



City of Albany

ANNUAL REPORT 2020 – 2021

A+
CITY OF
Albany

CONTENTS

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.

INTRODUCTION	3	FACILITIES	
YOUR CITY'S SNAPSHOT	4	Albany Heritage Park & National Anzac Centre	23
MAYOR'S & CEO'S MESSAGE	5	Albany Regional Airport	27
YOUR COUNCIL	6	Albany Leisure and Aquatic Centre	29
ELECTED MEMBER ATTENDANCE	6	Albany Public Library	33
EXECUTIVE TEAM	7	Albany Visitor Centre	37
SERVICE DELIVERY STRUCTURE	9	Town Hall	41
GOVERNANCE & COMPLIANCE	10	Vancouver Arts Centre	43
OUR PEOPLE	13	Albany Regional Day Care	45
STRATEGIES & INITIATIVES		Waste Services	47
Community Scorecard	17	FIVE KEY THEMES	50
Access and Inclusion Plan	19	Theme 1: Leadership	51
Restoring Menang Noongar Place Names	21	Theme 2: Smart, Prosperous and Growing	54
		Theme 3: Clean, Green & Sustainable	58
		Theme 4: Community Health & Participation	64
		Theme 5: Connected & Safe Built Environment	68
		FINANCIAL REPORT	73

INTRODUCTION

What does it mean to be from Albany?

Is it our passion for our natural environment, our support of local business, growers and producers, honouring the history, heritage and culture of our land or is it our innate ability to look out and support one another through celebrations and challenges?

It is all of this and more.

When we say I'm from Albany it means I'm from a fantastic city where our neighbours are our friends, we know who serves us at our local supermarket and a helping hand is never far away.

It also means we live in a stunning part of the world, with a formidable coastline, pristine natural environment, wildlife roaming across our landscapes and untouched nature on our doorstep.

It's rolling our sleeves up and getting involved with community sport, theatre, music, kid's projects, a friend's DIY task or volunteering for groups that need it most.

When we head out of town we are reminded of where we are from with our Albany number plates displayed like a badge of honour, carrying clothes for all seasons and forever finding sand in the car from Middleton Beach.

And when we come back, we feel at home, relaxed and among friends.

The City of Albany is passionate about our city because our staff and Councillors are proud to be from Albany and are committed to ensuring it is the best city for our community.

We prepare courts and fields for weekend sport, we make sure our roads are safe, we collect the rubbish every week of the year, we put on community events and we reunite lost dogs with owners.

We attend emergencies, we run the tip shop, we care for children at the Day Care, we operate the airport, we exhibit local artists and we ensure the leisure centre pool is the perfect temperature.

The City understands what it means to be able to say you are from Albany and we work each day to make our city the best place for our residents to live, work and play.

Your community is our community too. Amazing Albany, where anything is possible.

YOUR CITY'S ID

With two-thirds of the Great Southern region's population living in the City of Albany, Albany is the hub of the region.

As a growing regional city, Albany has all the facilities and services expected, while still having a strong sense of community and the convenience of country living.

Construction, Agriculture and Health Care are key industries, with the City's economy playing a vital role in supporting the community.

Here is a snapshot of how Your City looks socially and economically.

Social



38,296

People living in the City of Albany



43

is the median age



\$1,205

is the median weekly household income



19%

residents were born overseas



16,924

dwellings



29.7%

households have a mortgage



24%

residents have a trade qualification



3.6%

unemployment rate



28,230

eligible voters 18+



24%

population are volunteers

Economic



\$2.15B

Gross Regional Product



18,370

jobs in the City of Albany



3,488

local businesses



19,682

residents are employed



12.6%

residents employed in health care & social assistance



\$411,949

median housing value



75%

of households have an internet connection



\$309M

agriculture, forestry & fishing exports



\$216.8M

tourism & hospitality sales



Mayor's Message

As far as places to live go, it doesn't get much better than Albany.

Not only is our city a beautiful, pristine place, it is home to a community that is strong, resilient and with great community spirit. Reflecting on the past 12 months, this community spirit has been at the forefront as we have faced the continued impact of Covid-19 and associated issues such as border closures and skills shortages. We have had an unprecedented boost in visitors to our town from throughout Western Australia and this continued through a challenging winter.

We have had a busy year with the City and community progressing important projects that are supporting, developing and growing our City in valuable ways.

In October 2020, Council made further strides to being a cleaner, greener and more sustainable City through the endorsement of the City of Albany Climate Change Action Declaration.

Albany Youth Advisory Council (YAC) led the development of the Climate Change Declaration, presenting a petition to Council with 1000 signatures advocating for the declaration to be created and adopted.

Council committed to seven actions in the declaration including developing emission reduction targets, developing a climate change communications strategy and continued engagement with YAC.

It was Council decisions like this and many more that have come before it, that were acknowledged in May 2021 with the 150 Years of Local Government celebrations.

The Town Hall hosted our Council meetings

across the month with the Ordinary Council Meeting having a full gallery of former Town, Shire and City Councillors.

It was the ideal venue for the celebrations following the Town Hall's refurbishment in December 2020. The refurbishment has given the building new life and increased its ability to host a wide variety of visual and performance arts, collections and exhibitions.

Unlike many other places in Australia, Albany has been able to continue to host events over the last year and this has been a highlight for the City and community who attended events throughout the year.

Events such as the Christmas Festival and Pageant, New Year's Eve Picnic and Fireworks, Middleton Beach Festival and the Anzac Day Dawn Service all went ahead safely with capped crowds, SafeWA check-in points and sanitiser stations.

Community events bring us together, assist in maintaining positive mental health and add vibrancy to our city. Successfully running safe events over the past 12 months of the Covid-19 pandemic is a testament to City staff and residents who have taken all precautions to protect one another.

This annual report outlines key achievements of the past year and summarises the City's ability to keep delivering projects, initiatives and services each and every year.

DENNIS WELLINGTON
Mayor



CEO's Message

It is a privilege to present the City of Albany Annual Report for 2020-2021.

It has been a year full of milestone projects, landmark initiatives, changes, challenges and successes.

The City has processed a record amount of building approvals, launched our refurbished Town Hall, hosted one of the only and largest Anzac Day Dawn Services amidst a snap Perth lock-down and commenced the development of the Great Southern Arts, Culture and Heritage Strategy.

The City continued to put community first providing excellent customer service, outstanding facilities and a high level of service delivery.

This commitment to serving our community was recognised by our community through the latest Community Scorecard survey undertaken by 1,400 residents.

Results were overwhelming, with the City ranking the highest among participating regional local governments and equal second among all 43 participating local governments in the state.

We also delivered countless bin lids in preparation for FOGO, met important milestones in the Bicentenary planning, hosted the first ever Albany CinefestOZ Film Festival and delivered the culturally significant Restoring Menang Noongar Place Names Project.

This project acknowledges the cultural significance of places and seeks to increase awareness and knowledge of Menang language by increasing the number of geographical features and places within

the City of Albany that include the Menang Noongar place name.

A total of 66 place names were identified within the City of Albany. Twenty-eight of the place names were either on City managed land or had the support of the landowner to progress.

We have a fantastic culture at the City of Albany where our staff are passionate about the services they offer community and making improvements to our way of life.

Our Council have shown strength and leadership across the past year that has allowed for growth across the City and the achievement of many major milestones. Thank you to all the staff at the City of Albany who work tirelessly to keep our City going, supporting our community members and maintaining our outstanding community spirit, even in challenging times.

This annual report gives an overview of what the City has achieved over the past year, but the day-to-day support our staff give to community is what really makes our City shine.

ANDREW SHARPE
Chief Executive Officer

YOUR COUNCIL

The City of Albany has a popularly elected Mayor and 12 Councillors representing six wards – Frederickstown, Yakamia, Vancouver, West, Kalgan and Breaksea. Each ward has two Councillors.

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

The 2020 – 2021 period was not an election year.



MAYOR OF ALBANY

Dennis Wellington
| term expires 2023



FREDERICKSTOWN WARD

Greg Stocks – Deputy Mayor | term expires 2023

Rebecca Stephens – Councillor | resigned in April 2021



YAKAMIA WARD

Chris Thomson – Councillor | term expires 2023

Robert Sutton – Councillor | term expires October 2021



WEST WARD

Sandie Smith – Councillor | term expires 2023

Alison Goode – Councillor | term expires October 2021



VANCOUVER WARD

John Shanhun – Councillor | term expires 2023

Tracy Sleeman – Councillor | term expires October 2021



BREAKSEA WARD

Paul Terry – Councillor | term expires 2023

Ray Hammond – Councillor | term expires October 2021



KALGAN WARD

Matt Benson-Lidholm – Councillor | term expires 2023

Emma Doughty – Councillor | term expires October 2021

ELECTED MEMBER ATTENDANCE / ORDINARY COUNCIL MEETINGS 2020-21

	JUL 20	AUG 20	SEP 20	OCT 20	NOV 20	DEC 20	FEB 21	MAR 21	APR 21	MAY 21	JUN 21
MAYOR WELLINGTON	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR HAMMOND	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR TERRY	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR STEPHENS	●	●	●	●	●	●	●	RESIGNED			
COUNCILLOR STOCKS	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR DOUGHTY	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR BENSON-LIDHOLM	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR SLEEMAN	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR SHANHUN	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR GOODE JP	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR SMITH	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR SUTTON	●	●	●	●	●	●	●	●	●	●	●
COUNCILLOR THOMSON	●	●	●	●	●	●	●	●	●	●	●

ELECTED MEMBER ATTENDANCE / SPECIAL COUNCIL MEETINGS

	NOV 20	DEC 20	FEB 21
MAYOR WELLINGTON	●	●	●
COUNCILLOR HAMMOND	●	●	●
COUNCILLOR TERRY	●	●	●
COUNCILLOR STEPHENS	●	●	●
COUNCILLOR STOCKS	●	●	●
COUNCILLOR DOUGHTY	●	●	●
COUNCILLOR BENSON-LIDHOLM	●	●	●
COUNCILLOR SLEEMAN	●	●	●
COUNCILLOR SHANHUN	●	●	●
COUNCILLOR GOODE JP	●	●	●
COUNCILLOR SMITH	●	●	●
COUNCILLOR SUTTON	●	●	●
COUNCILLOR THOMSON	●	●	●

ATTENDED ● APOLOGY ● LEAVE OF ABSENCE ●

EXECUTIVE TEAM

The City of Albany operations are managed under three directorates, with an Executive Director appointed to each directorate and reporting to the Chief Executive Officer.



ANDREW SHARPE

Chief Executive Officer



DUNCAN OLDE

Executive Director Corporate and
Commercial Services



PAUL CAMINS

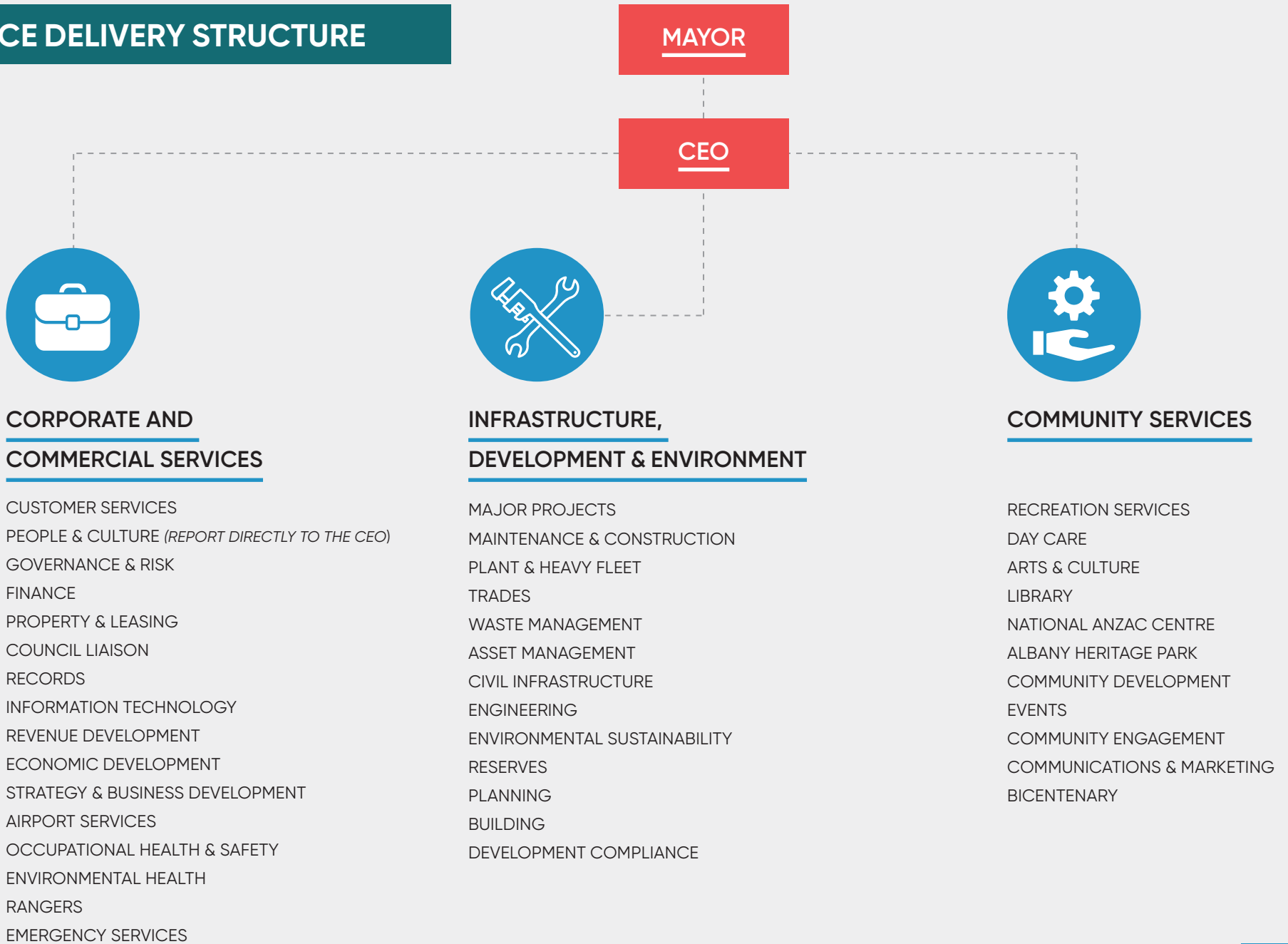
Executive Director Infrastructure,
Development and Environment



NATHAN WATSON

Executive Director Community Services

SERVICE DELIVERY STRUCTURE



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 making decisions in the best interest of the community helps achieve this aim.

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

COUNCIL MEETINGS

Albany City Council held 11 Ordinary Council Meetings and 4 Special Council Meeting between July 2020 and June 2021.

COMMITTEE MEETINGS

Between July 2020 and June 2021, the following committee meetings were held:

- Community & Corporate Services Committee (11)
- Development & Infrastructure Services Committee (10)

Between July 2020 and June 2021, the following closed council committee meetings were held:

- Audit & Risk Committee (5)

Between July 2020 and June 2021, the following local area committee meetings were held:

- Bush Fire Advisory Committee (3)
- Local Emergency Management Committee (4)



11 + 4
COUNCIL MEETINGS
+ SPECIAL MEETINGS
DURING 2020-21

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 2020-2021.

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 110,516 records during 2020-2021.

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 2020-2021 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 35 Freedom of Information requests in 2020-2021.

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 2020-2021 the City issued 1,066 building permits with a total value of \$160,587,924, ranging from new homes to outbuildings, additions, commercial premises and more.

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

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 2020-2021 the City received 894 Development applications.

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

ENVIRONMENTAL HEALTH

The role of the City of Albany's Environmental Health Officers is to manage the public environmental health risks in 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 2020-2021, the Environmental Health Team assessed 195 building plan and 434 development applications, including 156 approvals for on-site effluent disposal systems.

The team also investigated 234 health complaints and completed 168 health inspections.

91 events were approved, 49 pollution control cases investigated, 13 cases related to disease control including food poisoning, Covid and Ross River.

Investigated 63 potable water samples, 125 pool water samples, 13 Caravan Park inspections, 3 Lodging House inspections and 12 public building inspections.

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

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 2020-2021, the City of Albany processed 93 event approvals.

The Covid-19 pandemic meant 13 of these were cancelled events and did not proceed.

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

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 2020-2021 City officers reviewed 70 Events Risk Assessments.

The City also received 39 property claims and 98 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 2020-2021, Rangers issued 1,053 infringements and warnings, which included:

- Miscellaneous (10)
- Bushfire (174)
- Dog (119)
- Littering (2)
- Parking (748)

Additionally, the Rangers team responded to 1,462 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.



93
EVENT
APPROVALS



1,066
BUILDING
PERMITS ISSUED



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 400 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 services such as cleaning, security, rubbish collection and more, in addition to the major infrastructure projects we undertake.

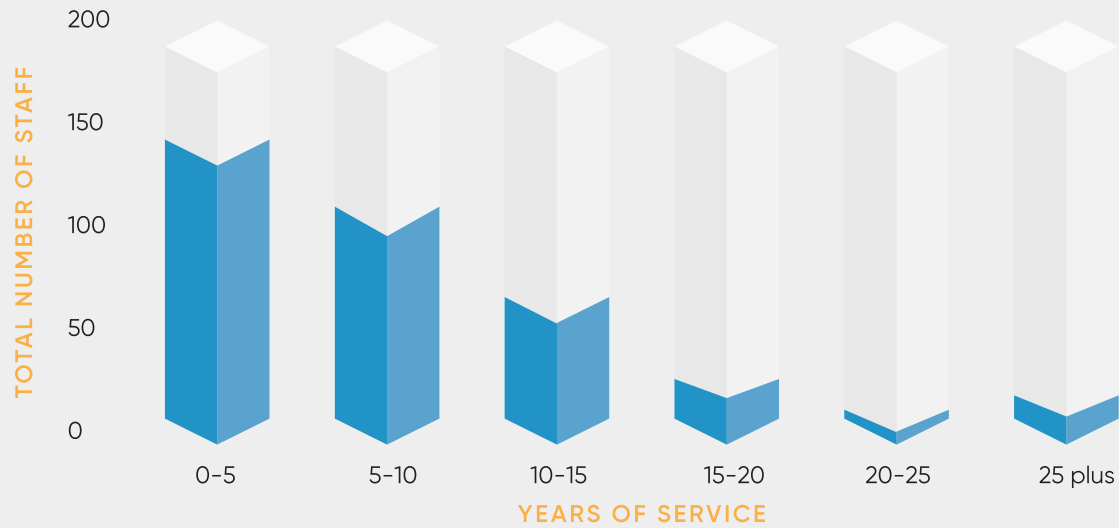
It's not just our staff who work to make Your City the wonderful community we enjoy, but also our volunteers. They include hundreds of volunteer firefighters, and also those who put their hand up to help at our community events and facilities such as the Albany Heritage Park and Albany Public Library.

EMPLOYEES

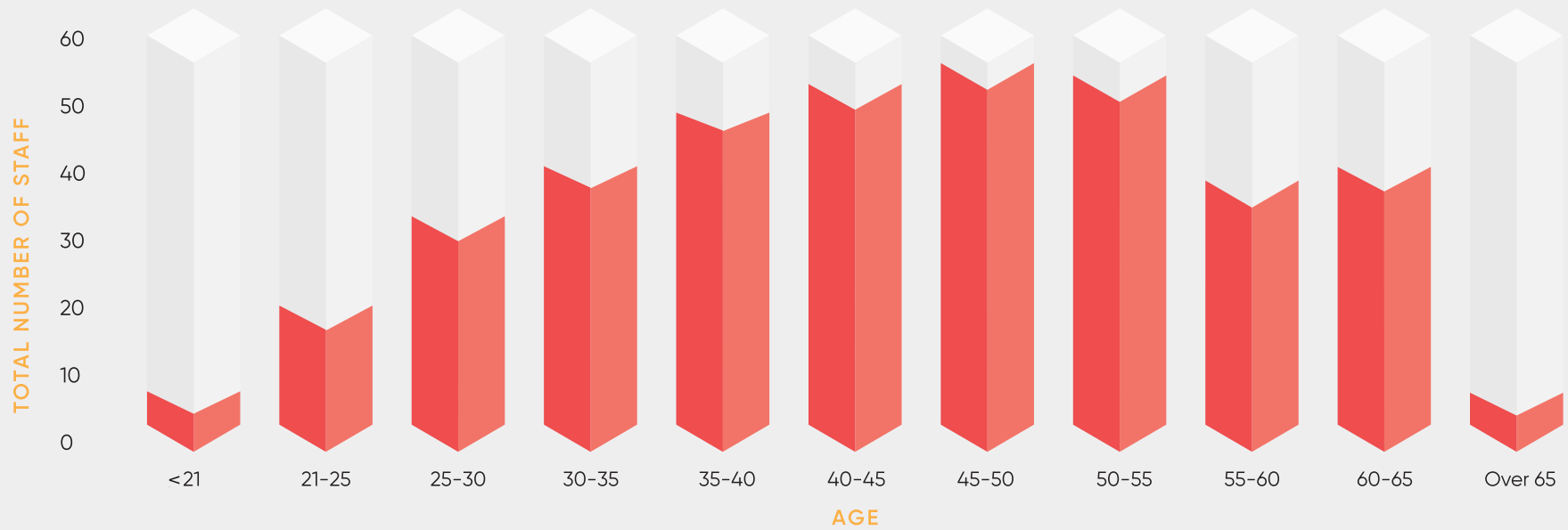
GENDER	CASUAL	FULL TIME	PART TIME	TOTAL
Female	57	87	86	230
Male	23	146	16	185
TOTAL	80	233	102	415

DIRECTORATE	CASUAL	FULL TIME	PART TIME	TOTAL
Office of the CEO	1	9	1	11
Community Services	64	39	71	173
Corporate & Commercial Services	12	47	13	72
Infrastructure, Development & Environment	3	138	17	158
TOTAL	80	233	102	415

YEARS OF SERVICE



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 \$130,000 or more. The annual package reported here includes cash salary, superannuation and all employee entitlements.

BRACKETS	CONTRACT EMPLOYEES	EA EMPLOYEES	TOTAL EMPLOYEES
130,000 - 139,999	5	0	5
140,000 - 149,999	4	0	4
150,000 - 159,999	2	0	2
160,000 - 169,999	1	0	1
170,000 - 179,999	1	0	1
180,000 - 189,999	1	0	1
190,000 - 199,999	2	0	2
220,000 - 229,999	1	0	1
320,000 - 329,999	1	0	1
TOTAL	18	0	18



COMMUNITY SCORECARD



The City of Albany undertakes a four-year major review and two-year minor review of the Strategic Community Plan. This plan outlines the community's vision for the coming 10 years and guides community projects.

A major guiding element of the plan is the Community Scorecard.

In early 2021, the City worked with independent research consultant, Catalyse, to distribute the Community Scorecard survey via email and letterbox delivery to seek community feedback on the City's performance against community priorities.

The Community Scorecard survey was completed by over 1,400 sampled residents and the same survey was promoted through various communication channels as an option for all residents to complete.

Results were overwhelmingly positive with the City gaining an overall performance of 75/100 and ranking the highest among participating regional local governments.

The City also ranked equal second among all 43 participating local governments in the State.

The community identified priorities that included climate change, youth services, footpaths, cycleways, economic development, job creation and safety.

The highest scoring areas were place to live, place to visit, tourism attractions, marketing, recognition and respect for Aboriginal cultures and heritage, public health and wellbeing programs, education, community buildings, library services and public toilets.

These results will guide the City of Albany's Strategic Community Plan 2032 and the City's direction into the future.



ACCESS AND INCLUSION

Under the Disability Services Act 1993, all Western Australian public authorities are required to develop and implement a Disability Access and Inclusion Plan to ensure that people living with a disability can access all information, services and facilities provided by the local government.

This plan addresses seven outcomes that need to be reviewed annually and reported to the Department of Communities each year.

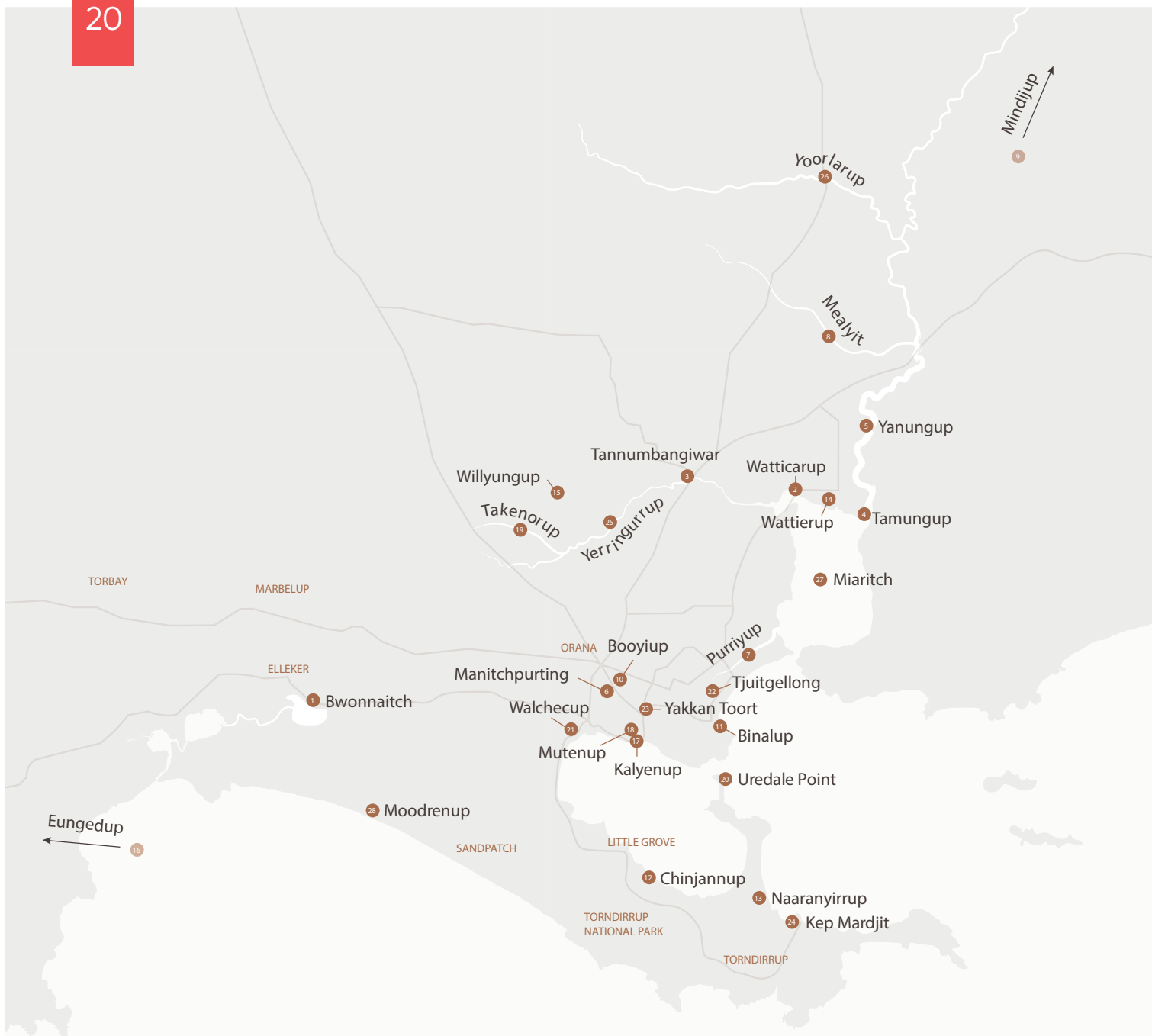
The City of Albany's Access and Inclusion Plan guides the City's delivery of community identified priorities to improve access and inclusion for anyone living with a disability who accesses City services.

These can include modified infrastructure, closer proximity to amenities or recognising public venues as a safe and welcoming environment for all abilities.

The City aims to make Albany as accessible as possible for people with disabilities, their families and carers, and the elderly.

Key activities undertaken in 2020–2021 aligning to the Access and Inclusion Plan included:

- The City promoted pre-event site videos showing accessible parking, pathways to activities, public amenities and other relevant information so people with a disability can better plan their participation at City of Albany events.
- These videos can be viewed on the City of Albany YouTube channel: <https://www.youtube.com/channel/UCHX83t82ec9knmv3-5o6dsg>
- The City installed a wheelchair trampoline at Eyre Park to provide a fun, inclusive and safe activity with no barriers between those who use a wheelchair and other park users.
- Beach matting has been installed at Middleton Beach, and pathways upgraded at Surfers Beach to increase physical access to these areas.
- The Albany Leisure & Aquatic Centre pool hoist was upgraded to assist users with a disability or injury to access the pool independently.
- In the extensive roll out of the new Food Organics Garden Organics waste service, the City developed a range of educational collateral that use simple imagery and included videos that contain subtitles.
- Throughout the height of Covid-19, the City's Library home delivery service was at capacity. So, the team developed a 'click & collect' option for vulnerable residents to select an item online and pick it up or arrange for it to be picked up.
- Pop Up Libraries appeared in three major shopping centres across Albany and included a librarian's selection of books, audio books and DVD's. Staff from Albany Leisure and Aquatic Centre, Community Development and Waste Services were on hand to field public questions.



The 28 place names approved by Council and Landgate are:

Place Name

- 1 Bwonnaitch
- 2 Watticarup
- 3 Tannumbangiwar
- 4 Tamungup (Kalgan Rivermouth)
- 5 Yanungup (Island in the Kalgan River)
- 6 Manitchpurting (a rocky outcrop North West of Mount Melville summit)
- 7 Purriyup (a waterway linking Lake Seppings to Oyster Harbour)
- 8 Mealyit (a waterway North of King River)
- 9 Mindjup (a river crossing over the Kalgan River)
- 10 Booyiup (a previously unnamed revegetation area)
- 11 Binalup / Middleton Beach
- 12 Chinjannup
- 13 Naaranyirrup / Lake Vancouver
- 14 Watterup / Oyster Harbour Fish Traps
- 15 Willyungup / Willyung Hill
- 16 Eungedup / Lake Saide
- 17 Kalyenup / Major Lockyer Park
- 18 Mutenup / Foundation Park
- 19 Takenorup / Parker Brook
- 20 Uredale Point
- 21 Walchecup / Mount Elphinstone
- 22 Tjuitgellong / Lake Seppings
- 23 Yakkan Toort / Dog Rock
- 24 Kep Mardjit / Vancouver Spring
- 25 Yerringurup / Willyung Creek
- 26 Yoorlarup / Napier Creek
- 27 Miritch / Oyster Harbour
- 28 Moodrenup / Sandpatch

RESTORING MENANG NOONGAR PLACE NAMES

The City of Albany's 'Restoring Menang Noongar Place Names' project is a partnership between the City and local Menang Noongar community to identify Traditional place names within the City's boundaries to progress dual naming for places of significance. The recognition and promotion of Menang Noongar place names had previously been identified as a priority of the local Menang community as an important reconciliation outcome.

Following extensive consultation with local Menang Noongar Elders and the broader Albany community, 66 place names were identified. 28 of the place names were either on City of Albany managed land or had the support of the landowner to progress. 16 landmarks and 12 reserves, geographic features, waterways and vegetation were submitted to Landgate for assessment in 2021. Landgate have since advised that all 28 places of significance have been approved for dual naming.

The dual naming locations include some of the City's most significant places including:

- Binalup / Middleton Beach
- Tjuitgellong / Lake Seppings
- Yakkan Toort / Dog Rock



The City continues to work closely with Menang Elders to activate these names through the development of interpretive signage, supported by story maps at key landmarks. QR codes at each site will provide a valuable opportunity for residents and visitors to view films of Elders sharing Menang language and stories and further support the revival and promotion of Menang Noongar culture, traditions and language. The City is also planning a series of Noongar artworks in seats and shade shelters that tell traditional stories of place.

The project has significantly strengthened relationships between the City and the local Menang community. The project has been an important milestone in the journey to improve relationships between Indigenous and non-Indigenous residents, rekindle cultural awareness, revive language and embed the recognition and promotion of local Menang Noongar culture across the City.

CITY OF ALBANY

**ALBANY HERITAGE PARK &
NATIONAL ANZAC CENTRE**



**NATIONAL
ANZAC
CENTRE**

FACILITIES

ALBANY HERITAGE PARK & NATIONAL ANZAC CENTRE

Albany is arguably the birthplace of the Anzacs, with the 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 Centre tells the Anzac story through interactive character cards that take each visitor through a journey of discovery, putting them in the shoes of a soldier who faced the battle of World War One.

Across 2020-2021, a total of 58,548 visitors explored the National Anzac Centre, which took the total number of visitors since its opening in 2014 to 415,171.

As the Covid-19 pandemic kept Western Australia's borders closed to interstate and international visitors, there was much higher intrastate visitation again in 2020-2021 of 81% or 47,166 visitors.

Volunteers at Princess Royal Fortress hosted 252 tours attended by 2,392 people across the financial year, and a total of 3,928 students visited the Centre across 86 different school groups.

Letitia Stone

Manager Facilities



5,311

LOCAL LEGEND
HOUSEHOLD
MEMBERSHIPS



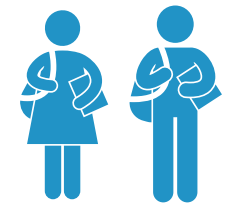
81%

VISITS FROM
WESTERN
AUSTRALIANS



86

SCHOOL GROUPS
VISITED



3,928

STUDENTS VISITED
THE CENTRE



When the State Government made the decision to close Western Australia's border, it changed the dynamic of visitation within the state.

Responding to the lack of interstate and international visitors, the National Anzac Centre expanded its membership offering to local residents to encourage them to bring intrastate guests to the Museum.

The National Anzac Centre's League of Local Legends program traditionally invited residents of Albany to sign up to receive free entry when accompanied by a paying guest.

From January 2021, members of the program no longer needed to bring a guest to the National Anzac Centre to gain free entry. Entry was made free for members who wanted to visit the Centre independently.

Previously, the League of Local Legends program

included Albany, Denmark, Plantagenet and Jerramungup but the program has now been expanded to include any resident of the Great Southern region.

This included the additional local governments of Broomehill-Tambellup, Cranbrook, Gnowangerup, Katanning, Kent, Kojonup and Woodanilling.

There was a focus on local marketing with a new television commercial, newspaper advertisement and flyer created. These were used through local media outlets as well as City owned platforms and distributed through Great Southern visitor centres.

The campaign has been a resounding success with total memberships to League of Local Legends up by 60 per cent in 6 months.

4.5 per cent of total visitation to the centre in the first half of 2021 was attributed to local residents. This had previously hovered around 1.5 per cent.

Off the back of this success, the League of Local Legends program expansion to the entire Great Southern region was extended until June 2022.



60%

**INCREASE IN LEAGUE
OF LOCAL LEGENDS
MEMBERSHIPS**



CITY OF ALBANY

ALBANY REGIONAL AIRPORT



FACILITIES

ALBANY REGIONAL AIRPORT

Albany Regional Airport is one of 23 regional airports across Western Australia, connecting the rest of Western Australia and the world to the Great Southern.

It supports our economy through job creation, provides vital travel for the fly-in fly-out industry and offers a space for the Royal Flying Doctor Service to continue their crucial work in our region.

Albany Regional Airport was one of the City's hardest hit facilities by the Covid-19 pandemic when Regional Express Airlines reduced their services from 23 to 4 flights per week.

As part of the Federal Government's strategic management of the more contagious UK variant of Covid-19, the City of Albany implemented the Airport and Transportation Face Mask Directions to further limit the spread and risk of the virus.

This followed the National Cabinet's announcement that wearing face masks on all international and domestic aircraft and at airports across Australia was mandatory.

As we found life starting to transition back to a new form of normality, 18 weekly return services from Perth to Albany were welcomed back to the region.

A new rate for these services was also implemented by the regional airline, making it more affordable to fly to and from Perth.

The airport played an important role in the Royal Australian Air Force scholarships offered to Albany students, empowering future aviation ambassadors to take to the skies.

Stuart Jamieson
Manager Governance & Risk

In order to celebrate the centenary of the Royal Australian Air Force (RAAF), three young Albany locals had the opportunity to experience a day in the life of an Air Force officer.

The City of Albany collaborated with the RAAF to offer the chance for young aviation enthusiasts to build on their skills and abilities within the aviation sector.

Winners were provided with flights from Albany to Perth with accommodation at Crown Promenade.

The winners were 14-year-old Great Southern Grammar student Luke Roecker, who had been training for his Recreational Pilot License and volunteers for Albany Mountain Bike Club and Albany Surf Life Saving Club.

Larni-Mae Ramsell is a 16-year-old student from Albany Senior High School who is currently a sergeant in the Albany Police Rangers and coaches UWA's school

holiday sports program.

Also from Albany Senior High School was 13 year-old Heath William Caldwell whose dream job is to be a pilot in the Air Force and who had recently had his first flying lesson.

Applications were judged by a panel of representatives from the RAAF and City of Albany who looked for students demonstrating their contribution to community, personal growth and academic merit.



40,176
REX PASSENGERS

CITY OF ALBANY

**ALBANY LEISURE AND
AQUATIC CENTRE**



FACILITIES

ALBANY LEISURE & AQUATIC CENTRE

Team sport, fitness classes, swimming or gym; no matter the preference, Albany Leisure and Aquatic Centre (ALAC) has continued to offer a safe and friendly environment for each of the 602,498 visits per year.

Encouraging senior residents to be more active through the popular Long Live You program has been a huge success.

Running across Albany, Denmark and Mount Barker, the program attracted around 340 members with 280 of these members taking part in a session in Albany each week.

In July 2020, Department of Local Government, Sport and Cultural Industries provided the City of Albany with a grant that provided the Leisure Centre with eight new starting platforms and a contemporary pool hoist in the lap pool.

The starting platforms were 34 years old and due for replacement. The pool hoist offers users with a disability or injury easy, independent access to the pool.

Works also started on the nearby Youth Challenge Park, to offer a space for riders and rollers to keep active close to the amenities, safety and convenience of ALAC and PCYC.

The park will add to the activity and vibrancy of the recreation services precinct and be a welcome addition to our City.

Mitchell Green

Acting Manager Recreation Services



3,588

NETBALL AND
BASKETBALL
MATCHES



4,625

SWIM SCHOOL
ENROLMENTS



2,028

GROUP FITNESS
CLASSES



81,613

TRANSACTIONS
PROCESSED BY THE
CUSTOMER SERVICE
TEAM

LONG LIVE YOU

Encouraging or motivating the inactive to be more active was the challenge put to three Great Southern Local Government areas by Sport Australia's Move It Aus Grants program.

With a senior resident population higher than most other regions, the City of Albany, Shire of Denmark and Shire of Plantagenet partnered to deliver a unique suite of programs to get our over 60's moving.

The programs followed the seasons of Winter, Spring, Summer and Autumn, with each promoted by a local champion who embodied an active lifestyle no matter their excuses, or anyone else's.

Long Live You hit the ground running with a successful first term trial for Winter resulting in over 800 individual sign ups across the region.

Whether it was chair yoga, a walking group, Zumba, seated dance or the social meeting of Your Life Café; members adapted Long Live You into their daily lifestyle.

As the program reaches the end of its Sport Aus Move It Aus grant funding, members have expressed what the program has done for them physically, mentally and socially over the last two years.

The City will continue to deliver the Long Live You program to its members.



850+

KILOMETRES
COVERED IN THE
LONG LIVE YOU
WALKING GROUP
TO DATE



3,415

ENROLMENTS INTO
THE LONG LIVE YOU
PROGRAM SO FAR

"I was a reluctant exerciser before the Long Live You program, now I look forward to each class and feel my physical wellbeing has improved greatly"

– Ray Hirst, Long Live You Member



113

PEOPLE INTRODUCED
TO LOCAL SPORTING
CLUBS VIA THE LONG
LIVE YOU CLUB SPORT
PROGRAM



97.2%

OF PARTICIPANTS
REPORTED AN
INCREASE IN THEIR
OVERALL ACTIVITY
LEVELS DUE TO THE
PROGRAM



"I joined Your Life Café sessions after realising I was suffering from depression. I realised I needed to go out and interact with others, the Café was my first outing, it provided me with a positive outlook I thought I could no longer feel."

- Joan Morrison, Long Live You Member

"I have been able to discontinue two types of medication!"

- Bo Laidler, Long Live You Member



CITY OF ALBANY

ALBANY PUBLIC
LIBRARY



FACILITIES

ALBANY PUBLIC LIBRARY

The Albany Public Library is so much more than books. It's a much-loved community space that encourages lifelong learning, supports education and runs programs and services for our vulnerable residents.

Albany Public Library is a gateway of information and knowledge that encourages self-driven education, independent decision making and cultural development individually and in a group.

The digital age has allowed the library to expand its offering in the technology sector and this was a focus throughout the Covid-19 pandemic.

Initiatives that took centre stage in the lockdown of early 2020 continued throughout the year and into 2021 as they offered convenience, skill development and above all; safety.

The expanded Home Library Service has had continued community demand since the service was highlighted during the Covid lock-down.

The Brandenburg Trust and Good Things Foundation have provided vital support for the development of the Be Connected program, which allowed the library to increase the Technology Lending Service to a total of 23 borrowable devices.

Senior members of the community continued to engage with Library staff to develop their own digital literacy ability and to confidently use devices to connect with others.

From one end of the age spectrum to the other, youth services remained

incredibly popular amongst children and families with Rhymetime and Storytime attracting a consistent and engaged audience.

The Pop-up Library Lounges project was a highlight. Funded by the Department of Communities Age Friendly Communities Social Connectivity Grant, the project created engaging areas for seniors in three shopping centres across Albany.

Pop-up Library Lounges offered senior community members a comfortable and familiar place to learn new skills, take out library books and even take part in a technology loaning program.

This community initiative set out to improve digital literacy, social connectivity and provide information about local groups and clubs that cater to seniors in Albany.

Connection to others was a key focus of the Albany Public Library over the past 12 months, and will continue to enable our community to stick together even when they are apart.

Paul Nielsen
Manager Arts & Culture



102,577

eRESOURCES BORROWED



229,605

BORROWED ITEMS



MOST BORROWED ITEMS

- MAKE ME, BY LEE CHILD (BOOK)
- THE SYNDICATE SERIES 3 (DVD)



83

DIGITAL DEVICE LOANS

ALBANY HISTORY COLLECTION

After finding temporary locations to call home across the City in the past four years, the Albany History Collection finally made its way back to Albany Public Library in October 2020.

The Albany History Collection relocated to the Albany Co-operative Society building on Frederick Street from March 2017 until June 2018 to accommodate the construction of the new Albany Visitor Centre.

When a new tenancy moved into the Co-operative Society, the Collection took up temporary residence in Vancouver Arts Centre where it remained until moving back to a purpose built space in the Library.

A mezzanine floor was constructed to permanently house the Albany History Collection, which has been a part of the Library since the 1980's and has become one of Western Australia's leading local history collections.

As part of the refurbishment to the mezzanine space, a new study and research space was made available as well as climate-controlled storage for archival materials.

Albany Public Library is delighted to have the history collection back in its rightful home, providing insights, education and enjoyment to those who visit.



960

PUBLIC ENQUIRIES



1,189

VISITORS

CITY OF ALBANY

ALBANY VISITOR
CENTRE



FACILITIES

ALBANY VISITOR CENTRE

The State Government's regional border closure was lifted at the beginning of June 2020 with the Western Australian border remaining closed to the rest of the country and the world.

With nowhere else to go, Western Australians holidayed at home, which meant the 2020 July school holidays were one of the busiest the Visitor Centre has experienced.

Accommodation bookings in June -July 2020 in comparison to the previous year experienced a 222% increase and room nights for the same period were up 205%.

Since then, accommodation within the City of Albany has been limited. Traditional peak periods are full well in advance, making last minute bookings almost impossible.

Tours sold through the centre experienced a 37% increase from the 2019-2020 financial year with 1,871 visitors successfully booking a tour through the centre.

Across the year, the Visitor Centre team have been busy with 43,978 visitors coming through the centre, 9,980 phone calls taken and 3,908 emails received.

This has become a trend that does not look like slowing down, and as we navigate the National and International borders as a State, the future continues to be uncertain.

It indicates Albany is a priority destination choice for travellers now more than ever. Whether they be local, intrastate or interstate visitors, they are visiting the Great Southern in droves.

Steve Williams

Albany Visitor Centre Coordinator

TOP 5 ACCOMMODATION BOOKING POSTCODES

6000
6026
6163
6004
6153





7,410

ACCOMMODATION
ROOM NIGHTS
BOOKED THROUGH
THE CENTRE



43,978

VISITORS CAME
THROUGH THE
CENTRE



222%

INCREASE IN
ACCOMMODATION
BOOKINGS IN JUNE/
JULY 2020 COMPARED
TO PREVIOUS YEAR



37%

INCREASE IN TOURS
SOLD THROUGH THE
CENTRE



1.1

SOLD ON AVERAGE
TEA/COFFEE MUGS A
DAY



9,980

PHONE CALLS TAKEN

ANZAC DAY

The traditional Anzac Day commemorations in Albany were back in 2021.

The Anzac Day dawn service, live stream and Rotary breakfast had attendance numbers capped with free tickets available.

Tickets to the popular Dawn Service sold out through the Visitor Centre in 40 minutes. Over half of these went to individuals outside of Albany.

With Perth and Peel going into lock-down from midnight on the 24 April 2021, the challenge of coordinating an Anzac Day service escalated.

Those who had intended to travel from Perth and Peel were no longer eligible to make the journey, and those who had been in Perth and Peel in the previous fortnight had to wear a mask.

With these moderate restrictions in place for those who had been out of the Great Southern in the fortnight preceding the ceremony, the show went on.

500 individual tickets were allocated for the Dawn Service and another 450 for the live stream at the Entertainment Centre.

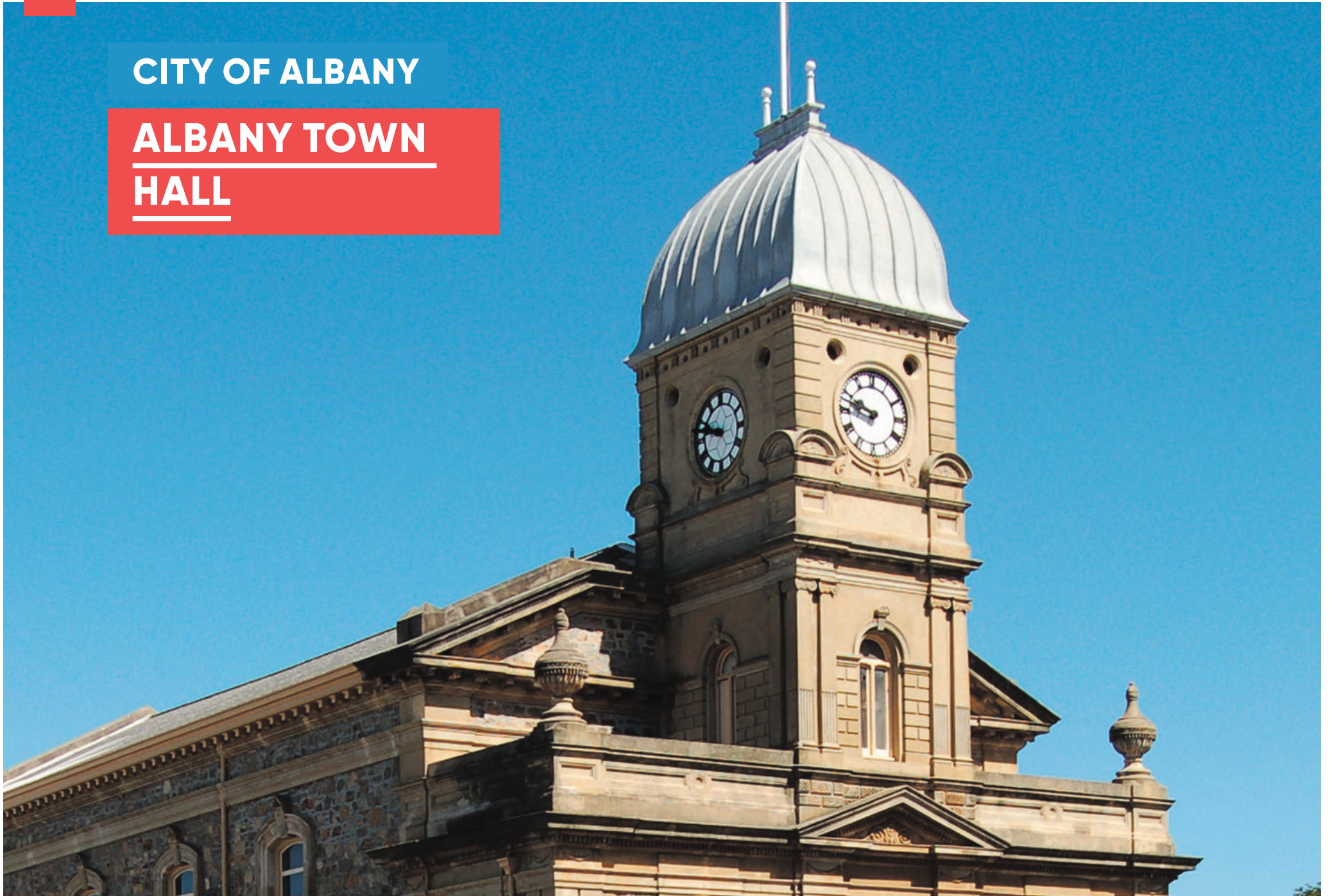
The City and community of Albany were fortunate to continue with the Anzac Day service despite the issues Covid presented to the State.

The 2021 Anzac Day service was a little bit different, but remained a moving commemoration of those who have served our country.



CITY OF ALBANY

**ALBANY TOWN
HALL**



FACILITIES

ALBANY TOWN HALL

A project to repurpose Albany's iconic, heritage listed Town Hall was completed in December 2020 and the doors to the building were opened to the public for the first time in over a year.

The Town Hall restoration commenced in 2019 and involved conservation works, structural repairs, infrastructure upgrades and technology improvements.

The refresh has given new life to the hall and increased its capacity to host a variety of visual and performance arts, collections and exhibitions.

The first exhibition was 6330 Kinjarling–Place of Plenty, an exhibition of works from the City of Albany Art Collection.

In April 2021 the Town Hall hosted the Great Southern Art Award which was again well attended and attracted artists from across the region.

Jo Wassell was awarded the City of Albany Acquisitive Prize for her piece 'Siblings', taking home a \$5,000 prize and either an exhibition or a month working out of Vancouver Arts Centre.

The Great Southern Art Award coincided with the Town Hall Relaunch Festival that consisted of performances, music, art, dance, film and comedy across the Easter school holidays.

For the first time, CinefestOZ brought its celebration of the screen to Albany. For three full days, residents of Albany and the Great Southern were treated to film screenings, director talks and opening and closing events.

ART ON THE MOVE brought an eye-opening exhibition called Preppers. The exhibit delved into the world of a group of people who collect specialised gear, practice survival skills and hoard violent knowledge in the event that the world attempts to come to a drastic end at any moment.

Rounding out what was an incredible 2020–2021 was the City's celebration of 150 years of Local Government in Albany.

The City made the Town Hall chamber available to schools to run self-guided mock council meetings to learn more about how a Council works. Following these mock council meetings, the May Ordinary Council Meeting was held in the Town Hall to honour the occasion.

Paul Nielsen
Manager Arts & Culture

RELAUNCH FESTIVAL

In celebration of its new lease of life, Albany Town Hall hosted a Relaunch Festival.

For two weeks across the Easter school holidays, the Town Hall became home to theatre, song, dance, film and history. There was something for everyone as the upstairs auditorium and downstairs gallery came alive with art of every kind.

It kicked off with a poetry evening before upping the ante with the Saturday night Town Hall Relaunch Ball.

The Relaunch Ball provided community with a chance to get dressed up and enjoy 3-hours of entertainment from Rainbow Coast Big Band as well as canapés and a complementary drink on arrival.

Events across the festival also included live music from Carla Geneve supported by The Morsels in the upstairs auditorium, and from Natalie D–Napoleon Band in the downstairs gallery.

Documentary film *Dancing in Southern Shoes* was also screened and followed by a performance by MoVo.

CoMotion brought their immersive audiovisual live dance performance to the Town Hall, and Flickerfest celebrated their 30th anniversary in style.

It was a non-stop program that showcased the capacity and versatility of the repurposed Town Hall.

Not only did the Relaunch Festival reinvigorate the Town Hall, it set the standard for future performances, entertainment and festivals in the venue.

CITY OF ALBANY

VANCOUVER
ARTS CENTRE



FACILITIES

VANCOUVER ARTS CENTRE

After supporting the majority of events and exhibitions while the Town Hall was being renovated, Vancouver Arts Centre has now found its strength in supporting local artists with a working space.

The Artist in Residence program recommenced as Mary Thomson House became home to six new visiting artists. Each artist brought new perspectives on the heritage, environment and culture of Albany through varying mediums.

Vancouver Arts Centre continued to support artists and events across 2020-2021 with a project called Art on the Walls that enabled artists to display their work in unused spaces within the centre.

The start of 2021 brought with it the Vancouver Arts Centre exhibition where work from all of the artists and user groups from the centre was showcased and celebrated across January.

It was the start of a trend where the Brandenburg Artist Residence Program featured work from Juniper resident Tracey Margetts and Craig Care resident Michael O'Doherty.

Amongst user groups, artist workshops and exhibitions was a Toddler Art Series where toddlers got to experience creating their own art projects, some for the first time.

Also featured in 2020-2021 was a NAIDOC week exhibition, Oil Painting workshops with Andy Dolphin and Watercolour for Beginners with Ros Jenke.

In collaboration with the Town Hall, the Vancouver Arts Centre commenced an Art After Dark networking program that gives local artists a chance to talk about their work, challenges and find opportunities to collaborate

The Vancouver Arts Centre has developed further as an inclusive community hub, where those who are in the arts have somewhere to work from whilst surrounded by likeminded individuals.

This will only grow the arts community in Albany into the future.

Paul Nielsen
Manager Arts & Culture

Vancouver Arts Centre provided local and visiting artists with a hub to practice, observe, talk about and appreciate art.

A number of exhibitions were on display within the centre across the 2020-2021 year; however one stands out as a poignant reflection of our society.

Through the City of Albany's Active Aging Program and the Brandenburg Fund, artist Jo Wassell facilitated a series of art workshops within an aged care facility.

As a result of her time with the residents, Jo created an exhibit called Clarence that included portraits and photographs offering a window into lives of the residents who offered their conversation.

Jo Wassell captured the raw and real personalities of the residents she worked with, providing audiences with a snapshot into who these individuals are and an idea of their character.

The exhibition struck a chord with the audience and left a lasting impression on those who took the time to really appreciate the stories.

The flow on effect residents of the facility felt was key to the emotive and thought provoking reaction from audiences.

One resident in particular studied art at TAFE when they were younger and meeting with Jo reignited her interest in painting.

Partnering with the Brandenburg Foundation and facilities across the City enables the Vancouver Arts Centre to reach more residents more often with the power of art.

CITY OF ALBANY

**ALBANY REGIONAL
DAY CARE**



FACILITIES

ALBANY REGIONAL DAY CARE

Albany Regional Day Care is a non-stop hub of activities, nappy changes and budding young friendships; and 2020-2021 was no different.

The Day Care once again passed all regulation site inspections and received complimentary feedback across the year.

Education and school readiness maintained a high priority as the centre produced 1,020 curriculum plans for 0-6 year old children and supported the involvement of families to extend education to the home.

Developing strong relationships with health departments and facilitating individual referrals for children requiring support prior to commencing their schooling years was a priority to ensure preparation for schooling for all children.

Sustainability and caring for the environment has been a focus of the Day Care for a number of years. Education that incorporates the synergies of the children's future and the future of the environment are paramount to understanding our influence on the planet.

Whether it is collecting rubbish, 'adopting a spot' or encouraging the use of a battery recycle station, the Day Care ensures green ways of living are a daily part of the children's routines.

The impact of Covid-19 hasn't been lost on the Day Care. As more families look to move to the regions for safety and stability, the waitlist for day care increases.

As the future of the pandemic remains uncertain, Day Care staff continue to nurture and treasure the children in their care, making their time at Albany Regional Day Care valuable to their development.

Letitia Stone
Manager Facilities

Considered an essential facility during the Covid lockdown – the Albany Regional Day Care remained open.

For weeks, staff cared for, entertained and educated children – the majority of whom were children of essential workers across Albany.

This was challenging as the lock-down removed the ability to leave the site for excursions, walks, visits to the library or picnics to expose the children to further learning.

Uncertain what post-lock-down would look like, the Day Care team made every effort to provide entertainment that could be fun and engaging all in the confines of the facility.

The team researched and pre-planned incursions, activities and initiatives that could be actioned internally, in addition to the normal weekly curriculum programs.

A focus on sustainability and increasing the Center's environmentally friendly habits was a priority for the Day Care.

In addition to the current battery recycle station, a new soft plastics facility was developed to teach the young children and parents that this rubbish should be separated from other waste.

The Recycle Station was given a makeover and buddied up with a new Containers for Change drop off point where all proceeds go to a different community group or charity each quarter.

Albany Regional Day Care adapted swiftly to the Covid-19 lockdown, continuing to care for our City's youngest residents.

CITY OF ALBANY

WASTE SERVICES



FACILITIES

ALBANY WASTE SERVICES

Albany's three bin service was provided to 15,480 urban households who put an average of 14.9kg of garden organics, co-mingled recyclables and landfill waste in their bins each week.

Of this, we recovered 33% with 2,933 tonnes of material processed for recycling, 2,062 tonnes of green waste composted, and 7,006 tonnes sent to landfill. Materials transported for recycling included 1,230 tonnes of paper and cardboard, 495 tonnes of glass, 103 tonnes of plastic and 82 tonnes of steel and aluminium cans.

Urban residents also put out 888 tonnes of garden organics during the annual bulk green waste collections and used the green waste passes provided to ratepayers to drop off 476 tonnes of prunings for composting by the City's organics contractor.

Complementary vouchers to dispose of waste at one of Albany's five rural transfer stations or two waste facilities were provided to 1,590 rural households.

Visitors and residents made use of 400 public litter and recycling bins around Albany, which were emptied a combined total of more than 54,000 times throughout the year.

More than 75,000 tonnes (or 75 million kilograms) of material came through the Hanrahan Road Waste Facility weighbridge, including almost 37,000 tonnes of clean fill to be used as landfill cover onsite and 14 tonnes of car batteries for recycling.

Fossicker's Tip Shop continued to be an important recycling and community hub, with 26,766 transactions and 228,000kg of pre-loved

items and recyclables saved from landfill, in addition to 31,000kg of e-waste and 11,000kg of household hazardous waste which were transported for recycling or safe disposal.

Albany residents again embraced the nationwide Garage Sale Trail in November 2020, with 2,789 residents involved as shoppers or sellers at 54 garage sales across the weekend.

Our community got an inside look at Albany's waste and recycling with 1,770 participants taking part in 39 tours and presentations at Hanrahan Road Waste Facility and incursions at schools and community groups run by Cleanaway's Education Officer.

Green Fair on the Square was held in March 2021 with approximately 600 people enjoying the annual celebration of sustainability which featured the upcoming FOGO bin service.

Taking into consideration all of the above, the total diversion from landfill for the City of Albany was 46%. The State Government target for the City of Albany is 50% diversion from landfill by 2025 so it is great news that we are making significant progress towards this target. However, we need to all pull together to achieve our target of 55% diversion by 2030.

Ruth March

Manger Engineering & Sustainability



SOLD AT FOSSICKER'S TIP SHOP



31
BARBECUES



68
BIRD CAGES



152
LAMP SHADES



1546
ORNAMENTS

GETTING READY TO FOGO!

The key focus for the City's Waste Team in 2020-2021 was preparing for the transition to the Food Organics and Garden Organics (FOGO) system.

FOGO means that food scraps and other organic waste like animal droppings and shredded paper are able to go in the household lime green-lidded bin, along with garden prunings. By using the FOGO system residents will save an estimated 30% of what they were previously putting in the general waste from landfill.

The lead up to the changeover involved significant community consultation and engagement to assist residents to understand the new system. This included:

- 45 community information sessions;
- 600+ phone calls taken;
- 300+ emails answered; and
- 18,000+ Facebook engagements.

The City also worked closely with relevant stakeholders who assist vulnerable members of our community to provide them with appropriate support.

Supported by a Government of Western Australia grant administered by the Waste Authority, the

City developed a range of educational materials including a new Waste Services Guide, television, radio and newspaper advertisements, and fact sheets translated into languages other than English, with important information delivered to each household.

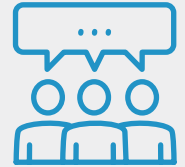
The City engaged local contractor Green Skills to ensure that all household bin lids complied with Australian Standard colours (red for General Waste, yellow for Recycling, and lime green for FOGO) to ensure consistency and clarity of messages about waste sorting. This involved over 20 staff visiting the more than 15,000 households in Albany who receive a residential waste collection service, and changing their lids if necessary. Green Skills also delivered a kitchen caddy and roll of compostable bin liners to each household to assist with separating food waste in the kitchen.

Following the roll out in July 2021, the City looks forward to reviewing the results of the first year of the FOGO system.



18,000+

FACEBOOK ENGAGEMENTS



45

COMMUNITY INFORMATION SESSIONS



600+

PHONE CALLS TAKEN



300+

EMAILS ANSWERED

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



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
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.	<p>Continued work with the Department of Transport’s Aviation Team to refine the Strategic Airport Assets and Financial Management Framework (Framework). The modelling used in the Framework indicates that the airport is “socially sustainable” (i.e. generates sufficient revenue to recover operating and capital costs in the long term) and has had its asset base well managed for consecutive years.</p> <p>The Albany Airport implemented significant legislative changes proposed by the Civil Aviation Safety Authority (CASA), being a fully revised Aerodrome.</p> <p>Manual, Emergency and Wildlife Hazard Management documentation to ensure compliance with Manual of Standards (MOS 139).</p> <p>The Albany Airport – Master Plan 2012 was fully revised by the Airport Accountable Manager in August 2020.</p> <p>The City actively undertook optional audit programs as well as mandated audits by relevant authorities to strive for continuous improvement and outstanding performance.</p>

COMMUNITY PRIORITY
ACHIEVEMENTS

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.

The City fully engaged with the Aviation Community Consultation Group Meeting (CCG).

The City discussed and shared information between the airport and the communities affected by its operations and plans.

The City continued to demonstrate that matters raised are acknowledged by the airport operator, with a genuine desire to resolve issues that may emerge.

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.

The continued provision of affordable community airfares to allow for more people visiting, boosting jobs and the local economy.

The Albany air routes experienced favourable passenger numbers compared to all other regional routes in Australia.

The City together with the Youth Advisory Council developed and endorsed the City's first Climate Change Action Declaration in October 2020. The Climate Change Action Declaration acknowledges that we must act on Climate Change and commits the City to ensuring that it reduces its corporate greenhouse gas emissions by moving towards 100% renewable energy.

Following extensive community consultation with local Menang Noongar Elders and the broader Albany community, the City of Albany progressed the dual-naming of 28 places of significance through Landgate.

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

The Albany Airport website and the Arts and Culture website were reviewed to meet customer expectations.

The City continued to deliver training to staff and its health and well-being program throughout 2020-2021. Due to capacity challenges faced in the first half of the year due to Covid restrictions the City focused on delivering training via online learning platforms. This enhanced the City's ability to continue to offer training during the pandemic period as well as allow staff to "attend" anywhere a mobile device and internet connection is available.

The City undertook a comprehensive employee survey of organisational culture and effectiveness. The survey provided the City a foundation for developing its people, improving performance and assisting to monitor, manage and measure its organisational culture over time.

COMMUNITY PRIORITY

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.

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.

ACHIEVEMENTS

Continued to meet with Communications and Engagement Advisory Group to discuss key community projects and communication strategies.

Increased use of the Consultation Module on the City website to allow community to leave comments on projects/initiatives with ease.

Shared online surveys across the City of Albany's social media accounts to receive feedback on the Summer Events Series to inform the delivery of next year's events (Christmas Festival & Pageant, New Year's Eve Picnic & Fireworks, Middleton Beach Festival).

Conducted community engagement for the Great Southern Arts, Culture and Heritage Strategy.

Engaged the community in decision making on five playgrounds across Albany. Public voting for one of the playgrounds (Centennial Playground) received 177 votes across the community.

Recreation Services with Reserves commenced the Stidwell/Robinson Working Group to work with local users of the Stidwell Bridle Trail to address safety and conflict.





SMART, PROSPEROUS & GROWING

Our community has indicated they want the City to play a key role in growing the local economy including a regional approach to tourism and economic development. They would like the City to encourage investment and identify niche business opportunities including value adding to agriculture which remains an important economic driver in our region. Many in our community are concerned that a lack of employment opportunities is resulting in young people leaving our region.

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

COMMUNITY PRIORITY	ACHIEVEMENTS
2.1.1 Work with business and other stakeholders to attract investment; diversify the economy; create jobs and support small business growth.	Helicopter service capability (agricultural, emergency response and charter services) business became a resident of the airport.
	The City Supported the 'Moorditj Noongar and Yorgas – Albany Aboriginal rangers working on country' program - in providing training in land management for weed control, reserve planning and trails maintenance.
	Hosted the Albany Chamber of Commerce After Hours function at the Albany Town Hall.

COMMUNITY PRIORITY	ACHIEVEMENTS
<p>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.</p>	<p>Continued to offer exam tutoring and access to Studiosity in partnership with the Albany Public Library and local students.</p> <p>Advertised staff employment notices locally, state-wide and nationally.</p>
<p>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.</p>	<p>Maintained partnership with UWA in undertaking Water Monitoring at Lake Mullocullop, Lake Seppings and collecting data - including Ibis Counts.</p> <p>Children's University locations expanded to include the Vancouver Arts Centre, Albany Leisure and Aquatic Centre, Albany Public Library, Fossickers and the Albany Town Hall.</p> <p>The Albany Regional Day Care supported students during practical field placement during their early childhood studies that varied from Certificate II levels through to Diploma level.</p> <p>Provided building space to support a Regional University Centre to assist regional tertiary students' access higher education and online campus-style facilities without having to leave their community.</p> <p>The Albany Public Library coordinated the Be Connected Program that developed seniors skills in using technology to stay connected.</p> <p>The Albany Public Library ran a technology lending service for those who need to borrow devices, providing 83 loans across the 2020-2021 financial period.</p> <p>Provided permits to utilise Natural Reserves for ongoing research in flora and fauna of the region.</p> <p>Worked closely with Cleanaway's Education Officer to promote recycling and waste reduction to residents. More than 1,770 participants taking part in 39 tours and presentations at Hanrahan Road Waste Facility and incursions at schools and community groups run by Cleanaway's Education Officer.</p> <p>Continued participation in the Education for Sustainability Great Southern group to increase knowledge, skills and understandings of education for sustainability within school communities.</p> <p>Provided funding to Keep Albany Beautiful and Rainbow Coast Toy Library through the City's Waste & Sustainability Grant scheme for initiatives to promote waste reduction and sustainability in the community.</p>

COMMUNITY PRIORITY
ACHIEVEMENTS

2.2.2 Promote Albany and the surrounding region as an ideal location to hold conferences and training events.

Continued preferred training location for the Royal Australian Air Force.

Submitted successful EOI to host 2021 WALGA Regional Waste Summit on behalf of South Coast Sustainable Waste Alliance (to be held in November 2021).

Council endorsed Albany becoming a Film Friendly City, making it easier for productions and festivals to take place.

2.3.1 Encourage, support and deliver significant events that promote our region and have a positive economic impact and social benefit.

Hosted the Town Hall Relaunch Festival.

Offered Regional Event Sponsorship to major regional events coming to Albany that supported tourism and economic growth such as the Southern Art and Craft Trail, Southern Peaks, Super Sedans, The Delirious WEST and Radio Active Albany 2021.

Partnered with CineFest Oz to bring the festival to Albany for the first time.

Supported Taste Great Southern to bring their event to Albany.

Sponsored the Albany Classic event.

Coordinated the Middleton Beach Festival in January.

Sponsored Targa West to stage their event in Albany.

Partnered with the RSL to deliver the Anzac Day Dawn Service.

Liaised with various stakeholders to plan the City of Albany's inaugural Maritime Festival to deliver a two-week long festival in July 2021.

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.

Provided key stakeholder participation and support to the Amazing South Coast to deliver key tourism initiatives and marketing campaigns.

Worked closely with tourism bodies such as Tourism WA and Amazing South Coast to partner with their key marketing initiatives for the year.

Coordinated Destination WA to visit Albany and the National Anzac Centre, resulting in a 3-minute state-wide feature on Channel 9.

Expanded the Amazing South Coast pass to include Walpole Visitor Centre as a point of sale.





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

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.	Conducted Property Risk Evaluation of the Albany Airport Operation by the Local Government Insurance Scheme in November 2020.
	Responded to more than 300 requests relating to fallen and unsafe trees as a result of the June 2021 storm event.
	Undertook seven Quantified Tree Risk Assessments on potential dangerous trees.
	Undertook 40 Environmental Impact Assessments to ensure minimal impact on the natural environment.
	In Partnership with ClimateClever, the City of Albany are assisting the Albany community to reduce energy consumption, costs and carbon emissions. ClimateClever is an online platform that allows users to track their carbon footprint by auditing and recording electricity, gas and water usage. Two schools and 73 Albany residents have subscribed to ClimateClever, reducing their carbon footprint by 42t-CO ₂ e.

COMMUNITY PRIORITY

ACHIEVEMENTS

The City of Albany participated in a showerhead swap program. The Showerhead Swap Program, a joint venture with the Water Corporation, which ran until May 2021, meant that Albany residents could swap their old inefficient showerheads for new water efficient 7.5L/min showerheads. Over 630 Albany households swapped over 1000 showerheads, with an estimated annual water savings of 12,600,000 Litres of water. That's equivalent to filling the lap pool at ALAC 23 times.

Continued preparations for implementation of the kerbside FOGO bin system to decrease waste to landfill and divert organics for composting.

Performed the ongoing operation of Hanrahan Waste Facility in accordance with Department of Water and Environmental Regulations licence conditions.

Provided WALGA Household Hazardous Waste point for use by Albany, Denmark and Plantagenet residents for collection of hazardous materials for recycling or safe disposal.

Provided collection points at Fossicker's Tip Shop and Hanrahan Road Waste Facility for residential quantities of mobile phones, batteries, e-waste (computers, monitors, TVs, printers, cables), printer cartridges, cooking oil, needles & syringes, motor oil and car batteries for recycling or safe disposal.

Continued the collection and sale of reusable items at Fossicker's Tip Shop.

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

Partnered with South Coast Natural Resource Management (SCNRM) to protect the coastal saltmarsh around Emu Point which is a Threatened Ecological Community (TEC).

Supported feral animal control within City managed reserves and private land with Torbay Catchment Group and Oyster Harbour Catchment Group.

Provided permits and support for Threatened Species Research (Western Ringtail Possum and Flora species).

Undertook annual rabbit control program.

Commenced a Priority weed control program targeting Blackberry and Gorse.

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

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.

COMMUNITY PRIORITY	ACHIEVEMENTS
	<p>Provided a Report-It function on the City's website to enable residents to report litter, dumping and other issues which were referred to staff for action.</p> <p>Promoted and supported the Keep Albany Beautiful committee and Keep Australia Beautiful Adopt-A-Spot program.</p> <p>Accepted litter collected by volunteers free of charge at Hanrahan Road Waste Facility.</p> <p>Provided more than 400 public litter and recycling bins across the City.</p>
<p>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.</p>	<p>Replaced and re-aligned the stairs at Lowlands.</p> <p>Upgraded Lake Seppings trail.</p> <p>Council endorsed a Business Case to install PV solar systems on 11 City owned and operated buildings over a five year period.</p>
<p>3.2.2 Design, construct and maintain infrastructure cost effectively in a manner that maximises its life, capacity and function.</p>	<p>Albany Public Library developed a new space for the Albany History Collection.</p> <p>Performed upgrades and the installation of new interpretative signage and shelters from Emu Point to CBD – 'Port to Point' interpretative Sign Shelters.</p> <p>Continued development of Closure Plan for Albany Refuse Site at Hanrahan Road Waste Facility to guide anticipated closure within the next 10 years and ongoing monitoring of site as required by the Department of Water and Environmental Regulation.</p>
<p>3.3.1 Integrate and promote effective sustainability through resource conservation, management and education to continuously improve environmental outcomes.</p>	<p>To ensure learnt practises are not lost when the children leave the centre, Albany Regional Day Care have continued the education on battery recycle station, soft plastics and bottle tops for reuse.</p> <p>Supporting families to be involved and educate in home environment.</p> <p>The City published the Albany Nature Based Camping web app and the Tree Inventory Dashboard.</p> <p>The City of Albany has been endorsed as a Gold Waterwise Aquatic Centre and a Gold Waterwise Council at the 2021 Water Corporation annual Waterwise Awards. To be eligible The City had to complete a new Waterwise Council Action Plan including the Gold Recognition section, establish a cross-departmental Water Management Team, introduce a Waterwise Verge Policy in line with Water Corporation's best practice verge guidelines and have an endorsed Waterwise Aquatic Centre.</p>

COMMUNITY PRIORITY

ACHIEVEMENTS

As part of the City's Waterwise commitment, the City has started developing a Waterwise Management Plan as the City works towards being a water sensitive City by 2030.

Continue to develop a Utility Data Platform that will enable the City to calculate GHG emissions from CoA energy, gas and water usage.

The City of Albany's Green Team has worked to align internal departments with sustainability initiatives. The Green Team provided energy audit kits, smart energy community sessions and tree planting days.

Continued development of an Albany Electric Vehicle Charging Plan to guide future charging infrastructure installation.

Held Green Fair on the Square with approximately 600 people in attendance.

Worked closely with Cleanaway's Education Officer to promote recycling and waste reduction to residents. More than 1,770 participants taking part in 39 tours and presentations at Hanrahan Road Waste Facility and incursions at schools and community groups run by Cleanaway's Education Officer.

Commenced community education campaign ahead of FOGO bin roll out, to encourage decreased waste generation and increased resource recovery through correct waste sorting.

Launched a FOGO Bin Incentive to assist households without a FOGO bin to acquire one before the start of the FOGO bin system, to increase organics captured from residences.

Commenced delivery of kitchen caddies and bin lid update to ensure households have consistent bin lid colours to encourage and support effective participation in upcoming FOGO bin service.

COMMUNITY PRIORITY

3.3.2 Deliver a sustainable and progressive approach to waste management including collaboration with neighbouring local governments.

ACHIEVEMENTS

Albany Public Library maintained a Recycling station within the facility.

Provided 15,480 urban households with a three-bin service separating garden organics, commingled recyclables and landfill waste, recovering 33% of material for recycling and composting.

Collected 888 tonnes of garden organics during the annual bulk green waste collection and 475 tonnes dropped off to the City's organics contractor using the green waste passes provided to ratepayers.

Provided 1,590 rural households with complementary vouchers to dispose of waste at one of Albany's five rural transfer stations or two waste facilities.

Undertook planning for implementation of the kerbside FOGO bin system to decrease waste to landfill and divert organics for composting.

Provided a Household Hazardous Waste (HHW) collection facility for the collection of tricky waste from Albany, Denmark and Plantagenet residents.

Held representative positions on the WA Municipal Waste Advisory Council – Officers Advisory Group on behalf of the South Coast Sustainable Waste Alliance.

Participated in the Consistent Communications Collective and Waste Educators Network Group.





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

COMMUNITY PRIORITY	ACHIEVEMENTS
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.	Establishment of a permanent display of historic aviation memorabilia and artwork in the Albany Airport terminal building.
	Public art installed of a Grass tree in Chester Pass roundabout
	Coordinated the Town Hall relaunch festival with a program across two weeks in April 2021.
	The Albany Public Library became the first location in Western Australia to host the Australian of the Year exhibition.
	Hosted the Clarence exhibition at the Town Hall.
	Princess Royal Fortress housed the photography exhibition <i>Recovering the Past</i> .
	Hosted the Preppers exhibition at the Town Hall.

COMMUNITY PRIORITY	ACHIEVEMENTS
<p>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.</p>	<p>Operated Fossicker's Tip Shop at Hanrahan Road Waste Facility, providing an important place of social interaction for the community.</p> <p>Commenced work on the Great Southern Arts, Culture and Heritage Strategy.</p> <p>Displayed banners of the six seasons of the Noongar calendar along York Street during Reconciliation Week.</p>
<p>4.2.1 Deliver activities and programs that engage with the wider community and engender community spirit.</p>	<p>Held Green Fair on the Square with approximately 600 people enjoying the annual celebration of sustainability, including a focus on the upcoming FOGO bin service.</p> <p>Participated in the nationwide Garage Sale Trail in November 2020, with 2,789 residents involved as shoppers or sellers at 54 garage sales.</p> <p>Offered community event grants to enable local groups to run community led events in Albany.</p> <p>Ran a Support Local campaign that encouraged residents to support local businesses.</p> <p>Commenced delivery of the Restoring Menang Noongar Place Names project.</p> <p>Performed a refresh of public toilets at Women's Rest Centre, Frenchman Bay, Railway Station, Emu Point Marina, Ellen Cove.</p> <p>Completed paint and repair of shade structures and gazebos.</p>
<p>4.2.2 Maintain infrastructure and deliver programs that promote Albany's unique heritage, engender civic pride and leave a lasting memory.</p>	<p>Seven new bus shelters installed.</p> <p>Oil treatment of roof shingles at the Women's Rest Centre.</p> <p>Town Hall Repurposing project completed.</p>

COMMUNITY PRIORITY	ACHIEVEMENTS
<p>4.3.1 Develop a range of activities and facilities that connect people, promote a healthy community and are appropriate for all ages.</p>	<p>Developed the City of Albany Nature Passport.</p> <p>Delivered a successful Long Live You program through Albany Leisure and Aquatic Centre that helped seniors be more active.</p> <p>Held a family friendly Christmas Festival and Pageant.</p> <p>Held the New Year's Eve Picnic and Fireworks with a family friendly fireworks display at 9pm.</p> <p>Held the Middleton Beach Festival.</p> <p>Green Fair on the Square took place in March for the whole community.</p> <p>Art installations were in place on the September long weekend throughout York Street and the CBD.</p> <p>Commenced works at Youth Challenge Park.</p> <p>Partnered with ACCI to deliver Town Teams initiative.</p> <p>City of Albany awarded Age Friendly status.</p>
<p>4.3.2 Encourage and support volunteers and community groups to grow an active volunteer base that is supported and valued.</p>	<p>Commenced upgrades on 10 Community Halls.</p> <p>Undertook regular community Bushcare and tree planting days.</p> <p>15 community members Adopted a Spot in partnership with Keep Albany Beautiful to clean up litter.</p> <p>Provided funding to Keep Albany Beautiful and Rainbow Coast Toy Library through the City's Waste & Sustainability Grant scheme for initiatives to promote waste reduction and sustainability in the community.</p> <p>Promoted and supported the Keep Albany Beautiful committee and Keep Australia Beautiful Adopt-A-Spot program.</p> <p>Continued to offer a discounted fee to approved charitable organisations to dispose of waste at Hanrahan Road Waste Facility.</p>





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.	Commenced implementation of actions contained in Planning Strategy with the preparation of Local Planning Scheme number 2.
5.1.2 Provide proactive planning and building services that support sustainable growth while reflecting our local character and heritage.	Continued the provision of a planning, building and heritage advice service. Finalised the City of Albany's contemporary heritage inventory and heritage list.

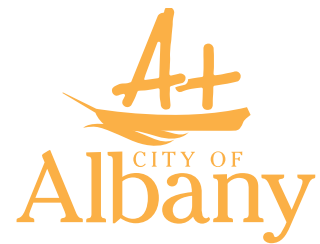
COMMUNITY PRIORITY	ACHIEVEMENTS
<p>5.2.1 Improve connectedness and traffic flows via a well-designed and safe transport and pathway network that connects people and services and encourages pedestrians and cyclists.</p>	<p>Completed stage 1 of works to Sanford Road including reconstruction, drainage and footpath upgrade.</p> <p>Completed key pathway link from ASHS to the Centennial Park Sporting Precinct – (Campbell Road, Cockburn Road, Symers Street, Lockyer Avenue).</p> <p>Completed pathway school connection on South Coast Highway from Le Grande to Lurline.</p> <p>Completed major construction works on Millbrook Road (Warren Road to Chester Pass Road).</p> <p>Reconstructed and sealed a section of Churchlane Road. Remaining section of Churchlane Road was resheeted.</p> <p>Completed the Blackspot projects at Spencer/Stirling Intersection and Betty's Beach.</p> <p>Completed further improvements to the Stanley Road intersection.</p>
<p>5.2.2 Create infrastructure and connected streetscapes that are consistent and reflect our unique heritage.</p>	<p>Enhanced streetscape amenity, kerbing and parking to improve safety and connectivity for pedestrians on Stirling Terrace.</p> <p>Continued the median strips upgrades along Albany Highway.</p> <p>Upgrade and renewal of Albany Leisure and Aquatic Centre gardens.</p>
<p>5.3.1 Plan for and monitor community safety via effective ranger and emergency services.</p>	<p>Continued compliance and enforcement activities in line with Council's Regulatory Compliance Policy.</p> <p>Facilitated and deliver proactive information and support services to internal and external stakeholders, and the community.</p> <p>Administered and provided logistical support to the City's 16 Bush Fire Brigades and 846 volunteer members, to ensure operational preparedness.</p>

COMMUNITY PRIORITY	ACHIEVEMENTS
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.	<p>Provided access to drinking water in the City of Albany's public spaces to ensure consistency with the City's commitment as a Waterwise Council and is in line with the priorities set out in the City of Albany Public Health Plan 2018-2022. Three sites including ALAC, Centennial Park Sporting Precinct and the National Anzac Centre now have access to drinking water.</p> <hr/> <p>Installed Healthy Choices signs at the Albany Leisure and Aquatic Centre.</p> <hr/> <p>Delivered a Health and Wellness program for the Albany community in partnership with Live Lighter and Healthway in January 2021.</p>





THIS IS YOUR
2020/2021
FINANCIAL
REPORT



CITY OF ALBANY

FINANCIAL REPORT

FOR THE YEAR ENDED 30TH JUNE 2021

TABLE OF CONTENTS

Statement by Chief Executive Officer	75
Statement of Comprehensive Income by Nature or Type	76
Statement of Comprehensive Income by Program	77
Statement of Financial Position	78
Statement of Changes in Equity	79
Statement of Cash Flows	80
Rate Setting Statement	81
Notes to and forming part of the Financial Report	82
Independent Auditor's Report	128

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



CITY OF ALBANY
FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2021

*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 2021 is based on proper accounts and records to present fairly the financial position of the City of Albany at 30 June 2021 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 30TH day of NOVEMBER 2021



Andrew Sharpe
Chief Executive Officer

Statement of Comprehensive Income By Nature or Type

for the year ended 30 June 2021

	NOTE	2021 Actual \$	2021 Budget \$	2020 Actual \$
Revenue				
Rates	29(a)	38,808,041	38,713,076	38,433,958
Operating grants, subsidies and contributions	2(a)	7,298,048	4,600,910	7,245,486
Fees and charges	2(a)	19,096,042	14,616,563	16,842,478
Interest earnings	2(a)	392,633	533,114	1,054,440
Other revenue	2(a)	311,651	183,306	176,081
		<u>65,906,415</u>	<u>58,646,969</u>	<u>63,752,443</u>
Expenses				
Employee costs		(25,686,232)	(25,490,427)	(26,750,782)
Materials and contracts		(15,286,199)	(20,033,701)	(16,015,065)
Utility charges		(1,857,035)	(1,786,962)	(1,728,294)
Depreciation on non-current assets	11(d)	(17,971,077)	(16,848,328)	(16,777,600)
Interest expenses	2(b)	(626,453)	(640,704)	(748,230)
Insurance expenses		(700,903)	(738,880)	(656,392)
Other expenditure		(2,324,815)	(2,721,166)	(2,364,295)
		<u>(64,452,714)</u>	<u>(68,260,168)</u>	<u>(65,040,658)</u>
		<u>1,453,701</u>	<u>(9,613,199)</u>	<u>(1,288,215)</u>
Non-operating grants, subsidies and contributions	2(a)	8,622,388	17,275,986	8,177,274
Profit on asset disposals	11(a)	128,869	1,000	45,103
(Loss) on asset disposals	11(a)	(166,087)	(454,292)	(207,977)
Fair value adjustments to financial assets at fair value through profit or loss	8	12,150	-	3,745
		<u>8,597,320</u>	<u>16,822,694</u>	<u>8,018,145</u>
Net result for the period		<u>10,051,021</u>	<u>7,209,495</u>	<u>6,729,930</u>
Other comprehensive income for the period		-	-	-
Total comprehensive income for the period		<u>10,051,021</u>	<u>7,209,495</u>	<u>6,729,930</u>

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

Statement of Comprehensive Income By Program

for the year ended 30 June 2021

	NOTE	2021 Actual \$	2021 Budget \$	2020 Actual \$
Revenue				
Governance		-	-	44,203
General purpose funding		43,618,520	41,330,047	44,029,668
Law, order, public safety		569,538	527,968	695,649
Health		167,420	192,192	130,454
Education and welfare		1,338,712	977,973	1,222,402
Community amenities		10,435,081	9,618,133	9,183,813
Recreation and culture		3,301,440	2,210,490	2,825,211
Transport		2,072,957	1,232,315	2,040,650
Economic services		2,821,516	1,582,700	2,202,641
Other property and services		1,581,231	975,151	1,377,752
		65,906,415	58,646,969	63,752,443
Expenses				
Governance		(3,960,369)	(4,188,071)	(4,383,458)
General purpose funding		(614,368)	(1,069,294)	(670,517)
Law, order, public safety		(2,853,154)	(2,934,066)	(2,857,497)
Health		(838,605)	(876,625)	(830,369)
Education and welfare		(1,855,868)	(2,035,389)	(1,889,090)
Community amenities		(10,263,658)	(11,631,173)	(9,521,359)
Recreation and culture		(15,555,447)	(15,730,846)	(15,323,619)
Transport		(20,278,915)	(21,417,321)	(20,915,794)
Economic services		(4,852,888)	(5,248,355)	(5,355,022)
Other property and services		(2,752,989)	(2,506,503)	(2,545,703)
		(63,826,261)	(67,637,643)	(64,292,428)
Finance Costs				
Recreation and culture		(371,174)	(378,574)	(423,698)
Transport		(175,336)	(164,389)	(231,070)
Economic services		(37,553)	(36,446)	(45,133)
Other property and services		(42,390)	(43,116)	(48,329)
		(626,453)	(622,525)	(748,230)
		1,453,701	(9,613,199)	(1,288,215)
Non-operating grants, subsidies and contributions	2(a)	8,622,388	17,275,986	8,177,274
Profit on disposal of assets	11(a)	128,869	1,000	45,103
(Loss) on disposal of assets	11(a)	(166,087)	(454,292)	(207,977)
Fair value adjustments to financial assets at fair value through profit or loss	8	12,150	-	3,745
		8,597,320	16,822,694	8,018,145
Net result for the period		10,051,021	7,209,495	6,729,930
Other comprehensive income for the period		-	-	-
Total comprehensive income for the period		10,051,021	7,209,495	6,729,930

Statement of Financial Position

as at 30 June 2021

	NOTE	30 June 2021	30 June 2020
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	17,296,552	23,321,708
Trade and other receivables	5	2,755,984	2,464,580
Inventories	6	1,048,768	1,578,289
Contract assets	2(a)	1,219,000	649,337
Other current assets	7	788,808	848,899
Other financial assets	8(a)	36,513,729	17,513,307
TOTAL CURRENT ASSETS		59,622,841	46,376,120
NON-CURRENT ASSETS			
Trade receivables	5	693,091	682,477
Other financial assets	8(b)	319,059	320,638
Property, plant and equipment	9	169,215,327	169,758,136
Infrastructure	10	402,436,214	404,277,609
Right of use assets	12	1,121,172	1,157,093
Intangible Assets	13	4,481,129	-
TOTAL NON-CURRENT ASSETS		578,265,992	576,195,953
TOTAL ASSETS		637,888,833	622,572,073
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	15	7,338,891	5,766,715
Contract liabilities	16	5,812,866	1,094,479
Lease liabilities	17(a)	183,570	170,923
Borrowings	18(a)	2,413,321	2,522,894
Employee related provisions	19	5,699,361	5,851,436
Other provisions	20	213,455	209,341
TOTAL CURRENT LIABILITIES		21,661,464	15,615,788
NON-CURRENT LIABILITIES			
Contract liabilities	16	1,044,509	926,503
Lease liabilities	17(a)	1,044,491	1,014,045
Borrowings	18(a)	7,410,673	9,823,994
Employee related provisions	19	859,848	398,892
Other provisions	20	9,023,976	8,000,000
TOTAL NON-CURRENT LIABILITIES		19,383,497	20,163,434
TOTAL LIABILITIES		41,044,961	35,779,222
NET ASSETS		596,843,872	586,792,851
EQUITY			
Retained surplus		315,919,680	313,865,617
Reserves - cash backed	4	37,224,752	29,227,794
Revaluation surplus	14	243,699,440	243,699,440
TOTAL EQUITY		596,843,872	586,792,851

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

Statement of Changes in Equity

for the year ended 30 June 2021

	NOTE	RETAINED SURPLUS \$	CASH BACKED RESERVES \$	REVALUATION SURPLUS \$	TOTAL EQUITY \$
Balance as at 1 July 2019		302,899,677	33,463,804	243,699,440	580,062,921
Comprehensive income					
Net result for the period		6,729,930	-	-	6,729,930
Total comprehensive income		6,729,930	-	-	6,729,930
Transfers from/(to) reserves	4	4,236,010	(4,236,010)	-	-
Balance as at 30 June 2020		313,865,617	29,227,794	243,699,440	586,792,851
Comprehensive income					
Net result for the period		10,051,021	-	-	10,051,021
Total comprehensive income		10,051,021	-	-	10,051,021
Transfers from/(to) reserves	4	(7,996,958)	7,996,958	-	-
Balance as at 30 June 2021		315,919,680	37,224,752	243,699,440	596,843,872

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

Statement of Cash Flows

for the year ended 30 June 2021

	NOTE	2021 Actual \$	2021 Budget \$	2020 Actual \$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		39,009,567	38,805,372	38,176,717
Operating grants, subsidies and contributions		6,574,660	3,607,030	7,486,886
Fees and charges		19,096,042	14,708,859	16,842,478
Interest received		392,633	533,114	1,054,440
Goods and services tax received		1,765,589	1,700,000	2,561,298
Other revenue		311,651	183,306	176,081
		67,150,142	59,537,681	66,297,900
Payments				
Employee costs		(25,287,249)	(25,610,427)	(27,054,691)
Materials and contracts		(8,899,087)	(19,330,482)	(17,249,811)
Utility charges		(1,857,035)	(1,786,962)	(1,728,294)
Interest expenses		(631,340)	(640,704)	(778,879)
Insurance paid		(700,903)	(738,880)	(656,392)
Goods and services tax paid		(1,863,002)	(1,700,000)	(2,559,432)
Other expenditure		(2,324,814)	(2,721,166)	(2,364,295)
		(41,563,430)	(52,528,621)	(52,391,794)
Net cash provided by/(used in) operating activities	21	25,586,712	7,009,060	13,906,106
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	9(a)	(5,659,824)	(9,314,692)	(7,280,187)
Payments for construction of infrastructure	10(a)	(13,450,397)	(27,978,194)	(12,809,704)
Net proceeds for financial assets at amortised cost	8	(19,000,000)	-	(5,000,000)
Non-operating grants, subsidies and contributions	2	8,622,388	17,275,986	8,177,274
Proceeds from sale of property, plant & equipment	11(a)	569,285	675,500	624,327
Net cash provided by/(used in) investment activities		(28,918,548)	(19,341,400)	(16,288,290)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	18(b)	(2,522,894)	(2,522,892)	(2,570,907)
Proceeds from new borrowings		-	2,000,000	-
Proceeds from self supporting loans	8	13,307	13,307	12,899
Repayment of leases	17(b)	(183,733)	(170,922)	(168,191)
Net cash provided by/(used in) financing activities		(2,693,320)	(680,507)	(2,726,199)
Net increase/(decrease) in cash held		(6,025,156)	(13,012,847)	(5,108,383)
Cash at beginning of year		23,321,708	26,806,027	28,430,091
Cash and cash equivalents at the end of the year	21	17,296,552	13,793,180	23,321,708

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

Rate Setting Statement

for the year ended 30 June 2021

	NOTE	2021 Actual	2021 Budget	2020 Actual
		\$	\$	\$
OPERATING ACTIVITIES				
Net current assets at start of financial year - surplus/(def cit)	30 (b)	4,055,048	4,057,162	2,377,413
		4,055,048	4,057,162	2,377,413
Revenue from operating activities (excluding rates)				
Rates (excluding general rates)	29(a)	118,062	113,245	113,578
Operating grants, subsidies and contributions		7,298,048	4,600,910	7,245,486
Fees and charges		19,096,042	14,616,563	16,842,478
Profit on Asset Disposal		128,869	1,000	45,103
Interest earnings		392,633	533,114	1,054,440
Other revenue		311,651	183,306	176,081
		27,345,305	20,048,138	25,477,166
Expenditure from operating activities				
Employee costs		(25,686,232)	(25,490,427)	(26,750,782)
Materials and contracts		(15,286,199)	(20,033,701)	(16,015,065)
Utility charges		(1,857,035)	(1,786,962)	(1,728,294)
Depreciation on non-current assets	11(d)	(17,971,077)	(16,848,328)	(16,777,600)
Interest expenses		(626,453)	(640,704)	(748,230)
Insurance expenses		(700,903)	(738,880)	(656,392)
Loss on sale of assets	11(a)	(166,087)	(454,292)	(207,977)
Other expenditure		(2,324,815)	(2,721,166)	(2,364,295)
		(64,618,801)	(68,714,460)	(65,248,635)
Non-cash amounts excluded from operating activities	30(a)	18,457,082	17,301,620	11,330,508
Amount attributable to operating activities		(14,761,366)	(27,307,540)	(26,063,548)
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions	2	8,622,388	17,275,986	8,177,274
Proceeds from disposal of assets	11(a)	569,285	675,500	624,327
Purchase of property, plant and equipment	9(a)	(5,659,824)	(9,314,692)	(7,280,187)
Purchase and construction of infrastructure	10(a)	(13,450,397)	(27,978,194)	(12,809,704)
Amount attributable to investing activities		(9,918,548)	(19,341,400)	(11,288,290)
FINANCING ACTIVITIES				
Repayment of borrowings	18(b)	(2,522,894)	(2,522,892)	(2,570,907)
Proceeds from borrowings	18(b)	-	2,000,000	-
Proceeds from self supporting loans	8	13,307	13,307	12,899
Payments for principal portion of lease liabilities	17(b)	(183,733)	(170,922)	(168,191)
Restricted Cash Utilised	18(d)	-	102,070	1,576,695
Transfers to reserves (restricted assets)	4	(22,841,305)	(13,834,304)	(16,424,612)
Transfers from reserves (restricted assets)	4	14,844,347	22,461,850	20,660,622
Amount attributable to financing activities		(10,690,278)	8,049,109	3,086,506
Deficit before imposition of general rates		(35,370,192)	(38,599,831)	(34,265,332)
Total amount raised from general rates	29	38,689,979	38,599,831	38,320,380
Surplus after imposition of general rates	30(b)	3,319,787	-	4,055,048

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

Notes to the Financial Statements

for the year ended 30 June 2021

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.

The Local Government Act 1995 and accompanying Regulations take precedence over Australian Accounting Standards where they are inconsistent. The Local Government (Financial Management) Regulations 1996 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 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.

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

The City has reclassified a small number of accounts for comparative purposes. These reclassifications are presented in Note 2 and 25, and have been made in line with amended disclosure requirements of the Local Government (Financial Management) Regulations 1996. The impact of these reclassifications is considered minor and immaterial.

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 32 to these financial statements.

INITIAL APPLICATION OF 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. These were:

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

The adoption of these standards had no material impact on the financial report.

NEW ACCOUNTING STANDARDS FOR APPLICATION IN FUTURE YEARS

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

- AASB 2020-1 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current
- AASB 2020-3 Amendments to Australian Accounting Standards - Annual Improvements 2018-2020 and Other Amendments
- AASB 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting Estimates

It is not expected these standards will have an impact on the financial report.

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

- Employee expenses
- Other financial assets
- Property, Plant and Equipment
- Infrastructure
- Right-of-use assets
- Lease liabilities
- Borrowing liabilities
- Provisions

Notes to the Financial Statements

for the year ended 30 June 2021

2. REVENUE AND EXPENSES

Revenue Recognition Policy

Recognition of revenue is dependant 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/take-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	Fort's 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 2021

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:

	2021 Actual	2021 Budget	2020 Actual
	\$	\$	\$
Operating grants, subsidies and contributions			
Governance	-	-	44,203
General purpose funding	4,295,611	1,971,857	4,425,363
Law, order, public safety	443,622	414,527	559,539
Education and welfare	104,058	174,273	112,040
Community amenities	531,892	466,723	54,308
Recreation and culture	884,751	963,878	1,011,533
Transport	78,021	56,326	85,819
Economic services	424,649	390,300	468,088
Other property and services	535,444	163,026	484,593
	7,298,048	4,600,910	7,245,486
Non-operating grants, subsidies and contributions			
Law, order, public safety	8,880	-	602,553
Recreation and culture	4,197,883	8,587,522	3,262,324
Transport	4,415,625	7,783,464	4,084,029
Economic services	-	5,000	228,368
Other property and services	-	900,000	-
	8,622,388	17,275,986	8,177,274
Total grants, subsidies and contributions	15,920,436	21,876,896	15,422,760
Fees and Charges			
General purpose funding	122,235	112,000	115,907
Law, order, public safety	125,917	113,441	136,110
Health	167,421	192,192	130,454
Education and welfare	1,234,654	803,700	1,110,363
Community amenities	9,903,189	9,151,410	9,129,503
Recreation and culture	2,413,933	1,246,306	1,813,630
Transport	1,994,935	1,175,989	1,954,831
Economic services	2,274,219	1,109,400	1,634,624
Other property and services	859,539	712,125	817,056
	19,096,042	14,616,563	16,842,478

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 2021

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:

	2021 Actual	2021 Budget	2020 Actual
	\$	\$	\$
Fees and charges	18,457,839	14,191,857	16,429,108
Other revenue	186,293	100,000	81,403
Non-operating grants, subsidies and contributions	8,622,388	17,275,986	8,177,274
	<u>27,266,520</u>	<u>31,567,843</u>	<u>24,687,785</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:

Revenue from contracts with customers included as a contract liability at the start of period		-	
Revenue from contracts with customers recognised during the year	18,644,132	14,291,857	16,510,511
Revenue from transfers intended for acquiring or constructing recognisable non-financial assets held as a liability at the start of the period	182,765	-	2,328,307
Revenue from transfers intended for acquiring or constructing recognisable non-financial assets during the year	8,439,623	17,275,986	5,848,967
	<u>27,266,520</u>	<u>31,567,843</u>	<u>24,687,785</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	1,054,474		710,361
Contract assets	1,219,000		649,337
Contract liabilities from contracts with customers	(324,138)		(896,488)
Financial assets held from transfers for recognisable non-financial assets	6,533,236		1,124,494
Grant Liabilities from transfers for recognisable non-financial assets	(6,533,236)		(1,124,494)

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 2021. 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 and Grants receivable 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 2021

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:

	2021 Actual	2021 Budget	2020 Actual
	\$	\$	\$
General rates	38,689,979	38,599,831	38,320,380
Statutory permits and licences	578,422	371,090	372,979
Fines	59,781	53,616	40,391
Developer contributions	105,841	-	215,897
Public open space contributions	168,027	-	32,500
	<u>39,602,050</u>	<u>39,024,537</u>	<u>38,982,147</u>

Assets and service acquired below fair value

Recognised volunteer services	169,084	133,300	162,139
	<u>169,084</u>	<u>133,300</u>	<u>162,139</u>

Other revenue

Commissions	125,358	83,306	99,978
Other	186,293	100,000	76,103
	<u>311,651</u>	<u>183,306</u>	<u>176,081</u>

Interest earnings

Loans receivable - clubs/institutions	3,044	3,114	3,455
Reserve accounts interest	135,068	240,000	442,129
Other interest earnings	79,991	116,000	202,106
Rates instalment and penalty interest (refer Note 29(e))	174,530	174,000	406,750
	<u>392,633</u>	<u>533,114</u>	<u>1,054,440</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.

Volunteer Services

The City utilises volunteer services at the National ANZAC Centre. When volunteers are not available, the City employs paid staff, and therefore the fair value of volunteer services can be reliably measured. All other volunteer services are not recognised as revenue as the fair value cannot be reliably estimated.

(b) Expenses

Auditors remuneration

- Audit of the Annual Financial Report	68,000	160,000	74,800
- Other services	34,250	-	51,632
	<u>102,250</u>	<u>160,000</u>	<u>126,432</u>

Interest expenses (finance costs)

Borrowings (refer Note 18(b))	601,074	622,525	727,482
Implicit Interest from ROU Assets (refer Note 17(b))	25,379	18,017	20,748
	<u>626,453</u>	<u>640,542</u>	<u>748,230</u>

Other Expenditure

Impairment loss on trade and other receivables	190,388	-	84,631
Sundry expenses	2,134,427	2,721,166	2,279,664
	<u>2,324,815</u>	<u>2,721,166</u>	<u>2,364,295</u>

Notes to the Financial Statements

for the year ended 30 June 2021

3. CASH AND CASH EQUIVALENTS

	NOTE	2021 \$	2020 \$
Cash at bank and on hand		11,296,552	19,321,708
Short-term Term Deposits (<= 90 Days)		6,000,000	4,000,000
Subtotal: Total cash and cash equivalents		17,296,552	23,321,708
Financial assets at amortised cost: Term Deposits > 90 Days	8(a)	36,500,000	17,500,000
Total cash, cash equivalents, and all term deposits		53,796,552	40,821,708
Cash at bank and on hand		11,296,552	19,321,708
Term deposits		42,500,000	21,500,000
Total cash, cash equivalents, and all term deposits		53,796,552	40,821,708

Restrictions:

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

- Cash and cash equivalents		1,352,837	9,511,996
- Term Deposits		42,500,000	21,500,000
		43,852,837	31,011,996

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

Reserves - cash backed	4	37,224,752	29,227,794
National ANZAC Centre Donations		7,756	7,756
Bonds and Deposits Held	15	807,464	681,967
Current contract liabilities - Developer contributions	16	1,273	13,092
Current contract liabilities - Unspent grants	16	5,811,592	1,081,387
Total restricted cash and cash equivalents		43,852,837	31,011,996

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 2021

4. RESERVES – CASH BACKED

	2021 Actual				2021 Budget				2020 Actual			
	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Airport	2,829,537	1,998,313	(1,454,111)	3,373,739	2,884,531	1,137,500	(3,118,845)	903,186	2,355,169	2,006,083	(1,531,715)	2,829,537
(b) Albany Entertainment	367,707	4,427	(25,000)	347,134	355,544	2,489	(25,000)	333,033	362,912	4,795	-	367,707
(c) ALAC Synthetic Surface "Carpet"	-	25,000	-	25,000	34,847	25,000	-	59,847	269,424	23,634	(293,058)	-
(d) Bayonet Head Infrastructure	152,394	-	-	152,394	152,394	-	-	152,394	151,770	624	-	152,394
(e) Car Parking	311,781	1,644	-	313,425	360,207	-	(139,000)	221,207	360,207	4,759	(53,185)	311,781
(f) Emu Point Boat Pens Development	421,689	140,465	(174,107)	388,047	440,310	80,000	(153,915)	366,395	483,416	124,116	(185,843)	421,689
(g) Masterplan Funding	145,679	768	-	146,447	145,679	-	(45,000)	100,679	145,679	-	-	145,679
(h) National Anzac Centre	725,604	15,081	(119,047)	621,638	996,091	-	(664,578)	331,513	1,151,513	15,214	(441,123)	725,604
(i) Parks and Recreations Grounds	831,121	9,381	-	840,502	731,121	5,000	(200,000)	536,121	681,121	150,000	-	831,121
(j) Plant Replacement	1,953,946	210,301	-	2,164,247	1,512,544	-	(300,000)	1,212,544	2,343,919	235,250	(625,223)	1,953,946
(k) Roadworks	1,864,822	1,511,331	(300,000)	3,076,153	1,616,177	-	(400,000)	1,216,177	2,709,392	172,133	(1,016,703)	1,864,822
(l) Waste Management	4,933,318	1,089,187	(4,480)	6,018,025	4,694,486	1,057,592	(3,407,528)	2,344,550	4,092,813	1,110,692	(270,187)	4,933,318
(m) Refuse Collection & Waste Minimisation	4,855,333	8,688,442	(8,017,119)	5,526,656	5,293,909	8,214,278	(8,812,810)	4,695,377	3,880,067	7,729,836	(6,754,570)	4,855,333
(n) Building Restoration	1,386,048	7,307	(75,000)	1,318,355	1,236,048	-	(150,000)	1,086,048	1,386,048	100,000	(100,000)	1,386,048
(o) Debt Management	1,554,961	4,690,770	(1,279,698)	4,966,033	1,554,961	2,835,264	(1,279,698)	3,110,527	3,322,486	616,317	(2,383,842)	1,554,961
(p) Land Acquisition	503,733	137,201	(7,456)	633,478	503,733	80,000	(10,000)	573,733	503,733	-	-	503,733
(q) Coastal Management	1,176,189	1,267,228	(773,466)	1,669,951	1,088,736	75,000	(912,547)	251,189	676,189	500,000	-	1,176,189
(r) Information Technology	541,045	7,852	(85,000)	463,897	361,045	5,000	(117,182)	248,863	541,045	-	-	541,045
(s) Prepaid Rates	-	-	-	-	-	-	-	-	998,417	-	(998,417)	-
(t) Destination Marketing & Economic Development	468,150	111,128	(70,000)	509,278	350,317	5,059	(70,000)	285,376	351,991	116,159	-	468,150
(u) Albany Heritage Park Infrastructure	458,660	2,418	-	461,078	458,660	-	(60,000)	398,660	499,564	10,000	(50,904)	458,660
(v) Unspent Grants	2,307,368	2,317,558	(2,307,368)	2,317,558	2,307,368	-	(2,307,368)	-	5,868,778	2,307,368	(5,868,778)	2,307,368
(w) Cheynes Beach	141,628	82,510	(20,350)	203,788	187,116	93,602	(30,000)	250,718	123,514	91,319	(73,205)	141,628
(x) Capital Seed Funding for Sporting Clubs	71,000	75,000	(19,606)	126,394	69,642	-	(69,642)	-	71,000	-	-	71,000
(y) Centennial Park Stadium and Pavilion Renewal	146,578	63,194	(12,246)	197,526	118,705	84,258	(27,737)	175,226	71,637	88,810	(13,869)	146,578
(z) Great Southern Contiguous Local Authorities Group (CLAG)	3,000	1,000	-	4,000	3,000	1,000	-	4,000	2,000	1,000	-	3,000
(aa) Town Hall	150,000	24,053	-	174,053	180,876	133,262	(161,000)	153,138	60,000	90,000	-	150,000
(ab) Developer Contributions (Non current)	926,503	119,279	(1,273)	1,044,509	753,613	-	-	753,613	-	926,503	-	926,503
(ac) Public Open Space	-	30,000	-	30,000	-	-	-	-	-	-	-	-
(ad) Albany's Bicentenary	-	150,000	(63,903)	86,097	-	-	-	-	-	-	-	-
(ae) Emu Point Marina	-	60,467	(35,117)	25,350	-	-	-	-	-	-	-	-
Total Cash Backed Reserves	29,227,794	22,841,305	(14,844,347)	37,224,752	28,391,660	13,834,304	(22,461,850)	19,764,114	33,463,804	16,424,612	(20,660,622)	29,227,794

All of the reserve accounts are supported by cash and cash equivalents and financial assets at amortised cost and are restricted within equity as Reserves – cash/financial assets backed.

Notes to the Financial Statements

for the year ended 30 June 2021

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) Bayonet Head Infrastructure	Ongoing	To hold owner funding for infrastructure items and works within the Bayonet Head.
(e) Car Parking	Ongoing	To provide for the acquisition of land, the development of land for car parking within the Central Business District.
(f) Emu Point Boat Pens Development	Ongoing	To provide for the development/redevelopment of the Emu Point Boat Pens.
(g) Masterplan Funding	Ongoing	To provide for funding of asset masterplans.
(h) National Anzac Centre	Ongoing	To receipt funds for the ongoing management and building renewal for (AIC).
(i) Parks and Recreations Grounds	Ongoing	To facilitate the funding of future works associated with parks and recreation grounds.
(j) Plant Replacement	Ongoing	To provide for the future replacement of plant, and reduce dependency on loans for this purpose.
(k) Roadworks	Ongoing	To facilitate the funding of road and drainage works associated with roads.
(l) Waste Management	Ongoing	To facilitate the funding of future waste management the rehabilitation, redevelopment and development of refuse sites.
(m) 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.
(n) Building Restoration	Ongoing	To receipt funds for the ongoing building renewal and expansion projects.
(o) Debt Management	Ongoing	To receipt funds for the long-term debt strategy.
(p) Land Acquisition	Ongoing	To receipt proceeds from sale of land to acquire strategic parcels of land in a future financial year.
(q) Coastal Management	Ongoing	To receipt funds to facilitate future coastal works
(r) Information Technology	Ongoing	To receipt funds for the long-term information technology changes and licensing
(s) Prepaid Rates	Ongoing	To receipt prepaid rate revenue when these funds relate and are applied to the following financial year.
(t) Destination Marketing & Economic Development	Ongoing	To receipt funds for the purpose of destination marketing and major event attraction within the City of Albany.
(u) Albany Heritage Park Infrastructure	Ongoing	To receipt funds for the purpose of maintenance and capital improvements to the Albany Heritage Park.
(v) Unspent Grants	Ongoing	To receipt grant funds which are unspent at year end to be expended in a future financial year.
(w) Cheynes Beach	Ongoing	To receipt funds for the purpose of facilitating community maintenance and enhancement projects within the Cheyne Beach locality.
(x) Capital Seed Funding for Sporting Clubs	Ongoing	To receipt funds which are unspent at year end to be expended in a future financial year.
(y) Centennial Park Stadium and Pavilion Renewal	Ongoing	To receipt funds for the future renewal requirements of the Stadium & Pavilion within Centennial Park.
(z) 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.
(aa) Town Hall	Ongoing	To provide funding for the Town Hall
(ab) Developer Contributions (Non current)	Ongoing	To receipt contributions from developers for future works.
(ac) Public Open Space	Ongoing	To receipt funds for the purpose of Public Open Space.
(ad) Albany's Bicentenary	Ongoing	To provide funding for Albany's Bicentennial in 2026.
(ae) Emu Point Marina	Ongoing	To receipt leasing revenue to be used to manage, repair and maintain Reserve 42964.

Notes to the Financial Statements

for the year ended 30 June 2021

5. TRADE RECEIVABLES

	2021	2020
	\$	\$
Current		
Rates receivable	1,603,644	1,563,378
Sundry receivables	1,054,474	710,361
Allowance for impairment of receivables	(287,862)	(97,474)
GST receivable	385,728	288,315
Total current trade receivables	2,755,984	2,464,580
Non-current		
Pensioner's rates and ESL deferred	693,091	682,477
Total non-current trade receivables	693,091	682,477

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 31.

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 2021

6. INVENTORIES

	2021	2020
	\$	\$
Current		
Gravel, Fuel and Materials	901,032	1,230,875
Land Held For Resale	-	158,000
Retail Stock – Forts Store	97,430	141,511
Retail Stock – Albany Visitor Centre	35,360	39,683
Retail Stock – Library	2,185	1,363
Retail Stock – ALAC Sports Store	8,568	6,857
Retail Stock – Town Hall	4,193	-
Total current inventory	1,048,768	1,578,289

The following movements in inventories occurred during the year:

Carrying amount at 1 July	1,578,289	1,485,387
Inventories expensed during the year	(1,641,804)	(2,486,677)
Additions to inventory	1,112,283	2,579,579
Carrying amount at 30 June	1,048,768	1,578,289

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 were unsold as part of the City's Cull Road Residential Subdivision. During the 2020/21 financial year, the City sold the 2 remaining lots. The City considers the Cull Road Residential Subdivision complete. Please refer to Note 27 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

	2021	2020
	\$	\$
Other current assets		
Prepayments	505,528	446,133
Accrued Income	283,280	402,766
	788,808	848,899

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 2021

8. OTHER FINANCIAL ASSETS

	2021	2020
	\$	\$
(a) Current assets		
Financial assets at amortised cost	36,513,729	17,513,307
	36,513,729	17,513,307
Financial assets at amortised cost		
Term Deposits > 90 Days	36,500,000	17,500,000
Self Supporting Loans	13,729	13,307
	36,513,729	17,513,307
(b) Non-current assets		
Financial assets at amortised cost	75,441	89,170
Financial assets at fair value through profit and loss	243,618	231,468
	319,059	320,638
Financial assets at amortised cost		
- Financial assets at amortised cost - self supporting loans	75,441	89,170
	75,441	89,170
Financial assets at fair value through profit and loss		
- Unlisted equity investments		
Units in Local Government House Trust	243,618	231,468
	243,618	231,468
<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	12,150	3,745
	12,150	3,745

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 31.

Notes to the Financial Statements

for the year ended 30 June 2021

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 - 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
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2019	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)	-
Carrying amount at 30 June 2020	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
Comprises:										
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)
Carrying amount at 30 June 2020	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
Additions	-	-	1,961,177	1,961,177	1,961,177	1,181,432	1,805,983	-	711,232	5,659,824
(Disposals)	-	-	(63,222)	(63,222)	(63,222)	-	(543,281)	-	-	(606,503)
Depreciation (expense)	-	-	(2,752,530)	(2,752,530)	(2,752,530)	(1,284,521)	(1,559,079)	-	-	(5,596,130)
Transfers	-	-	2,128,218	2,128,218	2,128,218	5,260	51,188	-	(2,184,666)	-
Carrying amount at 30 June 2021	64,373,431	64,373,431	85,610,544	85,610,544	149,983,975	3,304,137	14,294,698	740,382	892,135	169,215,327
Comprises:										
Gross carrying amount at 30 June 2021	64,373,431	64,373,431	151,297,004	151,297,004	215,670,435	8,633,105	20,863,777	740,382	892,135	246,799,834
Accumulated depreciation at 30 June 2021	-	-	(65,686,460)	(65,686,460)	(65,686,460)	(5,328,968)	(6,569,079)	-	-	(77,584,507)
Carrying amount at 30 June 2021	64,373,431	64,373,431	85,610,544	85,610,544	149,983,975	3,304,137	14,294,698	740,382	892,135	169,215,327

Notes to the Financial Statements

for the year ended 30 June 2021

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
Land and buildings					
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.
Buildings	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)
Furniture and equipment	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.
Plant and equipment	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.
Paintings	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 2021

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
	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2019	222,074,870	23,776,069	51,521,999	30,483,537	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)	-
Carrying amount at 30 June 2020	221,218,773	23,668,438	51,406,823	34,374,015	68,417,610	5,191,950	404,277,609
Comprises:							
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)
Carrying amount at 30 June 2020	221,218,773	23,668,438	51,406,823	34,374,015	68,417,610	5,191,950	404,277,609
Reclassification as Intangible Asset	-	-	-	-	(3,548,477)	-	(3,548,477)
Additions	3,884,435	721,456	1,558,519	626,165	56,348	6,603,474	13,450,397
Depreciation (expense)	(6,420,814)	(651,973)	(1,118,433)	(1,736,641)	(1,815,454)	-	(11,743,315)
Transfers	386,495	462,748	324,523	121,845	3,236,602	(4,532,213)	-
Carrying amount at 30 June 2021	219,068,889	24,200,669	52,171,432	33,385,384	66,346,629	7,263,211	402,436,214
Comprises:							
Gross carrying amount at 30 June 2021	376,532,329	33,436,606	88,928,776	57,240,178	108,823,885	7,263,211	672,224,985
Accumulated depreciation at 30 June 2021	(157,463,440)	(9,235,937)	(36,757,344)	(23,854,794)	(38,928,779)	-	(266,240,294)
Reclassification as Intangible Asset	-	-	-	-	(3,548,477)	-	(3,548,477)
Carrying amount at 30 June 2021	219,068,889	24,200,669	52,171,432	33,385,384	66,346,629	7,263,211	402,436,214

Notes to the Financial Statements

for the year ended 30 June 2021

10. INFRASTRUCTURE (Continued)

(b) Fair Value Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
Roads	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.
Footpaths	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.
Drainage	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.
Parks, Gardens & Reserves	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.
Other	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 2021

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)(iii), 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.

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).

Notes to the Financial Statements

for the year ended 30 June 2021

11. FIXED ASSETS (Continued)

(a) Disposals of Assets

	2021 Actual				2021 Budget				2020 Actual			
	Net Book	Sale	Actual	Actual	Net Book	Sale	Budget	Budget	Net Book	Sale	Actual	Actual
	Value	Proceeds	Profit	Loss	Value	Proceeds	Profit	Loss	Value	Proceeds	Profit	Loss
Land - freehold land	-	-	-	-	79,000	80,000	1,000	-	-	-	-	-
Buildings	63,222	-	-	(63,222)	-	-	-	-	-	-	-	-
Plant and equipment	543,281	569,285	128,869	(102,865)	1,049,792	595,500	-	(454,292)	787,201	624,327	45,103	(207,977)
Total	606,503	569,285	128,869	(166,087)	1,128,792	675,500	1,000	(454,292)	787,201	624,327	45,103	(207,977)

The following assets were disposed of during the year.

	2021 Actual			
	Net Book	Sale	Actual	Actual
	Value	Proceeds	Profit	Loss
Plant and Equipment	\$	\$	\$	\$
Isuzu FRR500 Tip Tray Truck	45,000	20,351	-	(24,649)
Flocon Truck/UD Cab Chassis	132,500	71,893	-	(60,607)
Ranger XL 2.2 4X4	12,673	15,456	2,783	-
Isuzu Nls200 4X4 Factory Tipper	20,823	25,020	4,197	-
Isuzu MU-X LST	21,000	26,669	5,669	-
Ford Ranger XL	17,545	26,138	8,593	-
Ford PX Ranger XL	13,832	20,117	6,285	-
Isuzu NLS200 4X4 Factory Tipper	20,823	25,639	4,816	-
Isuzu NLS200 4X4 Factory Tipper	19,975	34,109	14,134	-
Isuzu NPR400 Split Tray Truck	19,975	29,467	9,492	-
Toyota Hilux SR 4X4	15,545	23,526	7,981	-
Ranger XL 2.2 4X4	12,673	18,298	5,625	-
Nissan Xtrail Diesel 2L TS	26,079	18,526	-	(7,553)
Massey Ferguson 5420 Tractor	24,478	36,088	11,610	-
JCB 426ZX Loader	60,696	68,799	8,103	-
I40 Active VF 2 4D	8,636	11,168	2,532	-
Husqvarna MZ48 Zero Turn Mower & Catcher	6,553	4,774	-	(1,779)
Ford PX Ranger XL	13,592	18,396	4,804	-
Volvo L40B Loader	15,000	46,255	31,255	-
Kanga DW625 Loader	15,550	9,565	-	(5,985)
Purpose Built Mini Digger Trailer	1,000	1,990	990	-
Mitsubishi Outlander PHEV	14,545	14,305	-	(240)
Trimax Stealth S3 Mower	4,788	2,736	-	(2,052)
Buildings				
North Road Turf Maintenance Sheds x 5	44,643	-	-	(44,643)
Nanarup Toilets	18,579	-	-	(18,579)
Total	606,503	569,285	128,869	(166,087)

(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.

	2021	2020
	\$	\$
Furniture and equipment	358,333	358,333
Plant and equipment	617,821	862,470
Total	976,154	1,220,803

(c) Temporarily Idle Assets

The City did not have any idle assets as at 30 June 2021.

Notes to the Financial Statements

for the year ended 30 June 2021

11. FIXED ASSETS (Continued)

(d) Depreciation

	2021 Actual	2021 Budget	2020 Actual
	\$	\$	\$
Buildings	2,752,530	2,733,087	2,657,396
Furniture and equipment	1,284,521	1,092,883	918,448
Plant and equipment	1,559,079	1,530,041	1,575,737
Right of use assets	221,144	180,997	174,837
Infrastructure - Roads	6,420,814	6,229,640	6,160,055
Infrastructure - Footpaths	651,973	644,246	635,653
Infrastructure - Drainage	1,118,433	1,739,648	1,095,753
Infrastructure - Parks, Gardens & Reserves	1,736,641	1,318,964	1,469,630
Infrastructure - Other	1,815,454	1,378,822	2,090,091
Rehabilitation Asset	410,488	-	-
Total Depreciation	17,971,077	16,848,328	16,777,600

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:

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

Notes to the Financial Statements

for the year ended 30 June 2021

11. FIXED ASSETS (Continued)

Depreciation (Continued)

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

Amortisation

All intangible assets with a finite useful life, are amortised on a straight-line basis over the individual asset's useful life from the time the asset is held for use. The residual value of intangible assets is considered to be zero and the useful life and amortisation method are reviewed at the end of each financial year. Amortisation is included within Depreciation on non-current assets in the Statement of Comprehensive Income and in the note above.

Notes to the Financial Statements

for the year ended 30 June 2021

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
	\$	\$
Balance at 30 June 2019	1,331,930	1,331,930
Depreciation (expense)	(174,837)	(174,837)
Balance at 30 June 2020	1,157,093	1,157,093
Revaluation (loss) / reversals transferred to profit or loss	185,223	185,223
Depreciation (expense)	(221,144)	(221,144)
Carrying amount as at 30 June 2021	1,121,172	1,121,172

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

	2021 Actual	2020 Actual
	\$	\$
Depreciation expense on lease liabilities	(221,144)	(174,837)
Interest expense on lease liabilities	(25,379)	(20,748)
Lease principal expense	(183,733)	(168,191)
Total amount recognised in the statement of comprehensive income	(430,256)	(363,776)
Total cash outflow from leases	(209,112)	(188,939)

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.

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 2021

13. INTANGIBLE ASSETS

Rehabilitation Assets	2021
	Actual
	\$
Non-current	
Rehabilitation Asset	7,799,214
Less: Accumulated Amortisation	<u>(3,318,085)</u>
	4,481,129
Movements in carrying amounts of waste landfill assets during the financial year are shown as follows:	
Carrying amount at beginning of period	-
Transfer from Infrastructure - Other	3,548,477
Adjustment to estimate	1,343,140
Amortisation expense	<u>(410,488)</u>
Total Intangible Assets	4,481,129

SIGNIFICANT ACCOUNTING POLICIES

Rehabilitation Assets

The City complies with the full provision method for accounting provisions in respect of restoration, rehabilitation and site monitoring costs. Charges are made to expenses based on the estimated costs of restoring, rehabilitating and monitoring the landfill site. The provision is recorded at the net present value of expected future costs discounted using the applicable government bond rates. The liability for estimated future capping expenditure is provided for through a rehabilitation provision and is discounted to its present value, with the unwinding of the discount being charged to the statement of comprehensive income within the amortisation charge. The discounted present value of the future capping expenditure is also capitalised as part of the rehabilitation asset and is amortised on a straight line basis. Changes in estimates are recognised proactively with corresponding adjustments to the provision and associated costs.

Notes to the Financial Statements

for the year ended 30 June 2021

14. REVALUATION SURPLUS

	2021	2021	2021	Total	2021	2020	2020	2020	2020	Total	2020
	Opening	Revaluation	Revaluation	Movement on	Closing	Opening	Change in	Revaluation	Revaluation	Movement on	Closing
	Balance	Increment	(Decrement)	Revaluation	Balance	Balance	Accounting Policy	Increment	(Decrement)	Revaluation	Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Land & Buildings	70,652,144	-	-	-	70,652,144	70,652,144	-	-	-	-	70,652,144
Land - vested in and under the control of Council	-	-	-	-	-	1,015,100	(1,015,100)	-	-	-	-
Furniture and equipment	1,230,932	-	-	-	1,230,932	1,230,932	-	-	-	-	1,230,932
Plant and equipment	3,608,013	-	-	-	3,608,013	3,608,013	-	-	-	-	3,608,013
Paintings	406,769	-	-	-	406,769	406,769	-	-	-	-	406,769
Infrastructure - Roads	76,219,304	-	-	-	76,219,304	76,219,304	-	-	-	-	76,219,304
Infrastructure - Footpaths	12,094,576	-	-	-	12,094,576	12,094,576	-	-	-	-	12,094,576
Infrastructure - Drainage	36,827,994	-	-	-	36,827,994	36,827,994	-	-	-	-	36,827,994
Infrastructure - Parks, Gardens & Reserves	684,125	-	-	-	684,125	684,125	-	-	-	-	684,125
Infrastructure - Other	41,975,583	-	-	-	41,975,583	41,975,583	-	-	-	-	41,975,583
Total Revaluation Surplus	243,699,440	-	-	-	243,699,440	244,714,540	(1,015,100)	-	-	-	243,699,440

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

Notes to the Financial Statements

for the year ended 30 June 2021

15. TRADE AND OTHER PAYABLES

	2021	2020
	\$	\$
Current		
Sundry creditors	3,413,160	3,225,371
Bonds and Deposits Held	807,464	681,967
Accrued interest on long term borrowings	19,060	23,947
Accrued salaries and wages	90,102	-
Sundry Accruals	1,248,647	206,794
Income Received in Advance	388,340	508,924
Prepaid Rates	1,372,118	1,119,712
Total Current Trade and Other Payables	7,338,891	5,766,715

SIGNIFICANT ACCOUNTING POLICIES

Trade and other payables

Trade and other payables represent liabilities for goods and services provided to the City prior to the end of the financial year that are unpaid and arise when the City becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition.

Prepaid rates

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

16. CONTRACT LIABILITIES

	2021	2020
	\$	\$
Current		
Contract liabilities	324,138	896,488
Liabilities under transfers to acquire or construct non-financial assets to be controlled by the entity	5,488,727	197,991
Total Current Contract Liabilities	5,812,865	1,094,479
Non Current		
Liabilities under transfers to acquire or construct non-financial assets to be controlled by the entity	1,044,509	926,503
Total Non Current Contract Liabilities	1,044,509	926,503
Total Contract Liabilities	6,857,374	2,020,982

SIGNIFICANT ACCOUNTING POLICIES

Contract Liabilities

Contract liabilities represent the City's obligation to transfer goods or services to a customer for which the City has received consideration from the customer. With respect to transfers for recognisable non-financial assets, contract liabilities represent performance obligations which are not yet satisfied. Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

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

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

Notes to the Financial Statements

for the year ended 30 June 2021

17. LEASE LIABILITIES

(a) Lease Liabilities

	2021	2020
	\$	\$
Current	183,570	170,923
Non-current	1,044,491	1,014,045
Total Lease Liabilities	1,228,061	1,184,968

(b) Movements in Carrying Amounts

Purpose	Interest Rate	2021 Actual					2021 Budget				2020 Actual			
		Principal 1-Jul-20	Principal Adjustment	Principal Repayments	Interest Repayments	Principal 30-Jun-21	Principal 1-Jul-20	Principal Repayments	Interest Repayments	Principal 30-Jun-21	Principal 1-Jul-19	Principal Repayments	Interest Repayments	Principal 30-Jun-20
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Recreation and culture														
ALAC Biofuels	1.63%	1,170,178	226,826	(171,922)	(25,250)	1,225,082	1,170,178	(159,111)	(17,889)	1,011,067	1,326,719	(156,541)	(20,459)	1,170,178
Other property and services														
Wideformat Printers	1.37%	14,790	-	(11,811)	(129)	2,979	14,790	(11,811)	(128)	2,979	26,440	(11,650)	(289)	14,790
Total Lease Liabilities		1,184,968	226,826	(183,733)	(25,379)	1,228,061	1,184,968	(170,922)	(18,017)	1,014,046	1,353,159	(168,191)	(20,748)	1,184,968

Notes to the Financial Statements

for the year ended 30 June 2021

18. INFORMATION ON BORROWINGS

(a) Borrowings

	2021	2020
	\$	\$
Current	2,413,321	2,522,894
Non-current	7,410,673	9,823,994
Total Borrowings	9,823,994	12,346,888

(b) Repayments - Borrowings

Particulars	Loan Number	Institution	Interest Rate	2021 Actual					2021 Budget					2020 Actual				
				Principal 1-Jul-20	New Loans	Repayments	Interest Repayments	Principal 30-Jun-21	Principal 1-Jul-20	New Loans	Repayments	Interest Repayments	Principal 30-Jun-21	Principal 1-Jul-19	New Loans	Repayments	Interest Repayments	Principal 30-Jun-20
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Recreation and culture																		
ALAC Redevelopment	30	WATC*	6.35%	1,256,579	-	147,658	86,277	1,108,921	1,258,686	-	147,658	87,746	1,111,028	1,395,289	-	138,710	96,104	1,256,579
ALAC Redevelopment	32	WATC*	7.12%	1,280,363	-	123,690	97,780	1,156,673	1,282,683	-	123,690	99,057	1,158,993	1,395,695	-	115,332	106,872	1,280,363
Town Square Upgrade	33	WATC*	4.39%	226,332	-	52,952	10,256	173,380	226,440	-	52,952	11,030	173,488	277,034	-	50,702	12,848	226,332
Forts Entrance and Public Space	36	WATC*	4.39%	226,332	-	52,952	10,256	173,380	226,440	-	52,952	11,030	173,488	277,034	-	50,702	12,848	226,332
Centennial Park Stage 1	37	WATC*	3.81%	948,066	-	223,772	40,524	724,294	945,420	-	223,772	40,923	721,648	1,268,280	-	320,214	50,138	948,066
Centennial Park Stage 2	38	WATC*	2.94%	125,341	-	125,341	3,318	-	125,341	-	125,341	3,714	-	247,077	-	121,736	7,790	125,341
ALAC - Heat Exchange Unit	39	WATC*	2.94%	93,111	-	93,111	2,464	-	93,111	-	93,111	2,816	-	183,544	-	90,433	5,786	93,111
Centennial Park Stage 3	41	WATC*	2.37%	209,494	-	103,513	4,629	105,981	209,199	-	103,513	5,946	105,686	310,597	-	101,103	9,765	209,494
Centennial Park Stage 4	42	WATC*	2.45%	259,127	-	84,281	7,381	174,846	259,362	-	84,281	7,305	175,081	341,381	-	82,254	9,998	259,127
Town Hall	44	WATC*	1.78%	1,556,324	-	248,033	36,653	1,308,291	1,570,257	-	248,033	55,915	1,322,224	1,800,000	-	243,676	42,762	1,556,324
Emu Point Boat Pens	46	WATC*	2.56%	1,441,729	-	59,772	46,385	1,381,957	1,448,223	-	59,772	53,092	1,388,451	1,500,000	-	58,271	48,328	1,441,729
Transport																		
Roadworks - Asset Upgrade	21A	WATC*	7.14%	489,591	-	151,891	35,893	337,700	489,480	-	151,891	36,007	337,589	631,191	-	141,600	47,068	489,591
Roadworks - 22C Refinanced	22D	WATC*	4.01%	514,009	-	164,581	22,593	349,428	513,712	-	164,580	22,663	349,132	672,183	-	158,174	29,975	514,009
Roadworks - 03/04	23	CBA**	6.62%	251,185	-	56,825	15,684	194,360	251,299	-	56,825	15,711	194,474	304,427	-	53,242	19,268	251,185
Roadworks - 04/05	28	WATC*	5.84%	735,257	-	130,627	46,428	604,630	734,406	-	130,627	35,197	603,779	858,577	-	123,320	54,508	735,257
Roadworks - 06/07	29	WATC*	6.36%	727,813	-	352,518	46,532	375,295	726,155	-	352,518	45,987	373,637	1,058,936	-	331,123	69,973	727,813
Stirling Terrace Upgrade	34	WATC*	4.39%	181,066	-	42,362	8,205	138,704	181,153	-	42,361	8,824	138,792	221,628	-	40,562	10,278	181,066
Roadwork's & Drainage - 20/21	47	WATC*	1.70%	-	-	-	-	-	-	2,000,000	-	-	2,000,000	-	-	-	-	
Economic services																		
Saleyards Loan	3	WATC*	6.96%	-	-	-	-	-	-	-	-	-	-	52,843	-	52,843	1,160	-
Forts Cafe, Retail & Admin Upgrade/Refurbishment	35	WATC*	4.39%	271,599	-	63,543	12,309	208,056	271,729	-	63,543	13,236	208,186	332,442	-	60,843	15,418	271,599
Visitor Centre Building	43	WATC*	2.89%	729,509	-	95,463	25,181	634,046	730,385	-	95,463	23,210	634,922	822,272	-	92,763	28,555	729,509
Other property and services																		
Admin Building 1	25	WATC*	5.84%	416,978	-	74,081	25,548	342,897	417,451	-	74,081	26,474	343,370	486,915	-	69,937	30,173	416,978
Purchase Land - Lot 20	40	WATC*	2.37%	407,083	-	75,928	16,778	331,155	407,489	-	75,928	16,642	331,561	480,450	-	73,367	17,867	407,083
Total Borrowings				12,346,888	-	2,522,894	601,074	9,823,994	12,368,421	2,000,000	2,522,892	622,525	11,845,529	14,917,795	-	2,570,907	727,482	12,346,888

* 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 2021

18. INFORMATION ON BORROWINGS (Continued)

(c) New Borrowings - 2020/21

No new loans were issued to the City in the 2020/21 financial year.

(d) Unspent Borrowings

There were no unspent borrowings as at 30 June 2021.

	2021	2020
	\$	\$
(e) Undrawn Borrowing Facilities		
Credit Standby Arrangements		
Credit card limit	55,000	55,000
Credit card balance at balance date	-	-
Total amount of credit unused	55,000	55,000
Loan facilities		
Loan facilities - current	2,413,321	2,522,894
Loan facilities - non-current	7,410,673	9,823,994
Total facilities in use at balance date	9,823,994	12,346,888

Unused loan facilities at balance date

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 31

Notes to the Financial Statements

for the year ended 30 June 2021

19. EMPLOYEE RELATED PROVISIONS

Employee Related Provisions	Provision for Annual Leave	Provision for Long Service Leave	Total
	\$	\$	\$
Opening balance at 1 July 2020			
Current provisions	2,352,376	3,499,060	5,851,436
Non-current provisions	-	398,892	398,892
Opening balance at 1 July 2020	2,352,376	3,897,952	6,250,328
Additional provision	2,069,232	812,112	2,881,344
Amounts used	(1,981,007)	(559,271)	(2,540,278)
Increase in the discounted amount arising because of time and the effect of any change in the discounted rate	-	(32,185)	(32,185)
Balance at 30 June 2021	2,440,601	4,118,608	6,559,209
Comprises			
Current	2,440,601	3,258,760	5,699,361
Non-current	-	859,848	859,848
Balance at 30 June 2021	2,440,601	4,118,608	6,559,209

Amounts are expected to be settled on the following basis:

	2021	2020
	\$	\$
Less than 12 months after the reporting date	2,651,061	2,682,667
More than 12 months from reporting date	3,959,009	3,612,217
Expected reimbursements from other WA local governments	(50,861)	(44,556)
	6,559,209	6,250,328

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. Several estimations and assumptions used in calculating the City's long service leave provisions include expected future salary rates, discount rates, employee retention rates and timing of expected future payments. Changes in these estimations and assumptions may impact the carrying amounts of the long service leave 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 2021

20. OTHER PROVISIONS

	Provision for Gravel pit rehabilitation	Provision for Waste site rehabilitation	Total
	\$	\$	\$
Current	209,341	-	209,341
Non-current	-	8,000,000	8,000,000
Opening balance at 1 July 2020	209,341	8,000,000	8,209,341
Additional provision	24,229	860,935	885,164
Amounts used	(20,115)	-	(20,115)
Finance costs (Interest Unwinding)	-	163,041	163,041
Balance at 30 June 2021	213,455	9,023,976	9,237,431

Comprises

Current	213,455	-	213,455
Non-current	-	9,023,976	9,023,976
Balance at 30 June 2021	213,455	9,023,976	9,237,431

SIGNIFICANT ACCOUNTING POLICIES

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
- 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 2021

21. 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:

	2021 Actual	2021 Budget	2020 Actual
	\$	\$	\$
Cash and cash equivalents	17,296,552	13,793,180	23,321,708

Reconciliation of Net Cash Provided By Operating Activities to Net Result

Net result	10,051,021	7,209,495	6,729,930
<u>Non-cash flows in Net result:</u>			
Depreciation	179,710,777	16,848,328	16,777,600
Loss on sale of assets	37,218	453,292	162,874
Fair value adjustments to financial assets at fair value through profit or loss	(12,150)	-	(3,745)
<u>Changes in assets and liabilities:</u>			
(Increase)/decrease in receivables	(871,682)	(120,000)	(135,270)
(Increase)/decrease in other assets	58,601	503,219	382,904
(Increase)/decrease in inventories	529,521	(1,048,880)	(92,902)
(Increase)/decrease in intangible assets	(1,343,140)	-	-
Increase/(decrease) in contract liabilities	4,836,393	184,592	(2,611,202)
Increase/(decrease) in payables	1,615,269	55,000	443,126
Increase/(decrease) in provisions	1,336,972	200,000	430,065
Grants contributions for the development of assets	(8,622,388)	(17,275,986)	(8,177,274)
Net cash from operating activities	25,586,712	7,009,060	13,906,106

22. TOTAL ASSETS CLASSIFIED BY FUNCTION & ACTIVITY

	2021 Actual	2020 Actual
	\$	\$
Governance	30,782,044	17,807,200
General purpose funding	876,656	877,813
Law, order, public safety	3,473,841	3,959,245
Health	121,980	131,517
Education and welfare	166,548	257,076
Community amenities	34,803,298	33,746,127
Recreation and culture	107,690,688	105,333,141
Transport	360,306,867	360,342,186
Economic services	17,117,061	17,841,477
Other property and services	69,456,860	70,093,854
Unallocated	13,092,990	12,182,437
Total assets classified by function and activity	637,888,833	622,572,073

23. CONTINGENT LIABILITIES

The City, together with the Water Corporation, is part of a joint venture agreement ("JV") which owns a liquid waste facility. This facility is not in operation and is currently in care and maintenance. Indications from the Water Corporation is that this facility will not be used in the future. If at some point in the future the JV intends to decommission the facility, the JV will be liable for the associated decommissioning costs, however as at 30 June 2021 it is uncertain if and/or when this will occur. The City considers the decommissioning of the site a possible future obligation, however it is an uncertain future event that is not wholly within the control of the City.

Notes to the Financial Statements

for the year ended 30 June 2021

24. CAPITAL COMMITMENTS

	2021	2020
	\$	\$
(a) Capital Expenditure Commitments		
Contracted for:		
- capital expenditure projects	3,703,211	1,676,312
	3,703,211	1,676,312
<i>Payable:</i>		
- not later than one year	3,703,211	1,676,312
The capital expenditure projects outstanding at the end of the current reporting period are:		
Middleton Beach Foreshore Enhancement – Landscape Works	3,065,266	-
Mindijup Road, Palmdale (SLK 5.47 – 6.35) Upgrade	277,369	-
Lower King and Emu Point Boating Facility Upgrades	181,815	-
Construction of Pump Track and Jump Park at Centennial Park, Albany WA	143,373	-
Stone Wall Construction – Middleton Beach	35,388	-
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
	3,703,211	1,676,312

25. RELATED PARTY TRANSACTIONS**Elected Members Remuneration**

	2021 Actual	2021 Budget	2020 Actual
Councillor 1	\$	\$	\$
Mayor's Allowance	85,335	80,778	89,753
Annual Attendance Fee	45,176	42,764	47,516
IT Allowance	3,500	3,500	3,500
Travel Allowance / Reimbursement	50	50	50
Councillor 2			
Deputy Mayor's Allowance	21,334	20,195	22,439
Annual Attendance Fee	30,119	28,510	31,678
IT Allowance	3,500	3,500	3,500
Travel Allowance / Reimbursement	547	50	841
Councillor 3			
Annual Attendance Fee	30,119	28,510	31,678
IT Allowance	3,500	3,500	3,500
Travel Allowance / Reimbursement	3,620	50	1,109
Councillor 4			
Annual Attendance Fee	30,119	28,510	22,141
IT Allowance	3,500	3,500	2,446
Travel Allowance / Reimbursement	149	50	85
Councillor 5			
Annual Attendance Fee	30,119	28,510	31,678
IT Allowance	3,500	3,500	3,500
Travel Allowance / Reimbursement	50	50	50
Councillor 6			
Annual Attendance Fee	30,119	28,510	31,678
IT Allowance	3,500	3,500	3,500
Travel Allowance / Reimbursement	50	50	640
Councillor 7			
Annual Attendance Fee	30,119	28,510	22,141
IT Allowance	3,500	3,500	2,446
Travel Allowance / Reimbursement	50	50	35
Councillor 8			
Annual Attendance Fee	30,119	28,510	31,678
IT Allowance	3,500	3,500	3,500
Travel Allowance / Reimbursement	50	50	50
Councillor 9			
Annual Attendance Fee	30,119	28,510	31,678
IT Allowance	3,500	3,500	3,500
Travel Allowance / Reimbursement	50	50	50
Councillor 10			
Annual Attendance Fee	21,565	28,510	31,678
IT Allowance	2,625	3,500	3,500
Travel Allowance / Reimbursement	37	50	50
Councillor 11			
Annual Attendance Fee	30,119	28,510	31,678
IT Allowance	3,500	3,500	3,500
Travel Allowance / Reimbursement	50	50	50

Notes to the Financial Statements

for the year ended 30 June 2021

25. RELATED PARTY TRANSACTIONS (Continued)

Elected Members Remuneration (Continued)

	2021 Actual	2021 Budget	2020 Actual
Councillor 12	\$	\$	\$
Annual Attendance Fee	30,119	28,510	31,678
IT Allowance	3,500	3,500	3,500
Travel Allowance / Reimbursement	50	50	50
Councillor 13			
Annual Attendance Fee	30,119	28,510	31,678
IT Allowance	3,500	3,500	3,500
Travel Allowance / Reimbursement	50	50	50
Councillor 14			
Annual Attendance Fee	-	-	9,537
IT Allowance	-	-	1,054
Travel Allowance / Reimbursement	-	-	15
Councillor 15			
Annual Attendance Fee	-	-	9,537
IT Allowance	-	-	1,054
Travel Allowance / Reimbursement	-	-	15
	554,147	532,007	588,484

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

Mayor's Allowance	85,335	80,778	89,753
Deputy Mayor's Allowance	21,334	20,195	22,439
Annual Attendance Fee	398,050	384,884	427,652
IT Allowance	44,625	45,500	45,500
Travel Allowance / Reimbursement	4,803	650	3,140
	554,147	532,007	588,484

Key Management Personnel (KMP) Compensation Disclosure

	2021 Actual	2020 Actual
<i>The total remuneration paid to KMP of the City during the year are as follows:</i>	\$	\$
Short-term employee benefits	871,590	1,186,235
Post-employment benefits	76,856	103,187
Other long-term benefits	143,165	122,960
Termination benefits	-	56,783
	1,091,611	1,469,165

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 2021

25. 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.

	2021	2020
<i>The following transactions occurred with related parties:</i>	<u>Actual</u>	<u>Actual</u>
	\$	\$
Sale of goods and services - Elected Members	28,336	-
Sale of goods and services - Key Management Personnel	17,769	-
Purchase of goods and services - Elected Members	7,472	11,330
Purchase of goods and services - Key Management Personnel	12,141	-
	<u>65,718</u>	<u>11,330</u>
Amounts outstanding from related parties:		
Trade and other receivables - Elected Members	4,380	-
Trade and other receivables - Key Management Personnel	4,112	-
	<u>8,492</u>	<u>-</u>
Amounts payable to related parties:		
Trade and other payables - Elected Members	160	-
	<u>160</u>	<u>-</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.

26. 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 2021

27. 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.

	2021 Actual	2021 Budget	2020 Actual
(b) Current year transactions	\$	\$	\$
Proceeds on Sales	134,545	80,000	-
(Less): Cost of Blocks Sold	(158,000)	(79,000)	-
(Less): Selling Costs	(7,456)	(20,000)	-
Profit/(Loss) on Sale of Investment Land	(30,911)	(19,000)	-

	2021 Actual	2021 Budget	2020 Actual
(c) Assets and liabilities	\$	\$	\$
Land held for resale, per Note 6	-	79,000	158,000
Total land held for resale	-	79,000	158,000

(d) Completed Major Land Transaction

For the year ended 30 June 2021, 'The Ridge' Cull Road Residential Subdivision is Complete. All lots have been sold. As required under the Local Government (Financial Management) Regulations 1996, R.47, upon the completion of a major land transaction the City is required to disclose the lifetime income and expenditure of the transaction.

Overview

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 initial business plan projected a net surplus of \$2.8m to be generated from the sale of subdivided residential blocks within the Subdivision.

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.

In 2009, the development of Stage 1B and Stage 2 of the subdivision were deferred indefinitely. Primarily as a consequence of a change in global market conditions, which resulted in decreased demand for building activity and subsequently lower values for residential land.

Due to the deferral for the completion and sale of lots in Stage 1B and Stage 2, and the proceeds of sale from Stage 1A not meeting expectations, the redevelopment of ALAC was funded primarily using debt.

Notes to the Financial Statements

for the year ended 30 June 2021

27. MAJOR LAND TRANSACTIONS (Continued)

(d) Completed Major Land Transaction (Continued)

Financial Performance

	Stage 1A	Stage 1B & 2	All Stages	Total
	\$	\$	\$	\$
- Sale proceeds	2,686,737	-	-	2,686,737
- Selling costs	(181,652)	-	-	(181,652)
- Development costs	(2,844,960)	(2,194,398)	-	(5,039,358)
- Interest expensed	-	-	(302,868)	(302,868)
- Infrastructure within subdivision	-	-	(750,882)	(750,882)
	(339,875)	(2,194,398)	(1,053,750)	(3,588,023)

Financial Performance relative to business case forecast

	Total	Forecast All Stages	Gross Variance to Forecast
	\$		
- Sale proceeds	2,686,737	10,560,500	(7,873,763)
- Selling costs	(181,652)	(1,934,186)	1,752,534
- Development costs	(5,039,358)	(4,029,561)	(1,009,797)
- Interest expensed	(302,868)	(726,069)	423,201
- Infrastructure within subdivision	(750,882)	(1,075,000)	324,118
	(3,588,023)	2,795,684	(6,383,707)

The losses generated and assets purchased throughout the Subdivision project have been funded from general revenue. Principally, the variance to the original forecast can be attributed to the broader economic climate experienced during the development and initial marketing period coupled with the decision to defer indefinitely the completion and marketing of Stage 1B & 2.

Stage 1B and 2 are still held as non-current land assets by the City. Any potential future development of Stage 1B and 2 will benefit from the infrastructure already developed on these lots.

28. Major Trading Undertakings

The City did not participate in any trading undertakings or major trading undertakings during the 2020/21 financial year.

Notes to the Financial Statements

for the year ended 30 June 2021

29. RATING INFORMATION

(a) Rates

RATE TYPE	Rate in Cents	Number of Properties	2020/21 Actual Rateable Value	2020/21 Actual Rate Revenue	2020/21 Actual Interim Rates	2020/21 Actual Back Rates	2020/21 Actual Total Revenue	2020/21 Budget Rate Revenue	2020/21 Budget Interim Rate	2020/21 Budget Back Rate	2020/21 Budget Total Revenue	2019/20 Actual Total Revenue
			\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Differential general rate / general rate												
Gross rental valuations												
Rating Category 1 - GRV General	10.3152	15,879	324,346,076	33,456,949	250,276	52,434	33,759,659	33,456,949	200,000	10,000	33,666,949	33,278,869
Unimproved valuations												
Rating Category 3 - UV	0.4203	1,090	688,962,000	2,895,708	-	-	2,895,708	2,895,708	-	-	2,895,708	2,981,867
Sub-Total		16,969	1,013,308,076	36,352,657	250,276	52,434	36,655,367	36,352,657	200,000	10,000	36,562,657	36,260,736
Minimum payment												
Minimum \$												
Gross rental valuations												
Rating Category 1 - GRV General	1,051	1,346	7,939,121	1,414,646	-	-	1,414,646	1,414,646	-	-	1,414,646	1,530,256
Unimproved valuations												
Rating Category 3 - UV	1,136	548	105,988,790	622,528	-	-	622,528	622,528	-	-	622,528	531,648
Sub-Total		1,894	113,927,911	2,037,174	-	-	2,037,174	2,037,174	-	-	2,037,174	2,061,904
Totals		18,863	1,127,235,987	38,389,831	250,276	52,434	38,692,541	38,389,831	200,000	10,000	38,599,831	38,322,640
Discounts/concessions (refer Note 29(d))							(2,562)				-	(2,260)
Total amount raised from general rates							38,689,979				38,599,831	38,320,380
Ex-gratia rates							118,062				113,245	113,578
Rates (excluding general rates)							118,062				113,245	113,578
Totals							38,808,041				38,713,076	38,433,958

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 2021

29. RATING INFORMATION (Continued)

(b) Specified Area Rate

No specified area rates were imposed by the City during the year ended 30 June 2021.

(c) Service Charges

No service charges were imposed by the City during the year ended 30 June 2021.

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

Rates Discounts

Rate or Fee			2021	2021	2020	Circumstances in which
Discount Granted	Discount	Discount	Actual	Budget	Actual	Discount is Granted
	%	\$	\$	\$	\$	
Rates Assessment Write-Off	N/A	N/A	2,562	-	2,260	Minor balances written off

(e) Interest Charges & Instalments

Instalment Options	Date Due	Instalment Plan Admin Charge	Instalment Plan Interest Rate	Unpaid Rates Interest Rate	
		\$	%	%	
Option One					
Single full payment	23-Sep-20	nil	nil	5.00%	
Option Two					
First instalment	23-Sep-20	nil	nil	5.00%	
Second instalment	25-Jan-21	6.50	2.00%	5.00%	
Option Three					
First instalment	23-Sep-20	6.50	nil	5.00%	
Second instalment	23-Nov-20	6.50	2.00%	5.00%	
Third instalment	25-Jan-21	6.50	2.00%	5.00%	
Fourth instalment	25-Mar-21	6.50	2.00%	5.00%	
			2021	2021	2020
			Actual	Budget	Actual
			\$	\$	\$
Interest on unpaid rates		126,253	100,000	258,580	
Interest on instalment plan		48,277	74,000	148,170	
Charges on instalment plan		68,640	80,000	80,860	
Total Interest Charges		243,170	254,000	487,610	

Notes to the Financial Statements

for the year ended 30 June 2021

30. RATE SETTING STATEMENT INFORMATION

Note	2020/21 (30 June 2021 Carried Forward)	2020/21 Budget (30 June 2021 Carried Forward)	2020/21 (1 July 2020 Brought Forward)	2019/20 (30 June 2020 Carried Forward)
	\$	\$	\$	\$

(a) Non-cash amounts excluded from operating activities

The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Rate Setting Statement in accordance with Financial Management Regulation 32.

Adjustments to operating activities

Less: Profit on asset disposals	11(a)	(128,869)	(1,000)	(45,103)	(45,103)
Add: Loss on disposal of assets	11(a)	166,087	375,292	207,977	207,977
Less: Movement in liabilities associated with restricted cash		-	-	(5,359,669)	(5,359,669)
Less: Finance costs (Interest Unwinding)	20	1,023,976	-	-	-
Carrying Value of Investment Land Sold	26(b)	158,000	79,000	-	-
Movement in pensioner deferred rates (non-current)		(10,614)	-	(55,749)	(55,749)
Movement in employee benefit provisions (non-current)		460,956	-	(194,548)	(194,548)
Movement in contract liabilities (non-current)		118,006	-	-	-
Movement in lease liabilities	17	43,093	-	-	-
Movement in right-of-use assets		(1,490)	-	-	-
Movement in intangible assets	13	(1,343,140)	-	-	-
Add: Depreciation on assets	11(d)	17,971,077	16,848,328	16,777,600	16,777,600
Non cash amounts excluded from operating activities		18,457,082	17,301,620	11,330,508	11,330,508

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

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.

Adjustments to net current assets

Less: Reserves - restricted cash	3	(37,224,752)	(19,764,114)	(29,227,794)	(29,227,794)
Less: Financial assets at amortised cost - self supporting loans	8(a)	(13,729)	(13,307)	(13,307)	(13,307)
Less: Land held for resale		-	(80,000)	(158,000)	(158,000)
Add: Borrowings		2,413,321	2,520,829	2,522,894	2,522,894
Add: Lease Liability		183,570	170,922	170,923	170,923
Total adjustments to net current assets		(34,641,590)	(17,165,670)	(26,705,284)	(26,705,284)

Net current assets used in the Rate Setting Statement

Total current assets		59,622,841	30,322,050	46,376,120	46,376,120
Less: Total current liabilities		(21,661,464)	(13,156,381)	(15,615,788)	(15,615,788)
Less: Total adjustments to net current assets		(34,641,590)	(17,165,669)	(26,705,284)	(26,705,284)
Net current assets used in the Rate Setting Statement		3,319,787	-	4,055,048	4,055,048

Notes to the Financial Statements

for the year ended 30 June 2021

31. FINANCIAL RISK MANAGEMENT

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

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

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

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

(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
	%	\$	\$	\$	\$
2021					
Cash and cash equivalents	0.12%	17,296,552	6,000,000	11,296,552	-
Financial assets at amortised cost - term deposits	0.26%	36,500,000	36,500,000	-	-
2020					
Cash and cash equivalents	0.11%	23,321,708	4,000,000	19,321,708	-
Financial assets at amortised cost	1.11%	17,500,000	17,500,000	-	-

Sensitivity

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

	2021	2020
	\$	\$
Impact of a 1% movement in interest rates on profit and loss and equity*	112,966	193,217

* 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 18(b).

Notes to the Financial Statements

for the year ended 30 June 2021

31. 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 2020 or 1 July 2021 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 term.

The loss allowance as at 30 June 2021 and 30 June 2020 for rates receivable was determined as follows:

	Current	More than 1 year past due	More than 2 years past due	Total
30 June 2021				
Rates receivable				
Expected credit loss	0.00%	0.00%	0.00%	
Gross carrying amount	590,803	469,470	543,371	1,603,644
Loss allowance	-	-	-	-
30 June 2020				
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	-	-	-	-

The loss allowance as at 30 June 2021 and 30 June 2020 was determined as follows for trades receivables:

	Current	More than 30 days past due	More than 60 days past due	More than 90 days past due	Total
30 June 2021					
Sundry Receivables					
Expected credit loss	0.00%	2.50%	9.51%	83.34%	
Gross carrying amount	636,535	35,218	43,291	339,430	1,054,474
Loss allowance	-	880	4,115	282,867	287,862
30 June 2020					
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

Notes to the Financial Statements

for the year ended 30 June 2021

31. FINANCIAL RISK MANAGEMENT (Continued)

(b) Credit risk (Continued)

Contract Assets/Grants Receivable

The City's contract assets represent work completed, which have not been invoiced at year end. This is due to the City not having met all the performance obligations in the contract which give an unconditional right to receive consideration. The City applies the simplified approach to measure expected credit losses which uses a lifetime expected loss allowance for all contract assets. To measure the expected credit losses, contract assets have been grouped based on shared credit risk characteristics and the days past due. The City has determined that contract assets/grant receivables have significantly lower risk characteristics than other trade receivables. The City has therefore concluded that the expected credit loss rates for contract assets/grants receivable are nil.

(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 18(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
	\$	\$	\$	\$	\$
2021					
Payables	7,338,891	-	-	7,338,891	7,338,891
Borrowings	2,821,626	6,390,641	2,018,281	11,230,548	9,823,994
Contract Liabilities	5,812,866	1,044,509	-	6,857,375	6,857,375
Lease Liabilities	183,570	815,573	228,919	1,228,061	1,228,061
	16,156,953	8,250,723	2,247,200	26,654,875	25,248,321
2020					
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

Notes to the Financial Statements

for the year ended 30 June 2021

32. 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 2020	Amounts Received	Amounts Paid	30 June 2021
	\$	\$	\$	\$
Commission Sales- AVC	86,637	689,449	(665,449)	110,637
Lotteries House Photocopier	12,663	-	(260)	12,403
Lotteries House Management	114,702	-	21,286	135,988
Unclaimed Monies	5,601	82	-	5,683
WAPC - POS	296,015	23,837	(168,027)	151,825
Public Appeals Revenue	2,554	-	-	2,554
	518,172	713,368	(812,450)	419,090

Notes to the Financial Statements

for the year ended 30 June 2021

33. OTHER SIGNIFICANT ACCOUNTING POLICIES

(a) Goods and services tax (GST)

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

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

(b) Current and non-current classification

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the City's operational cycle. In the case of liabilities where the City does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. 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 2021

33. 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.

Notes to the Financial Statements

for the year ended 30 June 2021

34. ACTIVITIES/PROGRAMS

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

PROGRAM NAME	OBJECTIVES	ACTIVITIES
GOVERNANCE	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.
GENERAL PURPOSE FUNDING	To collect revenue to allow for the provision of services.	Rates, general purpose government grants and interest revenue.
LAW, ORDER, PUBLIC SAFETY	To provide services to help ensure a safer and environmentally conscious community.	Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspects of public safety including emergency services.
HEALTH	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.
EDUCATION AND WELFARE	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.
COMMUNITY AMENITIES	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.
RECREATION AND CULTURE	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.
TRANSPORT	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.
ECONOMIC SERVICES	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.
OTHER PROPERTY AND SERVICES	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.

Notes to the Financial Statements

for the year ended 30 June 2021

35. FINANCIAL RATIOS

	2021 Actual	2020 Actual	2019 Actual
Current ratio	1.05	1.11	0.94
Asset consumption ratio	0.58	0.60	0.60
Asset renewal funding ratio	1.05	0.95	1.09
Asset sustainability ratio	0.71	0.77	0.85
Debt service cover ratio	6.28	4.88	5.62
Operating surplus ratio	0.02	(0.03)	0.00
Own source revenue coverage ratio	0.91	0.87	0.88

The above ratios are calculated as follows:

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



Auditor General

INDEPENDENT AUDITOR'S REPORT 2021 City of Albany

To the Councillors of the City of Albany

Report on the audit of the annual financial report

Opinion

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

- the Statement of Financial Position at 30 June 2021, 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
- Notes comprising a summary of significant accounting policies and other explanatory information
- the Statement by the Chief Executive Officer.

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

- is based on proper accounts and records
- fairly represents, in all material respects, the results of the operations of the City for the year ended 30 June 2021 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 section below. I am independent of the City in accordance with the *Auditor General Act 2006* and the relevant ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to my audit of the 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.

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 financial report in accordance with the requirements of the Act, the Regulations and Australian Accounting Standards. The CEO is also responsible for managing internal control (as required by the CEO) to ensure the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the CEO is responsible for assessing the City's ability to continue as a going concern, disclosing, as applicable, matters related to going concern 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

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

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

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

Report on other legal and regulatory requirements

In accordance with the Local Government (Audit) Regulations 1996 I report that:

- (i) In my opinion, the following material matter indicates a significant adverse trend in the financial position of the City:
 - a) The Asset Sustainability Ratio as reported in Note 35 of the financial report has been below the Department of Local Government, Sport and Cultural Industries' standard for the current year and past 2 years.
- (ii) All required information and explanations were obtained by me.
- (iii) All audit procedures were satisfactorily completed.
- (iv) In my opinion, the Asset Consumption Ratio and the Asset Renewal Funding Ratio included in the financial report were supported by verifiable information and reasonable assumptions.

Other information

The other information is the information in the entity's annual report for the year ended 30 June 2021, but not the financial report and my auditor's report. The CEO is responsible for the preparation and the Council for overseeing the other information.

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

Matters relating to the electronic publication of the audited financial report

This auditor's report relates to the financial report of the City of Albany for the year ended 30 June 2021 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 financial report described above. It does not provide an opinion on any other information which may have been hyperlinked to/from this financial report. If users of the 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 financial report to confirm the information contained in this website version of the financial report.



Sandra Labuschagne
Deputy Auditor General
Delegate of the Auditor General for Western Australia
Perth, Western Australia
3 December 2021

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