

# Annual Report 2022/2023



# Shire of Gingin Councillors



**Cr Wayne Fewster**  
Shire President  
Term – 2023



**Cr Andrea Vis**  
Deputy Shire President  
Term – 2023



**Cr Linda Balcombe**  
Term – 2023



**Cr Kim Rule**  
Term – Retired 2023



**Cr Frank Johnson**  
Term – 2025



**Cr Robert Kestel**  
Term – 2025



**Cr Frank Peczka**  
Term – 2023



**Cr Erik Sorensen**  
Term – 2025

## Shire of Gingin

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# About the Shire of Gingin

## Community Vision:

**“We are a welcoming, inclusive community that celebrates its unique coastal and inland landscapes with an aim to increase visitation to the region.”**

Home to one of WA's oldest towns, several historic shipwrecks, numerous popular coastal tourist destinations, and a thriving agricultural industry, the Shire of Gingin is located on the northern doorstep to the Perth metropolitan area and is one of the State's fastest growing country local governments.

The Shire encompasses an area of 3,223 km<sup>2</sup> and is home to a population of approximately 5,700 residents. There are five townships within the Shire: Gingin, Guilderton, Lancelin, Ledge Point, and Seabird and several smaller rural residential estates.

Geographically the Shire stretches from the coastline across the flat sandy soils of the Swan Coastal Plain in the west to the hinterland and foothills of the Darling

Scarp in the east. It also embraces the lower reaches of Moore River together with a system of freshwater lakes, streams and swamps, and the watercourse of Gingin Brook.

The Shire of Gingin falls into the traditional land area of the Yued Noongar People which covers approximately 29,253 km<sup>2</sup> and also includes the Shires of Coorow, Dalwallinu, Dandaragan, Moora, Victoria Plains, Toodyay, and Chittering. Nyoongar camping grounds, birthing areas, festival places, songlines, and sacred lore sites are scattered throughout the Yued region and some are found along Moore River, known as 'Gabah-daar' (translated as 'mouthful of water'), and Karakin Lakes, known as 'Karak-nyinning' (translated as 'home/place of the black red-tail cockatoo').

Agriculture is the Shire's primary economic contributor and accounts for approximately 40% of local business and some 137,145 hectares of land. Local industries within the Shire include cattle and sheep grazing, apiaries, irrigated horticulture, viticulture, olive groves, aquaculture, piggeries, poultry farms, wineries, abattoirs, feedlots, and cray fishing. In addition to rural industries the Shire's economy is also based around tourism with coastal areas consistently experiencing large influxes of people during holiday periods.

With its wide-open spaces, beautiful coastline and river systems, fascinating history, and passionate communities, the Shire of Gingin has much to offer and is an exceptional place to live and visit.

# Shire of Gingin District Map



# Shire President's Report



## Welcome to the Shire of Gingin's Annual Report 2022-23.

The 2022-23 financial year proved to be another challenging one for the Shire of Gingin with the continuing high demand for planning, building and health related services. While it is exciting to be one of the few shires experiencing substantial growth, we are having to compete with the resource sector and larger neighbouring metro councils for recruiting staff to keep up with the demand. This has been particularly difficult and, as a result, workforce planning has become one of Council's top Planning for the Future priorities.

We have also started to focus on reviewing the condition of all existing Shire buildings and infrastructure. A detailed asset condition report will be prepared following this review which will inform the Shire's Asset Management Plan. This plan will then be used to establish a hierarchy of priorities for Council in terms of asset management and sustainability going forward.

This financial year we conducted another Resident Perception Survey, feedback of which will inform the next review of our Strategic Community Plan (SCP). The SCP, which represents the community's aspirations for the future of our region, is the primary guiding document for Council to determine priorities for the delivery of projects, programs, and services. It comprises the four focus areas Attractions

& Economy, Connections & Wellbeing, Planning & Sustainability, and Excellence & Accountability. A full list of Shire actions and activities for each aspirational area for 2022-23 can be found in the Planning for the Future section of this annual report.

### Official Opening of the GESC

On 29 October 2022, the new \$2.8 million Gingin Emergency Services Centre was officially opened by Emergency Services Minister Stephen Dawson, Fire and Emergency Services Commissioner Darren Klemm AFSM, and myself. Funded by the Emergency Services Levy and with land provided by the Shire, the state-of-the-art Level 3 Incident Control Centre now accommodates the Gingin South Volunteer Bush Fire Brigade and Gingin Volunteer Fire and Rescue Service.

Minister Dawson and Commissioner Klemm also handed over the keys to four new light tankers – each worth approximately \$240,000 – to boost the firefighting arsenal of our local firefighters.

The GESC is a significant upgrade for our volunteers who were previously operating out of a co-located facility built nearly 50 years ago and will enable them to more easily respond to bushfires and other emergencies that threaten the region.

### Coastal Management Planning

At the time of this report, public comment has been invited on the Coastal Management Strategy and revised Coastal Hazard Risk Management Adaptation Plan (CHRMAP), feedback of which will be incorporated into final documents for adoption by Council.

Consultants Shape Urban have worked closely with the Shire's Coastal Erosion Advisory Committee over the past three years to gain as much understanding of how our coastline will be impacted by erosion and inundation. During this time Shape Urban has facilitated numerous community consultation sessions with residents along the coast which have been important for clarifying and prioritising community values, and ensuring that concerns and aspirations for our coastal communities are well understood and translated into actions.

We understand that some recommendations from these reports may not be popular and difficult decisions will have to be made for future development on the coast, however this consultation period will provide another opportunity for everyone to have a say and raise any further concerns for consideration prior to adoption.



### Upper Coastal Sporting Facilities Master Plan Review

In September 2022, Council made the decision to re-establish the Upper Coastal Sporting Facilities Working Group (UCSFWG) for the purpose of reviewing the sporting facilities' priorities, including those included in the Upper Coastal Sporting Facilities Master Plan.

The UCSFWG, which consisted of representatives from Lancelin and Ledge Point sporting clubs and Shire elected members and staff, met over several months to discuss recommendations which were subsequently incorporated into the Master Plan and endorsed by Council in February 2023. Recommendations included the incorporation of both the Lancelin Golf Club and Lancelin Bowling Club in the Master Plan, installation of a 10-rink synthetic bowling green in Lancelin, relocation of the Pegasus Sports Shooting Club, and installation of additional golf cart storage at the Lancelin Golf Club.

### Capital Works

We have seen extensive impacts to the Shire's road network and the 2022-23 budget included provision for a large capital works program with a strong focus on road maintenance and drainage issues. Shire owned and operated buildings were also an important focus this financial year with additional resources provided to address ongoing and long-term issues with a number of these assets. A complete list of these programs and projects are found in the Planning for the Future section of this report.

### Lancelin Arts Festival

The Lancelin Arts Festival held in April 2023 proved to be another successful occasion that brought visitors and locals to Wangaree Park to enjoy a day of art-focused activities on our coast. The festival provided an opportunity for local businesses and artists to showcase their respective crafts and included market stalls, live music, drop-in art workshops, and an interactive mural installation. This event supports the Shire's Attractions & Economy objectives for tourism in the region, and forms part of the annual Summer Suite of Events which the Shire undertakes every year in partnership with Bendigo Bank. Given the success of this year's event, it is our hope and intention to grow it as the Shire's flagship event in Lancelin.

### Flavours of Gingin Preparation

At the time of this report, planning has commenced for the inaugural Flavours of Gingin scheduled for late spring 2023. This event, which was inspired by the success of the Gingin 150<sup>th</sup> Anniversary celebration in 2021, will provide an annual forum for showcasing the rich and diverse range of fresh produce our region provides and the local businesses that provide them. It also aligns with Shire strategic objectives and community wishes for attracting visitors to the area, supporting tourism and local business.

I'd like to thank our CEO Aaron Cook, the Executive Management Team, and all the Shire Staff who are at the coalface of providing the services, projects, and programs for our community. It has been another challenging year, but they have undertaken their respective roles with the utmost commitment, and I am extremely grateful for all their hard work. I'd also like to thank my fellow Councillors who have provided excellent counsel and direction during the 2022-23 financial year, as well as the wider Gingin Shire community for your continued support.

**Cr Wayne Fewster**  
Shire President



# Chief Executive Officer's Report



The 2022-23 financial year was an important one for the Shire in terms of self-assessment and improving how we serve our community, despite the challenging economic climate.

## Resident Perception Survey

We achieved a sound understanding of how we are performing from the results of our latest Resident Perception Survey which was sent to all Gingin Shire residents in April 2023.

In order to increase participation, we provided residents the option to complete a short postcard survey or a longer, more comprehensive survey. This experiment did indeed provide us a higher level of responses: the total participation rate was 28.1% compared to 21% in 2020, representing a 7.1% increase. Feedback from this survey will inform the development of our next Strategic Community Plan (SCP) to be released next financial year.

## Community Engagement Campaigns

In addition to the Resident Perception Survey, we undertook several campaigns to increase public participation and engagement with the aim to understand our community's requirements more fully across a number of service areas. These included:

- Youth Survey 1 – feedback from young people between the ages of 10-25 to inform Youth Strategy.
- Youth Survey 2 – feedback from parents, guardians, and teachers in the Shire to inform Youth Strategy.
- Volunteering – community feedback on volunteering attitudes, perceptions, and experiences.

- Volunteer promotional videos – local volunteer experiences.
- Disability Access & Inclusion Plan – public comment for review of 2023-2028 DAIP.
- Wangaree Park Mural – community feedback on design.
- Juniper Home & Community Care – community feedback on clinical, home, and social support requirements for the Shire of Gingin.

## Bushfire Risk Mitigation

During 2022-23 we prioritised the recruitment of a Bushfire Risk Mitigation Coordinator in partnership with the Shires of Dandaragan and Victoria Plains to facilitate the development and implementation of Bushfire Risk Management Plans within our respective regions.

This position, which is jointly funded by the three shires and DFES, applied for funding from the State Government's Mitigation Activity Fund Grants Program (MAFGP) and undertook a range of mechanical fuel reduction, weed spraying, and prescribed burning activities on emergency access tracks and firebreaks throughout the Shire. These locations included Ocean Farm Estate, Seaview Estate, Lancelin, Ledge Point, Guilderton and Woodridge, along Gingin Brook and numerous Shire roads including Mooliabeenee Road and Indian Ocean Drive to Link Road in Woodridge, and Shire-managed reserves.

Assessments are now being conducted to prepare for the next round of funding which will focus on the Primary & Regional Distributor Road Routes within the Shire that are critical to the continued supply of agricultural products throughout the region. It's imperative that these distributor routes are not impacted by fire and remain accessible throughout the year to sustain our communities. Planned works along Cowalla Road, Sappers Road, Gingin Brook Road, and Brand Highway are being assessed with a view to a mixture of varied treatments (mechanical, weed spraying and prescribed burning) being conducted over a three-year period from 2024-2027.

## Workforce Review

At the time of this report, the Shire is undertaking a review of its Workforce Plan. The Shire of Gingin Administration has an overextended workforce arising from the substantial growth over the last three-year period, and a rise in compliance related services and activities required by legislation.

The Workforce Plan is reviewed annually to ensure the Shire has the workforce capacity and competency to fulfill aspirations from the Strategic Community Plan as well as assisting with prioritising resources that focus on delivering services, projects, and programs.



### Early Rates Incentive Scheme

This is the 9<sup>th</sup> year that the Shire has conducted an Early Rates Incentive Scheme and I'm pleased to report that 61% of rates were paid on or before the 19<sup>th</sup> October 2022 – which was well over half the total expected revenue and an outstanding result. We were able to offer 10 prize packages which ranged from \$750 to \$4,500 in value and were worth a combined total value of \$13,000.

These prizes were made possible through the generous sponsorship of local businesses who received promotion throughout the year by the Shire.

The past year has been another monumental one for our Shire staff who are doing an outstanding job of delivering essential services and projects despite human resource and budget limitations. However, we are fortunate to have staff

who are dedicated to their roles and I am very grateful for everything they do for our communities.

I would also like to extend my sincere thanks to Council and the Executive Management Team for their leadership and support during this period.

**Aaron Cook**  
Chief Executive Officer



# Planning for the Future



## What We Achieved in 2022-23

This is the first year delivering the Shire's Strategic Community Plan 2022-2032 as the considered direction for the Shire of Gingin Administration embodying the revised aspirations and priorities of the Shire's communities.

The four (4) Planning for the Future Aspirational Areas are:



### Attractions & Economy

Actively pursue tourism and economic development.



### Connections & Wellbeing

Grow and nurture community connectedness and well-being.



### Planning & Sustainability

Plan for future generations.



### Excellence & Accountability

Deliver quality leadership and business expertise.

Each Aspirational Area provides the foundation and strategic direction for delivering projects, programs, and services to meet Community and Council objectives.

Every year the Shire's Corporate Business Plan is reviewed and updated with projects in line with the current budget for that financial year and planned future deliverables for the following three financial years. Projects, services, and programs for the current financial year are reported to Council via monthly and quarterly updates. The Annual Report provides the mechanism to report to the community on progress of deliverables for the relevant financial year – in essence, providing a snapshot of what has been accomplished.

Aligning with the Strategic Community Plan's Aspirational Areas, the following pages summarise the projects, programs, and services delivered in 2022/23 to meet strategic outcomes.



# Attractions & Economy



## Aspiration 1 – Attractions & Economy

### 1.1 Investment Attraction

Foster relationships with key stakeholders to attract tourism and economic development initiatives that will contribute to the Shire's economy.

Project	Program	Service	Status
	Gingin Community Resource Centre – Tourism Initiative (Funding Assistance Scheme)		Completed – annual funds expended on continued operation of an accredited Visitor Centre in Gingin including associated memberships, tourism and business sundowner, advertising in Destiny Perth Holiday Planner, development of local brochure and printed information, Moore River Region support, and administration of centre.
	Lancelin Community Resource Centre – Tourism Initiative (Funding Assistance Scheme)		Completed – annual funds expended on continued operation of an accredited Visitor Centre in Lancelin including accreditation costs, collation of information to update visitor booklets, printing costs, marketing and promotional costs.
Ledge Point Visitor Information Bay			Completed – collaboration with Ledge Point Community Association. Information provided on attractions and places to visit, local history, shipwrecks, Yued Nyoongar People, native flora and fauna, and Shire of Gingin information.
Ledge Point Lookout Drawings			Delayed – project commenced Q3.
Redfield Park Entry Statement			Completed – old wall removed, fencing and reticulation installed, in consultation with Redfield Park Community Association.
Ledge Point Junior Off-Road Area			Stage 1 complete – signs and fence installation, area open for use. Project partially funded by DLGSC.  Stage 2 of project scheduled for 2024/25.

**Aspiration 1 – Attractions & Economy**

**1.2 Business Development**

Foster relationships with key stakeholders to support business development and job opportunity initiatives.

Project	Program	Service	Status
		Growing Youth Employment	Ongoing – Shire-based work experience offered as part of school curriculum.
	Early Rates Incentive Scheme		Ongoing – annual local business sponsorship, Shire promotion and networking initiative.

**1.3 Food Bowl Sub-Region**

Support initiatives that value-add to the Shire’s position within the ‘food bowl’ region.

Project	Program	Service	Status
		Attraction and marketing on behalf of Council including Regional Growth Alliance Food Bowl initiatives	Ongoing – Northern Growth Corridor Infrastructure Priority Report. This report is commissioned by the Wheatbelt Development Commission to support the future growth and prosperity of the Northern Growth Corridor (NGC). The NGC has a range of economic opportunities from its existing agricultural strength through to tourism, resources, and energy which the Shire of Gingin will benefit from.
	Flavours of Gingin event		Commenced – planning and invitation for primary producers and local business participation and sponsorship.



## Aspiration 1 – Attractions & Economy

### 1.4 Infrastructure Investment

Lobby State and Federal Government to establish infrastructure and development opportunities in our Shire.

Project	Program	Service	Status
Granville Park Dam			Completed – weir repair.
Gingin Outdoor Activity Space			Completed – drainage works and repair to termite damaged fence.
Lancelin Cunliffe Street Re-Development			Completed – carpark area upgrade. Funded by Australian Government's Community Development Grants Program.
Guilderton Wastewater Replacement Installation			Delayed – design, contractor appointment, and Health Dept approval delays.
Lancelin Skate Park Stage 2			Completed – partially funded by Australian Government's Local Roads & Community Infrastructure program
Ledge Point Marina Development		Ledge Point Marina – seek political support and progress development	Ongoing – meeting with Dept of Transport Chief of Staff for project support and investment. Possible developer interest for a port facility.

### 1.5 Attractions and Events

Host/support iconic community events and attractions that will entice residents and visitors throughout the year.

Project	Program	Service	Status
			Completed – Shire managed events: <ul style="list-style-type: none"> <li>• Music in the Park, Guilderton.</li> <li>• Australia Day Breakfast and Citizenship Awards, Neergabby.</li> <li>• Lancelin Arts Festival.</li> <li>• Seniors' Week "Elvis" Movie Matinee.</li> <li>• Youth Week events – Fun Day, Barefoot Bowls, and End of Season Pool Party.</li> <li>• NAIDOC Week "For Our Elders" event.</li> </ul>
	Shire and Community Managed Events	Community Funding Program – supporting community-run events	Processed – 18 third party event applications.  In progress – planning for 2023/24 events.



# Connections & Wellbeing



## Aspiration 2 – Connections & Wellbeing

### 2.1 Community Safety and Support

Provide support and advocacy to residents and visitors so they feel safe and secure at home and in the community.

Project	Program	Service	Status
		Local Emergency Services	Ongoing management of local emergency services including cadet training, fire mitigation projects, and support for regional, interstate and international firefighting efforts when required.
		Continuous Telecommunications	Ongoing activity in consultation with Telstra, Western Power and DFES to prevent communication disruptions during emergency events.
Gingin Emergency Services Centre			Completed – official opening held 29 October 2022 in partnership with DFES.  Minor works to be completed 2023/24.
Guilderton Fire Shed Conversion (no longer used to house fire fighting appliances – now repurposed as Shire depot for lower coastal region)			Toilet/shower plumbed-in and internal walls completed.  Plumbing and concreting to be completed 2023/24.
Gingin Fire Shed Conversion (brigade vacated to Gingin Emergency Services Centre – now leased to the Gingin Treasure Trove)			Building upgrades completed.  Drainage works to be undertaken 2023/24.
		Ranger Services	Ongoing – includes compliance checks (including illegal campsites), dog exercise area review, firebreak education program, review of 2023/24 Firebreak Order and Bushfire Information, Beach Emergency Sign (BEN) checks and replacement.
Guilderton Foreshore CCTV installation			Commenced – on-track for completion in 2023/24.
	Police Presence during peak periods and Neighbourhood Watch		Completed – provision of police accommodation in Guilderton during peak seasons and contribution towards neighbourhood watch program.



**Aspiration 2 – Connections & Wellbeing**

**2.2 Community Housing**

Foster relationships with key stakeholders to provide community housing options for seniors/youth.

Project	Program	Service	Status
		Accommodation Shortages Advocacy	Ongoing liaison with the Department of Communities on community housing options and opportunities, and partnering with providers.
		Management of Shire Community/Social Housing	Ongoing – the Shire continues to manage and maintain the existing community seniors' housing in Gingin and Lancelin.  Ongoing – works onsite have commenced albeit slowly.
Gingin Eco Lifestyle Village			The Shire has committed to purchase two (2) completed units as additional social housing – expected 2024/25.
Lancelin Independent Living Units Upgrades (social housing)			Commenced – upgrade to Unit 9 completed. Upgrades to remaining five units scheduled for 2023/24.

**2.3 Aging In-Place and Health Care**

Foster relationships with key stakeholders to provide aging in-place opportunities and appropriate health care in our communities.

Project	Program	Service	Status
		Protecting People's Health – Environmental Health	Ongoing – 2022/23 Statistics: <ul style="list-style-type: none"> <li>• Food Premises Assessments 110</li> <li>• Food Recalls 39</li> <li>• Health Inspections 54</li> <li>• Event Assessments 111</li> <li>• Food/Water Sampling Days 20</li> <li>• Stable Fly Inspections 200</li> <li>• Health Complaints / Enquiries 259</li> <li>• Septic Inspections 81</li> <li>• Account/Building/Planning Assessments 602</li> </ul>



**Aspiration 2 – Connections & Wellbeing**

	Medical Services – advocacy for improved medical services and allied health accessible across the Shire	Ongoing – liaison with WA Country Health Service, Shire Administration, and the Developer for allied health expansion in new development, Gingin.
	Assisted Transport Services/ Community Cars – for access to health services (Gingin and Lancelin)	Ongoing – program reviewed by Council with decision to continue for 5 years; supported recruitment drive for volunteers.
	Contribution to Ambulances	Completed – yearly contribution towards ambulance renewal for all ambulances in the Shire.
	Public Health Stakeholder Network/Aged Housing and Care Service Provision Working Group	Ongoing – push for Allied Health resulted in possible expansion in Gingin and home-care help through Mabel with EOI advertised for potential workers in Gingin.

**2.4 Youth Investment**

Promote and undertake activities that provide youth retention and capacity building in our communities.

Project	Program	Service	Status
	Lancelin Primary School – Respectful Relationships Program (Community Grant)		Completed – acquittal received.
	Lancelin Primary School – Perth and Fremantle Camps (Community Grant)		Completed – acquittal received.
	Gingin District High School – Chaplaincy Program		Completed – acquittal received.
		Gingin District High School – Student Council	Ongoing – mentorship and use of Council Chambers for meetings.
		Youth-Managed Projects	Completed – Youth Week events, Youth surveys, and dedicated Youth area on Shire website launched.



## Aspiration 2 – Connections & Wellbeing

### 2.5 Community Capacity Building

Empower all ages to be culturally aware and involved in diverse community initiatives including volunteering, culture, and the arts.

Project	Program	Service	Status
	Community Grants Program		Completed – 43 applications received for 2022-23 totalling \$217,539. Of that \$110,522 grant funding was approved for 37 projects. \$25,625 c/f from previous financial year for projects not completed. Review of the program undertaken and presented to Council with minor amendments made to the scheme.
	Funding Assistance Program		Completed – \$52,000 funding provided for CRCs, Chaplaincy (GDHS), Coastal Neighbourhood Watch, and allocations to environmental groups.
	Volunteer Support & Promotion		Completed – undertook two expert workshops with community groups on recruiting and retaining volunteers, survey of 150 volunteers across the Shire, and produced six videos of local volunteers sharing their stories of why they volunteer and encouraging others to be involved also.

### 2.6 First Nation's Heritage and Inclusion

Strengthen relationships which foster mutual respect and support, in addition to cultural awareness.

Project	Program	Service	Status
	Welcome to Country		Completed – held at Lancelin Arts Festival and NAIDOC Week 2022.
	NAIDOC Week – July		Completed – purchased five books by Aboriginal authors and artists for Gingin and Lancelin public libraries to celebrate the "Get Up! Stand Up! Show Up!" Campaign.

### 2.7 Accessibility

Ensure that the Shire's infrastructure and services are accessible to seniors and community members with a disability

Project	Program	Service	Status
	Review Disability Access and Inclusion Plan		Completed.

### 2.8 Services and Facilities

Provide cost effective services and facilities which meet the needs of the community

Project	Program	Service	Status
		Gingin and Lancelin Libraries	Ongoing – support for Gingin library service staffed by Gingin CRC and provision of Lancelin library service staffed by the Shire.
		Gingin Aquatic Centre	Ongoing – management and maintenance of the public pool.

# Planning & Sustainability



## Aspiration 3 – Planning & Sustainability

### 3.1 Climate Change and Adaptation

Understand the impacts of climate change and identify actions to adapt and mitigate those impacts.

Project	Program	Service	Status
	CHRMAP and Inundation and Coastal Management Strategy		On-track – consultation completed for CHRMAP and CMS; draft integrated CHRMAP and technical analysis BDA prepared; coastal planning final documents prepared and endorsed by Council for public comment prior to adoption.
		Electric Vehicle Station advocacy and facilitation	Completed – installation of two EV charging ports at Wangaree Park, Lancelin in collaboration with Synergy and Horizon Power.

### 3.2 Preservation and Management of Endangered Habitat and Coastal Reserves

Sustainable policy / actions supporting preservation activities.

Project	Program	Service	Status
Erosion Control – Grace Darling Park to Edward Island Point			Completed – sand renourishment to depleted sand reserves.
Coastal Monitoring – beach access replenishment			Completed.
Seabird Erosion Project – repairs to seawall and boat ramp			Completed.
		Water allocation issues	Ongoing.
	Allocation to Environmental Groups (Funding Assistance Scheme)		Completed.

### 3.3 Planning and Land Use

Plan the use of the land to meet future requirements incorporating economic development objectives and community amenity.

Project	Program	Service	Status
		Building Permits and Compliance	Ongoing – Building/Demolition/ Occupancy Permits/ Retrospective Approvals issued (305), swimming pool inspections (67), Seabird Caravan Park audits (180).
	Local Planning Strategy / Scheme		On track – LPS 9 Review to be completed 2023/24



**Aspiration 3 – Planning & Sustainability**

Local Planning Policy Review

Ongoing – LPP 2.1 Residential Outbuildings reviewed and adopted. LPP 1.9 Sea Containers being reviewed. Other policies requiring review due to LPS Review are being collated.

**3.4 Community Engagement**

Facilitate community engagement for residents/ratepayers to provide input into shaping our future.

Project	Program	Service	Status
	Resident Perception Survey 2023		On track for completion 2023/24.

**3.5 Sustainable Waste Solutions**

Incorporate opportunities that support responsible and sustainable disposal of waste.

Project	Program	Service	Status
		In line with the WA Waste Authority’s Waste Avoidance and Resource Recovery Strategy 2030, the Shire of Gingin is undertaking a major review of its waste and recycling services.	ASK Consultancy contracted to commence review. Public survey to be undertaken in July 2023.



# Excellence & Accountability



## Aspiration 4 – Excellence & Accountability

### 4.1 Management of Assets

Maintain civic buildings, sporting facilities, public places, plant, road, and cycleway/pathways based on asset management plans and identified priorities.

Project	Program	Service	Status
Kendall Road			Completed.
Hopkins Street			Completed.
KW Road			Completed.
KW Road and Sappers Road intersection			Completed.
Bootine Road			Completed.
Beermullah Road West drainage			Completed.
Wannamal Road West			Completed.
Hoy Road			Completed.
Moore River Drive			Completed.
Gingin Brook Road			Completed.
Mooliabeenee Road			Completed.
Bridge Maintenance Program			Completed.
Drainage Construction – renewal of drainage infrastructure			Completed.
Drainage Construction – Flood damage			Completed.
Drainage Lancelin Plaza			Completed.
		Appropriate Road Networks – to support increased agri-business and extractive industry – advocacy funding	Ongoing.
Ledge Point townsite to Lancelin Recreation Centre – Road – Project Development (design of future road)			Ongoing.
Lancelin – upgrade of solar lighting			Completed.
Plant Replacement Program			Roll-over of some items to 2023/24 due to inability to source.
Gingin Pistol Club – demolish and replace facility (Community Grant)			Completed.
Playgroup Facilities Upgrade (Community Grant)			Completed.
Gingin Aquatic Centre – pool retiling and sand filter			Completed – pool retiling; sand filter c/f 2023/24.

#### Aspiration 4 – Excellence & Accountability

Gingin Bowling Club – replace roof	Completed.
Gingin Recreation Centre – football changeroom repairs, storage wall repairs, septic system replacement	Completed.
Gingin Hardcourts – repair cracks	Delayed – project on hold as quotes over budget.
Guilderton Foreshore Infrastructure – repair boardwalk and replace roof on shelter	Completed.
Guilderton – Silver Creek Boardwalk	Progressing.
Guilderton Gabbadah Park ablution block – shift and replace leach drains	Completed.
Lancelin Sporting Complex – replace underground 415V, 3 phase power, upgrade switchboard inc. football pavilion	Delayed – Western Power holding up works.
Lancelin Back Beach ablution block veranda repairs	Completed.
Lancelin Beach Shelter and Walkway (Community Grant)	Completed.
Lancelin/Ledge Point Depot – raise roller doors	Completed.
Ledge Point Recreation Complex – power supply replacement	Completed.
Ledge Point De Burgh Street ablution block – plumbing and fixture replacement	Completed – except for painting doors and plastering, to be c/f 2023/24.
Sovereign House renewal and septic system replacement	Septic system replacement completed. Building works deferred – require Council decision on scope of project.
Gingin Lion's Club/Men's Shed – carpark asphalt	Completed.

#### 4.2 Effective Governance

Apply systems of compliance which assists Council to make informed decisions within a transparent, accountable, and principled environment.

Project	Program	Service	Status
	Organisation Cultural and Job Satisfaction Survey		Completed – recommendations to be incorporated into the Shire's Workforce Plan.
		Human Resources	Ongoing service activity.
	Employee Recognition Program		Ongoing – staff recognised at monthly staff meetings and weekly newsletter.
	TRACK Leadership		Rolled out by the Executive Management Team.

### Aspiration 4 – Excellence & Accountability

	Training and Development – Elected Member Training (legislation)	Training undertaken throughout the year. Report on Councillor training for the preceding year made available on the Shire's website by 31 July.
	Training and Development – Staff Training (personal development)	Training requirements identified and undertaken throughout the year.
	Council Policies and Laws	Review of Local Laws undertaken by a consultant and presented to Council.
LGIS Regional Risk Coordination Program – Service Plan		Program assessed for value for money. Looking to use RRC in the future.
	Customer Service Charter	Charter reviewed by the Executive Management Team with amendments made to reflect social media response protocols.
	Review Local Health Plan	Annual Review – Local Health Plan reviewed and submitted to HDWA.
Reconciliation Action Plan and Cultural Heritage Management Plan		Awaiting the Aboriginal Corporation to be up and running.

### 4.3 Information Sharing Targeted

Communications that provide clear messages and are cost effective.

Project	Program	Service	Status
		Targeted communication	Ongoing to targeted audiences using all media channels at Shire's disposal, including electronic media.

Project	Program	Service	Status
---------	---------	---------	--------

### 4.4 Strategic and Sustainable Financial Planning

Undertake long-term resource planning and allocation in accordance with the Integrated Planning and Reporting Framework.

Project	Program	Service	Status
		ICT Strategic Plan (Integrated Planning and Reporting)	Information communications/ technology maintenance and renewal prioritised and budgeted.
		Corporate Business Plan/ Quarterly Reporting (Integrated Planning and Reporting)	Corporate Business Plan completed. Quarterly Reporting completed.
		Long Term Financial Plan (Integrated Planning and Reporting)	Deferred to 23/24.
		Workforce Plan review (Integrated Planning and Reporting)	Deferred to 23/24.
		Asset Management Plan	Completed
		Road Assets revalue and sealed condition assessment	Report due early 23/24



Aspiration 4 – Excellence & Accountability

4.5 Key Stakeholder Partnerships

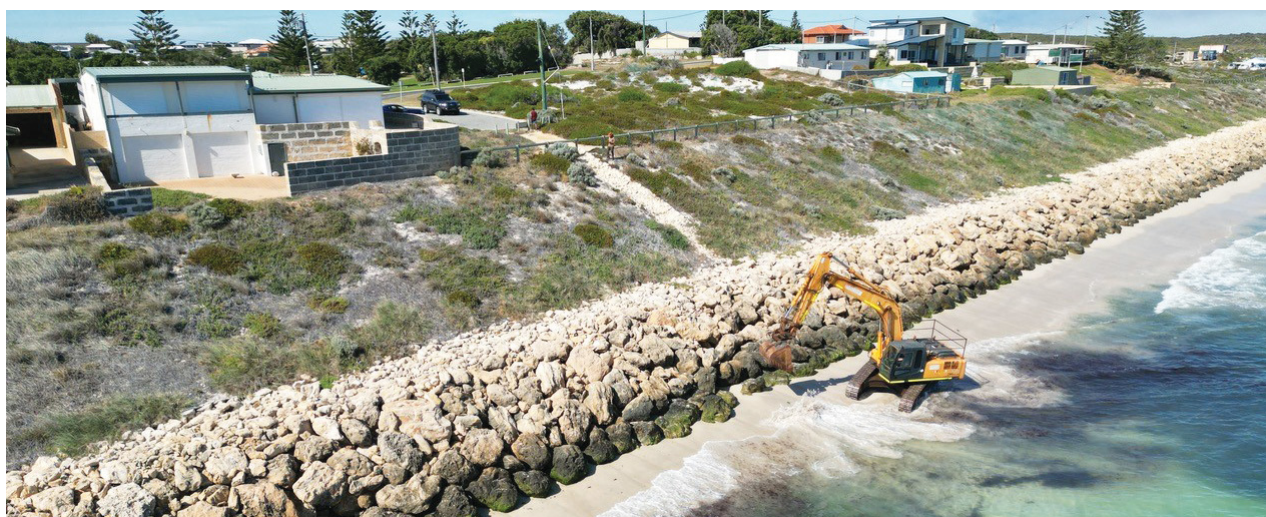
Foster applicable relationships and partnerships with key stakeholders to achieve outcomes.

Project	Program	Service	Status
		Northern Growth Alliance – Shires of Gingin, Chittering & Dandaragan	Continuing partnership with the Shires of Chittering and Dandaragan to facilitate the future growth and prosperity of the Northern Growth Corridor (NGC). The NGC has a range of economic opportunities from its existing agricultural strength through to tourism, resources, and energy which the Shire of Gingin will benefit from.



# Major projects 2022/23

Projects Carried Forward from 2022/23 Corporate Business Plan	New Projects 2023/24
Guilderton Foreshore – installation of CCTV	Guilderton – purchase of road reserve for amalgamation into shop premises land
Gingin – Eco Lifestyle purchase units	Guilderton – Foreshore Upgrade (Stage 1) – Concept Plan
Coastal Hazard Risk Management Adaption Plan	Beermullah Road West – drainage
Coastal Management Strategy	Wannamal Road West
Resident Perception Survey 2023	Wannamal Road South
Guilderton foreshore waste-water refit	Todman road
Local Planning Strategy/Scheme	Aurisch Road
Local Planning Policy Review	Coonabidgee Road
Lancelin Independent Living Units – replace pex pipes	Mooliabeenee Road
Lancelin Sporting Complex – replace, upgrade and undergrounding of 415v 3 phase power line	Weld Street Bridge
Ledge Point – De Burgh Street ablution block plastering, paint doors and asphalt to carpark	Drainage construction (some c/f)
Valuation Report for Fair Values – Land & Building, Asset Management (building condition for RAMMS, bridge evaluation)	Plant renewal program (some c/f)
Sovereign House – Assist with building structure	Granville Civic Centre – replace switchboard
	Gingin CWA Hall – repair cracks, new floor, paint internal walls
	Shire Administration Centre – maintenance, biolytic extension
	Gingin – Old Granville building – repair flooring, drainage
	Guilderton Caravan Park – gas cylinder line to be replaced, gully traps, replace bench seats in kitchen
	Lancelin Bowling Club – contribution towards synthetic bowling green (subject to success of funding request)
	Lancelin – Harold Park replace BBQs and power pole
	Seabird – Frank Douglas Park new BBQs and play equipment



# Statutory Reporting

## Annual Salaries

In accordance with Regulation 19B of the *Local Government (Administration) Regulations 1996*, the Shire of Gingin is required to disclose, in bands of \$10,000, the number of employees entitled to an annual salary package of \$130,000 or more.

For the period 1 June 2022 to 30 June 2023, the number of Shire of Gingin employees receiving salary packages within these bands are as follows:

Salary Band \$	Number of Officers
130,000 – 139,000	1
140,000 – 149,000	
150,000 – 159,000	2
160,000 – 169,000	
170,000 – 179,000	
180,000 – 189,000	
190,000 – 199,000	
200,000 – 209,000	
210,000 – 219,000	1

The remuneration paid or provided to the CEO (Mr Aaron Cook) during the financial year was \$221,405. This includes salaries, allowances, benefits (including superannuation benefits) and emoluments.

## Building Permits and Approvals

The Shire is required to provide information pertaining to building permits and approvals for inclusion in its Annual Report in accordance with Section 132 of the *Building Act 2011* and Regulation 14 of the *Building Regulations 2012*.

The Shire's Building Department was still very busy during 2022-23 due to the continuing high numbers of building applications received. There were 286 permits and approvals issued during this reporting period, slightly less than last financial year but a higher number of these applications were for retrospective approvals for non-compliant structures. These statistics are comprised of the following:

# 25

Commercial/Industrial/  
Occupancy Permits

# 171

Outbuildings/Swimming Pools  
or Spas/Retaining Walls

# 3

Outbuilding Additions

# 56

Dwellings

# 18

Dwelling Additions

# 13

Demolitions

# 20

Building Permits were  
issued in this period for  
swimming pools

# 18

Retrospective Approvals  
were issued for  
unauthorised structures

Total value of works:

# \$49,339,488

### Council Meeting Attendance

In accordance with Regulation 19B of the *Local Government (Administration) Regulations 1996*, the Shire of Gingin is required to report the number of council and committee meetings attended by each council member during the 2022-23 financial year.

Councillor	Ordinary Council Meetings (12)	Special Council Meetings (4)	Committee Meetings	Annual Meeting of Electors (2)*
Cr Fewster	10	4	11	2
Cr Rule	9	4	9	2
Cr Balcombe	11	3	19	1
Cr Johnson	10	4	17	2
Cr Kestel	12	4	20	2
Cr Peczka	12	4	9	2
Cr Sorensen	11	4	17	2
Cr Vis	11	4	13	2

\*Note: There was no Annual Meeting of Electors held in 2021-22 due to delays in the audit process for the preceding financial year. The Annual Meeting of Electors for 2020-21 was held on 6 September 2022, and is therefore included in the figures for the 2022-23 financial year.

### Payments to Councillors

In accordance with Regulation 19BD of the *Local Government (Administration) Regulations 1996*, the Shire of Gingin is required to report details of all fees, expenses, and allowances paid during the financial year to individual Councillors. Please refer to the table below for totals paid to Councillors for the 2022-23 reporting period:

Councillor	Nature of Fee, Expense or Allowance Paid During 2022-23				
	President's Allowance	Deputy President's Allowance	Meeting Attendance Fees	Allowance for ITC Expenses	Travel and Accommodation Expenses
Cr Fewster	\$16,000	\$0	\$15,600	\$2,500	\$1,631
Cr Rule (to 14 November 2022)	\$0	\$1,489	\$8,320	\$2,500	\$0
Cr Balcombe	\$0	\$0	\$8,320	\$2,500	\$0
Cr Johnson	\$0	\$0	\$8,320	\$2,500	\$1,462
Cr Kestel	\$0	\$0	\$8,320	\$2,500	\$0
Cr Peczka	\$0	\$0	\$8,320	\$2,500	\$3,337
Cr Sorensen	\$0	\$0	\$8,320	\$2,500	\$1,308
Cr Vis (from 15 November 2022)	\$0	\$2,511	\$8,320	\$2,500	\$0



### Disability Access and Inclusion

In accordance with Section 5.53 of the *Local Government Act 1995* the Shire of Gingin is required to include in its Annual Report any matter on which a report must be made under Section 29 of the *Disability Services Act 1993* which specifies that local governments must:

1. Maintain a Disability Access and Inclusion Plan (DAIP).
2. Address seven specific outcome areas within the plan.
3. Report annually on progress against the actions within the plan.

The Shire's DAIP is a key strategic document which outlines the Shire's approach to working towards a more accessible and inclusive community. While it is a statutory requirement for the Shire to maintain and implement a DAIP, all community members benefit from the Shire's commitment to access and inclusion.

The Shire's DAIP can be found on the Shire's website [gingin.wa.gov.au](http://gingin.wa.gov.au).

During the 2022-23 reporting period, as per DAIP Outcome 2 – Access to Buildings and Facilities, footpaths in the Shire's town sites were expanded and repaired/upgraded as required for easier access. Work was carried out in the following locations:

- Dual use footpath installed Beacon Road, Lancelin from intersection North Street to intersection with Desert Road – approximately 200m.
- Removed old footpath and installed dual use footpath Mullins Street, Guilderton from intersection of Gordon Street to Mortimer Street – approximately 275m.
- Dual use footpath installed Brockman Street from intersection with Robinson Street to intersection with Cheriton Road – approximately 210m.
- Dual use footpath installed Cheriton Road from intersection with Brockman Street to intersection Cairn Crescent – approximately 360m.

Compliant accessible kerb ramps were also installed at the following locations:

- Beacon Road/Desert Road, Lancelin
- Beacon Road/Hinchcliffe Road, Lancelin x 2
- Gordon Street/Mullins Street, Guilderton
- Mullins Street/Wedge Street, Guilderton
- Mullins Street, Guilderton
- Cheriton Road/Cairn Crescent, Gingin
- Cheriton Road/Brockman Street, Gingin
- Brockman Street/Robinson Street, Gingin

### Freedom of Information

In accordance with Part 5 Sections 94, 96 and 97 of the *Freedom of Information Act 1992*, the Shire is required to publish an Information Statement which details the process for applying for information under the Act and provide an up-to-date version every 12 months.

The Shire's Information Statement was reviewed in July 2022 and is available for public access on its website [gingin.wa.gov.au](http://gingin.wa.gov.au).

During 2022-23 the following number of Freedom of Information requests were received and actioned:

Number of FOI applications made	16
Number of successful applications	13
Number of cancelled applications	1
Number of applications not valid	2

### Record Keeping Statement

The *State Records Act 2000* requires all local governments to include in the Annual Report a statement on their compliance with their Record Keeping Plan.

All Shire of Gingin employees are legally required to comply with the conditions of the Record Keeping Plan and ongoing training is available to all officers, is included as part of new staff onboarding induction process, and is continually provided on an as-needed basis.

A review of the Shire's Record Keeping Plan is required to be undertaken once every five years. The last review of the Shire's record keeping procedures was undertaken during 2017-18. This review confirmed the Shire's procedures were compliant and approval was received from the State Records Office on 24 October 2017. The next review is due to be carried out in December 2023.

### Register of Complaints

All complaints against the Shire of Gingin's elected members that result in a finding by a standards panel (under Section 5.110(2) (a) of the *Local Government Act 1995*) and where a minor breach has occurred must be recorded in a Register of Complaints.

Section 5.121(3) requires the CEO to publish an up-to-date version of the register of complaints on the Shire's official website.

There have been no such findings made in relation to elected members of the Shire of Gingin for the 2022-23 financial year.



# Financial Report



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# Statement by Chief Executive Officer

FOR THE YEAR ENDED 30 JUNE 2023

## STATEMENT BY CEO

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

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

Signed on the 5th day of December 2023



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Chief Executive Officer

Aaron Cook

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Name of Chief Executive Officer





# Statement of Comprehensive Income

FOR THE YEAR ENDED 30 JUNE 2023

	NOTE	2023 Actual	2023 Budget	2022 Actual
		\$	\$	\$
<b>Revenue</b>				
Rates	2(a),25	9,437,442	9,422,765	8,889,160
Grants, subsidies and contributions	2(a)	3,973,105	1,332,638	4,032,448
Fees and charges	2(a)	4,165,761	3,941,679	3,925,738
Interest revenue	2(a)	351,498	113,775	69,274
Other revenue	2(a)	416,418	237,509	562,162
		18,344,224	15,048,366	17,478,782
<b>Expenses</b>				
Employee costs	2(b)	(6,085,531)	(6,254,772)	(5,873,096)
Materials and contracts		(7,014,752)	(6,649,869)	(6,321,670)
Utility charges		(484,922)	(474,691)	(462,885)
Depreciation		(6,084,962)	(4,922,951)	(6,310,701)
Finance costs	2(b)	(89,953)	(92,430)	(102,467)
Insurance		(382,019)	(350,872)	(368,772)
Other expenditure	2(b)	(709,283)	(460,465)	(437,338)
		(20,851,422)	(19,206,050)	(19,876,929)
		(2,507,198)	(4,157,684)	(2,398,147)
Capital grants, subsidies and contributions	2(a)	5,317,689	8,088,343	4,482,933
Profit on asset disposals		226,582	0	0
Loss on asset disposals		(217,662)	0	(4,040)
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	3,686	0	3,997
		5,330,295	8,088,343	4,482,890
<b>Net result for the period</b>		<b>2,823,097</b>	<b>3,930,659</b>	<b>2,084,743</b>
<b>Other comprehensive income for the period</b>				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus	17	60,571,526	0	0
<b>Total other comprehensive income for the period</b>		<b>60,571,526</b>	<b>0</b>	<b>0</b>
<b>Total comprehensive income for the period</b>		<b>63,394,623</b>	<b>3,930,659</b>	<b>2,084,743</b>

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



# Statement of Financial Position

AS AT 30 JUNE 2023

	NOTE	2023	2022
		\$	\$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	13,161,376	13,598,004
Trade and other receivables	5	958,703	1,975,769
Other financial assets	4(a)	4,291	4,207
Inventories	6	22,913	48,891
Other assets	7	422,967	19,325
<b>TOTAL CURRENT ASSETS</b>		<b>14,570,250</b>	<b>15,646,196</b>
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables	5	169,380	153,311
Other financial assets	4(b)	100,015	100,620
Property, plant and equipment	8	51,756,372	51,210,036
Infrastructure	9	218,636,014	151,247,484
Right-of-use assets	11(a)	44,774	76,741
<b>TOTAL NON-CURRENT ASSETS</b>		<b>270,706,555</b>	<b>202,788,192</b>
<b>TOTAL ASSETS</b>		<b>285,276,805</b>	<b>218,434,388</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	12	1,985,146	3,407,473
Other liabilities	13	922,102	1,410,754
Lease liabilities	11(b)	20,122	31,608
Borrowings	14	261,817	250,521
Employee related provisions	15	1,257,422	930,057
<b>TOTAL CURRENT LIABILITIES</b>		<b>4,446,609</b>	<b>6,030,413</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	11(b)	25,274	45,789
Borrowings	14	1,580,847	1,592,664
Employee related provisions	15	65,612	254,868
Other provisions	16	5,253,186	0
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>6,924,919</b>	<b>1,893,321</b>
<b>TOTAL LIABILITIES</b>		<b>11,371,528</b>	<b>7,923,734</b>
<b>NET ASSETS</b>		<b>273,905,277</b>	<b>210,510,654</b>
<b>EQUITY</b>			
Retained surplus		49,827,476	47,351,695
Reserve accounts	28	8,092,530	7,745,214
Revaluation surplus	17	215,985,271	155,413,745
<b>TOTAL EQUITY</b>		<b>273,905,277</b>	<b>210,510,654</b>

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



DRY / KIRKNESS

## Statement of Changes in Equity

FOR THE YEAR ENDED 30 JUNE 2023

	NOTE	RETAINED SURPLUS \$	RESERVE ACCOUNTS \$	REVALUATION SURPLUS \$	TOTAL EQUITY \$
<b>Balance as at 1 July 2021</b>		<b>46,559,741</b>	<b>6,452,425</b>	<b>155,413,745</b>	<b>208,425,911</b>
Comprehensive income for the period					
Net result for the period		2,084,743	0	0	2,084,743
Total comprehensive income for the period		2,084,743	0	0	2,084,743
Transfers from reserve accounts	28	85,482	(85,482)	0	0
Transfers to reserve accounts	28	(1,378,270)	1,378,270	0	0
<b>Balance as at 30 June 2022</b>		<b>47,351,695</b>	<b>7,745,214</b>	<b>155,413,745</b>	<b>210,510,654</b>
Comprehensive income for the period					
Net result for the period		2,823,097	0	0	2,823,097
Other comprehensive income for the period	17	0	0	60,571,526	60,571,526
Total comprehensive income for the period		2,823,097	0	60,571,526	63,394,623
Transfers from reserve accounts	28	907,624	(907,624)	0	0
Transfers to reserve accounts	28	(1,254,940)	1,254,940	0	0
<b>Balance as at 30 June 2023</b>		<b>49,827,476</b>	<b>8,092,530</b>	<b>215,985,271</b>	<b>273,905,277</b>

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

# Statement of Cash Flows

FOR THE YEAR ENDED 30 JUNE 2023

NOTE	2023 Actual \$	2022 Actual \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Receipts</b>		
Rates	9,429,452	9,340,165
Grants, subsidies and contributions	5,068,407	5,227,435
Fees and charges	4,164,702	3,924,714
Interest revenue	351,498	69,274
Goods and services tax received	1,684,518	1,454,386
Other revenue	416,418	562,162
	21,114,995	20,578,136
<b>Payments</b>		
Employee costs	(5,906,899)	(5,740,429)
Materials and contracts	(8,864,022)	(5,256,631)
Utility charges	(484,922)	(462,885)
Finance costs	(89,953)	(102,467)
Insurance paid	(382,019)	(368,772)
Goods and services tax paid	(1,689,491)	(1,456,066)
Other expenditure	(693,587)	(437,338)
	(18,110,893)	(13,824,588)
<b>Net cash provided by (used in) operating activities</b>	3,004,102	6,753,548
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payments for purchase of property, plant & equipment	(1,287,990)	(2,381,466)
Payments for construction of infrastructure	(6,320,781)	(4,402,396)
Capital grants, subsidies and contributions	3,794,169	4,482,933
Proceeds from financial assets at amortised cost - self supporting loans	4,207	(2,021)
Proceeds from sale of property, plant & equipment	404,273	0
<b>Net cash provided by (used in) investing activities</b>	(3,406,122)	(2,302,950)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of borrowings	27(a) (250,521)	(259,387)
Payments for principal portion of lease liabilities	27(c) (34,087)	(31,606)
Proceeds from new borrowings	27(a) 250,000	0
<b>Net cash provided by (used in) financing activities</b>	(34,608)	(290,993)
<b>Net increase (decrease) in cash held</b>	(436,628)	4,159,605
Cash at beginning of year	13,598,004	9,438,399
<b>Cash and cash equivalents at the end of the year</b>	3 13,161,376	13,598,004

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

# Statement of Financial Activity

FOR THE YEAR ENDED 30 JUNE 2023

NOTE	2023 Actual \$	2023 Budget \$	2022 Actual \$	
<b>OPERATING ACTIVITIES</b>				
<b>Revenue from operating activities</b>				
General rates	25	9,431,143	9,416,965	8,883,383
Rates excluding general rates	25	6,299	5,800	5,777
Grants, subsidies and contributions		3,973,105	1,332,638	4,032,448
Fees and charges		4,165,761	3,941,679	3,925,738
Interest revenue		351,498	113,775	69,274
Other revenue		416,418	237,509	562,162
Profit on asset disposals		226,582	0	0
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	3,686	0	3,997
		<b>18,574,492</b>	<b>15,048,366</b>	<b>17,482,779</b>
<b>Expenditure from operating activities</b>				
Employee costs		(6,085,531)	(6,254,772)	(5,873,096)
Materials and contracts		(7,014,752)	(6,649,869)	(6,321,670)
Utility charges		(484,922)	(474,691)	(462,885)
Depreciation		(6,084,962)	(4,922,951)	(6,310,701)
Finance costs		(89,953)	(92,430)	(102,467)
Insurance		(382,019)	(350,872)	(368,772)
Other expenditure		(709,283)	(460,465)	(437,338)
Loss on asset disposals		(217,662)	0	(4,040)
		<b>(21,069,084)</b>	<b>(19,206,050)</b>	<b>(19,880,969)</b>
Non-cash amounts excluded from operating activities	26(a)	5,867,031	4,922,951	6,488,878
<b>Amount attributable to operating activities</b>		<b>3,372,439</b>	<b>765,267</b>	<b>4,090,688</b>
<b>INVESTING ACTIVITIES</b>				
<b>Inflows from investing activities</b>				
Capital grants, subsidies and contributions		5,317,689	8,088,343	4,482,933
Proceeds from disposal of assets		404,273	307,000	0
Proceeds from financial assets at amortised cost - self supporting loans		4,207	13,252	7,979
		<b>5,726,169</b>	<b>8,408,595</b>	<b>4,490,912</b>
<b>Outflows from investing activities</b>				
Payments for financial assets at amortised cost - self supporting loans		0	0	(10,000)
Purchase of property, plant and equipment	8(a)	(2,235,635)	(6,658,428)	(2,381,466)
Purchase and construction of infrastructure	9(a)	(11,573,967)	(6,702,036)	(4,402,396)
		<b>(13,809,602)</b>	<b>(13,360,464)</b>	<b>(6,793,862)</b>
Non-cash amounts excluded from investing activities	26(b)	5,253,186	0	0
<b>Amount attributable to investing activities</b>		<b>(2,830,247)</b>	<b>(4,951,869)</b>	<b>(2,302,950)</b>
<b>FINANCING ACTIVITIES</b>				
<b>Inflows from financing activities</b>				
Proceeds from borrowings	27(a)	250,000	550,000	0
Transfers from reserve accounts	28	907,624	1,818,497	85,482
		<b>1,157,624</b>	<b>2,368,497</b>	<b>85,482</b>
<b>Outflows from financing activities</b>				
Repayment of borrowings	27(a)	(250,521)	(250,520)	(259,387)
Payments for principal portion of lease liabilities	27(c)	(34,087)	(32,001)	(31,606)
Transfers to reserve accounts	28	(1,254,940)	(539,595)	(1,378,270)
		<b>(1,539,548)</b>	<b>(822,116)</b>	<b>(1,669,263)</b>
<b>Amount attributable to financing activities</b>		<b>(381,924)</b>	<b>1,546,381</b>	<b>(1,583,781)</b>
<b>MOVEMENT IN SURPLUS OR DEFICIT</b>				
<b>Surplus or deficit at the start of the financial year</b>	26(c)	2,148,491	2,640,221	1,944,534
Amount attributable to operating activities		3,372,439	765,267	4,090,688
Amount attributable to investing activities		(2,830,247)	(4,951,869)	(2,302,950)
Amount attributable to financing activities		(381,924)	1,546,381	(1,583,781)
<b>Surplus or deficit after imposition of general rates</b>	26(c)	<b>2,308,759</b>	<b>0</b>	<b>2,148,491</b>

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

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# Notes to and forming part of the Financial Report

FOR THE YEAR ENDED 30 JUNE 2023

## 1. BASIS OF PREPARATION

The financial report of the Shire of Gingin, which is a band 3 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 except for disclosure requirements of:

- AASB 7 Financial Instruments Disclosures
- AASB 16 Leases paragraph 58
- AASB 101 Presentation of Financial Statements paragraph 61
- AASB 107 Statement of Cash Flows paragraphs 43 and 45
- AASB 116 Property, Plant and Equipment paragraph 79
- AASB 137 Provisions, Contingent Liabilities and Contingent Assets paragraph 85
- AASB 140 Investment Property paragraph 75(f)
- AASB 1052 Disaggregated Disclosures paragraph 11
- AASB 1054 Australian Additional Disclosures paragraph 16

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 Shire to measure any vested improvements at zero cost.

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

### The local government reporting entity

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 29 of the financial report.

### Judgements and estimates

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

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

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

- estimated fair value of certain financial assets
- impairment of financial assets
- estimation of fair values of land and buildings, and infrastructure.
- estimation uncertainties made in relation to lease accounting

### Initial application of accounting standards

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

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

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

### New accounting standards for application in future years

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

- AASB 2014-10 Amendments to Australian Accounting Standards - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2020-1 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current
- AASB 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting Estimates  
This standard will result in a terminology change for significant accounting policies
- AASB 2021-7c Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- 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 2022-7 Editorial Corrections to Australian Accounting Standards and Repeal of Superseded and Redundant Standards
- AASB 2022-10 Amendments to Australian Accounting Standards - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities

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

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

## FOR THE YEAR ENDED 30 JUNE 2023

## 2. REVENUE AND EXPENSES

## (a) Revenue

**Contracts with customers**

Recognition of revenue is dependent on the source of revenue and the associated terms and conditions associated with each source of revenue and recognised as follows:

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

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

**Revenue Recognition**

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

**For the year ended 30 June 2023**

Nature	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	9,437,442	0	9,437,442
Grants, subsidies and contributions	3,973,105	0	0	0	3,973,105
Fees and charges	4,165,761	0	0	0	4,165,761
Interest revenue	0	0	351,498	0	351,498
Other revenue	133,233	0	0	283,185	416,418
Capital grants, subsidies and contributions	0	5,317,689	0	0	5,317,689
<b>Total</b>	<b>8,272,099</b>	<b>5,317,689</b>	<b>9,788,940</b>	<b>283,185</b>	<b>23,661,913</b>

**For the year ended 30 June 2022**

Nature	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	8,889,160	0	8,889,160
Grants, subsidies and contributions	4,032,448	0	0	0	4,032,448
Fees and charges	3,925,738	0	0	0	3,925,738
Interest revenue	0	0	69,274	0	69,274
Other revenue	198,505	0	0	363,657	562,162
Capital grants, subsidies and contributions	0	4,482,933	0	0	4,482,933
<b>Total</b>	<b>8,156,691</b>	<b>4,482,933</b>	<b>8,958,434</b>	<b>363,657</b>	<b>21,961,715</b>



## FOR THE YEAR ENDED 30 JUNE 2023

## 2. REVENUE AND EXPENSES (Continued)

(a) Revenue (Continued)	Note	2023 Actual \$	2022 Actual \$
<b>Interest revenue</b>			
Financial assets at amortised cost - self supporting loans		355	404
Interest on reserve account funds		187,525	0
Trade and other receivables overdue interest		68,943	68,692
Other interest revenue		94,675	178
		351,498	69,274
The 2023 original budget estimate in relation to: Trade and other receivables overdue interest was \$77,050			
<b>Fees and charges relating to rates receivable</b>			
Charges on instalment plan		3,165	15,965
The 2023 original budget estimate in relation to: Charges on instalment plan was \$16,000			
<b>(b) Expenses</b>			
<b>Auditors remuneration</b>			
- Audit of the Annual Financial Report		30,808	37,000
- Other services – grant acquittals		1,500	1,800
		32,308	38,800
<b>Employee Costs</b>			
Employee benefit costs		5,781,153	5,572,828
Other employee costs		304,378	300,268
		6,085,531	5,873,096
<b>Finance costs</b>			
Interest and financial charges paid/payable for lease liabilities and financial liabilities not at fair value through profit or loss		89,111	101,273
Lease liabilities		842	1,194
		89,953	102,467
<b>Other expenditure</b>			
Impairment losses on trade receivables		8,871	9,930
Write down of inventories to net realisable value	6	6,825	0
Sundry expenses		693,587	427,408
		709,283	437,338

## FOR THE YEAR ENDED 30 JUNE 2023

## 3. CASH AND CASH EQUIVALENTS

Note	2023	2022
	\$	\$
Cash at bank and on hand	13,161,376	13,598,004
<b>Total cash and cash equivalents</b>	<b>13,161,376</b>	<b>13,598,004</b>
Held as		
- Unrestricted cash and cash equivalents	4,146,744	4,442,036
- Restricted cash and cash equivalents	18 9,014,632	9,155,968
	<b>13,161,376</b>	<b>13,598,004</b>

## SIGNIFICANT ACCOUNTING POLICIES

## Cash and cash equivalents

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

Bank overdrafts are reported as short term borrowings in current liabilities in the statement of financial position.

## Restricted financial assets

Restricted financial asset balances are not available for general use by the local government due to externally imposed restrictions. Restrictions are specified in an agreement, contract or legislation. This applies to reserve accounts, 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 and for which no liability has been recognised.

## 4. OTHER FINANCIAL ASSETS

	2023	2022
	\$	\$
<b>(a) Current assets</b>		
Financial assets at amortised cost	4,291	4,207
	<b>4,291</b>	<b>4,207</b>
<b>Other financial assets at amortised cost</b>		
Self supporting loans receivable	4,291	4,207
	<b>4,291</b>	<b>4,207</b>
Held as		
- Unrestricted other financial assets at amortised cost	4,291	4,207
	<b>4,291</b>	<b>4,207</b>
<b>(b) Non-current assets</b>		
Financial assets at amortised cost	18,525	22,816
Financial assets at fair value through profit or loss	81,490	77,804
	<b>100,015</b>	<b>100,620</b>
<b>Financial assets at amortised cost</b>		
Financial assets at amortised cost - self supporting loans	10,454	12,816
Financial assets at amortised cost - loan advances	8,071	10,000
	<b>18,525</b>	<b>22,816</b>
<b>Financial assets at fair value through profit or loss</b>		
Units in Local Government House Trust - opening balance	77,804	73,807
Movement attributable to fair value increment	3,686	3,997
Units in Local Government House Trust - closing balance	<b>81,490</b>	<b>77,804</b>

Loans receivable from clubs/institutions have the same terms and conditions as the related borrowing disclosed in Note 27(a) as self supporting loans. Fair value of financial assets at fair value through profit or loss is determined from the net asset value of the units held in the Trust at balance date as compiled by WALGA.

## SIGNIFICANT ACCOUNTING POLICIES

## Other financial assets at amortised cost

The Shire 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 cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

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

The Shire has elected to classify the following financial assets at fair value through profit or loss:

- debt investments which do not qualify for measurement at either amortised cost or fair value through other comprehensive income.
- equity investments which the Shire has elected to recognise as fair value gains and losses through profit or loss.

## FOR THE YEAR ENDED 30 JUNE 2023

## 5. TRADE AND OTHER RECEIVABLES

Note	2023	2022
	\$	\$
<b>Current</b>		
Rates and statutory receivables	393,515	399,663
Trade receivables	382,730	1,351,120
GST receivable	66,464	61,491
Allowance for credit losses of trade receivables	(8,871)	(9,930)
Other receivables - Legal costs - recovery of rates	78,010	133,099
Other receivables - Rubbish fees	46,855	40,326
	958,703	1,975,769
<b>Non-current</b>		
Rates and statutory receivables	169,380	153,311
	169,380	153,311

**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 or construction of recognisable non financial assets is:

Note	30 June 2023 Actual	30 June 2022 Actual	1 July 2021 Actual
	\$	\$	\$
Trade and other receivables from contracts with customers	382,730	1,351,120	1,727,666
Contract assets	7 383,908	0	0
Allowance for credit losses of trade receivables	5 (8,871)	(9,930)	(10,954)
Total trade and other receivables from contracts with customers	757,767	1,341,190	1,716,712

**SIGNIFICANT ACCOUNTING POLICIES****Rates and statutory receivables**

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

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

**Trade receivables**

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

**Other receivables**

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

**Measurement**

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

**Classification and subsequent measurement**

Receivables which are generally due for settlement within 30 days except rates receivables which are expected to be collected within 12 months are classified as current assets. All other receivables such as, deferred pensioner rates receivable after the end of the reporting period are classified as non-current assets.

Trade and other receivables are held with the objective to collect the contractual cashflows and therefore the Shire 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.

**FOR THE YEAR ENDED 30 JUNE 2023**

**6. INVENTORIES**

	Note	2023 \$	2022 \$
<b>Current</b>			
Fuel and materials		8,222	34,026
History books held for sale		14,691	14,865
		22,913	48,891
The following movements in inventories occurred during the year:			
<b>Balance at beginning of year</b>		48,891	31,092
Inventories expensed during the year		(362,339)	(325,897)
Write down of inventories to net realisable value	2(b)	(6,825)	0
Additions to inventory		343,186	343,696
<b>Balance at end of year</b>		22,913	48,891

**SIGNIFICANT ACCOUNTING POLICIES**

**General**

Inventories are measured at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

## FOR THE YEAR ENDED 30 JUNE 2023

**7. OTHER ASSETS****Other assets - current**

Prepayments  
Contract assets

2023	2022
\$	\$
39,059	19,325
383,908	0
422,967	19,325

**SIGNIFICANT ACCOUNTING POLICIES****Other current assets**

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

**Contract assets**

Contract assets primarily relate to the Shire's right to consideration for work completed but not billed at the end of the period.

Impairment of assets associated with contracts with customers are detailed at Note 2(b)

## FOR THE YEAR ENDED 30 JUNE 2023

## 8. PROPERTY, PLANT AND EQUIPMENT

## (a) Movements in Balances

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

	Land	Buildings - non- specialised	Buildings - specialised	Total land and buildings	Furniture and equipment	Plant and equipment	Vehicles	Buildings - work in progress	Tools	Total property, plant and equipment
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Balance at 1 July 2021</b>	12,809,102	1,713,700	30,342,620	44,865,422	157,518	4,920,912	0	418,921	3,640	50,366,413
Additions	0	0	228,813	228,813	0	0	0	2,152,653	0	2,381,466
Depreciation	0	(33,646)	(738,673)	(772,319)	(42,539)	(469,060)	(253,024)	0	(901)	(1,537,843)
Transfers	0	0	0	0	0	(1,046,050)	1,046,050	0	0	0
<b>Balance at 30 June 2022</b>	12,809,102	1,680,054	29,832,760	44,321,916	114,979	3,405,802	793,026	2,571,574	2,739	51,210,036
<b>Comprises:</b>										
Gross balance amount at 30 June 2022	12,809,102	1,713,700	30,571,433	45,094,235	343,462	6,048,745	2,024,995	2,571,574	12,900	56,095,911
Accumulated depreciation at 30 June 2022	0	(33,646)	(738,673)	(772,319)	(228,483)	(2,642,943)	(1,231,969)	0	(10,161)	(4,885,875)
<b>Balance at 30 June 2022</b>	12,809,102	1,680,054	29,832,760	44,321,916	114,979	3,405,802	793,026	2,571,574	2,739	51,210,036
Additions	2,625	0	522,126	524,751	0	366,436	1,324,991	19,457	0	2,235,635
Disposals	0	0	(119,583)	(119,583)	0	(40,249)	(151,492)	0	(375)	(311,699)
Depreciation	0	(33,634)	(794,999)	(828,633)	(17,171)	(333,237)	(155,599)	0	(757)	(1,335,397)
Transfers	0	0	2,548,828	2,548,828	0	0	0	(2,591,031)	0	(42,203)
<b>Balance at 30 June 2023</b>	12,811,727	1,646,420	31,989,132	46,447,279	97,808	3,398,752	1,810,926	0	1,607	51,756,372
<b>Comprises:</b>										
Gross balance amount at 30 June 2023	12,811,727	1,713,700	33,514,190	48,039,617	343,462	6,330,181	2,841,485	0	9,150	57,563,895
Accumulated depreciation at 30 June 2023	0	(67,280)	(1,525,058)	(1,592,338)	(245,654)	(2,931,429)	(1,030,559)	0	(7,543)	(5,807,523)
<b>Balance at 30 June 2023</b>	12,811,727	1,646,420	31,989,132	46,447,279	97,808	3,398,752	1,810,926	0	1,607	51,756,372

The 2023 additions included \$947,645 of non-cash additions for vehicles received from the Department of Fire and Emergency Services

## FOR THE YEAR ENDED 30 JUNE 2023

## 8. PROPERTY, PLANT AND EQUIPMENT (Continued)

## (b) Carrying Value Measurements

(i) Fair Value	Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
<b>Land and buildings</b>						
Land		2	Market approach using recent observable market data for similar properties	Independent registered valuers	June 2021	Price per hectare
Buildings - non-specialised		2	Market approach using recent observable market data for similar properties / income approach using discounted cashflow methodology	Independent valuer and Management valuation	June 2021	Price per square meter / market borrowing rate
Buildings - specialised		3	Cost approach using current replacement cost	Independent registered valuers	June 2021	Construction costs and current condition, residual values and remaining useful life 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.

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

## (ii) Cost

<b>Furniture and equipment</b>	N/A	N/A	Cost model	N/A	N/A	N/A
<b>Plant and equipment</b>	N/A	N/A	Cost model	N/A	N/A	N/A

## FOR THE YEAR ENDED 30 JUNE 2023

## 9. INFRASTRUCTURE

## (a) Movements in Balances

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

	Infrastructure - roads \$	Infrastructure - footpaths \$	Infrastructure - parks and ovals \$	Infrastructure - parks and ovals \$	Infrastructure - other \$	Infrastructure - bridges \$	Infrastructure - work in progress \$	Infrastructure - Landfill assets \$	Total Infrastructure \$
<b>Balance at 1 July 2021</b>	128,999,812	262,180	10,491,322	10,491,322	9,618,400	2,218,304	0	0	151,590,018
Additions	3,534,697	379,459	14,000	14,000	140,356	309,325	24,559	0	4,402,396
(Disposals)	0	0	(4,040)	(4,040)	0	0	0	0	(4,040)
Depreciation	(3,259,262)	(25,666)	(832,352)	(832,352)	(481,454)	(142,156)	0	0	(4,740,890)
Transfers	0	0	(318,789)	(318,789)	13,850	0	304,939	0	0
<b>Balance at 30 June 2022</b>	129,275,247	615,973	9,350,141	9,350,141	9,291,152	2,385,473	329,498	0	151,247,484
<b>Comprises:</b>									
Gross balance at 30 June 2022	141,469,102	674,710	12,099,840	12,099,840	9,772,606	2,894,594	329,498	0	167,240,350
Accumulated depreciation at 30 June 2022	(12,193,855)	(58,737)	(2,749,699)	(2,749,699)	(481,454)	(509,121)	0	0	(15,992,866)
<b>Balance at 30 June 2022</b>	129,275,247	615,973	9,350,141	9,350,141	9,291,152	2,385,473	329,498	0	151,247,484
Additions	4,950,819	25,894	477,704	477,704	126,200	114,119	626,045	5,253,186	11,573,967
(Disposals)	0	0	(80,738)	(80,738)	(2,916)	0	0	0	(83,654)
Revaluation increments / (decrements) transferred to revaluation surplus	53,543,518	3,711,720	(488,065)	(488,065)	0	3,310,415	0	493,958	60,571,526
Depreciation	(3,291,738)	(25,675)	(770,479)	(770,479)	(484,613)	(143,007)	0	0	(4,715,512)
Transfers	0	0	690,763	690,763	(45,859)	0	(690,763)	88,062	42,203
<b>Balance at 30 June 2023</b>	184,477,846	4,327,912	9,179,306	9,179,306	8,883,964	5,667,000	264,780	5,835,206	218,636,014
<b>Comprises:</b>									
Gross balance at 30 June 2023	184,477,846	4,327,912	9,179,306	9,179,306	9,843,206	5,667,000	264,780	5,842,044	219,602,094
Accumulated depreciation at 30 June 2023	0	0	0	0	(959,242)	0	0	(6,838)	(966,080)
<b>Balance at 30 June 2023</b>	184,477,846	4,327,912	9,179,306	9,179,306	8,883,964	5,667,000	264,780	5,835,206	218,636,014

(a) The 'Infrastructure - Landfill assets' class was disclosed for the first time this year and included landfill cells and post-closure assets.

(b) The Additions for 2022-23 included \$5,253,186 of non-cash additions for the post-closure assets.



## FOR THE YEAR ENDED 30 JUNE 2023

## 9. INFRASTRUCTURE (Continued)

## (b) Carrying Value Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
(i) Fair Value					
Infrastructure - roads	3	Cost approach using current replacement cost	Independent registered valuers	June 2023	Construction costs and current condition, residual values and remaining useful life assessments
Infrastructure - footpaths	3	Cost approach using current replacement cost	Independent registered valuers	June 2023	Construction costs and current condition, residual values and remaining useful life assessments
Infrastructure - parks and ovals	3	Cost approach using current replacement cost	Independent registered valuers	June 2023	Construction costs and current condition, residual values and remaining useful life assessments
Infrastructure - other	3	Cost approach using current replacement cost	Independent registered valuers	June 2021	Construction costs and current condition, residual values and remaining useful life assessments
Infrastructure - bridges	3	Cost approach using current replacement cost	Independent registered valuers	June 2023	Construction costs and current condition, residual values and remaining useful life assessments

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 infrastructure using level 3 inputs.

**FOR THE YEAR ENDED 30 JUNE 2023**

**10. FIXED ASSETS**

**(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>
Buildings - non-specialised	25 to 50 years
Buildings - specialised	25 to 50 years
Furniture and equipment	3 to 50 years
Plant and equipment	5 to 20 years
Vehicles	1 to 5 years
Tools	4 to 10 years
Infrastructure - roads	20 to 50 years
Infrastructure - footpaths	25 years
Infrastructure - parks and ovals	13 years
Infrastructure - other	3 - 25 years
Infrastructure - bridges	25 years
Infrastructure - Landfill assets	6-16 years

## FOR THE YEAR ENDED 30 JUNE 2023

## 10. FIXED ASSETS (Continued)

**SIGNIFICANT ACCOUNTING POLICIES****Fixed assets**

Each class of fixed assets within either property, plant and equipment or infrastructure, is carried at cost or fair value (as indicated), less 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 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 Shire 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 and infrastructure acquired between scheduled revaluation dates of the asset class in accordance with the Shire'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 consistent with *Financial Management Regulation 17A(4)*.

**Revaluation**

The fair value of land, buildings and infrastructure 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 Shire.

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 and vested improvements to be shown at fair value.

**Revaluation (continued)**

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 the following way:

- (i) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

**Amortisation**

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

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

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

**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.

## FOR THE YEAR ENDED 30 JUNE 2023

## 11. LEASES

## (a) Right-of-Use Assets

Movement in the balance of each class of right-of-use asset between the beginning and the end of the current financial year.	Note	Right-of-use assets - land and buildings	Right-of-use assets - plant and equipment	Right-of-use assets Total
		\$	\$	\$
<b>Balance at 1 July 2021</b>		13,916	95,184	109,100
Lease modification		0	(391)	(391)
Depreciation		(6,958)	(25,010)	(31,968)
<b>Balance at 30 June 2022</b>		6,958	69,784	76,741
Lease modification		2,085	0	2,085
Depreciation		(9,043)	(25,010)	(34,053)
<b>Balance at 30 June 2023</b>		0	44,774	44,774

The following amounts were recognised in the statement of comprehensive income during the period in respect of leases where the entity is the lessee:

	2023 Actual	2022 Actual
	\$	\$
Depreciation on right-of-use assets	(34,053)	(31,968)
Finance charge on lease liabilities	(842)	(1,194)
Low-value asset lease payments recognised as expense	(34,087)	(31,608)
<b>Total amount recognised in the statement of comprehensive income</b>	<b>(68,982)</b>	<b>(64,770)</b>
Total cash outflow from leases	(34,929)	(32,800)
<b>(b) Lease Liabilities</b>		
Current	20,122	31,608
Non-current	25,274	45,789
	27(c) 45,396	77,397

**Secured liabilities and assets pledged as security**

Lease liabilities are effectively secured, as the rights to the leased assets recognised in the financial statements revert to the lessor in the event of default.

**SIGNIFICANT ACCOUNTING POLICIES****Leases**

At inception of a contract, the Shire assesses if the contract contains or is a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At the commencement date, a right-of-use asset is recognised at cost and lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Shire uses its incremental borrowing rate.

All contracts that are classified as short-term leases (i.e. a lease with a term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Details of individual lease liabilities required by regulations are provided at Note 27(c).

**Right-of-use assets - measurement**

Right-of-use assets are measured at cost. All right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost (i.e. not recognised in the Statement of Financial Position). The exception is vested improvements on concessionary land leases such as roads, buildings or other infrastructure which are reported at fair value.

Refer to Note 10 under revaluation for details on the significant accounting policies applying to vested improvements.

**Right-of-use assets - depreciation**

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset, whichever is the shorter. Where a lease transfers ownership of the underlying asset, or the cost of the right-of-use asset reflects that the Shire anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

## FOR THE YEAR ENDED 30 JUNE 2023

**12. TRADE AND OTHER PAYABLES****Current**

Sundry creditors
Prepaid rates
Accrued payroll liabilities
ATO liabilities
Bonds and deposits held
Other payables -accrued interest on long term borrowings
Other payables - income received in advance
Other payables - accrued expenses

2023	2022
\$	\$
916,094	2,326,986
197,201	195,270
176,013	138,647
0	20,766
678,934	664,309
16,904	19,425
0	5,070
0	37,000
1,985,146	3,407,473

**SIGNIFICANT ACCOUNTING POLICIES****Financial liabilities**

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

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

Financial liabilities are derecognised where the related profit or loss.

**Trade and other payables**

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the financial year that are unpaid and arise when the Shire 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 usually paid within 30 days of recognition. The carrying amounts of trade and other payables are 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 Shire recognises income for the prepaid rates that have not been refunded.

## FOR THE YEAR ENDED 30 JUNE 2023

## 13. OTHER LIABILITIES

	2023	2022
	\$	\$
<b>Current</b>		
Contract liabilities	454,424	367,201
Capital grant/contributions liabilities	467,678	1,043,553
	<u>922,102</u>	<u>1,410,754</u>
<b>Reconciliation of changes in contract liabilities</b>		
Opening balance	367,201	283,892
Additions	160,957	160,760
Revenue from contracts with customers included as a contract liability at the start of the period	(73,734)	(77,451)
	<u>454,424</u>	<u>367,201</u>
The aggregate amount of the performance obligations unsatisfied (or partially unsatisfied) in relation to these contract liabilities was \$922,102 (2022: \$1,410,754)		
The Shire expects to satisfy the performance obligations, from contracts with customers unsatisfied at the end of the reporting period, within the next 12 months.		
<b>Reconciliation of changes in capital grant/contribution liabilities</b>		
Opening balance	1,043,553	437,465
Additions	390,658	856,184
Revenue from capital grant/contributions held as a liability at the start of the period	(966,533)	(250,096)
	<u>467,678</u>	<u>1,043,553</u>

Performance obligations in relation to capital grant/contribution liabilities are satisfied as project milestones are met or completion of construction or acquisition of the asset.

**SIGNIFICANT ACCOUNTING POLICIES****Contract liabilities**

Contract liabilities represent the Shire's obligation to transfer goods or services to a customer for which the Shire 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 Shire's obligations to construct recognisable non-financial assets to identified specifications to be controlled by the Shire 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 24(i)) due to the unobservable inputs, including own credit risk.

## FOR THE YEAR ENDED 30 JUNE 2023

## 14. BORROWINGS

	Note	2023			2022		
		Current	Non-current	Total	Current	Non-current	Total
<b>Secured</b>		\$	\$	\$	\$	\$	\$
Debentures		261,817	1,580,847	1,842,664	250,521	1,592,664	1,843,185
<b>Total secured borrowings</b>	27(a)	261,817	1,580,847	1,842,664	250,521	1,592,664	1,843,185

**Secured liabilities and assets pledged as security**

Debentures, bank overdrafts and bank loans are secured by a floating charge over the assets of the Shire of Gingin.

The Shire of Gingin has complied with the financial covenants of its borrowing facilities during the 2023 and 2022 years.

**SIGNIFICANT ACCOUNTING POLICIES****Borrowing costs**

The Shire has elected to recognise borrowing costs as an expense when incurred regardless of how the borrowings are applied.

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 24(i)) due to the unobservable inputs, including own credit risk.

**Risk**

Details of individual borrowings required by regulations are provided at Note 27(a).

## FOR THE YEAR ENDED 30 JUNE 2023

## 15. EMPLOYEE RELATED PROVISIONS

Employee Related Provisions	2023	2022
	\$	\$
<b>Current provisions</b>		
<b>Employee benefit provisions</b>		
Annual leave	721,704	660,483
Long service leave	535,718	269,574
	1,257,422	930,057
<b>Total current employee related provisions</b>	1,257,422	930,057
<b>Non-current provisions</b>		
<b>Employee benefit provisions</b>		
Long service leave	65,612	254,868
	65,612	254,868
<b>Total non-current employee related provisions</b>	65,612	254,868
<b>Total employee related provisions</b>	1,323,034	1,184,925

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.

**SIGNIFICANT ACCOUNTING POLICIES****Employee benefits**

The Shire's obligations for employees' annual leave, long service leave and other employee leave entitlements are recognised as employee related provisions in the Statement of Financial Position.

**Short-term employee benefits**

Provision is made for the Shire'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 Shire'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 remeasurements 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 Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire 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.



## FOR THE YEAR ENDED 30 JUNE 2023

**16. OTHER PROVISIONS**

	<b>Provision for Landfill Rehabilitation</b>	<b>Total</b>
	\$	\$
<b>Opening balance at 1 July 2022</b>	0	0
Additional provision	5,253,186	5,253,186
<b>Balance at 30 June 2023</b>	5,253,186	5,253,186
<b>Comprises</b>		
Non-current	5,253,186	5,253,186
	5,253,186	5,253,186

**Other provisions**

Amounts which are expected to be paid out within 12 months of the reporting date are classified as current. Exact timing of payment of non-current obligations is unable to be reliably estimated as it is dependent on factors beyond the control of the local government.

**Provision for Landfill Rehabilitation**

The estimated future obligations include the costs of restoring the affected sites and continued monitoring of the sites. The provision for future remediation costs is the best estimate of the present value of the expenditure required to settle the remediation obligation at the reporting date. Future remediation costs are reviewed annually and any changes in the estimates are reflected in the remediation provision at each reporting date.

**Provisions**

Provisions are recognised when the Shire 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.

## FOR THE YEAR ENDED 30 JUNE 2023

## 17. REVALUATION SURPLUS

	2023 Opening Balance	Total Movement on Revaluation	2023 Closing Balance	2022 Opening Balance	2022 Closing Balance
	\$	\$	\$	\$	\$
Revaluation surplus - Land	5,726,807	0	5,726,807	5,726,807	5,726,807
Revaluation surplus - Buildings - non-specialised	17,292,645	0	17,292,645	17,292,645	17,292,645
Revaluation surplus - Buildings - specialised	8,146,954	0	8,146,954	8,146,954	8,146,954
Revaluation surplus - Plant and equipment	2,491,906	0	2,491,906	2,491,906	2,491,906
Revaluation surplus - Infrastructure - roads	107,822,769	53,543,518	161,366,287	107,822,769	107,822,769
Revaluation surplus - Infrastructure - footpaths	385,798	3,711,720	4,097,518	385,798	385,798
Revaluation surplus - Infrastructure - parks and ovals	5,649,812	(488,085)	5,161,727	5,649,812	5,649,812
Revaluation surplus - Infrastructure - other	5,153,054	0	5,153,054	5,153,054	5,153,054
Revaluation surplus - Infrastructure - bridges	2,744,000	3,310,415	6,054,415	2,744,000	2,744,000
Revaluation surplus - Infrastructure - Landfill assets	0	493,958	493,958	0	0
	155,413,745	60,571,526	215,985,271	155,413,745	155,413,745

## 18. RESTRICTIONS OVER FINANCIAL ASSETS

Note	2023 Actual	2022 Actual	
	\$	\$	
The following classes of financial assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:			
- Cash and cash equivalents	3	9,014,632	9,155,968
		9,014,632	9,155,968
The restricted financial assets are a result of the following specific purposes to which the assets may be used:			
Restricted reserve accounts	28	8,092,530	7,745,214
Contract liabilities	13	454,424	367,201
Capital grant liabilities	13	467,678	1,043,553
<b>Total restricted financial assets</b>		9,014,632	9,155,968
<b>19. UNDRAWN BORROWING FACILITIES AND CREDIT STANDBY ARRANGEMENTS</b>			
Bank overdraft limit		500,000	500,000
Bank overdraft at balance date		0	0
Credit card limit		27,000	27,000
Credit card balance at balance date		(10,104)	(1,127)
<b>Total amount of credit unused</b>		516,896	525,873
<b>Loan facilities</b>			
Loan facilities - current		261,817	250,521
Loan facilities - non-current		1,580,847	1,592,664
<b>Total facilities in use at balance date</b>		1,842,664	1,843,185
<b>Unused loan facilities at balance date</b>		0	0

**FOR THE YEAR ENDED 30 JUNE 2023****20. CONTINGENT LIABILITIES**

Contingent liabilities are not recognised in the statement of financial position but are disclosed and, if quantifiable, are measured at best estimate.

There are no contingent liabilities to disclose at the end of the reporting period.

**21. CAPITAL COMMITMENTS**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Contracted for:		
- capital expenditure projects	80,046	221,571
- plant & equipment purchases	412,152	0
	<b>492,198</b>	<b>221,571</b>
Payable:		
- not later than one year	492,198	221,571

The 2023 capital commitments relate to the following projects:

- Guilderton foreshore road reserve purchase \$70,000
- Old Ledge Point Road design survey \$10,046
- Purchase of side tipping semi trailer \$152,908
- Purchase of 2 x mowers \$67,186
- Purchase of CESM utility \$66,873
- Purchase of track loader \$125,185

The 2022 capital commitments relate to the following projects:

- The Gingin Weir Project \$10,472
- Level 3 Incident Control Centre - Gingin \$211,099

## FOR THE YEAR ENDED 30 JUNE 2023

## 22. RELATED PARTY TRANSACTIONS

## (a) Elected Member Remuneration

Fees, expenses and allowances to be paid or reimbursed to elected council members.

Note	2023 Actual	2023 Budget	2022 Actual
	\$	\$	\$
President's annual allowance	16,000	16,000	16,000
President's meeting attendance fees	15,600	15,600	15,000
President's annual allowance for ICT expenses	2,500	2,500	2,000
President's travel and accommodation expenses	1,631	3,438	763
	35,731	37,538	33,763
Deputy President's annual allowance	4,000	4,000	4,000
Deputy President's meeting attendance fees	8,320	8,320	8,000
Deputy President's annual allowance for ICT expenses	2,500	2,500	2,000
Deputy President's travel and accommodation expenses	0	3,438	0
	14,820	18,258	14,000
All other council member's meeting attendance fees	41,600	49,920	49,859
All other council member's annual allowance for ICT expenses	12,500	15,000	11,840
All other council member's travel and accommodation expenses	6,107	20,624	12,960
	60,207	85,544	74,659
22(b)	110,758	141,340	122,422

## (b) Key Management Personnel (KMP) Compensation

The total of compensation paid to KMP of the Shire during the year are as follows:

Note	2023 Actual	2022 Actual
	\$	\$
Short-term employee benefits	677,421	622,767
Post-employment benefits	84,559	76,225
Employee - other long-term benefits	69,576	62,127
Employee - termination benefits	0	5,895
Council member costs	110,758	122,422
22(a)	942,314	889,436

*Short-term employee benefits*

These amounts include all salary and fringe benefits 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 Shire's superannuation contributions made during the year.

*Other long-term benefits*

These amounts represent annual leave and long service leave entitlements accruing during the year.

*Termination benefits*

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.

## FOR THE YEAR ENDED 30 JUNE 2023

**22. RELATED PARTY TRANSACTIONS****Transactions with related parties**

Transactions between related parties and the Shire are on normal commercial terms and conditions, no more favourable than those available to other parties, unless otherwise stated.

No outstanding balances or provisions for doubtful debts or guarantees exist in relation to related parties at year end.

In addition to KMP compensation above the following transactions occurred with related parties:

	<b>2023 Actual</b>	<b>2022 Actual</b>
	\$	\$
Sale of goods and services	3,520	3,173
Purchase of goods and services - contract services general maintenance	155,756	35,874

**Related Parties****The Shire'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 council member, are considered key management personnel and are detailed in Notes 22(a) and 22(b)

*ii. Other Related Parties*

An entity that is controlled by or over which KMP, or close family members of KMP, have authority and responsibility for planning, directing and controlling the activity of the entity, directly or indirectly, are considered to be related parties.

During the current year, companies controlled by related parties of council members, were engaged for general maintenance services in the areas of mechanical, roadworks and fire mitigation to the value of \$155,756 (\$34,874 in the prior year).

## FOR THE YEAR ENDED 30 JUNE 2023

**23. JOINT ARRANGEMENTS****Share of joint operations**

The Shire has two separate joint agreements with the Department of Communities for the provision of housing at 2 Atkinson Way Lancelin.

For accounting purposes, these joint arrangements constitute joint operations. The assets are land and 11 x 2 bedroom units. The ownership of the assets is determined by agreements which includes the percentage of each parties equitable interest. The assets are included in the Land and Buildings as follows;

	<b>2023</b>	<b>2022</b>
	<b>Actual</b>	<b>Actual</b>
	<b>\$</b>	<b>\$</b>
<b>Statement of Financial Position</b>		
Land Lot 84 Atkinson Way Lancelin	20,002	20,002
Atkinson Way Lancelin (5 x 2 bedroom units) Units 1-5 @36.10%	330,479	336,712
Atkinson Way Lancelin (5 x 2 bedroom units) Units 6-11 @39.37%	450,072	425,730
<b>Total assets</b>	<b>800,553</b>	<b>782,444</b>
<b>Statement of Comprehensive Income</b>		
Other revenue	100,807	85,007
Other expense	(39,578)	(37,351)
<b>Profit/(loss) for the period</b>	<b>61,229</b>	<b>47,656</b>
<b>Total comprehensive income for the period</b>	<b>61,229</b>	<b>47,656</b>

**SIGNIFICANT ACCOUNTING POLICIES****Joint operations**

A joint operation is a joint arrangement where the Shire has joint control with two or more parties to the joint arrangement. All parties to joint arrangement have rights to the assets, and obligations for the liabilities relating to the arrangement.

Assets, liabilities, revenues and expenses relating to the Shire's interest in the joint operation are accounted for in accordance with the relevant Australian Accounting Standard.

## FOR THE YEAR ENDED 30 JUNE 2023

## 24. OTHER SIGNIFICANT ACCOUNTING POLICIES

**a) Goods and services tax (GST)**

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

Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position.

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

**b) Current and non-current classification**

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Shire's operational cycle. In the case of liabilities where the Shire 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. Inventories held for trading are classified as current or non-current based on the Shire's intentions to release for sale.

**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 Shire 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 report 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 Shire contributes to a number of Superannuation Funds on behalf of employees. All funds to which the Shire contributes are defined contribution plans.

**g) Fair value of assets and liabilities**

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

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

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

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

**h) Interest revenue**

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

**i) Fair value hierarchy**

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

**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 Shire 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 Shire 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 Shire 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 Shire's assets, other than inventories, are assessed at each reporting date to determine whether there is any indication they may be impaired.

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

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

**FOR THE YEAR ENDED 30 JUNE 2023**

**25. RATING INFORMATION**

(a) General Rates

RATE TYPE Rate Description	Basis of valuation	2022/23		2022/23		2022/23		2022/23		2022/23		2021/22	
		Number of Properties	Actual Rateable Value*	Actual Rate	Actual Interim Rates	Actual Revenue	Actual Interim Rates	Budget Rate	Budget Interim Rate	Budget Revenue	Budget Interim Rate	Actual Total Revenue	Actual Total Revenue
GRV Townsites	Gross rental valuation	1,582	30,278,696	2,631,635	7,589	2,639,224		1,300	2,634,035	1,300	2,635,335	2,419,486	2,419,486
GRV Other	Gross rental valuation	959	17,774,825	1,546,286	8,147	1,554,433		0	1,546,286	0	1,546,286	1,370,020	1,370,020
UV Rural	Unimproved valuation	511	319,283,000	1,717,743	9,051	1,726,794		0	1,720,594	0	1,720,594	1,321,678	1,321,678
UV Other	Unimproved valuation	3	2,191,000	11,788	0	11,788		0	11,788	0	11,788	10,202	10,202
UV Intensive/Mining	Unimproved valuation	147	86,524,000	704,305	(3,041)	701,264		0	701,452	0	701,452	491,792	491,792
UV Exploration Mining	Unimproved valuation	(3)	0	0	(2,920)	(2,920)		0	0	0	0	6,613	6,613
<b>Total general rates</b>		<b>3,199</b>	<b>456,051,521</b>	<b>6,611,757</b>	<b>18,826</b>	<b>6,630,583</b>		<b>1,300</b>	<b>6,614,155</b>	<b>1,300</b>	<b>6,615,455</b>	<b>5,619,791</b>	<b>5,619,791</b>
<b>Minimum payment</b>													
<b>GRV Townsites</b>	<b>Gross rental valuation</b>	<b>1,046</b>	<b>10,054,365</b>	<b>1,219,636</b>	<b>0</b>	<b>1,219,636</b>		<b>0</b>	<b>1,218,470</b>	<b>0</b>	<b>1,218,470</b>	<b>1,245,288</b>	<b>1,245,288</b>
GRV Other	Gross rental valuation	764	4,626,920	890,824	0	890,824		0	891,990	0	891,990	952,614	952,614
UV Rural	Unimproved valuation	301	57,442,700	408,250	0	408,250		0	402,300	0	402,300	623,015	623,015
UV Other	Unimproved valuation	1	160,000	1,350	0	1,350		0	1,350	0	1,350	1,470	1,470
UV Intensive/Mining	Unimproved valuation	102	16,551,139	234,600	0	234,600		0	241,500	0	241,500	398,575	398,575
UV Exploration Mining	Unimproved valuation	34	97,233	45,900	0	45,900		0	45,900	0	45,900	42,630	42,630
<b>Total minimum payments</b>		<b>2,248</b>	<b>88,932,357</b>	<b>2,800,560</b>	<b>0</b>	<b>2,800,560</b>		<b>0</b>	<b>2,801,510</b>	<b>0</b>	<b>2,801,510</b>	<b>3,263,592</b>	<b>3,263,592</b>
<b>Total general rates and minimum payments</b>		<b>5,447</b>	<b>544,983,878</b>	<b>9,412,317</b>	<b>18,826</b>	<b>9,431,143</b>		<b>1,300</b>	<b>9,415,665</b>	<b>1,300</b>	<b>9,416,965</b>	<b>8,883,383</b>	<b>8,883,383</b>
<b>Ex-gratia Rates</b>													
<b>Total amount raised from rates (excluding general rates)</b>													
<b>Total Rates</b>													
Rate instalment interest													
Rate overdue interest													

The rate revenue was recognised from the rate record as soon as practicable after the Shire 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.

\*Rateable Value at time of raising of rate.



## FOR THE YEAR ENDED 30 JUNE 2023

## 26. DETERMINATION OF SURPLUS OR DEFICIT

Note	2022/23	2022/23	2021/22
	(30 June 2023 Carried Forward)	Budget (30 June 2023 Carried Forward)	(30 June 2022 Carried Forward)
	\$	\$	\$
<b>(a) 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 <i>Financial Management Regulation 32</i> .			
<b>Adjustments to operating activities</b>			
Less: Profit on asset disposals	(226,582)	0	0
Less: Fair value adjustments to financial assets at fair value through profit or loss	(3,686)	0	(3,997)
Add: Loss on disposal of assets	217,662	0	4,040
Add: Depreciation	6,084,962	4,922,951	6,310,701
Non-cash movements in non-current assets and liabilities:			
Pensioner deferred rates	(16,069)	0	(10,511)
Employee benefit provisions	(189,256)	0	188,645
<b>Non-cash amounts excluded from operating activities</b>	<b>5,867,031</b>	<b>4,922,951</b>	<b>6,488,878</b>
<b>(b) Non-cash amounts excluded from investing activities</b>			
The following non-cash revenue or expenditure has been excluded from amounts attributable to investing activities within the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> .			
<b>Adjustments to investing activities</b>			
Movement in non-current capital expenditure provisions	5,253,186	0	0
<b>Non-cash amounts excluded from investing activities</b>	<b>5,253,186</b>	<b>0</b>	<b>0</b>
<b>(c) Surplus or deficit after imposition of general rates</b>			
The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> to agree to the surplus/(deficit) after imposition of general rates.			
<b>Adjustments to net current assets</b>			
Less: Reserve accounts	28 (8,092,530)	(6,532,846)	(7,745,214)
Less: Financial assets at amortised cost - self supporting loans	4(a) (4,291)	0	(4,207)
Add: Current liabilities not expected to be cleared at end of year			
- Current portion of borrowings	14 261,817	550,001	250,521
- Current portion of lease liabilities	11(b) 20,122	0	31,608
<b>Total adjustments to net current assets</b>	<b>(7,814,882)</b>	<b>(5,982,845)</b>	<b>(7,467,292)</b>
<b>Net current assets used in the Statement of Financial Activity</b>			
Total current assets	14,570,250	10,929,523	15,646,196
Less: Total current liabilities	(4,446,609)	(4,946,678)	(6,030,413)
Less: Total adjustments to net current assets	(7,814,882)	(5,982,845)	(7,467,292)
<b>Surplus or deficit after imposition of general rates</b>	<b>2,308,759</b>	<b>0</b>	<b>2,148,491</b>

**FOR THE YEAR ENDED 30 JUNE 2023**

**27. BORROWING AND LEASE LIABILITIES**

(a) Borrowings

Purpose	Note	Actual			Budget		
		Principal at 1 July 2021	New Loans During 2021-22	Principal at 30 June 2022	Principal Repayments During 2022-23	New Loans During 2022-23	Principal at 30 June 2023
Gingin Medical Centre		\$ 101,572	\$ 0	\$ 69,891	\$ (33,809)	\$ 0	\$ 36,082
Wannamal West Road - Tip Rationalisation		416,289	0	396,226	(21,387)	0	374,839
Guiderton Country Club		334,441	0	296,110	(41,117)	0	254,993
Regional Hardcourt Facility		242,071	0	218,299	(25,386)	0	192,913
Lot 44 Weld Street Gingin		153,143	0	135,491	(18,902)	0	116,589
Regional Hardcourt Facility		233,441	0	211,538	(22,817)	0	188,721
Swimming Pool Tiling		80,757	0	65,584	(15,173)	0	49,937
Seabird Sea Wall		124,211	0	102,876	(21,335)	0	81,002
Lancelin Caravan Park Assets		62,651	0	21,146	(41,505)	0	0
Altus Financials Suite Software Upgrade		157,743	0	148,587	(9,156)	0	139,253
Gingin Outdoor Activity Space		177,000	0	160,414	(16,586)	0	143,590
Cunliffe Street Redevelopment		0	0	0	0	250,000	250,000
Guiderton Caravan Park Waste Water		0	0	0	0	0	0
<b>Total</b>		<b>2,083,319</b>	<b>0</b>	<b>1,826,162</b>	<b>(248,243)</b>	<b>250,000</b>	<b>1,827,919</b>
<b>Self Supporting Loans</b>		<b>19,253</b>	<b>0</b>	<b>17,023</b>	<b>(2,230)</b>	<b>0</b>	<b>14,745</b>
Ledge Point Country Club Cool Room		19,253	0	17,023	(2,230)	0	14,745
<b>Total Self Supporting Loans</b>		<b>19,253</b>	<b>0</b>	<b>17,023</b>	<b>(2,230)</b>	<b>0</b>	<b>14,745</b>
<b>Total Borrowings</b>	14	<b>2,102,572</b>	<b>0</b>	<b>1,843,185</b>	<b>(259,387)</b>	<b>250,000</b>	<b>1,842,664</b>

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.

**Borrowing Finance Cost Payments**

Purpose	Note	Loan Number	Institution	Interest Rate	Date final payment is due	Actual for year ending 30 June 2023	Budget for year ending 30 June 2023
Gingin Medical Centre		100	WATC*	6.51%	30/01/2024	\$ (3,084)	\$ (4,009)
Wannamal West Road - Tip Rationalisation		111	WATC*	6.49%	15/08/2026	(24,852)	(25,374)
Guiderton Country Club		114	WATC*	7.14%	20/05/2028	(20,086)	(20,421)
Regional Hardcourt Facility		120	WATC*	6.68%	21/06/2029	(14,110)	(14,165)
Lot 44 Weld Street Gingin		123	WATC*	6.96%	16/04/2028	(8,634)	(9,107)
Regional Hardcourt Facility		124A	WATC*	4.13%	04/06/2030	(8,434)	(8,503)
Swimming Pool Tiling		126	WATC*	3.10%	03/02/2026	(1,714)	(1,913)
Seabird Sea Wall		127	WATC*	2.51%	27/07/2026	(2,211)	(2,446)
Lancelin Caravan Park Assets		128	WATC*	2.52%	16/08/2022	(68)	(266)
Altus Financials Suite Software Upgrade		131	WATC*	1.94%	20/06/2036	(2,828)	(2,835)
Gingin Outdoor Activity Space		132	WATC*	1.43%	20/06/2031	(2,228)	(2,237)
Cunliffe Street Redevelopment		133	WATC*	4.56%	21/06/2033	(311)	0
<b>Total</b>						<b>(88,761)</b>	<b>(91,276)</b>

**Self Supporting Loans Finance Cost Payments**

Ledge Point Country Club Cool Room		130	WATC*	2.16%	22/05/2029	(350)	(355)
<b>Total Self Supporting Loans Finance Cost Payments</b>						<b>(350)</b>	<b>(355)</b>
<b>Total Finance Cost Payments</b>						<b>(89,111)</b>	<b>(91,631)</b>

\* WA Treasury Corporation

**FOR THE YEAR ENDED 30 JUNE 2023**

**27. BORROWING AND LEASE LIABILITIES (Continued)**

(b) New Borrowings - 2022/23

Particulars/Purpose	Institution	Loan Type	Term Years	Interest Rate %	Amount Borrowed 2023		Amount (Used) 2023		Total Interest & Charges \$	Actual Balance Unspent \$
					Actual	Budget	Actual	Budget		
Cunliffe Street Redevelopment	WATC*	Council	10	4.55%	250,000	250,000	(250,000)	(250,000)	0	0
Guilderton Caravan Park Waste Water	WATC*	N/A	N/A	N/A	0	300,000	0	(300,000)	0	0
					250,000	550,000	(250,000)	(550,000)	0	0

\* WA Treasury Corporation

(c) Lease Liabilities

Purpose	Note	Actual				Budget				
		Principal at 1 July 2021	New Leases During 2021-22	Principal at 30 June 2022	Repayments During 2021-22	Principal at 30 June 2022	New Leases During 2022-23	Principal at 30 June 2023	Repayments During 2022-23	
Lancelin administration office		13,994	0	7,043	(6,951)	7,043	2,085	(9,127)	0	0
Postal franking machine		388	(388)	0	0	0	0	0	0	0
Photocopier - Ineo 958		17,720	0	10,181	(7,539)	10,181	0	(7,622)	0	2,559
IT Server		77,290	0	60,174	(17,116)	60,174	0	(17,338)	0	42,837
<b>Total Lease Liabilities</b>	11(b)	<b>109,392</b>	<b>(388)</b>	<b>77,397</b>	<b>(31,606)</b>	<b>77,397</b>	<b>2,085</b>	<b>(34,087)</b>	<b>0</b>	<b>45,396</b>

Lease Finance Cost Payments

Purpose	Lease Number	Note	Institution	Interest Rate	Date final payment is due	Actual for year ending 30 June 2022	Budget for year ending 30 June 2023
Lancelin administration office	1		L J Hughes	2.10%		(140)	(50)
Photocopier - Ineo 958	4		QPC Group	1.10%		(156)	(73)
IT Server	5		Dell Financial Services	1.30%		(898)	(676)
<b>Total Finance Cost Payments</b>						<b>(1,194)</b>	<b>(799)</b>

FOR THE YEAR ENDED 30 JUNE 2023

28. RESERVE ACCOUNTS

	2023 Actual Opening Balance	2023 Actual Transfer to	2023 Actual Closing Balance	2023 Budget Opening Balance	2023 Budget Transfer to	2023 Budget Closing Balance	2022 Actual Opening Balance	2022 Actual Transfer to	2022 Actual Closing Balance
<b>Restricted by council</b>									
L.S., Annual, Sick Leave and Staff Contingency	429,670	10,405	440,075	429,670	2,912	432,582	429,670	0	429,670
Office Equipment Reserve	0	0	0	0	69	69	0	0	0
Plant and Equipment Reserve	1,593,153	79,742	1,479,887	1,593,152	8,985	614,937	1,593,153	0	1,593,153
Land and Buildings Reserve	916,406	22,191	893,170	916,407	4,976	331,286	916,406	0	916,406
Guilderton Caravan Park Reserve	34,018	824	4,842	34,018	246	0	34,018	0	34,018
Shire Recreation Development Reserve	469,779	11,376	393,010	515,566	518	516,084	418,644	(24,000)	469,779
Redfield Park Reserve	31,469	762	32,231	31,469	217	31,686	31,469	0	31,469
Ocean Farm Recreation Reserve	31,161	755	31,916	31,160	215	31,375	31,161	0	31,161
Tip Rationalisation Reserve	1,973,830	358,153	2,302,313	1,973,829	28,060	1,946,889	1,606,186	367,644	1,973,830
Lancelin Community Sport and Recreation Reserve	103,512	29,380	127,540	98,640	425	99,065	98,639	18,872	103,512
Community Infrastructure Reserve	36,530	859	35,789	36,531	12,000	48,531	15,730	20,800	36,530
Staff Housing	33,559	813	34,372	33,560	0	33,560	33,559	0	33,559
Future Infrastructure reserve	529,305	12,817	542,122	567,840	0	567,840	567,840	0	529,305
Guilderton County Club Reserve	27,237	8,982	21,219	19,157	0	19,157	19,157	8,080	27,237
Coastal Management Reserve - Coastal Inundation	292,391	107,080	344,271	292,391	0	252,191	192,391	100,000	292,391
Guilderton Foreshore Reserve	121,075	111,335	232,410	121,076	69,520	190,596	0	121,075	121,075
Unspent Grants Reserve - Youth Services Website Grant	5,014	121	5,135	5,014	0	5,014	5,014	0	5,014
Seniors Housing Reserve	162,145	28,926	157,126	162,145	80,957	97,102	81,188	80,957	162,145
Gingin Railway Station Reserve	5,747	139	5,886	5,747	0	5,747	5,747	0	5,747
Contributions to Roads Reserve - Culliala Road Intersection	45,128	1,093	46,221	45,128	0	45,128	45,128	0	45,128
Contributions to Roads Reserve - Cowalla Road Intersection	16,046	389	16,435	16,045	0	16,045	16,046	0	16,046
Contributions to Roads Reserve - Chitha Road	3,009	73	3,082	3,008	0	3,008	3,009	0	3,009
Contributions to Roads Reserve - Balance of Muni Funds	700,376	379,460	739,596	700,375	300,000	1,000,375	492,809	207,567	700,376
Community Infrastructure Reserve - Lower Coastal Fire Control	25,266	612	25,878	25,266	15	25,281	25,266	0	25,266
Community Infrastructure Reserve - Gingin Logo Plates	8,030	467	8,497	8,030	0	8,030	8,030	0	8,030
Community Infrastructure Reserve - Gingin Ambulance	48,120	7,165	55,285	48,120	6,000	54,120	42,120	6,000	48,120
Community Infrastructure Reserve - Lancelin Ambulance	30,937	18,749	49,686	30,937	18,000	48,937	12,937	18,000	30,937
Subdivision Reserve - Mallee Lane Subdivision Contribution to DUP	14,672	355	(15,027)	14,672	0	14,672	14,672	0	14,672
Public Open Space Reserve	26,050	631	26,681	26,050	0	26,050	26,050	0	26,050
Guilderton Trailer Parking Reserve	26,745	6,189	32,914	26,745	6,480	33,225	29,896	5,797	26,745
Gingin Outdoor Activity Space	4,834	117	4,951	0	0	0	0	4,834	4,834
Wheatbelt Development Commission - Tourism Project	0	55,000	(55,000)	0	0	0	0	0	0
	7,745,214	1,254,940	8,092,530	7,811,748	539,595	6,532,846	6,452,426	1,378,270	7,745,214
					(1,818,497)			(85,482)	

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:

## FOR THE YEAR ENDED 30 JUNE 2023

Name of reserve account	Restricted by council	Purpose of the reserve account
LSL, Annual, Sick Leave and Staff Contingency	Office Equipment Reserve	Used to fund annual leave, long service leave, sick leave, redundancy/retirement and staff contingency.
Plant and Equipment Reserve	Land and Buildings Reserve	Used for the acquisition and/or replacement of major items of office equipment (including computer systems).
Guiderton Caravan Park Reserve	Shire Recreation Development Reserve	Used for the replacement and/or acquisition of land and buildings.
Redfield Park Reserve	Redfield Park Reserve	Used for the development of Guiderton Caravan Park facilities.
Ocean Farm Recreation Reserve	Ocean Farm Recreation Reserve	Used for the development of Shire Recreation facilities.
Tip Rationalisation Reserve	Lancelin Community Sport and Recreation Reserve	Used for the development of Public Open Space within the Redfield Park subdivision.
Lancelin Community Sport and Recreation Reserve	Community Infrastructure Reserve	Used in developing building and other associated infrastructure at the Lancelin Community Sporting Club and are to be spent upon request from the Club, and approval from Council.
Community Infrastructure Reserve	Staff Housing	Used to assist in the financing of community facilities.
Future Infrastructure reserve	Guiderton Country Club Reserve	To be used to fund Staff housing infrastructure additions and/or replacement.
Coastal Management Reserve - Coastal Inundation	Guiderton Foreshore Reserve	To be used to fund future infrastructure construction, purchase, additions and/or renewals.
Unspent Grants Reserve - Youth Services Website Grant	Seniors Housing Reserve	For the purpose of funding coastal erosion mitigation and inundation works.
Gingin Railway Station Reserve	Contributions to Roads Reserve - Cullala Road Intersection	For the purpose of upgrading facilities and amenity within the Guiderton foreshore area.
Contributions to Roads Reserve - Cullala Road Intersection	Contributions to Roads Reserve - Cowalla Road Intersection	For the purpose of isolating grant funds received and not used during a financial period.
Contributions to Roads Reserve - Chitha Road	Community Infrastructure Reserve - Balance of Muni Funds	For the purpose of repairs, improvements, extensions or construction of seniors housing.
Community Infrastructure Reserve - Lower Coastal Fire Control	Community Infrastructure Reserve - Gingin Logo Plates	For the purpose of improving and maintaining the Gingin Railway Station.
Community Infrastructure Reserve - Gingin Ambulance	Community Infrastructure Reserve - Lancelin Ambulance	For the purpose of funding future road works
Subdivision Reserve - Mallee Lane Subdivision Contribution to DUP	Public Open Space Reserve	For the purpose of funding future road works.
Guiderton Trailer Parking Reserve	Gingin Outdoor Activity Space	Used to assist in the financing of community facilities.
Wheatbelt Development Commission - Tourism Project		Used to assist in the financing of community facilities.
		Used to assist in the financing of community facilities.
		Used to assist in the financing of community facilities.
		For the purpose of isolating subdivision monies intended for future works.
		For the purpose of funding development of public open space.
		For the purpose of future trailer park bay maintenance at Guiderton Foreshore.
		For the purpose of maintenance at the Gingin Outdoor Activity Space
		To be used to fund future infrastructure construction, purchase, additions and/or renewals.

**FOR THE YEAR ENDED 30 JUNE 2023**

**29. TRUST FUNDS**

Funds held at balance date which are required to be held in trust and which are not included in the financial statements are as follows:

	<b>1 July 2022</b>	<b>Amounts Received</b>	<b>Amounts Paid</b>	<b>30 June 2023</b>
	\$	\$	\$	\$
Public Open Space	11,326	0	(11,326)	0
	11,326	0	(11,326)	0

# Independent Auditor's Report



## Auditor General

### INDEPENDENT AUDITOR'S REPORT 2023 Shire of Gingin

To the Council of the Shire of Gingin

#### Opinion

I have audited the financial report of the Shire of Gingin (Shire) which comprises:

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

In my opinion, the financial report is:

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

#### Basis for opinion

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

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

#### Other information

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

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

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

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

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

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

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

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

- assessing the Shire'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 Shire.

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

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

As required by the *Auditor General Act 2006*, my responsibility is to express an opinion on the financial report. The objectives of my audit are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.

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

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

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



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

This auditor's report relates to the financial report of the Shire of Gingin for the year ended 30 June 2023 included in the annual report on the Shire's website. The Shire's management is responsible for the integrity of the Shire's website. This audit does not provide assurance on the integrity of the Shire'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 Shire to confirm the information contained in the website version.



Jordan Langford-Smith  
Senior Director Financial Audit  
Delegate of the Auditor General for Western Australia  
Perth, Western Australia  
5 December 2023

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## Contact Us

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## Opening Hours

Monday to Friday, 8.30am – 4.00pm

