

# ATTACHMENTS

## Annual General Meeting of Electors

9 February 2026

# ATTACHMENTS TO AGENDA ITEMS

Annual General Meeting of Electors - 9 February 2026

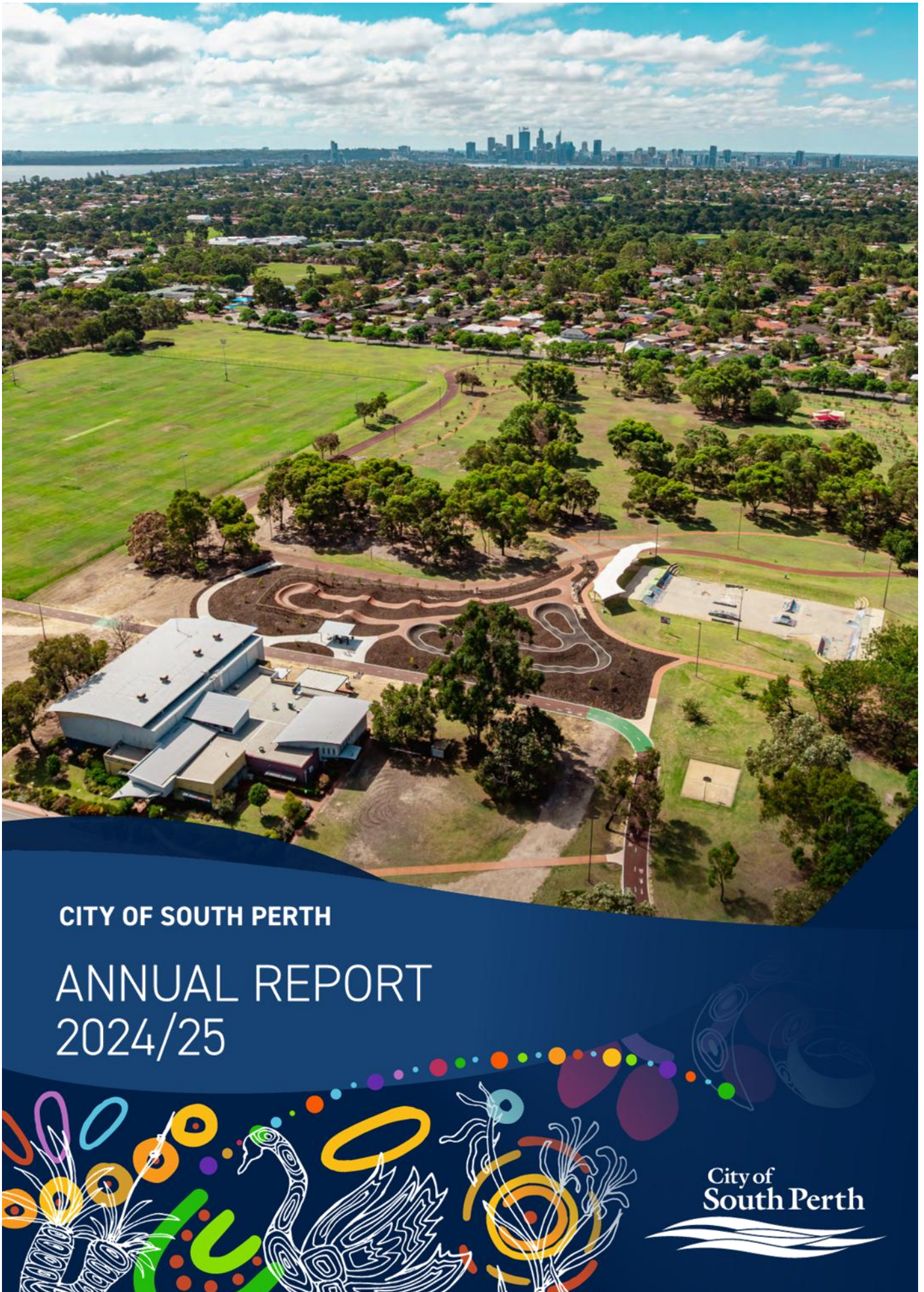
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### 3.1 ANNUAL REPORT 2024/25 AND FINANCIAL REPORT

Attachment (a): Annual Report 2024/25

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

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

***A city of active places and beautiful spaces***



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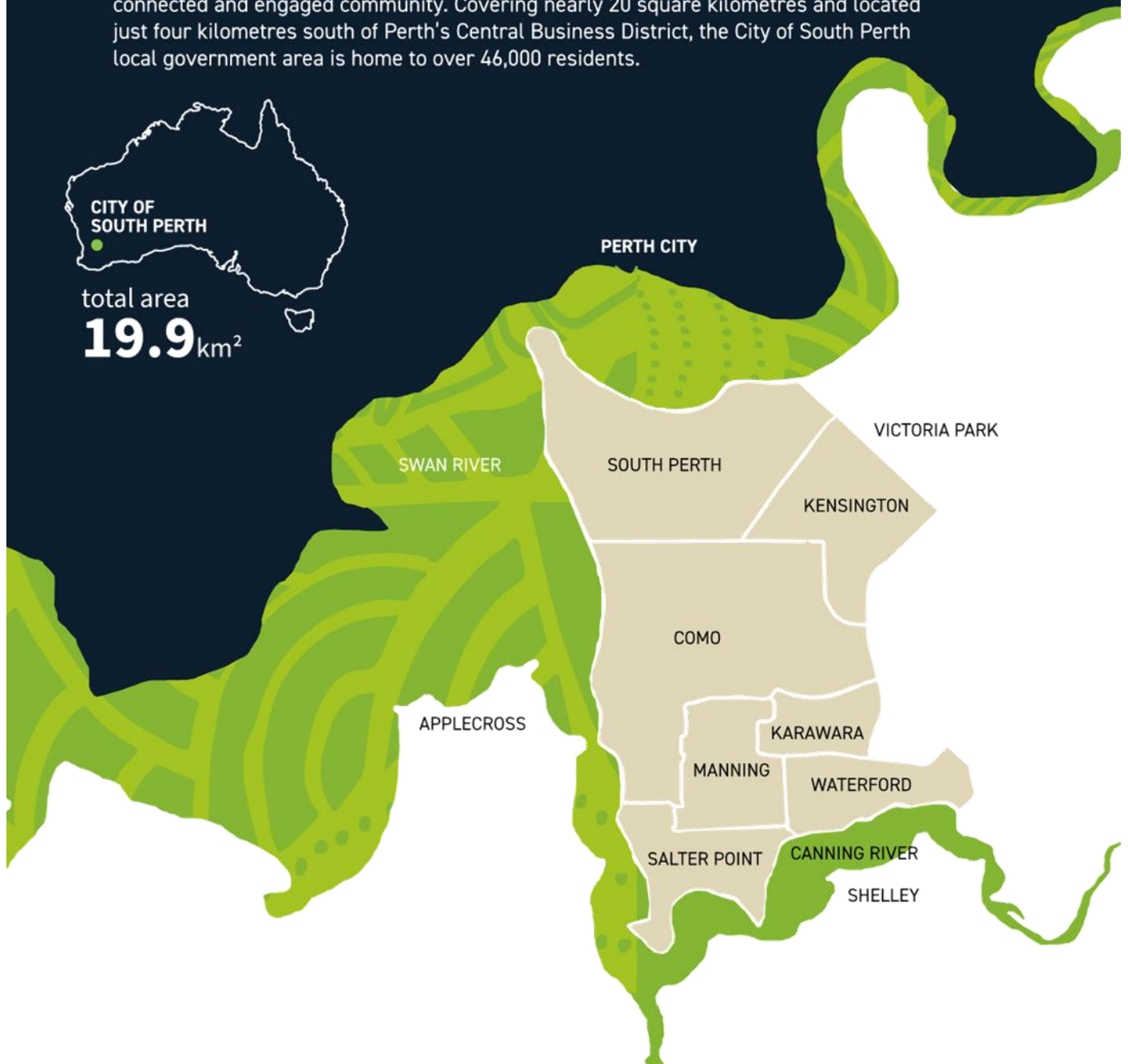
## ACCESS AND INCLUSION

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

The Annual Report outlines our performance, achievements and challenges during 2024/25 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](https://southperth.wa.gov.au).

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

## ALTERNATIVE FORMATS

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 (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 am proud to present the City's Annual Report for 2024/25.

### STRONG FINANCIAL MANAGEMENT FOR A SUSTAINABLE FUTURE

The City's financial health continues to improve. The 2024/25 financial year saw the City generate its third consecutive operating surplus, after delivering our first operating surplus in eight years in 2022/23.

Over the course of the past six financial years, we've dramatically improved the City's financial performance, turning unsustainable consecutive operating deficits into consecutive operating surpluses, while simultaneously restoring \$19.7 million to the City's financial reserves.

These financial reserves enable us to maintain and renew nearly \$817 million in public assets, as well as continuing to deliver essential services – from road maintenance and library services to community safety initiatives and events.

### RESPECTING OUR RATEPAYERS

At the same time, we've continued to look after our ratepayers. The 2024/25 Budget saw a modest rates increase of 3.4%, equal to the prevailing rate of inflation (March 2025).

For six consecutive years now, the City has kept rates movements at or below the prevailing rate of inflation, while simultaneously improving the City's financial position.

### MANNING BIKE TRACK AND GEORGE BURNETT PARK PRECINCT

In February 2025, the new Manning Bike Track opened to the public. Designed for riders of all ages, the track has already become a hub for our community to come together, stay active and enjoy the outdoors.

The bike track was part of a broader revitalisation of the George Burnett Park precinct, which also featured the new Canning Bridge to Curtin University Bike Link and the transformed Dome Café – a smart repurposing of the former Manning Library building.

### SOUTH PERTH SOUNDS AND LOCAL EVENTS THRIVE

After a five-year break, the South Perth Sounds free community concert returned in spectacular fashion – with thousands gathering at Sir James Mitchell Park to enjoy stellar performances by WA bands San Cisco and End of Fashion.

This large-scale event was accompanied by a range of local favourites throughout the year including the Emerging Artist exhibition, the Evolve: Arts, Events & Culture Winter Program, NAIDOC Week, Southside Summer (our FRINGE WORLD program of rotating events on the foreshore) and more.

Through our grants program, we also supported grassroots events such as lion dances, the Manning Laneway Festival and other vibrant community celebrations.



### **A NEW ERA FOR COLLIER PARK GOLF COURSE**

This financial year, the City completed Operator, Lease and Development agreements with Clublinks Management – a pivotal milestone that sets the stage for the future redevelopment of Collier Park Golf Course. The agreements outline a significant investment from both the City and Clublinks and marks the beginning of a bold new chapter for this important community asset.

### **DOING BETTER THAN THE BIN**

This year we stepped up our commitment to sustainable waste solutions. Since 2024, household waste has been diverted to the Kwinana Energy Recovery Facility – successfully diverting municipal waste away from landfill.

We also prepared to launch several new initiatives to help the community reduce, reuse and recycle, including year-round pre-booked verge collections, a new Reuse Shop and a Containers for Change Bag Drop at the Recycling Centre. These services will be in full swing in 2025/26.

### **THANK YOU AND FAREWELL TO COUNCILLOR MARY CHOY**

In May 2025, we bid farewell to former Councillor Mary Choy after nearly six years of service on Council.

During her time on Council, Ms Choy served on a number of key committees and groups including Audit, Risk and Governance, CEO Evaluation, and as a delegate to the Community Safety and Crime Prevention Group.

I wish Ms Choy the best for the future and thank her for her service to the City.

### **THANK YOU AND FAREWELL TO CEO MIKE BRADFORD**

Finally, I want to acknowledge the immense contribution to our City by former CEO Mike Bradford, who concluded his tenure with the City this year.

Mr Bradford provided outstanding leadership and strategic guidance for the City over the past four years, building a stellar team of highly-capable City employees and instilling a positive, customer-focused and outcomes-driven culture.

Customer satisfaction measurably and significantly increased during Mr Bradford's leadership, together with employee engagement and satisfaction. The City's financial position demonstrably improved during Mr Bradford's term as CEO, with the City concurrently delivering on a range of significant value-adding community projects.

On behalf of the City, I give my heartfelt thanks to Mr Bradford for everything he has done for our City, and wish him well in his exciting new role.

**Mayor Greg Milner**  
City of South Perth





## MESSAGE FROM THE ACTING CEO

**The City of South Perth continues to deliver meaningful projects and services for our community.**

This year, our community played an important role in shaping the future of greening in the City of South Perth. Hundreds of people shared their ideas through surveys and pop-up sessions, and a new panel of residents and experts explored ways to enhance urban greening across the City. The resulting Urban Greening Strategy reflects the community's shared vision for a greener future.

As always, we've continued to enhance our 'beautiful spaces and active places' throughout the year, making them even more accessible and welcoming. Highlights include the opening of two enclosed dog parks at Olives Reserve and Comer Street, and a new footbridge at Lake Douglas – along with other key upgrades to public infrastructure across the City.

To better understand community needs, we conducted our annual Customer Satisfaction Survey in November 2024. Results were positive – particularly in communication and issue resolution – but we're committed to doing even better. To improve the customer experience online, we've expanded self-service options, making it easier for our customers to access planning approvals, event licences, environmental reports and more.

This year, the City secured over \$4 million in funding for a major riverbank restoration project near Coode Street on the South Perth foreshore. This project is jointly funded by the Australian Government's Natural Heritage Trust under the Urban Rivers and Catchments Program, the WA Department of Biodiversity, Conservation and Attractions, and the City of South Perth. This significant project, along with the ongoing Hurlingham Living Stream works, will help restore native habitats along the Swan River foreshore, boost local biodiversity and improve waterway health.

Finally, I'd like to take this opportunity to acknowledge former CEO Mike Bradford, who concluded his time with the City in April. Mike's leadership over the past four years has delivered important infrastructure and environmental outcomes and set a clear direction for continued improvement. Following his departure, Director Corporate Services Garry Adams, with his extensive experience, provided steady and reliable leadership as Acting CEO. Thank you also to the City's Elected Members and employees for their continued support and commitment to delivering on our vision of 'a City of active places and beautiful spaces'.

A handwritten signature in dark ink, appearing to read 'Matthew Scott'.

**Matthew Scott**  
**Acting Chief Executive Officer**  
**City of South Perth**



# 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 estimate for the City is 47,909, which is projected to grow to 61,870 by 2050, representing an increase of 29%. The number of dwellings is projected to grow from 20,862 in 2021 to 28,090 by 2050, an increase of 35%.

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

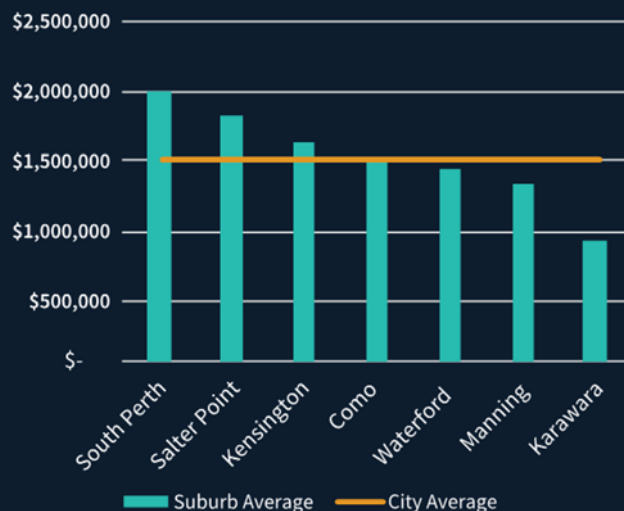


**31.4%**  
FAMILIES

**20,885**  
DWELLINGS



## MEDIAN HOUSE PRICE



This material was compiled and presented by .id (informed decisions). <https://id.com.au> and <https://reiwa.com.au>

**5,262**  
LOCAL BUSINESSES



**17,086**  
Local jobs



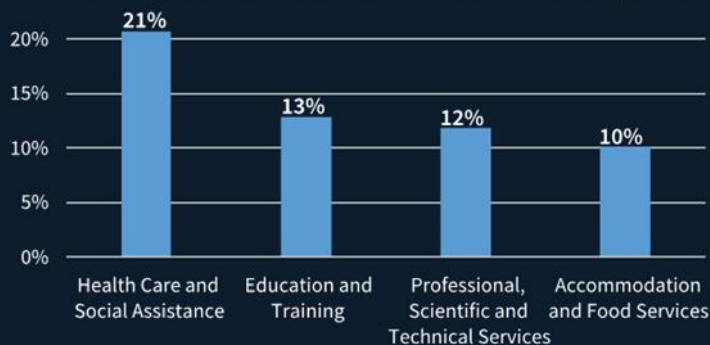
**14,107**  
LOCAL WORKERS

**GROSS REGIONAL PRODUCT (GRP)**

**\$2.9 billion**

which represents  
0.65% of the  
state's Gross State  
Product (GSP).

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



**14**  
NATURE SPACES



**200km**  
ROADS



**391**  
HA reserves



**284**  
KM pathways



**54**  
PLAY SPACES



**21,394**  
street trees



**11**  
SPORT 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](http://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 is comprised of four wards. Throughout the 2024/25 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.

### MILLPOINT WARD



### MORESBY WARD



### MANNING WARD



### COMO WARD





### FORMER COUNCILLORS

#### Councillor Mary Choy

Councillor Mary Choy resigned from Council on 19 May 2025. We would like to acknowledge former Councillor Choy for her contribution to the City of South Perth.

### COMMITTEES

- Audit, Risk and Governance Committee
- CEO Evaluation Committee
- CEO Selection 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 2024/25 financial year.

The Local Government Standards Panel found that a Minor Breach of Regulation 17 of Division 4 of the Local Government (Model Code of Conduct) Regulations 2021 had occurred. The Council Member applied to the State Administration Tribunal for a review and an outcome is pending.

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





## ATTENDANCE AT MEETINGS 1 JULY 2024 TO 30 JUNE 2025

|                                    | Ordinary Council Meetings | Council Agenda Briefings | Electors' General Meeting | CEO Evaluation Committee | CEO Selection Committee | Audit, Risk and Governance Committee Meetings |
|------------------------------------|---------------------------|--------------------------|---------------------------|--------------------------|-------------------------|---|
| NUMBER OF MEETINGS                 | 11                        | 11                       | 1                         | 2                        | 1                       | 4   |
| Mayor Greg Milner                  | 11                        | 9                        | 1                         | 2*                       | 1*                      | 4*  |
| Deputy Mayor Bronwyn Waugh         | 9                         | 8                        | 0                         | 2*                       | 1*                      | 1*  |
| Councillor André Brender-A-Brandis | 9                         | 9                        | 1                         | 1                        | 1*                      | 3*  |
| Councillor Mary Choy               | 9                         | 8                        | 0                         | 1                        | 0*                      | 0   |
| Councillor Nic Coveney             | 11                        | 8                        | 0                         | 1*                       | 0*                      | 0   |
| Councillor Glenn Cridland          | 9                         | 8                        | 1                         | 0                        | 0*                      | 1*  |
| Councillor Blake D'Souza           | 11                        | 10                       | 1                         | 0                        | 1*                      | 0   |
| Councillor Jennifer Nevard         | 11                        | 11                       | 1                         | 1*                       | 1*                      | 3*  |
| Councillor Hayley Prendiville      | 10                        | 10                       | 1                         | 2*                       | 0*                      | 0   |

\*denotes Committee members







## FEES AND ALLOWANCES

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

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

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

|                                    | Mayor & Deputy Mayor's annual allowance \$ | Meeting attendance fees \$ | Reimbursed expenses \$ | Annual allowance for ICT expenses \$ | TOTAL \$       |
|------------------------------------|--|----------------------------|------------------------|--------------------------------------|----------------|
| Mayor Greg Milner                  | 68,552                                     | 33,706                     | 25                     | 3,064                                | <b>105,347</b> |
| Deputy Mayor Bronwyn Waugh         | 17,138                                     | 25,137                     |                        | 3,500                                | <b>45,775</b>  |
| Councillor André Brender-A-Brandis |  | 25,137                     | 380                    | 3,500                                | <b>29,017</b>  |
| Councillor Mary Choy               |  | 22,236                     |                        | 3,096                                | <b>25,332</b>  |
| Councillor Nic Coveney             |  | 25,137                     |                        | 3,500                                | <b>28,637</b>  |
| Councillor Glenn Cridland          |  | 25,137                     |                        | 3,500                                | <b>28,637</b>  |
| Councillor Blake D'Souza           |  | 25,137                     | 30                     | 3,500                                | <b>28,667</b>  |
| Councillor Jennifer Nevard         |  | 25,137                     |                        | 3,500                                | <b>28,637</b>  |
| Councillor Hayley Prendiville      |  | 25,137                     |                        | 3,500                                | <b>28,637</b>  |
| <b>TOTAL</b>                       | <b>85,690</b>                              | <b>231,901</b>             | <b>435</b>             | <b>30,660</b>                        | <b>348,686</b> |



# OUR ORGANISATION

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

## OUR VALUES

ACCOUNTABLE  
RESPECTFUL  
SUPPORTIVE  
UNIFIED

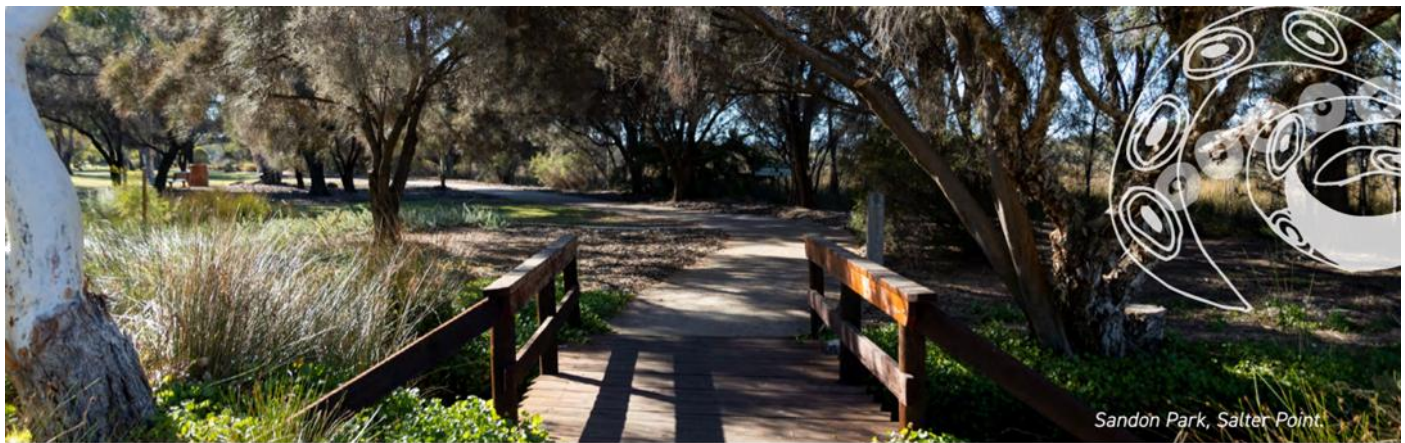
## OUR ORGANISATIONAL STRUCTURE

The City's organisation is structured into three directorates and 12 business units.

### OUR ORGANISATIONAL STRUCTURE







## OUR EXECUTIVE MANAGEMENT TEAM



**FORMER CHIEF  
EXECUTIVE  
OFFICER**

Mike Bradford  
2021 to April 2025



**DIRECTOR  
CORPORATE  
SERVICES**

Garry Adams  
2021 to June 2025



**DIRECTOR  
INFRASTRUCTURE  
SERVICES**

Anita Amprimo  
Commenced 2022



**DIRECTOR  
DEVELOPMENT  
AND COMMUNITY  
SERVICES**

Donna Shaw  
Commenced 2023

During the period 3 April to 30 June 2025, Garry Adams was Acting Chief Executive Officer and Danielle Cattalini was Acting Director Corporate Services.

### 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 | 2                |
| \$150,000 - \$159,999 | 3                |
| \$160,000 - \$169,999 | 3                |
| \$170,000 - \$179,999 | 2                |
| \$180,000 - \$189,999 | 1                |
| \$190,000 - \$199,999 | 0                |
| \$200,000 - \$209,999 | 2                |
| \$210,000 - \$219,999 | 0                |
| \$220,000 - \$229,999 | 0                |
| \$230,000 - \$239,999 | 0                |
| \$240,000 - \$249,999 | 1                |
| \$250,000 - \$259,999 | 0                |
| \$260,000 - \$269,999 | 0                |
| \$270,000 - \$279,999 | 0                |
| \$280,000 - \$289,999 | 1                |

| CEO Remuneration |           |
|------------------|-----------|
| Cash Salary      | \$288,788 |
| Package Benefits | \$37,209  |
| Total Package    | \$325,997 |





## RECORDKEEPING PLAN

The City of South Perth is committed to maintaining accurate, reliable and compliant recordkeeping practices to support the effective management of its business activities.

In June 2025, the City reviewed and submitted its updated Recordkeeping Plan and associated procedures to the State Records Office for approval.

To ensure all employees understand their responsibilities, the City provides a Recordkeeping Induction Program to new employees within two weeks of commencement. Delivered as an online module, the program outlines employee roles, legislative obligations under the *State Records Act 2000*, and compliance with the City's Recordkeeping Plan.

In 2024/25, 40 new employees successfully completed the induction, with an additional 20 practical training sessions delivered to further support recordkeeping awareness and capability.

The efficiency and effectiveness of the City's recordkeeping training is reviewed annually through participant feedback, helping ensure continuous improvement in compliance and practice.

## ACCESS AND INCLUSION PLAN IMPLEMENTATION

The *Disability Services Act 1993* requires all local governments to report annually on the implementation of their Disability Access and Inclusion Plans (DAIPs).

Through the development and implementation of its Access and Inclusion Plan (AIP) 2022–2027, the City is committed to creating a more accessible and inclusive community for everyone, including people with disability, those from diverse cultural backgrounds, and people experiencing disadvantage.

The following highlights activities undertaken in 2024/25 aligned with the AIP and overseen by the City's Inclusive Community Advisory Group (ICAG):

### ACCESSIBLE AND INCLUSIVE EVENTS

The City hosted several inclusive events such as NAIDOC Week, Carols at Sunset, Australia Day, South Perth Sounds, Sounds of Bunuru, and the Neon Youth Festival. Accessibility improvements included ACROD parking, ramps, accessible toilets and Auslan interpretation at large-scale concerts.







### **FACILITY UPGRADES**

Ongoing improvements were made to older community facilities, including the installation of ramps, universal access toilets and showers, and improved signage.

### **SUPPORTIVE PROGRAMS AND SERVICES**

The City continued to deliver and support a wide range of inclusive programs, such as:

- Modified sport and recreation opportunities
- Come-and-try sessions for people with disability
- Homelessness support and food relief
- Home reader services
- Diversity-focused events and multicultural playgroups
- Programs supporting LGBTQI+ inclusion
- Subsidy schemes to support low-income earners' access to local sport and recreation facilities.

### **PLANNING FOR NEW AMENITIES**

Planning was finalised for a new public toilet on the South Perth Foreshore, which will include an adult changing place to meet the needs of people living with disability.

### **AWARENESS CAMPAIGNS AND PARTICIPATION**

The City took part in campaigns and events with access and inclusion benefits, including Epilepsy Awareness Day, World Autism Awareness Day, R U OK? Day, Dementia Awareness Week, Mental Health Day, and International Day of People with Disability.

### **TRAINING AND CAPACITY BUILDING**

Employees received training on effective communication with marginalised and homeless community members, along with sessions to strengthen diversity in decision-making processes.

Training on the respectful use of pronouns was also delivered, supporting gender inclusivity and equality.

### **COMMUNITY ADVISORY GROUPS**

In 2024/25 the City oversaw the coordination of four community advisory groups including the Arts Advisory Group; Community Safety and Crime Prevention Advisory Group; Inclusive Community Advisory Group; and Public Health Advisory 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 2024/25 outcomes for each advisory group are available on the City's website.



## ANNUAL STATISTICS



**Allocated 212**  
rebates to local residents  
via the Home Safety and  
Security Rebates program



**INFILL FOOTPATH PROGRAM**

**826** LINEAL  
METRES

### VOICE OF THE CUSTOMER SURVEY RESULTS:

**Building Services**

**100%**  
satisfaction



**Planning Services**

**93%**  
satisfaction



**Supported**

**25**

local community  
groups and sporting  
clubs through the  
Community Funding  
Program

**3.44km**  
**ROAD REHABILITATION  
PROGRAM**



**23** **COMMUNITY  
PLANTING EVENTS**



**42,421**

plants planted at  
community planting days

**109,841**

plants raised in  
the City's nursery







**632**  
**VOLUNTEERS**  
**AT COMMUNITY**  
**PLANTING DAYS**

**800**

plants gifted to  
residents at the  
community tree  
giveaway



## CUSTOMER REQUEST SURVEY



**92%**  
**RATING FOR**  
**OVERALL**  
**LODGMET**



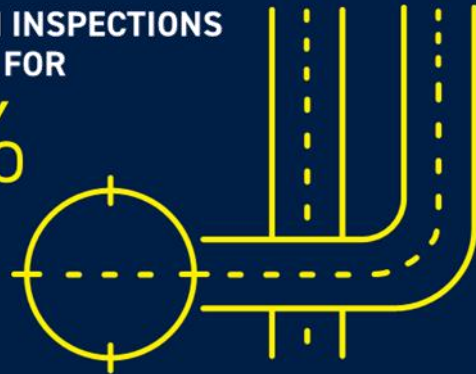
**88%**  
**RATING FOR**  
**OVERALL**  
**EXPERIENCE**



**18** **STAKEHOLDER**  
**ENGAGEMENT**  
**PROJECTS**

**CONDITION INSPECTIONS**  
**COMPLETE FOR**

**50%**  
of pathway  
network



**2.46km**  
**SLAB REPLACEMENT**  
**PROGRAM**



**9** **Mosquito aerial**  
**treatments**

**25** 

volunteers for monitoring  
turtle trackers



Voice of the Customer survey

**92%** rating for  
overall  
experience

CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

## OUR STRATEGIC DIRECTIONS

# COMMUNITY

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







#### **OPENED THE NEW MANNING BIKE TRACK**

This exciting new facility features a pump track suitable for bikes, skateboards, scooters and wheelchairs, as well as a jump track designed for experienced riders to practice advanced skills.

#### **ENHANCEMENTS AT THE OLD MILL**

The Old Mill Education Centre was transformed into the Old Mill Cultural Hub. The refurbished hub now acknowledges both First Nations and European histories and creates new opportunities for community groups and commercial operators to support tourism and cultural initiatives.

The City also delivered the First Nations interpretive materials project which gathered accurate First Nations historical information about the Old Mill and surrounding area, supporting community understanding, truth telling and cultural healing.

#### **LAUNCHED A STREAMLINED ONLINE GRANTS AND REBATES PLATFORM**

The City introduced a new digital platform to make applying for City-offered grants and rebates simpler, faster and more accessible for individuals, businesses and community groups.

#### **DELIVERED A VIBRANT PROGRAM OF CULTURAL AND CIVIC EVENTS**

Events included Southside Summer, South Perth Sounds, Neon Festival, citizenship ceremonies, ANZAC Day and Remembrance Day services, NAIDOC Week activities and other multicultural community celebrations.

#### **CREATED A CAFÉ-STYLE COMMUNITY SPACE AT SOUTH PERTH LIBRARY**

A new café area offers light refreshments and a welcoming environment where visitors can meet, collaborate and enjoy the library as a social and community space.

#### **INTRODUCED INNOVATIVE NEW PROGRAMS AT CITY LIBRARIES**

Highlights include film afternoons for seniors, 'Adulting 101' for young adults, a teen book club, intergenerational tech help sessions, after-school workshops with local young adult authors, and 'Gentle Sensory Story Time' for neurodiverse children and their caregivers.

#### **EXPANDED DIGITAL LIBRARY SERVICES**

The City broadened its e-book, e-audiobook and e-film offerings with more popular titles and genres, and introduced new platforms such as Comics Plus and ESL Reads to support diverse reading interests and English language learners.

#### **DEVELOPED TWO NEW ENCLOSED DOG PARKS**

New fenced, off-lead areas at Olives Reserve and Comer Reserve provide safe, fun spaces for dogs to socialise and for community members to connect.

#### **UPGRADED PUBLIC TOILETS AT COMER RESERVE**

The site now includes four modern public toilets, including a Universal Access Toilet to improve accessibility for all visitors.





CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

*'Reflections' temporary installation  
by Perth artist Erica Zaino.*

## OUR STRATEGIC DIRECTIONS

# ECONOMY

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







### **SUPPORTED LOCAL PRECINCT ACTIVATION**

Provided Precinct Activation Funding and assistance to the Manning, Angelo Street and Como Town Teams to deliver events that energise and connect local neighbourhoods.

### **DELIVERED ENGAGING TEMPORARY PUBLIC ART INSTALLATIONS**

Supported the installation of striking temporary artworks, including *Reflections* – a maze-like arrangement of curved aluminium mirrors on the South Perth Foreshore – and a four-metre-tall, illuminated swan, both designed to reflect and celebrate the natural beauty of the area.

### **PARTNERED WITH THE SHIRE OF DERBY WEST KIMBERLEY**

Provided professional support in assessing development applications, offering a valuable planning service to a remote regional community while diversifying the City's revenue sources.

### **FACILITATED THE REDEVELOPMENT OF THE OLD MANNING LIBRARY**

Oversaw the transformation of the Old Manning Library site into a new Dôme Café, creating a new community gathering space in the heart of Manning.

### **ENGAGED DESTINATION PERTH**

In partnership with the Perth Inner City Group, engaged Destination Perth to provide destination marketing services.

### **COLLABORATED WITH THE PERTH INNER CITY GROUP**

Worked with the Perth Inner City Group to refine processes and collaborate on economic development and destination marketing initiatives.

### **COLLABORATED ON A PRECINCT PLAN FOR THE FUTURE OF TECHNOLOGY PARK**

Worked with Development WA, the Town of Victoria Park and other key stakeholders to prepare a Precinct Plan for the future of Technology Park.

### **WAIVED ALFRESCO DINING AND PARKLET LICENCE FEES**

Encouraged greater activation of local precincts by waiving alfresco dining and parklet licence fees as part of the development of a new Fees and Charges Schedule.





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## OUR STRATEGIC DIRECTIONS

# ENVIRONMENT

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



24 National Tree Day.





### **ENHANCED PUBLIC SPACES WITH DECORATIVE LIGHTING**

Installed new decorative lighting at the Waterford Entry, Welwyn Avenue shopping precinct, Old Mill and Moresby Reserve, adding vibrancy and improving amenity.

### **INSTALLED A NEW FOOTBRIDGE AT LAKE DOUGLAS**

The new footbridge on the South Perth Foreshore offers improved accessibility and a scenic walking route across the lake.

### **CONSTRUCTED A VIEWING DECK AT LAKE GILLON**

A new deck overlooking the Lake Gillon wetland provides a peaceful space to observe native wildlife and enjoy uninterrupted natural views.

### **UPDATED THE LOCAL HERITAGE SURVEY**

The revised survey documented culturally significant places across the City, helping to preserve and better understand the area's rich heritage.

### **DEVELOPED THE KARAWARA PEDESTRIAN AND CYCLE ACCESS PLAN**

The Plan identifies existing laneways and paths, introduces a classification system and prioritises infrastructure improvements to enhance connectivity and safety.

### **PLANTED OVER 15,000 SEEDLINGS AT ELDERFIELD WETLANDS**

With the support of more than 250 volunteers, the City celebrated National Tree Day 2024 by planting thousands of seedlings to enhance biodiversity and restore natural habitat.

### **UPGRADED THE JAN-DOO PLAYGROUND IN SALTER POINT**

Delivered a modern, inclusive and imaginative play space for children aged 2–10, designed to foster physical activity, creativity and social connection.

### **IMPROVED INFRASTRUCTURE AT SANDON PARK**

Installed a new sewer connection and underground pump station to service the Scout Hall, Curtin University Rowing Club and the public toilets, improving utility reliability in the area.

### **COMMENCED WASTE-TO-ENERGY DELIVERY**

Began delivering residential waste to the Kwinana Energy Recovery Facility, supporting the generation of sustainable energy for WA homes and businesses and reducing landfill use.

### **UPGRADED IRRIGATION AT SIR JAMES MITCHELL PARK**

Completed the first of four stages to replace the ageing irrigation mainline, significantly reducing the risk of major system failure and improving water efficiency.

### **IMPROVED DRAINAGE INFRASTRUCTURE**

Upgraded the drainage pump works at Queen Street and Frasers Lane, enhancing the City's stormwater management system.





CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

## OUR STRATEGIC DIRECTIONS

# LEADERSHIP

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





### **INTRODUCED A 40KM/H SPEED LIMIT AT THE SOUTH PERTH PENINSULA**

Implemented reduced speed limits at the northern end of the Peninsula as part of ongoing efforts to address hooning and improve road safety for residents and visitors.

### **ADOPTED A REVISED INDUSTRIAL AGREEMENT**

Successfully negotiated and adopted a new Industrial Agreement under the State Industrial Relations legislation – the first of its kind for the City.

### **IMPROVED EMPLOYEE ENGAGEMENT**

Results from the 2024 biennial Employee Engagement Survey showed positive improvements across all surveyed areas, reflecting a more engaged and satisfied workforce.

### **ENDORSED THE REDEVELOPMENT OF COLLIER PARK GOLF COURSE**

Council approved formal agreements with lessee Clublinks in March 2025 for the \$19.8 million redevelopment, transforming the course into a modern community hub.

### **EXPANDED SAFETY MANAGEMENT SYSTEM ACCREDITATION**

Maintained and expanded ISO45001 Work Health and Safety certification across City facilities, including the George Burnett Leisure Centre, Civic Centre and South Perth Library.

### **DELIVERED THE 2024 CUSTOMER SATISFACTION SURVEY**

Independent consultants Painted Dog Research found that 79% of customers were satisfied with their overall experience with the City.

### **ROLLED OUT 'VOICE OF THE CUSTOMER' SURVEYS**

Conducted targeted surveys across four business units to measure satisfaction and support continuous improvement in customer service delivery.

### **CONTINUED SUCCESS AT THE ANIMAL CARE FACILITY**

In partnership with eight other local governments, the facility successfully returned, rescued or rehomed 302 dogs and 584 cats during the year.

### **MAINTAINED FINANCIAL SUSTAINABILITY**

Achieved an operating surplus, allowing the City to allocate funds toward future asset renewal and strengthen financial reserves.

### **ENGAGED THE COMMUNITY ON THE URBAN GREENING STRATEGY**

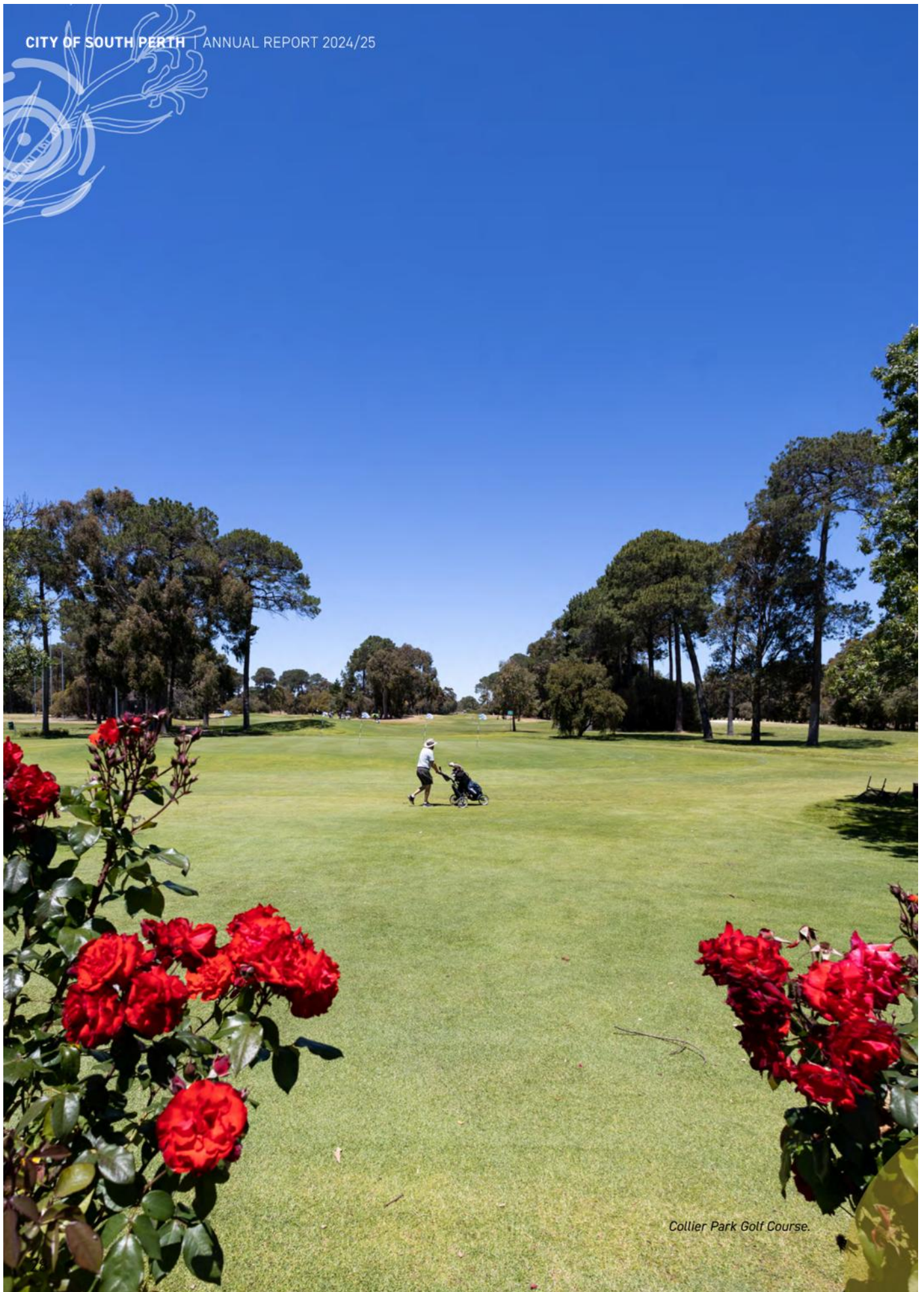
Undertook an extensive stakeholder and community consultation process to gather aspirations, priorities and preferred approaches for future urban greening initiatives.

### **ADOPTED REVISED ANIMAL MANAGEMENT LAWS**

Council adopted the Dogs Local Law 2025 and Cats Local Law 2024, aimed at promoting responsible pet ownership throughout the City.









# MAJOR LAND TRANSACTIONS

## COLLIER PARK GOLF COURSE REDEVELOPMENT

Collier Park Golf Course in Como is planned to undergo a transformation into a community hub. The development will provide an enhanced and contemporary recreation and golfing experience and attract a wider, diverse audience as a place for community recreation, engagement and socialisation. It will ensure the long-term financial viability of the golf course so that operations and future capital expenditure requirements do not place a financial burden on ratepayers of the City.

The redevelopment work (consistent with the Collier Park Golf Course tender awarded in December 2023) constitutes a major land transaction, due to the proposed redevelopment expenditure of \$19.8m. The City advertised the Major Land Transaction Business Plan during the 2024/25 financial year. The joint redevelopment work is to be undertaken in conjunction with Clublinks Pty Ltd, the successful tenderer. It is anticipated that the golf course redevelopment, which does not change the course layout but rather involves the construction of a multistorey driving range, new function facility, office space, kitchen, clubhouse, pro shop and padel courts, will be completed over a period of approximately two years. Contributions will be made by both the City (\$11.3m) and Clublinks Pty Ltd (\$8.5m). Expenditure to date amounts to \$1.05m, with the balance of \$18.75m expected to be expended over the next two financial years.

# CAPITAL GRANTS FOR THE RENEWAL OF ASSETS

| Capital grants, subsidies and contributions received for the renewal of assets | 2024/25<br>Actual<br>\$ | 2023/24<br>Actual<br>\$ | 2022/23<br>Actual<br>\$ |
|--|-------------------------|-------------------------|-------------------------|
|  | 1,370,569               | 1,955,566               | 671,343                 |







# MAJOR TRADING UNDERTAKING

## COLLIER PARK GOLF COURSE

Collier Park Golf Course is a public golf course that offers three world-class nine-hole courses (Pines, Lake & Island) along with a driving range for practice sessions and a mini golf course. The City operates it as a business, Clublinks Pty Ltd has been appointed as the Course Controller. The golf course is not a burden on the City's ratepayers and operates profitably.

### COLLIER PARK GOLF COURSE STATEMENT OF COMPREHESIVE INCOME 30 JUNE 2025

|  | 2024/25<br>Actual  | 2023/24<br>Actual  |
|--|--------------------|--------------------|
| <b>REVENUE</b>   | <b>\$</b>          | <b>\$</b>          |
| Fees and Rental  | 6,669,506          | 6,076,531          |
|  | <b>6,669,506</b>   | <b>6,076,531</b>   |
| <b>EXPENSES</b>  |                    |                    |
| Operating Expenditure                                  | (5,580,220)        | (4,916,519)        |
| Finance costs  | (45,598)           | (67,994)           |
|  | <b>(5,625,816)</b> | <b>(4,984,513)</b> |
|  | <b>1,043,690</b>   | <b>1,092,018</b>   |
| Loss on asset disposals                                | (31,982)           | (9,839)            |
|  | <b>(31,983)</b>    | <b>(9,839)</b>     |
| <b>NET RESULT FOR THE PERIOD</b>                       | <b>1,011,707</b>   | <b>1,082,179</b>   |
| <b>OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>       |                    |                    |
| Changes in asset revaluation surplus                   | 3,172,883          | -                  |
| <b>TOTAL OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b> | <b>3,172,883</b>   | <b>-</b>           |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>       | <b>4,184,590</b>   | <b>1,082,179</b>   |







**COLLIER PARK GOLF COURSE STATEMENT OF FINANCIAL POSITION 30 JUNE 2025**

|                                      | <b>2024/25<br/>Actual</b> | <b>2023/24<br/>Actual</b> |
|--------------------------------------|---------------------------|---------------------------|
| <b>CURRENT ASSETS</b>                | <b>\$</b>                 | <b>\$</b>                 |
| Cash & Cash Equivalents              | 49,798                    | 359,891                   |
| Trade & Other Receivables            | 421,186                   | 430,590                   |
| Other Financial Assets               | 874,252                   | 577,739                   |
| <b>TOTAL CURRENT ASSETS</b>          | <b>1,345,235</b>          | <b>1,368,220</b>          |
| <b>NON-CURRENT ASSETS</b>            |                           |                           |
| Fixed Assets                         | 26,273,408                | 22,396,198                |
| <b>TOTAL NON-CURRENT ASSETS</b>      | <b>26,273,408</b>         | <b>22,396,198</b>         |
| <b>TOTAL ASSETS</b>                  | <b>27,618,643</b>         | <b>23,764,418</b>         |
| <b>CURRENT LIABILITIES</b>           |                           |                           |
| Trade & Other Payables               | 392,395                   | 184,361                   |
| Borrowings                           | 433,495                   | 412,520                   |
| Provisions                           | 174,035                   | 171,856                   |
| <b>TOTAL CURRENT LIABILITIES</b>     | <b>999,925</b>            | <b>768,737</b>            |
| <b>NON-CURRENT LIABILITIES</b>       |                           |                           |
| Borrowings                           | 111,775                   | 545,271                   |
| Provisions                           | 18,182                    | 10,442                    |
| <b>TOTAL NON-CURRENT LIABILITIES</b> | <b>129,957</b>            | <b>555,712</b>            |
| <b>TOTAL LIABILITIES</b>             | <b>1,129,882</b>          | <b>1,324,450</b>          |
| <b>NET ASSETS</b>                    | <b>26,488,761</b>         | <b>22,439,968</b>         |
| <b>EQUITY</b>                        |                           |                           |
| Retained surplus                     | 3,994,437                 | 3,336,316                 |
| Reserves - Cash Backed               | 874,252                   | 577,739                   |
| Revaluation Surplus                  | 21,620,072                | 18,525,913                |
| <b>TOTAL EQUITY</b>                  | <b>26,488,761</b>         | <b>22,439,968</b>         |

## FINANCIAL REPORTS





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## Auditor General

### INDEPENDENT AUDITOR'S REPORT 2025 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 2025, 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 2025 and its financial position at the end of that period
- is 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 2025, 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](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.

**CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25**

**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 2025 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 2025



ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

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*Local Government Act 1995*

*Local Government (Financial Management) Regulations 1996*

## STATEMENT BY CHIEF EXECUTIVE OFFICER

The accompanying financial report of the City of South Perth has been prepared in compliance with the provisions of the *Local Government Act 1995* from proper accounts and records to present fairly the financial transactions for the reporting period ended 30 June 2025 and the financial position as at 30 June 2025.

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

Signed on the 11 day of November 2025



Matthew Scott  
ACTING CHIEF EXECUTIVE OFFICER



CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

## STATEMENT OF COMPREHENSIVE INCOME

|   | Note        | 2024/25<br>Actual   | 2024/25<br>Budget   | 2023/24<br>Actual   |
|---|-------------|---------------------|---------------------|---------------------|
| <b>REVENUE</b>  |             | <b>\$</b>           | <b>\$</b>           | <b>\$</b>           |
| Rates revenue   | 26(a), 2(a) | 46,213,876          | 46,065,448          | 43,507,747          |
| Fees and charges  | 2(a)        | 22,635,234          | 20,339,186          | 20,411,231          |
| Grants, subsidies and contributions   | 2(a)        | 1,661,836           | 1,907,400           | 1,949,077           |
| Interest revenue  | 2(a)        | 5,431,183           | 4,878,124           | 4,796,950           |
| Other revenue   | 2(a)        | 606,132             | 473,429             | 648,756             |
|   |             | <b>76,548,261</b>   | <b>73,663,587</b>   | <b>71,313,761</b>   |
| <b>EXPENSES</b>   |             |                     |                     |                     |
| Employee costs  | 2(b)        | (28,457,572)        | (28,834,033)        | (26,448,031)        |
| Materials and contracts   |             | (24,568,202)        | (26,268,902)        | (22,947,579)        |
| Utility charges   |             | (1,664,383)         | (1,817,700)         | (1,783,958)         |
| Depreciation and amortisation   |             | (14,005,573)        | (14,130,786)        | (13,721,781)        |
| Finance costs   | 2(b)        | (329,581)           | (366,731)           | (462,539)           |
| Insurance   |             | (649,581)           | (649,485)           | (486,238)           |
| Other expenditure   | 2(b)        | (939,794)           | (1,032,736)         | (1,028,932)         |
|   |             | <b>(70,614,686)</b> | <b>(73,100,373)</b> | <b>(66,879,058)</b> |
|   |             | <b>5,933,575</b>    | <b>563,214</b>      | <b>4,434,703</b>    |
| Capital grants, subsidies and contributions                                     | 2(a)        | 2,995,801           | 7,493,633           | 2,392,283           |
| Profit on asset disposals   |             | 67,547              | 166,744             | 158,885             |
| Loss on asset disposals   |             | (795,474)           | -                   | (808,714)           |
| Impairment of Assets Held for Sale  |             | -                   | -                   | 21,060              |
| Fair value adjustments to financial assets at fair value through profit or loss | 4(b)        | (8,878)             | -                   | 4,203               |
| Share of net profit of associates accounted for using the equity method         | 20          | 10,501              | -                   | (1,385)             |
|   |             | <b>2,269,496</b>    | <b>7,660,377</b>    | <b>1,766,332</b>    |
| <b>Net result for the period from continuing operations</b>                     |             | <b>8,203,071</b>    | <b>8,223,591</b>    | <b>6,201,035</b>    |
| Net result from discontinued operations   | 25          | -                   | -                   | (555,612)           |
| <b>NET RESULT FOR THE PERIOD</b>  |             | <b>8,203,071</b>    | <b>8,223,591</b>    | <b>5,645,423</b>    |
| Changes in asset revaluation surplus  | 15          | 22,220,615          | -                   | -                   |
| <b>TOTAL OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>                          |             | <b>22,220,615</b>   | <b>-</b>            | <b>-</b>            |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>                                |             | <b>30,423,686</b>   | <b>8,223,591</b>    | <b>5,645,423</b>    |

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





## STATEMENT OF FINANCIAL POSITION

|                                      | Note | 2024/25<br>Actual   | 2023/24<br>Actual   |
|--------------------------------------|------|---------------------|---------------------|
| <b>CURRENT ASSETS</b>                |      | \$                  | \$                  |
| Cash and cash equivalents            | 3    | 5,253,415           | 3,223,962           |
| Trade and other receivables          | 5(a) | 8,559,244           | 8,865,354           |
| Other financial assets               | 4(a) | 71,890,313          | 62,379,900          |
| Other assets                         | 6    | 1,696,410           | 2,294,548           |
| <b>TOTAL CURRENT ASSETS</b>          |      | <b>87,399,382</b>   | <b>76,763,764</b>   |
| <b>NON-CURRENT ASSETS</b>            |      |                     |                     |
| Trade and other receivables          | 5(b) | 1,843,673           | 5,489,330           |
| Other financial assets               | 4(b) | 314,169             | 378,967             |
| Investment in associate              | 20   | 45,738              | 35,236              |
| Property, plant and equipment        | 7    | 313,730,837         | 312,925,465         |
| Infrastructure                       | 8    | 502,812,415         | 482,690,597         |
| Intangible assets                    | 10   | 44,326              | 125,159             |
| <b>TOTAL NON-CURRENT ASSETS</b>      |      | <b>818,791,158</b>  | <b>801,644,754</b>  |
| <b>TOTAL ASSETS</b>                  |      | <b>906,190,541</b>  | <b>878,408,518</b>  |
| <b>CURRENT LIABILITIES</b>           |      |                     |                     |
| Trade and other payables             | 11   | (7,448,918)         | (7,094,264)         |
| Borrowings                           | 13   | (3,486,139)         | (3,374,601)         |
| Employee related provisions          | 14   | (5,056,838)         | (4,796,529)         |
| Other liabilities                    | 12   | (6,549,781)         | (6,357,538)         |
| <b>TOTAL CURRENT LIABILITIES</b>     |      | <b>(22,541,675)</b> | <b>(21,622,932)</b> |
| <b>NON-CURRENT LIABILITIES</b>       |      |                     |                     |
| Borrowings                           | 13   | (3,124,214)         | (6,610,353)         |
| Employee related provisions          | 14   | (444,428)           | (518,697)           |
| <b>TOTAL NON-CURRENT LIABILITIES</b> |      | <b>(3,568,642)</b>  | <b>(7,129,050)</b>  |
| <b>TOTAL LIABILITIES</b>             |      | <b>(26,110,317)</b> | <b>(28,751,982)</b> |
| <b>NET ASSETS</b>                    |      | <b>880,080,223</b>  | <b>849,656,537</b>  |
| <b>EQUITY</b>                        |      |                     |                     |
| Retained surplus                     |      | 150,976,182         | 151,059,423         |
| Reserve accounts                     | 29   | 55,342,512          | 46,653,582          |
| Revaluation surplus                  | 15   | 673,761,529         | 651,943,532         |
| <b>TOTAL EQUITY</b>                  |      | <b>880,080,223</b>  | <b>849,656,537</b>  |

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



CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

**STATEMENT OF CHANGES IN EQUITY**

|  | Note | Retained Surplus   | Reserves Accounts | Revaluation Surplus | Total Equity       |
|--|------|--------------------|-------------------|---------------------|--------------------|
| <b>BALANCE at 30 June 2023</b>                   |      | \$                 | \$                | \$                  | \$                 |
| <b>COMPREHENSIVE INCOME FOR THE PERIOD</b>       |      | 143,399,261        | 37,284,802        | 663,327,054         | 844,011,116        |
| Net result for the period                        |      | 5,645,423          | -                 | -                   | 5,645,423          |
| Other comprehensive income for the period        |      | -                  | -                 | -                   | -                  |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b> |      | <b>5,645,423</b>   | <b>-</b>          | <b>-</b>            | <b>5,645,423</b>   |
| Revaluation write back on disposals              | 15   | 11,383,522         | -                 | (11,383,522)        | -                  |
| Transfers to reserves accounts                   | 29   | (14,830,273)       | 14,830,273        | -                   | -                  |
| Transfers from reserves accounts                 | 29   | 5,461,492          | (5,461,492)       | -                   | -                  |
| <b>BALANCE at 30 June 2024</b>                   |      | <b>151,059,423</b> | <b>46,653,582</b> | <b>651,943,532</b>  | <b>849,656,537</b> |
| <b>COMPREHENSIVE INCOME FOR THE PERIOD</b>       |      |                    |                   |                     |                    |
| Net result for the period                        |      | 8,203,071          | -                 | -                   | 8,203,071          |
| Other comprehensive income for the period        |      | -                  | -                 | 22,220,615          | 22,220,615         |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b> |      | <b>8,203,071</b>   | <b>-</b>          | <b>22,220,615</b>   | <b>30,423,686</b>  |
| Revaluation write back on disposals              | 15   | 402,618            | -                 | (402,618)           | -                  |
| Transfers to reserves accounts                   | 29   | (10,098,538)       | 10,098,538        | -                   | -                  |
| Transfers from reserves accounts                 | 29   | 1,409,609          | (1,409,609)       | -                   | -                  |
| <b>BALANCE as at 30 June 2025</b>                |      | <b>150,976,182</b> | <b>55,342,512</b> | <b>673,761,529</b>  | <b>880,080,223</b> |

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



ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

**STATEMENT OF CASH FLOWS**

|  | Note  | 2024/25<br>Actual<br>\$ | 2023/24<br>Actual<br>\$ |
|--|-------|-------------------------|-------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                  |       |                         |                         |
| <b>Receipts</b>  |       |                         |                         |
| Rates  |       | 46,072,722              | 43,174,496              |
| Operating grants, subsidies and contributions                                |       | 1,661,836               | 1,949,077               |
| Fees and charges   |       | 22,834,612              | 20,401,812              |
| Service Charges  |       | 3,880,465               | 4,462,244               |
| Interest earnings  |       | 6,028,927               | 3,917,179               |
| Goods and services tax received  |       | 4,138,731               | 3,770,563               |
| Other revenue  |       | 597,108                 | 683,940                 |
| <b>Total Receipts</b>  |       | <b>85,214,402</b>       | <b>78,359,311</b>       |
| <b>Payments</b>  |       |                         |                         |
| Employee costs   |       | (28,328,466)            | (26,115,110)            |
| Materials and contracts  |       | (24,104,432)            | (23,891,191)            |
| Utility charges  |       | (1,664,383)             | (1,783,959)             |
| Interest expenses  |       | (329,581)               | (462,539)               |
| Insurance expenses   |       | (649,581)               | (486,239)               |
| Goods and services tax paid  |       | (4,231,223)             | (3,699,303)             |
| Other expenditure  |       | (876,989)               | (933,036)               |
| <b>Total Payments</b>  |       | <b>(60,184,656)</b>     | <b>(57,371,377)</b>     |
| <b>Net Cash provided by (used in) continuing operating activities</b>        | 16(a) | <b>25,029,746</b>       | <b>20,987,934</b>       |
| <b>Net Cash provided by (used in) discontinued operating activities</b>      | 16(a) | <b>-</b>                | <b>282,134</b>          |
| <b>Net Cash provided by continuing and discontinued operating activities</b> |       | <b>25,029,746</b>       | <b>21,270,068</b>       |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                                  |       |                         |                         |
| Capital grants, subsidies and contributions                                  |       | 3,188,044               | 2,684,673               |
| Proceeds from sale of plant & equipment                                      |       | 351,330                 | 323,592                 |
| Payments for purchase of property, plant & equipment                         |       | (4,132,164)             | (2,828,478)             |
| Payments for construction of infrastructure                                  |       | (9,578,406)             | (8,713,901)             |
| Investments in term deposits   |       | (162,522,169)           | (114,378,523)           |
| Matured term deposits  |       | 153,014,163             | 101,691,205             |
| <b>Net Cash provided by (used in) continuing investing activities</b>        |       | <b>(19,679,203)</b>     | <b>(21,221,431)</b>     |
| <b>Net Cash provided by (used in) discontinued investing activities</b>      |       | <b>-</b>                | <b>(138,556)</b>        |
| <b>Net Cash used in continuing and discontinued investing activities</b>     |       | <b>(19,679,203)</b>     | <b>(21,359,987)</b>     |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                  |       |                         |                         |
| Repayment of borrowings  | 28(a) | (3,374,601)             | (3,266,777)             |
| Self Supporting Loan Receipts  |       | 53,513                  | 51,210                  |
| <b>Net Cash provided by (used in) continuing financing activities</b>        |       | <b>(3,321,088)</b>      | <b>(3,215,567)</b>      |
| <b>Net Cash provided by (used in) discontinued financing activities</b>      |       | <b>-</b>                | <b>(1,021,565)</b>      |
| <b>Net Cash provided by (used in) continuing and discontinued activities</b> |       | <b>(3,321,088)</b>      | <b>(4,237,132)</b>      |
| <b>Net Increase (Decrease) in Cash Held</b>                                  |       | <b>2,029,453</b>        | <b>(4,327,054)</b>      |
| Cash at beginning of year  |       | 3,223,962               | 7,551,016               |
| <b>Cash and Cash Equivalents at End of Year</b>                              | 16    | <b>5,253,415</b>        | <b>3,223,962</b>        |

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

CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

**STATEMENT OF FINANCIAL ACTIVITY**

|   | Note  | 2024/25<br>Actual   | 2024/25<br>Budget   | 2023/24<br>Actual   |
|---|-------|---------------------|---------------------|---------------------|
| <b>OPERATING ACTIVITIES</b>                                     |       |                     |                     |                     |
| <b>Revenue from operating activities</b>                        |       | \$                  | \$                  | \$                  |
| Rates   | 26(a) | 46,213,876          | 46,065,448          | 43,507,747          |
| Fees and charges  |       | 22,635,234          | 20,339,186          | 20,411,231          |
| Grants, subsidies and contributions                             |       | 1,661,836           | 1,907,400           | 1,949,077           |
| Interest revenue  |       | 5,431,183           | 4,878,124           | 4,796,950           |
| Other revenue   |       | 606,132             | 473,429             | 648,756             |
| Profit on asset disposals                                       |       | 67,547              | -                   | 158,885             |
|   |       | <b>76,615,808</b>   | <b>73,663,587</b>   | <b>71,472,646</b>   |
| <b>Expenditure from operating activities</b>                    |       |                     |                     |                     |
| Employee costs  |       | (28,457,572)        | (28,834,033)        | (26,448,031)        |
| Materials and contracts   |       | (24,568,202)        | (26,268,902)        | (22,947,579)        |
| Utility charges   |       | (1,664,383)         | (1,817,700)         | (1,783,958)         |
| Depreciation  |       | (14,005,573)        | (14,130,786)        | (13,721,781)        |
| Finance costs   |       | (329,581)           | (366,731)           | (462,539)           |
| Insurance expenses  |       | (649,581)           | (649,485)           | (486,238)           |
| Other expense   |       | (939,794)           | (1,032,736)         | (1,028,932)         |
| Loss on asset disposals   |       | (795,474)           | -                   | (808,714)           |
|   |       | <b>(71,410,162)</b> | <b>(73,100,373)</b> | <b>(67,687,772)</b> |
| Non-cash amounts excluded from operating activities             | 27(a) | 14,616,953          | 14,130,786          | 14,468,230          |
| <b>Amount attributable to continuing operating activities</b>   |       | <b>19,822,599</b>   | <b>14,694,000</b>   | <b>18,253,104</b>   |
| <b>Amount attributable to discontinued operating activities</b> |       | -                   | -                   | <b>79,654</b>       |
| <b>INVESTING ACTIVITIES - INFLOWS / (OUTFLOWS)</b>              |       |                     |                     |                     |
| Capital grants, subsidies and contributions                     |       | 2,995,801           | 7,493,633           | 2,392,283           |
| Proceeds from disposal of assets                                |       | 351,330             | 274,870             | 323,593             |
| Purchase of property, plant and equipment                       |       | (4,132,164)         | (9,307,070)         | (2,887,906)         |
| Purchase and construction of infrastructure                     |       | (9,578,406)         | (17,296,780)        | (8,682,151)         |
|   |       | <b>(10,363,439)</b> | <b>(18,835,347)</b> | <b>(8,854,181)</b>  |
| <b>Amount attributable to continuing investing activities</b>   |       | -                   | -                   | <b>(138,556)</b>    |
| <b>Amount attributable to discontinued investing activities</b> |       | -                   | -                   | -                   |
| <b>FINANCING ACTIVITIES - INFLOW / (OUTFLOWS)</b>               |       |                     |                     |                     |
| Transfers from reserve accounts                                 | 29    | 1,409,609           | 8,511,691           | 5,461,492           |
| Proceeds from new borrowings                                    |       | -                   | 4,550,000           | -                   |
| Proceeds from self supporting loans                             | 28    | 53,513              | 53,513              | 51,210              |
| Underground power   |       | 3,890,866           | 3,871,385           | 4,478,399           |
| Loan principal repayments                                       | 28    | (3,374,601)         | (3,374,601)         | (3,266,777)         |
| Transfers to cash reserve accounts                              | 29    | (10,098,538)        | (10,283,092)        | (14,830,273)        |
| Movement in Grant Obligations                                   |       | (186,678)           | (5,500,000)         | -                   |
|   |       | <b>(8,305,829)</b>  | <b>(2,171,104)</b>  | <b>(8,105,949)</b>  |
| <b>Amount attributable to continuing financing activities</b>   |       | -                   | -                   | <b>(1,021,565)</b>  |
| <b>Amount attributable to discontinued financing activities</b> |       | -                   | -                   | -                   |
| <b>MOVEMENT IN SURPLUS OR DEFICIT</b>                           |       |                     |                     |                     |
| <b>Surplus or deficit at the start of the financial year</b>    |       | <b>13,230,640</b>   | <b>6,312,451</b>    | <b>13,018,134</b>   |
| Amount attributable to operating activities                     |       | 19,822,599          | 14,694,000          | 18,332,758          |
| Amount attributable to investing activities                     |       | (10,363,439)        | (18,835,347)        | (8,992,737)         |
| Amount attributable to financing activities                     |       | (8,305,829)         | (2,171,104)         | (9,127,514)         |
| <b>Surplus or deficit after imposition of general rates</b>     |       | <b>14,383,969</b>   | <b>-</b>            | <b>13,230,640</b>   |

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



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

## 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 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

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 2020-1 Amendments to Australian Accounting Standards
  - Classification of Liabilities as Current or Non-current
- 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
- AASB 2023-3 Amendments to Australian Accounting Standards
  - Disclosure of Non-current Liabilities with Covenants: Tier 2
- AASB 2024-1 Amendments to Australian Accounting Standards
  - Supplier Finance Arrangements: Tier 2 Disclosures
- AASB 2023-1 Amendments to Australian Accounting Standards
  - Supplier Finance Arrangements
- AASB 2022-9 Amendments to Australian Accounting Standards
  - Insurance Contracts in the Public Sector

CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

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

- AASB 2022-10 Amendments to Australian Accounting Standards
  - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities
- These amendment may result in changes to the fair value of certain non-financial assets on revaluation. The impact has not been quantified as it is not considered practicable to determine the amount of the difference in fair value attributable to the change in the standard.

**New accounting standards for application in future years**

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

- AASB 2014-10 Amendments to Australian Accounting Standards
- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2024-4b Amendments to Australian Accounting Standards
- Effective Date of Amendments to AASB 10 and AASB 128 [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]

- AASB 2023-5 Amendments to Australian Accounting Standards
  - Lack of Exchangeability
  - AASB 18 (FP) Presentation and Disclosure in Financial Statements
  - (Appendix D) [for for-profit entities]
  - AASB 18 (NFP/super) Presentation and Disclosure in Financial Statements
  - (Appendix D) [for not-for-profit and superannuation entities]
  - AASB 2024-2 Amendments to Australian Accounting Standards
  - Classification and Measurement of Financial Instruments
  - AASB 2024-3 Amendments to Australian Accounting Standards
  - Annual Improvements Volume 11
- These amendments are not expected to have any material impact on the financial report on initial application.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

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  |
| 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.

CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

**Revenue Recognition**

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

|  | Contract with<br>Customers | Capital Grant<br>/Contributions | Statutory<br>Requirements | Other            | Total             |
|--|----------------------------|---------------------------------|---------------------------|------------------|-------------------|
| <b>For the year ended 30 June 2025</b>     | \$                         | \$                              | \$                        | \$               |                   |
| Rates                                      | -                          | -                               | 46,213,876                | -                | 46,213,876        |
| Fees and charges                           | 12,644,289                 | -                               | 9,974,423                 | 16,522           | 22,635,234        |
| Grants, subsidies and contributions        | -                          | -                               | -                         | 1,661,836        | 1,661,836         |
| Interest Revenue                           | -                          | -                               | -                         | 5,431,183        | 5,431,183         |
| Other Revenue                              | -                          | -                               | -                         | 606,132          | 606,132           |
| Capital grants, subsidies and contribution | -                          | 2,995,801                       | -                         | -                | 2,995,801         |
| <b>Total</b>                               | <b>12,644,289</b>          | <b>2,995,801</b>                | <b>56,188,299</b>         | <b>7,715,673</b> | <b>79,544,062</b> |
| <b>For the year ended 30 June 2024</b>     | \$                         | \$                              | \$                        | \$               |                   |
| 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         |
| <b>Total</b>                               | <b>11,015,185</b>          | <b>2,392,283</b>                | <b>52,857,394</b>         | <b>7,441,182</b> | <b>73,706,044</b> |

|  | 2024/25<br>Actual | 2023/24<br>Actual |
|--|-------------------|-------------------|
| <b>Interest Revenue</b>                            | \$                | \$                |
| Other interest revenue                             | 2,340,549         | 1,905,733         |
| Interest on reserve account funds                  | 2,463,942         | 2,281,753         |
| Rates instalment and penalty interest              | 626,692           | 609,464           |
| <b>Total</b>                                       | <b>5,431,183</b>  | <b>4,796,950</b>  |
| <b>Other Revenue</b>                               |                   |                   |
| Miscellaneous Revenue (Including other recoveries) | 414,417           | 510,586           |
| Recovery - Utilities cost                          | 135,658           | 106,530           |
| Insurance Claims Received                          | 56,056            | 31,640            |
| <b>Total</b>                                       | <b>606,132</b>    | <b>648,756</b>    |



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

**2(b). Expenses**

|   | <b>2024/25<br/>Actual</b> | <b>2023/24<br/>Actual</b> |
|---|---------------------------|---------------------------|
| <b>Audit Remuneration</b>   | <b>\$</b>                 | <b>\$</b>                 |
| Audit of Annual Financial Report  | 111,554                   | 104,500                   |
| Other services - grant acquittals   | 9,800                     | -                         |
| <b>Total</b>  | <b>121,354</b>            | <b>104,500</b>            |
| <b>Employee Costs</b>   |                           |                           |
| Employee benefit costs  | 27,661,208                | 25,550,461                |
| Other employee costs  | 796,364                   | 897,570                   |
| <b>Total</b>  | <b>28,457,572</b>         | <b>26,448,031</b>         |
| <b>Finance Costs</b>  |                           |                           |
| Interest and financial charges paid/payable for financial liabilities not at fair value | 329,581                   | 462,539                   |
| <b>Total</b>  | <b>329,581</b>            | <b>462,539</b>            |
| <b>Other Expenditure</b>  |                           |                           |
| Impairment loss on statutory receivables  | 73,864                    | 104,910                   |
| Sundry Expenses   | 865,930                   | 924,022                   |
| <b>Total</b>  | <b>939,794</b>            | <b>1,028,932</b>          |

CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

3. CASH AND CASH EQUIVALENTS

|  | Note  | 2024/25<br>Actual | 2023/24<br>Actual |
|--|-------|-------------------|-------------------|
| <b>Cash and Cash Equivalents</b>         |       | \$                | \$                |
| Cash at Bank / On Hand                   |       | 5,253,415         | 3,223,962         |
| <b>Total Cash and Cash Equivalents</b>   | 16(a) | <b>5,253,415</b>  | <b>3,223,962</b>  |
| <b>Held as</b>                           |       |                   |                   |
| - Unrestricted cash and cash equivalents |       | 5,253,415         | 3,223,962         |
|  |       | <b>5,253,415</b>  | <b>3,223,962</b>  |

**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.

**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 2025

4. OTHER FINANCIAL ASSETS

|   | 2024/25<br>Actual | 2023/24<br>Actual |
|---|-------------------|-------------------|
| <b>(a) Current Assets</b>                                     | \$                | \$                |
| Financial assets at amortised cost                            | 71,890,313        | 62,379,900        |
|   | <b>71,890,313</b> | <b>62,379,900</b> |
| <b>Other financial assets at amortised cost</b>               |                   |                   |
| Term Deposits (longer than 3 months)                          | 71,834,394        | 62,326,387        |
| Self Supporting Loans   | 55,920            | 53,513            |
|   | <b>71,890,313</b> | <b>62,379,900</b> |
| <b>Held as</b>  |                   |                   |
| - Unrestricted cash and cash equivalents                      | 9,998,021         | 9,368,780         |
| - Restricted other financial assets at amortised cost         | 61,892,292        | 53,011,120        |
|   | <b>71,890,313</b> | <b>62,379,900</b> |
| <b>(b) Non-Current Assets</b>                                 |                   |                   |
| Financial assets at amortised cost                            | 115,121           | 171,040           |
| Financial assets at fair value through profit/(loss)          | 199,049           | 207,927           |
|   | <b>314,169</b>    | <b>378,967</b>    |
| <b>Financial assets at amortised cost</b>                     |                   |                   |
| Self Supporting Loans   | 115,121           | 171,040           |
|   | <b>115,121</b>    | <b>171,040</b>    |
| <b>Financial assets at fair value through profit/(loss)</b>   |                   |                   |
| Local Government House Trust                                  | 199,049           | 207,927           |
|   | <b>199,049</b>    | <b>207,927</b>    |
|   | <b>72,204,483</b> | <b>62,758,867</b> |
| <b>Financial assets at fair value through profit and loss</b> |                   |                   |
| Units in Local Government House Trust - opening balance       | 207,927           | 203,724           |
| Movement in Local Government House Trust (10 units)           | (8,878)           | 4,203             |
| Units in Local Government House Trust - closing balance       | <b>199,049</b>    | <b>207,927</b>    |

**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.

CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

5. TRADE AND OTHER RECEIVABLES

|  | 2024/25<br>Actual | 2023/24<br>Actual |
|--|-------------------|-------------------|
| <b>(a)Current</b>                          | \$                | \$                |
| Rates receivable                           | 3,245,557         | 3,134,226         |
| Sundry debtors                             | 573,384           | 924,683           |
| Pensioner rebate receivable                | 30,179            | 42,268            |
| Underground power receivable               | 3,885,690         | 4,090,676         |
| ESL Debtor                                 | 393,255           | 350,296           |
| Infringement Debtor                        | 736,431           | 664,250           |
| GST receivable from ATO                    | 368,301           | 275,809           |
| Expected credit losses on financial assets | (673,553)         | (616,854)         |
| <b>Total Current</b>                       | <b>8,559,244</b>  | <b>8,865,354</b>  |
| <b>(b)Non-Current</b>                      |                   |                   |
| Pensioner rebate receivable                | 535,088           | 497,498           |
| Underground power receivable               | 1,226,814         | 4,914,747         |
| ESL Pensioner receivable                   | 81,771            | 77,085            |
| <b>Total Non-Current</b>                   | <b>1,843,673</b>  | <b>5,489,330</b>  |
| <b>Total Trade and Other Receivables</b>   | <b>10,402,917</b> | <b>14,354,684</b> |

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 2025<br>Actual | 30 June 24<br>Actual | 1 July 23<br>Actual |
|--|------------------------|----------------------|---------------------|
|  | \$                     | \$                   |                     |
| Trade and other receivables from contracts with customers              | 573,384                | 924,683              | 767,281             |
| <b>Total trade and other receivables from contracts with customers</b> | <b>573,384</b>         | <b>924,683</b>       | <b>767,281</b>      |

**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.

**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.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

**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.

**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

|                                     | 2024/25<br>Actual | 2023/24<br>Actual |
|-------------------------------------|-------------------|-------------------|
| <b>(a)Current</b>                   | \$                | \$                |
| Accrued - Interest revenue reserves | 899,998           | 1,488,199         |
| Accrued - Interest revenue general  | 531,969           | 541,512           |
| Accrued - Other revenue             | 54,749            | 45,725            |
| Prepayments                         | 209,695           | 219,112           |
| <b>Total Current Assets</b>         | <b>1,696,411</b>  | <b>2,294,548</b>  |
| <b>Total Other Assets</b>           | <b>1,696,411</b>  | <b>2,294,548</b>  |

**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.

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NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

7. PROPERTY, PLANT AND EQUIPMENT

7(a). Movements in Carrying Amounts

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

|  | Land               | Buildings         | Artwork          | Technology     | Furniture & Fittings | Mobile Plant     | Plant & Equipment | Work in Progress | TOTAL              |
|--|--------------------|-------------------|------------------|----------------|----------------------|------------------|-------------------|------------------|--------------------|
|  | \$                 | \$                | \$               | \$             | \$                   | \$               | \$                | \$               | \$                 |
| <b>Balance at 1st July 2023</b>  | <b>222,481,800</b> | <b>83,452,798</b> | <b>1,617,576</b> | <b>469,194</b> | <b>10,131</b>        | <b>3,386,471</b> | <b>1,624,865</b>  | <b>329,166</b>   | <b>313,372,003</b> |
| Additions  | 413,006            | 1,027,385         | 14,970           | 94,251         | -                    | 1,072,250        | 76,216            | 98,162           | 2,796,242          |
| Disposals  | -                  | (239,431)         | -                | -              | -                    | (130,766)        | -                 | -                | (370,197)          |
| 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)        | -                  |
| <b>Carrying Amount at 30th June 2024</b>                               | <b>222,894,806</b> | <b>82,206,090</b> | <b>1,595,612</b> | <b>495,679</b> | <b>6,565</b>         | <b>3,897,836</b> | <b>1,571,988</b>  | <b>256,885</b>   | <b>312,925,465</b> |
| <b>Comprises:</b>  |                    |                   |                  |                |                      |                  |                   |                  |                    |
| 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)         | -                | (42,699,766)       |
| <b>Carrying Amount at 30th June 2024</b>                               | <b>222,894,806</b> | <b>82,206,090</b> | <b>1,595,612</b> | <b>495,679</b> | <b>6,565</b>         | <b>3,897,836</b> | <b>1,571,988</b>  | <b>256,886</b>   | <b>312,925,465</b> |
| <b>Carrying Amount at 30th June 2024</b>                               | <b>222,894,806</b> | <b>82,206,090</b> | <b>1,595,612</b> | <b>495,679</b> | <b>6,565</b>         | <b>3,897,836</b> | <b>1,571,988</b>  | <b>256,885</b>   | <b>312,925,465</b> |
| Additions  | -                  | 2,272,241         | -                | 33,691         | -                    | 833,676          | 308,129           | 684,429          | 4,132,165          |
| Disposals  | -                  | (74,302)          | -                | -              | -                    | (283,176)        | (17,634)          | -                | (375,111)          |
| Revaluation increments/(decrements) transferred to revaluation surplus | -                  | -                 | -                | -              | -                    | -                | -                 | -                | -                  |
| Depreciation (expense)   | -                  | (2,186,838)       | (37,217)         | (66,841)       | (3,564)              | (516,485)        | (140,738)         | -                | (2,951,683)        |
| Transfer (from)/ to  | -                  | 164,295           | -                | -              | -                    | 12,230           | -                 | (176,525)        | -                  |
| <b>Carrying Amount at 30th June 2025</b>                               | <b>222,894,806</b> | <b>82,381,486</b> | <b>1,558,394</b> | <b>462,529</b> | <b>3,001</b>         | <b>3,944,081</b> | <b>1,721,745</b>  | <b>764,790</b>   | <b>313,730,836</b> |
| <b>Comprises:</b>  |                    |                   |                  |                |                      |                  |                   |                  |                    |
| Gross carrying amount  | 222,894,806        | 119,580,016       | 1,647,150        | 2,335,195      | 494,040              | 8,294,327        | 2,672,970         | 764,790          | 358,683,297        |
| Accumulated Depreciation   | -                  | (37,198,530)      | (88,755)         | (1,872,666)    | (491,039)            | (4,350,246)      | (951,225)         | -                | (44,952,461)       |
| <b>Carrying Amount at 30th June 2025</b>                               | <b>222,894,806</b> | <b>82,381,486</b> | <b>1,558,395</b> | <b>462,529</b> | <b>3,001</b>         | <b>3,944,081</b> | <b>1,721,745</b>  | <b>764,790</b>   | <b>313,730,836</b> |



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

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

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

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

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

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NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

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<br>Roads | Infrastructure<br>Footpaths | Infrastructure<br>Drainage | Infrastructure<br>Parks | Infrastructure<br>Foreshore | Infrastructure<br>Other | Work in<br>Progress | Infrastructure<br>TOTAL |
|--|-------------------------|-----------------------------|----------------------------|-------------------------|-----------------------------|-------------------------|---------------------|-------------------------|
|  | \$                      | \$                          | \$                         | \$                      | \$                          | \$                      | \$                  | \$                      |
| <b>Balance at 1st July 2023</b>  | <b>267,151,296</b>      | <b>23,900,451</b>           | <b>44,250,841</b>          | <b>114,179,380</b>      | <b>19,327,286</b>           | <b>16,028,064</b>       | <b>425,814</b>      | <b>485,263,133</b>      |
| 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)           | -                       |
| <b>Carrying Amount at 30th June 2024</b>                               | <b>265,402,042</b>      | <b>24,492,093</b>           | <b>43,743,401</b>          | <b>114,187,999</b>      | <b>18,750,803</b>           | <b>15,649,957</b>       | <b>464,299</b>      | <b>482,690,597</b>      |
| <b>Comprises:</b>  |                         |                             |                            |                         |                             |                         |                     |                         |
| Gross carrying amount  | 323,552,305             | 35,969,051                  | 87,841,542                 | 137,551,139             | 33,614,333                  | 24,280,303              | 464,299             | 643,272,975             |
| Accumulated Depreciation   | (58,150,263)            | (11,476,958)                | (44,098,141)               | (23,363,140)            | (14,863,530)                | (8,630,346)             | -                   | (160,582,379)           |
| <b>Carrying Amount at 30th June 2024</b>                               | <b>265,402,042</b>      | <b>24,492,093</b>           | <b>43,743,401</b>          | <b>114,187,999</b>      | <b>18,750,803</b>           | <b>15,649,957</b>       | <b>464,299</b>      | <b>482,690,597</b>      |
| <b>Carrying Amount at 30th June 2024</b>                               | <b>265,402,042</b>      | <b>24,492,093</b>           | <b>43,743,401</b>          | <b>114,187,999</b>      | <b>18,750,803</b>           | <b>15,649,957</b>       | <b>464,299</b>      | <b>482,690,597</b>      |
| Additions  | 2,907,498               | 1,104,856                   | 625,327                    | 2,486,775               | -                           | 377,791                 | 2,076,159           | 9,578,406               |
| Disposals  | -                       | (126,866)                   | -                          | (517,197)               | -                           | (28,562)                | -                   | (672,626)               |
| Revaluation increments/(decrements) transferred to revaluation surplus | -                       | -                           | -                          | 22,220,615              | -                           | -                       | -                   | 22,220,615              |
| Depreciation (expense)   | (5,752,777)             | (683,139)                   | (916,611)                  | (2,431,058)             | (659,984)                   | (561,009)               | -                   | (11,004,577)            |
| Transfer (from)/ to  | 337,868                 | 24,556                      | 106,152                    | (350,470)               | -                           | 257,534                 | (375,640)           | -                       |
| <b>Carrying Amount at 30th June 2025</b>                               | <b>262,894,631</b>      | <b>24,811,500</b>           | <b>43,558,269</b>          | <b>135,596,665</b>      | <b>18,090,820</b>           | <b>15,695,710</b>       | <b>2,164,818</b>    | <b>502,812,415</b>      |
| <b>Comprises:</b>  |                         |                             |                            |                         |                             |                         |                     |                         |
| Gross carrying amount  | 326,862,123             | 36,876,667                  | 88,603,699                 | 157,000,113             | 33,449,333                  | 24,996,552              | 2,164,818           | 669,953,306             |
| Accumulated Depreciation   | (63,967,492)            | (12,065,168)                | (45,045,430)               | (21,403,448)            | (15,358,513)                | (9,300,842)             | -                   | (167,140,891)           |
| <b>Carrying Amount at 30th June 2025</b>                               | <b>262,894,631</b>      | <b>24,811,500</b>           | <b>43,558,269</b>          | <b>135,596,665</b>      | <b>18,090,820</b>           | <b>15,695,710</b>       | <b>2,164,818</b>    | <b>502,812,415</b>      |



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

**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 2025              | 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.

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NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

9. FIXED ASSETS

**9(a). Depreciation**

**Depreciation Rates**

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

| <b>Asset Class</b>  | <b>Useful life</b>                     |
|---|--|
| Artworks  | 50 years                               |
| Buildings<br>(based on components)                        | 10 - 100 years                         |
| Plant and Equipment                                       | 10 - 25 years                          |
| Furniture and Fittings                                    | 10 - 20 years                          |
| Technological Equipment<br>(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<br>(Based on components) | 10 – 50 years                          |
| Infrastructure – Parks Turf                               | Indefinite                             |
| Infrastructure - Car Parking<br>(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 2025

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

|   | 2024/25<br>Actual | 2023/24<br>Actual |
|---|-------------------|-------------------|
|   | \$                | \$                |
| 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           |
|   | -                 | 401,764           |

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

|  | 2024/25<br>Actual | 2023/24<br>Actual |
|--|-------------------|-------------------|
|  | \$                | \$                |
| The gross carrying value of assets held by the City which are currently in use yet fully depreciated are shown in the table below. |                   |                   |
| Artworks   | 24,318            | -                 |
| Buildings  | 99,749            | 99,000            |
| Car Parking  | 129               | -                 |
| Computer Equipment   | 1,537,820         | 1,517,382         |
| Foreshore  | 104,000           | 269,000           |
| Furniture & Fittings   | 434,039           | 428,382           |
| Intangibles  | 142,067           | 842,087           |
| Mobile Plant   | 1,188,503         | 1,469,824         |
| Parks  | -                 | 2,611,616         |
| Plant & Equipment  | 363,810           | 300,154           |
| Street Furniture   | 26,455            | -                 |
| <b>Total</b>   | <b>3,920,890</b>  | <b>7,537,445</b>  |

CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

**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 2025 were immaterial and therefore no right-of-use assets and associated liability were recognised as required by *AASB 16 Leases*.

**Revaluation**

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

**Revaluation (continued)**

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 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.

**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.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

10. INTANGIBLE ASSETS

**Computer Software**

|                                | 2024/25<br>Actual | 2023/24<br>Actual |
|--------------------------------|-------------------|-------------------|
| <b>Non-Current</b>             | \$                | \$                |
| Computer Software value        | 470,719           | 1,373,816         |
| Less: Accumulated amortisation | (426,394)         | (1,248,656)       |
|                                | <b>44,326</b>     | <b>125,159</b>    |

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

|                                |               |                |
|--------------------------------|---------------|----------------|
| <b>Balance at 1 July</b>       | 125,159       | 178,332        |
| Amortisation                   | (49,313)      | (53,173)       |
| Disposal                       | (31,520)      | -              |
| <b>Balance at 30 June</b>      | <b>44,326</b> | <b>125,159</b> |
| <b>Total Intangible Assets</b> | <b>44,326</b> | <b>125,159</b> |

**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.

**CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25**

**NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025**

**11. TRADE AND OTHER PAYABLES**

|   | <b>2024/25<br/>Actual</b> | <b>2023/24<br/>Actual</b> |
|---|---------------------------|---------------------------|
| <b>Current</b>                            | <b>\$</b>                 | <b>\$</b>                 |
| Accounts payable                          | 2,901,246                 | 3,030,967                 |
| Income in advance including prepaid rates | 879,942                   | 918,981                   |
| Accrued employee expenses                 | 509,490                   | 566,423                   |
| Bond payables                             | 2,240,380                 | 2,416,110                 |
| Other payables                            | 917,860                   | 161,783                   |
| <b>Total current</b>                      | <b>7,448,917</b>          | <b>7,094,264</b>          |
| <b>Total Trade and Other Payables</b>     | <b>7,448,917</b>          | <b>7,094,264</b>          |

**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 2025

12. OTHER LIABILITIES

|   | 2024/25<br>Actual         | 2023/24<br>Actual         |
|---|---------------------------|---------------------------|
| <b>Current</b>  | <b>\$</b>                 | <b>\$</b>                 |
| Capital grant/contributions liabilities   | 6,549,781                 | 6,357,538                 |
| <b>Total Other Liabilities</b>  | <b>6,549,781</b>          | <b>6,357,538</b>          |
| <b>Reconciliation of changes in capital grant/contribution liabilities</b>  |                           |                           |
| Opening balance   | 6,357,538                 | 5,758,533                 |
| Addition  | 991,525                   | 698,484                   |
| Revenue from capital grant/contributions held as a liability at the start of the period   | (799,282)                 | (99,479)                  |
|   | 6,549,781                 | 6,357,538                 |
| <b>Performance obligations from transfers for non-operating grants to be recognised as revenue in accordance with the following time bands:</b> | <b>2024/25<br/>Actual</b> | <b>2023/24<br/>Actual</b> |
|   | <b>\$</b>                 | <b>\$</b>                 |
| Less than 1 year  | 6,549,781                 | 6,357,538                 |
|   | <b>6,549,781</b>          | <b>6,357,538</b>          |

**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.

CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

13. BORROWINGS

|                         | 2024/25<br>Actual |                  |                  | 2023/24<br>Actual |                  |                  |
|-------------------------|-------------------|------------------|------------------|-------------------|------------------|------------------|
|                         | Current           | Non Current      | Total            | Current           | Non Current      | Total            |
|                         | \$                | \$               | \$               | \$                | \$               | \$               |
| WATC Loans              | 3,486,139         | 3,124,214        | 6,610,353        | 3,374,601         | 6,610,353        | 9,984,954        |
| <b>Total Borrowings</b> | <b>3,486,139</b>  | <b>3,124,214</b> | <b>6,610,353</b> | <b>3,374,601</b>  | <b>6,610,353</b> | <b>9,984,954</b> |

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 27 (a).



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

14. EMPLOYEE RELATED PROVISIONS

|  | 2025             | 2024             |
|--|------------------|------------------|
|  | \$               | \$               |
| <b>Current Provisions</b>                            |                  |                  |
| Annual Leave   | 2,727,924        | 2,477,634        |
| Long Service Leave                                   | 2,328,914        | 2,318,895        |
| <b>Total current employee related provisions</b>     | <b>5,056,838</b> | <b>4,796,528</b> |
| <b>Non-Current Provision</b>                         |                  |                  |
| Long Service Leave                                   | 444,428          | 518,697          |
| <b>Total non-current employee related provisions</b> | <b>444,428</b>   | <b>518,697</b>   |
| <b>Total employee related provisions</b>             | <b>5,501,266</b> | <b>5,315,225</b> |

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

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

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

|   | 2024/25<br>Actual | 2023/24<br>Actual |
|---|-------------------|-------------------|
| <b>Amounts are expected to be settled on the following basis:</b>   | \$                | \$                |
| Less than 12 months after the reporting date  | 2,350,750         | 2,115,259         |
| More than 12 months from the reporting date   | 3,150,840         | 3,122,296         |
| Expected reimbursements (receivables)/payable of employee related provisions (from)/to other WA local governments | (324)             | 77,671            |
| <b>Total Employee Provisions</b>  | <b>5,501,266</b>  | <b>5,315,225</b>  |

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

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

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 2025

15. REVALUATION SURPLUS

| Asset Class/Category              | 2024/25<br>Opening<br>Balance | 2024/25<br>Total Movement<br>due to asset<br>reclassification | 2024/25<br>Total Movement on<br>Revaluation | 2024/25<br>Revaluation Write<br>back on disposals | 2024/25<br>Closing<br>Balance | 2023/24<br>Opening<br>Balance | 2023/24<br>Total Movement on<br>Revaluation | 2023/24<br>Closing Balance |
|-----------------------------------|-------------------------------|---|---|---|-------------------------------|-------------------------------|---|----------------------------|
|                                   | \$                            | \$  | \$  | \$  | \$                            | \$                            | \$  | \$                         |
| Land                              | 166,261,177                   | -   | -   | -   | 166,261,177                   | 166,261,177                   | -   | 166,261,177                |
| Artworks                          | 699,463                       | -   | -   | -   | 699,463                       | 699,463                       | -   | 699,463                    |
| Buildings                         | 42,277,136                    | 141   | -   | (7,249)   | 42,270,028                    | 52,085,954                    | (9,808,818)                                 | 42,277,136                 |
| Infrastructure - Roads Network    | 273,779,759                   | 29,836  | -   | -   | 273,809,594                   | 273,861,497                   | (81,739)                                    | 273,779,758                |
| Infrastructure - Path Network     | 16,749,667                    | 24,409  | -   | (140,350)   | 16,633,727                    | 16,961,577                    | (211,909)                                   | 16,749,668                 |
| Infrastructure - Drainage         | 34,615,279                    | 76,469  | -   | -   | 34,691,748                    | 34,700,887                    | (85,608)                                    | 34,615,279                 |
| Infrastructure - Parks Assets     | 82,440,221                    | (260,313)   | 22,220,615                                  | (217,029)   | 104,183,494                   | 83,473,935                    | (1,033,714)                                 | 82,440,221                 |
| Infrastructure - Foreshore Assets | 19,076,639                    | -   | -   | (7,521)   | 19,069,118                    | 19,076,639                    | -   | 19,076,639                 |
| Infrastructure - Other            | 16,044,191                    | 129,457   | -   | (30,468)  | 16,143,180                    | 16,205,926                    | (161,735)                                   | 16,044,191                 |
| <b>Total Revaluation</b>          | <b>651,943,532</b>            | <b>-</b>  | <b>22,220,615</b>                           | <b>(402,617)</b>                                  | <b>673,761,529</b>            | <b>663,327,054</b>            | <b>(11,383,522)</b>                         | <b>651,943,532</b>         |

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.

CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

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 | 2024/25<br>Actual | 2023/24<br>Actual |
|--|------|-------------------|-------------------|
| <b>Reconciliation of Cash</b>  |      | \$                | \$                |
| Cash and Cash equivalents  | 3    | 5,253,415         | 3,223,962         |
| <b>Restrictions</b>  |      |                   |                   |
| The following classes of financial assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used: |      |                   |                   |
| - Financial assets at amortised cost   | 4    | 61,892,292        | 53,011,120        |
|  |      | <b>61,892,292</b> | <b>53,011,120</b> |
| The restricted financial assets are a result of the following specific purposes to which the assets may be used:   |      |                   |                   |
| Restricted reserve accounts  | 29   | 55,342,512        | 46,653,582        |
| Capital grant liabilities  | 12   | 6,549,781         | 6,357,538         |
| <b>Total restricted financial assets</b>   |      | <b>61,892,292</b> | <b>53,011,120</b> |
| <b>Reconciliation of Net Result to Net Cash Provided by operating activities</b>   |      |                   |                   |
| Net result from continuing operating activities  |      | 8,203,071         | 6,201,033         |
| <b>Non-cash items</b>  |      |                   |                   |
| Depreciation and amortisation  |      | 14,005,573        | 13,721,781        |
| (Profit)/Loss on Sale of Assets  |      | 727,926           | 649,829           |
| Impairment Assets Held for Sale  |      | -                 | (21,061)          |
| Share of profit of Associates accounted for using the equity method  |      | (10,501)          | 1,385             |
| Adjustment to Financial Assets at Fair Value through profit and loss   |      | 8,878             | (4,203)           |
| Work in Progress Expensed  |      | -                 | 61,437            |
| <b>Non-operating items:</b>  |      |                   |                   |
| Non operating grants, subsidies and contribution   |      | (2,995,801)       | (2,392,283)       |
| <b>Changes in Operating Assets and Liabilities:</b>  |      |                   |                   |
| (Increase)/decrease in current receivables   |      | 306,110           | (230,413)         |
| (Increase)/decrease in prepayments   |      | 9,418             | 127,352           |
| (Increase)/decrease in accrued income  |      | 588,720           | (898,537)         |
| Increase/(Decrease) in current payables  |      | (116,086)         | (863,235)         |
| Increase/(Decrease) in income in advance   |      | (39,039)          | 138,140           |
| Increase/(Decrease) in accrued expenses  |      | (56,934)          | 190,231           |
| Increase/(Decrease) in current provisions  |      | 260,310           | 13,941            |
| Increase/(Decrease) in other payables  |      | 742,443           | (83,090)          |
| Increase/(Decrease) in bond payables   |      | (175,730)         | 103,188           |
| (Increase)/Decrease in non current receivables   |      | 3,645,657         | 4,305,686         |
| Increase/(Decrease) in non current provisions  |      | (74,269)          | (33,251)          |
| <b>Net cash from continuing operating activities</b>   |      | <b>25,029,746</b> | <b>20,987,934</b> |



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

|  | 2024/25<br>Actual | 2023/24<br>Actual |
|--|-------------------|-------------------|
| <b>Net result from discontinued operating activities</b> | \$ -              | \$ (555,612)      |
| (Profit)/Loss on Sale of Assets                          | -                 | 635,266           |
| Increase/(Decrease) in current payables                  | -                 | 201,929           |
| Increase/(Decrease) in current provisions                | -                 | 520               |
| Increase/(Decrease) in non-current provisions            | -                 | 31                |
| <b>Net cash from discontinued operating activities</b>   | -                 | <b>282,134</b>    |

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

|                                      | 2024/25<br>Actual | 2023/24<br>Actual |
|--------------------------------------|-------------------|-------------------|
| <b>Undrawn Credit Facilities</b>     | \$                | \$                |
| Credit card limit                    | 40,000            | 40,000            |
| Credit card balance at balance date  | (21,381)          | (29,606)          |
| <b>Total amount of credit unused</b> | <b>18,619</b>     | <b>10,394</b>     |

CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

17. CONTINGENT LIABILITIES

In compliance with the *Contaminated Sites Act 2003*, the City has 1 site with possible contamination. Until the City conducts an investigation to determine the presence and scope of contamination, assess the risk and agree with the Department of Water and Environmental Regulation on the need and criteria for remediation, the City is unable to estimate the potential costs associated with remediation of this site. This approach is consistent with the Department of Water and Environmental Regulation Guidelines.

18. COMMITMENTS

**18(a). Capital Commitments**

|                                  | 2024/25<br>Actual | 2023/24<br>Actual |
|----------------------------------|-------------------|-------------------|
| Contracted for:                  | \$                | \$                |
| not later than one year          | 3,081,604         | 1,236,046         |
| <b>Total Capital Commitments</b> | <b>3,081,604</b>  | <b>1,236,046</b>  |

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

**18(b). Operating Commitments**

|                                    | 2024/25<br>Actual | 2023/24<br>Actual |
|------------------------------------|-------------------|-------------------|
| Contracted for:                    | \$                | \$                |
| not later than one year            | 9,591,122         | -                 |
| <b>Total Operating Commitments</b> | <b>9,591,122</b>  | <b>-</b>          |

The City has entered into a funding agreement with Western Power for the provision of underground electricity in Kensington Project area, as part of the Targeted Underground Power Program (TUPP). The infrastructure is not City owned but Western Power owned. Payments in terms of the funding agreement fall due in the 2025/2026 financial year. Expenditures are detailed as operating commitments because they are the subject of an irrevocable commitment for the 2025/26 financial year at the reporting date.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

19. RELATED PARTY TRANSACTIONS

19(a). Elected Member Remuneration

| <b>Fees, expenses and allowances to be paid or reimbursed to elected council members.</b> | <b>2024/25<br/>Actual</b> | <b>2024/25<br/>Budget</b> | <b>2023/24<br/>Actual</b> |
|---|---------------------------|---------------------------|---------------------------|
| Mayor's annual allowance  | 68,552                    | 68,554                    | 65,915                    |
| Mayor's meeting attendance fees   | 33,706                    | 33,706                    | 32,410                    |
| Mayor's Annual allowance for ICT expenses   | 3,064                     | 3,200                     | 3,064                     |
|   | <b>105,322</b>            | <b>105,460</b>            | <b>101,389</b>            |
| Deputy Mayor's annual allowance   | 17,138                    | 17,142                    | 16,032                    |
| Deputy Mayor's meeting attendance fees  | 25,137                    | 25,137                    | 28,834                    |
| Deputy Mayor's annual allowance for ICT expenses  | 3,500                     | 3,500                     | 3,300                     |
|   | <b>45,775</b>             | <b>45,779</b>             | <b>48,166</b>             |
| All other council member's meeting attendance fees  | 173,058                   | 175,957                   | 164,526                   |
| All other council member's annual allowance for ICT expenses                              | 24,095                    | 24,500                    | 24,699                    |
| All other council member's for travel and accommodation expenses                          | 380                       | -                         | 205                       |
|   | <b>197,533</b>            | <b>200,457</b>            | <b>189,430</b>            |
|   | <b>348,630</b>            | <b>351,696</b>            | <b>338,985</b>            |

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

|   | <b>2024/25<br/>Actual</b> | <b>2023/24<br/>Actual</b> |
|---|---------------------------|---------------------------|
| <b>Senior Officer Remuneration (KMP) Disclosure</b>                               | <b>\$</b>                 | <b>\$</b>                 |
| The total of remuneration paid to KMP of the City during the year are as follows: |                           |                           |
| Short-term employee benefits  | 938,256                   | 872,973                   |
| Post-employment benefits  | 113,240                   | 101,611                   |
| Other long-term benefits  | 93,147                    | 108,089                   |
| Council member costs  | 19(a) 348,630             | 338,985                   |
|   | <b>1,493,273</b>          | <b>1,421,658</b>          |

**MATERIAL ACCOUNTING POLICIES**

**Short-term Employee Benefits**

These amounts include all salary and fringe benefits and awarded to KMP except for details in respect to fees and benefits paid to council members which may be separately found in the table 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 amounts represents annual leave and long service leave entitlements accruing during the year.

**Termination Benefit**

These amounts represent termination benefits paid to KMP (Note: may or may not be applicable in any given year)

**Council member costs**

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

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NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

**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 \$199,049 (2024: 1.61% and \$207,927), refer to Note 4.



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

20. INVESTMENT IN ASSOCIATE

|  | % of<br>ownership<br>interest 2025 | % of<br>ownership<br>interest 2024 | 2024/25<br>Actual | 2023/24<br>Actual |
|--|------------------------------------|------------------------------------|-------------------|-------------------|
| <b>Equity share in Associates - Rivers Regional Subsidiary</b> |                                    |                                    | \$                | \$                |
| Rivers Regional Subsidiary - Balance at beginning of period    |                                    |                                    | 35,236            | 36,621            |
| Movement for the current period                                |                                    |                                    | 10,501            | (1,385)           |
| <b>Balance as at 30 June</b>                                   | 11%                                | 10%                                | <b>45,737</b>     | <b>35,236</b>     |

**Share of Investment in Rivers Regional Subsidiary**

The Rivers Regional Subsidiary (RRS) 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 RRS 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 Subsidiary 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 10.57% representing an interest of \$45,737 (2024: 10% and \$35,236). The total expenditure contribution paid to RRC during the year was \$32,992 (2024: \$34,641).

The tables below reflect the summarised financial information of the investment in associate based on the audited results of the RRS. 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.

|   | 2024/25<br>Actual | 2023/24<br>Actual |
|---|-------------------|-------------------|
| <b>Summarised statement of comprehensive income</b> |                   |                   |
|   | \$                | \$                |
| Revenue   | 19,262            | 330,486           |
| Interest revenue                                    | 5,879             | 4,312             |
| Finance charge                                      | 47,994            | 330,436           |
| Total comprehensive income for the period           | <b>(22,853)</b>   | <b>4,362</b>      |
| <b>Summarised statement of financial position</b>   |                   |                   |
| Cash and cash equivalents                           | 486,809           | 439,047           |
| Other current assets                                | 5,210             | 1,414             |
| Total current assets                                | <b>492,019</b>    | <b>440,461</b>    |
| Total assets  | <b>492,019</b>    | <b>440,461</b>    |
| Current financial liabilities                       | 6,173             | 33,646            |
| Other current liabilities                           | 53,132            | 53,391            |
| Total current liabilities                           | <b>59,305</b>     | <b>87,037</b>     |
| Total liabilities                                   | <b>59,305</b>     | <b>87,037</b>     |
| <b>Net assets</b>                                   | <b>432,714</b>    | <b>353,424</b>    |

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NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

|   | 2024/25<br>Actual | 2023/24<br>Actual |
|---|-------------------|-------------------|
| <b>Reconciliation to carrying amounts</b> |                   |                   |
| Opening net assets 1 July                 | 455,567           | 349,062           |
| Profit/(Loss) for the period              | (22,853)          | 4,362             |
| Closing net assets 1 July                 | <b>432,714</b>    | <b>353,424</b>    |
| <b>Carrying amount at 1 July</b>          | 35,236            | 36,621            |
| - Movement for the period                 | 10,501            | (1,385)           |
| <b>Carrying amount at 30 June</b>         | <b>45,737</b>     | <b>35,236</b>     |

**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 2025

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

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

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

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

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NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

**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<br>Average<br>Interest<br>Rate | Carrying<br>Amounts | Fixed<br>Interest Rate | Variable<br>Interest Rate | Non Interest<br>Bearing |
|---|---|---------------------|------------------------|---------------------------|-------------------------|
| <b>30 June 2025</b>                                   |   | \$                  | \$                     | \$                        | \$                      |
| Cash at Bank/On Hand                                  | 3.91%                                   | 1,013,345           | -                      | 1,010,035                 | 3,310                   |
| At Call/Term Deposits (less than 3 months)            | 4.49%                                   | 4,240,070           | 4,240,070              | -                         | -                       |
| Financial assets at amortised<br>cost - term deposits | 4.81%                                   | 71,834,394          | 71,834,394             | -                         | -                       |
| <b>Total</b>  |   | <b>77,087,809</b>   | <b>76,074,464</b>      | <b>1,010,035</b>          | <b>3,310</b>            |
| <b>30 June 2024</b>                                   |   |                     |                        |                           |                         |
| Cash at Bank/On Hand                                  | 4.23%                                   | 3,223,962           | -                      | 3,220,418                 | 3,545                   |
| Financial assets at amortised<br>cost - term deposits | 5.34%                                   | 62,326,387          | 62,326,387             | -                         | -                       |
| <b>Total</b>  |   | <b>65,550,349</b>   | <b>62,326,387</b>      | <b>3,220,418</b>          | <b>3,545</b>            |

**Sensitivity**

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

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

|  | 2025   | 2024   |
|--|--------|--------|
|  | \$     | \$     |
| Impact of a 1% movement in interest rates on profit and loss and equity* | 10,100 | 32,204 |

\*Holding all other variables constant

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

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**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 28(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.



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**NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025**

The loss allowance as at 30 June 2025 and 30 June 2024 was determined as follows for sundry receivables and infringements.

|                                      | <b>Current</b> | <b>More than 30<br/>days past</b> | <b>More than 60<br/>days past</b> | <b>More than 90<br/>days past</b> | <b>Total</b> |
|--------------------------------------|----------------|-----------------------------------|-----------------------------------|-----------------------------------|--------------|
|                                      | <b>\$</b>      | <b>\$</b>                         | <b>\$</b>                         | <b>\$</b>                         | <b>\$</b>    |
| <b>30 June 2025</b>                  |                |                                   |                                   |                                   |              |
| Sundry receivables and infringements |                |                                   |                                   |                                   |              |
| Expected credit loss                 | 5.30%          | 31.23%                            | 63.62%                            | 92.63%                            | 51.42%       |
| Gross carrying amount                | 562,718        | 67,214                            | 24,407                            | 655,475                           | 1,309,814    |
| Loss allowance                       | 29,847         | 20,988                            | 15,527                            | 607,191                           | 673,553      |
| <b>30 June 2024</b>                  |                |                                   |                                   |                                   |              |
| 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      |

\*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:

|  | <b>Sundry debtors</b>  |                        | <b>Infringements</b>   |                        |
|--|------------------------|------------------------|------------------------|------------------------|
|  | <b>2025<br/>Actual</b> | <b>2024<br/>Actual</b> | <b>2025<br/>Actual</b> | <b>2024<br/>Actual</b> |
|  | <b>\$</b>              | <b>\$</b>              | <b>\$</b>              | <b>\$</b>              |
| <b>Opening loss allowance as at 1 July</b>   | 63,038                 | 43,643                 | 553,816                | 478,659                |
| Increase/(decrease) in loss allowance recognised in profit or loss during the year | (21,546)               | 19,395                 | 78,245                 | 75,157                 |
| <b>Closing loss allowance at 30 June</b>   | 41,492                 | 63,038                 | 632,061                | 553,816                |

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

**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<br>1 year | Due within<br>1 to 5 years | Due after<br>5 years | Total<br>contractual<br>cash flows | Carrying<br>values |
|---|----------------------|----------------------------|----------------------|------------------------------------|--------------------|
| <b>30 June 2025</b>                                     | \$                   | \$                         | \$                   | \$                                 | \$                 |
| Trade and Other Payables excluding<br>income in advance | 6,568,976            | -                          | -                    | 6,568,976                          | 6,568,976          |
| Borrowings  | 3,704,230            | 1,661,291                  | 2,075,158            | 7,440,679                          | 6,610,353          |
| <b>Total</b>  | <b>10,273,206</b>    | <b>1,661,291</b>           | <b>2,075,158</b>     | <b>14,009,655</b>                  | <b>13,179,329</b>  |
| <b>30 June 2024</b>                                     |                      |                            |                      |                                    |                    |
| Trade and Other Payables excluding<br>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          |
| <b>Total</b>  | <b>9,940,471</b>     | <b>5,010,181</b>           | <b>2,430,498</b>     | <b>17,381,150</b>                  | <b>16,160,237</b>  |

\* Excluding Trade and other payables held for sale.

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NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

22. EVENTS OCCURRING AFTER THE END OF THE REPORTING PERIOD

There have been no significant events after the reporting period that are required to be included in the 2024/25 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.

**e) Budget Comparative Figures**

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

**f) Superannuation**

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

**g) Fair Value of Assets and Liabilities**

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

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

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

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

**h) Interest revenue**

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

**i) Fair value hierarchy**

AASB 13 *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:



NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

**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:

**Market Approach**

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

**Income Approach**

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

**Cost Approach**

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

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

**j) Impairment of Assets**

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

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

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.

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NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

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**

| <b>OBJECTIVE</b>  | <b>ACTIVITIES</b>   |
|---|---|
| <b>GOVERNANCE</b><br>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.   |
| <b>GENERAL PURPOSE FUNDING</b><br>To collect revenue to allow for the provision of services.                            | Rates, general purpose government grants and interest revenue.  |
| <b>LAW, ORDER, PUBLIC SAFETY</b><br>To provide services to help ensure a safer and environmentally conscious community. | This programme embraces parking management, animal control, fire prevention and Safer Cities.   |
| <b>HEALTH</b><br>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.  |
| <b>EDUCATION AND WELFARE</b><br>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.<br><br>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.<br><br>Also included are staff costs for coordinators at the centre and other voluntary services. |
| <b>HOUSING</b><br>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.  |
| <b>COMMUNITY AMENITIES</b><br>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 2025

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

**OBJECTIVE**

**RECREATION AND CULTURE**

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

**TRANSPORT**

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

**ECONOMIC SERVICES**

To help promote the local government and its economic wellbeing.

**OTHER PROPERTY AND SERVICES**

To monitor and control operating accounts.

**ACTIVITIES**

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.

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.

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

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



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NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

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

|  | 2024/25<br>Actual | 2024/25<br>Budget | 2023/24<br>Actual |
|--|-------------------|-------------------|-------------------|
| <b>Income Excluding Grants, subsidies and contribution</b>   | <b>\$</b>         | <b>\$</b>         | <b>\$</b>         |
| General Purpose Funding                                      | 51,631,588        | 51,120,974        | 47,871,411        |
| Governance   | 14,099            | 2,979             | 62,082            |
| Law, Order, Public Safety                                    | 351,453           | 276,000           | 335,242           |
| Health   | 108,608           | 132,500           | 135,904           |
| Housing  | -                 | -                 | 655,869           |
| Community Amenities  | 9,959,892         | 9,304,575         | 8,919,929         |
| Recreation & Culture   | 8,554,880         | 7,736,759         | 7,772,286         |
| Transport  | 2,857,703         | 2,562,400         | 2,926,118         |
| Economic Services  | 1,369,738         | 590,000           | 650,341           |
| Other Property and Services                                  | 38,462            | 30,000            | 35,504            |
|  | <b>74,886,424</b> | <b>71,756,187</b> | <b>69,364,686</b> |
| <b>Grants and subsidies and contributions</b>                |                   |                   |                   |
| General Purpose Funding                                      | 823,512           | 1,200,000         | 1,066,174         |
| Health   | 20,464            | 11,700            | 11,663            |
| Community Amenities  | 24,172            | -                 | 6,278             |
| Recreation & Culture   | 1,578,656         | 6,497,926         | 228,738           |
| Transport  | 2,210,834         | 1,691,407         | 3,027,441         |
| Other Property and Services                                  | -                 | -                 | 1,067             |
|  | <b>4,657,637</b>  | <b>9,401,033</b>  | <b>4,341,361</b>  |
| <b>Total Income</b>  | <b>79,544,061</b> | <b>81,157,220</b> | <b>73,706,047</b> |
| <b>Expenses</b>  |                   |                   |                   |
| General Purpose Funding                                      | 348,536           | 417,825           | 313,514           |
| Governance   | 6,284,588         | 6,831,208         | 5,727,024         |
| Law, Order, Public Safety                                    | 1,461,394         | 1,357,735         | 1,333,094         |
| Health   | 924,042           | 981,533           | 947,203           |
| Education and Welfare  | 574,958           | 585,781           | 547,634           |
| Housing  | 55,453            | 58,745            | 377,513           |
| Community Amenities  | 12,446,062        | 12,710,826        | 12,331,786        |
| Recreation & Culture   | 27,586,148        | 27,417,318        | 25,800,643        |
| Transport  | 19,686,609        | 20,679,811        | 18,696,720        |
| Economic Services  | 1,284,194         | 1,238,476         | 838,524           |
| Other Property and Services                                  | 689,007           | 654,371           | 591,356           |
| <b>Total Expenses</b>  | <b>71,340,991</b> | <b>72,933,630</b> | <b>67,505,011</b> |
| <b>Net Result for the period for continuing operations</b>   | <b>8,203,071</b>  | <b>8,223,590</b>  | <b>6,201,035</b>  |
| <b>Net Result for the period for discontinued operations</b> | <b>-</b>          | <b>-</b>          | <b>(555,612)</b>  |
| <b>Net Result for the Period</b>                             | <b>8,203,071</b>  | <b>8,223,590</b>  | <b>5,645,423</b>  |

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

**24(c). Total Assets**

|                              | <b>2024/25<br/>Actual</b> | <b>2023/24<br/>Actual</b> |
|------------------------------|---------------------------|---------------------------|
|                              | <b>\$</b>                 | <b>\$</b>                 |
| General Purpose Funding      | 92,532,578                | 83,411,746                |
| Governance                   | 28,778,940                | 28,982,232                |
| Law, Order and Public Safety | 2,032,443                 | 1,828,436                 |
| Education and Welfare        | 2,186,655                 | 2,201,176                 |
| Welfare                      | 5,993,907                 | 6,027,368                 |
| Housing                      | 2,005,996                 | 1,890,517                 |
| Community Amenities          | 19,838,495                | 20,525,787                |
| Recreation and Culture       | 255,407,583               | 246,541,266               |
| Transport                    | 383,248,950               | 385,588,531               |
| Economic Services            | 75,470                    | 79,934                    |
| Other Property and Services  | 114,089,529               | 101,331,525               |
| <b>Total Assets</b>          | <b>906,190,541</b>        | <b>878,408,518</b>        |

CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

25. NET RESULT FROM DISCONTINUED OPERATIONS

|  | 2024/25<br>Actual | 2024/25<br>Budget | 2023/24<br>Actual  |
|--|-------------------|-------------------|--------------------|
| <b>REVENUE</b>   | \$                | \$                | \$                 |
| Fees and charges   | -                 | -                 | 1,761,089          |
| Other revenue  | -                 | -                 | 79,800             |
|  | -                 | -                 | <b>1,840,889</b>   |
| <b>EXPENSES</b>  |                   |                   |                    |
| Employee costs   | -                 | -                 | (773,118)          |
| Materials and contracts  | -                 | -                 | (425,494)          |
| Utility charges  | -                 | -                 | (247,155)          |
| Depreciation and amortisation                                    | -                 | -                 | 0                  |
| Insurance  | -                 | -                 | (272,973)          |
| Other expenditure  | -                 | -                 | (42,494)           |
|  | -                 | -                 | <b>(1,761,234)</b> |
| Loss on disposal of assets & liabilities discontinued operations | -                 | -                 | (635,266)          |
| <b>Net result from discontinued operations</b>                   | -                 | -                 | <b>(555,611)</b>   |

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 2025

26. RATING INFORMATION

26(a). Rates

| RATE TYPE  | Rate in  | Number of Properties | 2024/25 Rateable Value | 2024/25 Actual Rate Revenue | 2024/25 Actual Interim Rates | 2024/25 Total Revenue | 2024/25 Budget Rate Revenue | 2024/25 Budget Interim Rates | 2024/25 Budget Total Rates | 2023/24 Actual    |
|--|----------|----------------------|------------------------|-----------------------------|------------------------------|-----------------------|-----------------------------|------------------------------|----------------------------|-------------------|
| <b>Differential general rate or general rate</b> |          |                      |                        |                             |                              |                       |                             |                              |                            |                   |
| <b>Gross rental valuations</b>                   |          |                      |                        |                             |                              |                       |                             |                              |                            |                   |
| Residential                                      | 0.075551 | 17,995               | 483,610,886            | 36,537,284                  | -                            | 36,537,284            | 36,540,704                  | -                            | 36,540,704                 | 35,032,203        |
| Interim rates                                    |          | -                    | -                      | -                           | 1,153,058                    | 1,153,058             | -                           | 1,000,000                    | 1,000,000                  | 239,172           |
| Commercial                                       | 0.075551 | 723                  | 67,045,497             | 5,065,354                   | -                            | 5,065,355             | 5,065,354                   | -                            | 5,065,354                  | 4,858,582         |
| <b>Sub Totals</b>                                |          | <b>18,718</b>        | <b>550,656,383</b>     | <b>41,602,638</b>           | <b>1,153,058</b>             | <b>42,755,697</b>     | <b>41,606,058</b>           | <b>1,000,000</b>             | <b>42,606,058</b>          | <b>40,129,957</b> |
| <b>Minimum payment</b>                           |          |                      |                        |                             |                              |                       |                             |                              |                            |                   |
| <b>Gross rental valuations</b>                   |          |                      |                        |                             |                              |                       |                             |                              |                            |                   |
| Residential                                      | 1,210    | 2,746                | 40,054,638             | 3,322,660                   | -                            | 3,322,660             | 3,323,870                   | -                            | 3,323,870                  | 3,246,750         |
| Commercial                                       | 1,210    | 112                  | 1,296,420              | 135,520                     | -                            | 135,520               | 135,520                     | -                            | 135,520                    | 131,040           |
| <b>Sub Totals</b>                                |          | <b>2,858</b>         | <b>41,351,058</b>      | <b>3,458,180</b>            | <b>-</b>                     | <b>3,458,180</b>      | <b>3,459,390</b>            | <b>-</b>                     | <b>3,459,390</b>           | <b>3,377,790</b>  |
| <b>Discounts/concessions</b>                     |          |                      |                        |                             |                              |                       |                             |                              |                            |                   |
| Total amount raised from general rates           |          | <b>21,576</b>        | <b>592,007,441</b>     | <b>45,060,818</b>           | <b>1,153,058</b>             | <b>46,213,877</b>     | <b>45,065,448</b>           | <b>1,000,000</b>             | <b>46,065,448</b>          | <b>43,507,747</b> |
| <b>Total Rates</b>                               |          |                      |                        |                             |                              | <b>46,213,877</b>     |                             |                              | <b>46,065,448</b>          | <b>43,507,747</b> |

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

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

26(b). Interest Charges and Instalments

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

|                                      | 2024/25<br>Actual | 2024/25<br>Budget | 2023/24<br>Actual |
|--------------------------------------|-------------------|-------------------|-------------------|
|                                      | \$                | \$                | \$                |
| Instalment plan admin charge revenue | 153,071           | 160,000           | 158,723           |
| Instalment plan interest earned      | 154,323           | 158,000           | 156,859           |
| Unpaid rates interest earned         | 418,819           | 300,000           | 400,626           |
| <b>Total</b>                         | <b>726,213</b>    | <b>618,000</b>    | <b>716,208</b>    |

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

27. DETERMINATION OF SURPLUS OR DEFICIT

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

|   | 2024/25<br>(30 June 2025) | 2024/25<br>Budget<br>(30 June 2025) | 2023/24<br>(30 June 2024) |
|---|---------------------------|-------------------------------------|---------------------------|
| Note  | Carried Forward           | Carried Forward                     | Carried Forward           |
| <b>Non-cash amounts excluded from operating activities</b>  | \$                        | \$                                  | \$                        |
| The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with Financial Management Regulation 32. |                           |                                     |                           |
| <b>Adjustments to operating activities</b>  |                           |                                     |                           |
| Less: Profit on asset disposals   | (67,547)                  | (166,744)                           | (158,885)                 |
| Add: Loss on disposal of assets   | 795,473                   | -                                   | 808,714                   |
| Add: Depreciation on non-current assets   | 14,005,573                | 14,130,786                          | 13,721,781                |
| Movement: in Work In Progress (expense)   | -                         | -                                   | 61,439                    |
| Movement: in pensioner deferred rates (non-current)   | (42,277)                  | -                                   | 47,341                    |
| Impairment Assets Held for Sale   | -                         | -                                   | 21,060                    |
| Movement: in employee benefit provisions (non-current)  | (74,269)                  | -                                   | (33,221)                  |
| <b>Non cash amounts excluded from operating activities</b>  | <b>14,616,953</b>         | <b>13,964,042</b>                   | <b>14,468,229</b>         |

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

|   | 2024/25<br>(30 June 2025) | 2024/25<br>Budget<br>(30 June 2025) | 2023/24<br>(30 June 2024) |
|---|---------------------------|-------------------------------------|---------------------------|
| Note  | Carried Forward           | Carried Forward                     | Carried Forward           |
| <b>Surplus / (deficit) after imposition of general rates</b>  | \$                        | \$                                  | \$                        |
| The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with Financial Management Regulation 32. |                           |                                     |                           |
| <b>Adjustments to net current assets</b>  |                           |                                     |                           |
| Less: Reserves - cash/financial asset backed  | 29 (55,342,512)           | (48,582,822)                        | (46,653,582)              |
| Less: Financial assets at amortised cost - self supporting loans  | 4(a) (55,920)             | (55,919)                            | (53,513)                  |
| Add: Current liabilities not expected to be cleared at end of year  |                           |                                     |                           |
| current portion of borrowings   | 13 3,486,139              | 3,486,938                           | 3,374,601                 |
| current unspent grants, and reimbursement held in reserve   | 5,313,322                 | 4,664,970                           | 5,500,000                 |
| current portion of underground power  | (3,874,766)               | (3,871,385)                         | (4,077,698)               |
| <b>Total adjustments to net current assets</b>  | <b>(50,473,737)</b>       | <b>(44,358,217)</b>                 | <b>(41,910,193)</b>       |
| <b>Net current assets used in the Statement of Financial</b>  |                           |                                     |                           |
| Total current assets  | 87,399,382                | 62,044,061                          | 76,763,764                |
| Less: Total current liabilities   | (22,541,675)              | (17,685,843)                        | (21,622,932)              |
| Less: Total adjustments to net current assets   | (50,473,737)              | (44,358,217)                        | (41,910,193)              |
| <b>Surplus or deficit after imposition of general rates</b>   | <b>14,383,969</b>         | <b>-</b>                            | <b>13,230,640</b>         |



CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

28. BORROWING

28 (a). Borrowings

| Purpose                            | Institution | Actual               |                    |                           |                    | Budget                    |                    |                           |                |
|------------------------------------|-------------|----------------------|--------------------|---------------------------|--------------------|---------------------------|--------------------|---------------------------|----------------|
|                                    |             | Principal Repayments |                    | Principal Repayments      |                    | Principal Repayments      |                    | Principal Repayments      |                |
|                                    |             | Balance 1 July 2023  | During 2023/24     | Principal at 30 June 2024 | During 2024/25     | Principal at 30 June 2025 | During 2024/25     | Principal at 30 June 2025 | During 2024/25 |
|                                    |             | \$                   | \$                 | \$                        | \$                 | \$                        | \$                 | \$                        | \$             |
| <b>Recreation and Culture</b>      |             |                      |                    |                           |                    |                           |                    |                           |                |
| 227 - Collier Park Golf Course     | WATC*       | 1,350,349            | (392,559)          | 957,790                   | (412,520)          | 545,270                   | (412,520)          | 545,270                   |                |
| <b>Total Golf Course Loans</b>     |             | <b>1,350,349</b>     | <b>(392,559)</b>   | <b>957,790</b>            | <b>(412,520)</b>   | <b>545,270</b>            | <b>(412,520)</b>   | <b>545,270</b>            |                |
| 231 - Municipal Works              | WATC*       | 3,600,280            | (226,851)          | 3,373,429                 | (234,241)          | 3,139,188                 | (234,241)          | 3,139,188                 |                |
| <b>Economic Services</b>           |             |                      |                    |                           |                    |                           |                    |                           |                |
| Collier Underground Power          | WATC*       | 3,969,898            | (1,284,243)        | 2,685,655                 | (1,322,911)        | 1,362,744                 | (1,322,911)        | 1,362,744                 |                |
| Manning Underground Power          | WATC*       | 4,055,439            | (1,311,915)        | 2,743,524                 | (1,351,417)        | 1,392,107                 | (1,351,417)        | 1,392,107                 |                |
| <b>Total City Loans</b>            |             | <b>11,625,617</b>    | <b>(2,823,009)</b> | <b>8,802,608</b>          | <b>(2,908,569)</b> | <b>5,894,039</b>          | <b>(2,908,568)</b> | <b>5,894,041</b>          |                |
| <b>Self Supporting Loans **</b>    |             |                      |                    |                           |                    |                           |                    |                           |                |
| <b>Recreation and Culture</b>      |             |                      |                    |                           |                    |                           |                    |                           |                |
| 228 - South Perth Bowling Club     | WATC*       | 31,199               | (6,383)            | 24,816                    | (6,685)            | 18,131                    | (6,685)            | 18,131                    |                |
| 229 - South Perth Bowling Club     | WATC*       | 195,147              | (37,768)           | 157,379                   | (39,465)           | 117,914                   | (39,465)           | 117,914                   |                |
| 230 - South Perth Bowling Club     | WATC*       | 49,418               | (7,059)            | 42,359                    | (7,363)            | 34,996                    | (7,363)            | 34,996                    |                |
| <b>Total Self Supporting Loans</b> | WATC*       | <b>275,764</b>       | <b>(51,210)</b>    | <b>224,554</b>            | <b>(53,513)</b>    | <b>171,041</b>            | <b>(53,513)</b>    | <b>171,040</b>            |                |
| <b>Total Loans</b>                 |             | <b>13,251,730</b>    | <b>(3,266,778)</b> | <b>9,984,952</b>          | <b>(3,374,602)</b> | <b>6,610,350</b>          | <b>(3,374,601)</b> | <b>6,610,353</b>          |                |

\* Western Australia Treasury Corporation

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

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

Borrowing Finance Cost Payments

| Purpose                            | Institution | Interest Rate | Date final payment is due | Actual for                  |    | Budget for                  |    | Actual for                  |    |
|------------------------------------|-------------|---------------|---------------------------|-----------------------------|----|-----------------------------|----|-----------------------------|----|
|                                    |             |               |                           | year ending 30 June 2024/25 | \$ | year ending 30 June 2024/25 | \$ | year ending 30 June 2023/24 | \$ |
| 227 - Collier Park Golf Course     | WATC*       | 4.97%         | 30/09/2026                | (45,598)                    |    | (48,033)                    |    | (67,994)                    |    |
| 231 - Municipal Works              | WATC*       | 3.21%         | 28/06/2036                | (127,133)                   |    | (129,395)                   |    | (136,725)                   |    |
| Collier UGP                        | WATC*       | 2.98%         | 29/04/2026                | (72,780)                    |    | (88,260)                    |    | (121,165)                   |    |
| Manning UGP                        | WATC*       | 2.98%         | 29/04/2026                | (73,748)                    |    | (90,162)                    |    | (123,776)                   |    |
| <b>Total</b>                       |             |               |                           | <b>(319,259)</b>            |    | <b>(355,850)</b>            |    | <b>(449,660)</b>            |    |
| <b>Self Supporting Loans **</b>    |             |               |                           |                             |    |                             |    |                             |    |
| 228 - South Perth Bowling Club     | WATC*       | 4.65%         | 15/11/2027                | (1,178)                     |    | (1,253)                     |    | (1,515)                     |    |
| 229 - South Perth Bowling Club     | WATC*       | 4.42%         | 15/02/2028                | (7,221)                     |    | (7,651)                     |    | (9,124)                     |    |
| 230 - South Perth Bowling Club     | WATC*       | 4.22%         | 08/09/2029                | (1,924)                     |    | (1,977)                     |    | (2,241)                     |    |
| <b>Total Self Supporting Loans</b> | WATC*       |               |                           | <b>(10,322)</b>             |    | <b>(10,881)</b>             |    | <b>(12,880)</b>             |    |
| <b>Total Finance Cost Payments</b> |             |               |                           | <b>(329,581)</b>            |    | <b>(366,731)</b>            |    | <b>(462,540)</b>            |    |

\* Western Australia Treasury Corporation

\*\* Self supporting loans are financed by payments from third parties. These are shown in Note 4 as other financial assets at amortised cost.

**28 (b). Unspent Borrowings**

The city currently does not have unspent borrowing.

CITY OF SOUTH PERTH | ANNUAL REPORT 2024/25

NOTES TO AND FORMING PART OF FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2025

29. RESERVE ACCOUNTS

|  | 2024/25<br>Actual Opening<br>Balance | 2024/25<br>Actual Transfer<br>to | 2024/25<br>Actual Closing<br>Balance | 2024/25<br>Budget Opening<br>Balance | 2024/25<br>Budget Closing<br>Balance | 2024/25<br>Budget Transfer<br>to | 2024/25<br>Budget Transfer<br>(from) | 2024/25<br>Budget Closing<br>Balance | 2024/25<br>Actual Opening<br>Balance | 2024/25<br>Actual Transfer<br>to | 2024/25<br>Actual Closing<br>Balance | 2023/24<br>Actual Transfer<br>(from) | 2023/24<br>Actual Closing<br>Balance |
|--|--------------------------------------|----------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|----------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|----------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|
| <b>Reserves - Cash/Financial assets backed</b> |                                      |                                  |                                      |                                      |                                      |                                  |                                      |                                      |                                      |                                  |                                      |                                      |                                      |
| Employee Entitlement Reserve                   | 4,796,529                            | 260,310                          | 5,056,837                            | 5,267,930                            | 404,722                              | (452,191)                        | 5,220,461                            | 4,775,967                            | 366,148                              | (345,587)                        | 4,796,528                            |                                      |                                      |
| Community Facilities Reserve                   | 16,793,878                           | 3,805,027                        | 20,272,749                           | 16,525,227                           | 3,717,269                            | (975,000)                        | 19,267,496                           | 10,843,450                           | 5,965,941                            | (15,513)                         | 16,793,878                           |                                      |                                      |
| Public Art Reserve                             | 392,860                              | 104,641                          | 497,501                              | 403,766                              | 19,391                               | -                                | 423,157                              | 349,962                              | 57,798                               | (14,900)                         | 392,860                              |                                      |                                      |
| Parking Facilities Reserve                     | 189,271                              | 8,712                            | 174,837                              | 209,590                              | 10,066                               | (20,000)                         | 199,656                              | 219,358                              | 9,913                                | (40,000)                         | 189,271                              |                                      |                                      |
| Financial Sustainability Investment Reserve    | 12,261,566                           | 2,353,118                        | 14,614,683                           | 12,689,929                           | 2,305,859                            | -                                | 14,995,788                           | 11,303,322                           | 4,977,305                            | (4,019,061)                      | 12,261,566                           |                                      |                                      |
| Collier Park Village Reserve                   | -                                    | -                                | -                                    | -                                    | -                                    | -                                | -                                    | (0)                                  | 738,971                              | (738,971)                        | -                                    |                                      |                                      |
| Waste Management Reserve                       | 4,624,978                            | 1,313,093                        | 5,166,765                            | 4,085,153                            | 1,509,004                            | (1,016,000)                      | 4,578,157                            | 3,468,558                            | 1,426,280                            | (269,859)                        | 4,624,979                            |                                      |                                      |
| Asset Replacement Reserve                      | -                                    | 1,000,000                        | 1,000,000                            | -                                    | 1,000,000                            | -                                | -                                    | -                                    | -                                    | -                                | -                                    |                                      |                                      |
| Underground Power Reserve                      | 129,516                              | 6,702                            | 136,220                              | 128,779                              | 6,185                                | -                                | 134,964                              | 122,878                              | 6,639                                | -                                | 129,516                              |                                      |                                      |
| Riverwall Reserve                              | 997,240                              | 551,850                          | 1,549,089                            | 959,057                              | 546,059                              | -                                | 1,505,116                            | 446,468                              | 550,771                              | -                                | 997,240                              |                                      |                                      |
| Collier Park Golf Course Reserve               | 405,883                              | 396,657                          | 700,217                              | 552,064                              | 520,499                              | (548,500)                        | 524,063                              | -                                    | 405,883                              | -                                | 405,883                              |                                      |                                      |
| Changeroom and Sport Lighting Facilities       | 6,061,863                            | 298,428                          | 6,173,613                            | 5,989,976                            | 244,039                              | (5,500,000)                      | 733,965                              | 5,754,840                            | 324,623                              | (17,600)                         | 6,061,863                            |                                      |                                      |
| <b>Total Reserve Funds</b>                     | <b>46,653,582</b>                    | <b>10,098,538</b>                | <b>55,342,512</b>                    | <b>46,811,421</b>                    | <b>10,283,092</b>                    | <b>(8,511,691)</b>               | <b>48,582,822</b>                    | <b>37,284,802</b>                    | <b>14,830,273</b>                    | <b>(5,461,492)</b>               | <b>46,653,582</b>                    |                                      |                                      |

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

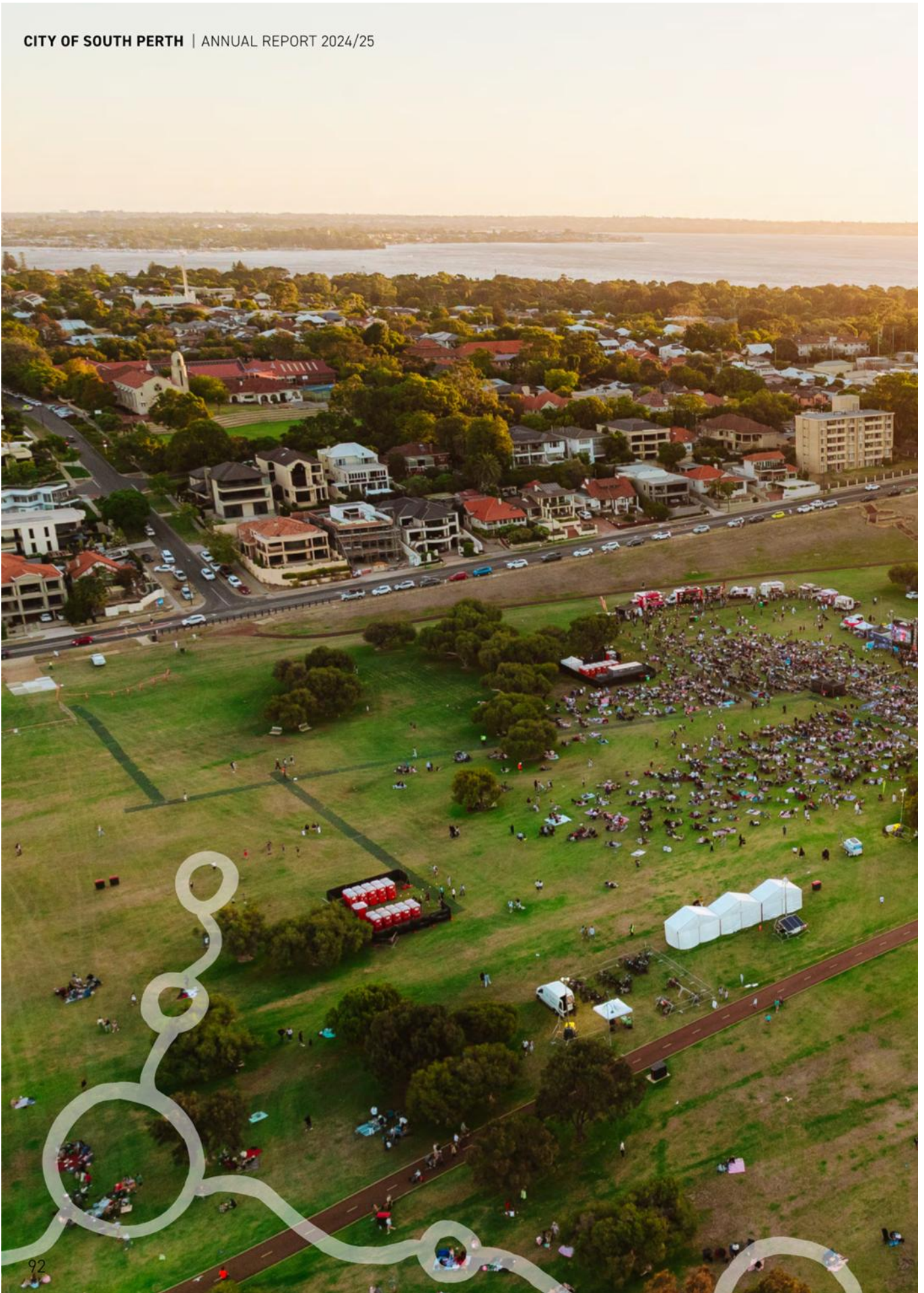
In accordance with Council resolutions or adopted budget in relation to each reserve account, the purpose for which the reserves are set aside and their anticipated date of use are as follows:

| Name of reserve account                          | Purpose of the  |
|--|---|
| 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.   |
| Asset Replacement Reserve                        | This reserve was established to provide funds for the replacement of City assets other than Community Facilities and is funded by specific transfers as approved by Council.  |
| 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 associated infrastructure within the district as needs arise.  |
| Financial Sustainability Investment Reserve Fund | This reserve holds the balance of the Collier Park Residents Offset Reserve following the disposal of Collier Park Village and it now accumulates funds from strategic investment activities including specific allocations from strategic land sale and utilisation activities for strategic investment activities. 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 incoming residents of the retirement village as well as the operating result (adjusted for depreciation) for the Village each year. Capital purchases and refurbishment costs associated with this complex are funded from this reserve. In the event of an operating shortfall, the reserve is expected to subsidise the difference so that the facility's operations do not impose a financial burden upon the City's ratepayers.   |
| Waste Management Reserve                         | This reserve was established to provide for investment in new waste management initiatives as well as was capital requirements it is funded by an annual allocation equal to the operating surplus/(deficit) from the waste operations.   |
| 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 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.   |
| Changeroom and Sport Lighting Facilities Reserve | The reserve was established to quarantine grants and City funds received for the upgrade of and enhancement of changeroom amenities and sports lighting to provide facilities that will increase female participation in sports.  |

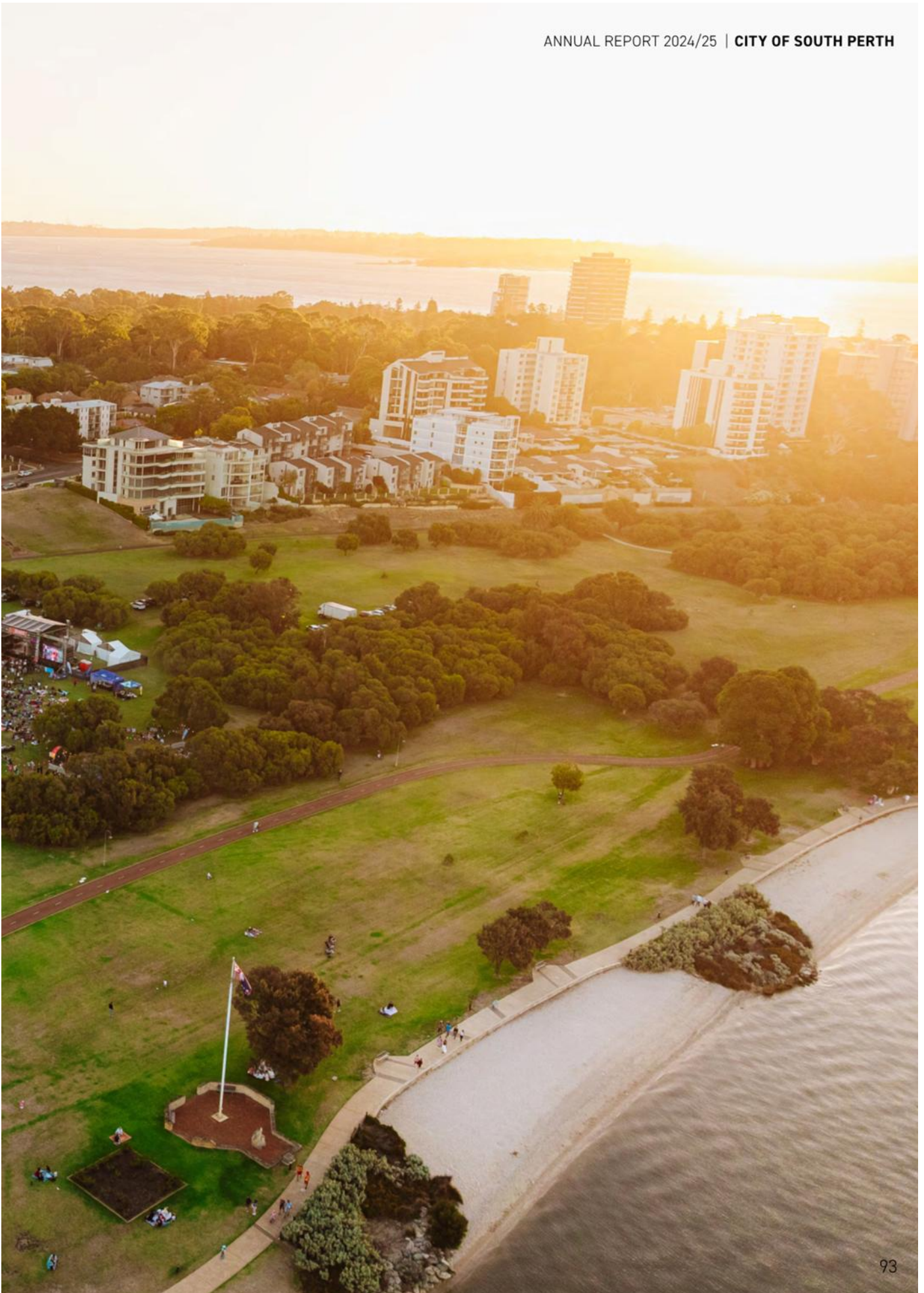


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