



CITY OF SOUTH PERTH

ANNUAL REPORT 2023/24



City of
South Perth





KAARDJININ NIDJA NYUNGAR WHADJUK BOODJAR KOORA NIDJA
DJINING NOONAKOORT KAARDIJIN 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 THEIR ELDERS PAST, PRESENT AND FUTURE.

A city of active places and beautiful spaces

CONTENTS

Welcome Wandju Wandju	2
About this report	3
Message from the Mayor	4
Message from the CEO	6
Overview	8
Our Vision	8
Our Future	8
Your City of South Perth	10
Our Council	12
Our Mayor and Councillors	12
Our Organisation	16
Our Executive Management Team	17
Recordkeeping Plan	18
Access and Inclusion Plan Implementation	18
Community Advisory Groups	20
Strategic Community Plan Review	20
Our Strategic Directions	21
Community	22
Economy	26
Environment	28
Leadership	32
Financial Reports	36

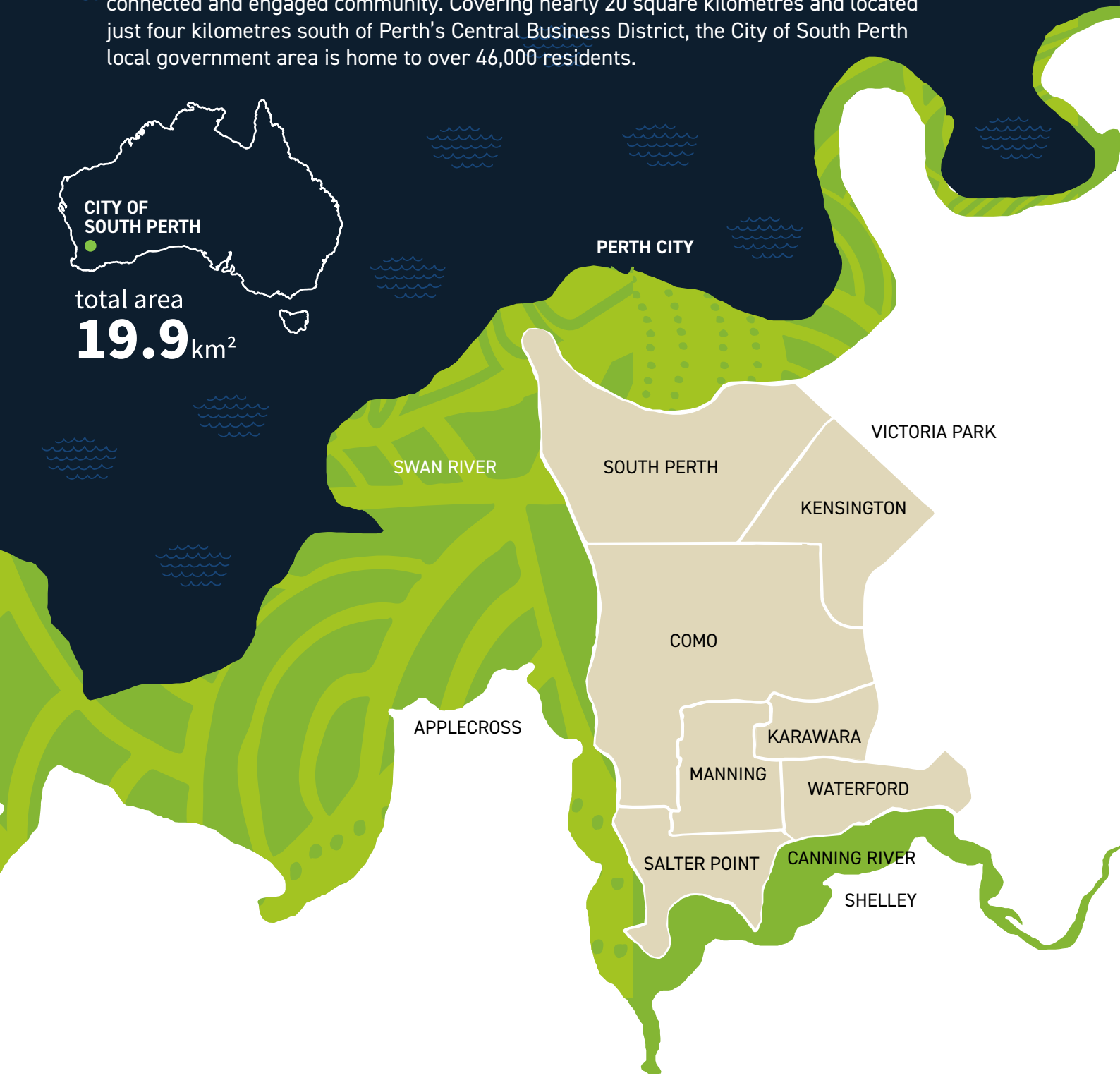
ACCESS AND INCLUSION

This document is available in alternative formats upon request, including Braille, large print, electronic and audio format on CD. National Relay Service (NRS): 133 677. Translating and Interpreting Service (TIS): 131 450.

WELCOME WANDJU WANDJU

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.

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.





ABOUT THIS REPORT

HOW TO READ THIS REPORT

The Annual Report outlines our performance, achievements and challenges during 2023/24 based on the four strategic directions outlined in the Strategic Community Plan (SCP) 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.

A printed copy of this report can be viewed at the City of South Perth Civic Centre and the City's libraries.

ALTERNATIVE FORMATS

For our residents and community who speak English as a second language or have additional needs, the City will consider producing the Annual Report in an 'Easy Read' format or summarised version in alternative languages on request. You can make a request by calling the City's Community Development Officer (Seniors, Access and Inclusion) 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, you can contact the City through the National Relay Service.



MESSAGE FROM THE MAYOR

On behalf of the City of South Perth Council, I'm proud to present the City's Annual Report for 2023/24.

2023 LOCAL GOVERNMENT ELECTION

I'd like to begin with a heartfelt thank you to the City of South Perth community for returning me as Mayor in the 2023 City of South Perth local government elections. I am truly grateful for the trust and faith you have placed in me.

Following the elections, we welcomed new Councillors Hayley Prendiville, Nic Coveney and Bronwyn Waugh to Council and recognised outgoing Councillors Ken Manolas, Stephen Russell and Nick Warland for their contribution to our wonderful city.

STRONG FINANCIAL MANAGEMENT, IMPROVED FINANCIAL PERFORMANCE

The City's financial health continues to improve. Our Financial Health Indicator (FHI) increased to 90 out of 100 in the 2022/23 financial year, well above

the benchmark score of 70 set by the Department of Local Government. At the time of writing, we expect to receive a FHI of 87 for 2023/24.

2023/24 also saw the City generate its second consecutive operating surplus, after delivering our first operating surplus in eight years in 2022/23. Improved financial management means that we can deliver more for our community, and our recently endorsed Long-Term Financial Plan will help ensure that we continue to deliver on the goals outlined in our Strategic Community Plan.

AMANA LIVING WELCOMED TO COLLIER PARK VILLAGE

After more than 30 years of operation, the City transferred Collier Park Village to not-for-profit aged care provider, Amana Living with the approval of village residents. The needs and expectations of retirees have evolved over the years and Amana Living has the expertise and experience to provide the high-quality care and accommodation that village residents deserve.



A BETTER PLACE TO LIVE, WORK AND PLAY

The newly completed Canning Bridge to Curtin University Bike Link has made our City more connected and accessible. The link provides safe and convenient alternatives to driving, featuring upgraded shared paths and a pocket park – perfect for those who walk, wheel or ride each day.

In another significant milestone, the City of South Perth Local Planning Scheme No.7 was approved, which will chart the course towards a more connected and accessible city. This major five-year project marks a crucial step towards meeting our growing housing demands over the next two decades.

We have consistently advocated for increased State & Federal Government funding for recreational and green spaces, securing \$5.5m to upgrade changerooms and sports lighting at local reserves. We also secured a further \$500,000 for the Hurlingham Living Stream project, a transformative conservation initiative that will turn the existing Hurlingham Drain into a biodiverse planted stream, enriching our local environment.

A SAFER COMMUNITY

We've ramped up our crime prevention efforts with the introduction of a state-of-the-art mobile CCTV trailer. Deployed in partnership with Kensington Police, this proactive measure is targeting crime 'hotspots' in the community. The City has also successfully advocated for a 40km/hour speed limit to curb 'hooning' on the South Perth foreshore, ensuring this area remains the family-friendly meeting spot we know and love.

It's an honour and a privilege to serve as your Mayor. I look forward to continuing to work with our entire community to deliver great outcomes for our wonderful city.

Mayor Greg Milner
City of South Perth





MESSAGE FROM THE CEO

The City of South Perth is known for its natural beauty and the amenities it offers. With expansive foreshores, reserves, and parks, the City provides a welcoming environment for more than 46,000 residents and visitors.

This year marked the successful completion of a digital transformation journey that began in 2019. The 1System project was a key milestone in streamlining our processes by replacing multiple costly specialised systems with a single, integrated Enterprise Resource Planning (ERP) system. While the project has been a success, our work continues to further improve and refine our digital customer experience, upholding our commitment to continuous improvement and innovation.

Providing high-quality customer service remains one of our top priorities. To reinforce this commitment, all City employees recently completed customer service training, emphasising that service excellence is a responsibility shared across the organisation. Our Customer Satisfaction surveys have also been invaluable, helping us identify and implement strategies that have resulted in 76% of surveyed customers rating our service as 'good' or 'excellent'.

Our dedication to a vibrant, connected community is reflected in several projects that foster connection to culture, future and each other. The City's community funding program delivered over \$370,000 in benefits to local organisations – with important projects including a memory café to support families living with dementia and a new First Nations cultural space at Collier Primary School.

We recognise the importance of supporting our employees' health and wellbeing and safety. During the year we were honoured to receive the AIM WA Workplace Wellbeing Excellence Award for our City of South Perth Health and Wellness program. This award acknowledges the positive impact and quality of the program. We also maintained our ISO 45001 Accreditation for work health & safety, prioritising safety for all.

I extend my gratitude to the Council and the City's employees for their continued support. I look forward to the year ahead as we continue to pursue 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 of South Perth is preparing for significant and sustained growth over the next few decades. The 2024 population forecast for the City is 46,991, and is forecast to grow to 67,497 by 2046, an increase of 43.64%. The number of dwellings is forecast to grow from 20,862 in 2021 to 30,663 by 2046, with the average household size rising from 2.18 to 2.24 by 2046. The subsequent planning opportunities and challenges around these growth statistics are being addressed 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 few decades.



YOUR CITY OF SOUTH PERTH

Non-English-speaking backgrounds

21%



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



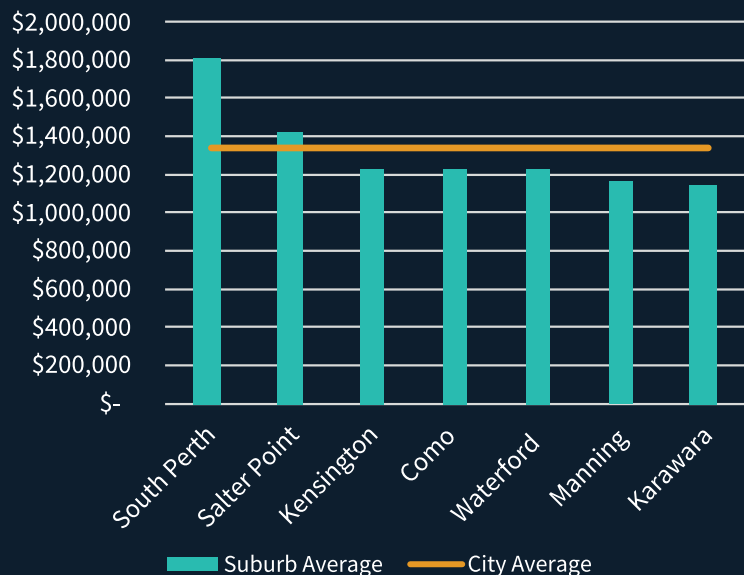
24% COUPLES WITH CHILDREN

53%

MEDIAN & HIGH DENSITY HOUSING



MEDIAN HOUSE PRICE





5,147

LOCAL BUSINESSES



16,558
Local Jobs



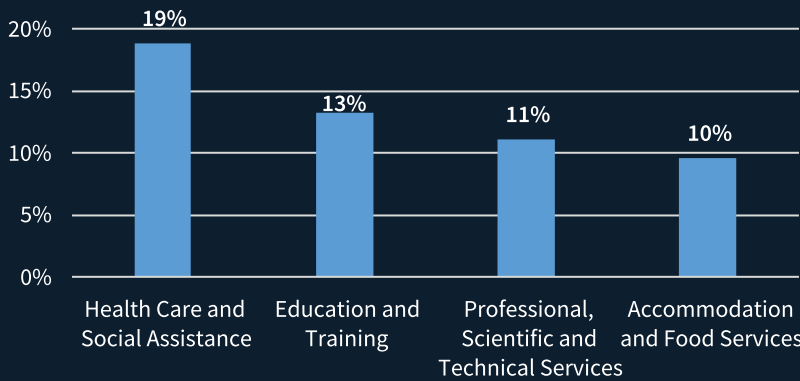
14,107
LOCAL WORKERS

GROSS REGIONAL PRODUCT (GRP)

\$2.79 billion

which represents 0.66% of the state's Gross State Product (GSP).

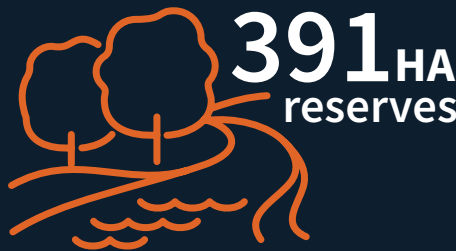
LARGEST EMPLOYMENT BY INDUSTRY (TOP 4)



14
NATURE SPACES



200km
ROADS



391ha
reserves



284
KM
pathways



82

RECREATION SPACES

21,394
street trees



11
ACTIVE OPEN SPACES

This material is a derivative of ABS Data that can be accessed from the website of the Australian Bureau of Statistics at www.abs.gov.au, and which data can be licensed on terms published on the ABS website.



OUR COUNCIL

OUR MAYOR AND COUNCILLORS

The City of South Perth comprises of four wards. Throughout the 2023/24 financial year, eight Councillors 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.



Mayor Greg Milner
Current Term: 2023–2027

MILLPOINT WARD



Councillor Mary Choy
Current Term: 2021–2025

MORESBY WARD



Councillor Jennifer Nevard
Current Term: 2021–2025

MANNING WARD



Councillor Blake D'Souza
Current Term: 2021–2025

COMO WARD



Councillor Glenn Cridland
Current Term: 2021–2025



Councillor Nic Coveney
Current Term: 2023–2027



Councillor Hayley Prendiville
Current Term: 2023–2027



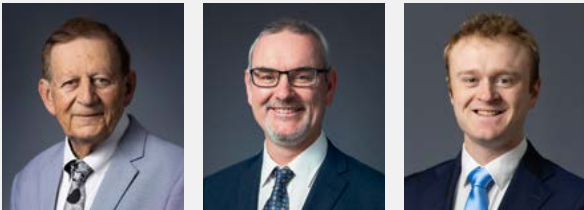
Councillor André Brender-A-Brandis
Current Term: 2023–2027



Deputy Mayor Bronwyn Waugh
Current Term: 2023–2027



FORMER COUNCILLORS



Councillor Ken Manolas | 2015–2023

Councillor Stephen Russell | 2019–2023

Councillor Nick Warland | 2023–2023

We would like to acknowledge former Councillors Ken Manolas, Stephen Russell and Nick Warland for their contribution to the City of South Perth.

COMMITTEES

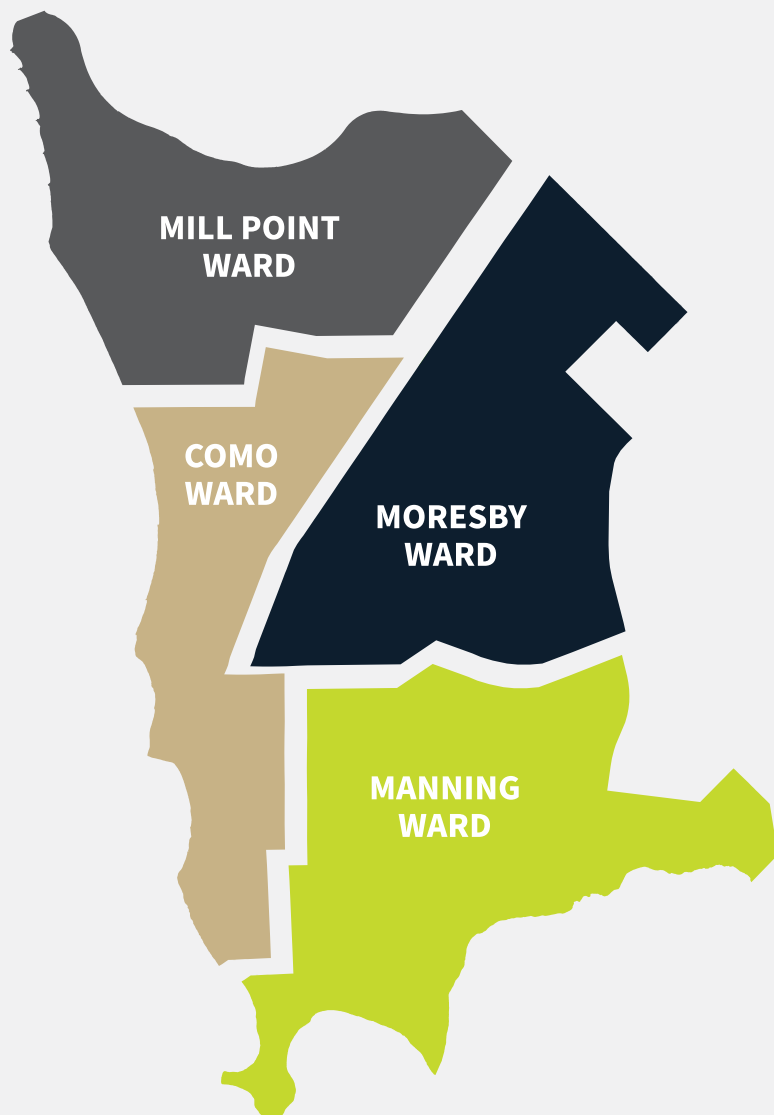
- Audit, Risk and Governance Committee
- CEO Evaluation Committee

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*.

One complaint was included on the City of South Perth Public Minor Breaches Register in accordance with Section 5.121 of the *Local Government Act 1995* during the 2023/24 financial year.

The Local Government Standards Panel found that a Minor Breach of Regulation 18 of Division 4 of the Local Government



(Model Code of Conduct) Regulations 2021 had occurred and ordered that a public apology be imposed. The total Standards Panel fees paid by the City was \$6,472.68.

Further information can be found in the City of South Perth's Minor Breaches Register.

ATTENDANCE AT MEETINGS 1 JULY 2023 TO 20 OCTOBER 2023

	Ordinary Council Meetings	Council Agenda Briefings	Audit, Risk and Governance Committee Meetings
NUMBER OF MEETINGS	3	3	1
Mayor Greg Milner	3	3	1*
Deputy Mayor Blake D'Souza	3	3	1*
Councillor André Brender-A-Brandis	3	3	1*
Councillor Mary Choy	3	3	1*
Councillor Glenn Cridland	3	3	0*
Councillor Ken Manolas	3	3	1*
Councillor Jennifer Nevard	3	2	1*
Councillor Stephen Russell	3	2	1*
Councillor Nick Warland	3	3	1

*denotes Committee members

ATTENDANCE AT MEETINGS 21 OCTOBER 2023 TO 30 JUNE 2024

	Ordinary Council Meetings	Council Agenda Briefings	Electors' General Meeting	CEO Evaluation Committee Meetings	Audit, Risk and Governance Committee Meetings
NUMBER OF MEETINGS	8	8	1	2	3
Mayor Greg Milner	8	8	1	2*	3*
Deputy Mayor Bronwyn Waugh	8	7	1	2*	3*
Councillor André Brender-A-Brandis	8	8	1	1	3*
Councillor Mary Choy	8	6	1	1	0
Councillor Nic Coveney	8	8	1	1*	0
Councillor Glenn Cridland	7	6	1	0	1*
Councillor Blake D'Souza	7	8	0	0	0
Councillor Jennifer Nevard	6	7	1	1	2*
Councillor Hayley Prendiville	8	8	1	2*	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	65,915	32,410	0	3,064	101,389
Deputy Mayor Bronwyn Waugh	10,971	16,748	0	2,425	30,144
Councillor Andre Brender-A-Brandis		24,170	205	3,500	27,875
Councillor Mary Choy		24,170	0	3,500	27,670
Councillor Nic Coveney		16,748	0	2,425	19,174
Councillor Glenn Cridland		24,170	0	3,500	27,670
Councillor Blake D'Souza	5,060	24,170	0	3,500	32,730
Councillor Ken Manolas		7,422	0	1,075	8,496
Councillor Jennifer Nevard		24,170	0	3,500	27,670
Councillor Hayley Prendiville		16,748	0	2,425	19,174
Councillor Stephen Russell		7,422	0	1,075	8,496
Councillor Nick Warland		7,422	0	1,075	8,496
TOTAL	81,946	225,770	205	31,064	338,985

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 12 business units.

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

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	1
\$140,000 - \$149,999	4
\$150,000 - \$159,999	6
\$160,000 - \$169,999	1
\$170,000 - \$179,999	0
\$180,000 - \$189,999	0
\$190,000 - \$199,999	2
\$200,000 - \$209,999	0
\$210,000 - \$219,999	0
\$220,000 - \$229,999	0
\$230,000 - \$239,999	1
\$240,000 - \$249,999	0
\$250,000 - \$259,999	0
\$260,000 - \$269,999	0
\$270,000 - \$279,999	0
\$280,000 - \$289,999	1

CEO Remuneration	
Cash Salary	\$282,048
Package Benefits	\$31,025
Total Package	\$313,073



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 plan commits to submitting an amended Recordkeeping Plan by 8 April 2025.

As part of the 1System business enterprise system implementation, transition to a new Electronic Document and Records Management System, Enterprise Content Management (ECM) has commenced with structured data being captured directly from modules as corporate records.

The City's Recordkeeping Induction Program is provided to all new employees within two weeks 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 2023/24, 66 employees successfully completed the online Records Awareness Induction and face to face HPE Records Management training sessions.

The efficiency and effectiveness of this training program is reviewed annually via feedback from employees attending those sessions.

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. The City has adopted a wider response to access and inclusion planning in the community through the development of its Access and Inclusion Plan (AIP) 2022-2027. The City's AIP outlines its commitments to providing access and inclusion support for all, including people with disability, people from diverse backgrounds and disadvantaged people.

The AIP 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 overseen by the City's Inclusive Community Advisory Group (ICAG) and undertaken in alignment with access and inclusion planning in the City of South Perth in 2023/24.



- 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 – these events included improved accessibility and inclusiveness through measures such as the provision of ACROD parking, ramps and accessible toilets. Other measures were incorporated into suitable community events, such as Auslan interpretation services at larger scale concerts.
- The City is progressively improving access to its older community facilities, through the installation of new ramps, improved signage, and universal accessible toilets/showers.
- The City facilitated or supported the provision of events, programs and services that increased opportunities for people with disability, disadvantaged people and people from diverse backgrounds e.g. modified sport and recreation programs, come and try sessions for people with disability, homelessness support, food relief program for vulnerable people, home reader service, events that acknowledge and celebrate diversity, multi-cultural playgroups in community facilities, schemes to assist low-income earners to participate at local sporting and recreation facilities and, components to encourage participation by members of the LGBTQI+ community.
- The City undertook planning for a new public toilet on the South Perth Foreshore that will include the provision of an 'adult changing place' to cater for the needs of people with disability.
- The City participated in various events and campaigns during the year that had an associated disability access and inclusion benefit. This 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.
- Relevant City employees received training in communicating effectively with disadvantaged people in the community, such as people who identify as being marginalised or are homeless. Additionally, employee training was conducted to improve knowledge and application of optimising diversity in the City's decision-making practices.
- Training on the correct use of pronouns was provided to employees as a simple yet meaningful way to show respect and support for people of all gender identities and to help employees better understand the importance of gender equality.

COMMUNITY ADVISORY GROUPS

In 2023/24 the City oversaw the coordination of four community advisory groups including the 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 requirement outlined in the City Policy P112 Community Advisory Groups. The 2023/24 outcomes for each advisory group are available on the City's website.

STRATEGIC COMMUNITY PLAN REVIEW

A minor review of the Strategic Community Plan 2021 to 2031 (SCP) was completed during 2023/24. This review was completed through sessions with the City's Leadership Team and Elected Members to consider changes in the City's environmental context and determine required amendments to the SCP. The review identified minor changes to update demographic & statistical information, a new message from the Mayor, updated dates throughout, plus some minor grammatical text changes. More significantly, the review recognised the need to delete the following two strategies that were either complete or considered duplicated by another strategy:

1.3.3 – Implement effective Emergency Management arrangements.

2.2.1 – Facilitate events that support local business.

Additionally, the local businesses and activated places outcomes were amalgamated.

The resulting changes will flow through to the Corporate Business Plan and other applicable informing plans and reporting documents.






OUR STRATEGIC DIRECTIONS



COMMUNITY

Our diverse community is inclusive, safe, connected and engaged.





Significant upgrades to the playgrounds at Swanview and Bill Grayden Reserve were completed during the year. At Swanview Reserve, we have replaced outdated play structures with modern, safety-compliant equipment suitable for children of various ages. This includes a diverse selection of swings, slides, and climbing apparatuses.

In a bid to foster creativity and physical activity, we have introduced a nature play section, complete with stepping stones and a timber teepee, designed to spark the imagination. The surrounding environment has been enhanced, the sandpit expanded and repositioned and a limestone garden kerb installed that neatly defines the play area while ensuring child safety.

As part of our commitment to sustainability and education, we have planted nearly a dozen medium-sized Eucalyptus trees to provide shade and serve as a natural learning resource for children to explore the unique flora.

Furthermore, we have improved the overall accessibility of the playground with the installation of new aggregate and concrete pathways.

Bill Grayden Reserve has also seen exciting developments, with the installation of a variety of engaging play equipment, including a tunnel slide, rock climbing wall, swings, an accessible rocker, a sandpit, and a sand play table. The addition of new pathways has significantly enhanced the accessibility for all visitors, ensuring an inclusive environment.

The landscaping efforts have not only beautified the reserves but also bolstered their ecological value. In March 2024 we planted 240 drought-resistant native trees along the reserve's perimeter and implemented a state-of-the-art irrigation system featuring hydro-zoning technology for optimal water management. This initiative is a step forward in enriching the City's tree canopy and supporting local wildlife habitats.



HIGHLIGHTS

- Provided a range of civic, arts and cultural events including the Sounds in the Park concert, Sounds of Bunuru concert, Citizenship ceremonies, ANZAC Day Service, Remembrance Day Service, NAIDOC Week events and community cultural celebrations.
- Revised the City's Cultural Plan 2023-28 and continued to implement the Public Art Masterplan 2022-25 as well as hold the Emerging Artist Award and delivered the Evolve Winter Program.
- Facilitated the School Tree and Arbor Day where over 700 plants were planted by 21 schools, daycare centres and kindergartens.
- Hosted the 28th annual Speak with Confidence Awards with participation from 16 students from eight local primary schools.
- Supported two Youth Makers Markets with 25 young people selling and displaying their products.
- Supported 22 local community organisations through the City's community funding program. \$102,000 in grant funding was allocated, with applicants also contributing additional



INCREASED SPYN MEMBERSHIP BY
50% IN PAST YEAR
 THROUGH A
 DEDICATED MARKETING CAMPAIGN.

funds and volunteer resources that resulted in the provision of community programs valued at almost \$400,000.

- Along with the Royal Perth Golf Club, supported the HOME Karawara Food Relief program to deliver more than 80,000 meals to the Karawara community and surrounding areas, supporting local families experiencing food insecurity.
- Implemented a new library management system to streamline Library services.
- Installed a mural at the Manning Library by local artist and children's book illustrator, Chris Nixon.
- Significantly increased items borrowed from the digital library from 74,000 per year to 1.8 million.



ALLOCATED
121
 REBATES TO LOCAL
 RESIDENTS VIA THE
 HOME SAFETY AND
 SECURITY EQUIPMENT
 REBATE PROGRAM.



Conducted an audit in Karawara using the Healthy Active by Design Guidelines, focusing on movement networks, public open space and sense of place. Results will be used to highlight issues and opportunities to build local capacity and improve wellbeing.



8 AERIAL MOSQUITO TREATMENTS CONDUCTED.

- Increased attendance at children's Under Five literacy programs, including Time for Rhymes, ABC You and Me, Time for Stories and Time for Movement from 14,000 to 18,000.
- Installed toilet upgrades at the Manning and Como Bowling Clubs and the South Perth Bridge Club.
- Installed solar lights as part of a trial on footpaths at Murray Street, Salter Point Parade and Sir James Mitchell Park.
- Installed new sports lighting at James Miller Oval and Bill Grayden Reserve.
- Trained 20 employees in Emergency Management Foundations for Local Government.
- Acquired a state-of-the-art mobile CCTV trailer, aimed at enhancing community safety and deterring criminal activity within the local area.
- Held two, eight-week fitness programs for seniors and a six-week introductory yoga and mindfulness program. Both programs have continued in a participant self-funded capacity.



Cafe

ECONOMY

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

The old Manning Library site is planned to be repurposed as a Dome Café and Community Centre.

The Walter Murdoch Library Manning branch operated at the site on Manning Road from 1964 until 2017 when the new Manning Library opened as part of the Manning Community Hub in Conochie Crescent, Manning. In October 2022, Council considered and endorsed a proposal provided by a private operator, to lease the building for the purposes of a community centre and Dome Café. Following a request from the City, the State Government agreed to sell the land to the City, enabling the City to negotiate directly with the lessee without requiring Ministerial approval to finalise the lease arrangements. A development application has since been approved and construction commenced in mid-2024.



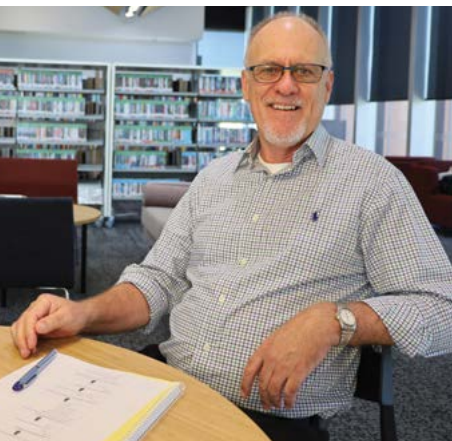
HIGHLIGHTS

- The Adapt Way program offered eligible businesses an opportunity to participate in an online three month program supporting the path to business transformation.
- Completed a review of the City's Local Heritage Survey, which is now pending adoption by Council for advertising.
- Reviewed the Alfresco Dining Policy P402 to include the development of parklet areas within the City.



SPONSORED FOUR BUSINESSES TO COMPLETE THE CURTIN IGNITION PROGRAM.

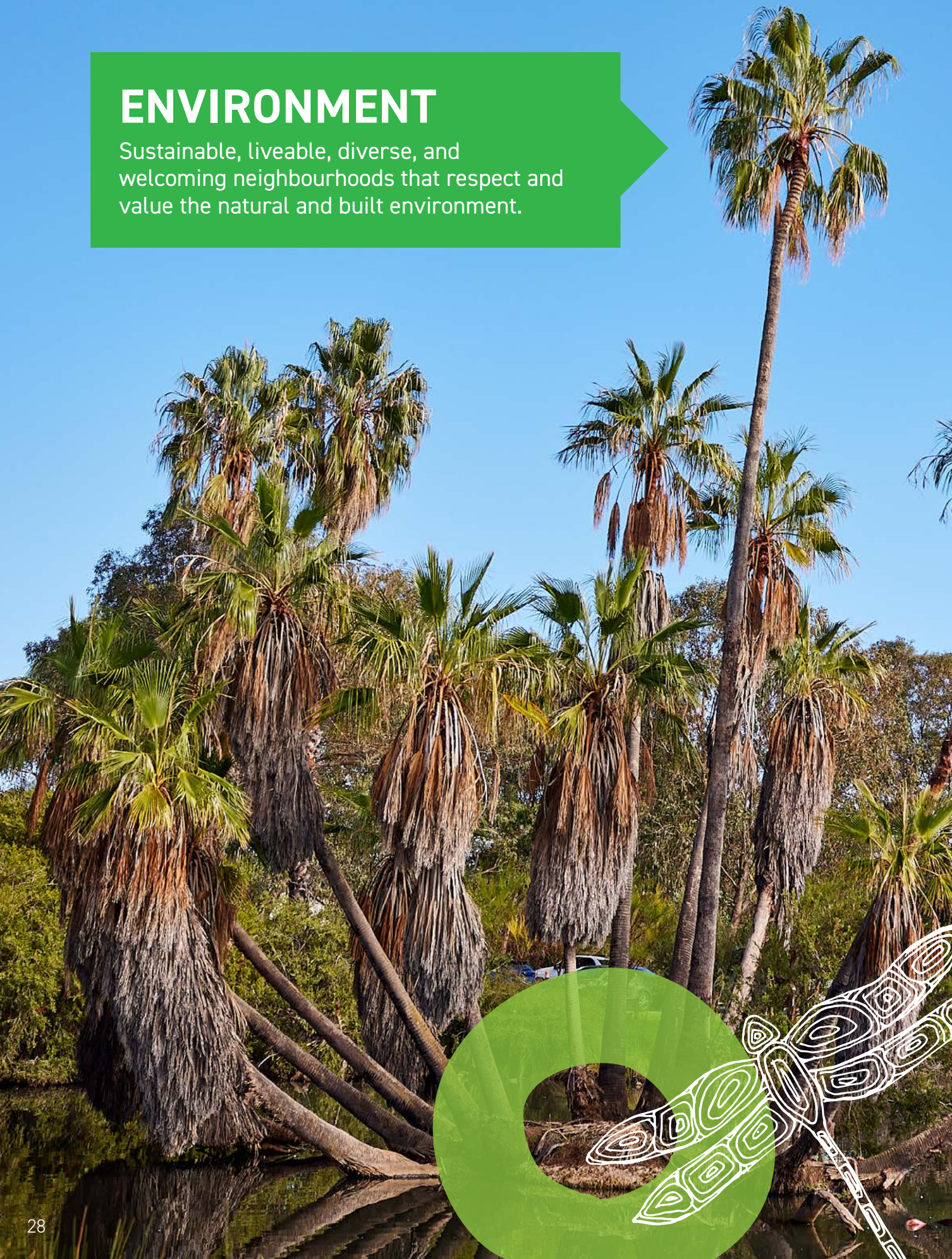
- Reviewed and subsequently waived the fees for alfresco dining and parklets applications and renewals to encourage street activation.
- Created events with focus on innovation, for local businesses to increase engagement with businesses and provide networking, promotional and educational opportunities.



JOB READY PROGRAM PARTICIPATION INCREASED BY 30%.

ENVIRONMENT

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





Jointly funded by the Department of Transport (DoT) and the City, the Canning Bridge to Curtin University Bike Link provides what are known as safe active streets along Godwin Avenue, Pether Road and Davilak Crescent in Manning, to give priority to cyclists and pedestrians.

A shared path for cyclists and pedestrians parallel to Manning Road, from Pether Road to Gillon Street has been constructed. This shared

path joins the existing on-road bike lanes on Walanna Drive in Karawara, which connects to Jackson Road (via Waterford Plaza), where there is also a link to Curtin University. The addition of these safe active streets and shared path connections complete the Canning Bridge to Curtin University Bike Link. They complement existing infrastructure providing links to Canning Bridge Station, local schools, the George Burnett Leisure Centre, Waterford Plaza and Curtin University.



Concluded the three year Elderfield Wetlands Rehabilitation project with 220 volunteers planting 13,300 trees at the Elderfield Wetlands. Throughout the project over 60,000 native seedlings have been grown in the City's nursery to revegetate over four hectares of local habitat.





HIGHLIGHTS

- Received final approval from the WA Minister for Planning for the Local Planning Scheme No. 7 (LPS7) which replaced Town Planning Scheme 6.
- Upgraded the Godwin Avenue sump area to improve water quality, enhance wildlife habitat and activate the area with a nature play zone and seating.
- Replaced two internal combustion engine mowers with electric battery powered options.
- Replaced two internal combustion golf course mowers with hybrid powered options.
- Replaced two internal combustion heavy fleet with hybrid powered options.
- Continued conversion of internal combustion engine small plant to battery powered options.

109,723
PLANTS RAISED IN
THE CITY'S NURSERY.

- Installed electric vehicle charging stations at the Operations and Civic Centres.
- Supported charity collection days, Drop-Off Bin Charity Day and Household Hazardous Waste Day in partnership with the Como and South Perth Rotary Clubs. Provided valuable resources to those in need and helped to reduce divert waste from landfill.



80%

INCREASE IN LEVEL OF CUSTOMER SATISFACTION FOR THE CITY'S URBAN PLANNING SERVICE (FROM THE VOICE OF THE CUSTOMER SURVEY).



17 Community PLANTING DAYS

17 EVENTS
25,054 PLANTS PLANTED
585 VOLUNTEERS

- Held 14 workshops on waste education, Switch Your Thinking Program and sustainability with an average of 50 people in attendance at each workshop.
- Reviewed the City's Local Planning Policies (LPPs) considering the adoption of LPS7 and revoked 8 LPP's and adopted 6 new policies, in addition to substantial reviews of four LPP's.



99% satisfaction rate of attendees at community sustainability education workshops.



7kms ROAD REHABILITATION COMPLETED.

2kms FOOTPATHS COMPLETED.



300 TREES GIFTED TO RESIDENTS AT THE COMMUNITY TREE GIVEAWAY.

LEADERSHIP

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





Recognising the changing expectations and needs of Australians in retirement living, with people living for longer and with more complex health needs, Council decided to seek a specialised provider to continue service delivery to Collier Park Retirement Village.

Amana Living emerged as the preferred operator, backed by their extensive experience, reputation, and commitment to delivering high-quality aged care and accommodation.

Following Council's endorsement in May 2024, Collier Park Retirement Village was successfully transferred to not-for-profit aged care provider Amana Living in June 2024. While there are no immediate redevelopment plans at this stage, Amana Living has committed to offering a mix of accommodation and services that meet modern retirement living standards at the village. Amana Living has assured all existing residents that they will remain at the village.





HIGHLIGHTS

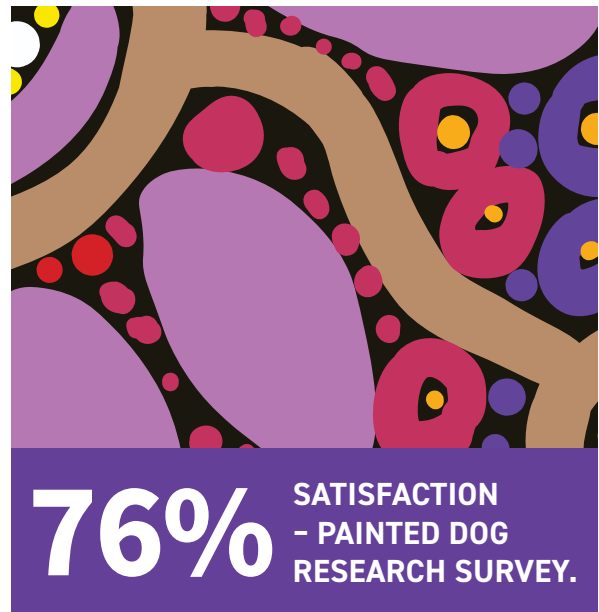
- Completed a minor review of the Strategic Community Plan with minimal modifications.
- Successfully advocated through the Department of Lands for the Minister to grant the City 'Conditional Freehold' title to Collier Park Retirement Village. This enabled the City's proposed transfer of the village to Amana Living to proceed.
- Completed the sixth and final year of the implementation of the City's Enterprise Resource Planning system (1System), with the go live of the Health, Pools and Onboarding/Offboarding modules. The rating module is currently in parallel testing and planned go-live in July 2025. This module and any further new module implementations or optimisation works will be handled as part of the City's continual improvement program.
- Awarded the prestigious Workplace Wellbeing Excellence Award from AIM WA for the City's Health and Wellness Program.
- Maintained accreditation of the City's Safety Management System for the Civic Centre and South Perth Library with the Work Health & Safety ISO45001 international standard.
- Confirmed the City's commitment to long term financial sustainability through the endorsement of the Long-Term Financial Plan.
- Conducted training for elected members that focused on the role of the media and communications, as well as stakeholder engagement training.
- Conducted customer service training with all employees on how we engage with our customers and community.
- External consultant conducted five business unit 'Voice of the Customer' surveys to assist with measuring customer service to assist in service improvement.



INTRODUCED THE MYSOUTHPERTH MAGAZINE AS A BIENNIAL UPDATE FOR THE COMMUNITY CELEBRATING LIFE WITHIN OUR CITY.



- Successfully secured agreement with the Department of Health and Aged Care to divert the former \$5.5m Recreation and Aquatic Facility funding to improving changerooms and sports lighting at local sporting reserves.
- Secured \$605,350 in funding as part of the City's advocacy efforts to convert the existing open Hurlingham drain and part of the surrounding grass area into a planted living stream.
- Secured in principle agreement to reduce the speed limit to 40km/hour on the South Perth foreshore to reduce hooning and improve safety.



SECURED A 21-YEAR LEASE AND OPERATOR AGREEMENT THROUGH AN OPEN MARKET TENDER PROCESS FOR THE COLLIER PARK GOLF COURSE WITH CLUBLINKS MANAGEMENT PTY LTD, WHICH WILL SEE A SIGNIFICANT UPGRADE TO THE COURSE AMENITIES.

FINANCIAL REPORTS





Table of Contents

INDEPENDENT AUDITORS REPORT	38
STATEMENT BY CHIEF EXECUTIVE OFFICER	41
STATEMENT OF COMPREHENSIVE INCOME	42
STATEMENT OF FINANCIAL POSITION	43
STATEMENT OF CHANGES IN EQUITY	44
STATEMENT OF CASH FLOWS	45
STATEMENT OF FINANCIAL ACTIVITY	46
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT	47
1. BASIS OF PREPARATION	47
2. REVENUE & EXPENSES	49
3. CASH AND CASH EQUIVALENTS.	52
4. OTHER FINANCIAL ASSETS	53
5. TRADE AND OTHER RECEIVABLES	54
6. OTHER ASSETS	55
7. PROPERTY, PLANT AND EQUIPMENT	56
8. INFRASTRUCTURE	58
9. FIXED ASSETS	60
10. INTANGIBLE ASSETS	63
11. TRADE AND OTHER PAYABLES	64
12. OTHER LIABILITIES	65
13. BORROWINGS	66
14. EMPLOYEE RELATED PROVISIONS	67
15. REVALUATION SURPLUS	69
16. NOTES TO THE STATEMENT OF CASH FLOWS	70
17. CONTINGENT LIABILITIES	71
18. CAPITAL COMMITMENTS	71
19. RELATED PARTY TRANSACTIONS	72
20. INVESTMENT IN ASSOCIATE	74
21. FINANCIAL RISK MANAGEMENT	76
22. EVENTS OCURRING AFTER THE END OF THE REPORTING PERIOD	81
23. OTHER MATERIAL ACCOUNTING POLICIES	81
24. FUNCTION AND ACTIVITY	84
25. NET RESULT FROM DISCONTINUED OPERATIONS	88
26. DISPOSAL GROUP CLASSIFIED AS ASSETS AND LIABILITIES HELD FOR SALE	89
27. RATING INFORMATION	90
28. DETERMINATION OF SURPLUS OR DEFICIT	92
29. BORROWING	93
30. RESERVE ACCOUNTS	95



Auditor General

INDEPENDENT AUDITOR'S REPORT

2024

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 2024, 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 material 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 2024 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, 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 2024, 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, the Regulations and 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.

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 2024 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
12 November 2024



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 2024 and the financial position as at 30 June 2024.

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

Signed on the 12th day of November 2024

Mike Bradford

CHIEF EXECUTIVE OFFICER



ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

STATEMENT OF COMPREHENSIVE INCOME

	Note	2023/24 Actual	2023/24 Budget	2022/23 Actual
REVENUE		\$	\$	\$
Rates revenue	27(a), 2(a)	43,507,747	43,416,628	40,990,765
Fees and charges	2(a)	20,411,231	18,894,232	18,588,871
Grants, subsidies and contributions	2(a)	1,949,077	1,790,672	2,593,633
Service Charges	2(a)	-	-	8,197,519
Interest revenue	2(a)	4,796,950	2,774,608	2,998,521
Other revenue	2(a)	648,756	552,950	669,136
		71,313,761	67,429,090	74,038,445
EXPENSES				
Employee costs	2(b)	(26,448,031)	(26,964,294)	(25,711,866)
Materials and contracts		(22,947,579)	(24,881,667)	(30,824,030)
Utility charges		(1,783,958)	(1,752,900)	(1,593,918)
Depreciation and amortisation		(13,721,781)	(12,096,541)	(10,520,591)
Finance costs	2(b)	(462,539)	(474,555)	(589,451)
Insurance		(486,238)	(504,902)	(460,518)
Other expenditure	2(b)	(1,028,932)	(1,163,779)	(837,973)
		(66,879,058)	(67,838,639)	(70,538,347)
		4,434,703	(409,549)	3,500,098
Capital grants, subsidies and contributions	2(a)	2,392,283	2,406,645	1,793,803
Profit on asset disposals		158,885	164,881	158,943
Loss on asset disposals		(808,714)	-	(244,103)
Impairment of Assets Held for Sale		21,060	-	(300,000)
Loss on revaluation		-	-	(152,210)
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	4,203	-	9,215
Share of net profit of associates accounted for using the equity method	20	(1,385)	-	(3,411)
		1,766,332	2,571,526	1,262,236
Net result for the period from continuing operations		6,201,035	2,161,977	4,762,334
Net result from discontinued operations	25	(555,612)	(651,530)	(244,824)
NET RESULT FOR THE PERIOD		5,645,423	1,510,447	4,517,510
Changes in asset revaluation surplus	15	-	-	99,515,389
TOTAL OTHER COMPREHENSIVE INCOME FOR THE PERIOD		-	-	99,515,389
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		5,645,423	1,510,447	104,032,899

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



ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

STATEMENT OF FINANCIAL POSITION

	Note	2023/24 Actual \$	2022/23 Actual \$
CURRENT ASSETS			
Cash and cash equivalents	3	3,223,962	7,551,016
Trade and other receivables	5(a)	8,865,354	8,611,137
Other financial assets	4(a)	62,379,900	49,690,279
Other assets	6	2,294,548	1,516,877
Disposal group classified as assets held for Sale	26	-	23,057,508
TOTAL CURRENT ASSETS		76,763,764	90,426,816
NON-CURRENT ASSETS			
Trade and other receivables	5(b)	5,489,330	9,795,016
Other financial assets	4(b)	378,967	428,277
Investment in associate	20	35,236	36,621
Property, plant and equipment	7	312,925,465	313,372,003
Infrastructure	8	482,690,597	485,263,133
Intangible assets	10	125,159	178,332
TOTAL NON-CURRENT ASSETS		801,644,754	809,073,382
TOTAL ASSETS		878,408,518	899,500,199
CURRENT LIABILITIES			
Trade and other payables	11	(7,094,264)	(7,369,143)
Borrowings	13	(3,374,601)	(3,266,777)
Employee related provisions	14	(4,796,529)	(4,550,352)
Other liabilities	12	(6,357,538)	(5,758,533)
Disposal group classified as liabilities held for sale	26	-	(24,007,406)
TOTAL CURRENT LIABILITIES		(21,622,932)	(44,952,210)
NON-CURRENT LIABILITIES			
Borrowings	13	(6,610,353)	(9,984,954)
Employee related provisions	14	(518,697)	(551,917)
TOTAL NON-CURRENT LIABILITIES		(7,129,050)	(10,536,871)
TOTAL LIABILITIES		(28,751,982)	(55,489,081)
NET ASSETS		849,656,537	844,011,116
EQUITY			
Retained surplus		151,059,423	143,399,261
Reserve accounts	30	46,653,582	37,284,802
Revaluation surplus	15	651,943,532	663,327,054
TOTAL EQUITY		849,656,537	844,011,116

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



ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

STATEMENT OF CHANGES IN EQUITY

	Note	Retained Surplus	Reserves Accounts	Revaluation Surplus	Total Equity
		\$	\$	\$	\$
BALANCE at 30 June 2022		132,604,920	43,346,307	564,026,992	739,978,219
COMPREHENSIVE INCOME FOR THE PERIOD					
Net result for the period		4,517,510	-	-	4,517,510
Other comprehensive income for the period		-	-	99,515,389	99,515,389
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		4,517,510	-	99,515,389	104,032,899
Revaluation write back on disposals	15	215,327	-	(215,327)	-
		215,327	-	(215,327)	-
Transfers to reserves accounts	30	(10,894,939)	10,894,939	-	-
Transfers from reserves accounts	30	16,956,444	(16,956,444)	-	-
BALANCE at 30 June 2023		143,399,261	37,284,802	663,327,054	844,011,116
COMPREHENSIVE INCOME FOR THE PERIOD					
Net result for the period		5,645,423	-	-	5,645,423
Other comprehensive income for the period		-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		5,645,423	-	-	5,645,423
Revaluation write back on disposals	15	11,383,522	-	(11,383,522)	-
		11,383,522	-	(11,383,522)	-
Transfers to reserves accounts	30	(14,830,273)	14,830,273	-	-
Transfers from reserves accounts	30	5,461,492	(5,461,492)	-	-
BALANCE as at 30 June 2024		151,059,423	46,653,582	651,943,532	849,656,537

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

ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

STATEMENT OF CASH FLOWS

	2023/24	2022/23
Note	Actual	Actual
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts		
Rates	43,174,496	40,671,891
Operating grants, subsidies and contributions	1,949,077	2,593,633
Fees and charges	20,401,812	18,808,669
Service Charges	4,462,244	4,671,314
Interest earnings	3,917,179	1,976,475
Goods and services tax received	3,770,563	3,621,966
Other revenue	683,940	1,001,306
Total Receipts	78,359,311	73,345,253
Payments		
Employee costs	(26,115,110)	(25,669,792)
Materials and contracts	(23,891,191)	(29,790,302)
Utility charges	(1,783,959)	(1,593,917)
Interest expenses	(462,539)	(589,451)
Insurance expenses	(486,239)	(457,773)
Goods and services tax paid	(3,699,303)	(3,706,834)
Other expenditure	(933,036)	(730,277)
Total Payments	(57,371,377)	(62,538,348)
Net Cash provided by (used in) continuing operating activities	16(a) 20,987,934	10,806,905
Net Cash provided by (used in) discontinued operating activities	16(a) 282,134	482,180
Net Cash provided by continuing and discontinued operating activities	21,270,068	11,289,085
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital grants, subsidies and contributions	2,684,673	1,771,651
Proceeds from sale of plant & equipment	323,593	341,272
Payments for purchase of property, plant & equipment	(2,828,478)	(2,495,642)
Payments for construction of infrastructure	(8,713,901)	(7,307,205)
Investments in term deposits	(114,378,523)	(109,116,278)
Matured term deposits	101,691,205	101,276,884
Net Cash provided by (used in) continuing investing activities	(21,221,431)	(15,529,317)
Net Cash provided by (used in) discontinued investing activities	(138,556)	(472,657)
Net Cash used in continuing and discontinued investing activities	(21,359,987)	(16,001,974)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	29(a) (3,266,777)	(3,162,536)
Self Supporting Loan Receipts	51,210	49,006
Net Cash provided by (used in) continuing financing activities	(3,215,567)	(3,113,529)
Net Cash provided by (used in) discontinued financing activities	(1,021,565)	(2,476,963)
Net Cash provided by (used in) continuing and discontinued activities	(4,237,132)	(5,590,492)
Net Increase (Decrease) in Cash Held	(4,327,054)	(10,303,380)
Cash at beginning of year	7,551,016	17,854,396
Cash and Cash Equivalents at End of Year	16 3,223,962	7,551,016

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

ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

STATEMENT OF FINANCIAL ACTIVITY

		2023/24	2023/24	2022/23
	Note	Actual	Budget	Actual
OPERATING ACTIVITIES				
Revenue from operating activities		\$	\$	\$
Rates	27(a)	43,507,747	43,416,628	40,990,765
Fees and charges		20,411,231	18,894,232	18,588,871
Grants, subsidies and contributions		1,949,077	1,790,672	2,593,633
Service Charges		-	-	8,197,519
Interest revenue		4,796,950	2,774,608	2,998,521
Other revenue		648,756	552,950	669,136
Profit on asset disposals		158,885	164,881	158,943
		71,472,646	67,593,971	74,197,388
Expenditure from operating activities				
Employee costs		(26,448,031)	(26,964,294)	(25,711,866)
Materials and contracts		(22,947,579)	(24,881,667)	(30,824,030)
Utility charges		(1,783,958)	(1,752,900)	(1,593,918)
Depreciation		(13,721,781)	(12,096,541)	(10,520,591)
Finance costs		(462,539)	(474,555)	(589,451)
Insurance expenses		(486,238)	(504,902)	(460,518)
Other expense		(1,028,932)	(1,163,779)	(837,973)
Loss on asset disposals		(808,714)	-	(244,102)
		(67,687,772)	(67,838,639)	(70,782,449)
Non-cash amounts excluded from operating activities	28(a)	14,468,230	11,931,660	10,268,392
Amount attributable to continuing operating activities		18,253,104	11,686,992	13,683,331
Amount attributable to discontinued operating activities		79,654	247,588	449,467
INVESTING ACTIVITIES - INFLOWS / (OUTFLOWS)				
Capital grants, subsidies and contributions		2,392,283	2,406,645	1,793,803
Proceeds from disposal of assets		323,593	284,000	341,273
Purchase of property, plant and equipment		(2,887,906)	(4,726,000)	(2,495,646)
Purchase and construction of infrastructure		(8,682,151)	(9,498,949)	(7,307,205)
		(8,854,181)	(11,534,304)	(7,667,776)
Amount attributable to discontinued investing activities		(138,556)	(535,500)	(472,657)
FINANCING ACTIVITIES - INFLOW / (OUTFLOWS)				
Transfers from reserve accounts	30	5,461,492	9,483,362	16,956,444
Proceeds from self supporting loans	29	51,210	51,210	49,006
Underground power		4,478,399	4,122,471	(3,518,085)
Loan principal repayments	29	(3,266,777)	(3,266,777)	(3,162,535)
Transfers to cash reserve accounts	30	(14,830,273)	(11,722,222)	(10,894,939)
Movement in Grant Obligations		-	(5,500,000)	-
		(8,105,949)	(6,831,956)	(570,109)
Amount attributable to discontinued financing activities		(1,021,565)	-	(2,476,963)
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus or deficit at the start of the financial year		13,018,134	6,917,178	10,072,840
Amount attributable to operating activities		18,332,758	11,934,581	14,132,798
Amount attributable to investing activities		(8,992,737)	(12,069,804)	(8,140,433)
Amount attributable to financing activities		(9,127,514)	(6,831,956)	(3,047,072)
Surplus or deficit after imposition of general rates		13,230,640	(50,000)	13,018,134

*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 of the City of South Perth which is a Class 2 local government 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.

The Local Government (Financial Management) Regulations 1996 provide that:

** land and buildings classified as property, plant and equipment; or*

** infrastructure; or*

** vested improvements that the local government controls;*

and measured at reportable value, are only required to be revalued every five years. Revaluing these non-financial assets every five years is a departure from AASB 116 Property, Plant and Equipment, which would have required the City to assess at each reporting date whether the carrying amount of the above mentioned non-financial assets materially differs from their fair value and, if so, revalue the class of non-financial assets.

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

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.

As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the financial report.

The following are estimates and assumptions that have a significant risk of causing a material adjustments to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and in impact can be found in the relevant note:

- Fair value measurement of assets carried at reportable value including:
 - Property, plant and equipment – note 7
 - Infrastructure – note 8
- Expected credit losses on financial assets – note 5
- Impairment losses of non-financial assets – note 7 & 8
- Estimated useful life of intangible assets – note 9
- Measurement of employee benefits – note 14
- Measurement of provisions – note 14

Fair value hierarchy information can be found in note 23.

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.

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 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting*

This standard resulted in terminology changes relating to material accounting policies (formerly referred to as significant accounting policies)

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*

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

Critical accounting estimates and judgements

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that effect

- *AASB 2022-5 Amendments to Australian Accounting Standards*

- *Lease Liability in a Sale and Leaseback*

- *AASB 2022-6 Amendments to Australian Accounting Standards - Non-current Liabilities with Covenants*

These amendments are not expected to have any material impact on the financial report on the initial application

- *AASB 2022-10 Amendments to Australian Accounting Standards*

- *AASB 2020-1 Amendments to Australian Accounting Standards*

- *Classification of Liabilities as Current or Non-current*

- *AASB 2021-7c 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]*

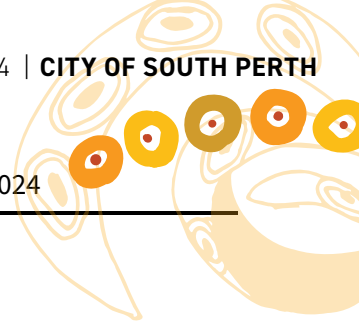
- *Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities*

These amendments may result in changes to the fair value of non-financial assets. The impact is yet to be quantified.

- *AASB 2023-1 Amendments to Australian Accounting Standards*

- *Supplier Finance Arrangements*

These amendments may result in additional disclosures in the case of applicable finance arrangements.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

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.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

Revenue Recognition

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

For the year ended 30 June 2024	Contract with Customers	Capital Grant /Contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	
Rates	-	-	43,507,747	-	43,507,747
Fees and charges	11,015,185	-	9,349,647	46,399	20,411,231
Grants, subsidies and contributions	-	-	-	1,949,077	1,949,077
Interest Revenue	-	-	-	4,796,950	4,796,950
Other Revenue	-	-	-	648,756	648,756
Capital grants, subsidies and contribution	-	2,392,283	-	-	2,392,283
Total	11,015,185	2,392,283	52,857,394	7,441,182	73,706,044
For the year ended 30 June 2023	Contract With Customers	Capital Grant /Contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	
Rates	-	-	40,990,765	-	40,990,765
Fees and charges	9,738,233	-	8,813,449	37,189	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
Total	9,738,233	1,793,803	58,001,733	6,298,479	75,832,248

	2023/24 Actual	2022/23 Actual
	\$	\$
Interest Revenue		
Other interest revenue	1,905,733	1,042,237
Interest on reserve account funds	2,281,753	1,563,655
Rates instalment and penalty interest	609,464	392,629
Total	4,796,950	2,998,521
Other Revenue		
Miscellaneous Revenue (Including other recoveries)	510,586	482,090
Recovery - Utilities cost	106,530	175,166
Insurance Claims Received	31,640	11,880
Total	648,756	669,136

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

2(b). Expenses

	2023/24	2022/23
	Actual	Actual
Audit Remuneration	\$	\$
Audit of Annual Financial Report	104,500	95,000
Total	104,500	95,000
Employee Costs		
Employee benefit costs	25,550,461	24,497,947
Other employee costs	897,570	1,213,919
Total	26,448,031	25,711,866
Finance Costs		
Interest and financial charges paid/payable for financial liabilities not at fair value	462,539	589,451
Total	462,539	589,451
Other Expenditure		
Impairment loss on rates and statutory receivables	104,910	110,892
Sundry Expenses	924,022	727,081
Total	1,028,932	837,973

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

3. CASH AND CASH EQUIVALENTS

	Note	2023/24 Actual	2022/23 Actual
Cash and Cash Equivalents		\$	\$
Cash at Bank / On Hand		3,223,962	7,551,016
Total Cash and Cash Equivalents	16(a)	3,223,962	7,551,016
Held as			
- Unrestricted cash and cash equivalents		3,223,962	7,551,016
		3,223,962	7,551,016

MATERIAL 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 financial 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.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

4. OTHER FINANCIAL ASSETS

	2023/24 Actual	2022/23 Actual
(a) Current Assets	\$	\$
Financial assets at amortised cost	62,379,900	49,690,279
	62,379,900	49,690,279
Other financial assets at amortised cost		
Term Deposits (longer than 3 months)	62,326,387	49,639,069
Self Supporting Loans	53,513	51,210
	62,379,900	49,690,279
Held as		
- Unrestricted cash and cash equivalents	9,368,780	6,646,944
- Restricted other financial assets at amortised cost	53,011,120	43,043,335
	62,379,900	49,690,279
(b) Non-Current Assets		
Financial assets at amortised cost	171,040	224,553
Financial assets at fair value through profit/(loss)	207,927	203,724
	378,967	428,277
Financial assets at amortised cost		
Self Supporting Loans	171,040	224,553
	171,040	224,553
Financial assets at fair value through profit/(loss)		
Local Government House Trust	207,927	203,724
	207,927	203,724
	62,758,867	50,118,556
Financial assets at fair value through profit and loss		
Units in Local Government House Trust - opening balance	203,724	194,509
Movement in Local Government House Trust (10 units)	4,203	9,215
Units in Local Government House Trust - closing balance	207,927	203,724

MATERIAL 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 23 (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 21.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

5. TRADE AND OTHER RECEIVABLES

	2023/24	2022/23
	Actual	Actual
(a)Current	\$	\$
Rates receivable	3,134,226	2,732,233
Sundry debtors	924,683	767,281
Pensioner rebate receivable	42,268	59,418
Underground power receivable	4,090,676	4,315,975
ESL Debtor	350,296	326,437
Infringement Debtor	664,250	585,026
GST receivable from ATO	275,809	347,069
Expected credit losses on financial assets	(616,854)	(522,302)
Total Current	8,865,354	8,611,137
(b)Non-Current		
Pensioner rebate receivable	497,498	538,717
Underground power receivable	4,914,747	9,173,093
ESL Pensioner receivable	77,085	83,205
Total Non-Current	5,489,330	9,795,016
Total Trade and Other Receivables	14,354,684	18,406,152

Disclosure of opening and closing balances related to contracts with customers

Information about receivables from contracts with customers along with financial assets and associated liabilities arising from transfers to enable the acquisition

	30 June 2024	30 June 23	1 July 22
	Actual	Actual	Actual
	\$	\$	
Trade and other receivables from contracts with customers	924,683	767,281	1,141,995
Total trade and other receivables from contracts with customers	924,683	767,281	1,141,995

MATERIAL ACCOUNTING POLICIES**Rates and statutory receivables**

Rates and statutory receivables are non-contractual receivables arising from statutory requirements and include amounts due from ratepayers for unpaid rates and service charges and other statutory charges or fines.

Rates and statutory receivables are recognised when the taxable event has occurred and can be measured reliably.

Trade Receivables

Trade receivables are amounts receivable from contractual arrangements with customers for goods sold, services performed or grants or contributions with sufficiently specific performance obligations as part of the ordinary course of business.

Other Receivables

Other receivables are amounts receivable from contractual arrangements with third parties other than contracts with customers including grants for the construction of recognisable non financial assets.

Measurement

Trade and other receivables are recognised initially at the amount of the transaction price, unless they contain a significant financing component, and are to be recognised at fair value.

Classification and Subsequent Measurement

Receivables which are generally due for settlement within except rates receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables deferred pensioner rates receivable after the end of the reporting period 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.

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 21.

6. OTHER ASSETS

	2023/24	2022/23
	Actual	Actual
(a)Current	\$	\$
Accrued - Interest revenue reserves	1,488,199	765,648
Accrued - Interest revenue general	541,512	384,291
Accrued - Other revenue	45,725	26,960
Prepayments	219,112	339,978
Total Current Assets	2,294,548	1,516,877
Total Other Assets	2,294,548	1,516,877

MATERIAL 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.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

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
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Balance at 1st July 2022	266,213,000	97,288,550	1,675,713	515,773	14,978	3,151,780	1,505,503	512,398	370,877,697
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)	-
Carrying Amount at 30th June 2023	222,481,800	83,452,798	1,617,576	469,194	10,131	3,386,471	1,624,865	329,166	313,372,003
Comprises:									
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)
Carrying Amount at 30th June 2023	222,481,800	83,452,798	1,617,576	469,194	10,131	3,386,471	1,624,865	329,166	313,372,003
Carrying Amount at 30th June 2023	222,481,800	83,452,798	1,617,576	469,194	10,131	3,386,471	1,624,865	329,166	313,372,003
Additions	413,006	1,027,385	14,970	94,251	-	1,072,250	76,216	98,162	2,796,240
Disposals	-	(239,431)	-	-	-	(130,766)	-	-	(370,197)
Reverse disposal group classified as assets held for sale	-	-	-	-	-	49,523	-	-	49,523
Work in Progress Transfer to Operations	-	-	-	-	-	-	-	(35,285)	(35,285)
Depreciation (expense)	-	(2,162,991)	(36,934)	(67,765)	(3,566)	(479,643)	(135,922)	-	(2,886,821)
Transfer (from)/ to	-	128,329	-	-	-	-	6,829	(135,158)	-
Carrying Amount at 30th June 2024	222,894,806	82,206,090	1,595,612	495,679	6,565	3,897,836	1,571,988	256,886	312,925,465
Comprises:									
Gross carrying amount	222,894,806	117,390,731	1,647,150	2,301,504	494,040	8,182,316	2,457,795	256,886	355,625,230
Accumulated Depreciation	-	(35,184,641)	(51,538)	(1,805,825)	(487,475)	(4,284,480)	(885,807)	-	(42,699,765)
Carrying Amount at 30th June 2024	222,894,806	82,206,090	1,595,612	495,679	6,565	3,897,836	1,571,988	256,886	312,925,465



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

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.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

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
	\$	\$	\$	\$	\$	\$	\$	\$
Balance at 1st July 2022	179,796,586	43,184,046	28,053,595	75,958,092	15,228,441	9,145,912	1,745,553	353,112,227
Additions	4,508,038	489,479	612,132	1,171,189	34,344	169,208	322,813	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)	-
Carrying Amount at 30th June 2023	267,151,296	23,900,451	44,250,841	114,179,380	19,327,286	16,028,064	425,814	485,263,133
Comprises:								
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)
Carrying Amount at 30th June 2023	267,151,296	23,900,451	44,250,841	114,179,380	19,327,286	16,028,064	425,814	485,263,133
Carrying Amount at 30th June 2023	267,151,296	23,900,451	44,250,841	114,179,380	19,327,286	16,028,064	425,814	485,263,133
Additions	3,910,741	1,403,231	504,352	2,318,478	82,470	245,717	447,381	8,912,370
Disposals	(70,469)	(158,709)	(98,317)	(280,731)	-	(80,773)	-	(688,999)
Reverse disposal group classified as assets held for sale	-	-	-	-	-	12,034	-	12,034
Work in Progress Transfer to Operations	-	-	-	-	-	-	(26,154)	(26,154)
Depreciation (expense)	(5,614,860)	(652,881)	(913,474)	(2,386,533)	(658,953)	(555,087)	-	(10,781,788)
Transfer (from)/ to	25,334	-	-	357,407	-	-	(382,741)	-
Carrying Amount at 30th June 2024	265,402,042	24,492,093	43,743,401	114,187,999	18,750,803	15,649,957	464,299	482,690,597
Comprises:								
Gross carrying amount	323,552,305	35,969,051	87,841,542	137,551,139	33,614,333	24,280,303	464,299	643,272,974
Accumulated Depreciation	(58,150,263)	(11,476,958)	(44,098,141)	(23,363,140)	(14,863,530)	(8,630,346)	-	(160,582,377)
Carrying Amount at 30th June 2024	265,402,042	24,492,093	43,743,401	114,187,999	18,750,803	15,649,957	464,299	482,690,597



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

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).

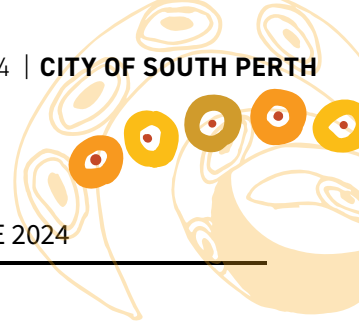
NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

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:

Asset Class	Useful life
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



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

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

	2023/24	2022/23
	Actual	Actual
	<u> </u>	<u> </u>
	\$	\$
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	401,764	435,100
	<u>401,764</u>	<u>435,100</u>

9(c). Fully Depreciated Assets in use

	2023/24	2022/23
	Actual	Actual
	<u> </u>	<u> </u>
	\$	\$
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	99,000	110,000
Drains	1,517,382	219,643
Foreshore	269,000	269,000
Furniture & Fittings	428,382	428,382
Intangibles	842,087	842,087
Mobile Plant	1,469,824	2,059,146
Parks	2,611,616	2,583,363
Pathways	-	10,962
Plant & Equipment	300,154	290,508
Total	<u>7,537,445</u>	<u>6,813,092</u>

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

MATERIAL 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

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.

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.

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

10. INTANGIBLE ASSETS

Computer Software

	2023/24	2022/23
	Actual	Actual
Non-Current	\$	\$
Computer Software value	1,373,816	1,373,816
Less: Accumulated amortisation	(1,248,657)	(1,195,484)
	125,159	178,332

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

Balance at 1 July	178,332	235,505
Amortisation	(53,173)	(57,173)
Balance at 30 June	125,159	178,332
Total Intangible Assets	125,159	178,332

MATERIAL 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.

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.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

11. TRADE AND OTHER PAYABLES

	2023/24	2022/23
	Actual	Actual
Current	\$	\$
Accounts payable	3,030,967	3,692,504
Income in advance including prepaid rates	918,981	780,841
Accrued employee expenses	566,423	376,192
Bond payables	2,416,110	2,312,922
Other payables	161,783	206,684
Total current	7,094,264	7,369,143
Total Trade and Other Payables	7,094,264	7,369,143

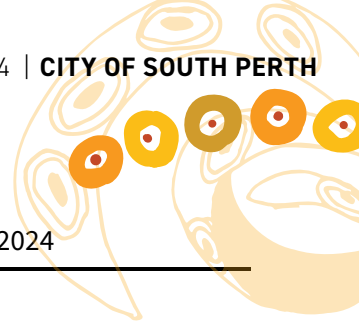
MATERIAL ACCOUNTING POLICIES**Trade and Other Payables**

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.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

12. OTHER LIABILITIES

	2023/24	2022/23
	Actual	Actual
Current	\$	\$
Capital grant/contributions liabilities	6,357,538	5,758,533
Total Other Liabilities	6,357,538	5,758,533
Reconciliation of changes in capital grant/contribution liabilities		
Opening balance	5,758,533	5,780,684
Addition	698,484	178,886
Revenue from contracts with customers included as a contract liability at the start of the period	(99,479)	(201,037)
	6,357,538	5,758,533
Performance obligations from transfers for non-operating grants to be recognised as revenue in accordance with the following time bands:		
	2023/24	2022/23
	Actual	Actual
	\$	\$
Less than 1 year	6,357,538	5,758,533
	6,357,538	5,758,533

MATERIAL 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.

Contract liabilities represent obligations which are not yet satisfied.

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

Capital grant/contribution liabilities

Capital grant/contribution liabilities represent the City's obligations to construct recognisable non-financial assets to identified specifications to be controlled by the City which are yet to be satisfied. Capital grant/contribution liabilities are recognised as income when the obligations in the contract are satisfied.

Fair values for non-current capital grant/contribution liabilities, not expected to be extinguished within 12 months, 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 23(i)) due to the unobservable inputs, including own credit risk.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

13. BORROWINGS

	2023/24 Actual		2022/23 Actual	
	Current	Non Current	Current	Non Current
		Total		Total
WATC Loans	\$ 3,374,601	\$ 9,984,954	\$ 3,266,777	\$ 13,251,730
Total Borrowings	3,374,601	9,984,954	3,266,777	13,251,730

MATERIAL ACCOUNTING POLICIES**Borrowing Costs**

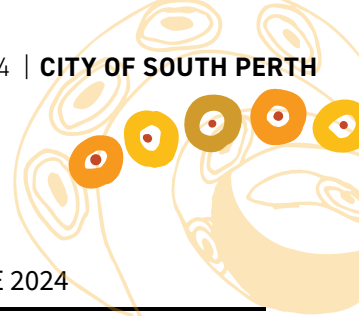
Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially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

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature. Borrowings fair values are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 23(i)) due to the unobservable inputs, including own credit risk.

Risk

Information regarding exposure to risk can be found at Note 21.

Details of individual borrowings required by regulations are provided at Note 29 (a).



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

14. EMPLOYEE RELATED PROVISIONS

	2024	2023
Current Provisions	\$	\$
Annual Leave	2,477,634	2,410,463
Long Service Leave	2,318,895	2,139,889
Total current employee related provisions	4,796,529	4,550,352
Non-Current Provision		
Long Service Leave	518,697	551,917
Total non-current employee related provisions	518,697	551,917
Total non-current employee related provisions	5,315,226	5,102,269

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:

	2023/24 Actual	2022/23 Actual
Amounts are expected to be settled on the following basis:	\$	\$
Less than 12 months after the reporting date	2,115,259	1,987,664
More than 12 months from the reporting date	3,122,296	3,044,746
Expected reimbursements (receivables)/payable of employee related provisions (from)/to other WA local governments	77,671	69,859
Total Employee Provisions	5,315,226	5,102,269

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.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

MATERIAL 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.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

15. REVALUATION SURPLUS

Asset Class/Category	2023/24		2023/24		2023/24		2023/24		2022/23		2022/23	
	Opening Balance	Revaluation write back on disposals	Total Movement on Revaluation	Closing Balance	Opening Balance	Revaluation write back on disposals	Total Movement on Revaluation	Closing Balance	Opening Balance	Revaluation write back on disposals	Total Movement on Revaluation	Closing Balance
Land	\$ 166,261,177	-	\$ -	\$ 166,261,177	\$ 209,992,377	-	\$ (43,731,200)	\$ 166,261,177	\$ 209,992,377	-	\$ (43,731,200)	\$ 166,261,177
Artworks	699,463	-	-	699,463	916,634	-	(217,171)	699,463	916,634	-	(217,171)	699,463
Buildings	52,085,954	(9,808,818)	-	42,277,136	42,970,680	-	9,115,274	52,085,954	42,970,680	-	9,115,274	52,085,954
Infrastructure - Roads Network	273,861,497	(81,739)	-	273,779,758	187,134,157	-	86,727,341	273,861,497	187,134,157	-	86,727,341	273,861,497
Infrastructure - Path Network	16,961,577	(211,909)	-	16,749,668	35,477,764	-	(18,441,171)	16,961,577	35,477,764	(75,017)	(18,441,171)	16,961,577
Infrastructure - Drainage	34,700,887	(85,608)	-	34,615,279	18,422,791	-	16,281,574	34,700,887	18,422,791	(3,478)	16,281,574	34,700,887
Infrastructure - Parks Assets	83,473,935	(1,033,714)	-	82,440,221	45,507,572	-	38,096,236	83,473,935	45,507,572	(129,873)	38,096,236	83,473,935
Infrastructure - Foreshore Assets	19,076,639	-	-	19,076,639	14,533,775	-	4,542,864	19,076,639	14,533,775	-	4,542,864	19,076,639
Infrastructure - Other	16,205,926	(161,735)	-	16,044,191	9,071,243	-	7,141,641	16,205,926	9,071,243	(6,958)	7,141,641	16,205,926
Total Revaluation	663,327,054	(11,383,522)	-	651,943,532	564,026,992	-	99,515,389	663,327,054	564,026,992	(215,327)	99,515,389	663,327,054

2023/24 \$10,597,045 of the total revaluation write back on disposals are attributable to the disposal of Collier Park Village. For more information refer to notes 25 and 26.

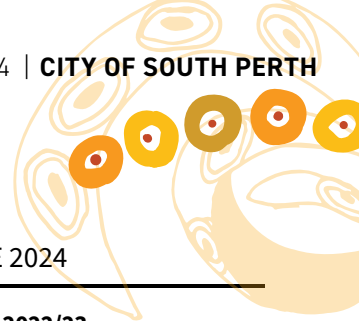
NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

16. NOTES TO THE STATEMENT OF CASH FLOWS

16(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	2023/24 Actual	2022/23 Actual
Reconciliation of Cash		\$	\$
Cash and Cash equivalents	3	3,223,962	7,551,016
Restrictions			
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:			
- Financial assets at amortised cost	4	53,011,120	43,043,335
		53,011,120	43,043,335
The restricted financial assets are a result of the following specific purposes to which the assets may be used:			
Restricted reserve accounts	30	46,653,582	37,284,802
Capital grant liabilities	12	6,357,538	5,758,533
Total restricted financial assets		53,011,120	43,043,335
Reconciliation of Net Result to Net Cash Provided by operating activities			
Net result from continuing operating activities		6,201,033	4,762,334
Non-cash items			
Depreciation and amortisation		13,721,781	10,520,591
(Profit)/Loss on Sale of Assets		649,829	85,160
Impairment Assets Held for Sale		(21,061)	300,000
Loss on revaluation		-	152,210
Share of profit of Associates accounted for using the equity method		1,385	3,411
Adjustment to Financial Assets at Fair Value through profit and loss		(4,203)	(9,215)
Work in Progress Expensed		61,437	82,110
Non-operating items:			
Non operating grants, subsidies and contribution		(2,392,283)	(1,793,803)
Changes in Operating Assets and Liabilities:			
(Increase)/decrease in current receivables		(230,413)	(1,706,996)
(Increase)/decrease in prepayments		127,352	235,628
(Increase)/decrease in accrued income		(898,537)	(689,876)
Increase/(Decrease) in current payables		(863,235)	679,876
Increase/(Decrease) in income in advance		138,140	57,847
Increase/(Decrease) in accrued expenses		190,231	136,387
Increase/(Decrease) in current provisions		13,941	(13,135)
Increase/(Decrease) in other payables		(83,090)	68,621
Increase/(Decrease) in bond payables		103,188	(106,486)
(Increase)/Decrease in non current receivables		4,305,686	(1,882,079)
Increase/(Decrease) in non current provisions		(33,251)	(75,682)
Net cash from continuing operating activities		20,987,934	10,806,905



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

	2023/24	2022/23
	Actual	Actual
	\$	\$
Net result from discontinued operating activities	(555,612)	(244,824)
Depreciation and amortisation for Assets Held for Sale	-	694,290
(Profit)/Loss on Sale of Assets	635,266	-
(Increase)/decrease in current receivables	-	(1,244)
(Increase)/decrease in prepayments	-	(2,744)
Increase/(Decrease) in current payables	201,929	10,472
Increase/(Decrease) in current provisions	520	26,230
Increase/(Decrease) in non-current provisions	31	-
Net cash from discontinued operating activities	282,134	482,180

16(b). Undrawn Credit Facilities

	2023/24	2022/23
	Actual	Actual
	\$	\$
Undrawn Credit Facilities		
Credit card limit	40,000	40,000
Credit card balance at balance date	(29,606)	(19,275)
Total amount of credit unused	10,394	20,725

17. CONTINGENT LIABILITIES

There is no contingent liability for the 2023/24 year.

18. CAPITAL COMMITMENTS

	2023/24	2022/23
	Actual	Actual
	\$	\$
Contracted for:		
not later than one year	1,236,046	594,606
Total Capital Commitments	1,236,046	594,606

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.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

19. RELATED PARTY TRANSACTIONS

19(a). Elected Member Remuneration

Fees, expenses and allowances to be paid or reimbursed to elected council members.	2023/24 Actual	2023/24 Budget	2022/23 Actual
Mayor's annual allowance	65,915	65,915	64,938
Mayor's meeting attendance fees	32,410	32,410	31,928
Mayor's Annual allowance for ICT expenses	3,064	3,200	3,009
	101,389	101,525	99,875
Deputy Mayor's annual allowance	16,032	16,479	16,235
Deputy Mayor's meeting attendance fees	28,834	24,170	23,811
Deputy Mayor's annual allowance for ICT expenses	3,300	3,500	3,445
	48,166	44,149	43,491
All other council member's meeting attendance fees	164,526	169,190	161,282
All other council member's annual allowance for ICT expenses	24,699	24,500	23,325
All other council member's for travel and accommodation expenses	205	-	2,163
	189,430	193,690	186,770
	338,985	339,364	330,137

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

Senior Officer Remuneration (KMP) Disclosure	2023/24 Actual	2022/23 Actual
	\$	\$
The total of remuneration paid to KMP of the City during the year are as follows:		
Short-term employee benefits	872,973	821,843
Post-employment benefits	101,611	102,974
Other long-term benefits	108,089	99,713
Council member costs	19(a) 338,985	330,137
	1,421,658	1,354,666

MATERIAL 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

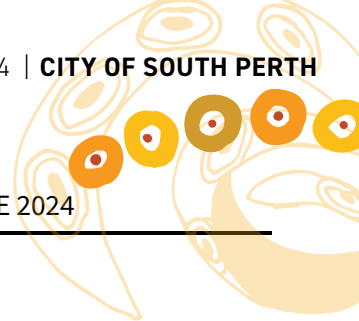
These amounts are the current-year's cost of the City's superannuation contributions made during the year.

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.

19(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 20.
- 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 \$207,927 (2023: 1.61% and \$203,724), refer to Note 4.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

20. INVESTMENT IN ASSOCIATE

	% of ownership interest 2024	% of ownership interest 2023	2023/24 Actual	2022/23 Actual
Equity share in Associates - Rivers Regional Council			\$	\$
Rivers Regional Council - Balance at beginning of period			36,621	40,032
Movement for the current period			(1,385)	(3,411)
Balance as at 30 June	10%	11%	35,236	36,621

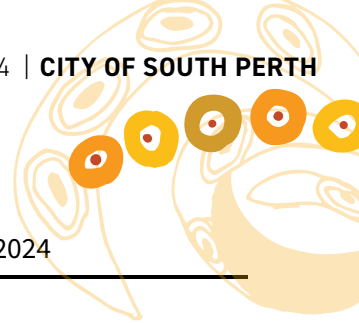
Share of Investment in Rivers Regional Council

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 9.97% representing an interest of \$35,236 (2023: 11% and \$36,621). The total expenditure contribution paid to RRC during the year was \$34,641 (2023: \$30,467).

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.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

	2023/24	2022/23
	Actual	Actual
Summarised statement of comprehensive income		
	\$	\$
Revenue	330,486	392,998
Interest revenue	4,312	3,130
Finance charge	330,436	414,577
Total comprehensive income for the period	4,362	(18,449)
Summarised statement of financial position		
Cash and cash equivalents	439,047	416,106
Other current assets	1,414	27,474
Total current assets	440,461	443,580
Total assets	440,461	443,580
Current financial liabilities	33,646	51,162
Other current liabilities	53,391	46,936
Total current liabilities	87,037	98,098
Total liabilities	87,037	98,098
Net assets	353,424	345,482
	2023/24	2022/23
	Actual	Actual
Reconciliation to carrying amounts		
Opening net assets 1 July	349,062	363,931
Profit/(Loss) for the period	4,362	(18,449)
Closing net assets 1 July	353,424	345,482
Carrying amount at 1 July	36,621	40,031
- Movement for the period	(1,385)	(3,411)
Carrying amount at 30 June	35,236	36,621

MATERIAL ACCOUNTING POLICIES**Investment in Associates**

An associate is an entity over which the City has significant influence that is it 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.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

21. FINANCIAL RISK MANAGEMENT

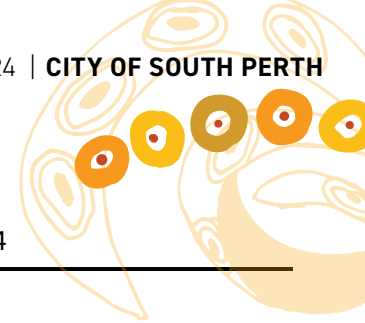
This note explains the City's exposure to financial risks and how these risks could affect the City's future financial performance.

Risk	Exposure arising from	Measurement	Management
Market risk - interest rate	Long term borrowings at variable rates	Sensitivity analysis	Utilise fixed interest rate borrowings
Credit risk	Cash and cash equivalents, trade receivables, financial assets and debt investments	Aging analysis Credit analysis	Diversification of bank deposits, credit limits, investment policy
Liquidity risk	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.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

21(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:

	Weighted Average Interest Rate	Carrying Amounts	Fixed Interest Rate	Variable Interest Rate	Non Interest Bearing
30 June 2024		\$	\$	\$	\$
Cash at Bank/On Hand	4.23%	3,223,962	-	3,220,418	3,545
Financial assets at amortised cost - term deposits	5.34%	62,326,387	62,326,387	-	-
Total		65,550,349	62,326,387	3,220,418	3,545
30 June 2023					
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	-	-
Total		57,190,085	49,639,069	7,547,076	3,940

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.

	2024	2023
	\$	\$
Impact of a 1% movement in interest rates on profit and loss and equity*	32,204	75,471

*Holding all other variables constant

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

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 29(a).

21(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.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

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

	More than 30 More than 60 More than 90				Total
	Current	days past	days past	days past	
30 June 2024	\$	\$	\$	\$	\$
Sundry receivables and infringements					
Expected credit loss	3.18%	41.59%	35.24%	85.34%	38.82%
Gross carrying amount	836,929	54,971	54,824	642,209	1,588,933
Loss allowance	26,610	22,863	19,320	548,061	616,854
30 June 2023					
Sundry receivables and infringements*					
Expected credit loss	5.29%	20.14%	27.65%	88.57%	38.63%
Gross carrying amount	666,248	103,227	81,702	500,933	1,352,107
Loss allowance	35,259	20,789	22,591	443,663	522,302

*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	
	2024	2023	2024	2023
	Actual	Actual	Actual	Actual
	\$	\$	\$	\$
Opening loss allowance as at 1 July	43,643	96,501	478,659	319,024
Increase/(decrease) in loss allowance recognised in profit or loss during the year	19,395	(52,858)	75,157	159,635
Closing loss allowance at 30 June	63,038	43,643	553,816	478,659

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

21(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
	\$	\$	\$	\$	\$
30 June 2024					
Trade and Other Payables excluding income in advance	6,175,283	-	-	6,175,283	6,175,283
Borrowings	3,765,188	5,010,181	2,430,498	11,205,867	9,984,954
Total	9,940,471	5,010,181	2,430,498	17,381,150	16,160,237
30 June 2023					
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
Total	10,300,944	8,411,297	2,794,570	21,506,811	19,840,032

* Excluding Trade and other payables held for sale.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

22. EVENTS OCURRING 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 2023/24 Annual Financial Report.

23. OTHER MATERIAL 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.

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).

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

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.

i) Fair value hierarchy

AASB 13 *Fair Value Measurement* 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 MATERIAL 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:

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 except for non-financial assets that are:

- Land and buildings classified as property, plant and equipment;
- Infrastructure; or
- Vested improvements that the local government controls, in circumstances where there has been an impairment indication of a general decrease in asset values.

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.

These non-financial assets are assessed in accordance with the regulatory framework details in Note 10.

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.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

24. FUNCTION AND ACTIVITY

24.(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

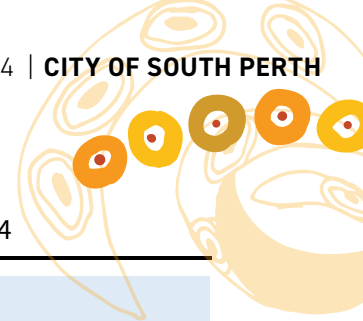
To provide and maintain elderly residents housing.

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.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

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

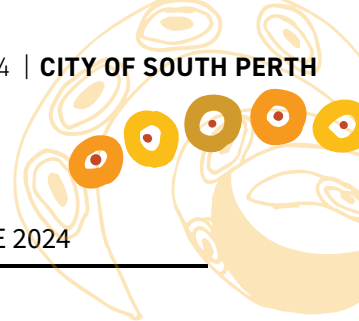
To monitor and control operating accounts.

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

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

24(b). Income and Expenses

	2023/24 Actual	2023/24 Budget	2022/23 Actual
Income Excluding Grants, subsidies and contribution	\$	\$	\$
General Purpose Funding	47,871,411	45,884,035	43,619,328
Governance	62,082	56,300	68,540
Law, Order, Public Safety	335,242	210,500	258,243
Health	135,904	155,000	134,898
Housing	655,869	508,654	621,828
Community Amenities	8,919,929	8,897,427	8,392,233
Recreation & Culture	7,772,286	6,958,774	6,901,095
Transport	2,926,118	2,402,728	2,748,338
Economic Services	650,341	540,000	8,669,735
Other Property and Services	35,504	25,000	30,574
	69,364,686	65,638,418	71,444,811
Grants and subsidies and contributions			
General Purpose Funding	1,066,174	1,061,174	1,424,362
Health	11,663	5,000	6,829
Community Amenities	6,278	-	18,300
Recreation & Culture	228,738	1,362,347	1,064,103
Transport	3,027,441	1,768,796	1,705,473
Other Property and Services	1,067	-	168,369
	4,341,361	4,197,317	4,387,435
Total Income	73,706,047	69,835,735	75,832,246
Expenses			
General Purpose Funding	313,514	386,667	768,085
Governance	5,727,024	5,408,264	4,419,021
Law, Order, Public Safety	1,333,094	1,275,223	993,472
Health	947,203	875,326	745,335
Education and Welfare	547,634	734,889	658,861
Housing	377,513	398,376	405,927
Community Amenities	12,331,786	12,989,621	12,630,063
Recreation & Culture	25,800,643	24,784,667	22,751,464
Transport	18,696,720	18,580,849	18,344,878
Economic Services	838,524	1,476,902	8,684,203
Other Property and Services	591,356	762,972	668,605
Total Expenses	67,505,011	67,673,758	71,069,913
Net Result for the period for continuing operations	6,201,035	2,161,977	4,762,334
Net Result for the period for discontinued operations	(555,612)	(651,530)	(244,824)
Net Result for the Period	5,645,423	1,510,447	4,517,510



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

24(c). Total Assets

	2023/24	2022/23
	Actual	Actual
	\$	\$
General Purpose Funding	83,411,746	101,441,712
Governance	28,982,232	29,483,745
Law, Order and Public Safety	1,828,436	1,782,864
Education and Welfare	2,201,176	2,243,600
Welfare	6,027,368	6,028,300
Housing	1,890,517	1,032,970
Community Amenities	20,525,787	20,598,364
Recreation and Culture	246,541,266	247,508,736
Transport	385,588,531	387,087,029
Economic Services	79,934	84,399
Other Property and Services	101,331,525	102,208,480
Total Assets	878,408,518	899,500,199

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

25. NET RESULT FROM DISCONTINUED OPERATIONS

	2023/24	2023/24	2022/23
	Actual	Budget	Actual
REVENUE	\$	\$	\$
Fees and charges	1,761,089	1,785,364	1,950,127
Other revenue	79,800	82,500	75,995
	1,840,889	1,867,864	2,026,121
EXPENSES			
Employee costs	(773,118)	(588,511)	(610,533)
Materials and contracts	(425,494)	(516,155)	(471,150)
Utility charges	(247,155)	(214,200)	(222,557)
Depreciation and amortisation	-	(899,119)	(694,291)
Insurance	(272,973)	(256,410)	(229,377)
Other expenditure	(42,494)	(45,000)	(43,039)
	(1,761,234)	(2,519,394)	(2,270,946)
Loss on disposal of assets & liabilities discontinued operations	(635,266)		
Net result from discontinued operations	(555,612)	(651,530)	(244,824)

Following a Council decision made 21 March 2023, the City undertook a request for proposal process whereby an invitation was made to the market for interested, experienced operators to put forward proposals to own and operate to Collier Park Village (CPV). This process concluded on the 27 June 2024 when CPV was successfully transferred to Amana Living Incorporated. 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 Discontinued Operation are those revenue and expenditure items that relate to CPV and are presented exclusive of internally allocated overhead cost. Included in the finalisation of this process on the 27 June was the transfer of the associated assets and liabilities.

MATERIAL 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 co-ordinated plan to dispose of.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

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

	2023/24 Actual	2022/23 Actual
Assets	\$	\$
Property Plant and Equipment	-	22,156,317
Infrastructure	-	870,901
Prepayments	-	6,486
Trade & Other Receivables	-	23,804
Total disposal group classified as held for sale	-	23,057,508
Liabilities		
Refundable Leaseholder Liability	-	22,832,482
Non-refundable - ingoing payment	-	905,251
Provisions	-	231,715
Trade & Other Payables	-	37,957
Total disposal group classified as held for sale	-	24,007,406
Net Liabilities Classified as held for sale	-	(949,898)

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 30.

MATERIAL 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.

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.

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.

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.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

27. RATING INFORMATION

27(a). Rates

RATE TYPE	Rate in \$	Number of Properties	2023/24 Rateable Value \$	2023/24 Actual		2023/24 Budget		2023/24 Budget		2022/23 Actual	
				Rate Revenue \$	Interim Rates \$	Rate Revenue \$	Interim Rates \$	Interim Rates \$	Total Rates \$	Interim Rates \$	Total Rates \$
Differential general rate or general rate											
Gross rental valuations											
Residential	0.0730665	17,382	479,456,421	35,032,203	-	35,032,203	35,036,916	-	35,036,916	31,363,673	
Interim rates		-	-	-	239,172	239,172	-	150,000	150,000	191,157	
Commercial	0.0730665	652	66,495,331	4,858,581	-	4,858,582	4,850,752	-	4,850,752	5,279,014	
Sub Totals		18,034	545,951,752	39,890,784	239,172	40,129,957	39,887,668	150,000	40,037,668	36,833,845	
Minimum payment											
Gross rental valuations											
Residential	1,170	2,775	41,087,768	3,246,750	-	3,246,750	3,247,920	-	3,247,920	4,066,200	
Commercial	1,170	112	1,296,420	131,040	-	131,040	131,040	-	131,040	90,720	
Sub Totals		2,887	42,384,188	3,377,790	-	3,377,790	3,378,960	-	3,378,960	4,156,920	
Discounts/concessions											
Total amount raised from general rates		20,921	588,335,940	43,268,574	239,172	43,507,747	43,266,628	150,000	43,416,628	40,990,765	
Total Rates						43,507,747			43,416,628	40,990,765	

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.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

27(b). Interest Charges and Instalments

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

	2023/24	2023/24	2022/23
	Actual	Budget	Actual
	\$	\$	\$
Instalment plan admin charge revenue	158,723	155,000	147,878
Instalment plan interest earned	156,859	146,269	146,287
Unpaid rates and interest earned	400,626	190,000	231,405
Total	716,208	491,269	525,570

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

28. DETERMINATION OF SURPLUS OR DEFICIT

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

Note	2023/24 (30 June 2024) Carried Forward)	2023/24 Budget (30 June 2024) Carried Forward)	2022/23 (30 June 2023) Carried Forward)
Non-cash amounts excluded from operating activities	\$	\$	\$
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.			
Adjustments to operating activities			
Less: Profit on asset disposals	(158,885)	(164,881)	(158,943)
Add: Loss on disposal of assets	808,714	-	244,102
Add: Depreciation on non-current assets	13,721,781	12,096,541	10,520,591
Movement: in Work In Progress (expense)	61,439	-	82,110
Movement: in pensioner deferred rates (non-current)	47,341	-	(12,743)
Impairment Assets Held for Sale	21,060	-	(300,000)
Movement: in employee benefit provisions (non-current)	(33,221)	-	(106,725)
Non cash amounts excluded from operating activities	14,468,230	11,931,660	10,268,392

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

Note	2023/24 (30 June 2024) Carried Forward)	2023/24 Budget (30 June 2024) Carried Forward)	2022/23 (30 June 2023) Carried Forward)
Surplus / (deficit) after imposition of general rates	\$	\$	\$
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.			
Adjustments to net current assets			
Less: Reserves - cash/financial asset backed	30 (46,653,582)	(41,531,272)	(37,284,802)
Less: Financial assets at amortised cost - self supporting loans	4(a) (53,513)	(53,513)	(51,210)
Add: Current liabilities not expected to be cleared at end of year current portion of borrowings	13 3,374,601	3,374,601	3,266,777
current portion of lease holder liabilities disposal group	-	29,169,680	22,832,482
Current portion of assets held for sale	-	-	(23,327,218)
current unspent grants, and reimbursement held in reserve	5,500,000	-	5,500,000
current portion of underground power	(4,077,698)	(4,122,471)	(4,297,748)
current portion of ingoing payment for discontinued assets	-	-	905,251
Total adjustments to net current assets	(41,910,193)	(13,162,975)	(32,456,469)
Net current assets used in the Statement of Financial			
Total current assets	76,763,764	55,917,289	90,426,816
Less: Total current liabilities	(21,622,932)	(42,804,314)	(44,952,211)
Less: Total adjustments to net current assets	(41,910,193)	(13,162,975)	(32,456,469)
Surplus or deficit after imposition of general rates	13,230,640	(50,000)	13,018,134



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

29. BORROWING

29 (a). Borrowings

Purpose	Actual						Budget	
	Principal Repayments During		Principal Repayments During		Principal at 30 June 2024	Principal at 30 June 2024	Principal at 1 July 2023	Principal Repayments During 2023/24
	Balance 1 July 2022	2022/23	30 June 2023	2023/24				
Recreation and Culture								
227 - Collier Park Golf Course	1,723,913	(373,564)	1,350,349	(392,559)	957,790	1,350,349	(392,559)	957,790
Total Golf Course Loans	1,723,913	(373,564)	1,350,349	(392,559)	957,790	1,350,349	(392,559)	957,790
231 - Municipal Works	3,819,974	(219,694)	3,600,280	(226,850)	3,373,430	3,600,280	(226,851)	3,373,429
Economic Services								
Collier Underground Power	5,216,602	(1,246,704)	3,969,898	(1,284,243)	2,685,655	3,969,898	(1,284,243)	2,685,655
Manning Underground Power	5,329,007	(1,273,568)	4,055,439	(1,311,915)	2,743,524	4,055,439	(1,311,915)	2,743,524
Total City Loans	14,365,583	(2,739,966)	11,625,617	(2,823,008)	8,802,609	11,625,617	(2,823,008)	8,802,608
Self Supporting Loans **								
Recreation and Culture								
228 - South Perth Bowling Club	37,294	(6,095)	31,199	(6,383)	24,816	31,199	(6,383)	24,816
229 - South Perth Bowling Club	231,290	(36,143)	195,147	(37,768)	157,379	195,147	(37,768)	157,379
230 - South Perth Bowling Club	56,186	(6,768)	49,418	(7,059)	42,359	49,418	(7,059)	42,359
Total Self Supporting Loans	324,770	(49,006)	275,764	(51,210)	224,554	275,764	(51,210)	224,554
Total Loans	16,414,266	(3,162,536)	13,251,731	(3,266,777)	9,984,954	13,251,730	(3,266,777)	9,984,953

* 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.

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

Borrowing Finance Cost Payments

Purpose	Institution	Interest Rate	Date final payment is due	Actual for		Budget for		Actual for	
				year ending 30 June 2023/24	year ending 30 June 2023/24	year ending 30 June 2023/24	year ending 30 June 2022/23		
			\$	\$	\$	\$	\$	\$	
227 - Collier Park Golf Course	WATC*	4.97%	30/09/2026	(67,994)	(67,993)	(89,255)			
231 - Municipal Works	WATC*	3.21%	28/06/2036	(136,725)	(136,785)	(145,374)			
Collier UGP	WATC*	2.98%	29/04/2026	(121,165)	(126,929)	(168,821)			
Manning UGP	WATC*	2.98%	29/04/2026	(123,776)	(129,664)	(170,528)			
Total				(449,660)	(461,372)	(573,978)			
Self Supporting Loans **									
228 - South Perth Bowling Club	WATC*	4.65%	15/11/2027	(1,515)	(1,555)	(1,851)			
229 - South Perth Bowling Club	WATC*	4.42%	15/02/2028	(9,124)	(9,348)	(11,031)			
230 - South Perth Bowling Club	WATC*	4.22%	08/09/2029	(2,240)	(2,281)	(2,591)			
Total Self Supporting Loans	WATC*			(12,879)	(13,184)	(15,474)			
Total Finance Cost Payments									
				(462,539)	(474,555)	(589,451)			

* 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.

29 (b). Unspent Borrowings

The city currently does not have unspent borrowing.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2024

30. RESERVE ACCOUNTS

	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24	2022/23	2022/23	2022/23
	Actual Opening Balance	Actual Transfer to	Actual Closing Balance	Budget Opening Balance	Budget Transfer to	Budget Closing Balance	Actual Opening Balance	Actual Transfer (from)	Actual Closing Balance	Budget Opening Balance	Actual Transfer (from)	Actual Closing Balance	Actual Closing Balance
Reserves - Cash/Financial assets backed													
Employee Entitlement Reserve	4,775,967	366,148	4,796,528	4,828,682	315,766	4,944,448	4,741,611	(200,000)	4,741,611	274,356	(240,000)	4,775,967	4,775,967
Community Facilities Reserve	10,843,450	5,965,941	16,793,878	11,041,935	5,472,298	16,514,233	15,045,205	-	15,045,205	1,509,387	(5,711,141)	10,843,450	10,843,450
Public Art Reserve	349,962	57,798	392,860	349,417	9,450	308,867	354,642	(50,000)	354,642	57,819	(62,500)	349,962	349,962
Parking Facilities Reserve	219,358	9,913	189,271	215,842	5,507	161,350	203,742	(60,000)	203,742	72,528	(56,913)	219,358	219,358
Collier Park Residents Offset Reserve	11,303,322	4,977,305	12,261,566	13,710,331	4,409,691	15,239,639	19,228,615	(2,880,383)	19,228,615	1,878,051	(9,803,344)	11,303,322	11,303,322
Collier Park Village Reserve	(0)	738,971	-	-	437,979	-	427,202	(437,979)	427,202	432,434	(859,636)	(0)	(0)
Waste Management Reserve	3,468,558	1,426,280	4,624,979	2,835,935	160,121	2,741,056	3,225,873	(255,000)	3,225,873	465,595	(222,910)	3,468,558	3,468,558
Underground Power Reserve	122,878	6,639	129,517	123,494	3,637	127,131	118,601	-	118,601	4,277	-	122,878	122,878
Riverwall Reserve	446,468	550,771	997,239	446,825	516,314	863,139	816	(100,000)	816	445,652	-	446,468	446,468
Collier Park Golf Course Reserve	-	405,883	-	-	370,712	370,712	-	-	-	-	-	-	-
Recreation Aquatic Facilities Reserve	5,754,840	324,623	6,061,863	5,739,949	20,747	260,696	-	(5,500,000)	-	5,754,840	-	5,754,840	5,754,840
Total Reserve Funds	37,284,802	14,830,273	46,653,582	39,292,412	11,722,222	41,531,272	43,346,307	(9,483,362)	43,346,307	10,894,939	(16,956,444)	37,284,802	37,284,802

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
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.
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.
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 a associated infrastructure within the district as needs arise.
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 ongoing 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.
Collier Park Village Reserve	This reserve accumulates the lease premium and refurbishment levy paid by ongoing 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.
Waste Management Reserve	This reserve was established to provide for investment in new waste management initiatives as well as capital requirements it is funded by an annual allocation equal to the operating surplus/(deficit) from the waste operations.
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.
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.
Collier Park Golf Course Reserve	The reserve was established to quarantine funds to fund future capital expenditure at the Golf Course. The reserve is funded by an amount equal to 50% of the annual net profit of the Collier Park Golf Course.
Recreation Aquatic Facilities Reserve	The reserve was established to quarantine grants and City funds received for the Recreational Aquatic Facility.





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