges and Instalments**

The City does not offer any discounts, incentives, concession and write-off schemes.

	2022/23 Budget	2022/23 Actual	2021/22 Actual
	\$	\$	\$
Instalment plan admin charge revenue	140,000	147,878	134,560
Instalment plan interest earned	135,000	146,287	135,176
Unpaid rates and interest earned	175,000	231,405	201,439
<b>Total</b>	<b>450,000</b>	<b>525,570</b>	<b>471,174</b>

## 29. DETERMINATION OF SURPLUS OR DEFICIT

### 29(a). Non-cash amounts excluded from operating activities

Note	2022/23 (30 June 2023) Carried Forward	2022/23 Budget (30 June 2023) Carried Forward	2021/22 (30 June 2022) Carried Forward
<b>Non-cash amounts excluded from operating activities</b>	<b>\$</b>	<b>\$</b>	
The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with Financial Management Regulation 32.			
<b>Adjustments to operating activities</b>			
Less: Profit on asset disposals	(158,943)	(43,949)	(150,700)
Add: Loss on disposal of assets	244,102	-	265,000
Add: Depreciation on non-current assets	10,520,591	10,387,067	10,931,000
Non-cash movements in non-current assets and liabilities:			
Movement: in Work In Progress (expense)	82,110	-	1,413,000
Movement: in pensioner deferred rates (non-current)	(12,743)	-	-
Impairment Assets Held for Sale	(300,000)	-	-
Movement: in employee benefit provisions (non-current)	(106,725)	-	113,000
Movement: in Prepayment (expense)	-	-	416,000
<b>Non cash amounts excluded from operating activities</b>	<b>10,268,392</b>	<b>10,343,118</b>	<b>12,989,000</b>

### 29(b). Surplus/(deficit) after imposition of general rates

Note	2022/23 (30 June 2023) Carried Forward	2022/23 Budget (30 June 2023) Carried Forward	2021/22 (30 June 2022) Carried Forward
<b>Surplus / (deficit) after imposition of general rates</b>	<b>\$</b>	<b>\$</b>	
The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with Financial Management Regulation 32.			
<b>Adjustments to net current assets</b>			
Less: Reserves - cash/financial asset backed	31 (37,284,802)	(45,993,241)	(43,346,000)
Less: Financial assets at amortised cost - self supporting loans	4(a) (51,210)	(51,210)	(49,000)
Add: Current liabilities not expected to be cleared at end of year			
current portion of borrowings	14 3,266,777	3,658,726	3,162,000
current portion of lease holder liabilities for discontinued assets	22,832,482	24,875,944	25,167,000
Current portion of assets held for sale	(23,327,218)	-	-
current unspent grants, and reimbursement held in reserve	5,500,000	12,500,000	-
current portion of underground power	(4,297,748)	(4,244,323)	(2,648,000)
current portion of ingoing payment for discontinued assets	905,251	352,626	236,000
<b>Total adjustments to net current assets</b>	<b>(32,456,469)</b>	<b>(8,901,478)</b>	<b>(17,477,000)</b>
<b>Net current assets used in the Statement of Financial Activity</b>			
Total current assets	90,426,816	60,678,876	67,696,000
Less: Total current liabilities	(44,952,211)	(51,777,398)	(40,146,000)
Less: Total adjustments to net current assets	(32,456,469)	(8,901,478)	(17,477,000)
<b>Surplus or deficit after imposition of general rates</b>	<b>13,018,134</b>	<b>-</b>	<b>10,072,000</b>

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30. BORROWING

30 (a). Borrowings

Purpose	Institution	Actual					Budget			
		Balance 1 July 2021	New Loan During 2021/22	Principal Repayments During 2021/22	Principal at 30 June 2022	Principal Repayments During 2022/23	Principal at 30 June 2023	Principal 1 July 2022	Principal Repayments During 2022/23	Principal at 30 June 2023
		\$	\$	\$	\$	\$	\$	\$	\$	
<b>Recreation and Culture</b>										
227 - Collier Park Golf Course	WATC*	2,079,401	-	(355,488)	1,723,913	(373,564)	1,350,349	1,723,913	(373,564)	1,350,349
<b>Total Golf Course Loans</b>		<b>2,079,401</b>	<b>-</b>	<b>(355,488)</b>	<b>1,723,913</b>	<b>(373,564)</b>	<b>1,350,349</b>	<b>1,723,913</b>	<b>(373,564)</b>	<b>1,350,349</b>
231 - Municipal Works	WATC*	4,032,737	-	(212,763)	3,819,974	(219,694)	3,600,280	3,819,974	(219,694)	3,600,280
<b>Economic Services</b>										
Collier Underground Power	WATC*	-	5,216,602	-	5,216,602	(1,246,704)	3,969,898	5,216,602	(1,246,704)	3,969,898
Manning Underground Power	WATC*	-	5,329,007	-	5,329,007	(1,273,568)	4,055,439	5,329,007	(1,273,568)	4,055,439
<b>Total City Loans</b>		<b>4,032,737</b>	<b>10,545,609</b>	<b>(212,763)</b>	<b>14,365,583</b>	<b>(2,739,966)</b>	<b>11,625,617</b>	<b>14,365,583</b>	<b>(2,739,966)</b>	<b>11,625,617</b>
<b>Self Supporting Loans **</b>										
<b>Recreation and Culture</b>										
228 - South Perth Bowling Club	WATC*	43,114	-	(5,820)	37,294	(6,095)	31,199	37,294	(6,095)	31,199
229 - South Perth Bowling Club	WATC*	265,879	-	(34,589)	231,290	(36,143)	195,147	231,290	(36,143)	195,147
230 - South Perth Bowling Club	WATC*	62,675	-	(6,489)	56,186	(6,768)	49,418	56,186	(6,768)	49,418
<b>Total Self Supporting Loans</b>	WATC*	<b>371,667</b>	<b>-</b>	<b>(46,898)</b>	<b>324,769</b>	<b>(49,006)</b>	<b>275,764</b>	<b>324,770</b>	<b>(49,006)</b>	<b>275,764</b>
<b>Total Loans</b>		<b>6,483,806</b>	<b>10,545,609</b>	<b>(615,149)</b>	<b>16,414,266</b>	<b>(3,162,536)</b>	<b>13,251,730</b>	<b>16,414,266</b>	<b>(3,162,536)</b>	<b>13,251,730</b>

\* Western Australia Treasury Corporation

\*\* Self supporting loans are financed by payments from third parties. These are shown in Note 4 as other financial assets at amortised cost. All other loan repayments were financed by general purpose revenue.

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Borrowing Finance Cost Payments

Purpose	Institution	Interest Rate	Date final payment is due	Actual for year	Budget for	Actual for year
				ending 30 June 2022/23	year ending 30 June 2022/23	ending 30 June 2021/22
			\$	\$	\$	\$
227 - Collier Park Golf Course	WATC*	4.97%	30/09/2026	(89,255)	(89,254)	(109,513)
231 - Municipal Works	WATC*	3.21%	28/06/2036	(145,374)	(132,900)	(153,869)
Collier UGP	WATC*	2.98%	29/04/2026	(168,821)	(173,291)	(33,466)
Manning UGP	WATC*	2.98%	29/04/2026	(170,528)	(177,025)	(32,760)
<b>Total</b>				<b>(573,978)</b>	<b>(572,470)</b>	<b>(329,608)</b>
<b>Self Supporting Loans **</b>						
228 - South Perth Bowling Club	WATC*	4.65%	15/11/2027	(1,851)	(1,880)	(2,174)
229 - South Perth Bowling Club	WATC*	4.42%	15/02/2028	(11,031)	(23,092)	(12,863)
230 - South Perth Bowling Club	WATC*	4.22%	08/09/2029	(2,591)	(3,181)	(2,927)
<b>Total Self Supporting Loans</b>	WATC*			<b>(15,474)</b>	<b>(28,153)</b>	<b>(17,964)</b>
<b>Total Finance Cost Payments</b>				<b>(589,451)</b>	<b>(600,624)</b>	<b>(347,572)</b>

\* Western Australia Treasury Corporation

\*\* Self supporting loans are financed by payments from third parties. These are shown in Note 4 as other financial assets at amortised cost. All other loan repayments were financed by general purpose revenue.

**30 (b). Unspent Borrowings**

The city currently does not have unspent borrowing.

ANNUAL FINANCIAL REPORT – NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023

31. RESERVE ACCOUNTS

	2022/23 Actual Opening Balance	2022/23 Actual Transfer to	2022/23 Actual Transfer (from)	2022/23 Actual Closing Balance	2022/23 Budget Opening Balance	2022/23 Budget Transfer to	2022/23 Budget Transfer (from)	2022/23 Budget Closing Balance	2021/22 Actual Opening Balance	2021/22 Actual Transfer to	2021/22 Actual Transfer (from)	2021/22 Actual Closing Balance
<b>Reserves - Cash/Financial assets backed</b>	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Employee Entitlement Reserve	4,741,611	274,356	(240,000)	4,775,967	5,074,359	200,685	-	5,275,044	4,938,408	(196,796)	-	4,741,611
Community Facilities Reserve	15,045,205	1,509,387	(5,711,141)	10,843,450	14,968,030	1,680,647	(5,746,288)	10,902,389	10,680,511	4,586,893	(222,199)	15,045,205
Public Art Reserve	354,642	57,819	(62,500)	349,962	400,539	3,159	(65,000)	338,698	419,504	2,249	(67,110)	354,642
Parking Facilities Reserve	203,742	72,528	(56,913)	219,358	221,622	1,774	(60,000)	163,396	262,119	1,374	(59,750)	203,742
Collier Park Residents Offset Reserve	19,228,615	1,878,051	(9,803,344)	11,303,322	19,760,993	2,315,634	(8,195,161)	13,881,466	19,744,048	1,950,330	(2,465,764)	19,228,615
Collier Park Village Reserve	427,202	432,434	(859,636)	(0)	422,028	356,047	(767,938)	10,137	917,609	306,996	(797,403)	427,202
Waste Management Reserve	3,225,873	465,595	(222,910)	3,468,558	2,907,144	141,060	(825,000)	2,223,204	2,997,531	315,971	(87,629)	3,225,873
Reticulation & Pump Replacement Reserve	-	-	-	-	-	-	-	-	53,071	58	(53,128)	-
Underground Power Reserve	118,601	4,277	-	122,878	118,460	1,190	-	119,650	117,987	614	-	118,601
Riverwall Reserve	816	445,652	-	446,468	-	445,978	-	445,978	167,708	816	(167,708)	816
Recreation Aquatic Facilities Reserve	-	5,754,840	-	5,754,840	-	12,633,278	-	12,633,278	-	-	-	-
<b>Total Reserve Funds</b>	<b>43,346,307</b>	<b>10,894,939</b>	<b>(16,956,444)</b>	<b>37,284,802</b>	<b>43,873,175</b>	<b>17,779,453</b>	<b>(15,659,387)</b>	<b>45,993,241</b>	<b>40,298,494</b>	<b>6,968,504</b>	<b>(3,920,692)</b>	<b>43,346,307</b>

All reserves are supported by cash and cash equivalents and financial assets at amortised cost and are restricted within equity as Reserve accounts.

In accordance with Council resolutions or adopted budget in relation to each reserve account, the purpose for which the reserves are set aside and their anticipated date of use are as follows:

Name of reserve account	Purpose of the
Collier Park Residents Offset Reserve	This reserve was established to partially cash back the loan liability due to residents on departing the village complex. The reserve is funded by the premium on the difference between the sale price of the units in the village to the ingoing resident and the amount of the refund to the departing resident. Funds in the reserve are maintained at an appropriate level to ensure that the draw of funds by departing residents in any given year is fully cash backed and available on demand. In the event that the Collier Park Village Reserve Funds are depleted this reserve is expected to subsidise any operating shortfalls so that the facility's operation do not impose a financial burden upon the City's ratepayers inclusive of capital purchase and refurbishment cost. This reserve advanced \$6,072,060 in 2022/23 as a loan to the municipal fund for the purpose of funding the South Perth/Hurlingham Underground Power project, repayments are received in quarterly instalments of \$416,800 over 4 years with interest at the WATC rate as at the day the funds were advanced less the government guarantee.
Waste Management Reserve	This reserve was established to provide for investment in new waste management initiatives as well as was capital requirements it is funded by an annual allocation equal to the operating surplus/(deficit) from the waste operations.
Reticulation and Pump Replacement Reserve	This reserve was established to provide funds for the replacement of reticulation and pumps at various parks and gardens.
Employee Entitlements Reserve	This reserve was established to fund the current portion of the City's leave liability and is maintained by an annual contribution to ensure the current portion City employees leave entitlements are cash backed.
Community Facilities Reserve	This reserve was established to accumulate funds including those from major strategic land sales for significant discretionary community facility projects in future years; alleviating the impacts of intergenerational equity in funding major facilities.
Underground Power Reserve	This reserve was established to accumulate funding to support the City's contribution to the undergrounding of existing overhead electrical cables within specified precincts in the City.
Parking Facilities Reserve	This reserve is used to quarantine funds contributed by developers in lieu of providing parking facilities. Funds are used to provide parking facilities and associated infrastructure within the district as needs arise.
Collier Park Village Reserve	This reserve accumulates the lease premium and refurbishment levy paid by ingoing residents of the retirement village as well as the operating result (adjusted for depreciation) for the Village each year. Capital purchases and refurbishment costs associated with this complex are funded from this reserve. In the event of an operating shortfall, the reserve is expected to subsidise the difference so that the facility's operations do not impose a financial burden upon the City's ratepayers.
River Wall Reserve	This reserve was established to quarantine monies to be used to attract matching funding from state government with a view towards sharing financial responsibility for maintaining the River Walls.
Public Art Reserve	This reserve was created to quarantine contributions obtained under the Public Art (Percent for Art) policy and to support the creation of public art pieces within City precincts.
Recreation Aquatic Facilities Reserve	The reserve was established to quarantine grants and City funds received for the Recreational Aquatic Facility.

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## USEFUL CONTACTS

### **Civic Centre**

9474 0777

Cnr Sandgate St & South Tce,  
South Perth WA 6151

Fax 9474 2425

[southperth.wa.gov.au](http://southperth.wa.gov.au)

### **Recycling Centre**

9474 0970

Hayman Rd & Thelma St, Como  
[enquiries@southperth.wa.gov.au](mailto:enquiries@southperth.wa.gov.au)

### **Animal Care Facility**

9474 0777

199 Thelma St, Como

### **Ferry Tram**

9474 0777

Windsor Park, Cnr Mends St &  
Mill Point Rd, South Perth

### **George Burnett Leisure Centre**

9474 0855

Manning Rd, Karawara

[leisurecentre@southperth.wa.gov.au](mailto:leisurecentre@southperth.wa.gov.au)

### **South Perth Library**

9474 0800

Cnr Sandgate St & South Tce,  
South Perth

[southperthlib@southperth.wa.gov.au](mailto:southperthlib@southperth.wa.gov.au)

### **Manning Library**

9474 0822

2 Conochie Cres, Manning

[manninglib@southperth.wa.gov.au](mailto:manninglib@southperth.wa.gov.au)

### **Old Mill**

9367 5788

Melville Pl, South Perth

[oldmill@southperth.wa.gov.au](mailto:oldmill@southperth.wa.gov.au)

### **South Perth Senior Citizens**

9367 9880

53 Coode St, South Perth

[spsc@bigpond.com](mailto:spsc@bigpond.com)

### **Manning Senior Citizens**

9450 6273

3 Downey Dr (off Ley St),  
Manning

[manning seniors@bigpond.com](mailto:manning seniors@bigpond.com)

### **Graffiti Hotline 1800 007 774**

### **Collier Park Golf Course**

9484 1666

Hayman Rd, Como

[collierparkgolf.com.au](http://collierparkgolf.com.au)

### **Collier Park Village**

9313 0200

16 Morrison St, Como

9474 0777

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