



2019-2020

**ANNUAL**

**REPORT**







THE CITY OF ALBANY RESPECTFULLY  
ACKNOWLEDGES THE MENANG  
NOONGAR PEOPLE AS THE  
TRADITIONAL CUSTODIANS OF THE  
LAND ON WHICH THE CITY CONDUCTS  
ITS BUSINESS, AND PAYS RESPECT  
TO ELDERS PAST AND PRESENT.



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ALBANY CITY COUNCIL  
CHIEF EXECUTIVE OFFICER



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# ALBANY IS OUR HOME AND IT HOLDS A SPECIAL PLACE IN OUR LIVES.

It's where we spend our childhood, raise our family, run a business, retire and relax. It's where we work and find some time to have fun.

Albany is a community where your neighbour is also a friend, we look out for each other and pitch in when we're needed.

We're passionate about many things, like preserving and protecting our pristine environment, supporting our local sporting team, volunteering on a community group like the school P&C, or lending a helping hand to someone in need.

Albany's lifestyle is rich and rewarding. We enjoy the convenience and services a regional city provides in a part of the world that's endless and diverse in natural beauty and a world biodiversity hotspot.

The City of Albany is part of this big picture and we play a big part in creating the community we all enjoy.

After all, Albany is like one big family. Our Councillors and staff are your friends, neighbours and customers.

We're custodians of many parks and natural reserves, we keep your ovals and recreational spaces green and mown, we support volunteering, and we invest in programs and initiatives that help our community thrive.

Our vision is to be Western Australia's most sought-after and unique regional city to work, live and visit. To achieve that takes a whole community.

**And community is our priority, because Albany is our city, and Your City too.**

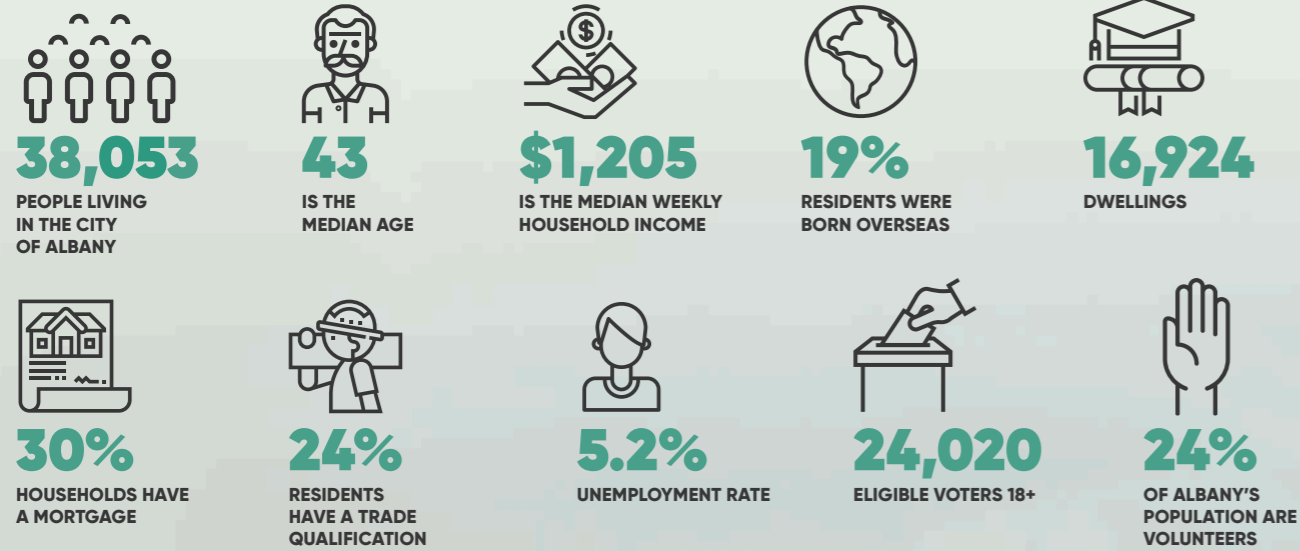
**YOUR CITY'S ID**

**ALBANY IS THE THRIVING CULTURAL AND ADMINISTRATIVE HUB OF THE GREAT SOUTHERN REGION. IT HAS THE CONVENIENCE OF A MAJOR CITY WHILE BEING SURROUNDED BY AN AMAZING NATURAL ENVIRONMENT.**

It's reputation as a safe and friendly regional city with a strong sense of community makes it a popular place to raise a family and retire, or visit for a holiday.

Health care, agriculture, retail and tourism are the major players in Albany's economy. Here is a snapshot of how Your City looks socially and economically.

**SOCIAL**



**ECONOMIC**



**MAYOR'S MESSAGE**

**IT HAS BEEN A STRANGE AND UNCERTAIN TIME FOR ALBANY AND THE WORLD WITH NORMALITY STOPPED IN ITS TRACKS BY A GLOBAL HEALTH PANDEMIC THAT HAS AFFECTED ALL OF US.**

As the Covid-19 crisis unfolded in front of our eyes, we began distancing ourselves from others, buying things in quantities we didn't need and washing our hands like never before.

The immediate response to the health emergency meant businesses closed and our town became eerily quiet as we all stayed indoors waiting for the storm to pass.

Reflecting on the last 12 months is an opportunity to reflect on life before Covid-19, our achievements and celebrations as a community and what we are working towards getting back to as restrictions further ease for WA.

Our City of Albany Council elections were held in October recording the third highest number of nominations ever for Albany with a total of 24 hopefuls throwing their hat in the ring for a place on the Council table.

We said goodbye to a couple of old friends, kept the door open for four more and welcomed two fresh faces to the Council team in Cr Thomson of Yakamia and Cr Benson-Lidholm of Kalgan.

It was also in October last year when more than 450 caravans from across Australia pulled up to Centennial Park's sporting grounds for the Coromal Windsor 17th National Caravan Clubs Rally.

The rally was received wholeheartedly by both community and visitors where the event complimented the City's Community Strategic Plan by brining events of significance to Albany.

For the first time ever, we granted the Key to the City to the 17 Construction Squadron Workshop Vietnam Association, an honour that symbolises free entry to the City of Albany.

Starting on York Street, the heavily attended march made its way to the Town Hall where the Commanding Officer of the Association was presented with the Key to the City and a symbolic scroll that marked this historic occasion.

But the last 4 months are also not without their successes, as a community we responded quickly to the Covid-19 crisis and together with the rest of WA, navigated our way out of the height of the pandemic.

As a Council we took an urgent look at our budget and uncovered ways we could financially support the community, balance our books and keep the lights on.

This included a freeze on fees and charges, 0% rate increase for the 20/21 financial year, Elected Members taking a 20% cut in wages and City staff also taking a 20% in hours for 6 months.

This annual report summarises the key achievements of the past year as well as highlighting the resilience, togetherness and positivity of the Council and community when faced with adversity.

DENNIS WELLINGTON,  
MAYOR





## CEO'S MESSAGE

**THE DISRUPTION OF COVID-19 TO OUR LIVES THIS YEAR HAS BEEN A CHALLENGE, SPECIFICALLY TO THE CITY OF ALBANY WHERE COMMUNITY SAFETY, HEALTH AND WELLBEING IS A TOP PRIORITY.**

The City forecast a loss in revenue of more than \$7 million for the 2020 calendar year as a result of the pandemic forcing Council to endorse an action plan that addressed the deficit by reducing staff costs, cutting capital works and using reserve funds.

By working with stakeholders, community and government agencies we developed strategies to guide our response to the pandemic that were underpinned by good leadership and strong relationships within our Great Southern network.

The City of Albany brought community together quickly through a bespoke communications campaign #albanyinthistogether which encouraged us to remain connected.

#albanyinthistogether provided a platform for the City to engage with the community and support the economic, mental and physical health of residents, families and business through the Covid-19 pandemic.

With the WA government placing a hard border closure on the state, we have experienced and influx in local tourism, visitation and attraction to our Amazing South Coast.

Initial figures are outstanding with accommodation bookings in June experiencing a 222% increase compared to the previous year with room nights in particular up 205%.

These are encouraging numbers for our City and support what we are doing in a project space, with a number of key initiatives taking shape around our community.

Our iconic Albany Town Hall has been in redevelopment for most of 2020, with internal works taking place to bring the building up to modern day standards, build on the character and refresh its design.

We are into phase two of our Middleton Beach Foreshore Enhancement Project with a sea wall already installed to protect our coastline and works to the landscape currently in design.

The Albany History Collection is also returning to its home at the Albany Public Library with building works being planned to allow the housing of the City's rich historic archives.

I am proud of the services we offer our residents, the volume of work that goes into maintaining our city and our positive culture and attitude to supporting our community.

We maintain our large road network, keep the street lights on, manage waste disposal, ensure our parks are looked after, coordinate air travel via the Albany Regional Airport and keep our community safe through our team of Rangers.

This annual report gives a snapshot of the what keeps the City busy day to day, but only scratches the surface to what our staff give back to our community.

Our Council has provided great leadership throughout this challenging year and I sincerely thank them for the good governance they have provided to our community and their support of our staff.

Thank you to our staff, who are committed to providing excellent services and facilities to the Albany Community. Everything we have achieved this year is a credit to their dedication to the City and upholding our values.

ANDREW SHARPE

CHIEF EXECUTIVE OFFICER, CITY OF ALBANY

## YOUR COUNCIL



**IN OCTOBER OF 2019 DENNIS WELLINGTON BECAME THE CITY OF ALBANY'S LONGEST SERVING MAYOR FOLLOWING HIS SUCCESS IN BEING ELECTED TO THE TOP JOB FOR HIS THIRD TERM.**



The City of Albany also has 12 Councillors across six wards – Frederickstown, Yakamia, Vancouver, West, Kalgan and Breaksea – with each represented by two Councillors.

Elected Members serve a 4-year term, with Local Government elections held every two years for half of the Council.

The 2019-2020 period was an election year and there were seven Council vacancies going into the 2019 Local Government elections, including the Mayoral position.

With 23 candidates vying to represent their community in the chamber for the next four years the results had a mix of incumbent councillors re-elected and some new faces joining the Council's ranks.

### Mayor of Albany

**Dennis Wellington** | re-elected with 71.87% of the vote (term expires 2023).

### Frederickstown Ward

**Greg Stocks – Deputy Mayor** | re-elected with 57.45% of the vote (term expires 2023)

**Rebecca Stephens – Councillor** (term expires 2021)

### Yakamia Ward

**Chris Thomson – Councillor** | elected with 32.64% of the vote (term expires 2023)

**Robert Sutton – Councillor** (term expires 2021)

### West Ward

**Sandie Smith – Councillor** | re-elected with 46.04% of the vote (term expires 2023)

**Alison Goode – Councillor** (term expires 2021)

### Vancouver Ward

**John Shanhun – Councillor** | re-elected with 38.64% of the vote (term expires 2023)

**Tracy Sleeman – Councillor** (term expires 2021)

### Breaksea Ward

**Paul Terry – Councillor** | re-elected with 51.49% of the vote (term expires 2023)

**Ray Hammond – Councillor** (term expires 2021)

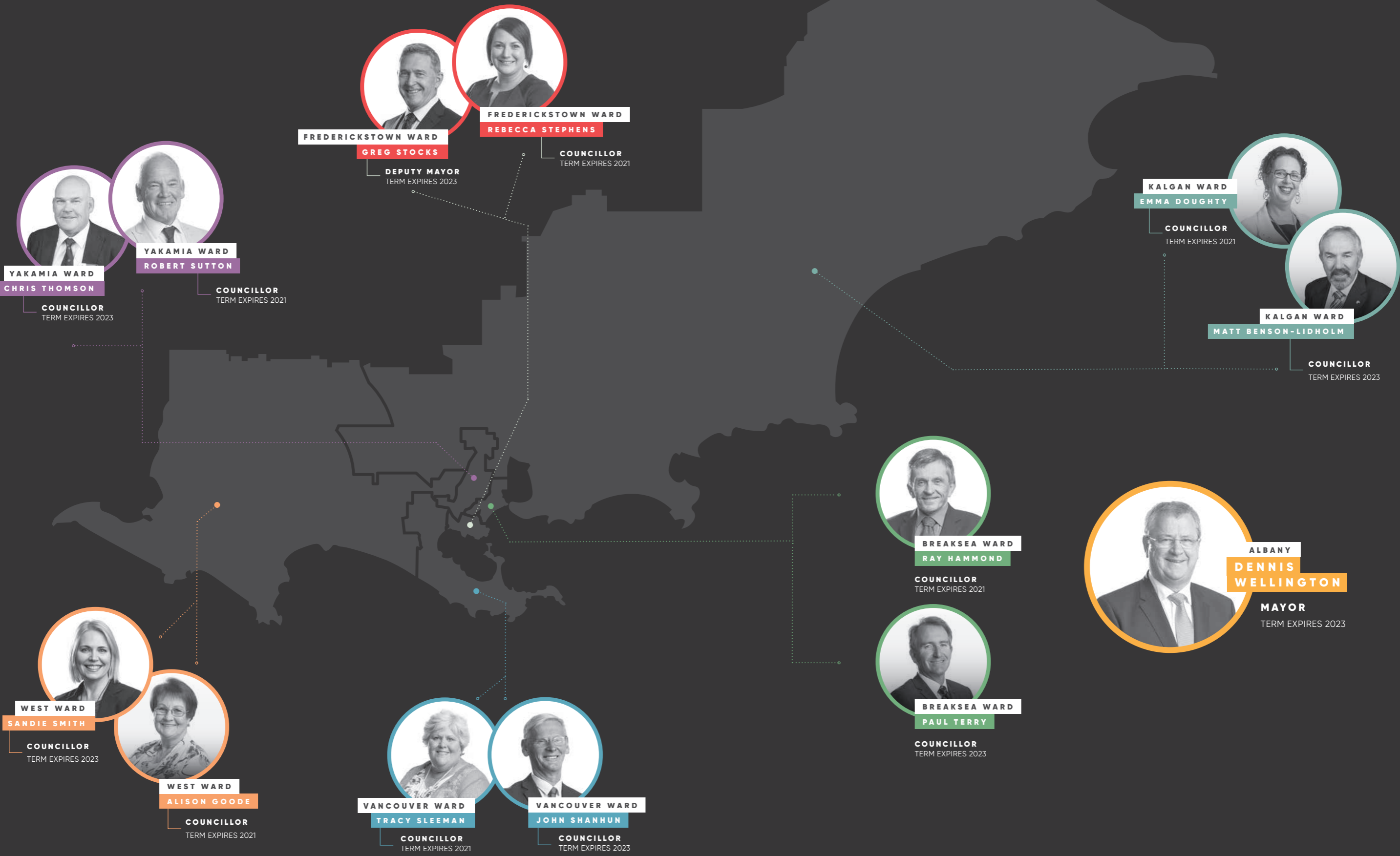
### Kalgan Ward

**Matt Benson-Lidholm – Councillor** | elected with 37.99% of the vote (term expires 2023)

**Emma Doughty – Councillor** (term expires 2021)



**YOUR COUNCIL & WARDS**





ELECTED MEMBER ATTENDANCE / ORDINARY COUNCIL MEETINGS 2017-18

	Jul 19	Aug 19	Sep 19	Oct 19	Nov 19	Dec 19	Feb 20	Mar 20	Apr 20	May 20	Jun 20
MAYOR WELLINGTON	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR HAMMOND	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR TERRY	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR STEPHENS	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR STOCKS	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR DOUGHTY	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR HOLLINGWORTH	●	●	●	NOT RE-ELECTED							
COUNCILLOR SLEEMAN	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR SHANHUN	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR GOODE JP	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR SMITH	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR MOIR	●	●	●	NOT RE-ELECTED							
COUNCILLOR SUTTON	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR BENSON-LIDHOLM	ELECTED OCTOBER 2019			●	●	●	●	●	●	●	●
COUNCILLOR THOMSON	ELECTED OCTOBER 2019			●	●	●	●	●	●	●	●

ELECTED MEMBER ATTENDANCE / SPECIAL COUNCIL MEETINGS 2019-20

	03 Sept 2019
MAYOR WELLINGTON	●
COUNCILLOR STOCKS	●
COUNCILLOR STEPHENS	●
COUNCILLOR HAMMOND	●
COUNCILLOR TERRY	●
COUNCILLOR DOUGHTY	●
COUNCILLOR HOLLINGWORTH	●
COUNCILLOR SHANHUN	●
COUNCILLOR SLEEMAN	●
COUNCILLOR SMITH	●
COUNCILLOR GOODE JP	●
COUNCILLOR MOIR	●
COUNCILLOR SUTTON	●

LEAVE OF ABSENCE ● APOLOGY ● ATTENDED ●

EXECUTIVE TEAM



ANDREW SHARPE

CHIEF EXECUTIVE OFFICER



DUNCAN OLDE

EXECUTIVE DIRECTOR  
CORPORATE AND COMMERCIAL SERVICES



PAUL CAMINS

EXECUTIVE DIRECTOR  
INFRASTRUCTURE, DEVELOPMENT AND ENVIRONMENT



SUSAN KAY

EXECUTIVE DIRECTOR  
COMMUNITY SERVICES (TO 22 APRIL, 2020)

Manager Communications and Events Nathan Watson was appointed Acting Executive Director from 15 June, 2020.



**SERVICE  
DELIVERY  
STRUCTURE**

**MAYOR AND COUNCILLORS**

**CEO**



**CORPORATE AND  
COMMERCIAL SERVICES**

- Customer Services**
- Human Resources**
- Governance & Risk**
- Finance**
- Property & Leasing**
- Council Liaison**
- Records**
- Information Technology**
- Revenue Development**
- Economic Development**
- Strategy & Business Development**
- Airport Services**
- Occupational Health & Safety**
- Environmental Health**
- Rangers**
- Emergency Services**



**INFRASTRUCTURE,  
DEVELOPMENT & ENVIRONMENT**

- Major Projects**
- Maintenance & Construction**
- Plant & Heavy Fleet**
- Trades**
- Waste Management**
- Asset Management**
- Civil Infrastructure**
- Engineering**
- Environmental Sustainability**
- Reserves**
- Planning**
- Building**
- Development Compliance**



**COMMUNITY  
SERVICES**

- Recreation Services**
- Daycare**
- Arts & Culture**
- Library**
- National Anzac Centre**
- Albany Heritage Park**
- Community Development**
- Events**
- Engagement**
- Communications & Marketing**



## GOVERNANCE

**Council focusses on making good decisions for you and your community.**

It wants Albany to grow and prosper, and have access to the high level of services and facilities a community like ours needs and expects.

Meeting regularly to consider what is important for Albany and make decisions in the best interest of the community helps achieve this aim.

Providing strong governance ensures the City of Albany fulfils its responsibility as a good and capable corporate citizen.

### COUNCIL MEETINGS

Albany City Council held 11 Ordinary Council Meetings and one Special Council Meeting between July 2019 and June 2020.

### COMMITTEE MEETINGS

The current committee structure continued to prove effective in reducing the number of formal meetings required of Councillors and Staff during 2019-2020, facilitating more time for interactive workshops.

Between July 2019 and June 2020, the following committee meetings were held:

- **Community & Corporate Services Committee (11)**
- **Development & Infrastructure Services Committee (11)**

Between July 2019 and June 2020, the following closed council committee meetings were held:

- **Audit & Risk Committee (5)**

Between July 2019 and June 2020, the following local area committee meetings were held:

- **Bush Fire Advisory Committee (3)**
- **Local Emergency Management Committee (6)**



**11+1**

**COUNCIL MEETINGS**

**+ SPECIAL MEETING**

**DURING 2019-20**



**829**

**BUILDING**

**PERMITS**

## COMPLIANCE

**Compliance is an important function of Local Government, helping ensure our community stays safe and healthy, is in good order and that amenity is maintained.**

The City needs to administer local and state laws and regulations transparently and fairly, and assess cases of non-compliance on a case-by-case basis.

These are some of the compliance areas managed by the City during 2019-2020.

### STATE RECORDS ACT 2000

Records tell us what, where and when something was done or why a decision was made. They also tell us who was involved and under what authority. In other words, records provide evidence of government and individual authority.

The City captured 103,037 records during 2019-2020.

The State Records Commission approved the City's updated Recordkeeping Plan in November 2018, which is now valid until March 2024.

The Recordkeeping Plan governs how records are created and kept by the City, and is the primary means of providing evidence of compliance with the requirements of the Records Act.

### REGISTER OF COMPLAINTS

Any complaint against a council member which results in them being publically censured, apologising publically or undertaking training needs to be reported by the City's compliance officer in accordance with the Local Government Act 1995.

During 2019-2020 no complaints were recorded in the register of complaints.

For more information about the complaints processes at the City, including lodging feedback

or service complaints, visit <https://www.albany.wa.gov.au/council/have-your-say/complaints.aspx>

Minor breaches of the Local Government Act 1995 are dealt with by the Local Government Standards Panel.

Adverse findings are published on the Department of Local Government, Sport and Cultural Industries website, once the relevant appeal period to the State Administrative Tribunal has expired.

### FREEDOM OF INFORMATION

The City will, in all instances, seek to provide access to information upon request, except where there may be issues under the Privacy Act 1998 or Freedom of Information Act 1992 or other relevant legislation.

An Application for Access to Documents form is available on the City's website or upon request.

The City processed 10 Freedom of Information requests in 2019-2020.

For more information on the Freedom of Information process, visit <https://www.albany.wa.gov.au/council/have-your-say/freedom-of-information.aspx>

### BUILDING PERMITS

The City of Albany's Building Services team ensures that State Government building regulations, for residential and business, are followed in accordance with the Building Code of Australia, and that town planning requirements and local building laws are adhered to.

In 2019-2020 the City issued 829 building permits with a total value of \$102,636,232, ranging from new homes to outbuildings, additions, commercial premises and other.

For more information on the City's building services, visit <https://albany.wa.gov.au/residents/building-planning/building-services/>.

### DEVELOPMENT APPLICATIONS

The City of Albany is responsible for providing a vision for the future development of Albany, as well as assessing the planning merit of individual projects on private lots. Development is guided not only by state legislation, policies and guidelines but also by local policies and guidelines. The Local Planning Scheme provides the legal framework against which individual development proposals are considered.

In 2019-2020 the City received 667 Development applications.

For more information on the City's planning and development services, visit <https://albany.wa.gov.au/residents/building-planning/where-to-start/>.

### ENVIRONMENTAL HEALTH

The role of the City of Albany's Environmental Health Officers is to manage the public environmental health risks in the areas such as food safety, development control, disease control, pollution control and community living. Where acceptable standards are not maintained the officers assume an enforcement role.

In 2019-2020, the Environmental Health Team assessed 425 building and planning applications, including 77 approvals for on-site effluent disposal systems. The team also investigated 196 health complaints and completed 313 health inspections.

For more information on the City's health services, visit <https://albany.wa.gov.au/residents/health/health-services-for-residents/>.

### EVENT APPROVALS

The City of Albany is required by legislation to ensure events comply with basic requirements and are responsible for guaranteeing environmental sustainability and public safety. The City of Albany also aims to ensure that community is well informed about events and that disruption to usual activity within the city is minimal.

In 2019-2020, the City of Albany processed 117 event approvals.

The Covid-19 pandemic meant a 42 of these were cancelled events and did not proceed.

For more information on holding an event in Albany, visit <https://albany.wa.gov.au/utility/events/organising-an-event/>.

### RISK

The City of Albany's risk management framework provides a consistent process that enables continual improvement in decision making, and insight into organisational risks and their impacts.

An Audit and Risk Committee is responsible for assisting Council to discharge its responsibilities with regard to exercising due care, diligence and skill and addresses any specific requests referred to it from Council in relation to issues of internal control, legislative compliance and risk management.

Throughout 2019-2020 City officers reviewed 82 Events Risk Assessments.

The City also received 38 property claims and 66 public liability claims.

The City of Albany has continued to maintain a low risk profile, resulting in lower insurance premiums.

### RANGERS

The City's Ranger team continues to focus on community safety by encouraging and ensuring compliance with relevant state and local laws and providing support for the Emergency Services team. Rangers monitor community compliance in a range of areas and investigate complaints. They take an education first approach where appropriate and follow up with regulatory action as required which can include administrative controls, penalties and prosecution.

In 2019-2020, Rangers issued 652 notices in the following areas, which included infringements and warnings:

- **Miscellaneous (13)**
- **Bushfire (237)**
- **Dog (109)**
- **Littering (4)**
- **Parking (289)**

Additionally, the Rangers team responded to 1,411 customer service requests regarding but not limited to uncontrolled dogs, straying stock, abandoned vehicles, closing beaches following shark sightings, fire management compliance inspections, fire permit breaches, parking obstructions, illegal camping and littering.

An increase in fire compliance activity was very well received by our community, as it not only protects lives and assets but also reduces fire risk to adjoining properties.









CITY OF ALBANY

## OUR PEOPLE

People are the fabric of any organisation, and at the City of Albany we're proud to have a lot of good people working to support and maintain our community.

The City remains one of Albany's largest employers, with more than 300 people working in a wide variety of roles.

These jobs help support the economy, and the City also creates employment through its annual contracts for things such as cleaning, security, rubbish collection and more, and the major infrastructure projects we undertake.

It's not just our staff who work to make Your City the wonderful community we enjoy, but also our volunteers. They include hundreds of volunteer firefighters, and also those who put their hand up to help at our community events and facilities such as the Albany Heritage Park and Albany Public Library

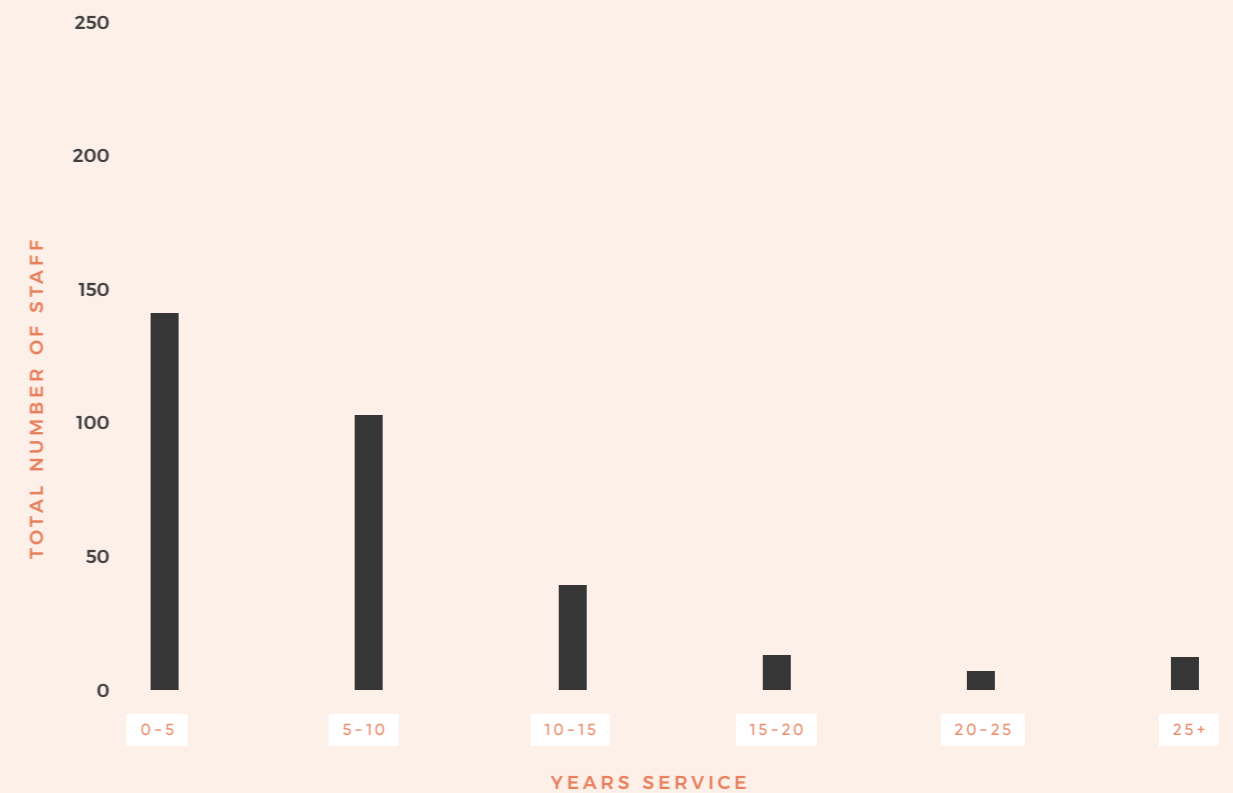
Learn more about our people and what they do by viewing the Your City videos at [www.albany.wa.gov.au](http://www.albany.wa.gov.au)

### EMPLOYEES

Gender	Casual	Full time	Part time	Total
Female	0	86	84	170
Male	0	138	19	157
Grand Total	0	224	103	327

Directorate	Casual	Full time	Part time	Grand Total
Office of the CEO	0	7	2	9
Community Services	0	36	63	99
Corporate and Commercial Services	0	47	22	69
Infrastructure, Development & Environment	0	134	16	150
Grand Total	0	224	103	327

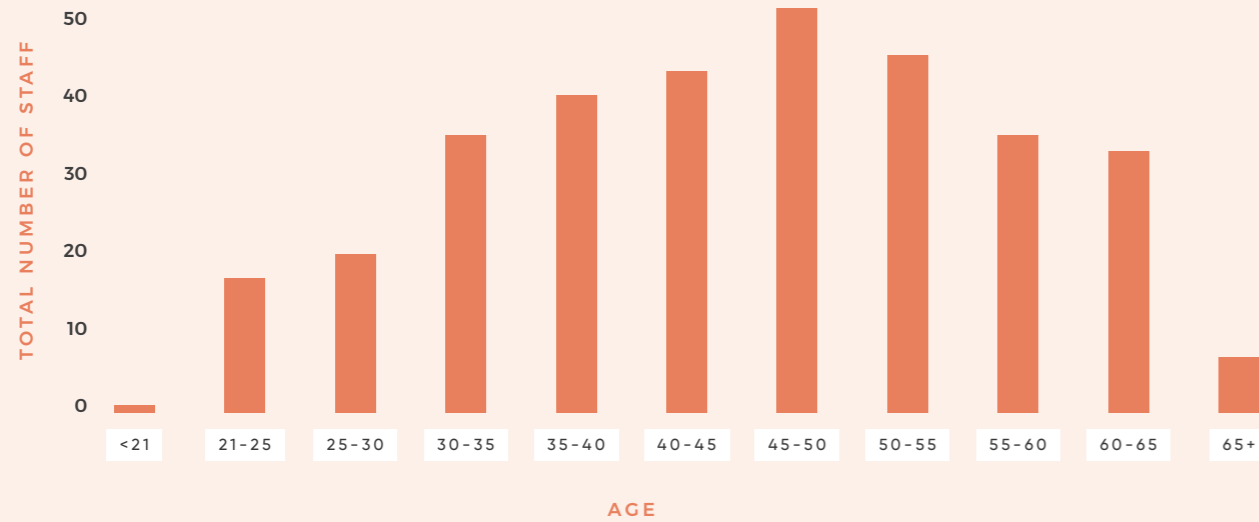
### YEARS SERVICE





## OUR PEOPLE

### EMPLOYEE AGE



### EMPLOYEE REMUNERATION

In accordance with the Local Government (Administration) Regulations 19B, the City of Albany is required to disclose in bands of \$10,000 the number of employees entitled to an annual salary package of \$100,000 or more. The annual package reported here includes cash salary, superannuation and all employee entitlements.

Brackets	Contract Employees	Enterprise Agreement Employees	Total Employees
100,000 - 109,999	1	14	15
110,000 - 119,999	2	11	13
120,000 - 129,999	3	7	10
130,000 - 139,999	2	0	2
140,000 - 149,999	0	0	0
150,000 - 159,999	3	0	3
160,000 - 169,999	0	0	0
170,000 - 179,999	3	0	3
180,000 - 189,999	0	0	0
190,000 - 199,999	0	0	0
200,000 - 209,999	0	0	0
210,000 - 279,999	1	0	1
<b>Total</b>	<b>15</b>	<b>32</b>	<b>47</b>

**PEOPLE ARE THE FABRIC  
OF ANY ORGANISATION**



City of Albany responded to the Covid-19 pandemic quickly as the impact of the health crisis was felt across businesses, families and individuals within the region.

This is a snapshot of the key recovery initiatives undertaken by the City of Albany in response to Covid-19 and in order to give as much assistance to the community as possible.



## No Rate Rise

Council agreed there will be no rate rise in next year's 20/ 21 budget.



## 20% Cut

All Elected Members and City staff took a 20% reduction in wages for a 6-month period and City staff have foregone a wage increase this year.



## Financial Hardship

A financial hardship policy was adopted.



## Support Local

Procurement and payment priority went to local businesses.



## Rent Concessions

Temporary rent concessions of up to 100% were offered on city commercial and community leased premises.



## Call and Check

City staff were available for lonely or vulnerable residents to receive a regular phone call checking in on their wellbeing.



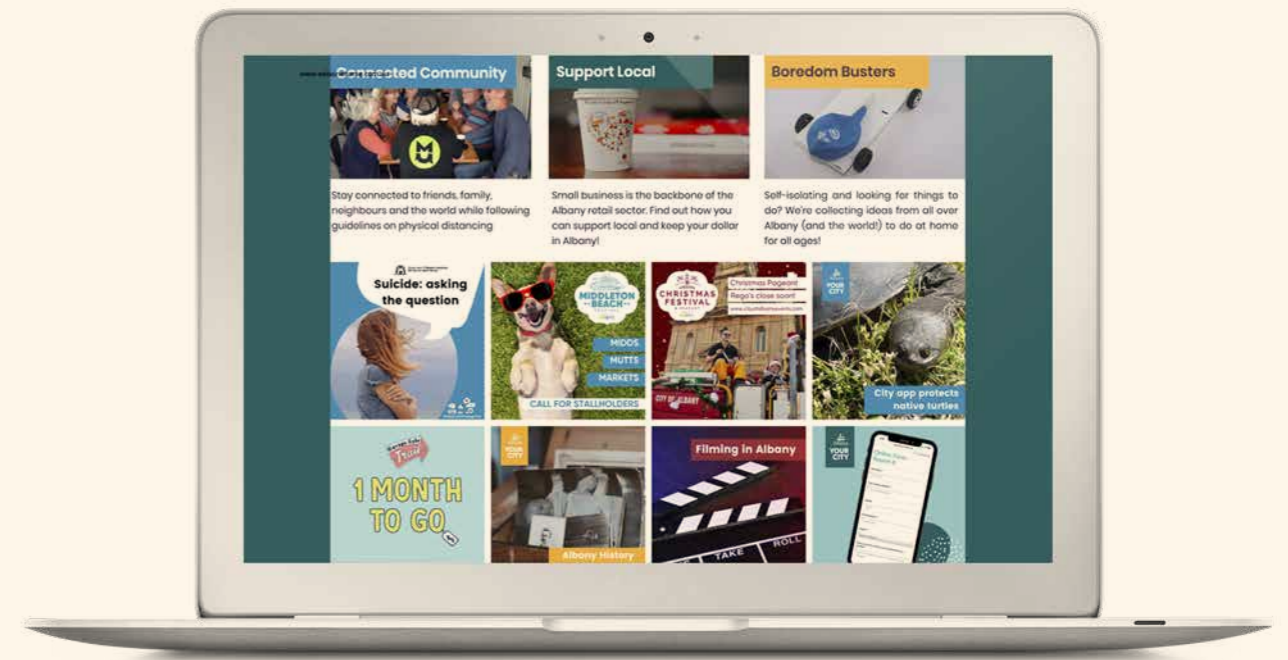
## Spot Check

Quarterly surveys focused on community's ability to adapt and respond to Covid-19, allowing the City's recovery plan to meet the needs of the community.



## Community Recovery Grants

Grants of up to \$5,000 were available in four categories; Connected Neighborhood, Strong & Thriving Community Groups, Creative Enterprise and Community Facility Assistance.



## Website launched

#ALBANYINTHISTOGETHER WEBSITE LAUNCHED PROVIDING A PLATFORM FOR COMMUNITY TO STAY CONNECTED.

The bespoke website encouraged the Albany community to:

- Remain connected despite new challenges.
- Focus on the future.
- Support local business.
- Remain physically and mentally healthy.

Community were encouraged to contribute their own ideas and initiatives across themes of Connected Community, Support Local, Move Your Muscles and Boredom Busters.

The City collaborated with local businesses to promote their new Covid-19 trading structures, assist them to remain active and be a conduit between community and local businesses.

### CITY FACILITIES

#### ALBANY PUBLIC LIBRARY

Click & Collect Service, Online and Delivery Service, Online Children's Activities.

#### ALBANY LEISURE AND AQUATIC CENTRE

Home Workouts, Virtual Exercise Classes and Long Live You at Home.

#### VANCOUVER ARTS CENTRE

Feel Good Friday, Celebration Highway and Meet the Maker.



#### WEBSITE

- Page views: 15,052
- Site Sessions: 11,395
- Unique Visitors: 9,178



#### FACEBOOK

- Reach: 290,408
- Engagement: 19,384



#### INSTAGRAM

- Reach: 60,314
- Impressions: 66,761 Likes: 1,373





**CITY OF ALBANY**  
**FACILITIES**

**ALBANY HERITAGE PARK  
& NATIONAL ANZAC CENTRE**



**ALBANY  
VISITOR CENTRE**



**ALBANY  
REGIONAL AIRPORT**



**ALBANY  
PUBLIC LIBRARY**



**VANCOUVER  
ARTS CENTRE**



**ALBANY LEISURE  
& AQUATIC CENTRE**



**ALBANY  
REGIONAL  
DAY CARE**



**HANRAHAN  
WASTE DEPOT**



FACILITIES

# ALBANY HERITAGE PARK & NATIONAL ANZAC CENTRE



VISITORS

32,488

WEST AUSTRALIAN VISITS

61%

FROM WESTERN AUSTRALIA

5,204

LOCAL LEGENDS

48

SCHOOL GROUPS VISITED



Albany is arguably the birthplace of the Anzacs, with the multi award-winning National Anzac Centre overlooking the harbour where the first Australian and New Zealand troopships came together before sailing to the Great War.

The symbolic location of the centre, selected for its strong sense of place as it looks out across King George Sound, forms an important part of the Anzac Albany story.

The dramatic architecture, featuring spectacular vistas of King George Sound, purposefully enhances the narrative and creates a contemplative space overlooking the location from where the Anzac convoys gathered and then left.

42,353 visitors went through the National Anzac Centre across 2019-2020 and was on track to deliver a similar visitation figure for the 12 months prior to Covid-19 forcing the Centre to close for a period of 10 weeks.

From 23 March until 6 June the National Anzac Centre was closed to the public in direct response to the State Governments restrictions which meant the usual bustling of visitors and coming and going of tour groups made the site a very different place.

As the Centre re-opened visitation reached higher than expected figures for a traditionally slow time of year with visitation for the June school holidays 40% up on the previous year.

This influx is reflective of the global economic climate we have been experiencing with borders closed and travel only permitted intrastate, West Australians have been taking advantage of holidaying in their own backyards.

This is echoed by the majority of visits to the National Anzac Centre during the year being from WA at 61 per cent and a total of 32,488 West Australian's visiting the National Anzac Centre.

The League of Local Legends program has grown 37% in the last 12 months to 5,204 members as a result of expanding the program's footprint to include residents from Denmark, Plantagenet and Jerramungup into the database.

Recognition of the National Anzac Centre as a top performing museum within the industry was further celebrated by TripAdvisor in February of 2020 with a Certificate of Excellence awarded to the museum.

Volunteers at Princess Royal Fortress hosted 252 tours attended by 3,300 people across the financial year.

Letitia Stone

Manager Facilities



FACILITIES

# ALBANY REGIONAL AIRPORT

**It has been another consistent year of flights at the Albany Regional Airport with Regular Passenger Numbers and closed charter fly-in-fly-out flights with Virgin continuing to rise prior to Covid-19.**

Regular Passenger Transport numbers with Rex continued to rise from 60,600, while FIFO passenger numbers increased from 6,094 to 6,714.

The impact of Covid-19 was felt heavily during the March 2020 when Rex flights coming in and out of Albany reduced from 23 to 4 flights per week.

It was also in March 2020 when the City successfully secured Federal and State grant funding to upgrade the Albany Regional Airport, matching the City's contribution of \$1.66 million, and bringing the total to \$4.98M.

The upgrade will consist of resurfacing of the main runway, taxiway and regular passenger transport apron.

The Albany Regional Airport supports crucial services such as the fly-in-fly-out service, Royal Flying Doctor Service and Royal Australian Air Force so resurfacing is an important part of maintaining the facility to ensure the safety of passengers and crew as well as preserving the longevity of aviation transport into and out of Albany.

The project will ensure that the Albany Regional Airport continues to enable ongoing growth in economic development, tourism, business, health and social wellbeing for the Great Southern community.

The airport again hosted several successful events, with the Royal Australian Air Force using the facility for its two-week annual training deployment to Albany, an Airport Open Day and the annual Racewars motorsport event on the Easter long-weekend attracting visitors to Albany and the region.

**Stuart Jamieson**

Manager Governance and Risk

STATS



**47,446**

REGULAR PASSENGERS



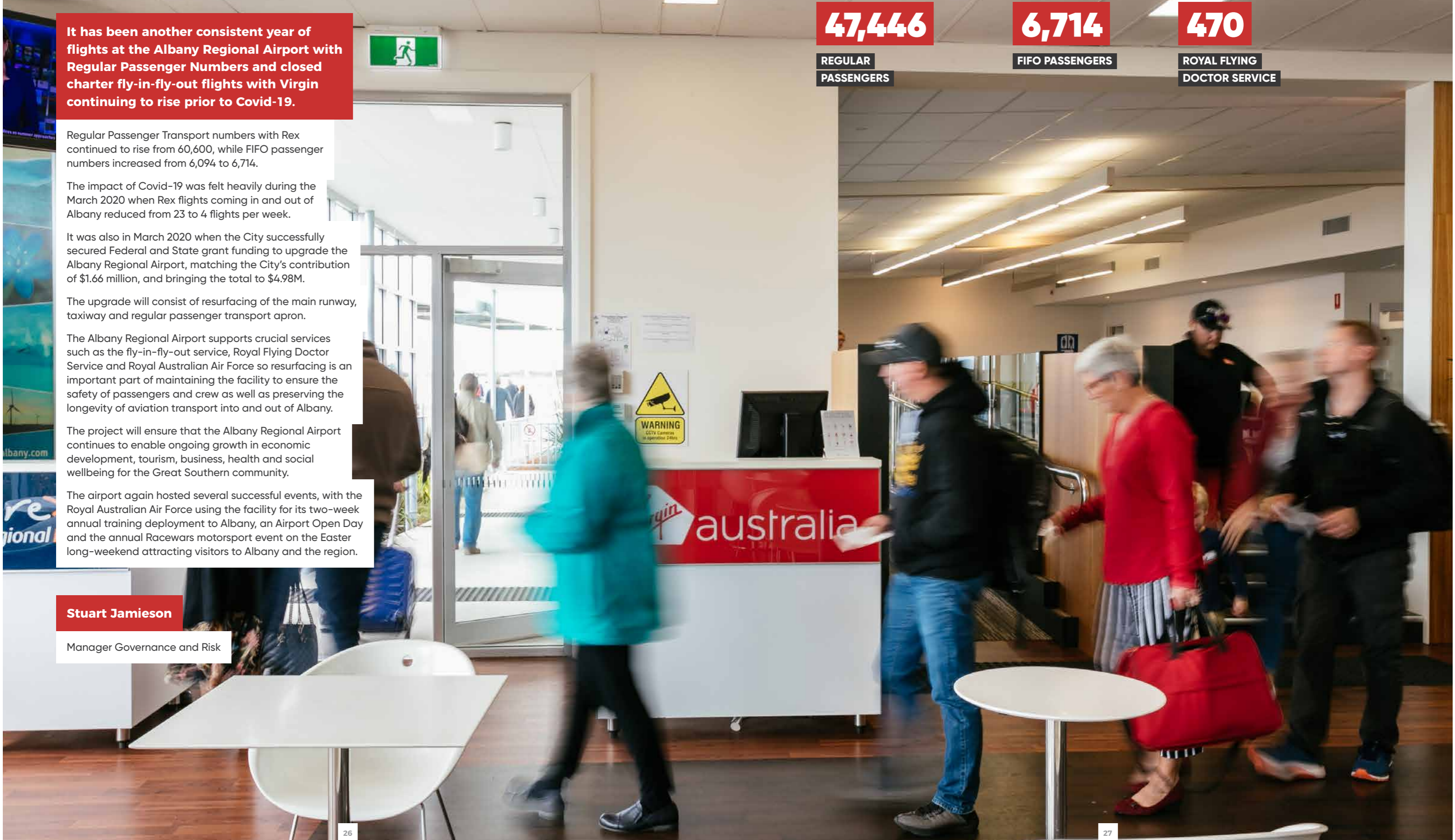
**6,714**

FIFO PASSENGERS



**470**

ROYAL FLYING DOCTOR SERVICE





FACILITIES

# ALBANY LEISURE & AQUATIC CENTRE

STATS



12,000

AVERAGE WEEKLY VISITS



7

CLUB DEVELOPMENT WORKSHOPS



85

SUPPORTED COMMUNITY SPORTING CLUBS

As a bustling core of community sport, recreation and social connection; Albany Leisure and Aquatic Centre continued to be utilised by residents across Albany on a regular basis.

The Covid -19 pandemic impacted the centre as it closed its doors to dedicated users and members on 20 March driving an uplift in home workouts, lounge room yoga and outdoor swimming.

Prior to the Covid-19 lockdown, the Centre averaged 12,000 visits per week to the gym, pool, courts, crèche, sauna, spa and function rooms.

There were 1,258 health and fitness members, 3,305 swim school participants across three terms, 1,791 enrolments over three Active Albany terms, 910 enrolments in school holiday programs, and 64 teams registered for social competitions.

Over 5,000 people registered to compete in sports across the Centennial Park Sporting precinct with soccer experiencing an increase in participants, and more than 4,000 people competed in sports on ALAC's indoor courts with an increase in basketball participants.

A number of capital works projects were completed during the 19-20 financial year including resealing, sanding and line marking of the stadium courts, painting and replacement of carpet throughout the centre as well as upgrades to the switchboard.

Members of the gym facility who wish to work out when they like have been granted 24/7 access with the new technology allowing all hours' entry in March.

The City of Albany, Sport Australia and Lower Great Southern Hockey Association came together to replace the 15-year-old hockey field which was suffering significant wear and tear.

Members now have the convenience of being able to book classes, hire rooms, track their fitness and make payments with the implementation of a new member's portal via the Links Modular System.

The Link system delivers administration efficiencies, improved customer service, member communication and online engagement for members to interact with ALAC staff at a time and frequency that suits them.

Bio Mass systems heat the pool at Albany Leisure and Aquatic Centre significantly reducing the centres reliance on gas with gas usage for the centre dropping 65% this financial year.

Partnering with Mt Lockyer School to encourage students and parents to ride or walk to school successfully saw a 7% decrease in those that drove to school, 20% increase in those who walked to school and a 29% increase in those who cycled to school.

**Samantha Stevens**

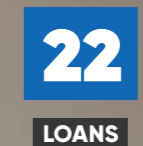
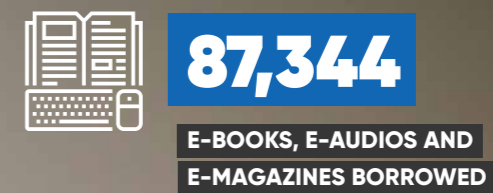
Manager Recreation Services



FACILITIES

# ALBANY PUBLIC LIBRARY

STATS



**From July 2019 to March 2020 when the Covid-19 pandemic temporarily shut the doors, the library continued to be a dynamic centre of community activity and engagement.**

Demand for the library's meeting rooms rose in popularity, with an average of 60 bookings a month, balanced between library programs, community events, corporate meetings and City of Albany consultations.

Through Brandenburg Trust funding, the library introduced a Technology Lending Service for seniors, established a sub-branch library at the Beryl Grant Community Centre and developed an outreach Book Chat program at Hawthorne House.

The library was also successful in securing Be Connected funding through the Good Things Foundation that enabled trained Digital Mentors to deliver support to seniors in the digital space.

Junior and Young Adult activities and programs remained popular, with one-on-one tutoring sessions for year 12 students in high demand.

As a supporter of community events and activities, the library was involved in NAIDOC week, Youth Week, Mad Hatters Tea Party, Anti-Poverty Week and Pride Week activities.

In March the library closed due to Covid-19, and staff were quick to respond to the needs of the community by adapting services within the confines of the Covid-19 restrictions.

New initiatives included an expansion to the established Home Library Service including a Home Delivery Service for vulnerable patrons. Items were selected and delivered to those who were housebound or in the vulnerable category. 80 patrons over a recurring 4 week cycle received deliveries.

Other innovations introduced during the lock-down were online registrations for new memberships, Staff Select & Collect, junior bundles and a Click & Collect service.

A phone service was also introduced to contact patrons over the age of 70 who did not have email addresses, to ensure they knew services were still available for them to access. Through this process library staff were able to identify patrons who needed extra support as well as being a friendly voice on the end of the phone, during an unsettling period.

The library purchased additional eResources which saw a significant increase in usage during the lockdown.

**Paul Nielsen**

Manager Precinct



FACILITIES

# ALBANY VISITOR CENTRE

March 2020 marked 2 successful years at the new central location on York Street for the Albany Visitor Centre where both staff, community and visitors have expressed support for the move.

From 24 March until 27 May the Albany Visitor Centre closed due to Covid-19 and with regional borders closed for most of this period, foot traffic into the Centre was scarce.

Despite a two-month setback, the Albany Visitor Centre was named a finalist in the 2019 Perth Airport WA Tourism Awards for Visitor Information Services and won silver at WA's GWN7 Top Tourism Town Awards.

Albany Visitor Centre counted more than 120,000 visitors during the financial year, distributed more than 500 maps a week, made almost 2,000 accommodation bookings and received an average of 800 phone calls per week.

Once regional borders reopened to the state, the Albany Visitor Centre visitors flocked to Albany in droves with accommodation bookings for June alone up by 222% on the previous year and room nights for the same period were up 205%.

Albany Visitor Centre not only makes tour and accommodation bookings for visitors but also supports local producers of homemade jams, honey, relishes and crafts. They support and provide training to local operators, book flights, create itineraries for trips all around Australia and coordinate cruise ship support and related tours and activities.

**Steve Williams**

Albany Visitor Centre Coordinator



**20,000**

HOLIDAY PLANNERS



**12**

SUPPORTED CRUISE SHIPS

STATS



**121,205**

VISITORS TO THE CENTRE



**26,000**

MAPS DISTRIBUTED



**18,500**

CRUISE SHIPS PASSENGERS

the AMAZING SOUTH COAST  
「ALBANY」



## FACILITIES

# VANCOUVER ARTS CENTRE

2020 marks forty years of the Vancouver Arts Centre being a home for artists and community to come together to make art and experience exhibitions and performances and all things creative.

As we acknowledge the milestone, we look towards a period of transition, with the Arts & Culture team expanding to take on the redeveloped Town Hall from the end of 2020.

This period of opportunity will further strengthen the Vancouver Arts Centre's role in the community as a hub for creativity, a place to be involved in making art, in sharing and learning new skills and as a place to gather and make new friends.

The past 12 months have welcomed a number of programs to the centre including Mama Stitch, a performance based project and installation by Whisky and Boots, drawn from local community members reminiscing about their mothers.

The Brandenburg Trust Resident Artist Program saw two successful projects in aged care facilities, where artists worked collaboratively with staff, residents and dementia sufferers on creative projects.

Vancouver Arts Centre supported the development and delivery of Chorus by Annette Carmichael Projects, a large scale contemporary dance performance calling for the end of Violence against women, involving over 200 women from across the Great Southern, Perth and Bunbury.

A rolling program of exhibitions were presented throughout the year supporting local artists and presenting a wide range of artforms; Kinjarling Studies by Tahlia Plamer, Unravelling by Jen Mitchell, Amongst Lilies by Lois Schenk, Waterways by Nari Lees and Walk a Mile in Their Shoes by Ash Wallrodt.

Through the Compassionate Communities Project, the VAC commissioned an exhibition for Dying to Know Day from local artists Ruth Maddren and James Gentle, which offered a different perspective on how we view death and grief at any age.

Despite being closed over the Covid-19 period shut down, the Vancouver Arts Centre team found ways to continue working with community and to support local artists;

Feel Good Fridays, a series of online concerts allowed local musicians to live stream a short performance over social media which the community could watch for free.

The Pandemic Poster Project encouraged budding artists and designers to create a poster that conveyed a public health message relating to Covid-19 and the Celebration Highway project encouraged people to make a row of bunting as an act of hope for a future time when we could all gather together again publicly.

The team also assisted local artists with accessing state and federal relief funding and specific creative industry grants to support them through this difficult period.

## Amber Launay

Vancouver Arts Centre Team Leader





FACILITIES

# ALBANY REGIONAL DAY CARE

With a sterling compliance track record, almost 200 enrolled children per week and an ongoing wait list for available places at the Centre, Albany Regional Day Care is an extremely popular facility.

The 19/20 year was another successful year for the Day Care that received fantastic feedback from families throughout the year as well as again, passing all regulatory site inspections.

The Centre received an exciting make over with internal painting completed throughout the building motivated by the idea of having freshly decorated walls with learning themes and information for families displayed on them.

Keeping sustainability and green ways of living are at the forefront of the children's education with an inherent focus on their environmental future.

Collecting rubbish, caring for the environment and 'adopting a spot' are regular features on the day car calendar and enable the children to build practical skills early on to reduce our environmental impact.

To ensure these practises are not lost when the children leave the centre, Albany Regional Day Care have made a battery recycle station available and collect family's soft plastics and bottle tops for reuse.

The Centre has continued to foster its strong relationship with local aged care facilities with visits to the centre occurring where possible in line with Covid-19 restrictions.

Albany Regional Day Care also supported students during practical field placement during their early childhood studies that varied from Certificate II levels through to Diploma level.

Staff participated in several industry specific professional development courses and the centre continues to met all seven quality areas, standards and elements within the National Quality Framework.

With Covid-19 impacting operations and numbers of attendance, Educators never missed and beat and continued to provide care for our community, essential services workers and those in need

Letitia Stone

Manager Facilities



# WASTE SERVICES

Albany's three bin service was provided to 15,370 urban households who put an average of 14kg of garden waste, commingled recyclables and landfill waste in their bins each week.

Of this, we recovered 32% with 2,004 tonnes of material processed for recycling, 1,557 tonnes of green waste composted, and 7,691 tonnes sent to landfill.

During the year public litter bins were emptied more than 52,700 times and public recycle bins were emptied more than 2,400 times.

Urban residents were provided with a bulk green waste collection during May and June 2020 with 415 tonnes of garden prunings destined to become compost.

More than 57,000 tonnes (or 57 million kilograms) of material came through the Hanrahan Road Waste Facility weighbridge including 783 tonnes of scrap steel, 33.5 tonnes of non-ferrous metals and 20.9 tonnes of car batteries which were transported for recycling.

Complementary vouchers to dispose of waste at one of Albany's five rural transfer stations or two waste facilities were provided to 1583 rural households, with more than 550 tonnes of waste deposited at the transfer stations.

Fossicker's Tip Shop remained a firm favourite for Albany residents and, despite a period of closure followed by reduced hours of operation due to implications of the Covid-19 pandemic, 245 tonnes were saved from landfill through 32,122 transactions.

For the first time the City of Albany joined more than 140 local councils nationwide for Garage Sale Trail in October 2019, encouraging residents to discover the advantages of buying and selling second-hand. The City took out the Best Regional Campaign Award, recognising the way Garage Sale Trail was embraced by the council and supported by the community.

Our community embraced sustainability with more than 1,600 participants taking part in 34 tours and presentations at Hanrahan Road Waste Facility and incursions at schools and community groups run by Cleanaway's Education Officer before these activities were put on hold due to Covid-19 restrictions.

The annual Green Fair on the Square returned in November 2019 with approximately 2,000 people enjoying the celebration of all things clean, green and sustainable

Ruth March

Manager City Engineering



SOLD AT FOSSICKER'S TIP SHOP

42  
WHEELBARROWS

146  
SCOOTERS

35  
DOG KENNELS

76  
ESKIES



# FIVE KEY THEMES

Our community has played a key role in setting the strategic direction for the City of Albany through the Community Strategic Plan – Albany 2030.

Feedback from our community through extensive consultation has guided the development of a clear plan for the future that reflects our vision, aspirations, objectives and community priorities for Albany.

It aims to be positive, forward thinking and inclusive in balancing the wide range of views held within the community while meeting our regulatory responsibilities as a local government.

Council continues to partner with various stakeholders to deliver on the plan's aspirations.

THE FOLLOWING KEY THEMES HAVE UNDERPINNED AND GUIDED THE WORK DONE BY THE CITY OF ALBANY OVER THE PAST YEAR..



## Leadership



## Smart, Prosperous & Growing



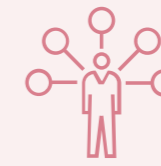
## Clean, Green & Sustainable



## Community Health & Participation



## Connected & Safe Built Environment



1

# LEADERSHIP

Our community is looking for a Council that develops and communicates a clear vision and direction that balances the diverse range of views and interests within our community. The expectation is that effective leadership underpins everything we do by ensuring that all decisions are made in the best interests of the entire community.

**OUR ASPIRATION:**

“WE WILL LISTEN TO OUR COMMUNITY AND DELIVER OUTCOMES THAT REFLECT THEIR NEEDS AND EXPECTATIONS”

**OBJECTIVES:**

To establish and maintain sound business and governance structures

To provide strong, accountable leadership supported by a skilled and professional workforce

To engage effectively with our community

COMMUNITY PRIORITY	ACHIEVEMENTS
	Undertaken a restructure of Executive Team reporting lines to streamline decision making processes and save on staff costs.
<b>1.1.1 Implement systems and controls that ensure the prudent use of rates and ensure value for money in all aspects of Council operations.</b>	Implemented a Communications and Engagement Advisory Committee consisting of City staff, Councillors and community members. Adopted a financial hardship policy to help those residents struggling during and after the Covid-19 pandemic. Council agreed to no rate rise for the 2020-2019 financial year to provide relief to rate payers following the Covid-19 pandemic.
	Council adopted the 2019-2020 Budget that consisted of a 0% rate increase, no change in fees & charges, rent concessions on City leased premises and rates deferral for those experiencing hardship.
<b>1.1.2 Provide informed and transparent decision making that is consistent with our strategic direction, meets our legal obligations, reflects the level of associated risk and is adequately explained to community.</b>	Adopted an Attendance at Events and Functions Policy to provide a transparent system of accountability where members of the community can have confidence in the decision-making of their elected representatives. Adopted a Fraud & Corruption Control Policy that guides the corresponding Action Plan and implements a coordinated approach to manage the City's fraud risks. Adopted an Elected Member Professional Development & Training Policy to ensure equity and accessibility to individual training and professional development opportunities that enhance experience and skills to contribute to strong governance.





HAROLD MARTIN TREE PLANTING



MEET UP ALBANY



INTERNATIONAL DAY OF PEACE



YOUTH ADVISORY COUNCIL



ALBANY SHANTY MEN AT GREEN FAIR ON THE SQUARE



KEYS TO THE CITY



42

DR FIONA WOOD SPEAKER SERIES

**1.2.1 Provide positive leadership that delivers community outcomes and gains a reputation for doing what is good for Albany and the surrounding region.**

Supported the planning and development of two major retail/FMCG operators upsizing and injecting revenue into the city with Bunnings and McDonalds projects providing local jobs and economic development to the region.

Successfully advocated for State Government funding to replace the Ellen Cove Swimming Enclosure and assist in the construction of the landscape of the Middleton Beach Foreshore.

A Covid-19 community recovery plan was activated to support the community return to some normality following the pandemic.

Executed a Support Local marketing campaign aimed at encouraging locals to buy from an Albany owned business, particularly through the hardship of Covid-19.

Held a Regional Local Government Conference over two days in November 2019. This was well attended by both staff and elected members from City of Albany and the Shires of Cranbrook, Denmark and Broomehill Tambellup.

Adopted a Customer Service Charter that addressed a review of the City's customer service standards and provides a framework based on broad themes that support best practice customer service.

Safety training was provided to staff in first aid, handling an extinguisher, emergency warden, mental health, suicide prevention and risk management.

Staff continued to attend seminars, workshops and conferences in the first half of the financial year to improve their skills, build networks and bring back ideas to improve work processes and practices.

Operational teams continue to upskill and maintain currency with required tickets and licences.

Education around the Covid-19 pandemic both in-house and via online mediums.

**1.2.2 Develop contemporary service delivery and staff development programs to ensure a professional and resilient workforce which is continually improving.**

**1.3.1 Develop structures and processes that engage community and engender community confidence, and trust that their input is valued and used to inform decisions and priorities.**

Sought community input into the Artificial Surf Reef project that is planned for Middleton Beach that will provide tourism, safer surfing location options and economic development to Albany.

Continued to hold Council Meet and Greet functions in specific areas of the community that allowed residents to engage with Council and the City on a direct level.

Developed frequent and efficient use of the Consultations module within the Spark technology that supports the City of Albany website.

Communications and Engagement Strategy was adopted by Council that aims to get a better understanding of the community's needs and wants through extensive community consultation.

Communications and Engagement Advisory Group was established that comprises of City staff, Councillors and residents that meet regularly.

Ran a free community workshop relating to how trails create jobs, grown regional economies and build communities.

Held a Customer Service Charter roundtable panel group open to the public in order to gain feedback, comments and ideas about the charter.

Ordinary Council Meetings continue to offer residents an opportunity to have their say each month with this platform being reinvented in 2019-2020 when the About Face Youth Choir performed a flash mob to successfully get their voice heard.

Hosted a Council City Chat that focused on communication and engagement with the community, giving residents the chance to chat to councillors informally.

Began development of a revised National Anzac Centre website and new Arts & Culture website that brought the platforms into current operational standards, increased usability and navigation.

**1.3.2 Improve community engagement processes and platforms to provide our community with a variety of opportunities to be involved and contribute to decisions.**



**"WE WILL LISTEN TO OUR COMMUNITY**

**AND DELIVER OUTCOMES THAT REFLECT**

**THEIR NEEDS AND EXPECTATIONS"**







2

# SMART, PROSPEROUS AND GROWING

Our community is looking for a Council that develops and communicates a clear vision and direction that balances the diverse range of views and interests within our community. The expectation is that effective leadership underpins everything we do by ensuring that all decisions are made in the best interests of the entire community.

### OUR ASPIRATION:

“WE WILL PARTNER AND ADVOCATE WITH RELEVANT STAKEHOLDERS TO DIVERSIFY OUR ECONOMY AND ESTABLISH A CULTURE OF LIFE-LONG LEARNING TO SUPPORT AND GROW LOCAL EMPLOYMENT”

### OBJECTIVES:

To strengthen and grow our region's economic base

To develop a smart city that supports economic growth

To develop and promote Albany as a unique and sought-after visitor location



YOUTH CHALLENGE PARK FUNDING ANNOUNCEMENT



VANCOUVER STREET FESTIVAL



US SUBMARINERS

## COMMUNITY PRIORITY    ACHIEVEMENTS

Partnered with Fathom & Co to host 'Gov Hack; Festival of Ideas' with one Albany team taking out several awards.

Developed a Support Local marketing campaign aimed at encouraging residents to shop at a local business when they can. The campaign was seen across television, online and social media and featured local people and local operators.

Staff vacancies advertised in nationally and industry specific locations to encourage a pool of applicants with diverse and varied backgrounds.

Offered a discounted fee to approved charitable organisations to dispose of waste at Hanrahan Road Waste Facility.

Revised the Trading in Public Places Policy to allow more flexibility to mobile businesses, more opportunity to trade and a more harmonious relationship with brick and mortar operations.



RACEWARS

47

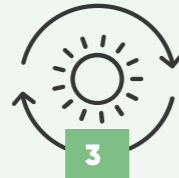
2.1.1 Work with business and other stakeholders to attract investment; diversify the economy; create jobs and support small business growth.



COMMUNITY PRIORITY	ACHIEVEMENTS
<b>2.1.2 Advocate for innovation and technology platforms that provide opportunities for Albany businesses and individuals to access jobs and markets throughout Australia and the world.</b>	Offered exam tutoring, and Studiosity in partnership with the Library for students to develop study skills, prepare for exams and graduate or pass their grade successfully.
	Hosted two Aboriginal School Based Trainees as part of a workforce practical program to engage with different business units to experience working life, gain industry knowledge and learn new skills.
	Library, Community Development and local tutors provided year 12 students with one-on-one tutoring sessions prior to exams.
	Library and TAFE partnered to offer Certificate 4 IT students an opportunity to apply learning to booked one-on-one sessions with the community to troubleshoot IT issues
	Continuing to host School Based Trainees at several sites across the City. This is proving to be successful in building employable skills in the community and upskilling leadership in City staff members.
	Continuing to engage with secondary schools and vocational education institutes to facilitate both short and long-term work experience for students.
<b>2.2.1 Partner with learning networks, schools and training providers to deliver education and training programs that support families and encourage a culture of lifelong learning.</b>	Continued to participate in the Education for Sustainability Great Southern group to increase knowledge, skills and understandings of education for sustainability within school communities.
	Partnered with WA Police, Contarf Foundation, WorkLink, Follow the Dream, Rio Tinto and south Coast Diving Supplies to bring the Great Southern Youth Scuba Training Program to Albany.
	Worked with Mount Lockyer Primary School to work with the City's Schools TravelSmart Officer to develop innovations to increase active transport choices by school families, decrease traffic congestion, promote walking, cycling and public transport use, and access grant funding to support active transport such as end of trip facilities and bicycle education.
	Hosted the Regional Conference for Local Government with Jeder Institute and David Price across three days.
	Adopted a Film Friendly Policy that makes it easier for production houses to utilise Albany as a location for television and film creation.
	Continued to hosted the Royal Australian Air Force at Albany Regional Airport for its annual two-week training deployment to Albany.
<b>2.2.2 Promote Albany and the surrounding region as an ideal location to hold conferences and training events.</b>	For the first half of the financial year, training providers were being encouraged to visit the region to provide opportunities to staff rather than requiring staff to travel, extending opportunities for shared training with neighbouring local governments. Where possible these training opportunities are extended to the wider community and business groups. Covid-19 has prevented this in the latter half of the financial year.

COMMUNITY PRIORITY	ACHIEVEMENTS
<b>2.3.1 Encourage, support and deliver significant events that promote our region and have a positive economic impact and social benefit.</b>	Albany was host to the Cormal Windsor 17th National Caravan Clubs Rally, placing 450 caravans from all over Australia on Centennial Park sporting grounds brining an influx of visitors to the region.
	Commenced an upgrade to the National Anzac Centre in order to refresh its content, technology and experience for visitors after five successful years of tours, stories, heroes and history.
	Continued to support the annual Racewars on the March long-weekend to run street car racing events at Albany Airport and Middleton Beach, attracting visitors from around Australia. A post event survey showed an increase in visitor nights in Albany from the event.
	Provided \$85,500 in total funding through the Regional Events Sponsorship Program to support Albany Speedway Sprintcar Speedweek and USA Late Model Invasion Tour, MSWA Albany Ride, Sustainable Communities Festival 2020, Albany Shanty & Sea Song Festival, Albany Arts Festival 2020, Festival of Football, Welcome the Whales Festival, Food for Thought Festival 2020, Taste Great Southern and Carols by Candlelight 2019.
	Strong and consistent attendance was seen at the City's Christmas Festival & Pageant, New Year's Eve Family Picnic & Fireworks, and Middleton Beach & Australia Day Festival events, with a lift in Christmas Pageant participants and New Year's Eve attendees.
	Distributed \$26,000 through Community Funding grants to support communities to run small-scale events, activities and projects. These included Greenskills, Albany Pride, Albany Community Foundation, Apex Carols by Candlelight, King River Hall Recreation Club and Southern Edge Arts.
	Planning for Albany's bicentennial in 2026 continued with the development of a working group and partnering with stakeholders to ensure the commemoration is one of significance to Albany.
	Worked with Australia's South West to bring tourism reporters and industry journalists to Albany and specifically the National Anzac Centre to increase reach and awareness of the region and its attractions.
	Worked with CineFest Oz to bring a smaller scale version of the South West event to Albany which was postponed due to Covid-19.
	Albany was one of only two Western Australian towns in the top 10 of Wotif.com's 2020 Aussie Town of the Year Awards, recognised for its stunning coastline and unique mountain ranges.
<b>2.3.2 Promote the "Amazing South Coast" region as a sought after and iconic tourism destination to increase the number of people visiting and the duration they stay.</b>	Developed refreshed 10 Great Parks and 10 Great Walks collateral promoting the natural landscape and unique play spaces.
	Promotion of a Whales and Wildflowers Long Weekend Package enticing visitors to stay in the region for longer across specific times of year.
	City representation at Tourism WA and Australia's South West industry events, providing networking opportunities and development.
	Involvement in an industry Tourism Mentoring Program that develops skills, knowledge and experience in local tourism and destination marketing.





# CLEAN, GREEN & SUSTAINABLE

Our community continues to love the City's natural assets, coastline and green spaces within our municipality. Our climate, coastline, parks and natural reserves are strongly valued by our community. Our community believes these should be protected, maintained and, where practical, enhanced. There is a strong desire for our natural assets to feature prominently in nature-based tourism opportunities, and to promote Albany as a sustainable city. This includes the ongoing development of pathways, cycle ways and nature-based walks and trails that will support an active and healthy community and attract visitors.

### OUR ASPIRATION:

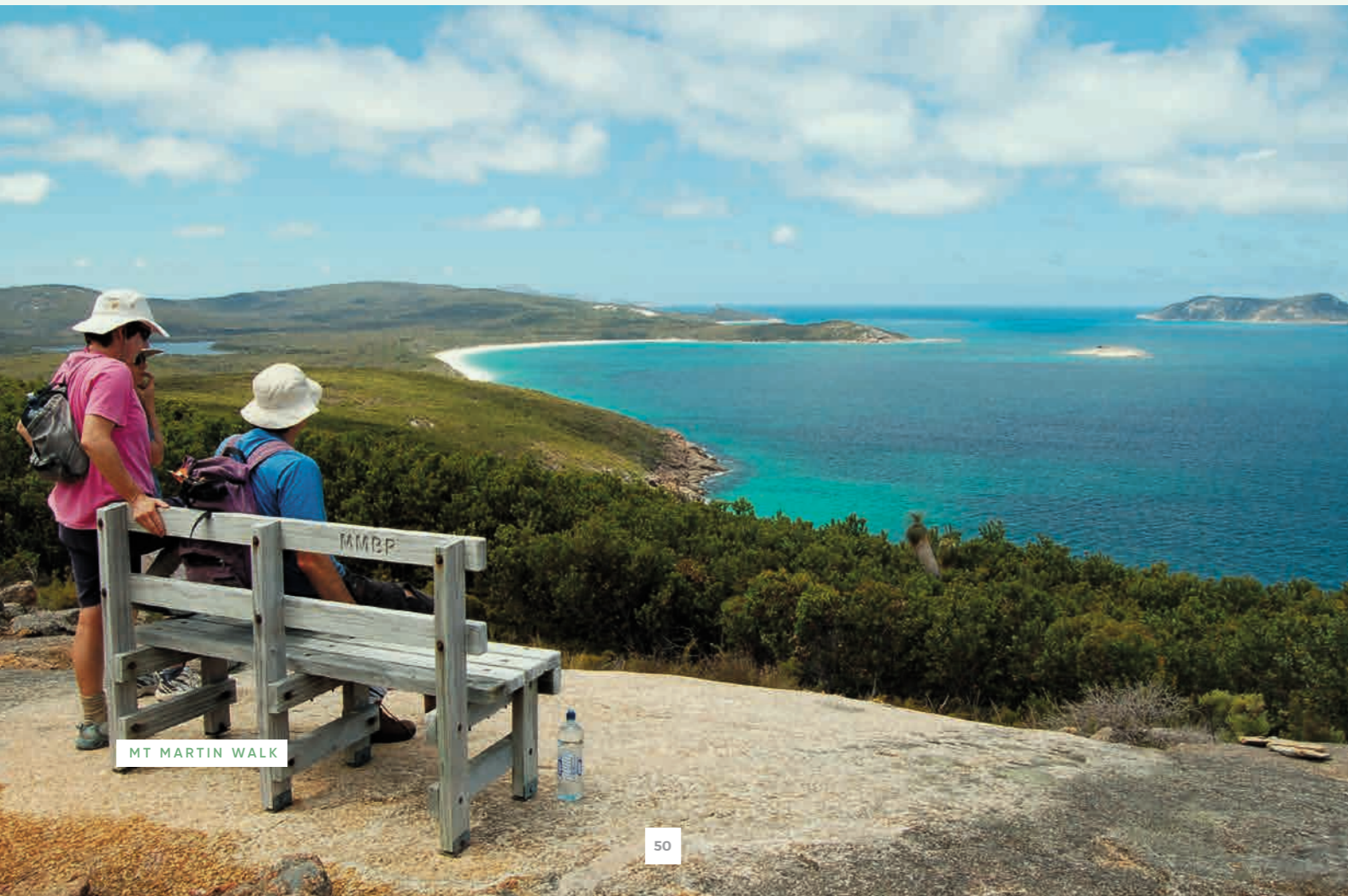
"WE WILL VALUE AND MAINTAIN THE NATURAL BEAUTY OF OUR REGION AND THE INFRASTRUCTURE THAT SUPPORTS THIS"

### OBJECTIVES:

To protect and enhance our natural and built environment in a changing climate

To build, maintain and renew city assets sustainably

To identify and deliver improvements in sustainability within the City and wider community



MT MARTIN WALK

COMMUNITY PRIORITY	ACHIEVEMENTS
3.1.1 Deliver effective practices that reduce risk to property, infrastructure and the natural environment and improve community awareness and resilience.	The City of Albany adopted an Urban Tree Strategy in 2017. The aim of the strategy was to increase tree canopy cover across the urban environment. 2019-2020 saw 294 street trees planted.
	Eight community groups and schools received funding through the City's Waste & Sustainability Grant scheme for initiatives to promote waste reduction in the community. Projects funded were Albany Senior High School's Climate Clever Program, Albany Youth Support Association Sustainability & Upcycle Program, Bethel Christian School Terracycle Program, Green Skills Plastic Free July and Retrosuburbia Festival, Great Southern Grammar Food Waste Minimisation Project, Great Southern Street Machine Association Repurposed Plastics Motorsport Barriers, Rainbow Coast Toy Library Sustainable Toys Education Project and Worklink Community Garden.
3.1.2 Sustainably protect and enhance our iconic coastline, reserves flora and fauna by delivering projects and programs that reflect the importance of our coastline and natural reserves.	Continued the 'Your City's Sustainable Heroes' campaign in partnership with Cleanaway, using 12 community champions to educate and inspire residents to adopt more environmentally friendly habits to help make Albany cleaner and greener.
	Continued to work closely with Cleanaway's Education Officer to promote recycling and waste reduction to residents. More than 1,600 participants took part in 34 tours and presentations at Hanrahan Road Waste Facility and incursions at schools and community groups run by Cleanaway's Education Officer before these activities were put on hold due to Covid-19 restrictions.

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Saved 245 tonnes of materials from landfill with 32,122 transactions at Fossicker's Tip Shop despite a period of closure and reduced hours of operation due to implications of the Covid-19 pandemic.

Educated residents on what items should not go in any bin and promoted the drop-off facility at Fossicker's Tip Shop for recycling and safe disposal of "tricky waste", including WALGA's Household Hazardous Waste Program, Mobile Muster, Cartridges 4 Planet Ark, electronic waste, sharps, cooking oil, and items suitable for re-sale. Additionally, scrap steel, motor oil and vehicle batteries are collected at Hanrahan Road Waste Facility for recycling. Services were promoted through social media, the community newsletter and Cleanaway's monthly AWARE page in one of the local newspapers.

Joined more than 140 local councils nationwide for Garage Sale Trail, encouraging residents to discover the advantages of buying and selling second-hand. More than 350 sales and stalls saved an estimated 27,000kg of waste from landfill. The City took out the Best Regional Campaign Award, recognising the way Garage Sale Trail was embraced by the council and supported by the community.

Hosted interactive displays to encourage correct waste sorting and promote upcoming bin service changes at events including the Albany Show and Middleton Beach Festival.

Promoted national and international events such as Plastic Free July, Compost Awareness Week and National Recycling to increase awareness and encourage participation by residents.

Promoted Clean Up Australia Day and assisted with disposal of rubbish collected by volunteers.

Contracted a local business to collect litter from 17 roads and CBD locations.

Provided a Report-It function on the City's website and phone app to enable residents to report litter, dumping and other issues which were referred to staff for action.

Promoted and supported the Keep Albany Beautiful committee and Keep Australia Beautiful Adopt-A-Spot program.

Accepted litter collected by volunteers free of charge at Hanrahan Road Waste Facility.

Provided more than 400 litter bins across the City and dog poo bags in 11 locations. In 2019-20 signage was developed to encourage appropriate use of the bins.



**COMMUNITY PRIORITY**

**ACHIEVEMENTS**

Progressed a draft closure plan for the Albany Refuse Site at Hanrahan Road, to meet quality and standards for endorsement by the Department of Water and Environmental Regulations and provide direction for a staged closure that considers ongoing landfill gas, leachate and stormwater management requirements.

Completed upgrades to Torbay Inlet and Cosy Corner campgrounds including road maintenance, traffic calming, installation of new signage, redefinition of campsite boundaries and revegetation.

Commenced a review of Albany's Heritage Survey and Heritage List that included places of significance such as trees, gardens, bridges, jetties, mine sites, wells, dams, public and private buildings.

Provided Great Southern Street Machine with a Community Waste and Sustainability Grant to enable them to use recycled plastic bales and race arresters.

Removed the damaged and worn Ellen Cove Swimming Enclosure and commenced the replacement process with City of Albany and State Government funding.

Continued to develop the Emu Point Foreshore Management Plan as part of the Emu Point to Middleton Beach Coastal Adaptation and Protection Strategy with the aim to guide the future development and management of the foreshore reserve.

Sought public comment on the Mounts Master Plan for Mt Adelaide and Mount Clarence to provide a long term vision and action plan for the Mounts which respects and enhances its significant natural, cultural and recreational assets.

Relined and repolished the newest Albany Leisure and Aquatic Centre indoor court stadium surface and completed a major upgrade of the switchboard to the pump room servicing the lap pool area.

Following years of negotiation with The Heritage Council of WA, the City completed major works to replace the roof shingles with an alternative flat clay tile at the Vancouver Arts Centre.

Completed major works on Collingwood Road.

Reconstructed and widened Lower Denmark Road slk 0.8-1.45.

Reconstructed Townsend Street and installed a pathway along the length of Townsend and section of Clifton for connectivity.

Completed the Sanford Road holding treatment in anticipation of major reconstruction works in 2020/2021.

Completed major reconstruction works on McKail Street and Russell Court.

Completed Cockburn Road pathway extension from Bluff to Campbell.

Completed pathway school connection on Sydney Street / Kampong Road.

Major works completed at the Wellington Street basin.

Utilised recycled plastic products for community infrastructure, including the Centennial Stadium Amphitheatre and barrier bollards and Middleton Beach and Emu Point memorial seats.

Adopted a trial of the Community Facilities Assistance Fund (CFAF) that will provide up to \$30,000 per financial year for three years to eligible community rural halls.

**3.2.1 Deliver environmentally & financially sustainable long-term planning for infrastructure via a forward capital works program that meets the needs of our community.**

**3.2.2 Design, construct and maintain infrastructure cost effectively in a manner that maximises its life, capacity and function.**



YOUTH ADVISORY COUNCIL WORKSHOP



YAKAMIA CREEK AUSTIN AND SCOTT



ALBANY WIND FARM



RIDE TO SCHOOL DAY



WORLD WETLANDS DAY



COMMUNITY PRIORITY	ACHIEVEMENTS
Cont.	Accepted and approved the design and construction of a new Grounds Maintenance Shed required for the ongoing storage of specialised maintenance equipment for Centennial Park Sporting Precinct.
	Endorsed and supported via in-kind project management support; the design development for the Southern Trails Terminus within Alison Hartman Gardens from Department of Biodiversity, Conservation and Attractions.
	Commenced the repurposing of the Albany Town Hall that includes important conservation works, structural repairs and much-needed upgrades to the roof, lighting, services, storage, timber floors, window treatments and main entry.
	Opened Alison Hartman Gardens which was transformed into a regional and local community activity hub celebrating Albany's heritage and culture.
	Completed Black Spot funded road improvements at the St Emile Way roundabout
	Successful in grant funding to undertake renewal works on the Emu Point Finger Jetty, construct a further boat ramp at Lower King and install a new floating pontoon at Lower King to replace the existing timber finger jetty.
	Completed several footpath renewal and upgrade projects. These included replacing Sydney Street connection at Bethyl School, Cockburn Road from Bluff Street to Campbell Road and Albany Hwy median crossings.
	Retained the City's status as a Water Wise Council from the Water Corporation by completing a comprehensive Waterwise Council Annual Report and have zero breaches with the Department of Water and Environmental Regulation and Water Corporation.
	Replaced the worn hockey field that was suffering from significant wear and tear and an inability for the ground to recover quickly from wet weather conditions, placing added risk on players
	Enhanced the safety of the roundabout that intercepts North and Campbell Roads in Spencer Park.
3.3.1 Integrate and promote effective sustainability through resource conservation, management and education to continuously improve environmental outcomes.	The City of Albany joined the free Cities Power Partnership Program, the largest local government climate program aiming to accelerate emissions reduction and cleaner energy.
	Two integrated renewable energy feasibility studies for 56 buildings were completed with the aim to transition corporate energy to renewable energy. The business case study and corporate energy plan are currently being developed to support energy efficiency and renewable energy adoption
	The City of Albany has been successful in maintain waterwise council and waterwise aquatic centre status in partnership with the Water Corporation to reduce water usage across City of Albany facilities.
	The 20 million trees revegetation project at Lake Seppings funded by the Department of the environment and Energy, has now been completed. Approximately 70,000 trees and shrubs have been planted to re-create and enhance urban biodiversity corridors which will provide important habitats for endangered Western Ringtail Possums, migratory birds and endemic long-neck turtles.
	The City of Albany partnered with the ClimateClever program. As a partner, City of Albany residents are eligible to receive their ClimateClever home subscription for free. The ClimateClever program assist residents to calculate and reduce their carbon footprint, save money on their utility bills, and join a community taking action on climate change.

COMMUNITY PRIORITY	ACHIEVEMENTS
3.3.1 Integrate and promote effective sustainability through resource conservation, management and education to continuously improve environmental outcomes.	During the Covid-19 lockdown, the City coordinated a Sustainable Sunday Blog for community to learn innovative ways that they can contribute to positively helping the environment
	Supported Green Skills Workshops with homemade face scrubs and beauty products (using products one can find in the pantry)
	Hosted an upcycling workshop that encouraged community to relook at the textiles and materials they throw away that could be reused or donated.
	Approximately 2,000 people attended the third annual Green Fair on the Square event in November 2019 to celebrate and promote waste reduction and sustainability, including the opportunity for promotion of local businesses and community groups.
	Albany Regional Daycare kindy-aged children participate in an 'Adopt a Spot' program through Keep Australia Beautiful, collecting rubbish from the surrounding roads of the Daycare centre.
	The City updated and distributed the Albany Your Move map, to help residents and visitors plan an active transport journey in their community.
	The Library has installed a bespoke recycling station which has the capacity to recycle a number of items and promote educational information in sustainable waste management..
	Successfully applied for Better Bins funding from the State Waste Authority to implement changes to the City's bin service to divert food waste from landfill to be composted instead and provide bin lids consistent with Australian Standard colours. The program will be implemented in 2020-21.
	Provided 15,370 urban households with a three bin service separating garden organics, commingled recyclables and landfill waste.
	Provided urban residents with a bulk green waste collection during May and June 2020 with 415 tonnes of garden prunings collected for composting.
3.3.2 Deliver a sustainable and progressive approach to waste management including collaboration with neighbouring local governments.	Collected 783 tonnes of scrap steel, 33.5 tonnes of non-ferrous metals and 20.9 tonnes of car batteries for recycling.
	Provided a Household Hazardous Waste collection facility for the collection of tricky waste from Albany, Denmark and Plantagenet residents. The HHW Program is facilitated by WALGA with funding from the Waste Authority.
	Representation on WA Municipal Waste Advisory Council – Officers Advisory Group, and participation in Consistent Communications Collective and Waste Educators Network Group.
	Provided 1583 rural households with complementary vouchers to dispose of waste at one of Albany's five rural transfer stations or two waste facilities.





4

# COMMUNITY HEALTH & PARTICIPATION

There is a strong desire to ensure a sense of belonging and a positive connection between our rural and urban communities. It is important that we know and respect our neighbours, live in communities which support us, and have safe, accessible places to gather and meet. People want to feel welcome, valued and connected.

### OUR ASPIRATION:

“WE WILL LIVE IN COMMUNITIES WHERE PEOPLE FEEL THEY BELONG AND ARE SUPPORTED IN A MANNER THAT REFLECTS OUR RICH AND DIVERSE HERITAGE”

### OBJECTIVES:

To build resilient and cohesive communities with a strong sense of community spirit

To create interesting places, spaces and events that reflect our community's identity, diversity and heritage

To develop and support a healthy, inclusive and accessible community



ACE CAMERA CLUB



APEX PARK



CITIZENSHIP CEREMONY



EMERGENCY SERVICES



MAD HATTER TEA PARTY





PRINCESS ROYAL SAILING CLUB



YOUR LIFE CAFE



CHRISTMAS PAGEANT



WAACCI RALLY

Here is a snapshot of some of the City's achievements that have helped meet the community's priorities for Community Health & Participation across 2018-2019.

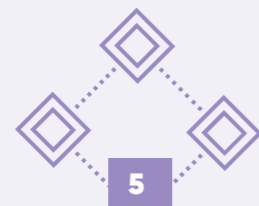
COMMUNITY PRIORITY	ACHIEVEMENTS
	Screened the film 'Parasite' for Harmony Week.
	Screened the film 'Spear' for NAIDOC Week.
	Held Tie Dying workshops at Middleton Beach Festival.
	Held a meet the artist talk during NAIDOC week.
<b>4.1.1 Facilitate and promote arts and cultural activities for all ages by providing a variety of arts and cultural activities that attract local and visiting patrons.</b>	In conjunction with the Great Southern Development Commission, local government authorities, creative organisations and the Department of Local Government, Sport and Cultural Industries secured funding to develop a Great Southern regional arts, culture and heritage strategy.
	Developed a self-guided Public Art Trail map for the Albany CBD.
	Demand for the library's meeting rooms rose in popularity, with an average of 60 bookings a month, balanced between library programs, community events, corporate meetings and City of Albany consultations.
	Supported Albany Pride Week through screening the film 'Love Simon'.
	Call & Check Program conducted for vulnerable community members during height of Covid-19 restrictions.
	Daily 'Cuppa & Chat' zoom call for isolated residents during Covid-19 restrictions.
	Hosted a Spencer Park Inclusive Community Celebration.
	Continued to grow the Meet Up Albany initiative with both hosts and participants.
<b>4.1.2 Promote and develop an authentic sense of community by developing programs and providing services that make people feel welcome, involved and connected to each other.</b>	Hosted a NAIDOC week disco in partnership with PCYC.
	Continue to support the Albany PCYC Safe Spaces Strike II Youth Drop in program.
	The Albany Art Group took on an annual hire arrangement in the main visual arts workshop space at Vancouver Arts Centre to support their continued growth.
	Developed a bespoke website during the Covid-19 pandemic that allowed all community members to contribute to supporting each other's mental health throughout the period.
	Vancouver Arts Centre Program Highlights included Mama Stitch, a Whiskey & Boots audio and musical performances of interviews of local people talking about their mothers. The Swing Club, swing dance workshops, practice sessions and live music events. Chorus, creative development / dance workshops for women by Annette Carmichael Projects.
	As a proactive supporter and collaborator in community events and activities, the library was involved in NAIDOC week, Youth Week events, Mad Hatters Tea Party for mental health awareness, Anti -Poverty Week and Pride Week activities.



COMMUNITY PRIORITY	ACHIEVEMENTS
<b>4.2.1 Deliver activities and programs that engage with the wider community and engender community spirit.</b>	Neighbour cards developed to encourage neighbours to support each other during Covid-19 restrictions
	Compassionate Communities Connector program implemented to support the ongoing delivery of Compassionate Communities
	Hosted Voice Treaty Truth, an Albany History Collection featuring Tyndale Photos.
	Exhibition/installation/ performance work with community, coordinated by Nari Lees called Waterways.
	Ash Wallrodt displayed a ceramics exhibition called Walk a Mile in Their Shoes.
	Ace Camera Club showcased their photography and handmade camera exhibition titled I am a Camera.
	Unravelling was a popular painting exhibition by Jen Mitchell.
	Amongst Lilies was a sculpture and installation exhibition by Lois Schenk.
	Kinjarling Studies Tahlia Palmer (Video and Photography) too place at the Vancouver Arts Centre.
	Supported the Art and Craft Trail exhibition with Albany Art Group, Little Grove Art Group and Botanical Art Group.
<b>4.2.2 Maintain infrastructure and deliver programs that promote Albany's unique heritage, engender civic pride and leave a lasting memory.</b>	Hosted Permission to Die, a community arts workshops and exhibition as part of the Compassionate Communities Project.
	The library's junior programs encourage and support early literacy engagement and STEM outcomes through Rhymetime and Storytime sessions, LEGO Club, Children's Book Week and Science Week activities adapted and delivered online.
	Community Facilities Assistance Fund Pilot supported those in on City managed land to maintain their buildings.
	Restoring Menang Noongar Place Names project commenced to increase the number of geographic locations that include the Noongar place name.
	Transition planning for the future operations and management structure of the Vancouver Arts Centre and the Town Hall got underway in earnest.
	Heating and Air Con installed throughout the main building, annex and pottery studio at Vancouver Arts Centre and the roof was replaced in the main building
	Commenced plans to build room for the Albany History Collection to return to its home at the Albany Public Library.
	Advocated and supported the replacement of the Ellen Cove Swimming Enclosure with success through the State Government.
	Endorsed and supported via in-kind project management support; the design development for the Southern Trails Terminus within Alison Hartman Gardens from Department of Biodiversity, Conservation and Attractions.

COMMUNITY PRIORITY	ACHIEVEMENTS
<b>4.3.1 Develop a range of activities and facilities that connect people, promote a healthy community and are appropriate for all ages.</b>	Successfully ran school holiday programs that incorporated 3x3 Basketball and skate coaching clinics.
	Engaged with sporting clubs to complete delivery of a comprehensive campaign to support the implementation of the Smoke-Free Outdoors policy across the Centennial Sporting Precinct.
	Worked in partnership with Albany Leisure and Aquatic Centre users and café lessee to develop a Healthy Eating at Albany Leisure and Aquatic Centre campaign.
	Albany Public Library ran cyber safety programs for new users to digital technology and vulnerable users to enhance their skills.
	Aged Care Charter was developed and launched that optimises opportunities available for seniors to achieve quality of life through health, participation and security as they age.
	Through funding received from the Brandenburg Trust, the library was able to introduce a Technology Lending Service for seniors, establish a branch library at the Beryl Grant Community Centre and develop an outreach Book Chat program at Hawthorn House.
	The library was also successful in securing Be Connected funding through the Good Things Foundation to loan devices and train Digital Mentors in delivering support to seniors in the digital space.
	Brandenburg Trust Resident Artist Program delivered two artist residencies in aged care facilities and with dementia patients.
	Offered an Assisted Bin Service to residents unable to move their bins to the kerbside.
	Executed a physical activity program called Long Live You that encourages the population of individuals living in the Great Southern that are over 60 years of age to stay active.
<b>4.3.2 Encourage and support volunteers and community groups to grow an active volunteer base that is supported and valued.</b>	Partnered with Rio Tinto to deliver a range of youth-focussed events across the year.
	Continued to grow the online platform My Community Directory that connects community groups, individuals and agencies and reaching a record number of users in February 2020, with Health Services the most prominent group through the Covid-19 pandemic.
	Hosted Share & Learn Workshops for community specific to attracting and retain members and hosting meetings in a time of Covid-19.
	Continue to financially support Albany & Regional Volunteer Service
	Coordinated the Albany Citizen of the Year Australia Day Awards at Centennial Stadium on Australia Day.
	Provided ongoing support to Albany Regional Volunteer Services through a Service Agreement.
	Continued supporting Albany PCYC's successful Strike 11 program for at-risk youth in the community through a Service Agreement.





# CONNECTED & SAFE BUILT ENVIRONMENT

Our community is looking to be connected by a built environment that meets their needs now and into the future. We want to live in precincts which are alive, thriving, built around the amenities we use at all stages of our life, and which encourage and support healthy lifestyles.

**OUR ASPIRATION:**

“WE WILL DEVELOP INTEGRATED PRECINCTS AND NEIGHBOURHOODS THAT ALLOW FOR POPULATION GROWTH AND ENHANCE THE LIFESTYLE OF OUR RESIDENTS”

**OBJECTIVES:**

To develop vibrant neighbourhoods which retain local character and heritage

To advocate, plan for and build friendly and connected communities

To promote and support community health and safety

**COMMUNITY PRIORITY      ACHIEVEMENTS**

**5.1.1 Develop and implement a contemporary Local Planning Strategy that reflects our identity and supports economic growth.**

A new Local Planning Strategy promoting urban consolidation will guide development and growth within Albany over the next decade after it received a tick of approval from the WA Planning Commission.

Commenced construction on a multi-use Youth Challenge Park behind PCYC and next to the current Albany Skate Park supported by Lotterywest.

**5.1.2 Provide proactive planning and building services that support sustainable growth while reflecting our local character and heritage.**

Commenced the repurposing of the Albany Town Hall that includes important conservation works, structural repairs and much-needed upgrades to the roof, lighting, services, storage, timber floors, window treatments and main entry.

Moved building and planning approvals to be 100% online during the Covid-19 pandemic. This streamlined the process for applicants and assisted efficiency for the planning team.



RIDE TO WORK DAY



WALKING SCHOOL BUS



TRAIL DEVELOPMENT





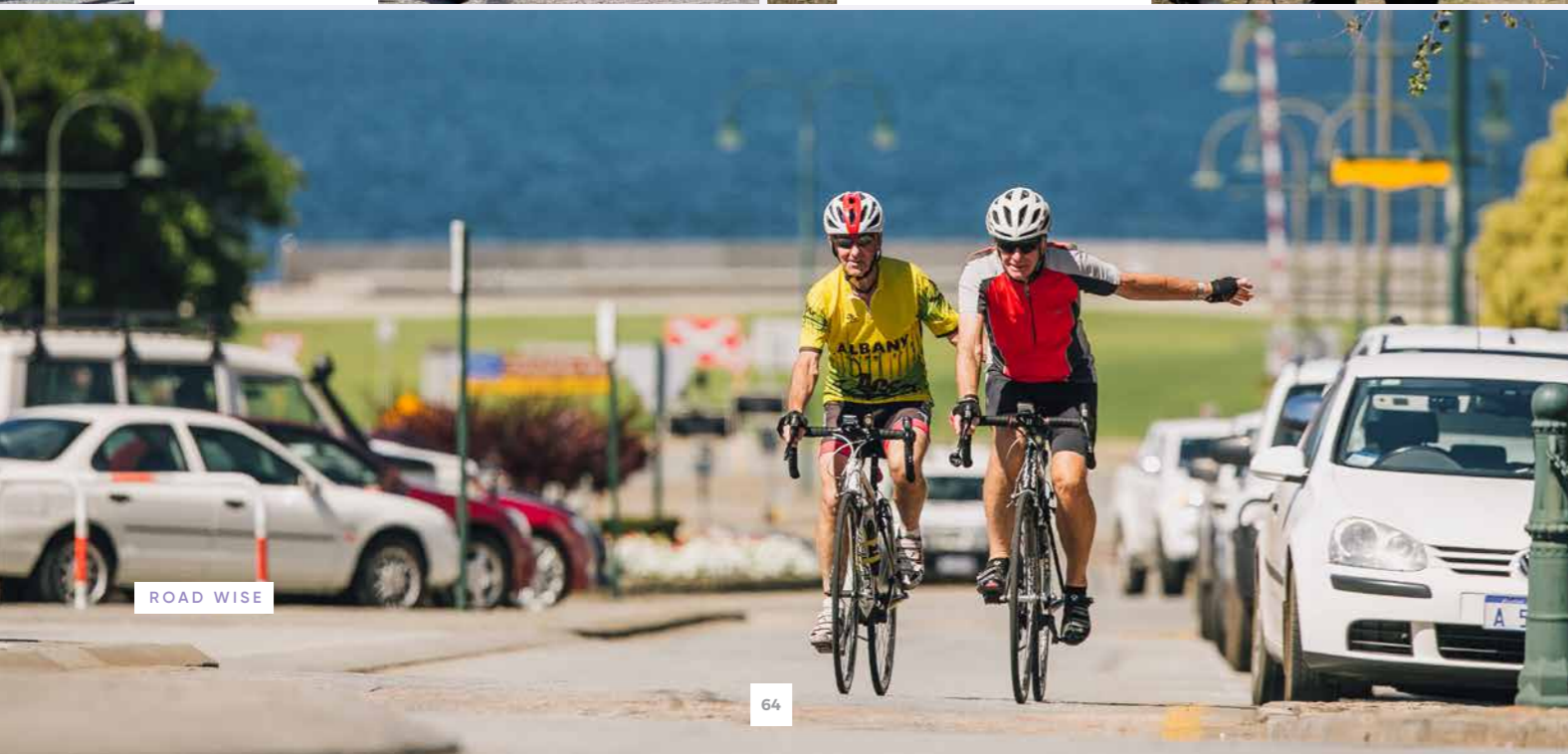
TRAIL DEVELOPMENT



RIDE TO SCHOOL DAY



MIDDLETON BEACH SIGNAGE



ROAD WISE

**COMMUNITY PRIORITY**

**ACHIEVEMENTS**

Successful in grant funding for the Lockyer / Cockburn / Campbell Road footpath.

Successful in grant funding to undertake renewal works on the Emu Point Finger Jetty, construct a further boat ramp at Lower King and install a new floating pontoon at Lower King to replace the existing timber finger jetty.

Incorporated four safety enhancements to the North Road/ Campbell Road intersection in Spencer Park that has been subject to multiple crashes in recent years.

Delivered a Community Road and Path Safety campaign, with a focus on residences, businesses and schools in the Middleton Road area. The campaign successfully engaged with these groups to promote cyclist and pedestrian safety through information, resources and events.

The City updated and distributed the Albany Your Move map, to help residents and visitors plan an active transport journey in their community.

Continued to deliver the Schools TravelSmart Project in partnership with Mount Lockyer Primary School. The program has seen an increase in active transport trips to school from 30% (Term 1, 2019) to 38% (Term 2, 2020). In addition, the school received new bike and scooter racks through a Connecting Schools Grant in 2019, and delivered a number of school based activities to encourage and support active transport to school.

**5.2.2 Create infrastructure and connected streetscapes that are consistent and reflect our unique heritage.**

Worked with GSCORE to develop and endorse the strategic intent of the Great Southern Regional Trails Master Plan 2020-2029.

Continued the Street Tree Infill & Replacement Program, planting 294 street trees in the urban environment.

Council endorsed a City of Albany Safer Albany Plan the provides a framework for the City in the community safety and crime prevention space, and demonstrates the wide range of activities the City delivers towards a safer community.

Council endorsed the City of Albany submitting Local Government Grants Scheme application for Capital Grant 2020/2021 to the Department of Fire and Emergency Services for the State Emergency Services building to relocate to Mercer Road with an upgraded facility.

Replaced toilet/shower units for a number of nominated fire sheds across the City of Albany.

Upgraded the old Wellstead Emergency Service Shed.

Installed new security systems to fire sheds around Albany.

An additional drought relief tank has been installed on Gnowellen Road.

Achieved several successful prosecutions in relation to dog attacks within Albany, prompting rangers to appeal to owners to take more responsibility for their pets.

Achieved an overall reduction in the total number of animal-related incidents through application of a coordinated campaign of sound education and focused use of compliance and enforcement techniques.

Continued to strengthen strong working relations with neighbouring shire ranger services through sharing knowledge, information and support.

**5.3.1 Plan for and monitor community safety via effective ranger and emergency services.**



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**COMMUNITY PRIORITY****ACHIEVEMENTS**

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Council endorsed a City of Albany Safer Albany Plan the provides a framework for the City in the community safety and crime prevention space, and demonstrates the wide range of activities the City delivers towards a safer community.

---

Partnered with WA Primary Health Alliance to start to develop a Compassionate Communities Charter with local agencies, community groups and individuals.

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The Compassionate Communities Project secured funding to deliver the Dying to Know Program in partnership with WA Primary Health Alliance, Albany Community Hospice, Alzheimer's WA, Harvest Film Festival, The Brandenburg Foundation, and Soroptimist International Albany.

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**5.3.2 Deliver programs and advocate for specialist services that improve public health and wellbeing in-line with the Public Health Act 2016 and growing community expectations.**

Council adopted the updated Community Development Strategy 2019-2022 with Strategic Focus Areas including; Safe Communities, Inclusive Communities, Connected Communities and Sustainable Communities.

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City advocacy and support to the Great Southern Alcohol and Family Domestic Violence Group, Great Southern Homelessness Forum, and Great Southern Youth Suicide Prevention Group.

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Continued to implement nutritional meal menu at Daycare and provide recipes and education to families to promote good health.

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Council endorsed the participation of the City of Albany in the National Redress Scheme as a State Government institution as part of the State Government's declaration.

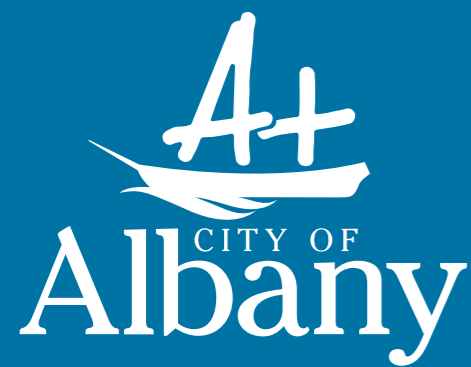
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**THIS IS YOUR  
2019/2020  
FINANCIAL  
REPORT.**





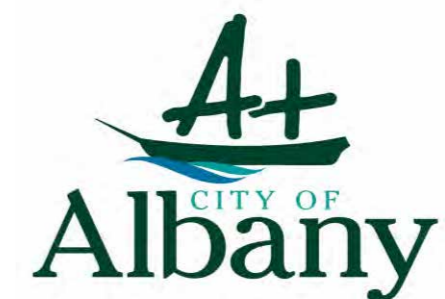
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CITY OF ALBANY ANNUAL FINANCIAL REPORT 2020

Certified as a True & Correct Copy

**2019/2020**

# Annual Financial Report



CITY OF ALBANY

FINANCIAL REPORT

FOR THE YEAR ENDED 30TH JUNE 2020

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Principal place of business:  
City of Albany  
102 North Road  
YAKAMIA WA 6330





**CITY OF ALBANY  
FINANCIAL REPORT  
FOR THE YEAR ENDED 30TH JUNE 2020**

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

**STATEMENT BY CHIEF EXECUTIVE OFFICER**

The attached financial report of the City of Albany for the financial year ended 30 June 2020 is based on proper accounts and records to present fairly the financial position of the City of Albany at 30 June 2020 and the results of the operations for the financial year then ended in accordance with the Local Government Act 1995 and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards.

Signed on the 24<sup>th</sup> day of November 2020

  
\_\_\_\_\_  
Andrew Sharpe  
Chief Executive Officer

**Statement of Comprehensive  
Income By Nature or Type**

for the year ended 30 June 2020

	NOTE	2020 Actual \$	2020 Budget \$	2019 Actual * \$
<b>Revenue</b>				
Rates	28(a)	38,433,958	38,407,518	37,176,199
Operating grants, subsidies and contributions	2(a)	7,245,486	4,903,676	7,710,373
Fees and charges	2(a)	16,842,478	18,087,025	18,331,828
Interest earnings	2(a)	1,054,440	1,211,522	1,360,925
Other revenue	2(a)	176,081	215,760	487,113
		<b>63,752,443</b>	<b>62,825,501</b>	<b>65,066,438</b>
<b>Expenses</b>				
Employee costs		(26,750,782)	(27,785,523)	(26,161,298)
Materials and contracts		(16,015,065)	(20,048,199)	(16,714,715)
Utility charges		(1,728,294)	(1,953,402)	(1,959,071)
Depreciation on non-current assets	11(d)	(16,777,600)	(15,794,228)	(16,181,643)
Interest expenses	2(b)	(748,230)	(754,635)	(764,618)
Insurance expenses		(656,392)	(705,304)	(676,304)
Other expenditure		(2,364,295)	(1,868,714)	(2,163,929)
		<b>(65,040,658)</b>	<b>(68,910,005)</b>	<b>(64,621,578)</b>
		<b>(1,288,215)</b>	<b>(6,084,504)</b>	<b>444,860</b>
Non-operating grants, subsidies and contributions	2(a)	8,177,274	16,638,712	11,863,252
Profit on asset disposals	11(a)	45,103	47,585	25,221
(Loss) on asset disposals	11(a)	(207,977)	(477,660)	(232,556)
(Loss) on assets expensed	9	-	-	(53,677)
(Loss) on assets written off	9,10	-	-	(273,098)
Fair value adjustments to financial assets at fair value through profit or loss	8	3,745	-	26,655
		<b>8,018,145</b>	<b>16,208,637</b>	<b>11,355,797</b>
<b>Net result for the period</b>		<b>6,729,930</b>	<b>10,124,133</b>	<b>11,800,657</b>
<b>Other comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>6,729,930</b>	<b>10,124,133</b>	<b>11,800,657</b>

\* See note 33 for details regarding the prior period adjustment

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



## Statement of Comprehensive Income By Program

for the year ended 30 June 2020

	NOTE	2020 Actual	2020 Budget	2019 Actual *
		\$	\$	\$
<b>Revenue</b>	2(a)			
Governance		44,203	6,700	20,258
General purpose funding		44,029,668	41,723,379	42,791,485
Law, order, public safety		695,649	558,407	616,465
Health		130,454	185,090	178,890
Education and welfare		1,222,402	1,458,002	1,498,318
Community amenities		9,183,813	9,112,474	9,185,527
Recreation and culture		2,825,211	3,815,055	4,138,726
Transport		2,040,650	2,243,837	2,220,926
Economic services		2,202,641	2,613,988	2,981,303
Other property and services		1,377,752	1,108,569	1,434,540
		<b>63,752,443</b>	<b>62,825,501</b>	<b>65,066,438</b>
<b>Expenses</b>	2(b)			
Governance		(4,383,458)	(4,928,359)	(4,479,498)
General purpose funding		(670,517)	(700,079)	(640,938)
Law, order, public safety		(2,857,497)	(2,743,434)	(2,639,409)
Health		(830,369)	(865,968)	(823,910)
Education and welfare		(1,889,090)	(2,190,512)	(1,979,723)
Community amenities		(9,521,359)	(10,438,251)	(9,460,991)
Recreation and culture		(15,323,619)	(16,527,298)	(16,043,327)
Transport		(20,915,794)	(21,009,145)	(19,873,670)
Economic services		(5,355,022)	(6,046,253)	(5,489,124)
Other property and services		(2,545,703)	(2,706,071)	(2,426,370)
		<b>(64,292,428)</b>	<b>(68,155,370)</b>	<b>(63,856,960)</b>
<b>Finance Costs</b>	2(b)			
Recreation and culture		(423,698)	(438,849)	(361,379)
Transport		(231,070)	(219,355)	(283,526)
Economic services		(45,133)	(45,630)	(55,499)
Other property and services		(48,329)	(50,801)	(64,214)
		<b>(748,230)</b>	<b>(754,635)</b>	<b>(764,618)</b>
		<b>(1,288,215)</b>	<b>(6,084,504)</b>	<b>444,860</b>
Non-operating grants, subsidies and contributions	2(a)	8,177,274	16,638,712	11,863,252
Profit on disposal of assets	11(a)	45,103	47,585	25,221
(Loss) on disposal of assets	11(a)	(207,977)	(477,660)	(232,556)
(Loss) on assets expensed	9	-	-	(53,677)
(Loss) on assets written off	9,10	-	-	(273,098)
Fair value adjustments to financial assets at fair value through profit or loss	8	3,745	-	26,655
		<b>8,018,145</b>	<b>16,208,637</b>	<b>11,355,797</b>
<b>Net result for the period</b>		<b>6,729,930</b>	<b>10,124,133</b>	<b>11,800,657</b>
<b>Other comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>6,729,930</b>	<b>10,124,133</b>	<b>11,800,657</b>

\* See note 33 for details regarding the prior period adjustment

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

## Statement of Financial Position

as at 30 June 2020

	NOTE	30 June 2020	30 June 2019 Restated *	1 July 2018 Restated *
		\$	\$	\$
<b>ASSETS</b>				
<b>CURRENT ASSETS</b>				
Cash and cash equivalents	3	23,321,708	28,430,091	12,957,146
Trade receivables	5	2,464,580	3,034,396	2,522,526
Inventories	6	1,578,289	1,485,387	899,233
Contract assets	2(a)	649,337	-	-
Other current assets	7	848,899	1,231,803	790,058
Other financial assets	8(a)	17,513,307	12,512,899	20,713,572
<b>TOTAL CURRENT ASSETS</b>		<b>46,376,120</b>	<b>46,694,576</b>	<b>37,882,535</b>
<b>NON-CURRENT ASSETS</b>				
Trade receivables	5	682,477	626,728	577,001
Other financial assets	8(b)	320,638	330,200	115,377
Property, plant and equipment	9	169,758,136	169,431,831	168,326,166
Infrastructure	10	404,277,609	402,919,087	399,596,764
Right of use assets	12	1,157,093	-	-
<b>TOTAL NON-CURRENT ASSETS</b>		<b>576,195,953</b>	<b>573,307,846</b>	<b>568,615,308</b>
<b>TOTAL ASSETS</b>		<b>622,572,073</b>	<b>620,002,422</b>	<b>606,497,843</b>
<b>LIABILITIES</b>				
<b>CURRENT LIABILITIES</b>				
Trade and other payables	14	5,766,715	4,325,172	3,957,032
Contract liabilities	15	1,094,479	-	-
Lease liabilities	16(a)	170,923	-	-
Borrowings	17(a)	2,522,894	2,570,907	2,239,966
Employee related provisions	18	5,851,436	5,228,917	4,854,667
Other provisions	19	209,341	207,247	163,666
<b>TOTAL CURRENT LIABILITIES</b>		<b>15,615,788</b>	<b>12,332,243</b>	<b>11,215,331</b>
<b>NON-CURRENT LIABILITIES</b>				
Contract liabilities	15	926,503	-	-
Lease liabilities	16(a)	1,014,045	-	-
Borrowings	17(a)	9,823,994	12,346,888	11,617,795
Employee related provisions	18	398,892	593,440	735,523
Other provisions	19	8,000,000	8,000,000	8,000,000
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>20,163,434</b>	<b>20,940,328</b>	<b>20,353,318</b>
<b>TOTAL LIABILITIES</b>		<b>35,779,222</b>	<b>33,272,571</b>	<b>31,568,649</b>
<b>NET ASSETS</b>		<b>586,792,851</b>	<b>586,729,851</b>	<b>574,929,194</b>
<b>EQUITY</b>				
Retained surplus		313,865,617	308,551,507	304,166,569
Reserves - cash backed	4	29,227,794	33,463,804	26,048,085
Revaluation surplus	13	243,699,440	244,714,540	244,714,540
<b>TOTAL EQUITY</b>		<b>586,792,851</b>	<b>586,729,851</b>	<b>574,929,194</b>

\* See note 33 for details regarding the prior period adjustment

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



## Statement of Changes in Equity

for the year ended 30 June 2020

	NOTE	RETAINED SURPLUS	CASH BACKED RESERVES	REVALUATION SURPLUS	TOTAL EQUITY
		\$	\$	\$	\$
Balance as at 1 July 2018		308,022,546	26,048,085	244,714,540	578,785,171
Prior period adjustment		(3,855,977)	-	-	(3,855,977)
Restated total equity at the beginning of the financial year	33	304,166,569	26,048,085	244,714,540	574,929,194
Comprehensive income					
Net result for the period		11,800,657	-	-	11,800,657
Other comprehensive income	13	-	-	-	-
Total comprehensive income		11,800,657	-	-	11,800,657
Transfers from/(to) reserves		(7,415,719)	7,415,719	-	-
<b>Balance as at 30 June 2019</b>		<b>308,551,507</b>	<b>33,463,804</b>	<b>244,714,540</b>	<b>586,729,851</b>
Change in accounting policies					
<b>Restated total equity at 1 July 2019</b>	33(c)	<b>(5,651,830)</b>	<b>-</b>	<b>(1,015,100)</b>	<b>(6,666,930)</b>
Comprehensive income					
Net result for the period		6,729,930	-	-	6,729,930
Other comprehensive income	13	-	-	-	-
Total comprehensive income		6,729,930	-	-	6,729,930
Transfers from/(to) reserves		4,236,010	(4,236,010)	-	-
<b>Balance as at 30 June 2020</b>		<b>313,865,617</b>	<b>29,227,794</b>	<b>243,699,440</b>	<b>586,792,851</b>

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

## Statement of Cash Flows

for the year ended 30 June 2020

	NOTE	2020 Actual	2020 Budget	2019 Actual
		\$	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>				
Rates		38,176,717	38,342,952	36,873,485
Operating grants, subsidies and contributions		7,486,886	4,980,969	7,235,161
Fees and charges		16,842,478	18,099,752	18,331,828
Interest received		1,054,440	1,211,522	1,360,925
Goods and services tax received		2,561,298	400,000	2,003,927
Other revenue		176,081	215,760	487,113
		<b>66,297,900</b>	<b>63,250,955</b>	<b>66,292,439</b>
<b>Payments</b>				
Employee costs		(27,054,691)	(27,812,099)	(25,900,312)
Materials and contracts		(17,249,811)	(18,552,703)	(17,355,712)
Utility charges		(1,728,294)	(1,953,402)	(1,959,071)
Interest expenses		(778,879)	(754,635)	(768,618)
Insurance paid		(656,392)	(705,304)	(676,304)
Goods and services tax paid		(2,559,432)	(400,000)	(1,787,598)
Other expenditure		(2,364,295)	(2,814,184)	(2,163,929)
		<b>(52,391,794)</b>	<b>(52,992,327)</b>	<b>(50,611,544)</b>
<b>Net cash provided by/(used in) operating activities</b>	20	<b>13,906,106</b>	<b>10,258,628</b>	<b>15,680,895</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for purchase of property, plant & equipment	9(a)	(7,280,187)	(13,036,582)	(7,078,251)
Payments for construction of infrastructure	10(a)	(12,809,704)	(24,420,449)	(14,530,878)
Net proceeds for financial assets at amortised cost	8	(5,000,000)	-	8,000,000
Non-operating grants, subsidies and contributions	2	8,177,274	13,098,222	11,863,252
Proceeds from sale of property, plant & equipment	11(a)	624,327	858,500	465,388
<b>Net cash provided by/(used in) investment activities</b>		<b>(16,288,290)</b>	<b>(23,500,309)</b>	<b>(1,280,489)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of borrowings	17(b)	(2,570,907)	(2,551,149)	(2,239,966)
Proceeds from new borrowings		-	-	3,300,000
Proceeds from self supporting loans	8	12,899	12,899	12,505
Repayment of leases	16(b)	(168,191)	-	-
<b>Net cash provided by/(used in) financing activities</b>		<b>(2,726,199)</b>	<b>(2,538,250)</b>	<b>1,072,539</b>
<b>Net increase/(decrease) in cash held</b>		<b>(5,108,383)</b>	<b>(15,779,931)</b>	<b>15,472,945</b>
Cash at beginning of year		28,430,091	41,112,563	12,957,146
<b>Cash and cash equivalents at the end of the year</b>	20	<b>23,321,708</b>	<b>25,332,632</b>	<b>28,430,091</b>

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



## Rate Setting Statement

for the year ended 30 June 2020

	NOTE	2020 Actual	2020 Budget	2019 Actual
		\$	\$	\$
<b>OPERATING ACTIVITIES</b>				
<b>Net current assets at start of financial year - surplus/(deficit)</b>	29 (b)	<b>2,377,413</b>	(1,764,749)	2,487,513
		<b>2,377,413</b>	(1,764,749)	2,487,513
<b>Revenue from operating activities (excluding rates)</b>				
Rates (excluding general rates)	28(a)	113,578	110,000	246,998
Operating grants, subsidies and contributions		7,245,486	4,903,676	7,710,373
Fees and charges		16,842,478	18,087,025	18,331,828
Profit on Asset Disposal		45,103	47,585	25,221
Interest earnings		1,054,440	1,211,522	1,360,925
Other revenue		176,081	215,760	487,113
		<b>25,477,166</b>	24,575,568	28,162,458
<b>Expenditure from operating activities</b>				
Employee costs		(26,750,782)	(27,785,523)	(26,161,298)
Materials and contracts		(16,015,065)	(20,048,199)	(16,714,715)
Utility charges		(1,728,294)	(1,953,402)	(1,959,071)
Depreciation on non-current assets	11(d)	(16,777,600)	(15,794,228)	(16,181,643)
Interest expenses		(748,230)	(754,635)	(764,618)
Insurance expenses		(656,392)	(705,304)	(676,304)
Loss on sale of assets	11(a)	(207,977)	(477,660)	(232,556)
Loss on assets expensed	9	-	-	(53,677)
Loss on assets written off	9,10	-	-	(273,098)
Other expenditure		(2,364,295)	(1,868,714)	(2,163,929)
		<b>(65,248,635)</b>	(69,387,665)	(65,180,909)
Non-cash amounts excluded from operating activities	29(a)	11,330,508	16,224,303	16,523,943
<b>Amount attributable to operating activities</b>		<b>(26,063,548)</b>	(30,352,543)	(18,006,995)
<b>INVESTING ACTIVITIES</b>				
Non-operating grants, subsidies and contributions	2	8,177,274	16,638,712	11,863,252
Proceeds from disposal of assets	11(a)	624,327	858,500	465,388
Purchase of property, plant and equipment	9(a)	(7,280,187)	(13,036,582)	(7,078,251)
Purchase and construction of infrastructure	10(a)	(12,809,704)	(24,420,449)	(14,530,878)
<b>Amount attributable to investing activities</b>		<b>(11,288,290)</b>	(19,959,819)	(9,280,489)
<b>FINANCING ACTIVITIES</b>				
Repayment of borrowings	17(b)	(2,570,907)	(2,551,149)	(2,239,966)
Proceeds from borrowings	17(b)	-	-	3,300,000
Proceeds from self supporting loans	8	12,899	12,899	12,505
Payments for principal portion of lease liabilities	16(b)	(168,191)	-	-
Restricted Cash Utilised	17(d)	1,576,695	1,595,589	-
Transfers to reserves (restricted assets)	4	(16,424,612)	(13,921,383)	(23,621,582)
Transfers from reserves (restricted assets)	4	20,660,622	26,878,888	16,205,863
<b>Amount attributable to financing activities</b>		<b>3,086,506</b>	12,014,844	(6,343,180)
Deficit before imposition of general rates		(34,265,332)	(38,297,518)	(33,630,664)
<b>Total amount raised from general rates</b>	28	<b>38,320,380</b>	38,297,518	36,929,201
<b>Surplus after imposition of general rates</b>	29(b)	<b>4,055,048</b>	-	3,298,537

\* See note 33 for details regarding the prior period adjustment

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

## Notes to the Financial Statements

for the year ended 30 June 2020

### 1. SIGNIFICANT ACCOUNTING POLICIES

#### Basis of Preparation

The financial report comprises general purpose financial statements which have been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board, and the Local Government Act 1995 and accompanying regulations.

#### Amendments to Local Government (Financial Management) Regulations 1996

The Local Government (Financial Management) Regulations 1996 take precedence over Australian Accounting Standards. Prior to 1 July 2019, Financial Management Regulation 16 arbitrarily prohibited a local government from recognising as assets Crown land that is a public thoroughfare, i.e. land under roads, and land not owned by but under the control or management of the local government, unless it is a golf course, showground, racecourse or recreational facility of State or regional significance. Consequently, some assets pertaining to vested land, including land under roads acquired on or after 1 July 2008, were not recognised in previous financial reports of the City. This was not in accordance with the requirements of AASB 1051 Land Under Roads paragraph 15 and AASB 116 Property, Plant and Equipment paragraph 7.

From 1 July 2019, the City has applied AASB 16 Leases which requires leases to be included by lessees in the statement of financial position. Also, the Local Government (Financial Management) Regulations 1996 have been amended to specify that vested land is a right-of-use asset to be 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 included in the statement of financial position) rather than at fair value. The exception is vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 which would have required the City to measure any vested improvements at zero cost.

The City has accounted for the removal of the vested land values associated with vested land previously recognised by removing the land value and associated revaluation reserve as at 1 July 2019. The comparative year amounts have been retained as AASB 16 does not require comparatives to be restated in the year of transition. Therefore the departure from AASB 1051 and AASB 16 in respect of the comparatives for the year ended 30 June 2019 remains.

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 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.

#### New Accounting Standards for application in Future Years

On 1 July 2020 the following new accounting standards are to be adopted:

- AASB 1059 Service Concession Arrangements: Grantors
- AASB 2018-7 Amendments to Australian Accounting Standards - Materiality

AASB 1059 Service Concession Arrangements: Grantors is not expected to impact the financial report

Specific impacts of AASB 2018-7 Amendments to Australian Accounting Standards - Materiality, have not been identified

#### Critical Accounting 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 Local Government Reporting Entity

All funds through which the City controls resources to carry on its functions have been included in the financial statements forming part of this financial report. In the process of reporting on the local government as a single unit, all transactions and balances between those funds (for example, loans and transfers between funds) have been eliminated. All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 31 to these financial statements.



## Notes to the Financial Statements

for the year ended 30 June 2020

### 2. REVENUE AND EXPENSES

#### Revenue Recognition Policy

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	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of revenue recognition
Rates - general rates	General rates	Over time	Payment dates adopted by council during the year	None	Adopted by Council annually	When taxable event occurs	Not applicable	When rates notice is issued
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed term transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed term transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms	Output method based on project milestones and/or completion date matched to performance obligations
Grants, subsidies or contributions with no contractual commitments	General appropriations and contributions with no reciprocal commitment	No obligations	Not applicable	Not applicable	Cash received	On receipt of funds	Not applicable	When assets are controlled
Fees and charges - licences, registrations, approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment of the licence, registration or approval
Fees and charges - other inspections	Regulatory food, health and safety	Single point in time	Full payment prior to inspection	None	Set by State legislation or limited by legislation to the cost of provision	Applied fully on timing of inspection	Not applicable	Revenue recognised after inspection event occurs
Fees and charges - waste management collections	Kerbside collection service	Over time	Payment on an annual basis in advance	None	Adopted by council annually	Apportioned equally across the collection period	Not applicable	Output method based on regular weekly and fortnightly period as proportionate to collection service
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	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Fees and charges - airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	Adopted by council annually	Applied fully on timing of landing/lake-off	Not applicable	On landing/departure event
Fees and charges - property hire and entry	Use of halls and facilities	Single point in time	In full in advance	Refund if event cancelled	Adopted by council annually	Based on timing of entry to facility	Returns limited to repayment of transaction	On entry or at conclusion of hire
Fees and charges - memberships	Gym and pool membership	Over time	Payment in full in advance	Refund for unused portion on application	Adopted by council annually	Apportioned equally across the access period	Returns limited to repayment of transaction	Output method over 12 months matched to access right
Fees and charges for other goods and services	Library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Fees and charges - sale of stock	Forts store, Library, ALAC and Visitor Centre stock	Single point in time	Payment in full in advance	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction	Output method based on goods
Fees and charges - fines	Fines issued for breaches of local laws	Single point in time	Payment in full within defined time	None	Adopted by council through local law	When taxable event occurs	Not applicable	When fine notice is issued
Other revenue - commissions	Commissions on licencing, accommodation and ticket sales	Over time	Payment in full on sale	None	Set by mutual agreement with the customer	On receipt of funds	Not applicable	When assets are controlled
Other revenue - reimbursements	Insurance claims	Single point in time	Payment in arrears for claimable event	None	Set by mutual agreement with the customer	When claim is agreed	Not applicable	When claim is agreed

## Notes to the Financial Statements

for the year ended 30 June 2020

### 2. REVENUE AND EXPENSES

#### (a) Revenue

##### Grant Revenue

Grants, subsidies and contributions are included as both operating and non-operating revenues in the Statement of Comprehensive Income:

	2020 Actual \$	2020 Budget \$	2019 Actual \$
<b>Operating grants, subsidies and contributions</b>			
Governance	44,203	6,700	20,258
General purpose funding	4,425,363	2,014,339	4,132,288
Law, order, public safety	559,539	425,087	475,220
Education and welfare	112,040	195,855	301,383
Community amenities	54,308	1,551	97,229
Recreation and culture	1,011,533	1,429,828	1,987,114
Transport	85,819	86,959	77,428
Economic services	468,088	580,788	317,292
Other property and services	484,593	162,569	302,161
	<b>7,245,486</b>	<b>4,903,676</b>	<b>7,710,373</b>
<b>Non-operating grants, subsidies and contributions</b>			
Law, order, public safety	602,553	993,402	330,214
Community amenities	-	-	27,273
Recreation and culture	3,262,324	10,557,268	6,928,393
Transport	4,084,029	4,859,674	4,249,254
Economic services	228,368	228,368	328,118
	<b>8,177,274</b>	<b>16,638,712</b>	<b>11,863,252</b>
<b>Total grants, subsidies and contributions</b>	<b>15,422,760</b>	<b>21,542,388</b>	<b>19,573,625</b>
<b>Fees and Charges</b>			
General purpose funding	115,907	90,000	122,072
Law, order, public safety	136,110	133,320	141,245
Health	130,454	185,090	178,890
Education and welfare	1,110,363	1,262,147	1,196,935
Community amenities	9,129,503	9,110,923	9,088,299
Recreation and culture	1,813,630	2,382,467	2,149,101
Transport	1,954,831	2,156,878	2,143,499
Economic services	1,634,624	1,920,200	2,481,432
Other property and services	817,056	846,000	830,355
	<b>16,842,478</b>	<b>18,087,025</b>	<b>18,331,828</b>

#### SIGNIFICANT ACCOUNTING POLICIES

##### Grants, donations and other contributions

Operating grants, subsidies and contributions are grants, subsidies or contributions that are not non-operating in nature. Non-operating grants, subsidies and contributions are amounts received for the acquisition or construction of recognisable non-financial assets to be controlled by the local government.

##### Fees & Charges

Revenue (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees.



## Notes to the Financial Statements

for the year ended 30 June 2020

### 2. REVENUE AND EXPENSES (Continued)

#### (a) Revenue (Continued)

##### Contracts with customers and transfers for recognisable non-financial assets

Revenue from contracts with customers and transfers to enable the acquisition or construction of recognisable non-financial assets to be controlled by the City was recognised during the year for the following nature or types of goods or services:

	2020 Actual	2020 Budget	2019 Actual
	\$	\$	\$
Fees and charges	16,429,108	17,604,265	17,864,371
Other revenue	81,403	105,760	311,565
Non-operating grants, subsidies and contributions	8,177,274	16,638,712	11,863,252
	<u>24,687,785</u>	<u>34,348,737</u>	<u>30,039,188</u>

Revenue from contracts with customers and transfers to enable the acquisition or construction of recognisable non-financial assets to be controlled by the City is comprised of:

Contracts with customers included as a contract liability at the start of the period	3,634,565	3,634,565	-
Other revenue from contracts with customers recognised during the year	21,053,220	30,714,172	-
	<u>24,687,785</u>	<u>34,348,737</u>	<u>-</u>

Information about receivables, contract assets and contract liabilities 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:

Trade and other receivables from contracts with customers	710,361	-	-
Contract assets	649,337	-	-
Contract liabilities from contracts with customers	(2,020,982)	-	-

#### SIGNIFICANT ACCOUNTING POLICIES

##### Contracts with customers and transfers for recognisable non-financial assets

Contract assets primarily relate to the City's right to consideration for work completed but not billed at 30 June 2020. Assets associated with contracts with customers were not subject to an impairment charge. Impairment of assets associated with contracts with customers are detailed at note 2 (b) under 'Other expenditure'. Contract liabilities for contracts with customers primarily relate to grants with performance obligations received in advance, for which revenue is recognised over time as the performance obligations are met. Information is not provided about remaining performance obligations for contracts with customers that had an original expected duration of one year or less. Consideration from contracts with customers is included in the transaction price. Performance obligations in relation to contract liabilities from transfers for recognisable non financial assets are satisfied as project milestones are met or completion of construction or acquisition of the asset. All associated performance obligations are expected to be met over the next 12 months.

## Notes to the Financial Statements

for the year ended 30 June 2020

### 2. REVENUE AND EXPENSES (Continued)

#### (a) Revenue (Continued)

##### Revenue from statutory requirements

Revenue from statutory requirements was recognised during the year for the following nature or types of goods or services:

	2020 Actual	2020 Budget	2019 Actual
	\$	\$	\$
General rates	38,320,380	38,297,518	36,929,201
Statutory permits and licences	372,979	435,140	415,679
Fines	40,391	47,620	51,778
Developer contributions	215,897	-	375,639
Public open space contributions	32,500	-	436,359
	<u>38,982,147</u>	<u>38,780,278</u>	<u>38,208,656</u>

##### Other revenue

Reimbursements and recoveries	94,678	110,000	175,548
Other	81,403	105,760	311,565
	<u>176,081</u>	<u>215,760</u>	<u>487,113</u>

##### Interest earnings

Loans receivable - clubs/institutions	3,455	3,522	3,853
Reserve accounts interest	442,129	400,000	640,098
Other interest earnings	202,106	473,000	341,989
Rates instalment and penalty interest (refer Note 28(e))	406,750	335,000	374,985
	<u>1,054,440</u>	<u>1,211,522</u>	<u>1,360,925</u>

#### SIGNIFICANT ACCOUNTING POLICIES

##### Interest earnings

Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset 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). Interest income is presented as finance income where it is earned from financial assets that are held for cash management purposes.

#### (b) Expenses

##### Auditors remuneration

- Audit of the Annual Financial Report	74,800	130,000	54,000
- Other services	51,632	20,000	34,192
	<u>126,432</u>	<u>150,000</u>	<u>88,192</u>

##### Interest expenses (finance costs)

Borrowings (refer Note 17(b))	727,482	754,635	764,618
Implicit Interest from ROU Assets (refer Note 16(b))	20,748	-	-
	<u>748,230</u>	<u>754,635</u>	<u>764,618</u>



# Notes to the Financial Statements

for the year ended 30 June 2020

## 3. CASH AND CASH EQUIVALENTS

	NOTE	2020	2019
		\$	\$
Cash at bank and on hand		19,321,708	17,930,091
Short-term Term Deposits (<= 90 Days)		4,000,000	10,500,000
<b>Subtotal: Total cash and cash equivalents</b>		<b>23,321,708</b>	<b>28,430,091</b>
Financial assets at amortised cost: Term Deposits > 90 Days	8(a)	17,500,000	12,500,000
<b>Total cash, cash equivalents, and all term deposits</b>		<b>40,821,708</b>	<b>40,930,091</b>
Cash at bank and on hand		19,321,708	17,930,091
Term deposits		21,500,000	23,000,000
<b>Total cash, cash equivalents, and all term deposits</b>		<b>40,821,708</b>	<b>40,930,091</b>
<b>Restrictions:</b>			
<i>The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:</i>			
- Cash and cash equivalents		9,511,996	15,642,873
- Term Deposits		21,500,000	20,000,000
		<b>31,011,996</b>	<b>35,642,873</b>
<i>The restricted assets are a result of the following specific purposes to which the assets may be used:</i>			
Reserves - cash backed	4	29,227,794	33,463,804
National ANZAC Centre Donations		7,756	7,754
Bonds and Deposits Held	14	681,967	594,620
Current contract liabilities - Developer contributions	15	13,092	-
Current contract liabilities - Unspent grants	15	1,081,387	-
Unspent loans	17(d)	-	1,576,695
<b>Total restricted cash and cash equivalents</b>		<b>31,011,996</b>	<b>35,642,873</b>

## SIGNIFICANT ACCOUNTING POLICIES

### Cash and cash equivalents

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

### Restricted assets

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

# Notes to the Financial Statements

for the year ended 30 June 2020

## 4. RESERVES - CASH BACKED

	2020 Actual		2020 Budget		2019 Actual	
	Opening Balance	Transfer to	Transfer to	Transfer to	Opening Balance	Transfer to
(a) Airport	2,355,169	2,006,083	2,164,000	2,164,000	2,285,329	2,492,276
(b) Albany Entertainment	362,912	4,795	3,632	3,632	408,570	4,342
(c) ALAC Synthetic Surface "Carpet"	269,424	23,634	20,074	20,074	244,424	25,000
(d) Bayonet Head Infrastructure	151,770	624	624	624	151,146	624
(e) Car Parking	360,207	4,759	-	-	255,207	200,000
(f) Emu Point Boat Pens Development	483,416	124,116	105,000	105,000	543,074	64,913
(g) Masterplan Funding	145,679	-	145,679	145,679	190,679	(45,000)
(h) National Anzac Centre	1,151,513	15,214	10,000	10,000	1,060,819	90,694
(i) Parks and Recreations Grounds	681,121	150,000	100,000	100,000	218,557	462,564
(j) Plant Replacement	2,343,919	235,250	235,250	235,250	1,772,154	571,765
(k) Roadworks	2,709,392	172,133	172,134	172,134	1,827,141	1,082,251
(l) Waste Management	4,092,813	1,110,692	1,054,482	1,054,482	2,990,856	1,127,065
(m) Refuse Collection & Waste Minimisation	3,880,067	7,729,836	7,626,800	7,492,441	2,749,166	7,717,916
(n) Building Restoration	1,386,048	100,000	100,000	100,000	1,168,369	267,679
(o) Debt Management	3,322,486	616,317	616,317	616,317	3,389,081	1,760,134
(p) Land Acquisition	503,733	-	80,000	80,000	632,733	80,000
(q) Coastal Management	676,189	500,000	500,000	500,000	661,189	15,000
(r) Information Technology	541,045	-	-	-	434,045	267,000
(s) Prepaid Rates	998,417	-	-	-	861,339	998,417
(t) Destination Marketing & Economic Development	351,991	116,159	100,597	100,597	111,352	314,244
(u) Albany Heritage Park Infrastructure	499,564	10,000	10,000	10,000	504,564	5,000
(v) Unspent Grants	5,868,778	2,307,368	5,348,582	5,348,582	3,330,455	5,868,778
(w) Cheynes Beach	123,514	91,319	93,602	93,602	152,195	91,319
(x) Capital Seed Funding for Sporting Clubs	71,000	-	-	-	71,000	-
(y) Centennial Park Stadium and Pavilion Renewal	71,637	88,810	84,258	84,258	33,641	53,601
(z) Great Southern Contiguous Local Authorities Group (CLAG)	2,000	1,000	1,000	1,000	1,000	1,000
(aa) Town Hall	60,000	90,000	90,000	90,000	-	60,000
(ab) Developer Contributions (Non current)	-	926,503	753,613	753,613	-	-
<b>Total Cash Backed Reserves</b>	<b>33,463,804</b>	<b>16,424,612</b>	<b>13,921,383</b>	<b>26,878,888</b>	<b>26,048,085</b>	<b>23,621,582</b>
		<b>(20,660,822)</b>	<b>(29,227,794)</b>	<b>(19,663,474)</b>		<b>(16,205,863)</b>
						<b>33,463,804</b>

All of the reserve accounts are supported by money held in financial institutions and match the amount shown as restricted cash in Note 3 to this financial report.



## Notes to the Financial Statements

for the year ended 30 June 2020

### 4. RESERVES - CASH BACKED (Continued)

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

Name of Reserve	Anticipated date of use	Purpose of the reserve
(a) Airport	Ongoing	To facilitate the future development and improvements at the Albany Airport.
(b) Albany Entertainment	Ongoing	To provide for future funding requirements of the Albany Entertainment Centre.
(c) ALAC Synthetic Surface "Carpet"	Ongoing	To provide a replacement of the synthetic surface "carpet".
(d) Albany Classics	Ongoing	To provide funding for the roadside barriers for the Albany Classic Event.
(e) Bayonet Head Infrastructure	Ongoing	To hold owner funding for infrastructure items and works within the Bayonet Head.
(f) Car Parking	Ongoing	To provide for the acquisition of land, the development of land for car parking within the Central Business District.
(g) Emu Point Boat Pens Development	Ongoing	To provide for the development/redevelopment of the Emu Point Boat Pens.
(h) Masterplan Funding	Ongoing	To provide for funding of asset masterplans.
(i) National Anzac Centre	Ongoing	To receipt funds for the ongoing management and building renewal for (AIC).
(j) Parks and Recreations Grounds	Ongoing	To facilitate the funding of future works associated with parks and recreation grounds.
(k) Plant Replacement	Ongoing	To provide for the future replacement of plant, and reduce dependency on loans for this purpose.
(l) Roadworks	Ongoing	To facilitate the funding of road and drainage works associated with roads.
(m) Waste Management	Ongoing	To facilitate the funding of future waste management the rehabilitation, redevelopment and development of refuse sites.
(n) Refuse Collection & Waste Minimisation	Ongoing	To receipt any annual surplus from Council's Waste Collection/Minimisation Program to provide future funding for Council's Sanitation program.
(o) Building Restoration	Ongoing	To receipt funds for the ongoing building renewal and expansion projects.
(p) Debt Management	Ongoing	To receipt funds for the long-term debt strategy.
(q) Land Acquisition	Ongoing	To receipt proceeds from sale of land to acquire strategic parcels of land in a future financial year.
(r) Coastal Management	Ongoing	To receipt funds to facilitate future coastal works
(s) Information Technology	Ongoing	To receipt funds for the long-term information technology changes and licensing
(t) Prepaid Rates	Ongoing	To receipt prepaid rate revenue when these funds relate and are applied to the following financial year.
(u) Destination Marketing & Economic Development	Ongoing	To receipt funds for the purpose of destination marketing and major event attraction within the City of Albany.
(v) Albany Heritage Park Infrastructure	Ongoing	To receipt funds for the purpose of maintenance and capital improvements to the Albany Heritage Park.
(w) Unspent Grants	Ongoing	To receipt grant funds which are unspent at year end to be expended in a future financial year.
(x) Cheynes Beach	Ongoing	To receipt funds for the purpose of facilitating community maintenance and enhancement projects within the Cheyne Beach locality.
(y) Capital Seed Funding for Sporting Clubs	Ongoing	To receipt funds which are unspent at year end to be expended in a future financial year.
(z) Centennial Park Stadium and Pavilion Renewal	Ongoing	To receipt funds for the future renewal requirements of the Stadium & Pavilion within Centennial Park.
(aa) Great Southern Contiguous Local Authorities Group (CLAG)	Ongoing	To receipt funds for the Great Southern Contiguous Local Authorities Group (CLAG) for the purpose of Mosquito Control.
(ab) Town Hall	Ongoing	To provide funding for the Town Hall
(ac) Developer Contributions (Non current)	Ongoing	To receipt contributions from developers for future works.

## Notes to the Financial Statements

for the year ended 30 June 2020

### 5. TRADE RECEIVABLES

	2020	2019
	\$	\$
<b>Current</b>		
Rates receivable	1,563,378	1,240,591
Sundry receivables	710,361	1,516,467
Allowance for impairment of receivables	(97,474)	(12,843)
GST receivable	288,315	290,181
<b>Total current trade receivables</b>	<b>2,464,580</b>	<b>3,034,396</b>
<b>Non-current</b>		
Pensioner's rates and ESL deferred	682,477	626,728
<b>Total non-current trade receivables</b>	<b>682,477</b>	<b>626,728</b>

### SIGNIFICANT ACCOUNTING POLICIES

#### Trade and other receivables

Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business. Trade receivables are recognised at original invoice amount less any allowances for uncollectible amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

#### Impairment and risk exposure

Information about the impairment of trade receivables and their exposure to credit risk and interest rate risk can be found in Note 30.

#### Classification and subsequent measurement

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets. Trade receivables are held with the objective to collect the contractual cashflows and therefore measures them subsequently at amortised cost using the effective interest rate method. Due to the short term nature of current receivables, their carrying amount is considered to be the same as their fair value. Non-current receivables are indexed to inflation, any difference between the face value and fair value is considered immaterial.



## Notes to the Financial Statements

for the year ended 30 June 2020

### 6. INVENTORIES

	2020	2019
	\$	\$
<b>Current</b>		
Gravel, Fuel and Materials	1,230,875	1,121,658
Land Held For Resale	158,000	158,000
Retail Stock - Forts Store	141,511	149,777
Retail Stock - Albany Visitor Centre	39,683	48,899
Retail Stock - Library	1,363	3,409
Retail Stock - ALAC Sports Store	6,857	3,644
<b>Total current inventory</b>	<b>1,578,289</b>	<b>1,485,387</b>

The following movements in inventories occurred during the year:

<b>Carrying amount at 1 July</b>	1,485,387	899,233
Inventories expensed during the year	(2,486,677)	(2,764,301)
Additions to inventory	2,579,579	3,350,455
<b>Carrying amount at 30 June</b>	<b>1,578,289</b>	<b>1,485,387</b>

### 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.

#### Land classified as held for sale

As at 30 June 2020, 2 lots remain unsold as part of the City's Cull Road Residential Subdivision. Please refer to Note 26 for further details on this Major Land Transaction.

Land held for development and resale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Borrowing costs and holding charges incurred after development is completed are expensed. Gains and losses are recognised in profit or loss at the time of signing an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed onto the buyer at this point. Land held for resale is classified as current except where it is held as non-current based on the Council's intentions to release for sale.

### 7. OTHER CURRENT ASSETS

	2020	2019
	\$	\$
<b>Other current assets</b>		
Prepayments	446,133	431,555
Accrued Income	402,766	800,248
	<b>848,899</b>	<b>1,231,803</b>

### SIGNIFICANT ACCOUNTING POLICIES

#### Other current assets

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

## Notes to the Financial Statements

for the year ended 30 June 2020

### 8. OTHER FINANCIAL ASSETS

	2020	2019
	\$	\$
<b>(a) Current assets</b>		
Financial assets at amortised cost	17,513,307	12,512,899
	<b>17,513,307</b>	<b>12,512,899</b>
<b>Financial assets at amortised cost</b>		
Term Deposits > 90 Days	17,500,000	12,500,000
Self Supporting Loans	13,307	12,899
	<b>17,513,307</b>	<b>12,512,899</b>
<b>(b) Non-current assets</b>		
Financial assets at amortised cost	89,170	102,477
Financial assets at fair value through profit and loss	231,468	227,723
	<b>320,638</b>	<b>330,200</b>
<b>Financial assets at amortised cost</b>		
- Financial assets at amortised cost - self supporting loans	89,170	102,477
	<b>89,170</b>	<b>102,477</b>
<b>Financial assets at fair value through profit and loss</b>		
- Unlisted equity investments		
Units in Local Government House Trust	231,468	227,723
	<b>231,468</b>	<b>227,723</b>
<i>During the year, the following gains/(losses) were recognised in profit and loss:</i>		
Fair value gains/(losses) on equity investments at fair value through profit and loss are recognised in other gains/(losses) and classified as other property and services	3,745	26,655
	<b>3,745</b>	<b>26,655</b>

### SIGNIFICANT ACCOUNTING POLICIES

#### Other financial assets at amortised cost

The City classifies financial assets at amortised cost if both of the following criteria are met:- the asset is held within a business model whose objective is to collect the contractual cashflows, and the contractual terms give rise to cash flows that are solely payments of principal and interest.

#### Financial assets at fair value through profit and loss

The City classifies the following financial assets at fair value through profit and loss: - debt investments which do not qualify for measurement at either amortised cost or fair value through other comprehensive income, equity investments which the City has not elected to recognise, and fair value gains and losses through other comprehensive income.

#### Impairment and risk

Information regarding impairment and exposure to risk can be found at Note 30.



## Notes to the Financial Statements

### for the year ended 30 June 2020

#### 9. PROPERTY, PLANT AND EQUIPMENT

##### (a) Movements in Carrying Amounts

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

	Land - freehold land	Land - vested in and under the control of Council	Land - Total	Buildings	Total buildings	Total land and buildings	Furniture and equipment	Plant and equipment	Paintings	Work in progress at cost	Total property, plant and equipment
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Balance at 1 July 2018</b>	63,377,300	1,015,100	64,392,400	82,657,389	82,657,389	147,049,789	3,801,843	15,323,465	740,382	1,410,687	168,326,166
Additions	994,313	-	994,313	2,400,278	2,400,278	3,394,591	502,421	1,095,792	-	2,085,447	7,078,251
(Disposals)	-	-	-	-	-	-	-	(672,723)	-	-	(672,723)
(Loss) on assets expensed	-	-	-	-	-	-	(8,639)	(45,038)	-	-	(53,677)
(Loss) on assets written off	-	-	-	-	-	-	-	-	-	(10,969)	(10,969)
Depreciation (expense)	-	-	-	(2,606,778)	(2,606,778)	(2,606,778)	(993,364)	(1,635,075)	-	-	(5,235,217)
Transfers	-	-	-	278,480	278,480	278,480	-	82,341	-	(360,821)	-
<b>Carrying amount at 30 June 2019</b>	64,371,613	1,015,100	65,386,713	82,729,369	82,729,369	148,116,082	3,302,261	14,148,762	740,382	3,124,344	169,431,831
<b>Comprises:</b>											
Gross carrying amount at 30 June 2019	64,371,613	1,015,100	65,386,713	143,168,682	143,168,682	208,555,395	6,428,259	18,711,037	740,382	3,124,344	237,559,417
Accumulated depreciation at 30 June 2019	-	-	-	(60,439,313)	(60,439,313)	(60,439,313)	(3,125,998)	(4,562,275)	-	-	(8,127,586)
<b>Carrying amount at 30 June 2019</b>	64,371,613	1,015,100	65,386,713	82,729,369	82,729,369	148,116,082	3,302,261	14,148,762	740,382	3,124,344	169,431,831
Change in accounting policy	-	(1,015,100)	(1,015,100)	-	-	(1,015,100)	-	-	-	-	(1,015,100)
<b>Carrying amount at 1 July 2019</b>	64,371,613	-	64,371,613	82,729,369	82,729,369	147,100,982	3,302,261	14,148,762	740,382	3,124,344	168,416,731
Additions	1,818	-	1,818	1,591,955	1,591,955	1,593,773	988,898	2,635,627	-	2,061,889	7,280,187
(Disposals)	-	-	-	-	-	-	-	(787,201)	-	-	(787,201)
Depreciation (expense)	-	-	-	(2,657,396)	(2,657,396)	(2,657,396)	(918,448)	(1,575,737)	-	-	(5,151,581)
Transfers	-	-	-	2,672,973	2,672,973	2,672,973	29,255	118,436	-	(2,820,664)	-
<b>Carrying amount at 30 June 2020</b>	64,373,431	-	64,373,431	84,336,901	84,336,901	148,710,332	3,401,966	14,539,887	740,382	2,365,569	169,758,136
<b>Comprises:</b>											
Gross carrying amount at 30 June 2020	64,373,431	-	64,373,431	147,433,610	147,433,610	211,807,041	7,446,413	20,128,668	740,382	2,365,569	242,488,073
Accumulated depreciation at 30 June 2020	-	-	-	(63,096,709)	(63,096,709)	(63,096,709)	(4,044,447)	(5,588,781)	-	-	(72,729,937)
<b>Carrying amount at 30 June 2020</b>	64,373,431	-	64,373,431	84,336,901	84,336,901	148,710,332	3,401,966	14,539,887	740,382	2,365,569	169,758,136

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## Notes to the Financial Statements

### for the year ended 30 June 2020

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

##### (b) Fair Value Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
<b>Land and buildings</b>					
Land - freehold land	2 & 3	Market Approach using recent observable or estimated market data for similar properties	Independent Registered Valuers & Management Valuation	30 June 2017	Price per hectare, with reference to current zoning of land. Market values were used unless there were some restrictions or other factors associated with the land.
<b>Buildings</b>					
	2 & 3	Market Approach using recent market data for similar properties. Cost Approach using depreciated replacement cost	Independent Registered Valuers & Management Valuation	30 June 2017	Direct market comparisons / price per square Metre (Level 2) - remaining useful life assessments & active market inputs (Level 3)
<b>Furniture and equipment</b>					
	3	Cost Approach using depreciated replacement cost	Independent Registered Valuers & Management Valuation	30 June 2016	Purchase costs of similar assets adjusted for current condition and comparability, residual values and remaining useful life assessments.
<b>Plant and equipment</b>					
	2 & 3	Market Approach using recent observable market data for similar assets. Cost Approach using depreciated replacement cost	Independent Registered Valuers & Management Valuation	30 June 2016	Market price per item, purchase costs of similar assets adjusted for condition and comparability, residual values, and remaining useful life assessments.
<b>Paintings</b>					
	3	Market Approach using recent auction information for similar pieces of artwork	Independent Registered Valuers & Management Valuation	30 June 2018	Recent Auction Sales

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.

Following a change to Local Government (Financial Management) Regulation 17A, plant and equipment type assets (being plant and equipment and furniture and equipment) are to be measured under the cost model, rather than at fair value. This change is effective from 1 July 2019 and represents a change in accounting policy. Revaluations carried out previously were not reversed as it was deemed fair value approximates cost at the date of change.



## Notes to the Financial Statements

for the year ended 30 June 2020

### 10. INFRASTRUCTURE

#### (a) Movements in Carrying Amounts

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

	Roads	Footpaths	Drainage	Parks, Gardens & Reserves	Other	Work in progress at cost	Total Infrastructure
	\$	\$	\$	\$	\$	\$	\$
<b>Balance at 1 July 2018</b>	220,376,187	23,580,425	51,094,012	31,382,306	68,786,694	4,377,140	399,596,764
Additions	5,346,850	297,242	1,495,518	476,085	2,395,266	4,519,917	14,530,878
(Loss) on assets written off	-	-	-	-	-	(262,129)	(262,129)
Depreciation (expense)	(5,827,190)	(613,266)	(1,067,531)	(1,431,541)	(2,006,898)	-	(10,946,426)
Transfers	2,179,023	511,668	-	56,687	117,731	(2,865,109)	-
<b>Carrying amount at 30 June 2019</b>	222,074,870	23,776,069	51,521,999	30,483,637	69,292,793	5,769,819	402,919,087
<b>Comprises:</b>							
Gross carrying amount at 30 June 2019	366,957,441	31,724,380	86,065,157	51,132,060	104,316,027	5,769,819	645,964,884
Accumulated depreciation at 30 June 2019	(144,882,571)	(7,948,311)	(34,543,158)	(20,648,523)	(35,023,234)	-	(243,045,797)
<b>Carrying amount at 30 June 2019</b>	222,074,870	23,776,069	51,521,999	30,483,637	69,292,793	5,769,819	402,919,087
Additions	5,478,693	589,004	186,456	1,517,787	1,017,383	4,020,381	12,809,704
Depreciation (expense)	(6,160,055)	(635,653)	(1,095,753)	(1,469,630)	(2,090,091)	-	(11,451,182)
Transfers	(174,735)	(60,982)	794,121	3,842,321	197,525	(4,598,250)	-
<b>Carrying amount at 30 June 2020</b>	221,218,773	23,668,438	51,406,823	34,374,015	68,417,610	5,191,950	404,277,609
<b>Comprises:</b>							
Gross carrying amount at 30 June 2020	372,261,399	32,252,402	87,045,734	56,492,168	105,530,935	5,191,950	658,774,588
Accumulated depreciation at 30 June 2020	(151,042,626)	(8,583,964)	(35,638,911)	(22,118,153)	(37,113,325)	-	(254,496,979)
<b>Carrying amount at 30 June 2020</b>	221,218,773	23,668,438	51,406,823	34,374,015	68,417,610	5,191,950	404,277,609

CITY OF ALBANY ANNUAL FINANCIAL REPORT 2020

## Notes to the Financial Statements

for the year ended 30 June 2020

### 10. INFRASTRUCTURE (Continued)

#### (b) Fair Value Measurements

	Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
<b>Roads</b>		3	Cost Approach using depreciated replacement cost	Management Valuation	30 June 2018	Construction Costs And Current Condition, Residual Values And Remaining Useful Life Assessments Inputs.
<b>Footpaths</b>		3	Cost Approach using depreciated replacement cost	Management Valuation	30 June 2018	Construction Costs And Current Condition, Residual Values And Remaining Useful Life Assessments Inputs.
<b>Drainage</b>		3	Cost Approach using depreciated replacement cost	Management Valuation	30 June 2018	Construction Costs And Current Condition, Residual Values And Remaining Useful Life Assessments Inputs.
<b>Parks, Gardens &amp; Reserves</b>		3	Cost Approach using depreciated replacement cost	Management Valuation	30 June 2018	Construction Costs And Current Condition, Residual Values And Remaining Useful Life Assessments Inputs.
<b>Other</b>		3	Cost Approach using depreciated replacement cost	Management Valuation	30 June 2018	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 to determine the fair value of infrastructure using level 3 inputs.



# Notes to the Financial Statements

for the year ended 30 June 2020

## 11. FIXED ASSETS

### SIGNIFICANT ACCOUNTING POLICIES

#### Fixed Assets

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

#### Initial recognition and measurement between mandatory revaluation dates

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. In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the City includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads. Individual assets that are land, buildings, infrastructure and investment properties acquired between initial recognition and the next revaluation of the asset class in accordance with the mandatory measurement framework, 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 anniversary date in accordance with the mandatory measurement framework.

#### Revaluation

The fair value of land, buildings, infrastructure and investment properties is determined at least every five years in accordance with the regulatory framework. This includes buildings and infrastructure items which were pre-existing improvements (i.e. vested improvements) on vested land acquired by the City. At the end of each period the valuation is reviewed and where appropriate the fair value is updated to reflect current market conditions. This process is considered to be in accordance with Local Government (Financial Management) Regulation 17A (2) which requires land, buildings, infrastructure, investment properties and vested improvements to be shown at fair value. Increases in the carrying amount arising on revaluation of assets 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.

### AUSTRALIAN ACCOUNTING STANDARDS - INCONSISTENCY

#### Land under control prior to 1 July 2019

In accordance with the then Local Government (Financial Management) Regulation 16(a)(ii), asset (by 30 June 2013), vested Crown Land operated by the local government as a golf course, showground, racecourse or other sporting or recreational facility of State or regional significance. Upon initial recognition, these assets were recorded at cost in accordance with AASB 116. They were then classified as Land and revalued along with other land.

#### Land under roads prior to 1 July 2019

In Western Australia, most land under roads is Crown Land, the responsibility for managing which, is vested in the local government. Effective as at 1 July 2008, Council elected not to recognise any value for land under roads acquired on or before 30 June 2008. This accords with the treatment available in Australian Accounting Standard AASB 1051 Land Under Roads and the then Local Government (Financial Management) Regulation 16(a)(i) which arbitrarily prohibited local governments from recognising such land as an asset. This regulation has now been deleted. In respect of land under roads acquired on or after 1 July 2008, as detailed above, the then Local Government (Financial Management) Regulation 16(a)(i) prohibited local governments from recognising such land as an asset. Whilst such treatment is inconsistent with the requirements of AASB 1051, Local Government (Financial Management) Regulation 4(2) provides, in the event of such an inconsistency, the Local Government (Financial Management) Regulations prevail. Consequently, any land under roads acquired on or after 1 July 2008 was not included as an asset of the City.

#### Land under roads from 1 July 2019

As a result of amendments to the Local Government (Financial Management) Regulations 1996, effective from 1 July 2019, vested land, including land under roads, are treated as right-of-use assets measured at zero cost. Therefore, the previous inconsistency with AASB 1051 in respect of non-recognition of land under roads acquired on or after 1 July 2008 has been removed, even though measurement at zero cost means that land under roads is still not included in the statement of financial position. The City has accounted for the removal of the vested land values associated with vested land previously recognised by removing the land value and associated revaluation reserve as at 1 July 2019. The comparatives have not been restated.

#### Vested Improvements from 1 July 2019

The measurement of vested improvements at fair value in accordance with Local Government (Financial Management) Regulation 17A(2)(iv) is a departure from AASB 16 which would have required the City to measure the vested improvements as part of the related right-of-use assets at zero cost. Refer to Note 12 that details the significant accounting policies applying to leases (including right of use assets).

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## Notes to the Financial Statements

for the year ended 30 June 2020

### 11. FIXED ASSETS (Continued)

#### (e) Disposals of Assets

	2020 Actual			2020 Budget			2019 Actual		
	Net Book Value	Sale Proceeds	Actual Profit/Loss	Net Book Value	Budget Profit/Loss	Budget Profit/Loss	Net Book Value	Sale Proceeds	Actual Profit/Loss
Land - freehold land	-	-	-	79,000	1,000	-	-	-	-
Plant and equipment	787,201	624,327	45,103 (207,977)	1,209,575	46,585 (477,660)	-	672,723	465,388 (232,556)	25,221 (232,556)
<b>Total</b>	<b>787,201</b>	<b>624,327</b>	<b>45,103 (207,977)</b>	<b>1,288,575</b>	<b>47,585 (477,660)</b>	<b>-</b>	<b>672,723</b>	<b>465,388 (232,556)</b>	<b>25,221 (232,556)</b>

The following assets were disposed of during the year.

	2020 Actual			2020 Actual		
Plant and Equipment	Net Book Value	Sale Proceeds	Actual Profit/Loss	Net Book Value	Sale Proceeds	Actual Profit/Loss
Plant Trailer	2,271	2,570	289	-	-	-
Colorado LX (4x4) RG Crew Cab	11,127	11,364	237	-	-	-
Ford Ranger XL Super Cab Chassis 4x4	17,688	16,364	(1,324)	-	-	(1,324)
Ranger XL (4x4) PX Crew Cab	12,673	12,273	(400)	-	-	(400)
Transportable Speed Detection Trailer	3,374	290	(3,084)	-	-	(3,084)
Toyota Hilux SR (4x4)	15,545	11,818	(3,727)	-	-	(3,727)
Toyota Hilux SR (4x4)	15,545	11,818	(3,727)	-	-	(3,727)
Colorado LX (4x4) RG Crew Cab	11,900	14,760	2,860	-	-	-
Toyota Hilux SR (4x4)	15,545	11,818	(3,727)	-	-	(3,727)
Ti-axle low loader trailer	38,012	34,038	(3,974)	-	-	(3,974)
Ranger 2017 XLS	31,521	23,753	(7,768)	-	-	(7,768)
Mitsubishi ZK Outlander	18,855	14,762	(4,093)	-	-	(4,093)
Titan Speedflo Line Marker	1,124	182	(942)	-	-	(942)
Isuzu frf500 Tip Tray Truck	47,480	21,942	(25,538)	-	-	(25,538)
Mitsubishi Triton GLX	14,455	17,389	2,934	-	-	-
Mazda6 Sport wagon	14,364	14,794	430	-	-	-
Volkswagen Caddy Van	11,909	16,385	4,476	-	-	-
Komatsu 250pz-6 loader	90,292	124,065	33,773	-	-	-
Trimax Stealth 340 mower	8,359	2,073	(6,286)	-	-	(6,286)
Wessex CRX finishing mower	2,253	415	(1,838)	-	-	(1,838)
Subaru Outback Wagon	29,378	19,112	(10,266)	-	-	(10,266)
Ford PX Ranger Super Cab 4x4	13,832	12,294	(1,538)	-	-	(1,538)
Colorado LX (4x4) RG	11,745	11,839	94	-	-	94
Johnston Road Sweeper	202,867	116,097	(86,770)	-	-	(86,770)
Caterpillar 120M Grader	145,087	102,112	(42,975)	-	-	(42,975)
<b>Total</b>	<b>787,201</b>	<b>624,327</b>	<b>45,103 (207,977)</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### (b) Fully Depreciated Assets in Use

The gross carrying value of assets held by the City which are currently in use yet fully depreciated are shown below.

	2020	2019
Furniture and equipment	\$ 358,333	\$ 366,667
Plant and equipment	862,470	740
<b>Total</b>	<b>1,220,803</b>	<b>367,407</b>

#### (c) Temporally Idle Assets

The City did not have any idle assets as at 30 June 2020.



## Notes to the Financial Statements

for the year ended 30 June 2020

### 11. FIXED ASSETS (Continued)

(d) Depreciation	2020	2020	2019
	Actual	Budget	Actual
	\$	\$	\$
Buildings	2,657,396	2,623,661	2,606,778
Furniture and equipment	918,448	986,513	993,364
Plant and equipment	1,575,737	1,653,446	1,635,075
Right of use assets	174,837	-	-
Infrastructure - Roads	6,160,055	5,664,841	5,827,190
Infrastructure - Footpaths	635,653	584,552	613,266
Infrastructure - Drainage	1,095,753	1,007,664	1,067,531
Infrastructure - Parks, Gardens & Reserves	1,469,630	1,351,485	1,431,541
Infrastructure - Other	2,090,091	1,922,066	2,006,898
<b>Total Depreciation</b>	<b>16,777,600</b>	<b>15,794,228</b>	<b>16,181,643</b>

### SIGNIFICANT ACCOUNTING POLICIES

#### Depreciation

The depreciable amount of all fixed assets including buildings but excluding freehold land and vested land, 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. 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 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.

When an asset class is revalued, any accumulated depreciation at the date of the revaluation is treated in one of the following ways:

- The gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset. For example, the gross carrying amount may be restated by reference to observable market data or it may be restated proportionately to the change in the carrying amount. The accumulated depreciation at the date of the revaluation is adjusted to equal the difference between the gross carrying amount and the carrying amount of the asset after taking into account accumulated impairment losses; or
- Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

#### Depreciation rates

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

Asset Class	Useful life
Buildings:	
- Heritage Buildings	60 to 145 years
- Contemporary Buildings	40 to 145 years
- Sheds/Minor Structures/Public Toilets	40 to 60 years
Furniture and equipment	2 to 10 years
Plant and equipment	2 to 15 years
Sealed roads and streets:	
- formation	not depreciated
- pavement	60 to 90 years
- surface: single chip seal	8 to 10 years
- surface: double chip seal	20 to 30 years
- surface: asphalt	30 to 40 years
Kerbing	30 to 60 years
Gravel roads:	
- formation	not depreciated
- pavement	60 to 90 years
Formed roads (unsealed):	
- formation	not depreciated
- pavement	60 to 90 years
Footpaths	30 to 80 years
Major Bridges	70 to 100 years
Drainage	60 to 100 years
Infrastructure - Parks, Gardens & Reserves	5 to 45 years
Infrastructure - Other	10 to 70 years
Right of use	based on the remaining lease

## Notes to the Financial Statements

for the year ended 30 June 2020

### 12. LEASES

#### (a) Right of Use Assets

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

	Right of use assets - plant and equipment	Right of use assets Total
Carrying amount at 30 June 2019	\$ -	\$ -
Recognised on initial application of AASB 16 (1 July 2019)	1,331,930	1,331,930
<b>Restated total equity at the beginning of the financial year</b>	<b>1,331,930</b>	<b>1,331,930</b>
Depreciation (expense)	(174,837)	(174,837)
<b>Carrying amount at 30 June 2020</b>	<b>1,157,093</b>	<b>1,157,093</b>

#### (b) Cash outflow from Right of Use Assets leases

Interest expense on lease liabilities	(20,748)	(20,748)
Lease principal expense	(168,191)	(168,191)
<b>Total cash outflow from Right of Use Asset leases</b>	<b>(188,939)</b>	<b>(188,939)</b>

The City has two plant and equipment leases that have been recognised as lease liabilities. The term for one of these leases is two years, while the term for the other lease is ten years. One of the leases has a minimum lease payment commitment, with a variable payment component based on consumption over and above the minimum commitment.

The measurement of lease liabilities does not include any future cash outflows associated with leases not yet commenced to which the City is committed.

The City has not revalued the right of use assets relating to leased plant and equipment as the difference between the fair value and carrying amount is immaterial.

### SIGNIFICANT ACCOUNTING POLICIES

#### Leases

At inception of a contract, the City 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 City uses its incremental borrowing rate.

All contracts that are classified as short-term leases (i.e. a lease with a remaining 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.

Leases for right of use assets are secured over the asset being leased.

#### Right-of-use assets - valuation

Right-of-use assets are measured at cost. This means that all right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost (i.e. not included 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 11 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 shortest. Where a lease transfers ownership of the underlying asset, or the cost of the right of use asset reflects that the City anticipates to exercise a purchase option, the specific asset is amortised over the useful life of the underlying asset.







## Notes to the Financial Statements

for the year ended 30 June 2020

### 16. LEASE LIABILITIES

(a) Lease Liabilities	2020	2019
Current	\$ -	\$ -
Non-current	170,923	-
<b>Total Lease Liabilities</b>	<b>1,014,045</b>	<b>-</b>

### (b) Movements in Carrying Amounts

Purpose	Interest Rate	2020 Actual		2020 Budget		2019 Actual	
		Principal 1-Jul-19	Interest 30-Jun-20	Principal 1-Jul-19	Interest 30-Jun-20	Principal 1-Jul-18	Interest 30-Jun-19
Recreation and culture	1.63%	1,326,719	20,459	1,170,178	-	-	-
ALAC Biofuels		156,541	-	-	-	-	-
Other property and services	1.37%	26,440	289	14,790	-	-	-
Wideformat Printers		1,353,159	20,748	1,184,968	-	-	-
<b>Total Lease Liabilities</b>		<b>1,353,159</b>	<b>20,748</b>	<b>1,184,968</b>	<b>-</b>	<b>-</b>	<b>-</b>

## CITY OF ALBANY ANNUAL FINANCIAL REPORT 2020

## Notes to the Financial Statements

for the year ended 30 June 2020

### 17. INFORMATION ON BORROWINGS

(a) Borrowings	2020	2019
Current	\$ 2,522,894	\$ 2,570,907
Non-current	9,623,994	12,346,888
<b>Total Borrowings</b>	<b>12,146,888</b>	<b>14,917,795</b>

### (b) Repayments - Borrowings

Particulars	Loan Number	Institution	Interest Rate	2020 Actual		2020 Budget		2019 Actual	
				Principal 1-Jul-19	Interest 30-Jun-20	Principal 1-Jul-19	Interest 30-Jun-20	Principal 1-Jul-18	Interest 30-Jun-19
<b>Recreation and culture</b>									
ALAC Redevelopment	30	WATC*	6.35%	1,395,289	96,104	1,256,579	138,710	1,398,171	100,030
ALAC Redevelopment	32	WATC*	7.12%	1,395,695	106,872	1,280,363	115,332	1,398,566	108,067
Town Square Upgrade	33	WATC*	4.39%	277,034	50,702	226,332	277,468	277,468	13,638
Fortis Entrance and Public Space	36	WATC*	4.39%	277,034	50,702	226,332	277,468	277,468	13,638
Centennial Park Stage 1	37	WATC*	3.81%	1,266,280	320,214	948,066	1,266,205	1,266,205	13,638
Centennial Park Stage 2	38	WATC*	2.94%	247,077	7,790	125,341	246,747	246,747	8,229
ALAC - Heat Exchange Unit	39	WATC*	2.94%	183,544	90,433	83,111	183,299	183,299	6,170
Centennial Park Stage 3	41	WATC*	2.37%	310,597	101,103	209,494	310,991	310,991	9,083
Centennial Park Stage 4	42	WATC*	1.78%	341,381	82,254	259,127	342,004	342,004	9,742
Town Hall	44	WATC*	2.45%	1,800,000	243,676	1,556,324	1,800,000	1,800,000	64,463
Emu Point Boat Pens	46	WATC*	2.56%	1,500,000	58,271	1,441,729	1,500,000	1,500,000	55,025
<b>Transport</b>									
Roadworks - Asset Upgrade	21A	WATC*	7.14%	631,191	47,068	483,591	631,975	631,975	47,335
Roadworks - 22C Refinanced	22D	WATC*	4.01%	672,183	158,174	514,009	672,937	672,937	30,214
Roadworks - 03/04	23	CBA**	6.62%	304,427	53,242	251,185	304,363	304,363	19,401
Roadworks - 04/05	28	WATC*	5.84%	858,577	123,320	735,257	856,914	856,914	41,598
Roadworks - 06/07	29	WATC*	6.36%	1,058,936	331,123	727,813	1,059,490	1,059,490	69,866
Slitting Terrace Upgrade	34	WATC*	4.39%	221,628	40,582	181,066	221,975	221,975	10,911
<b>Economic services</b>									
Saleyards Loan	3	WATC*	6.96%	52,843	1,160	-	52,555	52,555	3,053
Fortis Cafe, Retail & Admin Upgrade/Refurbishment	35	WATC*	4.39%	332,442	15,418	271,599	332,962	332,962	16,366
Visitor Centre Building	43	WATC*	2.89%	822,272	92,783	729,509	823,430	823,430	28,211
<b>Other property and services</b>									
Admin Building 1	25	WATC*	5.84%	486,915	69,937	416,978	487,806	487,806	31,092
Admin Building 2A	26E	WATC*	3.49%	480,450	73,367	407,083	481,326	481,326	19,709
Purchase Land - Lot 20	40	WATC*	2.37%	480,450	17,867	462,583	481,326	481,326	72,961
<b>Total Borrowings</b>				<b>14,917,795</b>	<b>727,482</b>	<b>12,146,888</b>	<b>14,926,672</b>	<b>14,926,672</b>	<b>754,635</b>

\* WA Treasury Corporation

\*\* Commonwealth Bank of Australia

All loan repayments were financed by general purpose revenue.



## Notes to the Financial Statements

for the year ended 30 June 2020

### 17. INFORMATION ON BORROWINGS (Continued)

#### (c) New Borrowings - 2019/20

No new loans were issued to the City in the 2019/20 financial year.

#### (d) Unspent Borrowings

Particulars	Date Borrowed	Unspent Balance 1-Jul-19	Borrowed During Year	Expended During Year	Unspent Balance 30-Jun-20
		\$	\$	\$	\$
Town Hall Renewal	06 Jun 19	1,576,695	-	(1,576,695)	-
		1,576,695	-	(1,576,695)	-

#### (e) Undrawn Borrowing Facilities

##### Credit Standby Arrangements

	2020	2019
Credit card limit	55,000	55,000
Credit card balance at balance date	-	-
<b>Total amount of credit unused</b>	<b>55,000</b>	<b>55,000</b>

### SIGNIFICANT ACCOUNTING POLICIES

#### Financial liabilities

Financial liabilities are recognised at fair value when the City becomes a party to the contractual provisions to the instrument. Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss. Financial liabilities are derecognised where the related obligations are discharged, cancelled or expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and the fair value of the consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

#### Borrowing costs

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

#### Risk

Information regarding exposure to risk can be found at Note 30

## Notes to the Financial Statements

for the year ended 30 June 2020

### 18. EMPLOYEE RELATED PROVISIONS

#### Employee Related Provisions

	Provision for Annual Leave	Provision for Long Service Leave	Total
	\$	\$	\$
<b>Opening balance at 1 July 2019</b>			
Current provisions	2,111,700	3,117,217	5,228,917
Non-current provisions	-	593,440	593,440
Opening balance at 1 July 2019	2,111,700	3,710,657	5,822,357
Additional provision	2,133,260	667,723	2,800,983
Amounts used	(1,892,584)	(480,428)	(2,373,012)
<b>Balance at 30 June 2020</b>	<b>2,352,376</b>	<b>3,897,952</b>	<b>6,250,328</b>

#### Comprises

Current	2,352,376	3,499,060	5,851,436
Non-current	-	398,892	398,892
<b>Balance at 30 June 2020</b>	<b>2,352,376</b>	<b>3,897,952</b>	<b>6,250,328</b>

#### Amounts are expected to be settled on the following basis:

	2020	2019
	\$	\$
Less than 12 months after the reporting date	2,682,667	2,432,769
More than 12 months from reporting date	3,567,661	3,389,588
	<b>6,250,328</b>	<b>5,822,357</b>

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

### SIGNIFICANT ACCOUNTING POLICIES

#### Short-term employee benefits

Provision is made for the City's obligations for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled. The City's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the statement of financial position.

#### Other long-term employee benefits

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

#### Provisions

Provisions are recognised when the City has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.



## Notes to the Financial Statements

for the year ended 30 June 2020

### 19. OTHER PROVISIONS

	Provision for Remediation Costs
	\$
Opening balance as at 1 July 2018	8,163,666
Additional provision	94,453
Amounts used	(50,872)
<b>Balance at 30 June 2019</b>	<b>8,207,247</b>
Additional provision	82,807
Amounts used	(80,713)
<b>Balance at 30 June 2020</b>	<b>8,209,341</b>
<b>Comprises</b>	
Current	209,341
Non-current	8,000,000
<b>Balance at 30 June 2020</b>	<b>8,209,341</b>

#### Provision for remediation costs

Under the agreements for the City's gravel pits and waste facilities, the City has a legal obligation to restore the sites. A provision for remediation is recognised when:

- there is a present obligation as a result of activities undertaken;
- it is probable that an outflow of economic benefits will be required to settle the obligation; and
- the amount of the provision can be measured reliably

The estimated future obligations include the costs of restoring the affected areas and continued monitoring of the site. 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 estimate are reflected in the present value of the remediation provision at each reporting date. Amounts which are reliably 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 the remaining life of the gravel pits and waste facilities.

## Notes to the Financial Statements

for the year ended 30 June 2020

### 20. NOTES TO THE STATEMENT OF CASH FLOWS

#### Reconciliation of Cash

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

	2020 Actual	2020 Budget	2019 Actual
	\$	\$	\$
Cash and cash equivalents	<b>23,321,708</b>	25,332,632	28,430,091

#### Reconciliation of Net Cash Provided By Operating Activities to Net Result

Net result	6,729,930	10,124,133	11,800,657
<b>Non-cash flows in Net result:</b>			
Depreciation	16,777,600	15,794,228	16,181,643
Loss on sale of assets	162,874	430,075	207,335
Loss on assets expensed	-	-	53,677
Loss on assets written off	-	-	273,098
Fair value adjustments to financial assets at fair value through profit or loss	(3,745)	-	(26,655)
<b>Changes in assets and liabilities:</b>			
(Increase)/decrease in receivables	(135,270)	25,454	(561,597)
(Increase)/decrease in other assets	382,904	(77,293)	(441,745)
(Increase)/decrease in inventories	(92,902)	200,000	(586,154)
Increase/(decrease) in contract liabilities	(2,611,202)	3,540,490	-
Increase/(decrease) in payables	443,126	1,330,025	368,140
Increase/(decrease) in provisions	430,065	(26,576)	275,748
Change in Accounting Policies transferred to retained surplus	-	(4,443,197)	-
<b>Grants contributions for the development of assets</b>	<b>(8,177,274)</b>	<b>(16,638,711)</b>	<b>(11,863,252)</b>
<b>Net cash from operating activities</b>	<b>13,906,106</b>	<b>10,258,628</b>	<b>15,680,895</b>

### 21. TOTAL ASSETS CLASSIFIED BY FUNCTION & ACTIVITY

	2020 Actual	2019 Actual
	\$	\$
Governance	17,807,200	17,915,583
General purpose funding	877,813	886,967
Law, order, public safety	3,959,245	4,109,337
Health	131,517	141,054
Education and welfare	257,076	293,255
Community amenities	33,746,127	34,334,599
Recreation and culture	105,333,141	98,160,775
Transport	360,342,186	362,268,827
Economic services	17,841,477	17,647,876
Other property and services	70,093,854	69,557,055
Unallocated	12,182,437	14,687,094
<b>Total assets classified by function and activity</b>	<b>622,572,073</b>	<b>620,002,422</b>

### 22. CONTINGENT LIABILITIES

The City, together with the Water Corporation, is part of a joint venture agreement which owns a liquid waste facility. This facility is currently not in operation. Indications from the Water Corporation is that this will not be used in the future. The City may be liable for some costs with the unwinding of this joint venture and the decommissioning of the facility. The facility is currently in care and maintenance, which could continue under the current agreement until 2022.



## Notes to the Financial Statements

for the year ended 30 June 2020

### 23. CAPITAL COMMITMENTS

	2020	2019
	\$	\$
<b>(a) Capital Expenditure Commitments</b>		
Contracted for:		
- capital expenditure projects	1,676,312	1,258,358
	<b>1,676,312</b>	<b>1,258,358</b>
Payable:		
- not later than one year	1,676,312	1,258,358
<i>The capital expenditure projects outstanding at the end of the current reporting period are:</i>		
Town Hall Renewal	745,083	-
Grounds Maintenance Shed Design & Construct	431,889	-
Millbrook Road	281,743	-
Library Fit Out	92,280	-
Mercer Road Depot - General Upgrades	35,928	-
Aberdeen Street	31,483	-
Middleton Beach Coastal Enhancement Project	31,023	-
Town Hall - Smart Systems Integration	26,883	-
ALAC Hockey Turf Replacement	-	530,426
Wellstead Volunteer Bush Fire Brigade Facility	-	383,335
Centennial Park Upgrade	-	165,419
Alison Hartman Gardens	-	80,502
Landscape works for Wellstead Enhancement Plan	-	77,000
Emu Point Boat Pens Upgrade	-	21,676
	<b>1,676,312</b>	<b>1,258,358</b>

## Notes to the Financial Statements

for the year ended 30 June 2020

### 24. RELATED PARTY TRANSACTIONS

#### Elected Members Remuneration

The following fees, expenses and allowances were paid to council members and/or the Mayor.

	2020 Actual	2020 Budget	2019 Actual
	\$	\$	\$
Mayor - Fees	47,516	47,516	47,046
Mayor - Allowances	93,253	89,753	92,364
Deputy Mayor - Fees	31,678	31,678	31,364
Deputy Mayor - Allowances	25,939	22,439	25,716
Councillors - Fees	348,458	348,458	345,004
Councillors - Allowances	38,500	45,500	39,150
	<b>585,344</b>	<b>585,344</b>	<b>580,644</b>

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

The total remuneration paid to KMP of the City during the year are as follows:

	2020 Actual	2019 Actual
	\$	\$
Short-term employee benefits	1,186,235	1,120,541
Post-employment benefits	103,187	92,476
Other long-term benefits	122,960	165,041
Termination benefits	56,783	37,520
	<b>1,469,165</b>	<b>1,415,578</b>

#### Short-term employee benefits

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

#### Post-employment benefits

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

#### Other long-term benefits

These amounts represent long service benefits 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).



## Notes to the Financial Statements

for the year ended 30 June 2020

### 24. RELATED PARTY TRANSACTIONS (Continued)

#### Transactions with related parties

Transactions between related parties and the City 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 guaranties exist in relation to related parties at year end.

The following transactions occurred with related parties:

	2020 Actual	2019 Actual
	\$	\$
<b>Sale of goods and services</b>		
Purchase of goods and services - Elected Members	11,330	336,354
Purchase of goods and services - Key Management Personnel	-	800
	<u>11,330</u>	<u>337,154</u>
<b>Amounts outstanding from related parties:</b>		
Trade and other receivables - Elected Members	-	130
Trade and other receivables - Key Management Personnel	-	2,909
	<u>-</u>	<u>3,039</u>
<b>Amounts payable to related parties:</b>		
Trade and other payables	-	7,898
	<u>-</u>	<u>7,898</u>

#### Related Parties

The City's main related parties are as follows:

##### i. Key management personnel

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any elected member, are considered key management personnel.

##### ii. Other Related Parties

The associate person of KMP was employed by the City under normal employment terms and conditions.

##### iii. Entities subject to significant influence by the City

An entity that has the power to participate in the financial and operating policy decisions of an entity, but does not have control over those policies, is an entity which holds significant influence. Significant influence may be gained by share ownership, statute or agreement.

### 25. JOINT ARRANGEMENTS

The City, together with the Water Corporation has a joint venture arrangement with regard to the processing of liquid waste. The assets consist of liquid waste processing equipment. These assets are not currently in operation. Indication from the Water Corporation is that these assets will not be used in the future. As a result they have been written down to \$nil.

## Notes to the Financial Statements

for the year ended 30 June 2020

### 26. MAJOR LAND TRANSACTIONS

#### The Ridge' Cull Road Residential Subdivision

##### (a) Details

The Cull Road Subdivision Project was initiated in 2006, with the primary purpose to provide necessary funding for the Albany Leisure and Aquatic Centre (ALAC) Redevelopment Project. The rationale behind the Subdivision, at the time, was to provide much needed residential lots within the urban area of the City, as well as increase the student numbers at the Mt Lockyer Primary School and provide rationale to extend sewerage mains into the southern portion of Lockyer and into Gledhow.

As at 30 June 2020, 2 lots remain unsold.

No further development costs are anticipated to be spent on this development

	2020 Actual	2020 Budget	2019 Actual
	\$	\$	\$
<b>(b) Current year transactions</b>			
Proceeds on Sales	-	80,000	-
(Less): Cost of Blocks Sold	-	(79,000)	-
(Less): Selling Costs	-	(20,000)	-
<b>Profit/(Loss) on Sale of Investment Land</b>	<u>-</u>	<u>(19,000)</u>	<u>-</u>

##### (c) Expected future cash flows

	2020/21	2021/22	2022/23	2023/24	Total
	\$	\$	\$	\$	\$
<b>Cash outflows</b>					
- Selling costs	(20,000)	(20,000)	-	-	(40,000)
	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>	<u>-</u>	<u>(40,000)</u>
<b>Cash inflows</b>					
- Sale proceeds	80,000	80,000	-	-	160,000
	<u>80,000</u>	<u>80,000</u>	<u>-</u>	<u>-</u>	<u>160,000</u>
<b>Net cash flows</b>	<u>60,000</u>	<u>60,000</u>	<u>-</u>	<u>-</u>	<u>120,000</u>

	2020 Actual	2019 Actual
	\$	\$
<b>(d) Assets and liabilities</b>		
Land held for resale, per Note 6	158,000	158,000
<b>Total land held for resale</b>	<u>158,000</u>	<u>158,000</u>

### 27. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

The City did not participate in any trading undertakings or major trading undertakings during the 2019/20 financial year.



## Notes to the Financial Statements

for the year ended 30 June 2020

### 28. RATING INFORMATION

#### (a) Rates

##### RATE TYPE

RATE TYPE	Number of Properties	Rate in Cents	2019/20 Actual Rateable Value		2019/20 Actual Interim Rates		2019/20 Actual Back Rates		2019/20 Budget Interim Rate		2019/20 Budget Back Rate		2019/20 Budget Total Revenue		2018/19 Actual Total Revenue	
			\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Differential general rate / general rate</b>																
<b>Gross rental valuations</b>																
Rating Category 1 - GRV General	15,725	10.3152	320,340,342	222,370	12,752	33,043,747	200,000	10,000	33,043,747	200,000	10,000	33,253,747	31,913,005			
<b>Unimproved valuations</b>																
Rating Category 3 - UV	1,159	0.4219	706,771,036	222,370	12,752	2,981,867	-	-	2,981,867	-	-	2,981,867	2,919,363			
<b>Sub-Total</b>	16,884		1,027,111,378	222,370	12,752	36,025,614	200,000	10,000	36,025,614	200,000	10,000	36,235,614	34,832,368			
<b>Minimum payment</b>																
<b>Gross rental valuations</b>																
Rating Category 1 - GRV General	1,456	1.051	8,506,641	-	-	1,530,256	-	-	1,530,256	-	-	1,530,256	1,602,970			
<b>Unimproved valuations</b>																
Rating Category 3 - UV	468	1.136	89,110,432	-	-	531,648	-	-	531,648	-	-	531,648	496,350			
<b>Sub-Total</b>	1,924		97,617,073	-	-	2,061,904	-	-	2,061,904	-	-	2,061,904	2,099,320			
<b>Totals</b>	18,808		1,124,728,451	222,370	12,752	38,087,518	200,000	10,000	38,087,518	200,000	10,000	38,297,518	36,931,688			
Discounts/concessions (refer Note 28(d))													(2,487)			
<b>Total amount raised from general rates</b>													36,929,201			
Ex-gratia rates													109,919			
Movement in rates received in advance													137,079			
<b>Rates (excluding general rates)</b>													246,998			
<b>Totals</b>													37,176,199			

#### SIGNIFICANT ACCOUNTING POLICIES

##### Rates

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

## Notes to the Financial Statements

for the year ended 30 June 2020

### 28. RATING INFORMATION (Continued)

#### (b) Specified Area Rate

No specified area rates were imposed by the City during the year ended 30 June 2020.

#### (c) Service Charges

No service charges were imposed by the City during the year ended 30 June 2020.

#### (d) Discounts, Incentives, Concessions, & Write-offs

##### Rates Discounts

Rate or Fee	Discount	Discount	2020 Actual	2020 Budget	2019 Actual	Circumstances in which Discount is Granted
Discount Granted	%	\$	\$	\$	\$	
Rates Assessment Write-Off	N/A	N/A	2,260	-	2,487	Minor balances written off

#### (e) Interest Charges & Instalments

Instalment Options	Date Due	Instalment Plan Admin Charge	Instalment Plan Interest Rate	Unpaid Rates Interest Rate	
		\$	%	%	
<b>Option One</b>					
Single full payment	11-Sep-19	nil	nil	11.00%	
<b>Option Two</b>					
First instalment	11-Sep-19	nil	nil	11.00%	
Second instalment	13-Jan-20	6.50	5.50%	11.00%	
<b>Option Three</b>					
First instalment	11-Sep-19	6.50	nil	11.00%	
Second instalment	11-Nov-19	6.50	5.50%	11.00%	
Third instalment	13-Jan-20	6.50	5.50%	11.00%	
Fourth instalment	13-Mar-20	6.50	5.50%	11.00%	
			2020 Actual	2020 Budget	2019 Actual
			\$	\$	\$
Interest on unpaid rates			258,580	190,000	226,075
Interest on instalment plan			148,170	145,000	148,910
Charges on instalment plan			80,860	80,000	83,597
<b>Total Interest Charges</b>			<b>487,610</b>	<b>415,000</b>	<b>458,582</b>



## Notes to the Financial Statements

for the year ended 30 June 2020

### 29. RATE SETTING STATEMENT INFORMATION

Note	2019/20	2019/20	2019/20	2019/20
	(30 June 2020)	Budget (30 June 2020)	2019/20 Carried Forward	2019/20 Brought Forward
	\$	\$	\$	\$
<b>(a) Non-cash amounts excluded from operating activities</b>				
<i>The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Rate Setting Statement in accordance with Financial Management Regulation 32.</i>				
<b>Adjustments to operating activities</b>				
Less: Profit on asset disposals	11(a)	(45,103)	(47,585)	(25,221)
Add: Loss on disposal of assets	11(a)	207,977	417,660	232,556
Less: Movement in liabilities associated with restricted cash		(5,359,669)	-	-
Carrying Value of Investment Land Sold		-	79,000	-
Less: Loss on Sale of Investment Land		-	(19,000)	-
Movement in pensioner deferred rates (non-current)		(55,749)	-	(49,727)
Movement in employee benefit provisions (non-current)		(194,548)	-	(142,083)
Add: Assets expensed	9	-	-	53,677
Add: Assets written off	9,10	-	-	273,098
Add: Depreciation on assets	11(d)	16,777,600	15,794,228	16,181,643
<b>Non cash amounts excluded from operating activities</b>		<b>11,330,508</b>	<b>16,224,303</b>	<b>16,523,943</b>
<b>(b) Surplus/(deficit) after imposition of general rates</b>				
<i>The following current assets and liabilities have been excluded from the net current assets used in the Rate Setting Statement in accordance with Financial Management Regulation 32 to agree to the surplus/(deficit) after imposition of general rates.</i>				
<b>Adjustments to net current assets</b>				
Less: Reserves - restricted cash	3	(29,227,794)	(19,663,474)	(33,463,804)
Less: Financial assets at amortised cost - self supporting loans	8(a)	(13,307)	(12,899)	(12,899)
Less: Financial assets held for resale		-	(201,067)	-
Less: Land held for resale		(158,000)	-	(158,000)
Add: Borrowings		2,522,894	2,552,104	2,570,907
Add: Lease Liability		170,923	-	-
Add: Current portion of contract liability held in reserves		-	-	4,087,497
<b>Total adjustments to net current assets</b>		<b>(26,705,284)</b>	<b>(17,325,336)</b>	<b>(31,063,796)</b>
<b>Net current assets used in the Rate Setting Statement</b>				
Total current assets		46,376,120	30,090,406	46,771,869
Less: Total current liabilities		(15,615,788)	(12,765,070)	(17,418,157)
Less: Total adjustments to net current assets		(26,705,284)	(17,325,336)	(31,063,796)
<b>Net current assets used in the Rate Setting Statement</b>		<b>4,055,048</b>	<b>-</b>	<b>3,298,537</b>
<b>(c) Adjustments to current assets and liabilities at 1 July 2019 on application of new accounting standards</b>				
<b>Total current assets at 30 June 2019</b>				
- Contract assets				46,694,576
				77,293
<b>Total current assets at 1 July 2019</b>				<b>46,771,869</b>
<b>Total current liabilities at 30 June 2019</b>				
- Contract liabilities from contracts with customers				(12,332,243)
- Rates paid in advance				(4,087,497)
				(998,417)
<b>Total current liabilities at 1 July 2019</b>				<b>(17,418,157)</b>

## Notes to the Financial Statements

for the year ended 30 June 2020

### 30. FINANCIAL RISK MANAGEMENT

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

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

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

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

#### (a) Interest rate risk

##### Cash and cash equivalents

The City's main interest rate risk arises from cash and cash equivalents with variable interest rates, which exposes the City to cash flow interest rate risk.

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

	Weighted Average Interest Rate	Carrying Amounts	Fixed Interest Rate	Variable Interest Rate	Non Interest Bearing
	%	\$	\$	\$	\$
<b>2020</b>					
Cash and cash equivalents	0.11%	23,321,708	4,000,000	19,321,708	-
Financial assets at amortised cost - term deposits	1.11%	17,500,000	17,500,000	-	-
<b>2019</b>					
Cash and cash equivalents	1.69%	28,430,091	10,500,000	17,930,091	-
Financial assets at amortised cost	2.45%	12,500,000	12,500,000	-	-

##### Sensitivity

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

	2020	2019
	\$	\$
Impact of a 1% movement in interest rates on profit and loss and equity*	193,217	179,301

\* Holding all other variables constant

##### Borrowings

Borrowings are subject to interest rate risk - the risk that movements in interest rates could adversely affect funding costs. The City manages this risk by borrowing long term and fixing the interest rate to the situation considered the most advantageous at the time of negotiation. The City does not consider there to be any interest rate risk in relation to borrowings. Details of interest rates applicable to each borrowing may be found at Note 17(b).



## Notes to the Financial Statements

for the year ended 30 June 2020

### 30. FINANCIAL RISK MANAGEMENT (Continued)

#### (b) Credit risk

##### Trade Receivables

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

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

The expected loss rates are based on the payment profiles of rates and fees and charges over a period of 36 months before 1 July 2019 or 1 July 2020 respectively and the corresponding historical losses experienced within this period. Historical credit loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors such as the ability of ratepayers and residents to settle the receivables. Housing prices and unemployment rates have been identified as the most relevant factor in repayment rates, and accordingly adjustments are made to the expected credit loss rate based on these factors. There are no material receivables that have been subject to a re-negotiation of repayment terms.

The loss allowance as at 30 June 2020 and 30 June 2019 was determined as follows for rates receivable.

	Current	More than 1 year past due	More than 2 years past due	Total
<b>30 June 2020</b>				
Rates receivable				
Expected credit loss	0.00%	0.00%	0.00%	
Gross carrying amount	891,755	199,784	471,839	1,563,378
Loss allowance	-	-	-	-
<b>30 June 2019</b>				
Rates receivable				
Expected credit loss	0.00%	0.00%	0.00%	
Gross carrying amount	689,172	154,135	397,284	1,240,591
Loss allowance	-	-	-	-

The loss allowance as at 30 June 2019 and 1 July 2018 (on adoption of AASB 9) was determined as follows for sundry receivables.

	Current	More than 30 days past due	More than 60 days past due	More than 90 days past due	Total
<b>30 June 2020</b>					
Sundry Receivables					
Expected credit loss	0.44%	24.23%	19.05%	32.09%	
Gross carrying amount	363,965	31,625	98,135	216,636	710,361
Loss allowance	1,589	7,664	18,693	69,528	97,474
<b>30 June 2019</b>					
Sundry Receivables					
Expected credit loss	0.16%	1.58%	1.89%	2.24%	
Gross carrying amount	927,343	244,592	50,868	293,664	1,516,467
Loss allowance	1,443	3,871	963	6,566	12,843

## Notes to the Financial Statements

for the year ended 30 June 2020

### 30. FINANCIAL RISK MANAGEMENT (Continued)

#### (c) Liquidity risk

##### Payables and borrowings

Payables and borrowings are both subject to liquidity risk – that is the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due. The City manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer. Payment terms can be extended and overdraft facilities drawn upon if required and disclosed in Note 17(e).

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

	Due within 1 year	Due between 1 & 5 years	Due after 5 years	Total contractual cash flows	Carrying values
	\$	\$	\$	\$	\$
<b>2020</b>					
Payables	5,766,715	-	-	5,766,715	5,766,715
Borrowings	3,044,907	8,287,638	2,942,910	14,275,455	12,346,888
Contract Liabilities	1,094,479	926,503	-	2,020,982	2,020,982
Lease Liabilities	170,923	665,986	348,059	1,184,968	1,184,968
	10,077,024	9,880,127	3,290,969	23,248,120	21,319,553
<b>2019</b>					
Payables	4,325,172	-	-	4,325,172	4,325,172
Borrowings	3,072,696	9,920,611	4,354,844	17,348,151	14,917,795
	7,397,868	9,920,611	4,354,844	21,673,323	19,242,967



## Notes to the Financial Statements

for the year ended 30 June 2020

### 31. 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:

	1 July 2019	Amounts Received	Amounts Paid	30 June 2020
	\$	\$	\$	\$
Nomination Deposits	-	1,920	(1,920)	-
Subdivision Bonds	19,308	5,000	(24,308)	-
Commission Sales- AVC	75,593	528,482	(517,438)	86,637
Lotteries House Photocopier	12,777	-	(114)	12,663
Lotteries House Management	117,368	-	(2,666)	114,702
Unclaimed Monies	5,521	80	-	5,601
Auspiced Grants	24,000	-	(24,000)	-
WAPC - POS	328,515	-	(32,500)	296,015
Public Appeals Revenue	2,554	-	-	2,554
	585,636	535,482	(602,946)	518,172

## Notes to the Financial Statements

for the year ended 30 June 2020

### 32. INITIAL APPLICATION OF AUSTRALIAN ACCOUNTING STANDARDS

During the current year, the City adopted all of the new and revised Australian Accounting Standards and Interpretations which were compiled, became mandatory and which were applicable to its operations.

#### (a) AASB 15: Revenue from Contracts with Customers

The City adopted AASB 15 Revenue from Contracts with Customers (issued December 2014) on 1 July 2019 resulting in changes in accounting policies. In accordance with the transition provisions AASB 15, the City adopted the new rules retrospectively with the cumulative effect of initially applying these rules recognised on 1 July 2019. In summary the following adjustments were made to the amounts recognised in the balance sheet at the date of initial application (1 July 2019):

	Note	AASB 118 carrying amount 30 June 2019	Reclassification	AASB 15 carrying amount 01 July 2019
		\$	\$	\$
<b>Contract assets</b>	2(a)	-	77,293	77,293
<b>Contract liabilities: current</b>				
Contract liabilities from contracts with customers		-	(3,711,858)	(3,711,858)
<b>Adjustment to retained surplus from adoption of AASB 15</b>	33(c)		(3,634,565)	

#### (b) AASB 1058: Income For Not-For-Profit Entities

The City adopted AASB 1058 Income for Not-for-Profit Entities (issued December 2016) on 1 July 2019 which will result in changes in accounting policies. In accordance with the transition provisions AASB 1058, the City adopted the new rules retrospectively with the cumulative effect of initially applying AASB 1058 recognised at 1 July 2019. Comparative information for prior reporting periods was not restated in accordance with AASB 1058 transition requirements.

In applying AASB 1058 retrospectively with the cumulative effect of initially applying the Standard on 1 July 2019 changes occurred to the following financial statement line items by application of AASB 1058 as compared to AASB 118: Revenue and AASB 1004: Contributions before the change:

	Note	AASB 118 and 1004 carrying amount 30 June 2019	Reclassification	AASB 1058 carrying amount 01 July 2019
		\$	\$	\$
<b>Trade and other payables</b>				
Prepaid Rates		-	(998,417)	(998,417)
<b>Contract liabilities: current</b>				
Contract liabilities from transfers for recognisable non financial assets		-	(375,639)	(375,639)
<b>Contract liabilities: non-current</b>				
Contract liabilities from transfers for recognisable non financial assets		-	(621,980)	(621,980)
<b>Adjustment to retained surplus from adoption of AASB 1058</b>	33(c)		(1,996,036)	

Prepaid rates are, until the taxable event for the rates has occurred, refundable at the request of the ratepayer. Therefore the rates received in advance give rise to a financial liability that is within the scope of AASB 9. On 1 July 2019 the prepaid rates will be recognised as a financial asset and a related amount recognised as a financial liability and no income recognised by the City. When the taxable event occurs the financial liability will be extinguished and the City will recognise income for the prepaid rates that have not been refunded.

Assets that were acquired for consideration, that were significantly less than fair value principally to enable the City to further its objectives, may have been measured on initial recognition under other Australian Accounting Standards at a cost that was significantly less than fair value. Such assets are not required to be remeasured at fair value.



## Notes to the Financial Statements

for the year ended 30 June 2020

### 32. INITIAL APPLICATION OF AUSTRALIAN ACCOUNTING STANDARDS (Continued)

The table below provides details of the amount by which each financial statement line item is affected in the current reporting period by the application of this Standard as compared to AASB 118 and 1004 and related Interpretations that were in effect before the change.

	Note	As reported under AASB 15 and AASB 1058 30 June 2020 \$	Adjustment due to application of AASB 15 and AASB 1058 Reclassification	Compared to AASB 118 and AASB 1004 30 June 2020 \$
<b>Statement of Comprehensive Income</b>				
<b>Revenue</b>				
Rates	28	38,433,958	1,119,712	39,553,670
Non-operating grants, subsidies and contributions	2(a)	8,177,274	1,371,645	9,548,919
Net result		6,729,930	2,491,357	9,221,287
<b>Statement of Financial Position</b>				
Contract assets	2(a)	649,337	(649,337)	-
Trade and other payables	14	5,766,715	(1,119,712)	4,647,003
Contract liabilities	15	2,020,982	(2,020,982)	-
Net assets		586,792,851	2,491,357	589,284,208
<b>Statement of Changes in Equity</b>				
Net result		6,729,930	2,491,357	9,221,287
Retained surplus		313,865,617	2,491,357	316,356,974

Refer to Note 2(a) for new revenue recognition accounting policies as a result of the application of AASB 15 and AASB 1058.

### (c) AASB 16: Leases

The City adopted AASB 16 retrospectively from 1 July 2019 which will result in a change to accounting policies. In accordance with the transition provisions of AASB 16, the City will apply this Standard to its leases retrospectively, with the cumulative effect of initially applying AASB16 recognised on 1 July 2019. In applying the AASB 16 under the specific transition provisions chosen, the City will not restate comparatives for prior reporting periods.

On adoption of AASB 16, the City recognised lease liabilities in relation to leases which had previously been classified as an 'operating lease' applying AASB 117 (excluding short term and low value leases). These lease liabilities were measured at the present value of the AASB 108.31(e) the remaining lease payments, discounted using the lessee's incremental borrowing rate on 1 July 2019.

The weighted average lessee's incremental borrowing rate applied to the lease liabilities on 1 July 2019 was 1.62%.

	Note	2019 \$
Operating lease commitments disclosed as at 30 June 2019 applying AAS 117		1,680,359
Lease liability recognised as at 1 July 2019		1,442,865
Discounted using the City's incremental borrowing rate of 1.62%		1,353,159
Lease Liability - Current	16(b)	(168,191)
Lease Liability - Non Current	16(a)	(1,184,968)
Right-of-use asset recognised at 1 July 2019		1,331,930
<b>Adjustment to retained surplus from adoption of AASB 16</b>	33(c)	<b>(21,229)</b>

On adoption of AASB 16, the City recognised a right-of-use asset in relation to leases which had previously been classified as an 'operating lease' applying AASB 117. This right-of-use asset is deemed to be equal to the lease liability adjusted by the amount of any prepaid or accrued lease payments. Property, plant and equipment and lease liabilities increased by \$1,331,930 and \$1,353,159 respectively on 1 July 2019, resulting in a \$21,229 impact on retained surplus.

On adoption of AASB 16 Leases (issued February 2016), for leases which had previously been classified as an 'operating lease' when applying AASB 117, the City is not required to make any adjustments on transition for leases for which the underlying asset is of low 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).

In applying AASB 16 for the first time, the City will use the following practical expedient permitted by the standard.  
- The exclusion of initial direct costs from the measurement of the right-of-use asset at the date of initial application.

## Notes to the Financial Statements

for the year ended 30 June 2020

### 33. CHANGE IN ACCOUNTING POLICY

#### (a) Unrecognised provision for future landfill closure and rehabilitation

During the year a provision for the closure of the Albany Refuse Facility was recognised.

As recognition of this should have been at the inception of the landfill activity, the provision is being recognised as a prior period adjustment.

An adjustment has been made, restating each of the affected financial statement line items for the prior periods as follows:

#### 30 JUNE 2018 IMPACT

	30 June 2018 Original Balance \$	Amount of Adjustment \$	1 July 2018 Restated \$
<b>Statement of Financial Position</b>			
<b>Non-current Assets</b>			
Infrastructure	395,452,741	4,144,023	399,596,764
<b>Non-current Liabilities</b>			
Other Provisions	-	(8,000,000)	(8,000,000)
<b>Equity</b>			
Retained Surplus	308,022,546	(3,855,977)	304,166,569

#### 30 JUNE 2019 IMPACT

	30 June 2019 Original Balance \$	Amount of Adjustment \$	30 June 2019 Restated \$
<b>Statement of Comprehensive Income</b>			
<b>By Nature or Type</b>			
Depreciation	(15,883,869)	(297,774)	(16,181,643)
<b>By program</b>			
<b>Expenses</b>			
Community amenities	(9,163,217)	(297,774)	(9,460,991)
<b>Statement of Financial Position</b>			
<b>Non-current Assets</b>			
Infrastructure	399,072,838	3,846,249	402,919,087
<b>Non-current Liabilities</b>			
Other Provisions	(207,247)	(8,000,000)	(8,207,247)
<b>Equity</b>			
Retained Surplus	312,705,258	(4,153,751)	308,551,507
<b>Rate Setting Statement</b>			
<b>Expenditure from operating activities</b>			
Depreciation on non-current assets	(15,883,869)	(297,774)	(16,181,643)
Non-cash amounts excluded from operating activities	(16,226,169)	(297,774)	(16,523,943)
<b>Infrastructure</b>			
<b>Infrastructure - Other</b>			
Gross carrying amount	98,658,319	5,657,708	104,316,027
Accumulated depreciation	(33,211,775)	(1,811,459)	(35,023,234)
Carrying Amount	65,446,544	3,846,249	69,292,793
<b>Depreciation</b>			
Infrastructure - Other	(1,709,124)	(297,774)	(2,006,898)



## Notes to the Financial Statements

for the year ended 30 June 2020

### 33. CHANGE IN ACCOUNTING POLICY (Cont.)

#### (a) Unrecognised provision for future landfill closure and rehabilitation (Cont.)

##### 30 JUNE 2019 IMPACT (Cont.)

	30 June 2019 Original Balance	Amount of Adjustment	30 June 2019 Restated
	\$	\$	\$
<b>Other Provisions</b>			
Non-current provisions	-	(8,000,000)	(8,000,000)
<b>Notes to the Statement of Cash Flows</b>			
Net Result	12,098,431	(297,774)	11,800,657
Depreciation	15,883,869	297,774	16,181,643
<b>Total Assets Classified by Function and Activity</b>			
Community Amenities	30,488,350	3,846,249	34,334,599
<b>Rate Setting Statement Information</b>			
Add: Depreciation on assets	15,883,869	297,774	16,181,643
<b>Ratios</b>			
Asset Sustainability ratio	0.86	(0.01)	0.85

#### (b) Change in Accounting Policies due to regulation changes

Effective 6 November 2020, *Local Government (Financial Management) Regulation 16* was deleted and *Local Government (Financial Management) Regulation 17A* was amended with retrospective application. The changes were effective for financial years ending on or after 30 June 2020 so are required to be applied retrospectively with cumulative effect applied initially on 1 July 2019.

In accordance with the changes, the City was required to remove the values attributable to certain crown land assets previously required to be recognised, as well as the associated revaluation surplus at 1 July 2019. These assets have been measured as concessionary lease right-of-use assets at zero cost in accordance with AASB 16. For further details relating to these changes, refer to Note 11.

In summary the following adjustments were made to the amounts recognised in the statement of financial position at the date of initial application (1 July 2019):

	Note	Carrying amount 30 June 2019	Reclassification	Carrying amount 01 July 2019
		\$	\$	\$
Property, plant and equipment	9	169,431,831	(1,015,100)	168,416,731
Revaluation Surplus	13	244,714,540	(1,015,100)	243,699,440

Also, following changes to *Local Government (Financial Management) Regulation 17A*, plant and equipment type assets (being plant and equipment and furniture and equipment) are to be measured under the cost model, rather than at fair value. This change is effective from 1 July 2019 and represents a change in accounting policy. Revaluations carried out previously or during the year were not reversed as it was deemed fair value approximates cost at the date of the change.

#### (c) Change in equity due to change in accounting policies

The impact on the City's opening retained surplus due to the adoption of AASB 15, AASB 1058 and AASB 16 as at 1 July 2019 was as follows:

	Note	Adjustments	2019
		\$	\$
Retained surplus - 30 June 2019			308,551,507
Adjustment to retained surplus from adoption of AASB 15	32(a)	(3,634,565)	
Adjustment to retained surplus from adoption of AASB 1058	32(b)	(1,996,036)	
Adjustment to retained surplus from adoption of AASB 16	32(c)	(21,229)	
Retained surplus - 1 July 2019			302,899,677

The impact on the City's opening revaluation surplus resulting from *Local Government (Financial Management) Regulation 16* being deleted and the amendments to *Local Government (Financial Management) Regulation 17A* as at 1 July 2019 was as follows:

	Note	Adjustments	2019
		\$	\$
Revaluation surplus - 30 June 2019			244,714,540
Adjustment to revaluation surplus from deletion of FM Reg 16	33(b)	(1,015,100)	
Adjustment to revaluation surplus from deletion of FM Reg 17	33(b)		(1,015,100)
Revaluation surplus - 1 July 2019			243,699,440

## Notes to the Financial Statements

for the year ended 30 June 2020

### 34. 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 recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position. Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

#### (b) Current and non-current classification

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the City's operational cycle. In the case of liabilities where the City does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current or non-current based on the City'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 City applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements that has a material effect on the statement of financial position, an additional (third) statement of financial position as at the beginning of the preceding period in addition to the minimum comparative financial statements is presented.

#### (e) Budget comparative figures

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

#### (f) Superannuation

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

#### (g) Fair value of assets and liabilities

Fair value is the price that the City would receive to sell the asset or would have to pay to transfer a liability, in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date. As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from either the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset after taking into account transaction costs and transport costs). For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.



## Notes to the Financial Statements

for the year ended 30 June 2020

### 34. OTHER SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

#### Market approach

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

#### Income approach

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

#### Cost approach

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

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

#### (i) Impairment of assets

In accordance with Australian Accounting Standards the City's cash generating non-specialised 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 non-cash generating specialised assets that are measured under the revaluation model, such as roads, drains, public buildings and the like, no annual assessment of impairment is required. Rather AASB 116.31 applies and revaluations need only be made with sufficient regulatory to ensure the carrying value does not differ materially from that which would be determined using fair value at the ends of the reporting period.

## CITY OF ALBANY ANNUAL FINANCIAL REPORT 2020

## Notes to the Financial Statements

for the year ended 30 June 2020

### 35. ACTIVITIES/PROGRAMS

The City's operations as disclosed in these financial statements encompass the following service orientated activities/programs.

PROGRAM NAME	OBJECTIVES	ACTIVITIES
<b>GOVERNANCE</b>	To provide a decision making process for the efficient allocation of scarce resources.	Includes the activities of members of the council and the administrative support available to the council for the provision of governance of the district. Other costs relate to the task of assisting elected members and ratepayers on matters which do not concern specific council services.
<b>GENERAL PURPOSE FUNDING</b>	To collect revenue to allow for the provision of services.	Rates, general purpose government grants and interest revenue.
<b>LAW, ORDER, PUBLIC SAFETY</b>	To provide services to help ensure a safer and environmentally conscious community.	Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspects of public safety including emergency services.
<b>HEALTH</b>	To provide an operational framework for environmental and community health.	Inspection of food outlets and their control, provision of meat inspection services, noise control and waste disposal compliance.
<b>EDUCATION AND WELFARE</b>	To provide services to disadvantaged persons, the elderly, children and youth.	Elderly person's activities and support, community services planning, disabled persons, youth services, aboriginal issues, playgroup, pre-schools and other welfare and voluntary persons.
<b>COMMUNITY AMENITIES</b>	To provide services required by the community.	Refuse collection services, including recycling, greenwaste and hardwaste. Operation of tip facilities, administration of the Town Planning Scheme, public amenities and urban stormwater drainage works. Protection of the environment, coastline and waterways. Environmental planning.
<b>RECREATION AND CULTURE</b>	To establish and effectively manage infrastructure and resource which will help the social well being of the community	Maintenance of halls, recreation and cultural facilities, including sportsgrounds, parks, gardens, reserves, playgrounds and foreshore amenities. Maintenance of boat ramps and jetties. Townscape works. Operation of the Library, Albany Leisure Centre, Vancouver, Art Centre, and other cultural activities.
<b>TRANSPORT</b>	To provide safe, effective and efficient transport services to the community.	Construction & maintenance of roads, drainage, footpaths, bridges, and traffic signs. Maintenance of pump stations and road verges. Strategic planning for transport and traffic flows. Street lighting and street cleaning. Airport operation. Parking control and car park maintenance.
<b>ECONOMIC SERVICES</b>	To help promote the city and its economic well being.	Tourism and area promotion, operation of the Visitor Centre, Sister City expenses, City marketing and economic development, implementation of building control, operation of plant nursery.
<b>OTHER PROPERTY AND SERVICES</b>	To monitor and control council's overheads operating accounts.	Private works operation, plant repair, Public works overhead, land acquisition (including town planning schemes) and subdivision development and sales.





Auditor General

# Notes to the Financial Statements

for the year ended 30 June 2020

## 36. FINANCIAL RATIOS

	2020 Actual	2019 Actual	2018 Actual
Current ratio	1.11	0.94	1.06
Asset consumption ratio	0.60	0.60	0.61
Asset renewal funding ratio	0.95	1.09	0.94
Asset sustainability ratio	0.77	0.85	0.78
Debt service cover ratio	4.88	5.62	3.89
Operating surplus ratio	(0.03)	0.00	(0.13)
Own source revenue coverage ratio	0.87	0.88	0.80

The above ratios are calculated as follows:

Current ratio	$\frac{\text{current assets minus restricted assets}}{\text{current liabilities minus liabilities associated with restricted assets}}$
Asset consumption ratio	$\frac{\text{depreciated replacement costs of depreciable assets}}{\text{current replacement cost of depreciable assets}}$
Asset renewal funding ratio	$\frac{\text{NPV of planned capital renewal over 10 years}}{\text{NPV of required capital expenditure over 10 years}}$
Asset sustainability ratio	$\frac{\text{capital renewal and replacement expenditure}}{\text{depreciation}}$
Debt service cover ratio	$\frac{\text{annual operating surplus before interest and depreciation}}{\text{principal and interest}}$
Operating surplus ratio	$\frac{\text{operating revenue minus operating expenses}}{\text{own source operating revenue}}$
Own source revenue coverage ratio	$\frac{\text{own source operating revenue}}{\text{operating expense}}$

## INDEPENDENT AUDITOR'S REPORT

To the Councillors of the City of Albany

Report on the Audit of the Financial Report

### Opinion

I have audited the annual financial report of the City of Albany which comprises the Statement of Financial Position as at 30 June 2020, the Statement of Comprehensive Income by Nature or Type, Statement of Comprehensive Income by Program, Statement of Changes in Equity, Statement of Cash Flows and Rate Setting Statement for the year then ended, and notes comprising a summary of significant accounting policies and other explanatory information, and the Statement by the Chief Executive Officer.

In my opinion the annual financial report of the City of Albany:

- (i) is based on proper accounts and records; and
- (ii) fairly represents, in all material respects, the results of the operations of the City for the year ended 30 June 2020 and its financial position at the end of that period in accordance with the *Local Government Act 1995* (the Act) and, to the extent that they are not inconsistent with the Act, Australian Accounting Standards.

### Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report. I am independent of the City in accordance with the *Auditor General Act 2006* and the relevant ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the annual financial report. I have also fulfilled my other ethical responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### Emphasis of Matter – Basis of Accounting

I draw attention to Notes 1 and 11 to the annual financial report, which describe the basis of accounting. The annual financial report has been prepared for the purpose of fulfilling the City's financial reporting responsibilities under the Act, including the Local Government (Financial Management) Regulations 1996 (Regulations). My opinion is not modified in respect of these matters:

- (i) Regulation 17A of the Regulations, requires a local government to measure vested improvements at fair value and the associated vested land at zero cost. This is a departure from AASB 16 *Leases* which would have required the entity to measure the vested improvements also at zero cost.
- (ii) In respect of the comparatives for the previous year ended 30 June 2019, Regulation 16 of the Regulations, did not allow a local government to recognise some categories of land, including land under roads, as assets in the annual financial report.



**Responsibilities of the Chief Executive Officer and Council for the Financial Report**

The Chief Executive Officer (CEO) of the City is responsible for the preparation and fair presentation of the annual financial report in accordance with the requirements of the Act, the Regulations and, to the extent that they are not inconsistent with the Act, Australian Accounting Standards. The CEO is also responsible for such internal control as the CEO determines is necessary to enable the preparation of the annual financial report that is free from material misstatement, whether due to fraud or error

In preparing the annual financial report, the CEO is responsible for assessing the City's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the State Government has made decisions affecting the continued existence of the City.

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

**Auditor's Responsibility for the Audit of the Financial Report**

The objectives of my audit are to obtain reasonable assurance about whether the annual 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 annual financial report.

A further description of my responsibilities for the audit of the annual financial report is located on the Auditing and Assurance Standards Board website at [https://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This includes the identification and assessment of the risk of material misstatement due to fraud arising from management override of controls. This description forms part of my auditor's report.

**Report on Other Legal and Regulatory Requirements**

- (i) All required information and explanations were obtained by me.
- (ii) All audit procedures were satisfactorily completed.
- (iii) In my opinion, the Asset Consumption Ratio and the Asset Renewal Funding Ratio included in the annual financial report were supported by verifiable information and reasonable assumptions.

**Other Matter**

The financial ratios for 2018 in Note 36 of the annual financial report were audited by another auditor when performing their audit of the City for the year ending 30 June 2018. The auditor expressed an unmodified opinion on the annual financial report for that year.

**Matters Relating to the Electronic Publication of the Audited Financial Report**

This auditor's report relates to the annual financial report of the City of Albany for the year ended 30 June 2020 included on the City's website. The City's management is responsible for the integrity of the City's website. This audit does not provide assurance on the integrity of the City's website. The auditor's report refers only to the annual financial report described above. It does not provide an opinion on any other information which may have been hyperlinked to/from this annual financial report. If users of the annual financial report are concerned with the inherent risks arising from publication on a website, they are advised to refer to the hard copy of the audited annual financial report to confirm the information contained in this website version of the annual financial report.



SANDRA LABUSCHAGNE  
DEPUTY AUDITOR GENERAL  
Delegate of the Auditor General for Western Australia  
Perth, Western Australia  
3 December 2020





CITY OF ALBANY

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