

# **2009/2010 BUDGET**





**CITY OF GERALDTON-GREENOUGH  
BUDGET  
FOR THE YEAR ENDING 30 JUNE 2010**

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**CITY OF GERALDTON-GREENOUGH**  
**INCOME STATEMENT BY NATURE OR TYPE**  
**FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

	NOTE	2009/10 Budget \$	2008/09 Actual \$	2008/09 Budget \$
<b>REVENUES FROM ORDINARY ACTIVITIES</b>				
Rates	8	22,388,234	20,840,692	20,764,595
Operating Grants, Subsidies & Contributions		6,358,842	10,405,844	6,510,820
Fees and Charges	11	13,283,987	11,443,997	10,960,258
Interest Earnings	2(a)	793,522	1,280,232	1,510,500
Other Revenue		1,272,475	624,608	524,850
		<u>44,097,060</u>	<u>44,595,374</u>	<u>40,271,023</u>
<b>EXPENSES FROM ORDINARY ACTIVITIES</b>				
Employee Costs		(20,226,835)	(18,918,324)	(18,274,009)
Materials and Contracts		(16,124,434)	(15,422,995)	(16,880,842)
Utility Charges		(1,685,769)	(1,693,385)	(1,203,540)
Depreciation on Non-Current Assets	2(a)	(8,328,258)	(8,762,129)	(7,478,620)
Interest Expenses	2(a)	(663,904)	(692,994)	(535,672)
Insurance Expenses		(548,650)	(535,485)	(365,133)
Other Expenditure		(1,725,207)	(462,864)	528,811
		<u>(49,303,057)</u>	<u>(46,488,175)</u>	<u>(44,209,005)</u>
		(5,205,997)	(1,892,801)	(3,937,982)
Non-Operating Grants, Subsidies & Contributions		10,072,583	7,205,436	7,972,618
Profit on Asset Disposals	4	4,229,419	720,959	6,293,280
Loss on Asset Disposals	4	(155,763)	(248,212)	(188,946)
<b>NET RESULT</b>		<u><u>8,940,242</u></u>	<u><u>5,785,381</u></u>	<u><u>10,138,970</u></u>

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

**CITY OF GERALDTON-GREENOUGH**  
**INCOME STATEMENT BY PROGRAM**  
**FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

	<b>2009/10</b>	<b>2008/09</b>	<b>2008/09</b>
	<b>Budget</b>	<b>Actual</b>	<b>Budget</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>OPERATING REVENUES (Refer Notes 1,2,8 to 13)</b>			
General Purpose Funding	26,248,040	26,897,042	26,122,751
Governance	65,000	165,311	87,500
Law, Order, Public Safety	255,120	337,413	186,477
Health	272,400	225,670	220,600
Education and Welfare	1,418,774	1,177,527	1,090,836
Community Amenities	7,004,125	5,289,865	4,999,414
Recreation and Culture	2,517,403	4,073,942	3,001,443
Transport	3,390,831	4,273,208	2,845,827
Economic Services	2,464,057	1,525,002	1,426,675
Other Property and Services	461,310	630,392	289,500
	<u>44,097,060</u>	<u>44,595,373</u>	<u>40,271,023</u>
<b>OPERATING EXPENSES (Refer Notes 1,2 &amp; 14)</b>			
General Purpose Funding	(566,260)	(658,294)	(809,421)
Governance	(1,836,462)	(3,853,813)	(2,768,016)
Law, Order, Public Safety	(1,496,192)	(1,368,791)	(1,517,100)
Health	(900,169)	(887,243)	(1,102,578)
Education and Welfare	(1,618,409)	(1,479,277)	(1,422,582)
Community Amenities	(10,021,355)	(7,101,069)	(8,504,865)
Recreation & Culture	(11,543,435)	(11,805,198)	(11,824,998)
Transport	(14,726,760)	(12,285,028)	(11,297,376)
Economic Services	(4,199,549)	(2,547,742)	(2,486,241)
Other Property and Services	(1,730,562)	(3,808,726)	(1,940,156)
	<u>(48,639,153)</u>	<u>(45,795,181)</u>	<u>(43,673,333)</u>
<b>BORROWING COSTS EXPENSE (Refer Notes 2 &amp; 5)</b>			
General Purpose Funding	(40,000)		(3,000)
Governance	(1,121)	(2,746)	(2,751)
Recreation & Culture	(110,596)	(70,197)	(55,391)
Transport	(425,974)	(289,934)	(337,061)
Economic Services	(6,213)	(6,691)	(6,810)
Other Property & Services	(80,000)	(323,426)	(130,659)
	<u>(663,904)</u>	<u>(692,994)</u>	<u>(535,672)</u>
<b>GRANTS/CONTRIBUTIONS FOR THE DEVELOPMENT OF ASSETS</b>			
General Purpose Funding	2,050,000	1,701,007	
Community Amenities	111,000	101,478	69,900
Recreation & Culture	4,209,128	4,460,005	6,228,000
Transport	3,702,455	942,946	1,674,718
	<u>10,072,583</u>	<u>7,205,436</u>	<u>7,972,618</u>
<b>PROFIT/(LOSS) ON DISPOSAL OF ASSETS (Refer Note 4)</b>			
Governance	(6,177)	(9,729)	2,645
Law, Order & Public Safety		(20,230)	(3,228)
Health	(7,134)	(4,207)	(5,000)
Education & Welfare		(3,352)	(2,543)
Community Amenities	(8,125)	(9,181)	(10,346)
Recreation & Culture	(27,643)	(40,125)	16,853
Transport	61,148	153,928	61,135
Economic Services	(3,455)	(1,393)	1,741
Other Property & Services	4,065,042	407,035	6,043,077
	<u>4,073,656</u>	<u>472,747</u>	<u>6,104,334</u>
<b>NET RESULT</b>	<u>8,940,242</u>	<u>5,785,381</u>	<u>10,138,970</u>

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

**CITY OF GERALDTON-GREENOUGH**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

	NOTE	2009/10 Budget \$	2008/09 Actual \$	2008/09 Budget \$
<b>Cash Flows From Operating Activities</b>				
<b>Receipts</b>				
Rates		22,900,988	20,507,084	20,684,595
Grants and Subsidies - operating		5,643,285	9,428,659	5,620,790
Contributions, Reimbursements & Donations		715,557	977,185	890,030
Fees and Charges		15,303,420	12,212,844	13,881,034
Interest Earnings		793,522	1,280,232	1,510,500
Goods and Services Tax				
Other		1,320,566	705,729	524,850
		46,677,338	45,111,733	43,111,799
<b>Payments</b>				
Employee Costs		(20,226,835)	(18,918,324)	(18,274,009)
Materials and Contracts		(16,481,816)	(18,117,174)	(16,299,723)
Utilities (gas, electricity, water, etc)		(1,685,769)	(1,693,385)	(1,203,540)
Insurance		(548,650)	(535,485)	(365,133)
Interest		(663,904)	(692,994)	(535,673)
Goods and Services Tax			(123,083)	
Other		(1,725,207)	(555,197)	528,811
		(41,332,181)	(40,635,641)	(36,149,267)
<b>Net Cash Provided By Operating Activities</b>	15(b)	5,345,157	4,476,092	6,962,532
<b>Cash Flows from Investing Activities</b>				
Payments for Development of Land Held for Resale	3			
Payments for Purchases Property, Plant & Equipment	3	(16,387,058)	(7,565,651)	(5,994,655)
Payments for Construction of Infrastructure	3	(12,995,747)	(13,972,464)	(20,521,730)
Self Supporting / Council Loans paid out		(250,000)	(1,132,662)	
Proceeds from Advances		106,515	1,771	
Grants/Contributions for the Development of Assets		10,072,583	7,205,436	7,972,618
Proceeds from Sale of Plant & Equipment	4	6,851,600	9,776,688	16,253,605
<b>Net Cash Used in Investing Activities</b>		(12,602,107)	(5,686,883)	(2,290,162)
<b>Cash Flows from Financing Activities</b>				
Repayment of Debentures	5	(3,802,404)	(5,173,056)	(7,751,391)
Repayment of Finance Leases				
Proceeds from Self Supporting Loans		71,615	78,045	79,781
Proceeds from New Debentures	5	7,275,565	3,650,000	2,022,000
<b>Net Cash Provided By (Used In) Financing Activities</b>		3,544,776	(1,445,011)	(5,649,610)
<b>Net Increase (Decrease) in Cash Held</b>		(3,712,174)	(2,655,802)	(977,240)
Cash at Beginning of Year		15,367,942	18,023,744	16,214,411
<b>Cash and Cash Equivalents at the End of the Year</b>	15(a)	11,655,768	15,367,942	15,237,171

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

**CITY OF GERALDTON-GREENOUGH**  
**RATE SETTING STATEMENT**  
**FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

	NOTE	2009/10 Budget \$	2008/09 Actual \$	2008/09 Budget \$
<b>REVENUES</b>				
	1,2			
Grants, Subsidies and Contributions		16,431,425	17,611,280	14,482,328
Fees and Charges		13,283,987	11,443,996	10,960,258
Interest Earnings		793,522	1,280,232	1,511,610
Other Revenue		1,272,475	652,358	524,850
Profit on Disposal of Assets		4,229,419	720,959	6,293,280
		<u>36,010,828</u>	<u>31,708,825</u>	<u>33,772,326</u>
<b>EXPENSES</b>				
	1,2			
Employees Costs		(20,226,835)	(18,918,324)	(18,274,009)
Materials & Contractors		(16,124,434)	(15,422,995)	(16,880,842)
Utility Charges		(1,685,769)	(1,693,385)	(1,203,540)
Insurance Expenses		(548,650)	(535,485)	(365,133)
Interest Expenses		(663,904)	(692,994)	(535,673)
Other Expenditure		(1,725,207)	(490,613)	448,511
Depreciation on Non-Current Assets		(8,328,258)	(8,762,129)	(7,478,620)
Loss on Disposal of Assets		(155,763)	(248,212)	(188,946)
		<u>(49,458,820)</u>	<u>(46,764,137)</u>	<u>(44,478,252)</u>
<b>Adjustments for Cash Budget Requirements:</b>				
<b>Non-Cash Expenditure and Revenue</b>				
(Profit)/Loss on Asset Disposals	4	(4,073,656)	(472,746)	(6,104,334)
Depreciation on Assets	2(a)	8,328,258	8,762,128	7,478,620
Prior Year Adjustments			(64,583)	
Movement in Deferred Pensioner Rates			10,506	
Movement in Employee Benefit Provision				
<b>Capital Expenditure and Revenue</b>				
Purchase Land Held for Resale	3	0		
Purchase Land and Buildings	3	(13,589,000)	(4,101,076)	(1,566,960)
Purchase Plant and Equipment	3	(2,550,900)	(3,308,010)	(4,204,600)
Purchase Furniture and Equipment	3	(247,158)	(156,566)	(223,095)
Purchase Infrastructure Assets - Roads	3	(8,185,247)	(4,965,934)	(9,870,229)
Purchase Infrastructure Assets - Parks	3	(4,810,500)	(9,006,530)	(10,651,501)
Self-Supporting / Council Loans paid out		(250,000)	(1,132,662)	
Proceeds from Disposal of Assets	4	6,851,600	9,776,688	16,253,605
Repayment of Debentures	5	(3,802,404)	(5,173,056)	(7,671,091)
Proceeds from New Debentures	5	7,275,565	3,650,000	2,022,000
Self-Supporting Loan Principal Income		71,615	78,045	79,782
Council Loan Principal Income		106,515	1,771	
Transfers to Reserves (Restricted Assets)	6	(6,214,157)	(6,302,058)	(8,397,192)
Transfers from Reserves (Restricted Assets)	6	12,666,881	3,902,421	7,417,358
ADD Estimated Surplus/(Deficit) July 1 B/Fwd	7	2,691,651	5,407,932	5,407,932
LESS Estimated Surplus/(Deficit) June 30 C/Fwd	7	3,209,304	2,691,651	28,965
<b>Amount Required to be Raised from Rates</b>	<b>8</b>	<u><b>(22,388,234)</b></u>	<u><b>(20,840,692)</b></u>	<u><b>(20,764,596)</b></u>

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

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**(a) Basis of Accounting**

The budget has been prepared in accordance with applicable Australian Accounting Standards (as they apply to local government and not-for-profit entities), other mandatory professional reporting requirements, the Local Government Act 1995 (as amended) and accompanying regulations (as amended). The budget has also been prepared on the accrual basis under the convention of historical cost accounting.

**(b) The Local Government Reporting Entity**

All Funds through which the Council controls resources to carry on its functions have been included in the financial statements forming part of this budget.

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, but a separate statement of those monies appears at Note 16 to this budget document.

**(c) 2008/09 Actual Balances**

Balances shown in this budget as 2008/09 Actual are as forecast at the time of budget preparation and are subject to final adjustments.

**(d) Rounding Off Figures**

All figures shown in this budget, other than a rate in the dollar, are rounded to the nearest dollar.

**(e) Rates, Grants, Donations and Other Contributions**

Rates, grants, donations and other contributions are recognised as revenues when the local government obtains control over the assets comprising the contributions. Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.

**(f) Goods and Services Tax**

In accordance with recommended practice, revenues, expenses and assets capitalised are stated net of any GST recoverable. Receivables and payables are stated exclusive of applicable GST.

**(g) Cash and Cash Equivalents**

Cash and cash equivalents comprise cash at bank and in hand and short-term deposits that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

For the purposes of the Cash Flow Statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts. Bank overdrafts are included as short-term borrowings in current liabilities.

**(h) Trade and Other Receivables**

Trade receivables, which generally have 7 day terms, are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method, less any allowance for uncollectible amounts.

Collectability of trade receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off when identified. An allowance for doubtful debts is raised when there is objective evidence that they will not be collectible.

**(i) Inventories**

**General**

Inventories are valued 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

Inventories held from trading are classified as current even if not expected to be realised in the next 12 months.

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Land Held for Resale***

Land purchased for development and/or resale is valued at cost. Cost includes the cost of acquisition, development and interest incurred on the financing of that land during its development. Interest and holding charges incurred after development is complete are recognised as expenses.

Revenue arising from the sale of property is recognised in the operating statement at the time of receiving the proceeds.

Land held for resale is classified as current except where it is held as non-current based on Council's intentions to release for sale.

**(j) Fixed Assets**

***Initial Recognition***

All assets are initially recognised at cost. 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 includes the cost of all materials, direct labour and variable and fixed overheads.

***Revaluation***

Certain asset classes may be revalued on a regular basis such that the carrying values are not materially different from fair value. For infrastructure and other asset classes where no active market exists, fair value is determined to be the current replacement cost of an asset less, where applicable, accumulated depreciation calculated on a basis to reflect the already consumed or expired future economic benefits.

Those assets carried at a revalued amount, being their fair value at the date of revaluation less any subsequent accumulated depreciation and accumulated impairment losses, are to be revalued with sufficient regularity to ensure the carrying amount does not differ significantly from that determined using fair value at reporting date.

***Land under Roads***

In Western Australia, all 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 AASB1051 - Land Under Roads and the fact Local Government (Financial Management) Regulation 16(a) (i) prohibits local governments from recognising such land as an asset.

In respect of land under roads acquired on or after 1 July 2008, as detailed above, Local Government (Financial Management) Regulation 16(a) (i) prohibits 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 is not included as an asset of the Council.

***Art Collection***

The City Art Collection is valued at cost. The collection was revalued to market value at 31 July 2006 based on an independent valuation. The valuation was performed by Gecko Gallery valuer Belinda Carrigan. The current valuation is based on actual cost for acquisitions after 1 August 2006.

**(k) Depreciation of Non-Current Assets**

All non-current assets having a limited useful life are separately and systematically depreciated over their useful lives in a manner which reflects the consumption of the future economic benefits embodied in those assets.

Depreciation is recognised on a straight-line basis taking cognisance of the residual value of the asset, using rates which are reviewed each reporting period. Rates will be based on the useful life detailed in appendix 6 of the Western Australian Local Government Accounting Manual. Major depreciation periods for non infrastructure assets are:

Buildings	35 - 55 years
Furniture and Equipment	7 - 13 years
Plant and Major Equipment	5 - 10 years
Mobile plant (Light vehicles)	2 - 8 years
Computer Equipment	2 - 5 years
Tools	3 - 9 years

The residual value of assets is the estimated amount that would be obtained today from disposal of the asset, after deducting the estimated costs of disposal. The City will review residual values on a regular basis to ensure minimum written down values are consistent with the expected value at the end of the assets useful life. As a general guide assets should have a minimum written down value of 5% or greater of their historical cost.

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Infrastructure Assets***

***Roads***

The current written down value for infrastructure assets will be determined using data compiled from "Assetic" (MY Data) and "RoMAN". Road valuations will be provided by RoMAN and Assetic will provide asset valuations for all other infrastructure items.

Assets values are brought to account at replacement value, less a provision for depreciation. The replacement value is calculated using average construction costs current as at balance date. The provision for depreciation is calculated by proportioning the replacement value of each road section by the percentage of expired life to total life for each road section.

All other infrastructure assets are depreciated at an annual per centum rate calculated by reference to the useful economic life appropriate to the asset and based on the historical cost of those assets

**(l) Investments**

All investments are valued at cost and interest on those investments is recognised when accrued.

**(m) Net Fair Values**

The net fair value of assets and liabilities approximate their carrying values. No financial assets and financial liabilities are readily traded on organised markets in standardised form. Financial assets where the carrying amount exceeds net fair values have not been written down as the Council intends to hold these assets to maturity.

The aggregate net fair value and carrying amounts of financial assets and financial liabilities are disclosed in the balance sheet and in the notes to and forming part of the financial report.

**(n) Impairment**

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

Where such an indication exists, an estimate of the recoverable amount of the asset is made in accordance with AASB 136 "Impairment of Assets" and appropriate adjustments made.

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the Income Statement.

For non-cash generating assets such as roads, drains, public buildings and the like, value in use is represented by the depreciated replacement cost of the asset.

At the time of adopting the budget, it is not possible to estimate the amount of impairment losses (if any) as at 30 June 2010.

In any event, an impairment loss is a non-cash transaction and consequently, has no impact on this budget document.

**(o) Trade and Other Payables**

Trade and other payables are carried at amortised cost. They 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 and are usually paid within 30 days of recognition.

**(p) Employee Benefits**

The provisions for employee benefits relates to amounts expected to be paid for long service leave, annual leave, sick leave, wages and salaries and are calculated as follows:

**(i) Wages, Salaries, Annual Leave and Long Service Leave (Short-term Benefits)**

The provision for employees' benefits to wages, salaries, annual leave, sick leave and long service leave expected to be settled within 12 months represents the amount the municipality has a present obligation to pay resulting from employees services provided to balance date. The provision has been calculated at nominal amounts based on remuneration rates the City expects to pay and includes related on-costs.

**(ii) Long Service Leave (Long-term Benefits)**

The provision for employees' benefits for long service leave expected to be settled more than 12 months from the reporting date represents the present value of the estimated future cash outflows to be made by the employer resulting from the employees' service to balance date

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(q) Interest-bearing Loans and Borrowings**

All loans and borrowings are initially recognised at the fair value of the consideration received less directly attributable transaction costs.

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest method. Fees paid on the establishment of loan facilities that are yield related are included as part of the carrying amount of the loans and borrowings.

Borrowings are classified as current liabilities unless the Council has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

***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.

**(r) Provisions**

Provisions are recognised when the council has a present legal or constructive obligation as a result of past events; it is more likely than not that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

**(s) Superannuation**

The City of Geraldton-Greenough contributes to the Local Government Superannuation Scheme and the Occupational Superannuation Fund. Both Funds are defined contribution schemes.

**(t) Current and Non-Current Classification**

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where Council 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 even if not expected to be realised in the next 12 months except for land held for resale where it is held as non-current based on Council's intentions to release for sale.

**CITY OF GERALDTON-GREENOUGH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**2. OPERATING REVENUES AND EXPENSES**

**(a) Result from Ordinary Activities**

(i) *Charging as an Expense:*

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>	<b>2008/09 Budget \$</b>
<b>Depreciation</b>			
<i>By Program</i>			
Governance	204,900	169,205	150,800
General Purpose Funding			
Law, Order, Public Safety	13,500	11,023	13,300
Health	7,200	5,878	6,000
Education and Welfare	68,000	56,134	26,700
Community Amenities	236,604	157,634	189,250
Recreation and Culture	1,674,600	1,579,802	1,690,000
Transport	5,383,404	6,139,586	4,812,600
Economic Services	10,700	9,137	10,700
Other Property and Services	729,350	633,729	579,270
	<u>8,328,258</u>	<u>8,762,128</u>	<u>7,478,620</u>
<i>By Class</i>			
Land and Buildings	1,012,096	784,980	885,220
Furniture and Equipment	134,128	112,608	110,200
Plant and Equipment	744,226	651,482	588,200
Roads	4,800,000	5,610,555	4,305,000
Parks	1,000,000	1,032,819	1,040,000
Meru	186,054	146,543	175,000
Airport	390,518	382,448	375,000
Other	61,236	40,694	
	<u>8,328,258</u>	<u>8,762,128</u>	<u>7,478,620</u>
<b>Borrowing Costs (Interest)</b>			
- Finance Lease Charges			
- Bank Charges	40,000		3,000
- Debentures (refer note 5(a))	623,904	692,994	532,672
	<u>663,904</u>	<u>692,994</u>	<u>535,672</u>
<b>Rental Charges</b>			
- Operating Leases	51,525	56,496	85,314

(ii) *Crediting as Revenue:*

**Interest Earnings**

<i>Investments</i>			
- Reserve Funds	300,000	613,872	600,000
- Other Funds	352,022	526,232	810,000
Other Interest Revenue (refer note 13)	141,500	140,128	100,500

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**2. OPERATING REVENUES AND EXPENSES (Continued)**

**(b) Statement of Objective**

In order to discharge its responsibilities to the community, Council has developed a set of operational and financial objectives. These objectives have been established both on an overall basis and for each of its broad activities/programs.

***Mission Statement***

A leading organisation, which through effective sustainable practices and business excellence facilitates the Community Vision

The City will take a 'can do' approach to working collaboratively in partnership with the community, industry and government with a focus on providing quality and timely service

***Vision Statement***

A Smart City which has a prosperous, liveable and creative community within an attractive Western Australian setting

Geraldton-Greenough will utilise the wealth of natural resources as the foundation to become a centre of global significance in the new economy

By 2020, Geraldton-Greenough will have the capacity to sustain a population of 80,000 to 100,000 people. It will be the focal point for an active and vibrant region containing significant district centres to the north, south and the hinterland.

By 2050 Geraldton will be Western Australia's second city.

Geraldton-Greenough will be recognised as a powerhouse of the new economy, a community which people recognise for its vibrancy and amazing transformation. It will be a preferred choice to live, work and play.

***Goals (Key Result Areas)***

The City has adopted an approach of identifying four key goals and overarching ambitions to drive the planning and decision making process over the next five years.

The identified goals (Key Result Areas) are:

**Opportunities for Lifestyle**

A City which provides for the needs of its community to grow and develop. By 2020, the City will develop new and revitalise existing urban communities founded on the principles of sustainable development to cater for the population growth. It will primarily be powered by renewable energy sources

**Opportunities for Creativity**

A City which values its creative knowledge and economy as an essential element in broadening its capacity. By 2020, the community will reflect its evolution through an enlightened society which acknowledges and reflects Yamatji custodianship, respects cultural diversity, protects its historical significance and creates new innovative and contemporary built form of public art and buildings in the public and private domain which reflect the diversity and ingenuity of the community

**Opportunities for Prosperity**

A City which builds on its natural advantages and infrastructure to create sustainable and diverse employment opportunities. The City will provide opportunities for entrepreneurship, capacity building and productive employment for existing community members, new and potential migrants to the region and a specific focus on the traditional Yamatji peoples. By 2020, the City will be connected to the national rail network enabling connection of the Geraldton & Oakajee Ports to the remainder of Australia fulfilling its potential as a logistics hub of national significance as an import and export facility for bulk commodities, general goods and containers. Its natural advantages and base as a renewable energy hub and centre of excellence will ensure that it will be recognised as Australia's western portal to the Asia, the Sub Continent, the Middle East and an emerging African continental economy

**Leading the Opportunities**

A leading organisation which delivers on the community vision. The City will encourage and empower the community to capture the opportunities. By 2020, the City will have implemented leading business, operational systems and governance frameworks. It will be an employer of choice with staff who engage effectively with the community and deliver timely, efficient and effective services.

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**2. OPERATING REVENUES AND EXPENSES (Continued)**

The services of the City are classified according to the following programs:

**GOVERNANCE**

Members of Council, civic receptions and functions, public relations, electoral and other issues relating to the task of assisting Councillors and the rate payers which do not concern specific Council services

**GENERAL PURPOSE FUNDING**

General rate revenue, penalty for late payment, ex gratia rates, rate administration fee, rate instalment fee, back rates, general purpose grants, untied road grants, interest on deferred rates, investment returns.

**LAW, ORDER, PUBLIC SAFETY**

Fire prevention including the Emergency Services Levy, Volunteer Fire Brigade and SES expenditure, animal control, park rangers, neighbourhood watch, and surf lifesaving

**HEALTH**

Maternal and infant health, preventive services including food control, health inspections, pest control and other health.

**EDUCATION AND WELFARE**

Family Day Care, aged and disabled, Queen Elizabeth 11 Seniors Centre, other welfare.

**COMMUNITY AMENITIES**

Rubbish collections, Meru refuse site operations, litter control, public litter bins, protection of environment, town planning control, parenting centre, cemetery, and community services including youth programs such as Changemakers, Youth Bus, and Midnight Basketball

**RECREATION AND CULTURE**

Public halls, civic centres, Aquarena, beaches, parks, sporting grounds, library, heritage, museums, art gallery, Queens Park Theatre

**TRANSPORT**

Roads, footpaths, drainage, road verges, median strips, street lighting, street cleaning, street trees, traffic surveys, traffic management, depot operations, parking facilities, vehicle inspections, airport

**ECONOMIC SERVICES**

Tourism and promotions, visitors' information centre, building control, economic development

**OTHER PROPERTY AND SERVICES**

Public works overheads, plant/vehicle operations, town planning schemes

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**3. ACQUISITION OF ASSETS**

The following assets are budgeted to be acquired of during the year

<u>By Program</u>	<b>2009/10 Budget \$</b>
Governance	3,522,700
Law, Order, Public Safety	41,000
Health	119,000
Education and Welfare	31,000
Community Amenities	2,402,900
Recreation and Culture	9,746,458
Transport	12,992,147
Economic Services	73,000
Other Property and Services	454,600
	<b><u>29,382,805</u></b>
<u>By Class</u>	
Land Held for Resale	
Land and Buildings	13,589,000
Plant and Equipment	2,550,900
Furniture and Equipment	247,158
Infrastructure Assets - Roads	7,530,247
Infrastructure Assets - Parks and Ovals	4,810,500
Infrastructure Assets - Airport	230,000
Infrastructure Assets - Meru Landfill	425,000
Infrastructure Assets - Other	
	<b><u>29,382,805</u></b>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**4. DISPOSAL OF ASSETS**

The following assets are budgeted to be disposed of during the year

<u>By Program</u>	Net Book Value	Sale Proceeds	Profit(Loss)
	2009/10 BUDGET \$	2009/10 BUDGET \$	2009/10 BUDGET \$
<b>GOVERNANCE</b>			
Plant & Equipment			
GNG 141	21,615	16,000	(5,615)
GNG 010	16,562	16,000	(562)
<b>HEALTH</b>			
Plant & Equipment			
GNG 026	19,134	12,000	(7,134)
<b>COMMUNITY AMENITIES</b>			
Plant & Equipment			
GNG 086	26,125	18,000	(8,125)
<b>RECREATION &amp; CULTURE</b>			
Plant & Equipment			
GNG 066	12,634	10,000	(2,634)
GNG 069	24,176	20,000	(4,176)
GNG 064	7,422	10,000	2,578
GNG 068	8,328	10,000	1,672
GNG 071	30,271	20,000	(10,271)
GNG 081	16,947	13,000	(3,947)
GNG 128	22,446	15,000	(7,446)
GNG 140	13,419	10,000	(3,419)
<b>TRANSPORT</b>			
Plant & Equipment			
GNG 092	5,246	40,000	34,754
GNG 113	79,032	40,000	(39,032)
GNG 129	11,588	25,000	13,412
GNG 138	13,977	75,000	61,023
GNG 085	11,473	10,000	(1,473)
GNG 088	5,000	5,000	
GNG 143	19,536	12,000	(7,536)
<b>ECONOMIC SERVICES</b>			
Plant & Equipment			
GNG 005	18,866	18,000	(866)
GNG 009	20,589	18,000	(2,589)

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**4. DISPOSAL OF ASSETS (Continued)**

	Net Book Value	Sale Proceeds	Profit(Loss)
	2009/10 BUDGET	2009/10 BUDGET	2009/10 BUDGET
	\$	\$	\$
<b>By Program</b>			
<b>OTHER PROPERTY &amp; SERVICES</b>			
Plant & Equipment			
GNG 003	32,505	27,000	(5,505)
GNG 014	21,545	16,000	(5,545)
GNG 021	22,237	13,000	(9,237)
GNG 008	20,426	15,000	(5,426)
GNG 072	12,151	14,000	1,849
GNG 073	18,131	18,000	(131)
GNG 050	12,416	12,000	(416)
GNG 000	25,891	24,000	(1,891)
GNG 142	24,987	21,000	(3,987)
GNG 166	31,800	13,000	(18,800)
GNG 039	8,546	10,000	1,454
Various Land	12,500	2,198,000	2,185,500
POS Land		542,600	542,600
Excised land		40,000	40,000
Drummond Cove Land	2,130,423	3,475,000	1,344,577
	<b>2,777,944</b>	<b>6,851,600</b>	<b>4,073,656</b>

<b>By Class</b>			
Land & Buildings	2,142,923	6,255,600	4,112,677
Plant & Equipment	635,021	596,000	(39,021)
	<b>2,777,944</b>	<b>6,851,600</b>	<b>4,073,656</b>

<b><u>Summary</u></b>	<b>2009/10 BUDGET \$</b>
Profit on Asset Disposals	4,229,419
Loss on Asset Disposals	(155,763)
	<u>4,073,656</u>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**5. INFORMATION ON BORROWINGS**

**(a) Debenture Repayments**

Particulars	Principal 1-Jul-09	New Loans	Principal Repayments		Principal Outstanding		Interest Repayments	
			2009/10 Budget \$	2008/09 Actual \$	2009/10 Budget \$	2008/09 Actual \$	2009/10 Budget \$	2008/09 Actual \$
<b>GOVERNANCE</b>								
103 Computer	27,348		27,348	25,719		53,067	1,121	2,746
NEW Office redevelopment (Library)		1,400,000			1,400,000			
<b>COMMUNITY AMENITIES</b>								
223 Cemetery Board *				2,285		2,285		56
<b>RECREATION &amp; CULTURE</b>								
211 Aquatic Redevelopment				320,411		320,411		11,210
80 Geraldton Hockey Club *	4,282		4,282	16,411		20,693	74	854
82 Tarcoola Tennis Club *	27,440		1,867	1,736	25,573	29,176	1,969	2,088
92 Geraldton Softball Association *	501		501	1,926		2,427	8	93
209 Geraldton Hockey Association *				6,542		6,542		145
212 Geraldton Bowling Club *	621		621	1,179		1,800	22	80
213 La Fiamma Sporting Club *	1,923		1,923	3,659		5,582	66	242
214 Geraldton Netball Association *	21,353		13,993	13,076	7,360	34,429	1,234	2,040
215 Geraldton Little Athletics *	2,049		2,049	3,890		5,939	73	331
222 La Fiamma Sporting Club *	9,391		1,989		7,402	9,391	541	541
225 Geraldton Netball Association *	86,467		15,230	14,319	71,237	100,786	5,178	5,944
228 Geraldton Surf Lifesaving *	126,968		12,636	11,874	114,332	138,842	7,914	4,379
NEW Geraldton Hockey Association *		250,000	13,335		236,665		12,894	
210 Water Supply/Reticulation				18,981		18,981		443
217 Reticulation	3,962		3,962	7,520		11,482	141	639
219 Reticulation	24,831		12,059	11,387	12,771	36,218	1,272	1,725
220 Reticulation	37,147		11,578	10,842	25,568	47,988	2,291	2,950
221 Reticulation	46,780		10,735	10,152	36,045	56,932	2,498	2,834
224 Reticulation	57,146		10,153	9,585	46,994	66,731	3,191	3,604
226 Marina Toilets	57,474		8,236	7,768	49,238	65,242	3,337	3,608
227 Reticulation	33,332		4,795	4,530	28,537	37,862	1,887	2,127
233 Library building purchase	1,421,529		117,335	28,471	1,304,194	1,450,000	66,005	24,266

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**5. INFORMATION ON BORROWINGS (Continued)**

**(a) Debenture Repayments continued**

Particulars	Principal 1-Jul-09	New Loans	Principal Repayments		Principal Outstanding		Interest Repayments	
			2009/10 Budget \$	2008/09 Actual \$	2009/10 Budget \$	2008/09 Actual \$	2009/10 Budget \$	2008/09 Actual \$
<b>TRANSPORT</b>								
NEW Capital infrastructure works		3,000,000			3,000,000			
104 Infrastructure Loan *	273,446		85,496	80,300	187,949	353,746	15,282	20,465
216 Two Way Radios	1,913		1,913	3,630		5,543	68	309
218 Drainage/Fencing	16,581		16,581	15,509		32,090	850	1,420
231 Drainage - Fitzgerald St	413,958		92,516	86,042	321,442	500,000	28,078	33,178
93 Plant Purchase				16,178		16,178		337
97 Plant Purchase	25,748		25,748	32,787		58,535	685	2,034
101 Plant Purchase	54,111		35,520	33,414	18,591	87,524	2,523	4,505
102 Plant Purchase	118,341		40,805	38,442	77,536	156,783	6,352	8,544
105 Plant Purchase	174,697		32,475	30,450	142,222	205,147	10,692	12,706
235 Plant Purchase 08/09	1,000,000		181,346		818,654	1,000,000	44,862	9,356
NEW Plant Purchase 09/10		1,000,000	37,131		962,869		29,724	
229 SGIO Carpark	577,510		57,369	53,882	520,141	631,393	36,281	38,351
234 Chapman Road Carpark	1,176,937		95,282	23,196	1,081,655	1,200,134	59,249	21,796
NEW Library carpark stage 1		125,565	2,314		123,251		1,883	
89 Airport	384,431		185,837	173,901	198,594	558,332	22,865	19,107
230 Airport Buffer Land	1,455,808		129,841	121,065	1,325,967	1,576,874	100,330	117,826
NEW Airport Security Upgrade		1,500,000	84,172		1,415,828		66,250	
<b>ECONOMIC SERVICES</b>								
95 Hamlet	92,178		8,928	8,330	83,250	100,508	6,213	6,691
<b>OTHER PROPERTY &amp; SERVICES</b>								
100 Waggrakine TPS - Adelaide St				3,965		3,965		24
232 Drummond Cove TPS	2,500,000		2,500,000	4,000,000		6,500,000	80,000	323,402
<b>TOTAL</b>	<b>10,256,203</b>	<b>7,275,565</b>	<b>3,887,901</b>	<b>5,253,355</b>	<b>13,643,867</b>	<b>15,509,558</b>	<b>623,904</b>	<b>692,994</b>

All debenture repayments are to be financed by general purpose revenue. Loan 89 is funded from Airport Funds.

(\*) Self supporting loans are funded by various sporting clubs and community groups. Loan 104 is an internal loan supplied by the Airport to the Municipal Fund to assist with infrastructure works.

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**5. INFORMATION ON BORROWINGS (Continued)**

**(b) New Debentures - 2009/10**

Particulars/Purpose	Amount Borrowed	Institution	Loan Type	Term (Years)	Total Interest & Charges	Interest Rate %	Amount Used	Balance Unspent \$
	Budget						Budget	
xx SSL Geraldton Hockey Association	250,000	unknown	Debenture	10	99,721	7.00	250,000	
xx Office redevelopment (Library)	1,400,000	unknown	Debenture	10	471,918	6.00	1,400,000	
xx Capital infrastructure works	3,000,000	unknown	Debenture	3	586,855	6.00	3,000,000	
xx Plant Purchases	1,000,000	unknown	Debenture	10	337,084	6.00	1,000,000	
xx Library Carpark (Stage 1)	125,565	unknown	Debenture	10	42,326	6.00	125,565	
xx Airport Security Upgrade	1,500,000	unknown	Debenture	10	505,626	6.00	1,500,000	

**(c) Unspent Debentures**

Council does not expect to have unspent debenture funds as at 30th June 2010

**(d) Overdraft**

Council has utilised \$6.5m in bridging finance during the financial year to assist with the costs associated with the Drummond Cove Land Development, of an overall \$8m facility. A balance of \$2.5 million will be repaid during the first quarter of the 2009/10 financial period.

Overdraft facilities of \$5m with Commonwealth Bank of Australia do exist. It is anticipated that to maintain cash flows these facilities may be further utilised during the 2009/10 year. As at 1 July 2009, the City is utilising this facility and has an overdraft of \$3,302,821

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**6. RESERVES**

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>	<b>2008/09 Budget \$</b>
<b>(a) Airport Reserve</b>			
Opening Balance	1,098,603	931,719	931,719
Amount Set Aside / Transfer to Reserve	619,851	120,000	794,742
Amount Used / Transfer from Reserve	550,000		1,410,000
	<u>1,168,454</u>	<u>1,051,719</u>	<u>316,461</u>
<b>(b) Aquarena Reserve</b>			
Opening Balance	63,825	13,162	14,522
Amount Set Aside / Transfer to Reserve	200,000	200,000	200,000
Amount Used / Transfer from Reserve	248,750	150,000	150,000
	<u>15,075</u>	<u>63,162</u>	<u>64,522</u>
<b>(c) Art Gallery Reserve</b>			
Opening Balance	16,710	15,909	12,594
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>16,710</u>	<u>15,909</u>	<u>12,594</u>
<b>(d) Asset Renewal Fund Reserve</b>			
Opening Balance	0		
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>0</u>	<u>0</u>	<u>0</u>
<b>(e) Boat Launching Facilities Reserve</b>			
Opening Balance	0		
Amount Set Aside / Transfer to Reserve	75,000		525,000
Amount Used / Transfer from Reserve			25,000
	<u>75,000</u>	<u>0</u>	<u>500,000</u>
<b>(f) Cape Burney Buy Back (Leasehold) Reserve</b>			
Opening Balance	0		
Amount Set Aside / Transfer to Reserve			1,930,000
Amount Used / Transfer from Reserve			
	<u>0</u>	<u>0</u>	<u>1,930,000</u>
<b>(g) Cape Burney Community Infrastructure Reserve</b>			
Opening Balance	0		
Amount Set Aside / Transfer to Reserve			532,660
Amount Used / Transfer from Reserve			100,000
	<u>0</u>	<u>0</u>	<u>432,660</u>
<b>(h) Central Greenough (Hamlet) Reserve</b>			
Opening Balance	0		
Amount Set Aside / Transfer to Reserve			400,000
Amount Used / Transfer from Reserve			
	<u>0</u>	<u>0</u>	<u>400,000</u>
<b>(i) Chapman River Regional Park Reserve</b>			
Opening Balance	1,050	1,000	1,103
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>1,050</u>	<u>1,000</u>	<u>1,103</u>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**6. RESERVES (Continued)**

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>	<b>2008/09 Budget \$</b>
<b>(j) City Building Construction Reserve</b>			
Opening Balance	3,454,707	609,778	672,777
Amount Set Aside / Transfer to Reserve	324,000	2,914,507	364,000
Amount Used / Transfer from Reserve	3,519,000	100,262	520,000
	<u>259,707</u>	<u>3,424,023</u>	<u>516,777</u>
<b>(k) City Building Maintenance Reserve</b>			
Opening Balance	267,988	483,270	533,199
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve	54,000	239,600	239,600
	<u>213,988</u>	<u>243,670</u>	<u>293,599</u>
<b>(l) City Centre Foreshore Building Maintenance Reserve</b>			
Opening Balance	216,697	206,315	227,630
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>216,697</u>	<u>206,315</u>	<u>227,630</u>
<b>(m) City Centre Foreshore Redevelopment Reserve</b>			
Opening Balance	1,332,285	395,386	395,386
Amount Set Aside / Transfer to Reserve		1,117,004	
Amount Used / Transfer from Reserve	1,217,004	200,000	390,000
	<u>115,281</u>	<u>1,312,390</u>	<u>5,386</u>
<b>(n) City Marketing Reserve</b>			
Opening Balance	25,665	28,092	30,994
Amount Set Aside / Transfer to Reserve	10,000		
Amount Used / Transfer from Reserve		3,840	30,000
	<u>35,665</u>	<u>24,252</u>	<u>994</u>
<b>(o) Contingency Reserve</b>			
Opening Balance	28,915	27,529	30,374
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>28,915</u>	<u>27,529</u>	<u>30,374</u>
<b>(p) Disability Plan Reserve</b>			
Opening Balance	75,105	71,507	78,894
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>75,105</u>	<u>71,507</u>	<u>78,894</u>
<b>(q) Drummond Cove Clean Up Bonus Reserve</b>			
Opening Balance	0		
Amount Set Aside / Transfer to Reserve	312,500		312,500
Amount Used / Transfer from Reserve			
	<u>312,500</u>	<u>0</u>	<u>312,500</u>
<b>(r) Drummond Cove Foreshore Reinstatement Reserve</b>			
Opening Balance	32,192	30,649	30,649
Amount Set Aside / Transfer to Reserve	297,998		297,998
Amount Used / Transfer from Reserve			
	<u>330,190</u>	<u>30,649</u>	<u>328,647</u>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**6. RESERVES (Continued)**

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>	<b>2008/09 Budget \$</b>
<b>(s) Drummond Cove Tenure Payment Reserve</b>			
Opening Balance	0		
Amount Set Aside / Transfer to Reserve			371,758
Amount Used / Transfer from Reserve			371,758
	<u>0</u>	<u>0</u>	<u>0</u>
<b>(t) Electronic Equipment &amp; IT Reserve</b>			
Opening Balance	130,746	259,662	275,456
Amount Set Aside / Transfer to Reserve	50,000		
Amount Used / Transfer from Reserve	150,000	141,982	250,000
	<u>30,746</u>	<u>117,680</u>	<u>25,456</u>
<b>(u) Ellendale Pool Reserve</b>			
Opening Balance	8,777		
Amount Set Aside / Transfer to Reserve	4,500	8,777	
Amount Used / Transfer from Reserve			
	<u>13,277</u>	<u>8,777</u>	<u>0</u>
<b>(v) Employee Leave Entitlements Reserve</b>			
Opening Balance	471,029	491,498	491,498
Amount Set Aside / Transfer to Reserve	50,000	11,701	
Amount Used / Transfer from Reserve		56,902	80,000
	<u>521,029</u>	<u>446,297</u>	<u>411,498</u>
<b>(w) Family Day Care - Employee Leave Entitlements</b>			
Opening Balance	5,062	4,819	4,820
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>5,062</u>	<u>4,819</u>	<u>4,820</u>
<b>(x) Family Day Care - Vehicle Reserve</b>			
Opening Balance	933	18,544	7,031
Amount Set Aside / Transfer to Reserve	10,000		
Amount Used / Transfer from Reserve		18,544	
	<u>10,933</u>	<u>0</u>	<u>7,031</u>
<b>(y) Fire Control Reserve</b>			
Opening Balance	155	147	147
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>155</u>	<u>147</u>	<u>147</u>
<b>(z) Grant Contribution Reserve</b>			
Opening Balance	46,210	43,996	48,542
Amount Set Aside / Transfer to Reserve	10,000		
Amount Used / Transfer from Reserve			
	<u>56,210</u>	<u>43,996</u>	<u>48,542</u>
<b>(aa) Insurance Contingency Reserve</b>			
Opening Balance	456,822	473,020	624,551
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve		40,000	40,000
	<u>456,822</u>	<u>433,020</u>	<u>584,551</u>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**6. RESERVES (Continued)**

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>	<b>2008/09 Budget \$</b>
<b>(ab) Land Acquisition Reserve</b>			
Opening Balance	373,137	355,260	391,964
Amount Set Aside / Transfer to Reserve			50,000
Amount Used / Transfer from Reserve			100,000
	<u>373,137</u>	<u>355,260</u>	<u>341,964</u>
<b>(ac) Library Reserve</b>			
Opening Balance	25,417	26,069	28,762
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve		1,964	12,000
	<u>25,417</u>	<u>24,105</u>	<u>16,762</u>
<b>(ad) Local History Publishing Reserve</b>			
Opening Balance	34,269	32,627	33,699
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>34,269</u>	<u>32,627</u>	<u>33,699</u>
<b>(ae) Major Projects &amp; Initiative Reserve</b>			
Opening Balance	0		
Amount Set Aside / Transfer to Reserve	2,185,500		
Amount Used / Transfer from Reserve	1,403,000		
	<u>782,500</u>	<u>0</u>	<u>0</u>
<b>(af) Marina Development Reserve</b>			
Opening Balance	45,624	43,438	47,926
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>45,624</u>	<u>43,438</u>	<u>47,926</u>
<b>(ag) Meat Inspection Reserve</b>			
Opening Balance	48,943	47,231	47,231
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve	5,129	665	12,264
	<u>43,814</u>	<u>46,566</u>	<u>34,967</u>
<b>(ah) Meru Waste Disposal Site Reserve</b>			
Opening Balance	3,116,925	2,885,366	2,885,366
Amount Set Aside / Transfer to Reserve	236,233	242,000	
Amount Used / Transfer from Reserve	2,612,000	155,631	401,550
	<u>741,158</u>	<u>2,971,735</u>	<u>2,483,816</u>
<b>(ai) Museums Reserve</b>			
Opening Balance	73,588	83,204	91,800
Amount Set Aside / Transfer to Reserve	50,000	124,197	108,200
Amount Used / Transfer from Reserve	45,000	138,000	190,000
	<u>78,588</u>	<u>69,401</u>	<u>10,000</u>
<b>(aj) Parking Land Reserve</b>			
Opening Balance	1,370,677	1,583,723	1,747,344
Amount Set Aside / Transfer to Reserve	150,636		
Amount Used / Transfer from Reserve	1,272,586	292,738	436,496
	<u>248,727</u>	<u>1,290,985</u>	<u>1,310,848</u>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**6. RESERVES (Continued)**

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>	<b>2008/09 Budget \$</b>
<b>(ak) Parking Ticket Machine Reserve</b>			
Opening Balance	21,192	20,177	22,262
Amount Set Aside / Transfer to Reserve	5,000		
Amount Used / Transfer from Reserve			
	<u>26,192</u>	<u>20,177</u>	<u>22,262</u>
<b>(al) Plant Replacement Reserve</b>			
Opening Balance	169,442	892,372	1,135,957
Amount Set Aside / Transfer to Reserve	932,861	900,000	1,290,000
Amount Used / Transfer from Reserve	775,392	1,667,834	1,667,834
	<u>326,911</u>	<u>124,538</u>	<u>758,123</u>
<b>(am) Point Moore Infrastructure Reserve</b>			
Opening Balance	97,598	45,318	50,000
Amount Set Aside / Transfer to Reserve	50,000	50,000	50,000
Amount Used / Transfer from Reserve			
	<u>147,598</u>	<u>95,318</u>	<u>100,000</u>
<b>(an) Public Art Maintenance &amp; Refurbishment Reserve</b>			
Opening Balance	16,492	15,702	17,324
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>16,492</u>	<u>15,702</u>	<u>17,324</u>
<b>(ao) Queens Park Theatre Reserve</b>			
Opening Balance	268,064	255,221	281,588
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve	80,000		
	<u>188,064</u>	<u>255,221</u>	<u>281,588</u>
<b>(ap) Recreational Grounds Reserve</b>			
Opening Balance	162,592	317,824	350,660
Amount Set Aside / Transfer to Reserve	335,078		570,334
Amount Used / Transfer from Reserve	361,972	171,225	325,488
	<u>135,698</u>	<u>146,599</u>	<u>595,506</u>
<b>(aq) Restricted Grants Reserve</b>			
Opening Balance	0		
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>0</u>	<u>0</u>	<u>0</u>
<b>(ar) Reticulation Reserve</b>			
Opening Balance	71,228	230,793	230,793
Amount Set Aside / Transfer to Reserve	100,000		
Amount Used / Transfer from Reserve	139,128	171,179	211,668
	<u>32,100</u>	<u>59,614</u>	<u>19,125</u>
<b>(as) Rubbish Reserve</b>			
Opening Balance	142,134	274,894	303,294
Amount Set Aside / Transfer to Reserve	200,000		
Amount Used / Transfer from Reserve	233,920	146,593	168,700
	<u>108,214</u>	<u>128,302</u>	<u>134,594</u>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**6. RESERVES (Continued)**

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>	<b>2008/09 Budget \$</b>
<b>(at) Rubbish Tip (Flores Rd) Reserve</b>			
Opening Balance	610,788	749,447	1,110,905
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve		176,371	250,000
	<u>610,788</u>	<u>573,076</u>	<u>860,905</u>
<b>(au) Separation Point Enhancement Reserve</b>			
Opening Balance	139,192	132,523	146,215
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>139,192</u>	<u>132,523</u>	<u>146,215</u>
<b>(av) Small Sport &amp; Recreation Loans Reserve</b>			
Opening Balance	19,002	37,133	37,307
Amount Set Aside / Transfer to Reserve	5,000		
Amount Used / Transfer from Reserve		20,000	
	<u>24,002</u>	<u>17,133</u>	<u>37,307</u>
<b>(aw) Strategic Planning &amp; Reviews Reserve</b>			
Opening Balance	30,919	38,095	38,095
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve		9,092	35,000
	<u>30,919</u>	<u>29,003</u>	<u>3,095</u>
<b>(ax) Subdivisional Deferred Works Reserve</b>			
Opening Balance	28,494	27,129	27,129
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>28,494</u>	<u>27,129</u>	<u>27,129</u>
<b>(ay) Sustainable Enregy Inittatives Reserve</b>			
Opening Balance	0		
Amount Set Aside / Transfer to Reserve			
Amount Used / Transfer from Reserve			
	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Cash Backed Reserves</b>	<u>8,146,464</u>	<u>13,985,315</u>	<u>13,817,341</u>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**6. RESERVES (Continued)**

**Summary of Reserve Transfers**

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>	<b>2008/09 Budget \$</b>
<b>Transfers to Reserves</b>			
Airport Reserve	619,851	120,000	794,742
Aquarena Reserve	200,000	200,000	200,000
Art Gallery Reserve	0	0	0
Asset Renewal Fund Reserve	0	0	0
Boat Launching Facilities Reserve	75,000	0	525,000
Cape Burney Buy Back (Leasehold) Reserve	0	0	1,930,000
Cape Burney Community Infrastructure Reserve	0	0	532,660
Central Greenough (Hamlet) Reserve	0	0	400,000
Chapman River Regional Park Reserve	0	0	0
City Building Construction Reserve	324,000	2,914,507	364,000
City Building Maintenance Reserve	0	0	0
City Centre Foreshore Building Maintenance Reserve	0	0	0
City Centre Foreshore Redevelopment Reserve	0	1,117,004	0
City Marketing Reserve	10,000	0	0
Contingency Reserve	0	0	0
Disability Plan Reserve	0	0	0
Drummond Cove Clean Up Bonus Reserve	312,500	0	312,500
Drummond Cove Foreshore Reinstatement Reserve	297,998	0	297,998
Drummond Cove Tenure Payment Reserve	0	0	371,758
Electronic Equipment & IT Reserve	50,000	0	0
Ellendale Pool Reserve	4,500	8,777	0
Employee Leave Entitlements Reserve	50,000	11,701	0
Family Day Care - Employee Leave Entitlements	0	0	0
Family Day Care - Vehicle Reserve	10,000	0	0
Fire Control Reserve	0	0	0
Grant Contribution Reserve	10,000	0	0
Insurance Contingency Reserve	0	0	0
Land Acquisition Reserve	0	0	50,000
Library Reserve	0	0	0
Local History Publishing Reserve	0	0	0
Major Projects & Initiative Reserve	2,185,500	0	0
Marina Development Reserve	0	0	0
Meat Inspection Reserve	0	0	0
Meru Waste Disposal Site Reserve	236,233	242,000	0
Museums Reserve	50,000	124,197	108,200
Parking Land Reserve	150,636	0	0
Parking Ticket Machine Reserve	5,000	0	0
Plant Replacement Reserve	932,861	900,000	1,290,000
Point Moore Infrastructure Reserve	50,000	50,000	50,000
Public Art Maintenance & Refurbishment Reserve	0	0	0
Queens Park Theatre Reserve	0	0	0
Recreational Grounds Reserve	335,078	0	570,334
Restricted Grants Reserve	0	0	0
Reticulation Reserve	100,000	0	0
Rubbish Reserve	200,000	0	0
Rubbish Tip (Flores Rd) Reserve	0	0	0
Separation Point Enhancement Reserve	0	0	0
Small Sport & Recreation Loans Reserve	5,000	0	0
Strategic Planning & Reviews Reserve	0	0	0
Subdivisional Deferred Works Reserve	0	0	0
Sustainable Enregy Initiatives Reserve	0	0	0
Interest		613,872	600,000
	<u>6,214,157</u>	<u>6,302,058</u>	<u>8,397,192</u>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**6. RESERVES (Continued)**

**Summary of Reserve Transfers continued**

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>	<b>2008/09 Budget \$</b>
<b>Transfers from Reserves</b>			
Airport Reserve	550,000	0	1,410,000
Aquarena Reserve	248,750	150,000	150,000
Art Gallery Reserve	0	0	0
Asset Renewal Fund Reserve	0	0	0
Boat Launching Facilities Reserve	0	0	25,000
Cape Burney Buy Back (Leasehold) Reserve	0	0	0
Cape Burney Community Infrastructure Reserve	0	0	100,000
Central Greenough (Hamlet) Reserve	0	0	0
Chapman River Regional Park Reserve	0	0	0
City Building Construction Reserve	3,519,000	100,262	520,000
City Building Maintenance Reserve	54,000	239,600	239,600
City Centre Foreshore Building Maintenance Reserve	0	0	0
City Centre Foreshore Redevelopment Reserve	1,217,004	200,000	390,000
City Marketing Reserve	0	3,840	30,000
Contingency Reserve	0	0	0
Disability Plan Reserve	0	0	0
Drummond Cove Clean Up Bonus Reserve	0	0	0
Drummond Cove Foreshore Reinstatement Reserve	0	0	0
Drummond Cove Tenure Payment Reserve	0	0	371,758
Electronic Equipment & IT Reserve	150,000	141,982	250,000
Ellendale Pool Reserve	0	0	0
Employee Leave Entitlements Reserve	0	56,902	80,000
Family Day Care - Employee Leave Entitlements	0	0	0
Family Day Care - Vehicle Reserve	0	18,544	0
Fire Control Reserve	0	0	0
Grant Contribution Reserve	0	0	0
Insurance Contingency Reserve	0	40,000	40,000
Land Acquisition Reserve	0	0	100,000
Library Reserve	0	1,964	12,000
Local History Publishing Reserve	0	0	0
Major Projects & Initiative Reserve	1,403,000	0	0
Marina Development Reserve	0	0	0
Meat Inspection Reserve	5,129	665	12,264
Meru Waste Disposal Site Reserve	2,612,000	155,631	401,550
Museums Reserve	45,000	138,000	190,000
Parking Land Reserve	1,272,586	292,738	436,496
Parking Ticket Machine Reserve	0	0	0
Plant Replacement Reserve	775,392	1,667,834	1,667,834
Point Moore Infrastructure Reserve	0	0	0
Public Art Maintenance & Refurbishment Reserve	0	0	0
Queens Park Theatre Reserve	80,000	0	0
Recreational Grounds Reserve	361,972	171,225	325,488
Restricted Grants Reserve	0	0	0
Reticulation Reserve	139,128	171,179	211,668
Rubbish Reserve	233,920	146,593	168,700
Rubbish Tip (Flores Rd) Reserve	0	176,371	250,000
Separation Point Enhancement Reserve	0	0	0
Small Sport & Recreation Loans Reserve	0	20,000	0
Strategic Planning & Reviews Reserve	0	9,092	35,000
Subdivisional Deferred Works Reserve	0	0	0
Sustainable Energy Initiatives Reserve	0	0	0
	<u>12,666,881</u>	<u>3,902,421</u>	<u>7,417,358</u>
<b>Total Transfer to/(from) Reserves</b>	<u>(6,452,724)</u>	<u>2,399,637</u>	<u>979,834</u>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**6. RESERVES (Continued)**

In accordance with council resolutions in relation to each reserve account, the purposes for which the reserves are set aside are as follows:

Airport Reserve

The purpose of this reserve is to fund any capital works, land acquisitions or replace/purchase equipment at the Geraldton-Greenough Airport

Aquarena Reserve

The purpose of this reserve is to fund any capital works, replace/purchase equipment, or fund the principal repayments of a loan at the Aquarena.

Art Gallery Reserve

The purpose of this reserve is to fund any capital works to the building (or its surrounds) or replace/purchase equipment for the Art Gallery.

Asset Renewal Fund Reserve

The purpose of this reserve is to fund infrastructure renewal programs / works.

Boat Launching Facilities Reserve

The purpose of this reserve is to build up funds to assist with the development of boat launching facilities north and south of the City of Geraldton. Studies have revealed the need for additional facilities to better cater for the communities demands.

Cape Burney Buy Back (Leasehold) Reserve

The purpose of this reserve is to hold proceeds from the sale of the leasehold land (Lot 200) Cape Burney until land is made available by the land owner as freehold to leaseholders by March 2010. In the event that the land owner fails to meet their contractual obligations, Council will have the right to repurchase this portion of the land, develop the land and then sell the land.

Cape Burney Community Infrastructure Reserve

The purpose of this reserve is to fund any capital infrastructure works or equipment and services planned for the Cape Burney community.

Central Greenough (Hamlet) Reserve

The purpose of this reserve is to assist with the upgrade of infrastructure and services to the Central Greenough village in accordance with the Central Greenough conservation and development plan.

Chapman River Regional Park Reserve

The purpose of this reserve is to fund continuing maintenance of the Chapman River Regional Park.

City Building Construction Reserve

The purpose of this reserve is to make provision for any funding required to assist with building construction works to any City owned facilities.

City Building Maintenance Reserve

The purpose of this reserve is to make provision for any funding required to assist with building maintenance works to any City owned facilities.

City Centre Foreshore Building Maintenance Reserve

The purpose of this reserve is for the future maintenance required of buildings situated along the foreshore that will require periodic maintenance due to the prevailing weather conditions.

City Centre Foreshore Redevelopment Reserve

The purpose of this reserve is to assist with any infrastructure funding necessary for the redevelopment of the foreshore.

City Marketing Reserve

The purpose of this reserve is to assist with any promotional or marketing projects for the City of Geraldton-Greenough.

Contingency Reserve

The purpose of this reserve is to make provision for any unforeseen overruns on any projects managed by the City of Geraldton-Greenough.

Disability Plan Reserve

The purpose of this reserve is to assist with the implementation of the City's Disability Plan.

Drummond Cove Clean Up Bonus Reserve

The purpose of this reserve is to assist Council in meeting a clean up bonus commitment to leaseholders after they vacate their leased properties on the west side of Whitehill Road (Lot 12820).

Drummond Cove Tenure Payment Reserve

The purpose of this reserve is to assist Council in meeting tenure payment commitments to leaseholders in their path to acquiring land in freehold form with Lot 12821.

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**6. RESERVES (Continued)**

Electronic Equipment & IT Reserve

The purpose of this reserve is to assist with the implementation of an Electronic Equipment and IT Development plan.

Ellendale Pool Reserve

The purpose of this reserve is to fund capital infrastructure works planned for the Ellendale Pool recreational reserve

Employee Leave Entitlements Reserve

The purpose of this reserve is for the funding of payments not predicted or provided for in Council's municipal budget. It is also intended to fund large payments to staff that may occur in any one year, principally being long service leave payments but shall include provision for voluntary redundancy payments, accrued non-current annual leave and sick leave entitlements as provided for under the City's Union Collective Agreement.

Family Day Care - Employee Leave Entitlements Reserve

The purpose of this reserve is to provide for any long service leave liability or other leave entitlements associated with staff from the Family Day Care Centre.

Family Day Care - Vehicle Reserve

The purpose of this reserve is to make provision for the replacement of the Family Day Care's vehicle.

Fire Control Reserve

The purpose of this reserve is to provide funding of bushfire plant and equipment acquisitions and upgrades.

Grant Contribution Reserve

The purpose of this reserve is to assist with supplementary grant funding or matching funds for projects considered worthwhile that was otherwise not considered as a project at the time of the budget being adopted.

Insurance Contingency Reserve

The purpose of this reserve was originally to provide for unexpected insurance costs. However, with the adoption of a "burner" workers compensation policy its use has been expanded to be the repository for "initial savings" created as the difference between the assessed maximum premium and the initial deposit premium. It will also be used to pay premium adjustments and "calls" associated with the burner policy as they arise.

Land Acquisition Reserve

The purpose of this reserve is for the payment of major or minor land resumptions or acquisitions as determined by the Council for strategic benefits.

Library Reserve

The purpose of this reserve is to fund any capital works, replace/purchase equipment, or fund local projects.

Local History Publishing Reserve

The purpose of this reserve is to fund the development of the local history publications.

Major Projects & Initiative Reserve

The purpose of this reserve is to provide funding towards any major strategic projects or initiatives so identified by the City and contained within the City's 5 year Plan for the Future.

Marina Development Reserve

The purpose of this reserve is to fund works at the new Batavia Coast Marina development

Meat Inspection Reserve

The purpose of this reserve is to collect surplus funds from the meat inspection service administered by the City of Geraldton-Greenough which can later be used to offset costs or losses associated with providing the service from year to year.

Meru Waste Disposal Site Reserve

The purpose of this reserve is to retain funds for the development of the Meru Waste disposal site (previously administered by Geraldton Greenough Regional Council), purchase or replacement of plant and equipment for the site, and for the progressive redevelopment of the land fill site.

Museum Reserve

The purpose of this reserve is to assist with the development, refurbishment and conservation of the Pioneer and Walkaway Museums

Parking Reserve

The purpose of this reserve is to build up funds that can then be used for the acquisition of land for car parking and provision of parking bays within the City.

Parking Ticket Machine Reserve

The purpose of this reserve is to establish a fund for the maintenance and replacement of parking ticket machines

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**6. RESERVES (Continued)**

Plant Replacement Reserve

The purpose of this reserve is to build up funds to assist with the purchase/replacement of the City's plant and fleet vehicles in accordance with its plant replacement programme.

Point Moore Infrastructure Reserve

The purpose of this reserve is to make provision for funding infrastructure development in the Point Moore locality

Public Art Maintenance and Refurbishment Reserve

The purpose of this reserve is to make provision for the maintenance and acquisition of public art for the City.

Queens Park Theatre Reserve

The purpose of this reserve is for future major fittings and equipment maintenance and replacement including replacement of a new grand piano for the QPT.

Recreational Grounds Reserve

The purpose of this reserve is to make provision for infrastructure works to community facilities and grounds at City recreational reserves.

Restricted Grant Reserve

The purpose of this reserve is to restrict grant funds unspent in the financial year received to be carried over to the next financial year.

Reticulation Reserve

The purpose of this reserve is to make provision for reticulation infrastructure funding to be available for the installation and replacement of reticulation infrastructure.

Rubbish Reserve

The purpose of this reserve is to provide sufficient funds to meet large non-recurrent cost increases that occur through annual operations. It is also to enable a more uniform levying of rubbish charges strategy.

Rubbish Tip (Flores Road) Reserve

The purpose of this reserve is to provide sufficient funding towards the rehabilitation of this site since its closure.

Separation Point Enhancement Reserve

The purpose of this reserve is to provide funding towards any associated infrastructure works scheduled for the Separation Point locality.

Small Sport & Recreational Loans Reserve

The purpose of this reserve is to provide funding for any identified sporting and/or recreational projects whereby funding through the Community Sports Recreational Facilities Fund (CSRFF) was missed or the project cannot occur within the CSRFF timeframes of funding.

Strategic Planning & Reviews Reserve

The purpose of this fund is to assist with any town planning strategic plans or reviews for any existing Town Planning Schemes. Funding also supports any town planning projects whereby some form of town planning review is required.

Subdivisional Deferred Works Reserve

The purpose of this reserve is for these funds to be allocated for future footpath works in new subdivisions.

Sustainable Energy Initiatives Reserve

The purpose of this reserve is to fund sustainable energy initiatives as identified by the City.

**CITY OF GERALDTON-GREENOUGH  
 NOTES TO AND FORMING PART OF THE BUDGET  
 FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**7. NET CURRENT ASSETS**

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>
<b>CURRENT ASSETS</b>		
Cash - Unrestricted	2,809,304	68,755
Cash - Restricted	8,846,464	15,299,188
Receivables	1,000,000	3,580,278
Inventories	150,000	199,834
	<u>12,805,768</u>	<u>19,148,055</u>
 <b>LESS: CURRENT LIABILITIES</b>		
Payables and Provisions	<u>750,000</u>	<u>1,157,217</u>
<b>NET CURRENT ASSET POSITION</b>	<b>12,055,768</b>	<b>17,990,838</b>
Less: Cash - Restricted	<u>(8,846,464)</u>	<u>(15,299,188)</u>
<b>ESTIMATED SURPLUS/(DEFICIENCY) C/FWD</b>	<b><u>3,209,304</u></b>	<b><u>2,691,651</u></b>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**8. RATING INFORMATION - 2009/10 FINANCIAL YEAR**

RATE TYPE	Rate in \$	Number of Properties	Rateable Value \$	2009/10 Budgeted Rate Revenue \$	2009/10 Budgeted Interim Rates \$	2009/10 Budgeted Back Rates \$	2009/10 Budgeted Total Revenue \$	2008/09 Actual \$
<b>Differential General Rate</b>								
Residential	8.2753	10,590	144,110,786	11,925,505	390,000	40,000	12,355,505	11,564,272
Non Residential	8.3351	507	55,318,306	4,610,836	60,000		4,670,836	4,266,817
Agricultural General	0.4654	1,054	196,693,008	915,409	10,000		925,409	936,819
Mining Tenements	0.4654	0					0	
UV Urban	0.4654	19	6,493,000	30,218			30,218	16,984
<b>Sub-Totals</b>		12,170	402,615,100	17,481,968	460,000	40,000	17,981,968	16,784,892
<b>Minimum Rates</b>	<b>Minimum \$</b>							
Residential	735	5,455	39,309,058	4,009,425			4,009,425	3,682,700
Non Residential	735	204	967,214	149,940			149,940	208,600
Agricultural General	735	161	22,234,392	118,335			118,335	157,500
Mining Tenements	735	8	30,013	5,880			5,880	5,600
UV Urban	735	30	3,932,000	22,050			22,050	1,400
<b>Sub-Totals</b>		5,858	66,472,677	4,305,630	0	0	4,305,630	4,055,800
Specified Area Rates (Note 9)							22,287,598	20,840,692
							100,636	0
Discounts (Note 12)							22,388,234	20,840,692
<b>Totals</b>							22,388,234	20,840,692

All land except exempt land in the City is rated according to its Gross Rental Value (GRV) in town sites or Unimproved Value (UV) in the rural regions of the City.

The general rates detailed above for the 2009/10 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

The minimum rates have been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of the Local Government services/facilities.

**CITY OF GERALDTON-GREENOUGH  
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FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

The purpose of the differential rate on non residential properties is to recover from the business sector a greater share of the costs relating to:

- Economic development and Marketing programs which assist and facilitate economic growth and diversity in the region
- City amenities which enhance business functionality and operations
- More intensive road and traffic management and
- To adjust for a disproportionately higher increase charged to the residential sector due to the 2008/09 property revaluation

**9. SPECIFIED AREA RATE - 2009/10 FINANCIAL YEAR**

	Rate in \$	Rateable Value \$	2009/10 Budgeted Revenue \$	Budget Applied to Cost \$	2008/09 Actual \$
<b>CBD</b>					
Non Residential	0.0439	2,292,392	100,636	100,636	

The specified are rate to be imposed on all non residential properties within the City Centre, Marina Mixed Use and Additional Use City Centre zones for the purpose of car parking operations which includes land acquisition, parking development, operations, maintenance and any associated financing costs.

Loans have been undertaken to service the debt to provide car parking initiatives at sites including Chapman road and Sanford Street.

A rate in the dollar of 0.0439 cents on Gross Rental Values will be applied to those commercial properties for 2009/10 to service the debt on loan repayments.

**10.SERVICE CHARGES - 2009/10 FINANCIAL YEAR**

The City does not have any Services Charges.

**11.FEES & CHARGES REVENUE**

	2009/10 Budget \$	2008/09 Actual \$
General Purpose Funding	277,000	256,977
Governance	500	62,773
Law, Order, Public Safety	125,240	123,501
Health	124,000	119,508
Education and Welfare	242,890	175,888
Community Amenities	5,894,805	4,865,798
Recreation & Culture	1,686,555	1,646,658
Transport	3,054,300	2,644,671
Economic Services	1,788,337	1,462,651
Other Property & Services	90,360	85,572
	<u>13,283,987</u>	<u>11,443,997</u>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**12.DISCOUNTS, INCENTIVES, CONCESSIONS, & WRITE-OFFS**

***Discounts***

Council offers no discounts for the early payment of rates or any other debts to Council.

***Incentives***

**Early Payment Incentives**

Through an agreement with the Commonwealth Bank, Council offers an incentive to ratepayers for the early payment of rates (if paid within 35 days of the rates being issued) with a prize of \$2,000 to the successful ratepayer. Details and conditions are set out in the brochures that accompany the rates assessment notice.

Six other prizes are also available to ratepayers:

- Bridgestone Tyre Centre Geraldton - \$250 gift voucher
- Goodearth Hotel - \$246 accommodation package
- Perth Ambassador Hotel - \$200 accommodation package
- Da Vinci's Furniture Warehouse - \$100 gift voucher
- Mitchell & Brown – 2 x \$50 gift voucher
- Amica Beauty Nails & Skin Clinic - \$40 gift voucher

None of these prizes involved any cost to Council.

***Concessions***

Council offers no concessions to ratepayers.

***Write Offs***

Council does not offer any standard waivers or write-offs of Rates and Charges or other debts of ratepayers, unless specifically approved by Council. Individuals may approach Council for an extension of time to pay off their debt.

**13.INTEREST CHARGES AND INSTALMENTS - 2009/10 FINANCIAL YEAR**

***Interest on Instalments***

Council has recognised that a number of ratepayers are taking up the option to pay their rates by instalments. This has a negative effect on Council's investment growth potential which in turn restricts cash flow. Council has decided to take up the option available under the Local Government Act 1995 to impose an interest rate of 5.5% on rates paid by instalment.

***Instalment Fees***

For ratepayers electing to pay their rates between 2 and 4 instalments, then a charge of \$8 per instalment is charged.

For ratepayers making an arrangement with Council to pay their rates in more than 4 instalments, then a one off charge of \$33 is charged.

***Instalment Options***

Council offers three (3) payment options by which ratepayers can make their rates payments.

- Option 1 To pay their rates in full by the 35th day after the rates notice has been issued
- Option 2 To pay their rates in two (2) equal instalments
- Option 3 To pay their rates in four (4) equal instalments

***Penalty Interest on Late Payments - Rates***

Financial Management Regulation clause 70 and section 6.51 of the Local Government Act 1995 prescribes that the maximum interest that can be levied on overdue rates is 11% per annum. Council has resolved to set its rate at 11%. This interest will apply after the expiry of 65 days from the date the rates notice is issued.

***Penalty Interest on Late Payments - Debtors***

Financial Management Regulation clause 19A and section 6.13(3) of the Local Government Act 1995 prescribes the maximum rate of interest to be imposed is 11%. Council has resolved to set its rate at 11%. This interest will apply after the expiry of 60 days from the due date.

The total revenue from the imposition of the interest and administration charge is estimated as follows:

	<b>2009/10 Budget \$</b>
Rates Interest	130,000
Rates Instalment Charge	200,000
Pensioner Deferred Interest	11,000
Sundry Debtor Penalty Interest	500

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**14. COUNCILLORS' REMUNERATION**

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>
Meeting Fees	91,000	90,423
Mayor's Allowance	60,000	58,333
Deputy Mayor's Allowance	15,000	14,583
IT Allowance	12,000	
Telecommunications Allowance	6,000	5,721
Travelling Expenses	9,000	7,387
Councillor Training	25,000	5,627
Conference Expenses	30,000	19,667
	<u>248,000</u>	<u>201,741</u>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**15. NOTES TO THE CASH FLOW STATEMENT**

**(a) Reconciliation of Cash**

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments, net of outstanding bank overdrafts. Estimated cash at the end of the reporting period is as follows:

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>	<b>2008/09 Budget \$</b>
Cash - Unrestricted	2,809,304	68,755	119,830
Cash - Restricted	8,846,464	15,299,188	15,117,341
	<u>11,655,768</u>	<u>15,367,942</u>	<u>15,237,171</u>

The following restrictions have been imposed by regulation or other externally imposed requirements:

Airport Reserve	1,168,454	1,051,719	316,461
Aquarena Reserve	15,075	63,162	64,522
Art Gallery Reserve	16,710	15,909	12,594
Asset Renewal Fund Reserve	0	0	0
Boat Launching Facilities Reserve	75,000	0	500,000
Cape Burney Buy Back (Leasehold) Reserve	0	0	1,930,000
Cape Burney Community Infrastructure Reserve	0	0	432,660
Central Greenough (Hamlet) Reserve	0	0	400,000
Chapman River Regional Park Reserve	1,050	1,000	1,103
City Building Construction Reserve	259,707	3,424,023	516,777
City Building Maintenance Reserve	213,988	243,670	293,599
City Centre Foreshore Building Maintenance Reserve	216,697	206,315	227,630
City Centre Foreshore Redevelopment Reserve	115,281	1,312,390	5,386
City Marketing Reserve	35,665	24,252	994
Contingency Reserve	28,915	27,529	30,374
Disability Plan Reserve	75,105	71,507	78,894
Drummond Cove Clean Up Bonus Reserve	312,500	0	312,500
Drummond Cove Foreshore Reinstatement Reserve	330,190	30,649	328,647
Drummond Cove Tenure Payment Reserve	0	0	0
Electronic Equipment & IT Reserve	30,746	117,680	25,456
Ellendale Pool Reserve	13,277	8,777	0
Employee Leave Entitlements Reserve	521,029	446,297	411,498
Family Day Care - Employee Leave Entitlements	5,062	4,819	4,820
Family Day Care - Vehicle Reserve	10,933	0	7,031
Fire Control Reserve	155	147	147
Grant Contribution Reserve	56,210	43,996	48,542
Insurance Contingency Reserve	456,822	433,020	584,551
Land Acquisition Reserve	373,137	355,260	341,964
Library Reserve	25,417	24,105	16,762
Local History Publishing Reserve	34,269	32,627	33,699
Major Projects & Initiative Reserve	782,500	0	0
Marina Development Reserve	45,624	43,438	47,926
Meat Inspection Reserve	43,814	46,566	34,967
Meru Waste Disposal Site Reserve	741,158	2,971,735	2,483,816
Museums Reserve	78,588	69,401	10,000
Parking Land Reserve	248,727	1,290,985	1,310,848
Parking Ticket Machine Reserve	26,192	20,177	22,262

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**15. NOTES TO THE CASH FLOW STATEMENT (Continued)**

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>	<b>2008/09 Budget \$</b>
Plant Replacement Reserve	326,911	124,538	758,123
Point Moore Infrastructure Reserve	147,598	95,318	100,000
Public Art Maintenance & Refurbishment Reserve	16,492	15,702	17,324
Queens Park Theatre Reserve	188,064	255,221	281,588
Recreational Grounds Reserve	135,698	146,599	595,506
Restricted Grants Reserve	0	0	0
Reticulation Reserve	32,100	59,614	19,125
Rubbish Reserve	108,214	128,302	134,594
Rubbish Tip (Flores Rd) Reserve	610,788	573,076	860,905
Separation Point Enhancement Reserve	139,192	132,523	146,215
Small Sport & Recreation Loans Reserve	24,002	17,133	37,307
Strategic Planning & Reviews Reserve	30,919	29,003	3,095
Subdivisional Deferred Works Reserve	28,494	27,129	27,129
Sustainable Enregy Initiatives Reserve	0	0	0
Interest on Reserves	0	613,872	600,000
Restricted assets	700,000	700,000	700,000
	<u>8,846,464</u>	<u>15,299,188</u>	<u>15,117,341</u>

**(b) Reconciliation of Net Cash Provided By Operating Activities to Net Result**

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>	<b>2008/09 Budget \$</b>
Net Result	8,940,242	5,785,381	10,138,970
Amortisation			
Depreciation	8,328,258	8,762,128	7,478,620
(Profit)/Loss on Sale of Asset	(4,073,656)	(472,746)	(6,104,334)
(Increase)/Decrease in Receivables	2,580,278	365,527	2,840,776
(Increase)/Decrease in Inventories	49,834	(11,399)	88,201
Increase/(Decrease) in Payables	(407,217)	(2,682,780)	492,918
Previous years adjustments		(64,583)	
Grants/Contributions for the Development of Assets	(10,072,583)	(7,205,436)	(7,972,618)
<b>Net Cash from Operating Activities</b>	<u>5,345,157</u>	<u>4,476,092</u>	<u>6,962,532</u>

**(c) Undrawn Borrowing Facilities Credit Standby Arrangements**

	<b>2009/10 Budget \$</b>	<b>2008/09 Actual \$</b>	<b>2008/09 Budget \$</b>
Bank Overdraft limit	10,000,000	6,000,000	13,000,000
Bank Overdraft at Balance Date		3,302,821	
Credit Card limit	50,000	50,000	30,000
Credit Card Balance at Balance Date		46,749	4,000
<b>Total Amount of Credit Unused</b>	<u>10,050,000</u>	<u>9,399,570</u>	<u>13,034,000</u>
<b>Loan Facilities</b>			
Loan Facilities in use at Balance Date	<u>13,643,866</u>	<u>10,256,203</u>	<u>6,130,035.00</u>
Unused Loan Facilities at Balance Date	<u>0</u>	<u>0</u>	<u>0</u>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**16. TRUST FUNDS**

Funds held at balance date over which the City has no control and which are not included in the financial statements are as follows:

Detail	Balance	Estimated		Balance
	01-Jul-09	Amounts Received	Amounts Paid	30-Jun-10
	\$	\$	(\$)	\$
Airport Security Card Bond	3,650			3,650
BCITF	66,876	305,000	310,000	61,876
Bonds	73,606	25,000	30,000	68,606
BRB	5,265	50,000	50,000	5,265
DUP Contributions - Cape Burney	21,685	1,000		22,685
DUP Contributions - Drummond Cove	306,385	2,000		308,385
DUP Contributions - Wandina	75,719	2,000		77,719
DUP Contributions - Strathalbyn	104,702	2,000		106,702
DUP Contributions - Spalding	27,500	2,000		29,500
DUP Contributions - Mt Tarcoola	30,835	1,000		31,835
DUP Contributions - Waggrakine	75,678	2,000		77,678
Friends of Flying Doctors				
Hall Hire Deposits	6,467	15,000	18,000	3,467
Verge/Footpath Bonds	86,695	10,000	20,000	76,695
Library Deposits	980	500	500	980
Unclaimed Monies	3,320	1,000	1,000	3,320
Nomination Deposits		400	400	
POS Cash In Lieu	64,079	526,600	110,000	480,679
POS Cash In Lieu - Drummond Cove	51,513	2,000	20,000	33,513
POS Cash In Lieu - Glenfield	30,471	1,000	10,000	21,471
POS Cash In Lieu - Ocean Ridge				
POS Cash In Lieu - Strathalbyn	67,186	2,000	10,000	59,186
POS Cash In Lieu - Mt Tarcoola				
POS Cash In Lieu - Utakarra	143,536	10,000	50,000	103,536
POS Cash In Lieu - Wandina	200,764	1,000	50,000	151,764
Rates				
Relocatable Buildings Bond	13,900	1,000	1,000	13,900
Roadwise Community Grants				
Sporting Club Loans	49,078	1,000	1,000	49,078
Mobile Stage Deposits	200	2,000	2,000	200
Subdivision & Road Deposits	516,197	100,000	350,000	266,197
Sundry	34,478	5,000	5,000	34,478
	<u>2,060,766</u>			<u>2,092,366</u>

**CITY OF GERALDTON-GREENOUGH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**17. MAJOR LAND TRANSACTIONS**

Drummond Cove Freeholding of Land

**(a) Details**

Final works are underway in completing the development in Drummond Cove. In 2007/08, land in Stages 1 and 2 were sold to leaseholders and to members of the public via auction. Nine lots will be auctioned off in 2009/10 to complete all land sales. Profit from this project will be directed to reserve funds for future infrastructure projects within the City area.

**(b) Current year transactions**

	<b>2009/10 Budget \$ 000's</b>	<b>2008/09 Actual \$ 000's</b>
<b>Operating Income</b>		
- Profit on sale	(1,345)	
- Reimbursements	(107)	(9)
<b>Capital Income</b>		
- Sale Proceeds	(3,475)	(8,493)
- Loan Proceeds		
	<b><u>(4,927)</u></b>	<b><u>(8,502)</u></b>
<b>Operating Expenditure</b>		
- Loan Repayment Interest	80	323
- Development Costs	16	1,936
<b>Capital Expenditure</b>		
- Loan Principal Repayment	2,500	4,000
- Transfer to Reserve	1,345	
- Vendors Mortgage		1,113
	<b><u>3,861</u></b>	<b><u>5,113</u></b>

**(c) Expected Future Cash Flows**

	<b>2009/10 \$ 000's</b>	<b>2010/11 \$ 000's</b>	<b>2011/12 \$ 000's</b>	<b>2012/13 \$ 000's</b>	<b>2013/14 \$ 000's</b>	<b>Total \$ 000's</b>
<b>Cash Outflows</b>						
- Development Costs	16					16
- Loan Repayments	2,580					2,580
- Transfer to Reserves	1,345					1,345
	<b><u>3,941</u></b>	<b><u>0</u></b>	<b><u>0</u></b>	<b><u>0</u></b>	<b><u>0</u></b>	<b><u>3,941</u></b>
<b>Cash Inflows</b>						
- Transfer from Reserves						0
- Sale Proceeds	(3,475)					(3,475)
- Fees & Charges	(107)	(106)	(106)	(852)		(1,171)
	<b><u>(3,582)</u></b>	<b><u>(106)</u></b>	<b><u>(106)</u></b>	<b><u>(852)</u></b>	<b><u>0</u></b>	<b><u>(4,646)</u></b>
<b>Net Cash Flows</b>	<b><u>359</u></b>	<b><u>(106)</u></b>	<b><u>(106)</u></b>	<b><u>(852)</u></b>	<b><u>0</u></b>	<b><u>(705)</u></b>

**CITY OF GERALDTON-GREENOUGH  
SCHEDULE OF FEES AND CHARGES  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**18. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS**

***Geraldton Airport***

The Geraldton Airport is run as a business unit of the City of Geraldton-Greenough and generates an income of approximately \$2m per annum. Approximately \$500,000 is put aside into the Airport Reserve account to maintain and improve existing and future infrastructure. The City of Geraldton-Greenough endeavours to operate the aerodrome in an environmentally sensitive manner in accordance with aviation best practice and mandatory statutory requirements, and in a manner which provides satisfactory return on investment to the ratepayers of Geraldton-Greenough.

Monies accumulated within the reserve account are used each year as required by approved capital project or maintenance in accordance with the Geraldton Airport Master Plan.

The Geraldton Airport is serviced by one airline, SkyWest Passenger Transport Services. The City together with the Midwest Development Commission and the Midwest Chamber of Commerce and Industry are lobbying the State Government to increase competition in the airline industry and provide links to the Pilbara region in addition to the regular Perth to Geraldton route. SkyWest provide weekly flight to Kalbarri and in April 2009 commenced services to Exmouth from Geraldton. A State Government Review of the Coastal air service network is currently being conducted and outcomes are expected in early 2009/10.

Amongst a collection of commercial aviation operations, a medical practice has been established at the Geraldton Airport where they provide an air medical service to outlying regional and remote communities along with the local community. It is planned that a purpose built facility will be constructed at the Airport for this service and that this will be done on the basis of loan funds with the tenant meeting associated repayments.

***Meru Landfill Facility***

This service was previously carried out by the Geraldton Greenough Regional Council. Following the amalgamation of the two Councils, this Regional Council also was amalgamated into the new Local Authority. The purpose of establishing the Council was to plan, coordinate and implement the removal, processing, treatment, recycling, minimisation and disposal of waste. This will continue to be the purpose of this trading undertaking as a function of the new City of Geraldton-Greenough.

This vision is to provide innovative waste management, recycling and resource recovery services which are socially, environmentally and economically sustainable. The aim is to be a leader in waste management, provide cost effective waste management services, promote and support waste minimisation in the region and actively engage the community in sustainable waste minimisation practices.

There are five main objectives:

1. *Waste Management*  
To minimise the volume of waste going to landfill by maximising resource recovery
2. *Community Outreach*  
To encourage responsible waste reduction behaviour by the whole community
3. *Future Improvements*  
To anticipate and respond to emerging issues in waste management
4. *Business Sustainability*  
To provide cost effective services to our members and customers
5. *Customer Service*  
To provide a quality service to all of our customers

**19. JOINT VENTURES**

***Kalbarri Airport***

The City of Geraldton-Greenough together with the Shire of Northampton has a joint venture arrangement with regards to the management and operation of the Kalbarri Airport. The City's investment has been through financial assistance towards an upgrade, a 50% share in the land for the Kalbarri Airport which had previously been leased and a 50% share in the operating costs of the airport, with a return on investments expected in the next couple of years. As at 30 June 2008 the City had a 50% equity in the joint venture valued at approximately \$

***Central Greenough***

The City of Geraldton-Greenough has a partnership arrangement with the National Trust of WA in respect to the management of Central Greenough. Ownership of all assets rests with the National Trust of WA. The City's responsibility extends to the supervision of daily operations and attending to maintenance issues at the facility.

***Outback Coast Tourism Project***

The former Shire of Greenough and City of Geraldton together with the Shires of Carnarvon, Shark Bay and Exmouth were joint partners in establishing a business in 2001/02 with a private company located in the eastern states to promote inward bound tourism to the Midwest and Gascoyne regions of WA. Each local government contributed \$100,000 to resource the Outback Coast Tourism project with the objective to promote these regions. In addition the scope was to deliver increased visitation from overseas and interstate tourists to this unique, attractive, historic and rugged part of the state. The joint funding partners are currently considering winding up this project for the 2009/10 budget period.

**CITY OF GERALDTON-GREENOUGH  
SCHEDULE OF FEES AND CHARGES  
FOR THE YEAR ENDING 30<sup>TH</sup> JUNE 2010**

**20.SANITATION SERVICES**

The City of Geraldton-Greenough raises sanitation charges under the Health Act.

The sanitation charges to apply in the 2009/2010 year are;

Standard domestic rubbish service \$195

Standard commercial rubbish service \$210 (+GST)

**21.CARRY OVER AND RESTRICTED ASSET EXPENDITURE**

Due to the date of budget preparation carry over and restricted asset details are based on actual data available at the date of budget preparation and are subject to change.