

ANNUAL REPORT 2020-2021



CONTENTS

Welcome.....	3
Mayor’s Foreword	4
Message from the CEO	7
SETTING THE SCENE.....	6
Greater Geraldton	8
Snapshot	9
Key Achievements 2020-21 – Your Rates at Work	8
Awards and Recognition	10
STRATEGIC DIRECTIONS – ACHIEVEMENTS	12
Our Community	13
Our Environment	20
Our Economy	25
Our Leadership.....	29
Disability Services	38
SNAPSHOT STRATEGIC PROJECTS 2021-2022	39
GOVERNANCE.....	40
Councillors	40
Meeting Attendance.....	41
CORPORATE GOVERNANCE	42
Organisation Structure	42
Our Vision.....	43
Statutory Reports.....	44
Financial Summary.....	46
Financial Highlights.....	48
Financials.....	49

The City of Greater Geraldton would like to respectfully acknowledge the Yamatji Peoples who are the Traditional Owners and First People of the land on which we stand. The Nhanhagardi, Wilunyu, Naaguja. We would like to pay our respect to the Elders past, present and future for they hold the memories, the traditions, the culture and hopes of the Yamatji Peoples.



WELCOME

Welcome to the 2020-21 City of Greater Geraldton Annual Report. This report provides an overview of the activities undertaken in the 2020-21 financial year as we work to achieve our vision of becoming the home of WA's Regional Capital.

Driven by four strategic directions: Our Community; Our Environment; Our Economy; and Our Leadership, this report showcases our achievements. It provides a look at all elements of the work Council does, our financial performance and the governance and statutory regulations by which we operate.

The Local Government Act 1995 requires local governments to produce an Annual Report by 31 December each year.

The City of Greater Geraldton Annual Report is a public document that provides the disclosure requirements outlined in the Local Government Act 1995.

MAYOR'S FOREWORD



I'm proud of what we have achieved as a community over the last 12 months and that we continue to deliver key community services while putting us into a position to welcome some great new projects. The vibrancy and liveability of Geraldton continues to grow and we are seeing this not just in our CBD, but also throughout our suburbs. Our community remains our key driver in every decision we make and I thank everyone for their passion and feedback into all that we do.

Our path to recovery

Our conservative approach was seen in our 'back to basics' Budget. Despite a large increase in state utility costs for local governments, it was important we kept rate increases low. All in all, we managed to keep rate rises low, while upholding our commitment to the whole community which is seen through maintaining functionality, amenities and safety by renewing infrastructure assets and delivering our core business.

Key infrastructure projects

A number of key infrastructure projects were completed which have had big positive impacts on our community. We welcomed two new roundabouts in the CBD which have been game changers in improving traffic flow. A turning arrow at the lights on Bayly Street was also a community favourite. Many of our local sporting grounds received upgrades with new floodlighting thanks to the State Government's Community Sporting and Recreational Facilities Fund (CSRFF).

Road and footpath renewals

Improving road safety, renewing aged roads and increasing accessibility across the City were top priorities in the 2020/21 Budget. Nearly \$8 million was allocated to fix and maintain more than 18kms of sealed roads, re-sheet more than 47kms of unsealed roads, and 50kms of shoulder and swale renewals. Alongside this, more than 1,760m of footpaths were renewed and 2,040m of new footpaths were constructed in the suburbs. We know how important these assets are and they continue to be high on our agenda, with more renewals primed for the coming financial year.

City activation and tourism

We've had some exciting projects take place in the activation space. With thanks to RAC, Geraldton was home to state of the art driverless technology with the RAC Intellibus. In Geraldton from September to December 2020, the bus welcomed over 1,600 passengers and travelled more than 1,700km. Tourism in our region continues to elevate and Geraldton has cemented itself as a must-visit destination for those travelling along Australia's Coral Coast. Geraldton welcomed hundreds of delegates for the 2021 WA Regional Tourism Conference, putting the Midwest in the spotlight. We are seeing tourism continue to grow and it's great to see signature events such as 'Shore Leave' shining a light on Geraldton and all that is on offer in the Midwest.

Looking forward

Looking forward, we have an exciting future with exciting projects to match. Our commitment to climate change and renewable energy is ongoing and Council has committed the City to develop a Climate Mitigation Plan that aims to transition City operations towards a net zero carbon position by 2030. We are already working hard in this space with the continuing installation of solar panels, commitment to the Million Trees Project and a reduction in the City's vehicle fleet.

There are some great community projects that we will welcome in 2021/22 including upgrades to both Geraldton Regional Art Gallery (GRAG) Park and Geraldton Regional Aboriginal Medical Services (GRAMS) Reserve, as well as a significant upgrade to the Aquarena 50m outdoor pool. Diverting waste from landfill will soon be quicker and easier thanks to funding from the Building Better Regions Fund to upgrade the Meru Waste Facility. The project includes construction of a new and larger waste transfer station, a materials processing facility, installation of a second weighbridge and an upgrade to the existing one along with upgrades to the power/fibre optic network. We will see the Food Organic Garden Organic (FOGO) trial rolled out to even more homes, and it's great to see an increase in waste diversion thanks to the renovated 'Bowerbird' which was formerly the Tip Shop.

I would like to say a huge thank you to all my fellow Councillors, City staff and also our wonderful community members for the ongoing passion and commitment that makes our great city what it is. While there have been some unpredictable times, it's great to see our community come together to make Greater Geraldton an amazing place to live, work and visit.

A handwritten signature in black ink, consisting of several overlapping loops and a long, sweeping tail that extends towards the top right.

Shane Van Styn
Mayor, City of Greater Geraldton





MESSAGE FROM THE CEO

While the 2020/21 financial year has been described as a “back to basics” period, we’ve still managed to get a lot of exciting things over the line.

It goes without saying, the COVID-19 pandemic continues to play a role in the way we do business, and we know it will continue to play a role into our future. Our City staff have done a lot of work in implementing adaptability strategies in the workplace to ensure we are ready if and when a rapid response to any sort of emergency occurs.

With something many of our community members hadn’t experienced before, Cyclone Seroja hit our region extremely hard and was one of the worst natural disasters we had seen here in a very long time.

The devastation was felt throughout the Midwest and many of our rural neighbours were extremely impacted, with significant damage to homes and properties. Without power and telecommunications, City staff worked hard to get things up and running as soon as possible so we could offer as much support and backing to many communities surrounding us.

It’s times like these we really see our community band together and this was no exception. The comradery between our wonderful community was astounding and it really did showcase the spirit of Geraldton and the Midwest.

Back to our core business, Council agreed to keep rate rises low as our path to recovery continued. With a business as usual approach, roads and footpaths remained top of the list with a record investment into renewing aged roads.

Reflecting on some of the highlights throughout the year, we have been extremely lucky to secure a great deal of government funding to deliver some great projects.

Many locals will agree the traffic flow through our city has greatly improved with the addition of two new roundabouts at extremely high traffic intersections.

The blueprint for delivering the community’s vision for the future was also released in the form of the Greater Geraldton 2031 Strategic Community Plan. The Strategic Community Plan outlines what the community values and aspires to and it underpins everything the City will be doing in the next ten years.

Looking to the future, we have more and more exciting things underway in the 2021/22 financial year with plenty on offer for the community. We look forward to significant transformations at both GRAMS Reserve and GRAG Park, and also the upgrade of our 50m Aquarena Outdoor Pool.

Waste remains in the spotlight with the FOGO trial being expanded and we will also welcome upgrades at Meru.

There continues to be changes to the State Legislation which the City’s Governance and Regulatory teams are required to administer. City staff have been working through these changes amending Council policies undertaking the necessary training and working with key stakeholders as circumstances demand.

As we continue to strive to further enhance the wonderful liveability of Geraldton, I look forward to what we will achieve in the coming year.

I would like to thank and commend our wonderful passionate community members and also our Council who continue to make effective decisions for our city. In addition to this, a big thank you to our dedicated and hardworking staff.

Ross McKim
CEO, City of Greater Geraldton

SETTING THE SCENE

GREATER GERALDTON

Located 424 kilometres north of Perth, Greater Geraldton is a thriving city with a population of over 38,000. The City and the Midwest Region are recognised as having the most diversified economy in the State through industries including mining, fishing, aquaculture, agriculture, manufacturing, construction, retail and tourism.

As one of Western Australia's top places to live, work, study or invest, Geraldton is the capital of the Midwest region. With the best of coastal and rural living, and stunning weather all-year round, Greater Geraldton makes a truly perfect place to visit and to make home.

Geraldton's coastline is a huge tourist attraction and has beautiful Foreshores to match. Other attractions include the iconic Point Moore Lighthouse, the HMAS Sydney II Memorial and the Houtman Abrolhos Islands which are located 80km off the coast of Geraldton.

Greater Geraldton also incorporates the towns of Mullewa, Walkaway and Greenough settlement.

World renowned as an extensive host of water sports, Geraldton lends itself to some of the most spectacular kite surfing, windsurfing, fishing and diving conditions.



HOUSING

Median Price Dec 2019

\$292,500 HOUSE

\$181,250 UNIT



GROSS REGIONAL PRODUCT

Greater Geraldton

\$3.36b

Midwest region

\$6.62b



BUILDING ASSETS

City of Greater Geraldton

210



RESIDENT POPULATION

38,231

9.42%

ABORIGINAL

GERALDTON PORT



Ship visits

351

Total Trade Throughput **15,074** (tonnes ' 000)



Total Trade Exports
14,418 (tonnes ' 000)



Total Trade Imports
656 (tonnes ' 000)



TOTAL AREA

of City of Greater Geraldton

9,908km²

TERTIARY EDUCATION



Students enrolled

300

9288

People employed

11 permanent
≤ 30 casual tutors per semester

221

Courses offered

40

400

UNEMPLOYMENT



As at 30 June 2020

5.36%

AIRPORT



2020/21

64,223

PASSENGERS

TOP FIVE INDUSTRIES BY OUTPUT

Construction

\$940M

Manufacturing

\$738M

Rental, Hiring & Real Estate Services

\$658M

Mining

\$633M

Transport, Postal & Warehousing

\$508M

TOP FIVE INDUSTRIES BY EXPORT

Mining

\$523M

Manufacturing

\$369M

Agriculture, Forrestry & Fishing

\$260M

Transport, Postal & Warehousing

\$241M

Construction

\$156M



VISITORS

Door numbers

33,718

CGG EMPLOYEES

Total FTE

284



RATEABLE PROPERTIES



GRV Residential Properties

17,818

GRV Non Residential

1,449

UV Rural, Farming and Mining Properties

1,066

Exempt Properties

1,602

TOP FIVE ICONIC ATTRACTIONS



1. Abrolhos Islands
2. Museum of Geraldton
3. HMAS *Sydney II* Memorial
4. St Francis Xavier Cathedral
5. Point Moore Lighthouse

KEY ACHIEVEMENTS 2020-21



Roundabouts in the CBD

Two of Geraldton's busiest intersections welcomed new roundabouts which improved safety and traffic flow in the CBD. Firstly, the Durlacher-Maitland Street intersection, an identified Black Spot, welcomed a roundabout in December 2020. This was followed by a roundabout at the Cathedral Avenue-Sanford Street intersection which opened in June 2021. Being in the vicinity of school zones, both projects have greatly improved traffic congestion and safety.



Cyclone Seroja Assistance

The devastation of Cyclone Seroja was felt extremely hard throughout the Midwest and was one of the worst natural disasters the region had experienced in a very long time. The City deployed additional resources into rural areas immediately following the Cyclone to aid in clean-up efforts. The City also spent more than \$500,000 on clearing vegetation and have concentrated on rural road maintenance and removing and mulching fallen vegetation.



Chapman Road Activation

The RAC funded Chapman Road Tactical Urbanism Pilot Project kick-started in 2020/21 and is a 12 month long trail that tests reconfiguring Chapman Road in the CBD and activating the street by turning it into a place for people and not just cars. Officially opening in September 2021, the project has brightened up a stretch of road in Geraldton's CBD, whilst reducing traffic speed, improving pedestrian and cyclist safety and enhancing movement networks.



Erosion Mitigation

Coastal works to combat erosion continue with a third low-crest Geotextile Sand Container (GSC) groyne built at Drummond Cove Foreshore to expand ongoing coastal erosion mitigation works at Whitehill Road. The works included the construction of a 37m long GSC groyne that extends across the beach and into the ocean and an initial beach nourishment of approximately 2,200m³ of sand.



Footpath and Road Renewals

Footpaths and roads received upgrades with nearly \$8 million allocated to fix and maintain more than 18kms of sealed roads, re-sheet more than 47kms of unsealed roads, and 50kms of shoulder and swale renewals. Alongside this, more than 1,760m of footpaths were renewed and 2,040m of new footpaths were constructed in the suburbs.



Mullewa Upgrades

The Mullewa Recreation Centre and Mullewa Sports Club were given a new lease on life with the completion of upgrades to modernise the facilities. The nearly \$600,000 upgrades were joint funded with the Mullewa District Agricultural Society securing two Regional Agricultural Show Development Grants totalling \$398,634 and the City contributing \$200,000 from the Annual Budget.

YOUR RATES AT WORK

Strategic Community Plan

The City completed and released the Greater Geraldton 2031 Strategic Community Plan. The blueprint for delivering the community's vision for the future outlines what the community values and aspires to and it underpins everything the City will be doing in the next ten years. The actions the City will take to fulfil the plan are outlined in the four year Corporate Business Plan. Linked to this plan is the Annual Budget that contains the list of actions being delivered within a financial year.



Climate Change

A climate emergency was declared by Councillors after they supported a Climate Change Adaptation Strategy, and a strong leadership approach on the matter. The Strategy commits the City to develop a Climate Mitigation Plan that aims to transition City operations towards a net zero carbon position by 2030. The City has already taken a number of significant steps to reduce its carbon footprint and have implemented a Climate Change Policy.



New floodlighting at sporting facilities

Sports play a huge role in Geraldton's identity and lifestyle with more and more clubs opting to train at night to avoid the summer heat. Many of our local sporting grounds received upgrades with new floodlighting thanks to the State Government's Community Sporting and Recreational Facilities Fund (CSRFF). Both Woorree Park BMX Track and Eighth Street West were among sporting grounds to receive new energy efficient LED floodlights.



2021 WA Regional Tourism Conference

Hundreds of delegates travelled to Geraldton to attend the 2021 Perth Airport WA Regional Tourism Conference. The City lobbied hard to secure the event and provided significant investment which had an extremely positive flow on effect to the local business community. The event was a true showcase of local industry coming together to put Geraldton on centre stage.



RAC Intellibus

State of the art driverless technology was welcomed in Geraldton as part of the RAC Intellibus experience. With thanks to RAC, the Intellibus was in Geraldton from September to December 2020. It welcomed over 1,600 passengers and travelled more than 1,700km. RAC also delivered their Imagine Program to local students which taught youngsters about the changing nature of transport, mobility and road safety.



Activation and Vibrancy

Council renewed its commitment to activating popular destinations such as the Foreshore and the CBD by re-approving the Foreshore Use and Development Policy. The Foreshore Use and Development Policy ensures these high priority public open spaces have the capacity to meet the demand for outdoor recreation and tourism activities by providing the amenities and facilities the people want.



AWARDS AND RECOGNITION

AIM WA Pinnacle Awards

The City of Greater Geraldton was named as a finalist in the AIM WA Pinnacle Awards in the Customer Service Excellence category. The Award provides recognition for an organisation that has achieved outstanding results through key initiatives that demonstrate leadership and commitment to excellence in customer service.

GWN7 Top Tourism Town Awards

Geraldton came close to claiming the top holiday spot in the state after being named a finalist in the 2021 GWN7 Top Tourism Town Awards. The Awards recognise and reward towns in Western Australia that demonstrate a strong commitment to encouraging tourism and increasing visitation to their destination. Geraldton was a finalist in the 'population over 5,000 people' category.

QEI Seniors and Community Centre

A survey by the Department of Communities revealed that customer satisfaction at the QEI Seniors and Community Centre remains at an all-time high. The Customer Perception Survey had a staggering 99% of participants saying they were happy with the service received at the venue.

Rocks Laneway

Rocks Laneway architects Taylor Robinson Chaney Broderick claimed the John Septimus Roe Award for Urban Design at the 2020 WA Architecture Awards. The transformed space was commended for its adaptive reuse of buildings, recycling of materials and expansive public art piece. Since opening in 2019, Rocks Laneway has grown from strength to strength – securing awards across the nation as well as becoming a favourite in the local community.

UDLA secured the Landscape Architecture Award for Urban Design at the AILA National Awards for their work on the Rocks Laneway transformation, and Geraldton Building Services and Cabinets claimed Best Refurbishment or Renovation Under \$1,500,000 at the Master Builders Association Awards.

WA Regional Tourism Conference

Geraldton was in the spotlight as it was announced as the host destination of the 2021 WA Regional Tourism Conference. The industry-wide event welcomed 300+ delegates from across the state and was hosted at the premiere Queens Park Theatre. The WA Regional Tourism Conference is presented by Tourism Council WA and is the peak event for industry professionals.





STRATEGIC DIRECTIONS

OUR COMMUNITY



COMMUNITY EVENTS

Description

This service plans and delivers City events and functions with the assistance of over 200 volunteers. It also actively sources and secures external funding via sponsorships and grant funding bodies to subsidise costs. The service also works alongside external event organisers, promoters, community groups and organisations to assist in the delivery of their events and functions to the community. The service is also responsible for the installation and removal of Christmas decorations and banners along Marine Terrace. This service plays a key role in contributing to the social fabric of the community through fostering opportunities for participation in a broad range of events.

Service performance 2020/21

COVID-19 restrictions continued to significantly impact on event delivery, with many events cancelled or delivered in modified formats, including:

- HMAS *Sydney* II Commemorative Service livestreamed via digital platform
- Australia Day delivered as a ticketed event with restricted attendance



8

City events delivered
November 2020-
June 2021



22

External events approvals processed

HERITAGE SERVICES

Description

This service is responsible for the preservation of local history, pioneer cemeteries, civic archives, community museums, Indigenous heritage and the historical research needs of the community. The service also utilises the City's historical identity, material heritage and culture to develop tourist products such as signage and trails.

Service performance 2020/21

- Mullewa Pioneer Cemetery Memorial Wall
- Commemorative signage and grounds works
- Oral history recordings completed
- New heritage signage installed at Tenindewa and replacement signage at Drummond's Cove
- Tree planting at Greenough Pioneer Cemetery to coincide with Reconciliation Week



982

Heritage items catalogued into Local Studies Collection



383

Heritage enquiries responded to



196

Hours of community research

LIBRARY SERVICES

Description

The Geraldton Regional Library, whilst also servicing Mullewa Library, offers a range of services including free lending services (books, e-Books, DVDs, etc), children’s literacy programs, free WIFI and computer access, meeting rooms, Big Sky Readers and Writers Festival, Randolph Stow Young Writers Awards and a mobile lending service for homebound customers. The Library is a thriving community hub, which activates east Marine Terrace.

Service performance 2020/21

- Big Sky Readers and Writers Festival 2020 - 1,020 tickets booked
- Library returned to pre-COVID-19 opening hours in late November (six days per week)
- New Library street signage installed off Chapman Road
- Training to Midwest Libraries provided via grant funding from the State Library WA



155.4k

Visitors to library



20.3k

Library members



123.1k

Items loaned
(physical & e-resources)

GALLERY AND PUBLIC ART

Description

The Geraldton Regional Art Gallery (GRAG) is the City’s principal arts institution, which curates the Midwest Art Prize, City Art Collection and the City’s public art portfolio along with a myriad of exhibitions and art related workshops. Since 1984, GRAG has been recognised as an A-Class venue, which creates a vibrant arts scene, stimulates tourism and fosters social wellbeing.

Service performance 2020/21

- Significant internal renovations completed including installation of electronic door, replacement of damaged walls, soundproofing of lower floor and repainting throughout
- Combined services with Geraldton Visitor Centre



7.6k

Visitors to gallery
(closed for renovations,
8 February - 4 March
2021)



\$24.4k

Retail sales



12

Exhibitions

QUEENS PARK THEATRE

Description

The Queens Park Theatre (QPT) is the region's flagship performing arts theatre and hosts shows, conferences and events that contribute to a vibrant community and support a rich cultural life. The QPT adds to the cultural vibrancy and social fabric of the region by allowing community members access to shows that they would normally have to travel to Perth to enjoy.

Service performance 2020/21

- Queens Park Theatre remained closed for much of the year due to COVID-19 restrictions, re-opening in late March and busy since then with very popular and sold out shows including: Bluey, Miss Westralia, Birds of Tokyo, Cosentino, Iceland, Nagle College production, Morning Melodies and QPT Friends' Film & Pizza Nights



29

Shows hosted
Five shows sold out



5.8k

Patrons

COMMUNITY DEVELOPMENT

Description

The service works closely with State Government agencies and businesses to enhance our local communities via precinct planning processes and implementation along with working closely with the community and local progress associations to develop and implement projects and programs in their areas. This service oversees and implements the City's Reconciliation Action Plan (RAP) and the City's Disability Access and Inclusion Plan (DAIP) including the City's annual Disability Support Awards.

Service performance 2020/21

- City supported Bundiyarra with funding towards National Sorry Day; held staff Cultural Awareness training; provided in-kind support to Geraldton Courthouse Walk as part of National Reconciliation Week; and promoted external providers in NAIDOC Week celebrations. Extensive work undertaken in seeking feedback on the City's previous RAP
- City representatives continued to regularly attend Midwest Aboriginal Organisations Alliance meetings in the absence of a Reconciliation Action Plan Committee. Partnered with Midwest Community Living to deliver International Day for People with a Disability. Passport 2 Employment program delivered with 14 participants from three local schools and two disability service providers as well as Central Regional TAFE



14

Students in Passport 2
Employment program

YOUTH DEVELOPMENT

Description

This service organises and delivers a range of community projects and programs including the School Holiday Program. It also delivers a series of diversionary programs to reduce or prevent the antisocial behaviour of at risk youth. The service also operates the Mullewa Youth Centre.

Service performance 2020/21

- School holiday programs
- Revolve Skate Series
- Films on the Foreshore
- Mullewa Youth Centre Program
- Mental Health Events and Thursday Safe Space delivered



17.3k

Total attendees at various events



228k

Received in funding

QEII SENIORS AND COMMUNITY CENTRE

Description

The QEII Seniors and Community Centre (QEII) provides seniors with a range of programs, activities and presentations that promote healthy ageing. The service also produces and distributes a monthly newsletter and provides free access to computers and the internet. The centre is also available to the community for hire.

Service performance 2020/21

- QEII Seniors Program was impacted by COVID-19 restrictions, with a gradual resumption to normal programming eventually averaging approx. 40 different programs/month
- A range of information and support services were delivered by external agencies at QEII and special events delivered, such as Australia's Biggest Morning Tea
- The centre's program was impacted following Cyclone Seroja, when the QEII was used as an evacuation centre then a welfare hub over a number of weeks



1,500

Registered members



40

Programs delivered

AQUATIC FACILITIES

Description

The City has three Aquatic facilities;

1. Geraldton Aquarena which is a multipurpose swimming facility comprising of a 50m outdoor pool, 25m indoor lap pool, a leisure pool with water slide and a hydrotherapy pool.
2. The Doc Docherty Pool in Mullewa has a six laned 33m pool, a toddler pool with water sprayers and play area, table tennis table and change rooms.
3. The Foreshore Waterpark, located on the Geraldton Foreshore, enables younger children and their families opportunities to engage in safe water activities.

Service performance 2020/21

- Managed and facilitated Aquarena – Operations/ services
- Managed and facilitated Mullewa Swimming Pool – Operations/services
- Provided compliant facilities for community 'learn to swim' classes
- Facilitated and offered Group fitness classes
- Managed Foreshore Waterpark – Operations/ Services



156,326

Aquarena attendance



5,052

Doc Doherty Pool, Mullewa attendance



8,294

Swim School attendance

SPORTS AND LEISURE PLANNING

Description

This service provides a link between the sporting community and the City. It assists sporting venues through Ground Management Committees with the planning, ground level operations and management of these facilities to ensure they are sustainable. The service also works with sporting groups and sporting industry bodies to activate sporting spaces and support sports events tourism. The service also administers the State Government's Community Sporting and Recreation Facilities Fund (CSRFF) by collating applications and reporting to Council on the equitable and transparent distribution of grant funding.

Service performance 2020/21

- Provided sporting/club educational webinars and professional development
- Coordinated sports summer and winter ground user usage
- Facilitated grant funding opportunities for sporting groups
- Managed sporting precincts and sporting leased facilities
- Provided communications to sporting community enquiries



14

Sporting facilities/ precincts managed



5

CSRFF applications supported

COMMUNITY FUNDING PROGRAMS

Description

This service provides funding assistance to local community groups and organisations that make positive contributions to the quality of life within the Greater Geraldton region via the following programs:

- Community Grants Program
- Community Project Support Program
- Service Agreements
- Mayoral Discretionary Fund
- Festival and Event Program
- Self Supporting Loans
- CSRFF Funding

Service performance 2020/21



48

Groups/
individuals
supported



250k

Funding support
provided



6

Programs

MULLEWA COMMUNITY SERVICES

Description

Operating from the Mullewa District Office, this service provides administrative support to the community, manages a wide range of tourism, recreation, youth, health, cultural and transport services. It also produces a monthly community newsletter and together with the local community coordinates annual events, festivals, shows and projects.

Service performance 2020/21

- Wildflower season was a very busy time for Mullewa Caravan Park bookings
- Administrative functions continued to be delivered from Mullewa District Office throughout the year, providing cemetery bookings, Dept of Transport licensing transactions, rate payer services and resident and visitor information



682

Mullewa Caravan
Park bookings



510

Department of
Transport licensing
services



1373

Transactions at
Mullewa Library

EMERGENCY MANAGEMENT AND FIRE

Description

This service ensures the City is prepared for, able to respond to, and recover from, natural disasters and emergency events. It ensures the City is compliant with relevant legislation including Emergency Management Act 2005, Bush Fires Act 1954, Fire Brigades Act 1942 and Local Government Act 1995. The service also provides assistance to the Volunteer Bush Fire Brigades to mitigate the risk of bushfire on City managed and private land which includes preparation and prevention of bush fires by undertaking prescribed burns and maintaining City owned fire hydrants. The service is also responsible for the annual firebreak inspections.

Service performance 2020/21

- Cyclone Seroja saw QEII opened as a 24/7 evacuation centre and transition to a welfare hub for a three week period
- Following Cyclone Seroja, the City conducted rural visits across properties outside the township boundaries to undertake welfare checks on residents and evaluate damage to assist in identifying further support needs



400

Properties visited by CGG staff post-Cyclone Seroja

RANGER SERVICES

Description

This service is responsible for applying and administering the City's legal obligations in relation to animal management, local laws, parking, camping grounds, caravan parks, off-road vehicles and litter. This includes operation of the Geraldton Animal Management Facility, implementation of the City Centre Car Parking Management Plan and the Corella Management Program, management of CCTV and representing the City on related legal matters.

Service performance 2020/21

- Ongoing successful partnerships with numerous animal rehoming agencies
- Successful year of operating and managing the Animal Management Facility (AMF)
- Ongoing partnerships with the community including the RSPCA, Central Regional TAFE and school visits
- Regular attendance in Mullewa and the management of Ranger issues there
- Successful management of proactive TAFE sterilisation, vaccination and microchipping programme in Geraldton and Mullewa
- Five new student work placements



3,571

Customer complaints attended



718

Dogs returned to owners



408

Dogs rehomed

STRATEGIC DIRECTIONS

OUR ENVIRONMENT



RUBBISH COLLECTION AND SANITATION

Description

This service collects rubbish from commercial and residential properties for transport to the Meru Landfill. The service includes weekly kerbside bin pickup, street/park bin collection, Verge Side Skip Bin program, illegal dumping and litter clean ups, animal carcass collection, bin delivery, street litter bin maintenance, plastic blue bin servicing and event bin hire. In early 2020, a Food Organics and Garden Organics (FOGO) kerbside collection trial program commenced.

Service performance 2020/21

- In early 2020, a FOGO kerbside collection trial program commenced for 500 residential households with the view to expand the trial further to an additional 2,500 households in 21-22
- Public litter bin audit undertaken identifying record of location, asset condition, servicing requirements and frequency of servicing resulted in cost savings for the City



14,198t

Kerbside wheelie bin waste



177.98t

FOGO waste from
530 trial
participants

WASTE MANAGEMENT

Description

This service manages the Meru Waste Disposal Facility which consists of five waste cells, two liquid waste treatment ponds, a stock wash-down bay, a transfer station, a household hazardous good store, a green waste mulching area and the Bowerbird (Tip Shop). The service also includes the Mullewa Transfer Station facility and takes waste from surrounding Local Governments and businesses in the Midwest. The Meru landfill is one of two, class III landfills, located north of the metropolitan region and is managed under a Department of Water and Environment Regulation (DWER) license.

Service performance 2020/21

- Strategic Waste Management & Recycling Action Plan 2020-2030 adopted by Council 24 November 2020
- Waste Management Services at Meru Landfill Facility tender awarded to Cleanaway for a period of 10 years for the provision of innovative and sustainable solutions in waste shredding and processing
- Waste Local Law 2020 adopted by Council 27 October 2020



67,813t

Waste received at
Meru Facility

OUR ENVIRONMENT – ACHIEVEMENTS 2020/21

WORKS

Description

This service maintains, upgrades and completes renewals of roads, footpaths, cycle paths and stormwater drainage infrastructure.

Service performance 2020/21

- Construction of Cathedral/Sanford roundabout
- Maintain Approximately 850 kilometres of sealed roads including pothole repair and road sweeping
- Maintain 1,234 kilometres of unsealed roads including maintenance grading and scour repairs
- Extensive works completed in response to Cyclone Seroja.



833km

Sealed road



1,234km

Unsealed roads



731

Stormwater pits replaced

CITY PRECINCT

Description

This service provides a heightened level of service to significant and high profile areas of the Central Business District (CBD). The service maintains the lawns, street trees, verges and playgrounds, sweeps and repairs footpaths, removes rubbish and graffiti and repairs vandalism. The service also engages regularly with CBD businesses and community members to ensure community safety and satisfaction with maintenance carried out.

Service performance 2020/21

- Maintained the footpath sweeping services – CBD/Foreshore/Memorials
- Maintain the lawns, street trees, verges and playgrounds – CBD/Foreshore/Memorials
- Communicated and engaged with business district enquiries
- Provided expedited maintenance services to high profile areas to ensure vibrancy of areas



1,300kms

Maintained footpath sweeping services



2,202hrs

Lawn mowing

NATURAL AND COASTAL AREAS

Description

This service is responsible for the restoration, enhancement and protection of the environment. It provides expert advice and input into the environmental components of infrastructure planning, design and delivery of projects including the development of Coastal Hazard Risk Management Adaptation Plan (CHRMAP). The team also provides a variety of biodiversity, natural areas, climate change and sustainability programs, undertakes a range of coastal protection projects and manages Community Nursery operations.

Service performance 2020/21



PARKS, RESERVES AND SPORTING GROUNDS

Description

This service maintains parks and green space, street trees, verges and sporting grounds including the furniture playground and infrastructure within the open space reserves across the City region. It also undertakes parks and reserves planning utilising the Parks Hierarchy Guidelines to ensure public open space reserves are safe and fit for purpose. The service implements upgrades and renewals of open space infrastructure to ensure organised sport and informal recreation are provided to enhance the health and wellbeing of our community.

Service performance 2020/21

- Completed park and playground upgrade to Forrester Park
- Completed installation of Off Lead Dog Exercise Area and landscape upgrade to Leonard T Green Memorial Park
- Extensive works completed for response/clean-up after Cyclone Seroja



ENVIRONMENTAL HEALTH

Description

This service implements and maintains various health programs and projects which ensure a high standard of environmental and public health is attained in accordance with the Health Act 1911, Food Act 2008, Caravan Park and Camping Ground Act 1995, Environmental Protection Act 1986 and Health Local Laws 2014. The service also developed and administers the Five Star Food Safety program.

Service performance 2020/21

- Environmental Health undertook a prosecution under the Food Act for breaches against the Food Standards Code with a fine of \$8,000 issued
- The Environmental Health team continue to assist WAPOL with COVID-19 compliance and community inquiries
- The City provided the Shire of Carnarvon with two Environmental Health Officers to assist with public health activities associated with flooding



157

Health Act inspections



279

Environmental and public health related complaints investigated and actioned for compliance with statutory obligations



396

Food business inspections

ASSET MANAGEMENT

Description

This service identifies the location and condition of individual assets. These include roads, parks, paths, playgrounds, stormwater drainage, street and park furniture as well as City owned buildings. This information helps develop and update asset management maintenance programs utilised by all departments. It is also responsible for providing statistical asset data to State Government agencies including Main Roads WA and Department of Water and Environmental Regulation.

Service performance 2020/21

Prepare renewal scopes for asset renewals including:

- Sealed road reseals
- Unsealed roads resheeted
- Stormwater pit and pipe renewals
- Footpath renewals



194

Parks and Reserves



54

Playgrounds safety audited

STRATEGIC DIRECTIONS
OUR ECONOMY



GERALDTON VISITOR CENTRE

Description

The Visitor Centre enhances the visitor's experience by providing up to date information to both potential and visiting tourists with what there is to see and do in the area via telephone, email or face-to-face contact. The service encourages visitors to stay longer and assists with accommodation and tour bookings.

Service performance 2020/21

- Relocation of service to Geraldton Regional Art Gallery
- Participation in WA Regional Tourism Conference
- Delivery of Midwest Life Calendar and Banner project, in collaboration with Public Art team



33.7k

Visitor Centre
Door Count



\$194.6k

Accommodation and
Tour Bookings

ECONOMIC DEVELOPMENT AND TOURISM

Description

This service focuses on expanding the size of our economy so greater wealth flows into our local community in accordance with the City's Geraldton Jobs and Growth Plan 2020-2023. The service develops and delivers marketing campaigns and promotes Greater Geraldton as a great place to work, live, visit, invest and study. Success measures include increased jobs, income, liveability and community wellbeing.

Service performance 2020/21

- Delivered the Strategic Community Plan, Corporate Business Plan and Annual Report
- Project Management and implementation of the Chapman Road Tactical Activation Project funded by RAC Connect
- Delivery of the Buy Local Greater Geraldton Gift Card Program
- Delivery of the 2021 WA Regional Tourism Conference May 2021
- Bronze Medal for Local Government Excellence for Tourism
- Visitor Information Bay concept development
- Progress Midwest Coordination
- Concierge services for investment and trade inquiries
- Representation on Tourism committees and boards including Wildflower Country Inc; Australia's Coral Coast; Cruise Geraldton; Tourism Geraldton Midwest
- Adventure Awaits Campaign - Destination Marketing
- Placescore Liveability Survey
- Rocks Laneway Activation



5,438

Progress Midwest
Website views



18,751

Community
engagement
Rocks Laneway
Activation



10

Projects delivered

GERALDTON AIRPORT SERVICES

Description

This service undertakes the planning, development, operation and maintenance of the Geraldton Airport as a commercial airport for regular public transport and charter airline services, general aviation operations and support services, RAAF flight operations, local and itinerant recreational aviation and Royal Flying Doctor Service operations.

Service performance 2020/21

- Unsealed Runway 08/26 re-profiled and new surfaced applied
- Coordinated the RAAF Birthday celebration including an Airside Display
- Completed installation of Security Screening Body Scanner
- Waived car parking fees for the full Financial Year
- Provided rental relief to airport commercial tenants
- Provided support to maintain the airline schedule
- Re-wrote the Aerodrome Manual to comply with CASA New Manual of Standards
- Conducted a full scale Emergency Exercise in Sept 2020



64k

Passengers through main terminal



1,045

Larger aircraft landings

LAND AND PROPERTY SERVICES

Description

This service manages City owned buildings which includes building maintenance, sanitation, cleaning, security and the acquisition and disposal of assets no longer required. It also maintains security monitoring systems to ensure the safety of our community and staff and the security of the City's building assets. The service manages City owned properties leased to commercial, sporting and community groups to ensure they meet statutory compliance requirements.

Service performance 2020/21

- Continued management of 200+ building assets including heritage buildings
- Facilitated statutory compliance on all leases, licences, deeds of easement requirements
- Implemented the Land Asset Disposal Program
- Implemented the Capex and Renewal Program



1365

Maintenance work orders



1365

Maintenance service contracts issued



7

Leases approved by Council



2

Licences approved by Council

LAND DEVELOPMENT

Description

This service acquires land (free hold or government owned) for specific City purposes and sells surplus land and properties no longer required. It also plans and manages City land developments including design, feasibility analysis of subdivisions, staging plans, and overseeing the delivery of land subdivision developments and subsequent land sales or leases. The service is governed by the Local Government Act and associated regulations; Land Administration Act; Town Planning and Development Act.

Service performance 2020/21

- Completed lot title creation and the individual disposal of 23 freehold lots for Gaskin Drive, Cape Burney - \$1.5M



23

Lot subdivisions



\$1.5m

Value of subdivisions

OUR LEADERSHIP



FLEET SERVICES

Description

This service maintains, services, renews and manages the City's fleet of vehicles and major and minor plant and equipment. It also maintains and services the City's Volunteer Bushfire Brigades' vehicles and trailers. The service manages the City stores and maintains the buildings at the Geraldton Depot site.

Service performance 2020/21

- Completed annual servicing, repairs and maintenance 11 bushfire brigade trucks twice per year
- 80 light vehicles
- 8 SES vehicles/trailers
- 72 Heavy plant



482

Items fleet managed



11

Volunteer bush fire brigade trucks service twice per year

TOWN PLANNING

Description

The service is responsible for processing scheme amendments, structure plans, development and subdivision applications in accordance with the Planning and Development Act 2005. It also develops and reviews the local planning scheme, strategy and policies ensuring compliance with the planning legislation and represents the City on related legal matters. The service is also responsible for maintaining the City's heritage list and often engages in high-level advocacy with State Government and other agencies in the development of studies, plans and policies for the Greater Geraldton region.

Service performance 2020/21

- Provision of planning advice to the development industry
- Oversaw 694 heritage listed sites
- Successfully met the City's KPI's in assessing planning applications within specified working days



336

Development applications received



\$44.8m

Development applications value

PLANNING AND DESIGN

Description

This service investigates, plans and designs roads, intersections, footpaths, cycle paths, carparks and stormwater drainage to ensure they are practical, viable, cost effective and sustainable. It also provides technical advice to maximise the lifespan of City assets and ensure they continue to meet current standards. It assesses development applications to ensure existing assets are protected, public health and safety is maintained and planned roads, parking, stormwater drainage and driveway crossovers meet standards, are compliant and appropriate.

Service performance 2020/21

- Two major roundabouts designed to improve safety and traffic movement around the Geraldton CBD
- Design of the Railway Street Safe Active Street project - a \$1.1M Department of Transport regional project
- Four Regional Road Group road projects designed to help maintain road assets used by the commodity and grain industries



4

Regional roads projects delivered



2

New CBD roundabouts

PROJECT DELIVERY

Description

This service is primarily responsible for the delivery of the City's annual New Capital and Renewals Programs. It provides project management, contract management and project supervision services to ensure all projects are delivered on time, within allocated budget and comply with statutory and regulatory requirements.

Service performance 2020/21

- Construction of the Maitland/Durlacher roundabout project
- Construction of the Sanford/Cathedral roundabout project
- Construction of the HMAS Sydney Memorial ablution block project
- Construction of the River Drive, Cape Burney cul de sac project
- Completion of the FY20/21 road renewal program
- Completion of 85% of the capital works program facing COVID-19 and Cyclone Seroja restrictions



500

Renewal Projects



16

New Capital Projects

OUR LEADERSHIP – ACHIEVEMENTS 2020/21

BUILDING SURVEYING

Description

This service is primarily responsible for applying and administering the City's legal obligations under the Building Act 2011, which includes the processing of building permits and routinely inspecting private swimming pools. The service also offers a private certifying service to other local governments and the general public. It responds to general enquiries where required, ensures compliance with the building legislation and represents the City on related legal matters.

Service performance 2020/21

- Processed 1170 applications with an estimated value of \$131.4M
- The City's Building Surveying Team currently support eight external shires acting on their behalf as the Permit Authority, issuing building permits and providing certification services
- Despite COVID-19 restrictions the City conducted 481 pool inspections



1,170

Building applications received



\$131.4m

Building applications value



300

Building applications processed for external shires

COMMUNICATIONS

Description

This service develops and delivers all aspects of communications including media, marketing, advertising, social media, websites, online platforms and graphic design. It ensures the community is kept informed in a timely and effective manner on important issues, news and opportunities. This service utilises a large number both traditional and modern platforms to engage and inform the community and ensures information is open, transparent and readily available at all times.

Service performance 2020/21

- Continuation of COVID-19 communications campaign - both internal and external
- Emergency and recovery communications surrounding Cyclone Seroja
- More than 850 graphic design jobs completed including designs for Big Sky Festival, Buy Local Greater Geraldton Gift Card program and Geraldton Holiday Guide
- Communications campaign, marketing and design of 2021/22 City Budget and Rates flyers
- Ongoing liaison with media including responding to 255 media enquiries



629k

City website hits



929

Facebook posts



133

Media releases

COMMUNITY ENGAGEMENT

Description

This service works closely with all departments to identify opportunities where the community can provide feedback, input and ideas on the design, delivery and evaluation of City programs, projects and services. It ensures the engagement process is consensus seeking, is inclusive and transparent, and that engagement outcomes inform Council decision-making processes.

Service performance 2020/21

- Delivered the second part of the Community Voice Project
- Undertook the Community Waste and Recycling survey and Reconciliation Action Plan Review Survey
- Delivered a series of workshops with high school students on the future of the City region to inform the development of the Strategic Community Plan
- Designed and delivered extensive information campaigns regarding the construction of the Durlacher/Maitland Street Roundabout and Cathedral Ave/Sanford Street Roundabout including information sessions, FAQs and newsletters



16

Surveys conducted



10

Project FAQs/
Newsletters issued



18

Information sessions held

CUSTOMER EXPERIENCE CONTACT CENTRE

Description

This service provides an interface with community and is often the first point of contact for customers regarding a range of complex, sensitive and routine requests. The service determines the needs of the customer, provides effective and timely information or solutions where possible and escalates enquiries through to specialist staff when necessary. The service provides face-to-face contact and a multi-channel contact that incorporates email, telephone, web chat, and social media channels.

Service performance 2020/21

- 86% first call resolution
- First call resolution is the Contact Centre's primary KPI to determine success and measure the percentage of customer enquiries resolved in a single contact



32.4k

Phone calls



17k

Face-to-face visitors



550

Web chats

CORPORATE COMPLIANCE AND SAFETY

Description

The service provides organisational support and oversight of the City's compliance management plan, procurement framework, safety management system, business continuity management plans, risk management framework, Council elections, legal services, Freedom of Information and Public Interest Disclosure facilitation and insurance portfolio.

Service performance 2020/21

- Successful adoption of five local laws, and three amendment local laws - gazettal and publication
- Implementation of Local Government Act Review requirements to enhance public access to information – publication on website of Committee meeting papers, training report, additional registers, codes of conduct and delegations
- Successfully ensured key supply contracts continuation in spite of Cyclone Seroja and COVID-19
- Implementation of procurement support services across operations which has strengthened probity and value for money in procurement processes
- Completed development and implementation of City wide safety management systems
- Implemented safety improvement action plan designed to ensure readiness for Work Health & Safety Legislation



163

Safety incidents actioned



25

Formal requests for Tender/Quotations



10

Freedom of Information Requests

HUMAN RESOURCES

Description

The service facilitates and optimises all stages of the employee lifecycle to effectively support the organisation to achieve its goals and objectives. This includes the provision of recruitment, induction, remuneration, industrial relations, performance management, counselling, training and development services. It also coordinates organisational development activities including the development, implementation and monitoring of management systems, policies and procedures and legislative requirements

Service performance 2020/21

- The ongoing recruitment, selection, onboarding and induction of new employees
- Employee engagement and organisational wellbeing
- Employee and industrial relations, Enterprise Agreement maintenance and negotiations
- Actioning the four high-level people themes within the Workforce Plan 2019 - 2022
- Management of employees workers compensation claims, injury management and return to work programs
- Development of a pandemic policy, a process developed for snap lockdowns as well as streamlining the working from home process



284

CGG FTES



1.1%

People with disability



3.9%

Aboriginal & Torres Strait Islander people



9.8%

Culturally & Linguistically diverse people

INFORMATION COMMUNICATION AND TECHNOLOGY

Description

This service provides, maintains and operates the architecture, hardware, software and data networks including computing, telecommunications, business information systems, data and technical support. This service ensures the confidentiality, integrity and availability of information, communication and technology assets and resources.

Service performance 2020/21

- Adopted Cybersecurity Incident Response Plan
- Continued improvements to the governance of Enterprise IT
- Supported and enabled the organisation through major disruptive events



2,000+

ICT assets actively managed



1

Business Continuity and Disaster Recovery Plan live test



2,800+

Requests for ICT support actioned

INFORMATION MANAGEMENT

Description

This service captures and maintains official records in accordance with the Recordkeeping Plan, which is prepared in accordance with the State Records Act and adopted by Council. It also ensures the confidentiality, integrity and availability of records.

Service performance 2020/21

- Completed disposal of documents
- Improved digitised recordkeeping processes
- Supported and enabled the organisation through major disruptive events



147.7k

Electronic documents managed



20.6k

Incoming mail received and actioned



16.8k

Hardcopy mail received

TREASURY AND FINANCE

Description

The Treasury and Finance branch at the City oversees collection of all money owing to the City, authorisation of incurring of liabilities and making of payments, accounting for assets and liabilities, payroll, stock control, statutory reporting, facilitation of internal and external audits and the preparation of budgets, budget reviews and reporting to Council.

The Local Government Act 1995 and associated regulations provide the framework for the administration and financial management of local government.

Service performance 2020/21

- Updated the Long Term Financial Plan and developed the Annual Budget
- Quarterly budget assessments were undertaken to assist the organisation to adjust operations and adapt to the impacts of COVID-19
- Prepared the Annual Financial Report in accordance with accounting standards and regulations
- Coordinated and managed incoming and outgoing grants
- Managed property rating function for 20,333 rateable properties
- Provided services to the organisation including payroll, accounts payable and receivable, taxation and financial reporting



\$45.6m

Rate revenue



1,466

Property sales enquiries



\$13.4m

Grant funding management

City of
Greater Geraldton
a vibrant future



GOVERNMENT OF
WESTERN AUSTRALIA



Centr
Regio

Cultural C
and First



Midu

Improving
stakeholder
inclusion t

Please c

DISABILITY SERVICES – ACHIEVEMENTS 2020/21

The City continues to focus on positive outcomes within the Disability Access and Inclusion space. During an update in the online booking process for the hire of the City's two beach wheelchairs, negotiations and consultation took place with Champion Bay Surf Life Saving Club (CBSLSC) who now store the wheelchairs and facilitate their safe use in conjunction with the new simplified City booking system. CBSLSC see this as an opportunity to encourage inclusion when they actively patrol Champion Bay beach throughout the summer. CBSLSC also make suitably qualified volunteers available at any time to supervise when carers or individuals with mobility issues wish to access a City wheelchair and go for a swim in a safe and protected area. An additional beach wheelchair has been purchased by the City which is housed at the City's Changing Places facility following further consultation with a local service provider. Two sections of beach access matting will be present throughout the summer months on Town and Champion Bay beaches.

Following the success of the two previous Passport to Employment (P2E) programs, 2021 P2E will be delivered entirely locally with the National Disability Coordinators Office taking a hands off approach. The program will now be developed with a local strength based focus. The City will lead, and staff will mentor the 14, year 11 and 12 students throughout program. The City also provides the venue, transport and driver. The 14 registered students will attend a variety of work places and Central Regional TAFE. Disability Employment Service providers will facilitate lessons in resume writing and interview techniques. The program provides a positive example of the benefits of collaborative practices leading to sustainable outcomes for young people with disability. A number of students from past programs are now studying at Central Regional TAFE and some have secured meaningful employment.

Visibility Australia now hold a morning tea at the Queen Elizabeth Seniors and Community Centre (QEII) every month. Activities also held at the QEII Centre which encourage and include participants with disability include art classes, Zumba and African Drumming (dedicated lessons for those with disability). Parkinson's boxing group takes place each Monday facilitated by qualified instructors. Carers Morning tea has also been confirmed as a new program which will take place monthly. The group will meet and operate a support network for those

who care for and support seniors and people with disability. Gentle Yoga has been recently introduced as an activity for seniors and those with either short or long term mobility issues. The weekly sessions are facilitated by qualified instructors.

The City collaborated with local service providers and organisations to jointly fund the purchase and installation of new accessible equipment for the Aquarena swimming complex. Two hoists, one designed to be fixed onto anchor points throughout the various pools within the complex, a pool wheelchair, commode and a variety of slings are now installed and available for use.

As the City committed to creating more inclusive community events, a feature of its new Events Strategy, the past year saw a number of events with enhanced elements of accessibility. For example, accessible matting is now factored into every major City event and was in place for this year's Australia Day event and ANZAC Day Dawn Service where the City partnered with the local RSL. Along with matting, mobile accessible toilets were brought in and placed strategically on site. Additional parking was set aside for those with mobility issues for ease of access to the events.

A new ablution block was constructed at the HMAS Sydney Memorial site. ACROD parking, smooth surfacing and ramps lead up to a male and female ambulant toilet, complete with a fully accessible unisex toilet.

The City's Key Services Induction face to face training for all new and existing staff has been running for a number of years. The induction has proved informative and receives valuable, ongoing feedback regarding access and inclusion which assists the facilitators with the content delivered. 2020 saw the induction resources updated and additional video content included.

The City was honoured to receive two awards:

Council on the Ageing (WA) Inc. in partnership with the Government of Western Australia Department of Communities chose the City as WA's Age Friendly Local Government of the Year 2021 for its nomination of the QEII.

Regional Capitals Alliance and Western Australia Local Government Association awarded the City joint winners in the Leadership Category of Most Accessible Community WA.

STRATEGIC PROJECTS 2021-2022

SNAPSHOT

The below list provides a snapshot of the major projects and initiatives that the City plans to deliver (or commence) in 2021-2022:

1. Meru Waste Diversion Infrastructure Project
2. Aquarena Outdoor 50m pool renewal
3. Wonthella Concrete Footpath Program
4. Enterprise Resource Planning Upgrade – Integrated Business System for City Operations
5. Geraldton Regional Art Gallery/Geraldton Visitor Centre Upgrade
6. Mullewa Airport renewal post Cyclone Seroja
7. Upgraded Security Screening at Geraldton Airport
8. Commencement of operations of The Bowerbird at Meru
9. Cyclone Seroja Recovery Program
10. Development of the City's Climate Change Mitigation Report
11. Chapman Road Tactical Activation Pilot Program
12. The Reconciliation Action Plan – update and implementation
13. Continued rollout of the Food Organics & Garden Organics system (FOGO)
14. 2021 Local Government Elections
15. GRAMS Reserve Upgrade



GOVERNANCE

COUNCILLORS



City of Greater Geraldton Council (from left to right):

Cr K Parker	Term expires October 2023
Cr S Keemink	Term expires October 2023
Cr J Clune	Term expires October 2021
Cr S Elphick	Term expires October 2021
Cr J Critch	Term expires October 2021
Cr T Thomas (Deputy Mayor)	Term expires October 2023
Mayor S Van Styn (Mayor)	Term expires October 2023
Cr S Douglas	Term expires October 2021
Cr D J Caudwell	Term expires October 2021
Cr P Fiorenza	Term expires October 2023
Cr N Colliver	Term expires October 2021
Cr R D Hall	Term expires October 2023
Cr V Tanti	Term expires October 2021

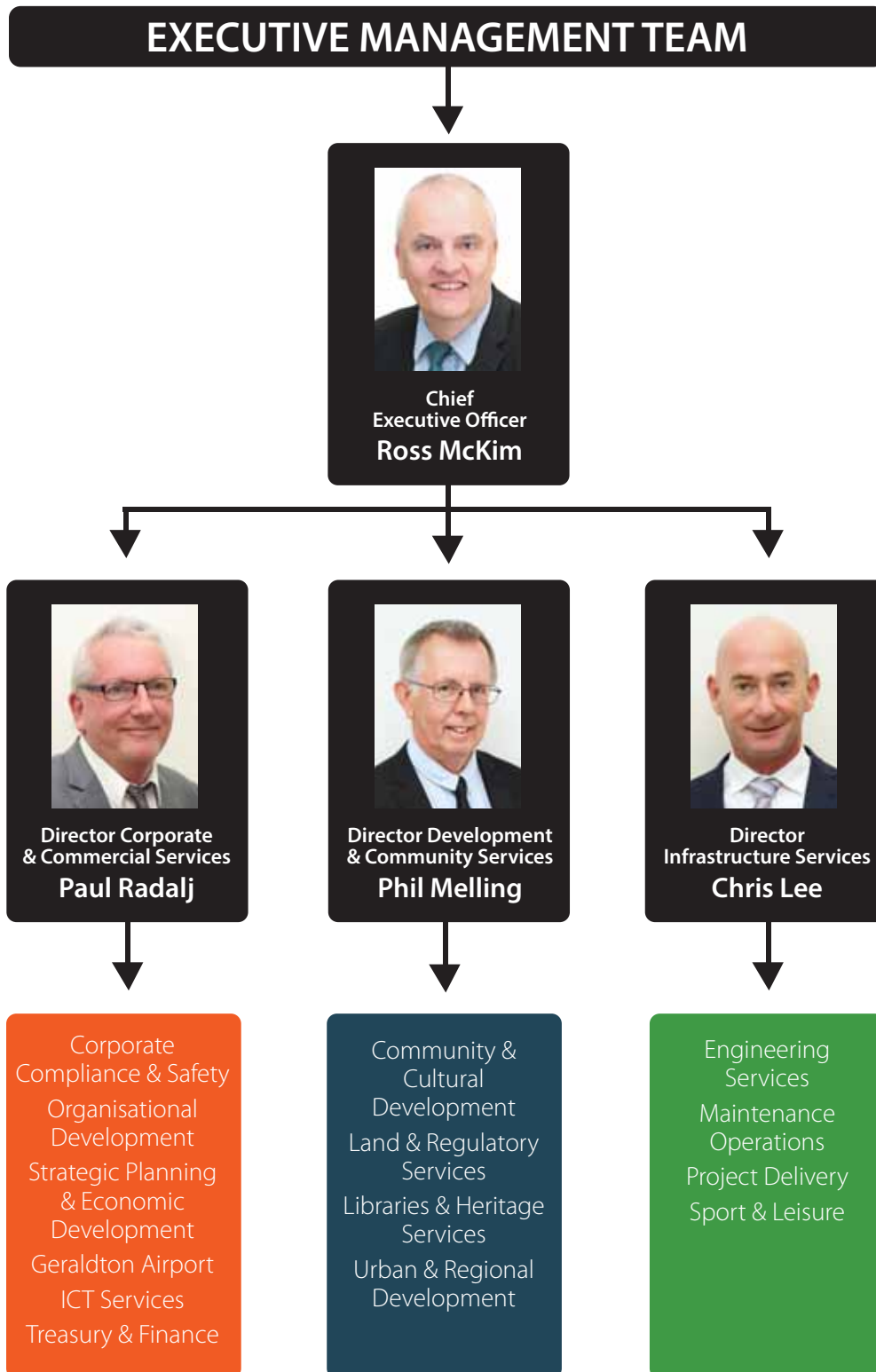
MEETING ATTENDANCE

Councillor	Appointed	Council Meetings Attended	Agenda Forums Attended	Concept Forums Attended	Special Concept Forums	Annual Meeting of Electors	SPECIAL Electors Meeting	Committee Meetings
Mayor S Van Styn	2019	12	10	10	0	1	0	3
Cr T Thomas (Deputy Mayor 2019-2021)	2019	12	9	10	0	1	0	7
Cr D J Caudwell	2013	11	3	6	0	1	0	1
Cr J Clune	2017	12	10	10	0	1	0	3
Cr N Colliver	2015	11	9	8	0	1	0	11
Cr J Critch	2013	11	9	9	0	1	0	7
Cr S Douglas	2017	12	8	10	0	1	0	5
Cr S Elphick	2019	9	9	10	0	1	0	8
Cr P Fiorenza	2019	12	10	8	0	1	0	0
Cr R D Hall	2019	9	8	8	0	1	0	11
Cr S Keemink	2019	12	6	10	0	1	0	2
Cr K Parker	2019	12	10	10	0	1	0	0
Cr V Tanti	2013	11	8	9	0	1	0	3

Between 1 July 2020 and 30 June 2021 the City held the following meetings:
 12 Ordinary Meeting of Council, 10 Agenda Forums (January 2021 & April 2021 Agenda Forums cancelled), 10 Concept Forums (No meetings held in January 2021) and 0 Special Concept Forums, 1 Annual Meeting of Electors and 0 Special Meeting of Electors.
 Note: Committee Meeting attendance does not include External Committees, Boards or Groups where the Mayor/Councillors are members.

CORPORATE GOVERNANCE

ORGANISATION STRUCTURE



OUR VISION

HOME OF WA'S REGIONAL CAPITAL

It is 2031, Greater Geraldton is the home of the regional capital city in Western Australia. Vibrant public places and spaces support our enviable lifestyle. We will be a recognised leader in the protection of our natural environment and our people will thrive and prosper. We will celebrate our cultural heritage and history. We support business growth through industry diversification, education and employment opportunities. As an inclusive community, we will strive for equal rights and access for all. We will face challenges by working together in unity with integrity and creativity. We will achieve this on the foundation of open and collaborative leadership.



Explaining this diagram:

The centre of this diagram represents the vision we are working towards. Wrapped around that are the four Focus Areas developed in consultation with our community that will help us achieve that vision. Each focus area has the values our community said were important to them. The outer circle highlights the four methods the City of Greater Geraldton has to deliver on the vision.

OUR ROLE



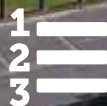
LEADER



PROVIDER



COLLABORATER



PLANNER



CAPACITY BUILDER



ADVOCATE

CORPORATE GOVERNANCE

STATUTORY REPORTS

RECORDKEEPING

The City's continued commitment to recordkeeping, in accordance with legislative requirements, facilitates a structured approach to recordkeeping through the use of a corporate system. In addition, the City's Recordkeeping Policy outlines the process for management and disposal of records in accordance with the State Records Act 2000.

The City's Recordkeeping Plan was reviewed and the City's future focus is on digitisation and paper reduction.

The City continued its efforts toward best practice in the area of electronic record keeping with 101,102 corporate records registered. This represents a 17% increase from the previous year.

TOTAL RECORDS	101,102
Incoming Emails (council@cgg.wa.gov.au)	20,628
Hardcopy Incoming Mail	16,847

New employees were informed of their recordkeeping responsibilities as part of the City's Induction Program, with hands on training provided on TRIM and recordkeeping.

FREEDOM OF INFORMATION

The City complies with the Freedom of Information Act 1992 which has as its objectives, to:

- Enable the public to participate more effectively in governing the state; and
- Make the persons and bodies that are responsible for State and Local Government more accountable to the public.

The Coordinator Governance is the City's Freedom of Information Officer. Any formal application for information that is not already freely available at the City may be made through the Freedom of Information Officer.

During 2020/21 the City processed a total of 10 Freedom of Information applications, with an average of 32 days to complete each application. The 10 applications were completed within the legislative timeframe of 45 days.

NATIONAL COMPETITION POLICY

In 1995 the Council of Australian Governments entered into a number of agreements, collectively known as the National Competition Policy.

Local government is affected mainly where it operates significant business activities which compete, or could compete, with private sector businesses. Local government will also be affected where local laws unnecessarily affect competition.

The City is required to comply with certain policies contained within the National Competition Policy Statement and report on progress in connection with Competitive Neutrality Principles and review of Local Laws.

COMPETITIVE NEUTRALITY

It is the City's responsibility to determine whether it is engaged in "significant business activities" within the context of its operations and therefore whether it is required to apply the competitive neutrality principles.

Local government is only required to implement the above principles to the extent that the benefits to be realised from implementation outweigh the costs in respect of individual business activities exceeding an annual income of \$500,000. Within these criteria the City identified the following business activities:

- Geraldton Airport;
- Geraldton Aquarena;
- Meru Landfill

No competitive advantage was identified in the City's operations of the above business activities. The City continues to monitor Council Policies and Local Laws for anti-competitive practices.

COMPLAINTS REGISTER

The City, in accordance with s5.120 of the Local Government Act 1995, does not have a designated Complaints Officer and the Chief Executive Officer fulfils this role in terms of subsection (2).

As required in accordance with s5.121 'Register of certain complaints of minor breaches' of the Act, the City maintains an electronic register that is managed by the Executive Office.

The City reports no complaints that have resulted in a finding under section 5.110(2)(a) that a minor breach has occurred, for the period ending 30 June 2021.

EMPLOYEE SALARIES

Set out below, in bands of \$10,000, is the number of employees of the City of Greater Geraldton entitled to an annual salary of \$130,000 or more.

SALARY BAND		NUMBER OF EMPLOYEES
\$ From	\$ To	2020/21
\$130,000.00	\$139,999.00	6
\$140,000.00	\$149,999.00	4
\$150,000.00	\$159,999.00	2
\$160,000.00	\$169,999.00	1
\$200,000.00	\$209,999.00	1
\$210,000.00	\$219,999.00	2
\$250,000.00	\$259,999.00	1

FINANCIAL SUMMARY

2020/2021 FINANCIAL YEAR	2019/2020 FINANCIAL YEAR
TOTAL ASSETS	TOTAL ASSETS
\$918,036,162	\$938,770,469
TOTAL LIABILITIES	TOTAL LIABILITIES
\$58,353,353	\$58,495,035
EQUITY/NET ASSETS	EQUITY/NET ASSETS
\$859,682,809	\$880,275,435
OPERATING REVENUE	OPERATING REVENUE
\$74,960,049	\$79,755,441
OPERATING EXPENDITURE	OPERATING EXPENDITURE
\$75,837,717	\$79,120,583
OPERATING SURPLUS/(DEFICIT)	OPERATING SURPLUS/(DEFICIT)
(877,669)	\$634,858
NON-OPERATING REVENUE	NON-OPERATING REVENUE
\$5,157,970	\$7,130,966
CAPITAL EXPENDITURE	CAPITAL EXPENDITURE
\$17,859,688	\$26,115,626
CASH BACKED RESERVES	CASH BACKED RESERVES
\$32,842,229	\$23,088,955

FINANCIAL PERFORMANCE

Revenue:

Operating Revenue generated for 2020/21 was almost \$75 million, including receipt in advance of the City's 2021/22 Federal Assistance Grants. Operating Revenues were impacted by COVID-19 with an overall retraction of \$4.79m from 2019/20. However, the result was \$2.8 million more than budget with fees and charges not being impacted as heavily as originally forecast.

Expenditure:

Operating Expenditure was \$75.8 million, a decrease of \$3.2m compared to the previous year and \$2.18 million less than budgeted. This was the result of measures taken to reduce spending in response to COVID-19 and impacts to projected revenue streams. Most categories of expenditure were less than budget with the most significant savings in Materials and Contracts of \$1.67 million.

Major areas of capital expenditure included:

	2019/20	2020/21
ROADS	\$9.65M	\$9.3M
FOOTPATHS & CYCLEWAYS	\$1.5M	\$1.86M
PARKS & GARDENS	\$4.2M	\$3.1M
CARPARKS	\$324K	\$124K
MERU LANDFILL	\$1.4M	\$98K
AIRPORT	\$238K	\$185K
DRAINAGE	\$939K	\$475K
LAND & BUILDINGS	\$4.68M	\$1.4M
PLANT & EQUIPMENT	\$3M	\$1.18M

Financial Position:

The 2020/21 year has been anything but 'normal' with the ongoing impacts of COVID-19 and government measures to contain spread of the virus. In response the City set a conservative budget for 2020/21, implementing measures to reduce expenditure where possible with the expectation of further reduction to revenue streams compared to the 2019/20 year. The final operating result of an \$877k deficit is significantly better than the projected deficit of \$5.8m.

FINANCIAL HIGHLIGHTS

TOTAL REVENUE

General Rates	54%
Grants, Subsidies and Contributions	18%
Fees and Charges	24%
Interest Earnings	2%
Other Revenue and Profit on Asset Disposal	2%



TOTAL EXPENDITURE

Roads, Carparks, Pathways, Drainage & Street Lighting	42%
Parks, Coastal & Natural Management	14%
Airport	10%
Waste Services	6%
Regulatory Services – Health, Building, Planning, Rangers	6%
Land & Property	6%
Community & Cultural Development	5%
Sport & Leisure	5%
Library, Heritage & Art Gallery	4%
Emergency Management	1%
Economic Development & Tourism	1%





FINANCIALS



City of Greater Geraldton

GENERAL PURPOSE FINANCIAL STATEMENTS
for the year ended 30 June 2021



City of Greater Geraldton

General Purpose Financial Statements for the year ended 30 June 2021

Contents	Page
1. Statement by Chief Executive Officer	2
2. Primary Financial Statements:	
- Statement of Comprehensive Income (by Nature or Type)	3
- Statement of Comprehensive Income (by Program)	4
- Statement of Financial Position	6
- Statement of Changes in Equity	7
- Statement of Cash Flows	8
- Rate Setting Statement	9
3. Notes to the Financial Statements	11
4. Independent Auditor's Report	91

Overview

- (i) These financial statements are General Purpose Financial Statements and cover the consolidated operations for City of Greater Geraldton.
 - (ii) All figures presented in these financial statements are presented in Australian Currency.
-

City of Greater Geraldton

General Purpose Financial Statements for the year ended 30 June 2021

Local Government Act 1995

Local Government (Financial Management) Regulations 1996

Statement by Chief Executive Officer

The attached financial report of the City of Greater Geraldton for the financial year ended to June 2021 is based on proper accounts and records to present fairly the financial position of the City of Greater Geraldton at 30 June 2021 and the results of the operations for the financial year then ended in accordance with the Local Government Act 1995 and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards.

Signed on the 7 day of DECEMBER 2021



Ross McKim

CHIEF EXECUTIVE OFFICER



City of Greater Geraldton

Statement of Comprehensive Income (by Nature or Type)
for the year ended 30 June 2021

\$	Notes	2021 Actual	2021 Budget	2020 Actual
Revenue				
Rates	26(a)	45,601,602	45,683,248	46,589,662
Operating Grants, Subsidies & Contributions	32	8,276,880	7,810,648	8,373,215
Fees & Charges	31	19,996,821	17,369,492	21,085,907
Interest Earnings	2(a)	558,364	400,163	1,992,198
Other Revenue		526,382	896,513	1,714,459
		<u>74,960,049</u>	<u>72,160,064</u>	<u>79,755,441</u>
Expenses				
Employee Costs	35	(26,309,285)	(27,105,394)	(28,172,284)
Materials & Contracts		(17,902,814)	(19,575,725)	(18,847,740)
Utilities		(2,805,178)	(2,898,305)	(2,956,951)
Depreciation & Amortisation	2(a)	(24,546,232)	(24,646,964)	(24,510,415)
Interest Expenses	2(a)	(1,142,275)	(1,274,734)	(1,344,619)
Insurance		(728,971)	(813,989)	(728,218)
Other Expenditure		(2,402,964)	(1,710,560)	(2,560,355)
		<u>(75,837,719)</u>	<u>(78,025,671)</u>	<u>(79,120,582)</u>
Operating Result from Continuing Operations ⁽¹⁾		<u>(877,670)</u>	<u>(5,865,607)</u>	<u>634,859</u>
Non-Operating Grants, Subsidies & Contributions	32	5,157,970	7,761,253	7,130,966
Fair Value Adjustments to financial assets at fair Revalue through profit and loss	2(a)	11,636	-	5,187
Revaluation of Infrastructure & PPE	2(a)	-	-	(4,382,927)
Profit on Asset Disposals	23	1,417,094	350,000	46,742
Loss on Asset Disposal	23	(566,513)	(731,854)	(1,369,599)
		<u>6,020,187</u>	<u>7,379,399</u>	<u>1,430,369</u>
Net Result - Surplus (Deficit)		<u>5,142,517</u>	<u>1,513,792</u>	<u>2,065,228</u>
Other Comprehensive Income				
Changes on revaluation of non-current assets	15	(24,495,144)	-	(20,690,804)
Total Other Comprehensive Income		<u>(24,495,144)</u>	<u>-</u>	<u>(20,690,804)</u>
Total Comprehensive Income		<u>(19,352,627)</u>	<u>1,513,792</u>	<u>(18,625,576)</u>

⁽¹⁾ Allowing for or not factoring in the prepayment of Financial Assistance Grants for 2021-22 \$3,147,761 (2019-20: \$3,051,785), Council Operating Result from Continuing Operations would amount to a deficit of \$4,025,431 (2019-20: \$2,424,722).



City of Greater Geraldton

Statement of Comprehensive Income (by Program)
for the year ended 30 June 2021

\$	Notes	2021 Actual	2021 Budget	2020 Actual
Revenue				
Governance		255,187	49,000	86,210
General Purpose Funding		52,388,084	52,361,542	54,315,487
Law, Order, Public Safety		631,601	503,080	612,456
Health		17,280	25,000	60,822
Education & Welfare		460,331	337,845	322,854
Community Amenities		13,465,847	12,478,184	12,958,008
Recreation & Culture		1,635,217	2,146,613	4,206,830
Transport		4,005,228	2,871,804	4,956,682
Economic Services		901,550	268,496	946,120
Other Property & Services		1,199,724	1,118,500	1,289,972
		<u>74,960,049</u>	<u>72,160,064</u>	<u>79,755,441</u>
Expenses (excl. Finance Costs)				
Governance		(2,469,220)	(2,070,899)	(1,722,517)
General Purpose Funding		(923,815)	(1,189,421)	(866,049)
Law, Order, Public Safety		(3,027,466)	(3,042,484)	(3,016,906)
Health		(751,614)	(811,908)	(754,828)
Education & Welfare		(1,661,184)	(1,748,481)	(1,734,431)
Housing		(17,636)	(22,802)	(29,659)
Community Amenities		(11,101,262)	(11,810,660)	(9,862,448)
Recreation & Culture		(17,416,298)	(18,493,190)	(20,226,803)
Transport		(28,350,781)	(28,078,521)	(29,080,067)
Economic Services		(3,942,641)	(4,080,709)	(4,736,255)
Other Property & Services		(5,033,526)	(5,401,862)	(5,746,002)
		<u>(74,695,443)</u>	<u>(76,750,937)</u>	<u>(77,775,964)</u>
Finance Costs				
	2(a)			
Governance		(9,576)	(10,639)	(13,814)
General Purpose Funding		(10,833)		(11,185)
Law, Order, Public Safety		(30,588)	(31,434)	(35,716)
Community Amenities		(136,686)	(139,046)	(150,973)
Recreation & Culture		(348,548)	(341,483)	(429,388)
Transport		(284,468)	(289,800)	(332,631)
Economic Services		(223,261)	(342,589)	(257,291)
Other Property & Services		(98,315)	(119,743)	(113,621)
		<u>(1,142,275)</u>	<u>(1,274,734)</u>	<u>(1,344,619)</u>
Operating Result from Continuing Operations		<u>(877,670)</u>	<u>(5,865,607)</u>	<u>634,858</u>
Non-Operating Grants, Subsidies, Contributions				
Law, Order, Public Safety		59,686	62,196	929,978
Health		-	470,000	-
Community Amenities		7,800	160,000	114,000
Recreation & Culture		871,082	530,000	(142,126)
Transport		4,219,402	6,205,237	6,227,687
Economic Services		-	333,820	-
Other Property & Services		-	-	1,428
		<u>5,157,970</u>	<u>7,761,253</u>	<u>7,130,966</u>

This statement should be read in conjunction with the accompanying notes.

page 4



32



City of Greater Geraldton

Statement of Comprehensive Income (by Program) (continued)
for the year ended 30 June 2021

\$	Notes	2021 Actual	2021 Budget	2020 Actual
Profit/(Loss) on Disposal of Assets				
Governance		-	-	(708,943)
Housing		-	-	(14,000)
Recreation & Culture		-	-	(2,853)
Transport		(21,575)	(38,114)	-
Other Property & Services		872,156	(343,740)	(597,061)
	23	<u>850,581</u>	<u>(381,854)</u>	<u>(1,322,857)</u>
Other Income				
Fair Value Adjustments to Financial Assets at Fair Value through Profit & Loss	2(a)	11,636	-	5,187
Revaluation of Infrastructure, Property, Plant & Equip.	2(a)	-	-	(4,382,927)
		<u>11,636</u>	<u>-</u>	<u>(4,377,740)</u>
Net Result - Surplus (Deficit)		<u>5,142,517</u>	<u>1,513,792</u>	<u>2,065,227</u>
Other Comprehensive Income				
Changes on revaluation of non-current assets	15	(24,495,144)	-	(20,690,804)
Total Comprehensive Income		<u>(19,352,627)</u>	<u>1,513,792</u>	<u>(18,625,577)</u>



City of Greater Geraldton

Statement of Financial Position

as at 30 June 2021

\$	Notes	2021 Actual	2020 Actual
ASSETS			
Current Assets			
Cash and Cash Equivalents	3	31,396,433	34,862,959
Financial Assets	4	18,976,378	2,352,977
Trade and Other Receivables	5	7,317,159	7,732,314
Inventories	6	363,811	506,388
Contract Assets	9	53,865	20,484
Total Current Assets		<u>58,107,646</u>	<u>45,475,122</u>
Non-Current Assets			
Financial Assets	4	651,812	519,059
Trade and Other Receivables	5	576,695	535,044
Property, Plant and Equipment	7	175,227,205	204,576,528
Infrastructure	8	683,173,375	687,362,777
Right of Use Assets	10	139,969	197,796
Intangible Assets	42	159,460	104,143
Total Non-Current Assets		<u>859,928,516</u>	<u>893,295,347</u>
TOTAL ASSETS	21	<u>918,036,162</u>	<u>938,770,469</u>
LIABILITIES			
Current Liabilities			
Trade and Other Payables	11	14,109,816	9,856,328
Contract Liabilities	9	1,147,327	2,005,330
Lease Liability	10	42,444	49,637
Borrowings	12	4,600,668	4,798,496
Provisions	13	4,940,468	5,189,270
Total Current Liabilities		<u>24,840,723</u>	<u>21,899,061</u>
Non-Current Liabilities			
Lease Liability	10	101,384	143,827
Borrowings	12	23,864,366	28,280,554
Provisions	13	9,546,880	9,411,592
Total Non-Current Liabilities		<u>33,512,630</u>	<u>37,835,973</u>
TOTAL LIABILITIES		<u>58,353,353</u>	<u>59,735,034</u>
Net Assets		<u>859,682,809</u>	<u>879,035,436</u>
EQUITY			
Retained Surplus		344,453,382	349,144,141
Reserves - Cash/Investment Backed	14	32,842,232	23,008,956
Reserves - Asset Revaluation	15	482,387,195	506,882,339
Total Equity		<u>859,682,809</u>	<u>879,035,436</u>



This statement should be read in conjunction with the accompanying notes.

City of Greater Geraldton

Statement of Changes in Equity
for the year ended 30 June 2021

\$	Notes	Retained Surplus	Reserves Cash / Investment Backed	Asset Revaluation Reserve	Total Equity
Balance as at 1 July 2019		349,292,239	22,035,630	527,573,143	898,901,012
Restated Balance		349,292,239	22,035,630	527,573,143	898,901,012
Net Result		2,065,228	-	-	2,065,228
Total OCI / Asset Revaluation	15	-	-	(20,690,804)	(20,690,804)
Reserve Transfers	14	(973,326)	973,326	-	-
Balance as at 30 June 2020		350,384,141	23,008,956	506,882,339	880,275,436
Correction of Errors	43	- 1,240,000	-	-	- 1,240,000
Restated Balance		349,144,141	23,008,956	506,882,339	879,035,436
Net Result		5,142,517	-	-	5,142,517
Total OCI / Asset Revaluation	15	-	-	(24,495,144)	(24,495,144)
Reserve Transfers	14	(9,833,276)	9,833,276	-	-
Balance as at 30 June 2021		344,453,382	32,842,232	482,387,195	859,682,809

City of Greater Geraldton

Statement of Cash Flows

for the year ended 30 June 2021

\$	Notes	2021 Actual	2021 Budget	2020 Actual
Cash Flows from Operating Activities				
Receipts:				
Rates		45,526,468	45,773,546	46,134,059
Operating Grants, Subsidies and Contributions		8,625,497	7,810,648	10,566,550
Fees and Charges		19,722,501	17,369,492	22,695,268
Interest Earnings		614,388	401,214	1,978,854
Goods and Services Tax		-	-	356,096
Other Revenue		1,248,821	2,473,223	4,323,717
		<u>75,737,675</u>	<u>73,828,123</u>	<u>86,054,544</u>
Payments:				
Employee Costs		(26,280,007)	(27,181,616)	(27,717,273)
Materials and Contracts		(13,480,082)	(21,656,191)	(26,738,436)
Utilities		(2,805,178)	(2,898,305)	(2,956,953)
Insurance		(728,971)	(813,989)	(728,218)
Interest		(1,166,588)	(1,261,104)	(1,370,812)
Goods and Services Tax		(5,473)	-	-
Other Expenditure		(2,612,571)	(1,710,560)	(5,709,897)
		<u>(47,078,870)</u>	<u>(55,521,765)</u>	<u>(65,221,589)</u>
Net Cash provided (or used in) Operating Activities	16(b)	<u>28,658,806</u>	<u>18,306,358</u>	<u>20,832,955</u>
Cash Flows from Investing Activities				
Receipts:				
Non-Operating Grants, Subsidies and Contributions	32	5,157,970	7,761,253	7,130,966
Proceeds from Sale of Assets	23	3,274,592	2,397,000	685,591
Proceeds from Self Supporting Loans	4	68,497	52,978	-
Proceeds from Investments / Others		497,491	-	2,769,939
Payments:				
Payments for Intangible Assets	42	(55,317)	-	-
Payments for Purchase of Property, Plant & Equipment	22	(2,634,312)	(3,123,820)	(7,434,318)
Payments for Construction of Infrastructure	22	(15,170,061)	(21,884,166)	(18,348,668)
Advances to Community Groups	4	(2,000,000)	-	(1,637,520)
Unexpended Non-Operating Grants	2(d)	(53,525)	-	-
Payments for Purchase of Investments	4	(16,547,015)	-	-
		<u>(27,461,680)</u>	<u>(14,796,755)</u>	<u>(16,834,010)</u>
Net Cash provided (or used in) Investing Activities		<u>(27,461,680)</u>	<u>(14,796,755)</u>	<u>(16,834,010)</u>
Cash Flows from Financing Activities				
Receipts:				
Proceeds from New Loans	25(b)	200,000	10,000,000	-
Payments:				
Repayment of Debentures	25(a)	(4,814,016)	(14,798,496)	(5,296,164)
Repayment of Finance Leases		(49,637)	49,434	(51,311)
		<u>(4,663,653)</u>	<u>(4,749,062)</u>	<u>(5,347,475)</u>
Net Cash provided (or used in) Financing Activities		<u>(4,663,653)</u>	<u>(4,749,062)</u>	<u>(5,347,475)</u>
Net Increase/(Decrease) in Cash & Cash Equivalents		(3,466,527)	(1,239,460)	(1,348,530)
Cash at the beginning of the year	3	34,862,959	31,030,851	36,211,489
Cash & Cash Equivalents - End of the Year	16(a)	<u>31,396,433</u>	<u>29,791,391</u>	<u>34,862,959</u>

City of Greater Geraldton

Rate Setting Statement (by Nature) for the year ended 30 June 2021

\$	Notes	2021 Actual	2021 Budget	2020 Actual
Revenue				
Operating Grants, Subsidies & Contributions		8,276,880	7,810,648	9,821,707
Fees & Charges		19,996,821	17,369,492	21,085,907
Interest Earnings		558,364	400,163	1,992,198
Profit on Disposal of Assets		1,417,094	350,000	46,742
Other Revenue		526,382	896,513	1,714,459
		<u>30,775,541</u>	<u>26,826,816</u>	<u>34,661,013</u>
Expenses				
Employee Costs		(26,309,285)	(27,105,394)	(28,172,282)
Materials & Contracts		(17,902,814)	(19,575,725)	(18,847,740)
Utilities		(2,805,178)	(2,898,305)	(2,956,953)
Depreciation & Amortisation		(24,546,232)	(24,646,964)	(24,510,416)
Interest Expenses		(1,142,275)	(1,274,734)	(1,344,619)
Insurance		(728,971)	(813,989)	(728,218)
Loss on Disposal of Assets		(566,513)	(731,854)	(1,369,599)
Other Expenditure		(2,402,964)	(1,710,560)	(2,560,355)
		<u>(76,404,232)</u>	<u>(78,757,525)</u>	<u>(80,490,182)</u>
Net Result Excluding Rates				
		<u>(45,628,691)</u>	<u>(51,930,709)</u>	<u>(45,829,169)</u>
Adjustment for Cash Budget Requirements:				
Non-Cash Expenditure & Revenue				
(Profit)/Loss on Asset Disposal	23	(850,581)	381,854	1,322,857
Movement in Non-Current Deferred Pensioner Rates		(41,651)	-	(50,741)
Movement in Non-Current Employee Benefit Provision:		70,828	-	(65,766)
Depreciation & Amortisation on Assets	2(a)	24,546,232	24,646,964	24,510,415
Other Non-Cash (Revenue)/Expenditure		35,790	-	40,469
Fair Value Adjustments to financial assets at fair		(11,636)	-	-
		<u>23,748,982</u>	<u>25,028,818</u>	<u>25,757,234</u>
Capital Expenditure				
Purchase Land and Buildings	22	(1,447,136)	(2,282,820)	(4,686,079)
Purchase Plant and Equipment	22	(818,253)	(600,000)	(2,153,379)
Purchase Furniture and Equipment	22	(368,922)	(241,000)	(917,500)
Purchase of Other PP&E	22	-	-	(10,000)
Infrastructure Assets	22	(15,170,061)	(21,884,166)	(18,348,668)
Advances to Community Groups		(200,000)	-	-
Repayment of Debentures	25(a)	(4,814,016)	(14,798,496)	(5,296,164)
Intangible Assets		(55,316)	-	-
Finance Lease Payments		(49,636)	49,434	-
		<u>(22,923,340)</u>	<u>(39,757,048)</u>	<u>(31,411,790)</u>

City of Greater Geraldton

Rate Setting Statement (by Nature) (continued)
for the year ended 30 June 2021

\$	Notes	2021 Actual	2021 Budget	2020 Actual
Capital Revenue				
Proceeds from Disposal of Assets	23	1,968,592	2,397,000	685,590
Proceeds from New Debentures	25(b)	200,000	10,000,000	-
Self-Supporting Loan Principal Income	25(a)	68,497	52,978	69,939
Non-Operating Grants, Subsidies and Contributions	32	5,157,970	7,761,253	7,130,966
Net Capital Revenue		<u>7,395,059</u>	<u>20,211,231</u>	<u>7,886,495</u>
Transfers				
Transfers to Reserves (Restricted Assets)	14	(13,956,067)	(2,369,000)	(8,683,054)
Transfers from Reserves (Restricted Assets)	14	4,122,791	5,058,000	7,709,729
Net Transfers		<u>(9,833,276)</u>	<u>2,689,000</u>	<u>(973,325)</u>
Surplus/(Deficit) July 1 B/Fwd	26(b)	6,535,662	1,965,228	4,516,556
Surplus/(Deficit) June 30 C/Fwd	26(b)	4,896,000	3,889,767	6,535,662
Amount Raised from Rates	26(a)	<u>(45,601,602)</u>	<u>(45,683,248)</u>	<u>(46,589,662)</u>

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Contents of the Notes accompanying the Financial Statements

Note	Details	Page
1	Significant Accounting Policies	12
2	Revenues and Expenses	14
3	Cash and Cash Equivalents	26
4	Financial Assets	27
5	Trade and Other Receivables	28
6	Inventories	30
7	Property, Plant and Equipment	31
8	Infrastructure	33
9	Contract Balances	38
10	Leases	39
11	Trade and Other Payables	41
12	Borrowings	42
13	Provisions	43
14	Reserves - Cash/Investment Backed	44
15	Reserves - Asset Revaluation	46
16	Notes to the Statement of Cash Flows	47
17	Contingent Liabilities and Contingent Assets	48
18	Capital and Leasing Commitments	49
19	Controlled Entities, Associated Entities & Interests in Joint Ventures	49
20	Trust Funds	50
21	Total Assets by Function and Activity	50
22	Acquisition of Assets	51
23	Disposal of Assets	52
24	Financial Ratios	53
25	Information on Borrowings	56
26	Rating Information	59
27	Specified Area Rate	61
28	Service Charges	61
29	Discounts, Incentives, Concessions and Write-offs	61
30	Interest Charges and Instalments	62
31	Fees and Charges	63
32	Grants, Subsidies and Contributions	63
33	Employee Numbers	64
34	Councillor Remuneration	65
35	Employee Costs	68
36	Major Land Transactions	68
37	Trading Undertakings and Major Trading Undertakings	69
38	Financial Risk Management	71
39	Fair Value Measurements	76
40	"Held for Sale" Non Current Assets & Disposal Groups	83
41	Investment Properties	83
42	Intangible Assets	83
43	Equity - Retained Earnings and Reserves Adjustments	84
44	Discontinued Operations	86
45	Events occurring after the Reporting Period	87
46	Transactions with Related Parties	87
47	Initial Application of Australian Accounting Standards	89
48	New Accounting Standards and Interpretations	89
	Additional Disclosures	
49	Council Information & Contact Details	90

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 1. Summary of Significant Accounting Policies

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of preparation

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

AMENDMENTS TO LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

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

From 1 July 2019, the City has applied AASB 16 Leases which requires leases to be included by lessees in the statement of financial position. Also, the Local Government (Financial Management) Regulations 1996 have been amended to specify that vested land is a right-of-use asset to be measured at cost. All right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost (i.e. not included in the statement of financial position) rather than at fair value. The exception is vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 which would have required the City to measure any vested improvements at zero cost.

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

Therefore the departure from AASB 1051 and AASB 16 in respect of the comparatives for the year ended 30 June 2019 remains.

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

(b) Critical Accounting Estimates

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

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

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 1. Summary of Significant Accounting Policies (continued)

(c) The Local Government Reporting Entity

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

In the process of reporting on the local government as a single unit, all transactions and balances between those funds (for example, loans and transfers between funds) have been eliminated.

(d) New and revised Accounting Standards adopted during the year

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

These were:

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

The impact of adoption of these standards is described at Note 48.

(e) Standards issued by the AASB not yet effective

The AASB has issued Australian Accounting Standards and Interpretations which are not effective at 30 June 2021, these standards have not been adopted by Council and will be included in the financial statements on their effective date. Where the standard is expected to have a significant impact for Council then further information has been provided in this note.

The following list identifies all the new and amended Australian Accounting Standards, and Interpretation, that were issued but not yet effective at the time of compiling these statements that could be applicable to Councils.

Effective for NFP annual reporting periods beginning on or after 1 January 2022

- *AASB 2020-3 Amendments to Australian Accounting Standards - Annual Improvements 2018-2020 and Other Amendments*
- *AASB 2014-10 Sale or Contribution of Assets between and Investor and its Associate or Joint Venture (amended by AASB 2015-10 and AASB 2017-5)*

Effective for NFP annual reporting periods beginning on or after 1 January 2023

- *AASB 2020-1 Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-Current and associated standards.*

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 2. Operating Revenues and Expenses

\$	Notes	2021 Actual	2021 Budget	2020 Actual
(a) Net Result				
The Result includes:				
(i) Charging as an Expense:				
Significant Expense/Revenue				
The significant expense/revenue relates to the reduction in the fair value of the Council's investments	4	(11,636)	-	(5,187)
Revaluation of Infrastructure, Property, Plant & Equipment		-	-	4,382,927
Auditors Remuneration				
- Audit		41,585	56,000	59,540
- Other Services		-	10,000	-
Bad & Doubtful Debts				
Rates	29(b)	54,026	30,000	3,189
General Debtors	29(b)	53,161	50,000	77,985
Depreciation & Amortisation				
<i>Property, Plant & Equipment</i>				
- Buildings	7(b)	2,010,723	2,175,312	2,121,410
- Furniture and Equipment		434,616	329,372	352,678
- Plant and Equipment		1,427,818	1,697,088	1,760,820
<i>Infrastructure</i>				
- Roads	8(b)	16,416,416	16,147,730	16,099,319
- Recreation		2,002,822	1,735,118	1,737,716
- Car Parks		494,094	40,300	481,590
- Meru Landfill		572,915	896,535	684,481
- Airport		1,110,618	1,553,228	1,207,068
- Effluent Scheme		18,382	14,656	18,354
<i>Right of Use Assets</i>				
- Library RFID Self loan station	10	14,788	14,788	14,788
- Printers		43,040	42,837	32,191
		<u>24,546,232</u>	<u>24,646,964</u>	<u>24,510,415</u>
Interest Expenses (Finance Costs)				
Debentures	25(a)	1,131,442	1,263,699	1,333,434
Leases		10,833	11,035	11,185
		<u>1,142,275</u>	<u>1,274,734</u>	<u>1,344,619</u>
(ii) Crediting as Revenue:				
Interest Earnings				
Investments - Reserve Funds		151,393	150,000	326,074
Investments - Other Funds		274,168	158,163	978,034
Other Interest Revenue	30	132,803	92,000	688,090
		<u>558,364</u>	<u>400,163</u>	<u>1,992,198</u>

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 2. Operating Revenues and Expenses (continued)

\$

(b). Statement of Objectives, Reporting Programs and Nature or Type

City of Greater Geraldton is dedicated to providing high quality services to the community through the various service orientated programs which it has established.

REPORTING PROGRAM DESCRIPTIONS

Council operations that are disclosed encompass the following service orientated activities/programs:

GOVERNANCE

Objective: To provide a decision making process for the efficient allocation of scarce resources.

Activities: Includes the activities of members of council and the administrative support available to the council for the provision of governance to the district. Other costs relate to the task of assisting elected members and ratepayers on matters which do not concern specific council services.

GENERAL PURPOSE FUNDING

Objective: To collect revenue to allow for the provision of services.

Activities: Rates, general purpose government grants, and interest revenue.

LAW, ORDER, PUBLIC SAFETY

Objective: To provide services to help ensure a safer and environmentally conscious community.

Activities: Supervision and enforcement of various local laws relating to fire prevention, animal control and protection of the environment and other aspects of public safety including emergency services.

HEALTH

Objective: To provide services to achieve community and environmental health.

Activities: Maternal and infant health facilities, meat inspection services, inspection of food outlets, noise control and pest control services.

EDUCATION AND WELFARE

Objective: To provide services to children, youth, the elderly and disadvantaged persons.

Activities: Pre-school and other education services, child minding facilities, playgroups and senior citizens centres.

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 2. Operating Revenues and Expenses (continued)

\$

(b). Statement of Objectives, Reporting Programs and Nature or Type (continued)

HOUSING

Objective: To provide and maintain staff housing and elderly residents' housing.

Activities: Provision and maintenance of staff housing and elderly residents' housing.

COMMUNITY AMENITIES

Objective: To provide services required by the community.

Activities: Rubbish collection services, operation of rubbish disposal sites, litter control, construction and maintenance of urban storm water drains, protection of the environment and administration of town planning schemes, cemeteries and public conveniences.

RECREATION AND CULTURE

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

Activities: Operations of the aquatic centre, beaches, recreation centres and various sporting facilities. Provision and maintenance of parks, gardens and playgrounds. Operation of library, museum and other cultural facilities.

TRANSPORT

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

Activities: Construction (if not capitalised) and maintenance of roads, streets, footpaths, depots, cycleways, parking facilities and traffic control. Aerodromes and water transport facilities, cleaning of streets and maintenance of street trees, street lighting etc.

ECONOMIC SERVICES

Objective: To help promote the City and its economic wellbeing.

Activities: Tourism and area promotion including the maintenance and operation of a caravan park. Provision of rural services including weed control, vermin control, standpipes and building control.

OTHER PROPERTY & SERVICES

Objective: To monitor and control council's overheads operating accounts. Maintain Council's owned and leased land and buildings.

Activities: Private works operation, plant repair and operation costs and engineering operation costs. Operations and maintenance of the City's land and buildings.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 2. Operating Revenues and Expenses (continued)

\$

(c) Nature or Type Classifications

City of Greater Geraldton is required by the Australian Accounting Standards to disclose revenue and expenditure according to its nature or type classification. The following nature or type descriptions are also required by State Government regulations.

REVENUE

Rates

All rates levied under the Local Government Act 1995. Includes general, differential, specific area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts offered. Excludes administration fees, interest on instalments, interest on arrears, service charges and waste and sewerage rates.

Operating Grants, Subsidies and Contributions

Refer to all amounts received as grants, subsidies and contributions that are not non-operating grants.

Non-Operating Grants, Subsidies and Contributions

Amounts received specifically for the acquisition, construction of new or the upgrading of non-current assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

Profit on Asset Disposal

Profit on the disposal of assets including gains on the disposal of long term investments. Losses are disclosed under the expenditure classifications.

Fees and Charges

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

Service Charges

Service charges imposed under Division 6 of Part 6 of the Local Government Act 1995. Regulation 54 of the Local Government (Financial Management) Regulations identifies the charges which can be raised. These are television and radio rebroadcasting, underground electricity, property surveillance and security and water services. Excludes rubbish removal and charges for the provision of waste services.

Interest Earnings

Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

Other Revenue

Other revenue, which cannot be classified under the above headings, includes transfers from Trust to Municipal accounts and internal transfers, dividends, discounts, rebates, etc.

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 2. Operating Revenues and Expenses (continued)

\$

(c) Nature or Type Classifications (continued)

EXPENDITURE

Employee Costs

All costs associated with the employment of persons such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation insurance, training costs, conferences, safety expenses, medical examinations, fringe benefits tax etc.

Material and Contracts

All expenditure on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses, advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc.

Utilities (Gas, Electricity, Water, etc.)

Expenditures made to respective agencies for the provision of power, gas or water. Excludes expenditure incurred for the re-instatement of road works on behalf of these agencies.

Depreciation & Amortisation on Non-Current Assets

Depreciation and amortisation expense raised on all classes of assets.

Loss on Asset Disposal

Loss on the disposal of fixed assets.

Interest Expenses

Interest and other costs of finance paid, including costs of finance for loan debentures, overdraft accommodation and re-financing expenses.

Insurance

All insurance other than worker's compensation and health benefit insurance included as a cost of employment.

Other Expenditure

Statutory fees, taxes, provision of bad debts, internal transfers, member's fees. Donations and subsidies made to community groups.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 2. Operating Revenues and Expenses (continued)

	Opening Balance ¹ 1-Jul-19	Received ² 2020	Expended ³ 2020	Closing Balance ¹ 30-Jun-20	Received ² 2021	Expended ³ 2021	Closing Balance 30-Jun-21
\$							
(d). Conditions Over Grants, Subsidies & Contributions							
Grant/Subsidy/Contribution							
Airport Projects	2,699,286	45,255	(1,978,000)	766,541	57,470	(39,370)	784,641
Airport Security Screening & Baggage Handling	20,900	-	-	20,900	-	-	20,900
Art Contribution from ALDI	27,273	-	-	27,273	-	-	27,273
Art Gallery- Donation to Lindsay Collection	12,901	-	-	12,901	-	-	12,901
Art Gallery- Community Cultural Development	3,454	-	-	3,454	-	-	3,454
Art Gallery Park Design	-	-	-	-	29,607	-	29,607
Artwork Acquisitions	6,750	-	(6,750)	-	-	-	-
Building Works	457,000	-	(402,000)	55,000	98,885	(25,429)	128,456
Beach Emergency Number (BEN) Signs	-	-	-	-	30,000	-	30,000
BFS Water Tanks	-	-	-	-	27,340	-	27,340
Big Sky Readers & Writers Festival 2021	-	-	-	-	24,950	-	24,950
Bush Fire Brigade 2020-21 Operating Grant	-	-	-	-	24,952	(24,952)	-
Carpark Works	663,556	44,996	(243,556)	464,996	44,553	(18,297)	491,252
Cathedral / Sanford Intersection - Federal Black Spot	-	451,468	-	451,468	-	(426,468)	25,000
Carpark No 5 Sanford Street	-	-	-	-	8,000	-	8,000
Cape Burney Roof Raising - City Component	-	-	-	-	20,000	-	20,000
CBD Streetscapes (Revitalisation)	1,300,645	-	(1,300,645)	-	-	-	-
Chapman Road CBD Activation Pilot	-	-	-	-	15,580	(13,701)	1,879
Challenge Camps	4,328	-	(4,328)	-	-	-	-
Chapman & Greenough River Flood Project	50,809	-	(50,809)	-	-	-	-
Chapman Road Foreshore	164,465	-	(164,465)	-	-	-	-
CircuitWest - Audience Development Research (QPT)	-	6,000	-	6,000	-	(6,000)	-
Community Grants Round 18	2,000	-	(2,000)	-	-	-	-
Community Grants Round 19	40,870	-	(36,500)	4,370	-	(4,370)	-
Community Grants Round 20	3,088	-	(3,088)	-	-	-	-

(continued on next page)

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 2. Operating Revenues and Expenses (continued)

	Opening Balance ¹ 1-Jul-19	Received ² 2020	Expended ³ 2020	Closing Balance ¹ 30-Jun-20	Received ² 2021	Expended ³ 2021	Closing Balance 30-Jun-21
\$							
(d). Conditions Over Grants, Subsidies & Contributions (continued)							
Grant/Subsidy/Contribution (continued)							
Community Grants Round 21	32,569	-	(23,698)	8,871	-	(3,910)	4,961
Community Grants Round 22	-	5,098	-	5,098	-	-	5,098
Community Grants Round 24	-	-	-	-	7,832	-	7,832
Community Project Support Program 2020-21	-	-	-	-	13,000	-	13,000
Corporate Wi-Fi Upgrade	-	-	-	-	212,227	-	212,227
Cruise Destination Welcome Initiative	-	20,000	-	20,000	-	(20,000)	-
COVID-19 Community Relief and Recovery Fund	-	-	-	-	15,806	(352)	15,454
Derna Parade Toilet	301	-	(301)	-	-	-	-
Develop Local History Education Pack	-	-	-	-	4,380	(3,652)	728
Drummond Cove Groyne Construction and Sand Nourishment	-	-	-	-	406,402	(219,850)	186,552
Dual Use Pathways- Bikewest (Champion Bay)	7,000	-	-	7,000	-	-	7,000
Eastern Breakwater	130,000	-	-	130,000	-	-	130,000
Eastward Road (Old Depot Site)	190,000	-	(190,000)	-	-	-	-
Environmental Projects - Signage	50,000	-	-	50,000	-	-	50,000
Every Club	5,359	-	(5,359)	-	4,200	(4,200)	-
Fire as a Biodiversity Management Tool in the Midwest Region	2,466	-	(2,466)	-	-	-	-
GABA Car Park	-	-	-	-	18,000	(2,000)	16,000
Geraldton Intensive Youth Support Program	-	43,461	-	43,461	15,536	(30,274)	28,723
Gallery Activator Salary Funds - There Were Moments of Transformati	-	-	-	-	6,094	(6,094)	-
Geraldton Little Athletics Centre Inc - CSRFF	-	-	-	-	11,668	-	11,668
Goulds Road - 2020/21 Regional Project Grant	-	-	-	-	90,877	(90,877)	-
Geraldton Theatre Production	142,635	-	(93,093)	49,542	30,458	(3,434)	76,566
Greenough River Estuary Nature Walk Trail - Stage 3	1,226	-	(1,226)	-	-	-	-

(continued on next page)

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 2. Operating Revenues and Expenses (continued)

	Opening Balance ¹ 1-Jul-19	Received ² 2020	Expended ³ 2020	Closing Balance ¹ 30-Jun-20	Received ² 2021	Expended ³ 2021	Closing Balance 30-Jun-21
\$							
(d). Conditions Over Grants, Subsidies & Contributions (continued)							
Grant/Subsidy/Contribution (continued)							
Federation Park Upgrade & Improvements	2,727	-	-	2,727	-	(2,727)	-
HMAS Memorial	9,204	-	-	9,204	-	-	9,204
HMAS Sydney II 80th Memorial Service	-	-	-	-	71,000	-	71,000
Install Travel Information Signage	16,000	-	(16,000)	-	-	-	-
John Willcock Link - Main Roads	-	6,253	-	6,253	-	(6,253)	-
Land Developments	1,716,000	-	(1,424,184)	291,816	-	(57,331)	234,484
Hotspot	-	-	-	-	10,000	-	10,000
ICT - Infrastructure Assets	-	-	-	-	99,832	-	99,832
Library SirsiDynix Project	963	-	(963)	-	-	-	-
Local Roads and Community Infrastrucutre (LRCI) Program - Phase 1	-	-	-	-	250,411	(143,406)	107,006
Local Roads and Community Infrastrucutre (LRCI) Program - Phase 2	-	-	-	-	944,319	-	944,319
Mayoral Discretionary Fund	-	-	-	-	8,250	(750)	7,500
Menshed Community Grants Round 13 and 14 for new building	41,897	-	-	41,897	-	-	41,897
Meru Waste Disposal Composting Facility	-	-	-	-	268,200	(100,000)	168,200
Meru Landfill	1,314,545	-	(1,169,545)	145,000	-	-	145,000
Meru Waste Transfer Station	2,319,194	-	(220,000)	2,099,194	-	-	2,099,194
Metocean Data Collection Sunset Beach	-	14,996	-	14,996	-	(12,519)	2,478
Midwest Online Events Calendar & Travel Guide	-	6,960	-	6,960	-	(2,280)	4,680
Mullewa Building - Insurance Payment	450,000	-	-	450,000	-	-	450,000
Mullewa Youth Service	-	-	-	-	1,612	(1,612)	-
Mullewa Cemetery	-	-	-	-	19,000	(14,975)	4,025
Mullewa Gym for the Local Football Club and Community	-	-	-	-	5,658	-	5,658
Mullewa Sewerage Pumping Mains	100,000	-	-	100,000	-	-	100,000
Mullewa Sewer System - Brookfield Rail	49,450	-	-	49,450	-	-	49,450

(continued on next page)

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 2. Operating Revenues and Expenses (continued)

	Opening Balance ¹ 1-Jul-19	Received ² 2020	Expended ³ 2020	Closing Balance ¹ 30-Jun-20	Received ² 2021	Expended ³ 2021	Closing Balance 30-Jun-21
\$							
(d). Conditions Over Grants, Subsidies & Contributions (continued)							
Grant/Subsidy/Contribution (continued)							
Mullewa Sewerage System	-	-	-	-	19,100	-	19,100
NWCH Path	50,932	-	-	50,932	-	-	50,932
Olive Street POS	450,103	-	-	450,103	-	(203,401)	246,702
Parks & Gardens	-	-	-	-	1,188,850	(314,320)	874,530
Park Upgrade Program	85,000	-	-	85,000	-	-	85,000
Pathway Renewals	344,923	17,000	(298,413)	63,510	667,330	(160,458)	570,382
Pass Street Pedestrian Crossing	-	-	-	-	132,481	-	132,481
Public Open Space - Sunset Beach Estate	45,093	-	-	45,093	-	-	45,093
Purchase & Installation of New Body Scanning Equipment	-	255,000	-	255,000	-	(235,657)	19,343
QPT Regional Performing Arts - Lotterywest	-	26,500	-	26,500	-	(15,741)	10,759
Railway Street Safe Active Street	-	53,439	-	53,439	549,432	-	602,871
Renewal of Parking Meters	-	-	-	-	18,174	-	18,174
Retention Amounts (EVO, Convic and Mitchell & Brown, WACB & RDH)	65,958	-	-	65,958	-	-	65,958
Road Renewals	74,988	-	(72,340)	2,648	-	-	2,648
RoadWise - Strengthening Communities	4,452	-	-	4,452	-	-	4,452
Runway 08/26 Surface Renewal	-	-	-	-	48,926	(32,203)	16,723
Seniors User-Friendly Business Program	3,256	-	-	3,256	-	(3,256)	-
Streets, Roads, Bridges & Depots	-	-	-	-	663,261	(342,701)	320,560
South Tomi Project	8,000	-	-	8,000	-	-	8,000
Stuart Road (No 24) Cash inlieu Contribution Revegetation	1,941	-	-	1,941	-	-	1,941
Sunset Beach	-	37,600	-	37,600	-	-	37,600

(continued on next page)

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 2. Operating Revenues and Expenses (continued)

	Opening Balance ¹ 1-Jul-19	Received ² 2020	Expended ³ 2020	Closing Balance ¹ 30-Jun-20	Received ² 2021	Expended ³ 2021	Closing Balance 30-Jun-21
--	---	-------------------------------	-------------------------------	--	-------------------------------	-------------------------------	---------------------------------

(d). Conditions Over Grants, Subsidies & Contributions (continued)

Grant/Subsidy/Contribution (continued)

Swimming Areas & Beaches	-	-	-	-	1,136,753	(286,913)	849,840
Verita Road Bridge	201,816	-	-	201,816	-	-	201,816
Underground Drainage	-	-	-	-	148,808	-	148,808
Walkaway Public Hall	-	-	-	-	76,529	-	76,529
Wind on Water (WoW) Fest 2020	-	-	-	-	2,500	-	2,500
Total Unexpended Capital Works and Grants	<u>13,375,322</u>	<u>1,034,026</u>	<u>(7,709,730)</u>	<u>6,699,619</u>	<u>7,548,243</u>	<u>(2,879,732)</u>	<u>11,368,129</u>
Beresford Foreshore Coastal Protection and Enhancement ^(b)	4,708,118	-	(1,637,520)	3,070,598	3,494	(53,525)	3,020,567
Total Unspent Grants, Subsidies & Contributions (WATC)	<u>4,708,118</u>	<u>-</u>	<u>(1,637,520)</u>	<u>3,070,598</u>	<u>3,494</u>	<u>(53,525)</u>	<u>3,020,567</u>

Grant income under AASB 15

Where grant income arises from an agreement which is enforceable and contains sufficiently specific performance obligations then the revenue is recognised when control of each performance obligations is satisfied.

Payment terms vary depending on the terms of the grant, cash is received upfront for some grants and on the achievement of certain payment milestones for others.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 2. Operating Revenues and Expenses (continued)

\$

(d). Conditions Over Grants, Subsidies & Contributions (continued)

Grant/Subsidy/Contribution (continued)

Each performance obligation is considered to ensure that the revenue recognition reflects the transfer of control and within grant agreements there may be some performance obligations where control transfers at a point in time and others which have continuous transfer of control over the life of the contract.

Where control is transferred over time, generally the input methods being either costs or time incurred are deemed to be the most appropriate methods to reflect the transfer of benefit.

Grant income under AASB 1058

Assets arising from grants in the scope of AASB 1058 is recognised at the assets fair value when the asset is received. Councils considers whether there are any related liability or equity items associated with the asset which are recognised in accordance with the relevant accounting standard.

Once the assets and liabilities have been recognised then income is recognised for any remaining asset value at the time that the asset is received.

Capital grants

Capital grants received to enable Council to acquire or construct an item of property, plant and equipment to identified specifications which will be under Council's control and which is enforceable are recognised as revenue as and when the obligation to construct or purchase is completed. For construction projects, this is generally as the construction progresses in accordance with costs incurred since this is deemed to be the most appropriate measure of the completeness of the construction project as there is no profit margin.

Where assets are donated or purchased for significantly below fair value, the revenue is recognised when the asset is acquired and controlled by the Council.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 2. Operating Revenues and Expenses (continued)

\$

(d). Conditions Over Grants, Subsidies & Contributions (continued)

Notes:

- (1) - Grants/contributions recognised as revenue in a previous reporting period which were not expended at the close of the previous period.
- (2) - New grants/contributions which were recognised as revenue during the reporting period and which had not yet been fully expended in the manner specified by the contributor.
- (3) - Grants/contributions which had been recognised as revenue in a previous reporting period or received in the current reporting period and which were expended in the current reporting period in the manner specified by the contributor.
- (4) - Grants received but not expected to be fully expended in the next financial year.
- (5) - Funding is provided under a Royalties for Region - Financial Assistance Agreement between the Department of Regional Development and the City of Greater Geraldton. The full amount of the Funding provided under this Agreement is required to be invested by the City of Greater Geraldton with the Western Australian Treasury Corporation (WATC) until expended as per agreed and approved budget. Under the conditions of the agreement the City has opened a separate Overnight Cash Deposit Facility (ODCF) that gives the City access to the funds at call. The Department of Regional Development is joint signatory to the WATC ODCF account related to the funding and all withdrawals/drawdowns will require the approved signatures of both the Department and the City before WATC will release the funds. Interest received on the ODCF is recognised as liability and added to the Unexpended Non-Operating Grants account to be utilised for the Project in accordance with the Financial Assistance Agreement.
- (6) - Economic Dependency
A significant portion of revenue is received by way of grants from the State and Federal Government. The total of grant revenue from government sources is disclosed within the Statement of Comprehensive Income.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 3. Cash and Cash Equivalents

\$	Notes	2021 Actual	2020 Actual
Cash - Unrestricted		8,880,651	8,783,406
Cash - Restricted*		22,515,782	26,079,553
Total Cash and Cash Equivalents	16(a)	31,396,433	34,862,959
<i>* Note 4 includes Reserve investments of \$13,347,015. Total restricted cash is \$35,862,797</i>			
The following restrictions have been imposed by regulations or other externally imposed requirements:			
Parking Land Reserve	14	551,759	551,759
Unexpended Capital Works & Restricted Grant Reserve	14	11,368,129	6,699,619
Employee Entitlements Reserve	14	3,100,000	3,100,000
Major Initiatives Reserve	14	5,281,655	1,781,655
Asset Renewal Reserve	14	11,144,354	10,803,605
Point Moore Reserve	14	110,318	72,317
Money In Lieu of Public Open Space	14	1,286,015	-
Total Reserves		32,842,230	23,008,955
Unspent Grants	2(d)	3,020,567	3,070,598
Total Unspent Grants and Loans		3,020,567	3,070,598
Total Restricted Cash		35,862,797	26,079,553

SIGNIFICANT ACCOUNTING POLICY

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks, other short term highly liquid investments. The carrying value of cash at bank and short term deposits with original maturities of less than three months approximates their fair value.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 4. Financial Assets

\$	Notes	2021 Actual	2020 Actual
Current			
Financial assets (debt securities) at amortised cost		18,910,378	2,352,977
Financial assets previously classified as loans and receivables		66,000	-
Total Current Financial Assets		18,976,378	2,352,977
Financial assets (debt securities) at amortised cost			
Long term deposits with original maturities greater than 3 month		18,847,015	2,300,000
Self Supporting Loans		63,363	52,977
		18,910,378	2,352,977
Financial assets previously classified as loans and receivables			
Mortgage backed securities		66,000	-
		66,000	-
Non-Current			
Financial assets at fair value through profit and loss		332,131	320,495
Financial assets (debt securities) at amortised cost		319,681	198,565
Total Non-Current Financial Assets		651,812	519,059
Financial assets at fair value through profit and loss			
Local Government House Trust		332,131	320,495
		332,131	320,495
Financial assets (debt securities) at amortised cost			
Self Supporting Loans		319,681	198,565
		319,681	198,565
Movements in Financial Assets at Fair Value through Profit and Loss			
At beginning of the year		320,495	315,308
Additions		11,636	5,187
At end of the year		332,131	320,495

SIGNIFICANT ACCOUNTING POLICY**Other financial assets at amortised cost**

The City classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 4. Financial Assets (continued)

\$

Financial assets at fair value through profit and loss

The City classifies the following financial assets at fair value through profit and loss:

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

Previous accounting policy: available for sale financial assets

Available-for-sale financial assets were non-derivative financial assets that were either not suitable to be classified as other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

Previous accounting policy: Loans and receivables

Non-derivative financial assets with fixed or determinable payments that were not quoted in an active market and are solely payments of principal and interest were classified as loans and receivables and are subsequently measured at amortised cost, using the effective interest rate method.

Note 5. Trade & Other Receivables

\$	Notes	2021 Actual	2020 Actual
Current			
Rates		4,858,566	4,825,083
Sundry Debtors		1,201,306	926,986
GST Net Position		317,825	312,352
Interest		-	56,024
Accrued Income		68,665	749,713
Prepayments		1,015,566	971,320
Less: provision for uncollectability	38(b)	(144,769)	(109,164)
Total Current Trade & Other Receivables		<u><u>7,317,159</u></u>	<u><u>7,732,314</u></u>
Non-Current			
Rates Outstanding - Pensioners		576,695	535,044
Total Non-Current Trade & Other Receivables		<u><u>576,695</u></u>	<u><u>535,044</u></u>

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 5. Trade & Other Receivables (continued)

\$

Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

Trade receivables are recognised at original invoice amount less any allowances for uncollectible amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

Impairment and risk exposure

Information about the impairment of trade receivables and their exposure to credit risk and interest rate risk can be found in Note 38.

Previous accounting policy: Impairment of trade receivables

In the prior year, the impairment of trade receivables was assessed based on the incurred loss model. Individual receivables which were known to be uncollectible were written off by reducing the carrying amount directly. The other receivables were assessed collectively to determine whether there was objective evidence that an impairment had been incurred but not yet identified. For these receivables the estimated impairment losses were recognised in a separate provision for impairment.

Classification and subsequent measurement

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Trade receivables are held with the objective to collect the contractual cashflows and therefore measures them subsequently at amortised cost using the effective interest rate method.

Due to the short term nature of current receivables, their carrying amount is considered to be the same as their fair value. Non-current receivables are indexed to inflation, any difference between the face value and fair value is considered immaterial.

COVID 19 Response

In its response to COVID-19, the City offered rent relief to some tenants who were badly affected by the pandemic. The rent relief was in line with the Commercial Tenancies (COVID-19 Response) Act 2020 WA. The relief was in two parts, a portion of the rentals was to be waived and another portion was to be deferred, all based on the reduction of revenue of at least 30% over the previous year.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 6. Inventories

\$	Notes	2021 Actual	2020 Actual
Current			
Fuel and Materials		327,924	400,117
Resalable Merchandise		35,887	106,271
Total Current Inventories		<u><u>363,811</u></u>	<u><u>506,388</u></u>

SIGNIFICANT ACCOUNTING POLICIES**(i) Raw materials and stores, work in progress and finished goods**

Raw materials and stores, work in progress and finished goods are stated at the lower of cost and net realisable value. Cost comprises direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. Costs are assigned to individual items of inventory on the basis of weighted average costs. Net realisable value is the established selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

(ii) Land Held for resale/capitalisation of borrowing costs

Land held for resale is stated at the lower of cost and net realisable value. Cost is assigned by specific identification and includes the cost of acquisition, and development and borrowing costs during development. When development is completed borrowing costs and other holding charges are expensed as incurred. Borrowing costs included in the cost of land held for resale are those costs that would have been avoided if the expenditure on the acquisition and development of the land had not been made. Borrowing costs incurred while active development is interrupted for extended periods are recognised as expenses.

Revenue arising from the sale of property is recognised in the operating statement as at the time of signing a binding contract of sale. Land held for resale is classified as current except where it is held as non-current based on the Council's intentions to release for sale.

City of Greater Geraldton

Notes to the Financial Statements
for the year ended 30 June 2021

Note 7a. Property, Plant and Equipment

\$	Notes	2021 Actual	2020 Actual
Land - Fair Value		59,750,238	83,726,760
Land - Cost (Additions at fair value)		124,762	1,925,915
		<u>59,875,000</u>	<u>85,652,675</u>
Buildings - Fair Value		102,910,478	110,145,686
Buildings - Cost (Additions at fair value)		1,322,374	2,760,164
Less Accumulated Depreciation		-	(6,074,628)
Less Accumulated Impairment		(152,853)	-
		<u>104,079,999</u>	<u>106,831,222</u>
Furniture and Equipment - Fair Value		1,722,657	901,834
Furniture and Equipment - Cost (Additions at fair value)		368,922	917,500
Less Accumulated Depreciation		(690,617)	(352,678)
		<u>1,400,962</u>	<u>1,466,656</u>
Plant and Equipment - Fair Value		15,635,324	13,798,628
Plant and Equipment - Cost (Additions at fair value)		818,253	2,153,379
Less Accumulated Depreciation		(7,395,942)	(6,139,641)
		<u>9,057,635</u>	<u>9,812,366</u>
Artwork - Fair Value		813,609	803,609
Artwork - Cost (Additions at fair value)		-	10,000
		<u>813,609</u>	<u>813,609</u>
Total Property, Plant & Equipment	7(b)	<u><u>175,227,205</u></u>	<u><u>204,576,528</u></u>

City of Greater Geraldton

Notes to the Financial Statements
for the year ended 30 June 2021

Note 7b. Property, Plant and Equipment (continued)

Movements in Carrying Amounts

		Land	Buildings	Furniture and Equipment	Plant and Equipment	Artwork	Total
\$	Notes	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	
Balance as at 1 July 2020		85,652,675	106,831,222	1,466,656	9,812,366	813,609	204,576,528
Additions							
- Renewal	22		805,159	358,634	530,163	-	1,693,956
- New	22	124,762	517,215	10,288	288,090	-	940,355
Disposals	23	(1,794,005)	(520,762)	-	(316,682)	-	(2,631,450)
Revaluation - (Decrements)	15	(24,108,432)	(233,860)	-	-	-	(24,342,292)
Impairment - (Decrements)		-	(152,853)	-	-	-	(152,853)
Depreciation	2(a)	-	(2,010,723)	(434,616)	(1,427,818)	-	(3,873,157)
Depreciation on Disposal		-	35,923	-	171,516	-	207,439
Reclassifications between Asset Classes		-	(1,191,322)	-	-	-	(1,191,322)
Property, Plant & Equipment at 30 June 2021		59,875,000	104,079,999	1,400,962	9,057,635	813,609	175,227,205
Balance as at 1 July 2019		84,919,345	106,639,744	1,584,409	9,765,147	696,946	203,605,591
Additions							
- Renewal	22	-	1,577,478	214,025	1,914,836	-	3,706,339
- New	22	1,925,915	1,182,686	703,475	238,543	10,000	4,060,619
Disposals	23	(357,641)	(623,374)	(708,943)	(737,988)	-	(2,427,946)
Revaluation - (Decrements)	15	-	(480,030)	-	-	-	(480,030)
Depreciation	2(a)	-	(2,121,410)	(352,678)	(1,760,820)	-	(4,234,908)
Depreciation on Disposal		-	42,603	-	379,747	-	422,350
Reclassifications between Asset Classes		(834,944)	613,526	26,368	12,900	106,663	(75,487)
Property, Plant & Equipment at 30 June 2020		85,652,675	106,831,222	1,466,656	9,812,365	813,609	204,576,528

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 8a. Infrastructure

\$	Notes	2021 Actual	2020 Actual
Roads - Fair Value		615,513,357	603,384,916
Roads - Cost (Additions at fair value)		11,632,657	12,128,441
Less Accumulated Depreciation		(48,238,689)	(31,822,273)
		<u>578,907,325</u>	<u>583,691,084</u>
Recreation - Fair Value		53,505,852	48,165,839
Recreation - Cost (Additions at fair value)		3,118,695	4,194,502
Less Accumulated Depreciation		(5,492,607)	(3,489,785)
		<u>51,131,940</u>	<u>48,870,556</u>
Car Parks - Fair Value		11,832,571	11,462,208
Car Parks - Cost (Additions at fair value)		124,127	324,552
Less Accumulated Depreciation		(1,409,841)	(915,747)
		<u>10,546,857</u>	<u>10,871,013</u>
Meru Landfill - Fair Value		18,982,142	17,455,166
Meru Landfill - Cost (Additions at fair value)		97,960	1,462,516
Less Accumulated Depreciation		(2,097,692)	(1,524,777)
		<u>16,982,410</u>	<u>17,392,905</u>
Airport - Fair Value		25,985,800	25,747,143
Airport - Cost (Additions at fair value)		185,722	238,657
Less Accumulated Depreciation		(1,110,618)	-
		<u>25,060,905</u>	<u>25,985,800</u>
Effluent Scheme - Fair Value		586,394	586,394
Less Accumulated Amortisation		(53,356)	(34,974)
		<u>543,938</u>	<u>551,420</u>
Total Infrastructure	8(b)	<u><u>683,173,375</u></u>	<u><u>687,362,777</u></u>

City of Greater Geraldton

Notes to the Financial Statements
for the year ended 30 June 2021

Note 8b. Infrastructure (continued)

Movements in Carrying Amounts

		Roads	Recreation	Car Parks	Meru Landfill	Airport	Effluent Scheme	Total
\$	Notes	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	
Balance as at 1 July 2020		583,691,084	48,870,556	10,871,013	17,392,905	25,985,800	551,420	687,362,777
Additions								
- Renewal	22	7,085,463	2,538,567	113,383	19,745	164,893	10,900	9,932,951
- New	22	4,547,194	580,128	10,744	78,215	20,829	-	5,237,110
Depreciation (Expense)	2(a)	(16,416,416)	(2,002,822)	(494,094)	(572,915)	(1,110,618)	(18,382)	(20,615,246)
Reclassifications between Asset Classes		-	1,145,511	45,811	-	-	-	1,191,322
Other Movements		-	-	-	64,460	-	-	64,460
Infrastructure at 30 June 2021		578,907,325	51,131,940	10,546,857	16,982,410	25,060,905	543,938	683,173,375
Balance as at 1 July 2019		585,123,301	49,761,450	10,133,495	17,956,086	51,560,812	569,774	715,104,917
Additions								
- Renewal	22	8,964,422	2,654,286	35,327	6,221	10,170	-	11,670,426
- New	22	3,164,019	1,540,216	289,225	1,456,295	228,487	-	6,678,242
Disposals	21	(2,899)	-	-	-	-	-	(2,899)
Revaluation - (Decrements)	13	-	-	-	-	(24,593,701)	-	(24,593,701)
Depreciation (Expense)	2(a)	(16,099,319)	(1,737,716)	(481,590)	(684,481)	(1,207,068)	(18,354)	(20,228,528)
Depreciation on Disposal		46	-	-	-	-	-	46
Reclassifications between Asset Classes		2,541,514	(3,347,679)	894,555	-	(12,900)	-	75,491
Other Movements		-	-	-	(1,341,216)	-	-	(1,341,216)
Infrastructure at 30 June 2020		583,691,084	48,870,556	10,871,013	17,392,905	25,985,800	551,420	687,362,777

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 8c. Fixed Assets

\$

SIGNIFICANT ACCOUNTING POLICIES

Fixed assets

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

Initial recognition and measurement between mandatory revaluation dates

Assets for which the fair value as at the date of acquisition is under \$5,000 are not recognised as an asset in accordance with Financial Management Regulation 17A (5). These assets are expensed immediately.

Where multiple individual low value assets are purchased together as part of a larger asset or collectively forming a larger asset exceeding the threshold, the individual assets are recognised as one asset and capitalised.

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition.

The cost of non-current assets constructed by the City includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

Individual assets that are land, buildings, infrastructure and investment properties acquired between initial recognition and the next revaluation of the asset class in accordance with the mandatory measurement framework, are recognised at cost and disclosed as being at fair value as management believes cost approximates fair value. They are subject to subsequent revaluation at the next anniversary date in accordance with the mandatory measurement framework.

Revaluation

The fair value of land, buildings, infrastructure and investment properties is determined at least every five years in accordance with the regulatory framework. This includes buildings and infrastructure items which were pre-existing improvements (i.e. vested improvements) on vested land acquired by the City. At the end of each period the valuation is reviewed and where appropriate the fair value is updated to reflect current market conditions. This process is considered to be in accordance with Local Government (Financial Management) Regulation 17A (2) which requires land, buildings, infrastructure, investment properties and vested improvements to be shown at fair value. Increases in the carrying amount arising on revaluation of assets are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same class of asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

AUSTRALIAN ACCOUNTING STANDARDS - INCONSISTENCY

Land under control prior to 1 July 2019

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

Land under roads prior to 1 July 2019

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

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 8c. Fixed Assets (continued)

\$

SIGNIFICANT ACCOUNTING POLICIES (continued)

In respect of land under roads acquired on or after 1 July 2008, as detailed above, the then Local Government (Financial Management) Regulation 16(a)(i) prohibited local governments from recognising such land as an asset. Whilst such treatment is inconsistent with the requirements of AASB 1051, Local Government (Financial Management) Regulation 4(2) provides, in the event of such an inconsistency, the Local Government (Financial Management) Regulations prevail. Consequently, any land under roads acquired on or after 1 July 2008 was not included as an asset of the City.

Land under roads from 1 July 2019

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

Vested improvements from 1 July 2019

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

Refer to Note 10 that details the significant accounting policies applying to leases (including right of use assets).

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. Assets are depreciated from the date of acquisition or, in respect of internally constructed assets, from the time the asset is completed and held ready for use.

All Land and Art purchases are capitalised. The remaining asset classes will be capitalised if the cost exceeds the following thresholds:

Buildings	\$5,000
Plant, Equipment & Tools	\$5,000
Furniture & Equipment	\$5,000
Computer & Electronic Equipment	\$5,000

Individual items of a similar nature purchased in bulk having an aggregate value of \$ 5,000 or more are capitalised as a fixed asset at the aggregate cost regardless of the individual price of the item.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 8c. Fixed Assets (continued)

\$

SIGNIFICANT ACCOUNTING POLICIES (continued)

Depreciation is recognised on a straight-line basis, using rates, which are reviewed each reporting period.

Major depreciation periods are:

Buildings - non-specialised	8 to 100 years
Furniture and equipment	3 to 10 years
Plant and equipment	5 to 20 years
Infrastructure - Roads	15 to 40 years
Infrastructure - Recreation	20 to 100 years
Infrastructure - Car Parks	20 to 100 years
Infrastructure - Meru Landfill	8 to 75 years
Infrastructure - Airport	10 to 100 years
Infrastructure - Effluent Scheme	10 to 40 years
Infrastructure - Footpaths	15 to 50 years
Infrastructure - Drainage	15 to 80 years
Right of use - Furniture and Equipment	2 to 5 years

The assets residual value and useful lives are reviewed and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the Statement of Comprehensive Income. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 9. Contract Balances

\$	Notes	2021 Actual	2020 Actual
SIGNIFICANT ACCOUNTING POLICIES			
Where the amounts billed to customers are based on the achievement of various milestones established in the contract, the amounts recognised as revenue in a given period do not necessarily coincide with the amounts billed to or certified by the customer.			
When a performance obligation is satisfied by transferring a promised good or service to the customer before the customer pays consideration or before payment is due, Council presents the work in progress as a contract asset, unless the rights to that amount of consideration are unconditional, in which case Council recognises a receivable.			
When an amount of consideration is received from a customer / fund provider prior to Council transferring a good or service to the customer, Council presents the funds which exceed revenue recognised as a contract liability.			
(a) Contract Assets			
Contract Assets		53,865	20,484
Total Contract Assets		<u>53,865</u>	<u>20,484</u>
Classified as:			
Current contract assets		53,865	20,484
Total contract assets		<u>53,865</u>	<u>20,484</u>
Contracts with customers		53,865	20,484
(b) Contract Liabilities			
Funds received upfront to construct Council controlled assets		792,293	1,532,767
Deposits received in advance of services provided		355,034	472,563
Total Contract Liabilities		<u>1,147,327</u>	<u>2,005,330</u>
Classified as:			
Current contract liabilities		1,147,327	2,005,330
Total contract liabilities		<u>1,147,327</u>	<u>2,005,330</u>
(c) Significant changes in contract balances			
The contract assets and liabilities arose on adoption of AASB 15 and AASB 1058. Previously the revenue was recognised on receipt and therefore there was no effect on the statement of financial position.			

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 10. Leases

\$

Council as a lessee

SIGNIFICANT ACCOUNTING POLICIES

Council has leases in place over Library RFID Self Loan station and Printers. Council has applied the exception to lease accounting for leases of low-value assets and short-term leases.

Where Council assesses that an agreement contains a lease, a right of use asset and lease liability is recognised on inception of the lease. Council does not separate lease and non-lease components for any class of assets and has accounted for lease payments as a single component.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises: the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration, less any lease incentives received. All right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost (i.e not included in the statement of financial position). The exception is vested improvements on concessionary land leases such as roads, buildings or other infrastructure which are reported at fair value. The right-of-use is depreciated over the lease term on a straight-line basis and assessed for impairment in accordance with the impairment.

The lease liability is initially recognised at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Council's incremental borrowing rate for a similar term with similar security is used.

Exceptions to lease accounting

Council has applied the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. Council recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

Leases at significantly below market value / concessionary leases

Council has elected to measure the right of use asset arising from the concessionary leases at cost which is based on the associated lease liability at initial recognition.

Terms and conditions of leases

Library RFID Self loan station

The lease relates to the RFID Self Loan Station at the City Library. The term of the lease is 5 years. The lease ends on the 24th of December 2020. The lease has fixed annual repayments of \$20,752. The equipment will be returned at the end of the lease.

Printers

The lease relates to printers located all over the City premises. The lease commenced on the 24th of October 2019 and the lease is for 5 years. The lease has fixed monthly repayments of \$4,174. At the end of the lease the City can either terminate the lease or continue with the lease.

City of Greater Geraldton

Notes to the Financial Statements
for the year ended 30 June 2021

Note 10. Leases (continued)

	Library RFID Self loan station \$	Printers \$	Total \$
Right of use assets			
2021			
Opening balance	14,788	183,009	197,797
Depreciation charge	14,788	43,040	57,828
Balance at 30 June 2021	-	139,969	139,969
2020			
Adoption of AASB 16 at 1 July 2019	29,575		29,575
Additions to right-of-use assets	-	215,200	215,200
Depreciation charge	14,788	32,191	46,979
Balance at 30 June 2020	14,788	183,009	197,796

Lease liabilities

	2021 Actual	2020 Actual
Classified as:		
Current lease liability	42,444	49,637
Non-current lease liability	101,384	143,827
Total lease liabilities	143,828	193,464

The table below shows the maturity analysis of the lease liabilities based on contractual cashflows and therefore the amounts will not be the same as the recognised lease liability in the statement of financial position.

	< 1 year \$	1 to 5 years \$	> 5 years \$	Total \$	Total per statement of financial position \$
2021					
Library RFID Self Loan Station	-	-	-	-	-
Printers	50,093	108,535	-	158,628	143,828
	<u>50,093</u>	<u>108,535</u>	<u>-</u>	<u>158,628</u>	<u>143,828</u>
2020					
Library RFID Self Loan Station	10,376	-	-	10,376	9,715
Printers	50,093	158,629	-	208,722	183,749
	<u>60,469</u>	<u>158,629</u>	<u>-</u>	<u>219,098</u>	<u>193,464</u>

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 10. Leases (continued)

\$	2021 Actual	2020 Actual
Amounts included in the statement of comprehensive income related to leases		
The following amounts have been recognised in the statement of comprehensive income for leases where Council is the lessee.		
Expenses		
Depreciation of right-of-use assets	57,828	46,979
Interest expense on lease liabilities	10,833	11,185
Net expense relating to leases	<u>68,661</u>	<u>58,164</u>

Amounts included in the statement of cash flows related to leases

The following amounts have been recognised in the statement of cash flows for leases where Council is the lessee.

Cash flows from operating activities

Payments for interest on lease liabilities	10,833	11,185
Total cash inflows/(outflows) from operating activities	<u>10,833</u>	<u>11,185</u>
Total cash inflows/(outflows) for leases	<u>10,833</u>	<u>11,185</u>

Note 11. Trade and Other Payables

Current

Sundry Creditors	10,253,834	5,973,679
Accrued Interest on Debentures	135,886	160,200
Accrued Salaries and Wages	699,529	601,227
Unexpended Non-Operating Grants (WATC)	3,020,567	3,070,598
Income Received in Advance	-	50,624
Total Current Trade and Other Payables	<u>14,109,816</u>	<u>9,856,328</u>

SIGNIFICANT ACCOUNTING POLICIES

Trade and other payables are carried at amortised cost. They represent liabilities for goods and services provided to the Municipality prior to the end of the financial year that are unpaid and arise when the Municipality 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.

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 12. Borrowings

\$	Notes	2021 Actual	2020 Actual
Current			
Secured by Floating Charge - Debentures	25(a)	4,600,668	4,798,496
Total Current Borrowings		<u>4,600,668</u>	<u>4,798,496</u>
Non-Current			
Secured by Floating Charge - Debentures	25(a)	23,864,366	28,280,554
Total Non-Current Borrowings		<u>23,864,366</u>	<u>28,280,554</u>

SIGNIFICANT ACCOUNTING POLICIES

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 for 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 Statement of Financial Position date. 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.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 13. Provisions

\$	2021 Actual	2020 Actual
Current		
Annual Leave	2,091,348	2,442,805
Long Service Leave	2,479,633	2,268,028
Sick Leave	368,688	426,891
Accrued RDO's	799	51,546
Total Current Provisions	4,940,468	5,189,270
Non-Current		
Long Service Leave	391,632	320,804
Provision for Infrastructure Meru - Rehabilitation	9,155,248	9,090,788
Total Non-Current Provisions	9,546,880	9,411,592

SIGNIFICANT ACCOUNTING POLICIES

Employee Benefits

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

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

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

Long Service Leave (Long-term Benefits)

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match as closely as possible, the estimated future cash outflows.

Where Council does not have the unconditional right to defer settlement beyond 12 months, the liability is recognised as a current liability.

Provisions

Provisions are recognised when the City has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 14. Reserves - Cash/Investment Backed

\$	2021 Actual	2021 Budget	2020 Actual
(a). Parking Land Reserve			
Opening Balance	551,759	51,759	51,759
Amount Set Aside / Transfer to Reserve	-	-	500,000
	<u>551,759</u>	<u>51,759</u>	<u>551,759</u>
(b). Unexpended Capital Works & Restricted Grant Reserve			
Opening Balance	6,699,618	5,994,201	13,375,322
Amount Set Aside / Transfer to Reserve	7,532,052	-	1,034,025
Amount Used / Transfer from Reserve	(2,863,541)	(1,808,000)	(7,709,729)
	<u>11,368,128</u>	<u>4,186,201</u>	<u>6,699,618</u>
(c). Employee Entitlements Reserve			
Opening Balance	3,100,000	1,600,000	1,600,000
Amount Set Aside / Transfer to Reserve	-	-	1,500,000
Amount Used / Transfer from Reserve	-	(500,000)	-
	<u>3,100,000</u>	<u>1,100,000</u>	<u>3,100,000</u>
(d). Major Initiatives Reserve			
Opening Balance	1,781,655	1,031,655	31,655
Amount Set Aside / Transfer to Reserve	3,500,000	2,335,000	1,750,000
Amount Used / Transfer from Reserve	-	(750,000)	-
	<u>5,281,655</u>	<u>2,616,655</u>	<u>1,781,655</u>
(e). Asset Renewal Reserve			
Opening Balance	10,803,604	9,617,576	6,942,576
Amount Set Aside / Transfer to Reserve	1,600,000	-	3,861,029
Amount Used / Transfer from Reserve	(1,259,250)	(2,000,000)	-
	<u>11,144,354</u>	<u>7,617,576</u>	<u>10,803,604</u>
(f). Point Moore Reserve			
Opening Balance	72,318	68,318	34,318
Amount Set Aside / Transfer to Reserve	38,000	34,000	38,000
	<u>110,318</u>	<u>102,318</u>	<u>72,318</u>
(g). Money In Lieu of Public Open Space			
Opening Balance	-	-	-
Amount Set Aside / Transfer to Reserve	1,286,015	-	-
	<u>1,286,015</u>	<u>-</u>	<u>-</u>
Total Reserves	<u><u>32,842,232</u></u>	<u><u>15,674,509</u></u>	<u><u>23,008,955</u></u>

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 14. Reserves - Cash/Investment Backed (continued)

\$	2021 Actual	2021 Budget	2020 Actual
Summary of Reserve Transfers			
Transfers to Reserves			
Parking Land Reserve	-	-	500,000
Unexpended Capital Works & Restricted Grant Reserve	7,532,052	-	1,034,025
Employee Entitlements Reserve	-	-	1,500,000
Major Initiatives Reserve	3,500,000	2,335,000	1,750,000
Asset Renewal Reserve	1,600,000	-	3,861,029
Point Moore Reserve	38,000	34,000	38,000
Money In Lieu of Public Open Space	1,286,015	-	-
Total Transfers to Reserves	13,956,067	2,369,000	8,683,054
Transfers from Reserves			
Unexpended Capital Works & Restricted Grant Reserve	(2,863,541)	(1,808,000)	(7,709,729)
Employee Entitlements Reserve	-	(500,000)	-
Major Initiatives Reserve	-	(750,000)	-
Asset Renewal Reserve	(1,259,250)	(2,000,000)	-
Total Transfers from Reserves	(4,122,791)	(5,058,000)	(7,709,729)
Total Net Transfer to/(from) Reserves	9,833,276	(2,689,000)	973,326

All of the cash backed reserves are supported by money held in financial institutions and match the amounts shown as restricted cash in Note 3 and 4 to this financial report.

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

Parking Land 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.

Unexpended Capital Works & Restricted Grant Reserve

The purpose of this reserve is to restrict grant funds received that were unspent in the financial year including any tied contribution from the City plus any unexpended capital works to be carried over to the next financial

Employee 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 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 Enterprise Agreement.

Major Initiatives Reserve

The purpose of this reserve is to provide funding tied to prioritised capital works program and major projects/initiatives. Funds to be mainly derived from net proceeds on land sales.

Money In Lieu of Public Open Space

The purpose of this reserve is to set aside funds received from developers in lieu of land. The funds can be used to purchase land for parks, recreation grounds or open spaces generally.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 14. Reserves - Cash/Investment Backed (continued)

\$

Asset Renewal Reserve

The purpose of this reserve is to fund infrastructure renewal. Any funds that are unspent from the annual asset renewal program are to be disbursed into this reserve for future renewal programs, unbudgeted emergent and/or emergency renewal works.

Point Moore Reserve

The purpose of this reserve is to build funds from the annual demolition levy applied and to be paid by the Lessee per clause 4.2 of Point Moore Beach Cottages Leases in removal of all improvements and in remediation of sites.

Note 15. Reserves - Asset Revaluation

\$	Notes	2021 Actual	2020 Actual
Asset revaluation reserves have arisen on revaluation of the following classes of assets:			
(a). Land			
Opening Balance		46,479,611	46,479,611
Revaluation Decrement	7(b)	(24,108,432)	-
		<u>22,371,179</u>	<u>46,479,611</u>
(b). Buildings			
Opening Balance		48,700,445	49,180,474
Impairment Adjustment	7(b)	(152,853)	-
Revaluation Decrement	7(b)	(233,860)	(480,029)
		<u>48,313,732</u>	<u>48,700,445</u>
(c). Plant and Equipment			
Opening Balance		1,601,370	1,601,370
		<u>1,601,370</u>	<u>1,601,370</u>
(d). Artwork			
Opening Balance		100,239	100,239
		<u>100,239</u>	<u>100,239</u>
(e). Roads			
Opening Balance		397,344,499	397,344,499
		<u>397,344,499</u>	<u>397,344,499</u>
(f). Car Parks			
Opening Balance		10,899,811	10,899,811
		<u>10,899,811</u>	<u>10,899,811</u>

City of Greater Geraldton

Notes to the Financial Statements
for the year ended 30 June 2021

Note 15. Reserves - Asset Revaluation (continued)

\$	Notes	2021 Actual	2020 Actual
(g). Meru Landfill			
Opening Balance		1,458,254	1,458,254
		<u>1,458,254</u>	<u>1,458,254</u>
(h). Airport			
Opening Balance		-	20,210,775
Revaluation Decrement	8(b)	-	(20,210,775)
		<u>-</u>	<u>-</u>
(i). Effluent Scheme			
Opening Balance		298,110	298,110
		<u>298,110</u>	<u>298,110</u>
Total Asset Revaluation Reserves		<u>482,387,194</u>	<u>506,882,338</u>

Note 16. Notes to the Statement of Cash flows

\$	Notes	2021 Actual	2021 Budget	2020 Actual
(a). Reconciliation of Cash				
For the purposes of the Statement of Cash Flows, cash includes cash on hand and cash equivalents, net of outstanding bank overdrafts. Cash at the end of the reporting period is reconciled to the related items in the Statement of Financial Position as follows:				
Cash and Cash Equivalents	3	<u>31,396,433</u>	<u>29,791,391</u>	<u>34,862,959</u>

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 16. Notes to the Statement of Cash flows (continued)

\$	Notes	2021 Actual	2021 Budget	2020 Actual
(b). Reconciliation of Net Cash Provided By Operating Activities to Net Result				
Net Result		5,142,517	1,513,792	2,065,228
Depreciation		24,546,232	24,646,964	24,510,416
Write Down (Up) in Fair Value of Investments		(11,636)	-	(5,187)
(Profit)/Loss on Sale of Assets		(850,581)	381,854	1,322,857
Other Non Cash Movements		1,225,575	-	8,810,154
Decrease/(Increase) in Receivables		337,898	1,659,272	1,055,138
Increase/(Decrease) in Provision for Doubtful Debts		35,605	-	71,893
Decrease/(Increase) in Inventories		142,577	52,515	18,673
Decrease/(Increase) in Other Current Assets		(33,381)	-	(20,485)
Increase/(Decrease) in Payables & Accruals		4,277,801	(2,119,350)	(9,474,560)
Increase/(Decrease) in Accrued Interest Payable		(24,314)	-	(26,192)
Increase/(Decrease) in Other Current Liabilities		(858,003)	-	765,330
Increase/(Decrease) in Employee Leave Entitlements		(69,024)	(67,435)	221,811
Increase/(Decrease) in Other Provisions		(44,490)	-	(1,351,155)
Grants/Contributions for the Development of Assets		(5,157,970)	(7,761,253)	(7,130,966)
Net Cash from Operating Activities		28,658,806	18,306,359	20,832,955

(c). Undrawn Borrowing Facilities Credit Standby Arrangements

Group Credit Facility		6,000,000	-	6,000,000
Bank Overdraft Limit		750,000	-	750,000
Credit Card Limit		115,000	-	115,000
Credit Card Balance at Balance Date		(665)	-	(5,538)
Total Amount of Credit Unused		6,864,335	-	6,859,462

Security

The Commonwealth Bank of Australia holds a mortgage over Council's rates revenue.

Loan Facilities

Loan Facilities - Current	12	4,600,668		4,798,496
Loan Facilities - Non-Current	12	23,864,366		28,280,554
Total Facilities in Use at Balance Date		28,465,034		33,079,050

Note 17. Contingent Liabilities

1) The City of Geraldton has entered into an agreement with the Public Transport Authority to indemnify Brookfield Rail for 40% of the cost of modification to the Rail Bridge No. 5371 (Abraham Street) contingent on changes to container heights (double stacking). The term of the indemnity expires on the date of expiry of the current lease Brookfield Rail holds over the Rail Corridor (2049).

The likelihood of such an event to occur is considered to be remote.

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 18. Capital and Leasing Commitments

\$	2021 Actual	2020 Actual
(b). Capital Expenditure Commitments		
Contracted for:		
- capital expenditure projects	1,481,517	334,441
- plant & equipment purchases	-	477,194
Total Capital Expenditure Commitments	1,481,517	811,635
Payable:		
- not later than one year	1,481,517	811,635
Total Capital Expenditure Commitments	1,481,517	811,635

SIGNIFICANT ACCOUNTING POLICIES

Leases

Leases of property, plant and equipment where the Council has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's inception at the lower of the fair value of the leased property and the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in other long term payables. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the finance balance outstanding. The interest element of the finance cost is charged to the Statement of Comprehensive Income over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The property, plant and equipment acquired under finance leases are depreciated over the shorter of the asset's useful life and the lease term. Lease payments under operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Note 19. Subsidiaries, Joint Arrangements & Associates

Council has no interest in any Controlled Entities, Associated Entities or Joint Ventures.

City of Greater Geraldton

Notes to the Financial Statements
for the year ended 30 June 2021

Note 20. Trust Funds

	Balance	Amounts	Amounts	Balance
\$	1-Jul-20	Received	Paid / Transfere	30-Jun-21
Unclaimed Monies	10,848	8	(3,470)	7,386
POS Cash in Lieu	937,819	-	(937,819)	-
POS Cash in Lieu - Drummond Cove	89,824	-	(89,824)	-
POS Cash in Lieu - Glenfield	83,751	-	(83,751)	-
POS Cash in Lieu - Strathalbyn	248,048	-	(248,048)	-
POS Cash in Lieu - Utakearra	24,741	-	(24,741)	-
POS Cash in Lieu - Wandina	84,725	-	(84,725)	-
POS Cash in Lieu - Waggrakine Rural Residential	101,835	-	(101,835)	-
Mid West Industry Road Safety Alliance	69,265	25,954	(53,520)	41,699
Revegetation Contributions	-	105,667	-	105,667
	1,650,856	131,629	(1,627,733)	154,751

Note 21. Total Assets Classified by Function and Activity

	2021	2020
\$	Actual	Actual
Governance	11,815,816	13,746,363
General Purpose Funding	5,465,338	5,416,151
Law, Order, Public Safety	5,312,060	4,151,731
Health	834,677	874,407
Education & Welfare	4,410,688	4,062,840
Housing	877,423	789,180
Community Amenities	22,523,100	20,994,304
Recreation & Culture	108,884,865	110,906,616
Transport	638,900,000	639,077,179
Economic Services	27,513	127,793
Other Property & Services	66,835,825	103,040,172
Unallocated	52,148,855	35,583,735
	918,036,160	938,770,471

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 22. Acquisition of Assets

\$		2021 Actual	2021 Budget
By Program			
Governance			
Asset acquisition		444,556	465,500
Law, Order, Public Safety			
Asset acquisition		6,409	524,000
Community Amenities			
Asset acquisition		136,613	325,000
Recreation & Culture			
Asset acquisition		3,552,851	6,356,264
Transport			
Asset acquisition		12,183,515	16,045,402
Economic Services			
Asset acquisition		50,000	-
Other Property & Services			
Asset acquisition		1,430,428	1,291,820
		<u>17,804,372</u>	<u>25,007,986</u>
By Class			
<i>Property, Plant & Equipment</i>			
- Land	7(b)	124,762	-
- Buildings		1,322,374	2,282,820
- Furniture and Equipment		368,922	241,000
- Plant and Equipment		818,253	600,000
<i>Infrastructure</i>			
- Roads	8(b)	11,632,657	15,067,402
- Recreation		3,118,695	5,807,764
- Car Parks		124,127	226,000
- Meru Landfill		97,960	275,000
- Airport		185,722	508,000
- Effluent Scheme		10,900	-
		<u>17,804,372</u>	<u>25,007,986</u>

City of Greater Geraldton

Notes to the Financial Statements
for the year ended 30 June 2021

Note 23. Disposal of Assets

\$	Notes	Net Book Value		Sale Price		Profit/(Loss)	
		Actual	Budget	Actual	Budget	Actual	Budget

The following assets were disposed of during the year.

By Asset Class

<i>Property, Plant & Equipment</i>	7(b)						
Land		1,794,005	2,228,740	3,151,001	1,535,000	1,356,995	(693,740)
Buildings		484,839	450,000	-	800,000	(484,839)	350,000
Plant and Equipment		145,166	100,114	123,591	62,000	(21,575)	(38,114)
Total		2,424,010	2,778,854	3,274,592	2,397,000	850,581	(381,854)

\$	2021	2021	2020
	Actual	Budget	Actual

Summary

Profit on Asset Disposals	1,417,094	350,000	46,742
Loss on Asset Disposals	(566,513)	(731,854)	(1,369,599)
Net Profit/(Loss) on Disposal of Assets	850,581	(381,854)	(1,322,857)

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 24. Financial Ratios

\$	Amounts 2021	Indicator 2021	Target	Prior Periods 2020	2019
<i>Liquidity Ratio</i>					
1. Current Ratio ⁽¹⁾					
Current Assets less Restricted Current Assets	22,244,849	1.19 : 1	> 1.00 : 1	1.34	1.04
Current Liabilities less Liabilities Associated with Restricted Assets	18,720,156				
<i>Debt Ratio</i>					
2. Debt Service Cover Ratio ⁽²⁾					
Operating Surplus before Interest and Depreciation Exp	25,673,054	4.31 : 1	> 2.00 : 1	3.79	5.01
Principal and Interest Repayments	5,956,291				
<i>Coverage Ratio</i>					
3. Own Source Revenue Coverage Ratio ⁽³⁾					
Own Source Operating Revenue	68,308,728	89.42%	> 40%	89.42%	89.19%
Operating Expense	76,392,595				
<i>Financial Performance Ratio</i>					
4. Operating Surplus Ratio ⁽⁴⁾					
Operating Revenue less Operating Expense	(15,452)	-0.02%	> 1%	-0.95%	0.08%
Own Source Operating Revenue	68,308,728				
<i>Asset Management Ratios</i>					
5. Asset Consumption Ratio ⁽⁵⁾					
Depreciated Replacement Cost of Depreciable Assets	797,711,971	64.79%	> 50%	66.25%	72.44%
Current Replacement Cost of Depreciable Assets	1,231,311,696				
6. Asset Sustainability Ratio ⁽⁶⁾					
Capital Renewal and Replacement Expenditure	11,626,907	47.37%	90-110%	62.74%	133.57%
Depreciation Expense	24,546,232				
7. Asset Renewal Funding Ratio ⁽⁷⁾					
NPV of Planned Capital Renewals over 10 years	214,894,807	88.21%	75-95%	89.17%	94.69%
NPV of Required Capital Expenditure over 10 years	243,620,736				

Notes

- (1) This is a modified commercial ratio designed to focus on the liquidity position of the Council that has arisen from past year's transactions.
- (2) This ratio is the measurement of Council's ability to repay its debt including lease payments.
- (3) This ratio is the measurement of Council's ability to cover its costs through its own revenue efforts.
- (4) This ratio is a measure of Council's ability to cover its operational costs and have revenues available for capital funding or other purposes.
- (5) This ratio measures the extent to which depreciable assets have been consumed by comparing their written down value to their replacement cost.
- (6) This ratio indicates whether Council is replacing or renewing existing non-financial assets at the same rate that its overall asset stock is wearing out.
- (7) This ratio is a measure of the ability of Council to fund its projected asset renewal / replacements in the future.

City of Greater Geraldton

Notes to the Financial Statements
for the year ended 30 June 2021

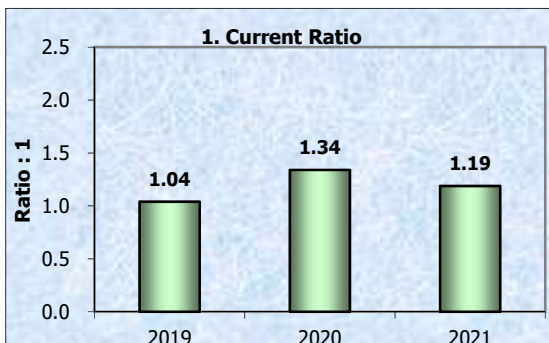
Note 24. Financial Ratios (continued)

The Current Ratio, Debt Service Coverage Ratio and Operating Surplus Ratio are distorted by the early payment of Financial Assistance Grants (FAGS) for the financial year 2021-2022 in the amount of \$3,147,761

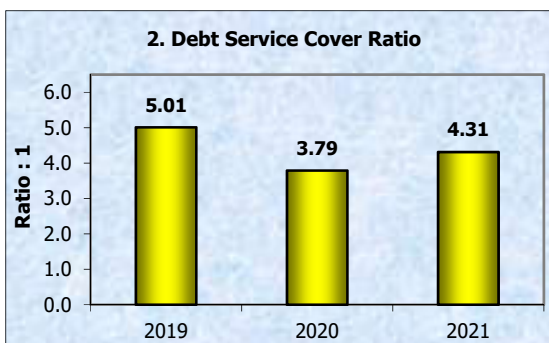
These Financial Assistance Grants are in accordance with AASB 1058 recognised in the Operating Revenue of the financial year 2020-2021.

The table below shows the impact on the disclosure of ratios comparing both scenarios:

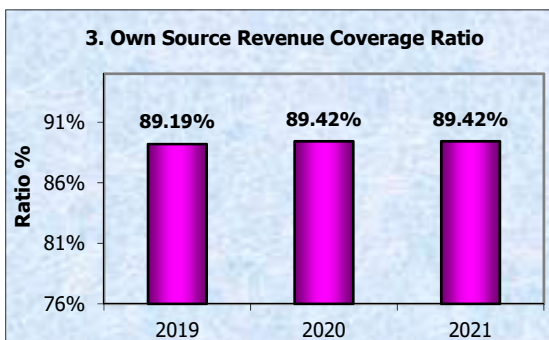
	Current Ratio	Debt Service Coverage ratio	Operating Surplus Ratio
FAGS included	1.19	4.31	-0.02%
FAGS excluded	1.02	3.78	-4.63%



Purpose of Current Ratio	2020/21 Ratio
To assess the liquidity position of the Council that has arisen from past year's transactions.	1.19 : 1



Purpose of Debt Service Cover Ratio	2020/21 Ratio
To assess Council's ability to repay its debt including lease payments.	4.31 : 1



Purpose of Own Source Revenue Coverage Ratio	2020/21 Ratio
To assess Council's ability to cover its costs through its own revenue efforts.	89.42%

City of Greater Geraldton

Notes to the Financial Statements
for the year ended 30 June 2021

Note 24. Financial Ratios (continued)

<p>4. Operating Surplus Ratio</p> <table border="1"> <thead> <tr> <th>Year</th> <th>Ratio %</th> </tr> </thead> <tbody> <tr> <td>2019</td> <td>0.08%</td> </tr> <tr> <td>2020</td> <td>-0.95%</td> </tr> <tr> <td>2021</td> <td>-0.02%</td> </tr> </tbody> </table>	Year	Ratio %	2019	0.08%	2020	-0.95%	2021	-0.02%	<p>Purpose of Operating Surplus Ratio</p> <p>To assess Council's ability to cover its operational costs and have revenues available for capital funding or other purposes.</p>	<p>2020/21 Ratio -0.02%</p>
Year	Ratio %									
2019	0.08%									
2020	-0.95%									
2021	-0.02%									
<p>5. Asset Consumption Ratio</p> <table border="1"> <thead> <tr> <th>Year</th> <th>Ratio %</th> </tr> </thead> <tbody> <tr> <td>2019</td> <td>72.44%</td> </tr> <tr> <td>2020</td> <td>66.25%</td> </tr> <tr> <td>2021</td> <td>64.79%</td> </tr> </tbody> </table>	Year	Ratio %	2019	72.44%	2020	66.25%	2021	64.79%	<p>Purpose of Asset Consumption Ratio</p> <p>To assess the extent to which depreciable assets have been consumed by comparing their written down value to their replacement cost.</p>	<p>2020/21 Ratio 64.79%</p>
Year	Ratio %									
2019	72.44%									
2020	66.25%									
2021	64.79%									
<p>6. Asset Sustainability Ratio</p> <table border="1"> <thead> <tr> <th>Year</th> <th>Ratio %</th> </tr> </thead> <tbody> <tr> <td>2019</td> <td>133.57%</td> </tr> <tr> <td>2020</td> <td>62.74%</td> </tr> <tr> <td>2021</td> <td>47.37%</td> </tr> </tbody> </table>	Year	Ratio %	2019	133.57%	2020	62.74%	2021	47.37%	<p>Purpose of Asset Sustainability Ratio</p> <p>To indicate whether Council is replacing or renewing existing non-financial assets at the same rate that its overall asset stock is wearing out.</p>	<p>2020/21 Ratio 47.37%</p>
Year	Ratio %									
2019	133.57%									
2020	62.74%									
2021	47.37%									
<p>7. Asset Renewal Funding Ratio</p> <table border="1"> <thead> <tr> <th>Year</th> <th>Ratio %</th> </tr> </thead> <tbody> <tr> <td>2019</td> <td>94.69%</td> </tr> <tr> <td>2020</td> <td>89.17%</td> </tr> <tr> <td>2021</td> <td>88.21%</td> </tr> </tbody> </table>	Year	Ratio %	2019	94.69%	2020	89.17%	2021	88.21%	<p>Purpose Asset Renewal Funding Ratio</p> <p>To assess the ability of Council to fund its projected asset renewal / replacements in the future.</p>	<p>2020/21 Ratio 88.21%</p>
Year	Ratio %									
2019	94.69%									
2020	89.17%									
2021	88.21%									

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 25. Information on Borrowings

\$	Borrowing Institution	Interest Rate %	Principal 1-Jul-20	New Loans		Principal Repayments		Principal 30-Jun-21		Interest Repayments	
				Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
Governance											
- 262 Office Redevelopment	WATC	3.89%	314,612	-	-	110,548	110,548	204,063	204,063	9,576	10,639
- Budgeted New Loan	WATC		-	-	10,000,000	-	10,000,000	-	-	-	100,000
Law, Order, Public Safety											
-276 Animal Pound Facility	WATC	1.99%	1,644,427	-	-	260,685	260,685	1,383,742	1,383,742	30,588	31,434
Community Amenities											
- 278 Meru Resource Recovery	WATC	2.24%	6,368,060	-	-	646,175	646,175	5,721,885	5,721,885	136,686	139,046
Recreation & Culture											
- 96 Geraldton Yacht Club SSL	* WATC	3.16%	206,066	-	-	23,022	23,022	183,044	183,044	6,244	6,331
- 268 Foreshore Stabilisation &	WATC	3.09%	645,906	-	-	121,383	121,383	524,523	524,523	18,437	19,028
- 264 Aquarena Upgrade	WATC	4.36%	904,613	-	-	211,739	211,739	692,874	692,874	35,266	37,158
- 271 QPT Air-Conditioning Replacement	WATC	2.92%	2,061,777	-	-	319,216	319,216	1,742,562	1,742,562	56,235	57,891
- 263 Recreation Ground Grandstand	WATC	4.36%	565,383	-	-	132,337	132,337	433,046	433,046	22,041	23,224
- 279 Wonthella Bowling club	* WATC	0.49%	-	200,000	-	-	-	200,000	-	464	-
- 272 MUF, Youth Precinct, Beach Access Ramp	WATC	3.21%	3,156,144	-	-	243,452	243,452	2,912,692	2,912,692	97,986	99,374
- 259 Verita Road	WATC	4.72%	815,772	-	-	537,481	537,481	278,291	278,291	30,711	32,236
- 257 Geraldton Hockey Association	* WATC	4.81%	45,475	-	-	45,475	29,955	-	15,520	1,980	1,831
- 277 Beresford Foreshore	WATC	2.24%	1,682,987	-	-	170,775	170,775	1,512,212	1,512,212	36,124	36,748
- 260 Aquarena Renewal Stage 1	WATC	3.89%	817,990	-	-	287,426	287,426	530,563	530,555	24,896	27,661
Transport											
- 269 Airport Projects	WATC	3.09%	1,625,529	-	-	305,480	305,480	1,320,050	1,320,050	46,399	47,887
- 261 Airport Paid Parking Facilities	WATC	3.89%	471,918	-	-	165,823	165,823	306,094	306,094	14,363	15,958
- 258 Airport Buffer Land	WATC	4.72%	235,667	-	-	155,272	155,272	80,395	80,395	8,872	9,313
- 273 Verita Road Stage 1	WATC	2.45%	674,274	-	-	219,308	219,308	454,967	454,967	14,717	15,185
- 275 Airport Runway Overlay	WATC	2.82%	7,216,307	-	-	291,750	291,750	6,924,556	6,924,556	200,116	201,457

(continued on next page)

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 25. Information on Borrowings (continued)

\$	Borrowing Institution	Interest Rate %	Principal 1-Jul-20	New Loans		Principal Repayments		Principal 30-Jun-21		Interest Repayments	
				Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
Other Property & Services											
- 265 Old Works Depot	WATC	4.36%	452,307	-	-	105,869	105,869	346,437	346,437	17,633	18,579
- 274 Olive Street Development	WATC	3.13%	2,707,964	-	-	351,757	351,757	2,356,207	2,356,207	80,682	82,028
- 266 Old Railway Building	WATC	4.36%	465,876	-	-	109,045	109,045	356,830	356,830	18,162	19,136
- WATC Loan Guarantee Fee			-	-	-	-	-	-	-	223,261	231,555
			33,079,050	200,000	10,000,000	4,814,016	14,798,496	28,465,034	28,280,545	1,131,442	1,263,699

Funding of Borrowings

All loan repayments were funded by general purpose income.

1 Self-Supporting Loan

* Those loans denoted with "*" are subject of a repayment agreement that secured the reimbursement from a community organisation of all costs associated with the loan.

2 WATC = WA Treasury Corporation

Security

The general funds of the Borrower as defined in section 6.21 (4) of the Local Government Act 1995 are charged in favour of Treasury Corporation to secure all principal interest and other amounts payable by the Borrower from time to time.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 25. Information on Borrowings (continued)

\$	Amount Borrowed		Institution	Type	Term (Years)	Total Interest & Charges	Interest Rate %	Amount Used		Balance Unspent
	Actual	Budget						Actual	Budget	
(b). New Debentures										
Wonthella Bowling club	200,000	-	WATC		5	464	0.49%	(200,000)	-	-
New Loan	-	10,000,000	WATC		1	-	1.00%	-	(10,000,000)	-
	<u>200,000</u>	<u>10,000,000</u>				<u>464</u>		<u>(200,000)</u>	<u>(10,000,000)</u>	<u>-</u>

\$	Date Borrowed	Balance 1-Jul-20	Borrowed During Year	Expended During Year	Balance 30-Jun-21
Olive Street Development	17/05/2017	274,943	-	(203,298)	71,645
Meru Resource Facility	2/05/2019	2,999,544	-	(1,202,844)	1,796,700
		<u>3,274,487</u>	<u>-</u>	<u>(1,406,142)</u>	<u>1,868,345</u>

(d). Overdraft

The City of Greater Geraldton established an overdraft facility of \$750,000.

The balance of the bank overdraft at 30 June 2021 was \$0 (30 June 2020: \$0).

City of Greater Geraldton

Notes to the Financial Statements
for the year ended 30 June 2021

Note 26(a). Rating Information (2020/21 Financial Year)

				2020/21 Actual	2020/21 Actual	2020/21 Actual	2020/21 Actual	2020/21 Actual	2020/21 Budget	2020/21 Budget	2020/21 Budget	2020/21 Budget	2019/20 Total
\$	Notes	Rate in \$	Number of Properties	Rateable Value	Rate Revenue	Interim Rates	Back Rates	Total Revenue	Rate Revenue	Interim Rate	Back Rate	Total Revenue	Rates Revenue
Rate Type													
Differential General Rate													
CGG Residential		0.148529	15,592	204,500,374	30,374,236	67,319	(16,883)	30,424,673	30,374,236	25,000	10,000	30,409,236	30,314,566
CGG Non Residential		0.122934	1,204	87,517,809	10,758,914	139,453	61,425	10,959,792	10,758,914	-	-	10,758,914	10,765,847
CGG UV		0.007775	771	365,042,148	2,838,203	3,280	(5,936)	2,835,547	2,838,203	-	-	2,838,203	2,843,145
Sub-Total			17,567	657,060,331	43,971,353	210,052	38,606	44,220,012	43,971,353	25,000	10,000	44,006,353	43,923,558
Minimum Rates													
			Minimum										
CGG Residential		1.010	2,226	7,653,072	2,248,260	-	-	2,248,260	2,248,260	-	-	2,248,260	2,283,610
CGG Non Residential		1.010	245	1,276,638	247,450	-	-	247,450	247,450	-	-	247,450	242,400
CGG UV		1.010	295	20,566,773	297,950	-	-	297,950	297,950	-	-	297,950	260,580
Sub-Total			2,766	29,496,483	2,793,660	-	-	2,793,660	2,793,660	-	-	2,793,660	2,786,590
								47,013,672				46,800,013	46,710,148
Discounts/Concessions	29(a)							(1,412,070)				(1,116,765)	(120,486)
Totals								45,601,602				45,683,248	46,589,662

Rates and annual charges are recognised as revenue when the council obtains control over the assets comprising these receipts which is the beginning of the rating period to which they relate. Prepaid rates are recognised as a financial liability until the beginning of the rating period.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 26(b). Surplus/(Deficit) B/Fwd and C/Fwd

\$	Notes	2021 Carried Fwd Actual	2020 Brought Fwd Actual
Current Assets			
Cash - Unrestricted	3	8,880,651	8,783,406
Cash - Restricted Reserves	3	32,842,230	23,008,955
Cash - Restricted Unspent Grants	2(d)	3,020,567	3,070,598
Investments	4	5,563,363	2,352,977
Rates - Current	5	4,858,566	4,825,083
Sundry Debtors	5	1,056,537	817,822
GST Receivable	5	317,825	312,352
Other Receivables	5	1,084,232	1,777,057
Contract Assets	9	53,865	20,484
- Fuel and Materials	6	327,924	400,117
- Other	6	35,887	106,271
		58,041,647	45,475,122
Current Liabilities			
Sundry Creditors	11	10,253,834	5,973,679
Accrued Interest on Debentures	11	135,886	160,200
Accrued Salaries and Wages	11	699,529	601,227
Other Current Trade and Other Payables	11	3,020,567	3,121,223
Contract Liabilities	9	1,147,327	2,005,330
Lease Liability	10	42,444	49,637
Current Employee Benefits Provision	13	4,570,980	4,710,833
Other Current Provisions	13	369,487	478,437
Current Loan Liability	12	4,600,668	4,798,496
		24,840,722	21,899,062
Net Current Assets		33,200,925	23,576,060
Less:			
Reserves - Restricted Cash	3	(32,842,230)	(23,008,955)
Self Supporting Loan Principal Repayments		(63,363)	(69,939)
Add Back:			
Current Loan Liability	12	4,600,668	4,798,496
Surplus/(Deficit)		4,896,000	6,535,662

(1) Restricted Grants & Contributions that are not expected to be spent in the next 12 months.

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 27. Specified Area Rate (2020/21 Financial Year)

The City of Greater Geraldton does not have any Specified Area Rates.

Note 28. Service Charges (2020/21 Financial Year)

The City of Greater Geraldton does not have any Service Charges.

Note 29. Discounts, Incentives, Concessions & Write-offs (2020/21 Financial Year)

\$	Total Cost / Value	Budget Cost / Value
(a) Discounts/Concessions		
General Rates	1,412,070	1,116,765
	<u>1,412,070</u>	<u>1,116,765</u>

Discounts

The City offered a 5.0% discount on rates paid in full (total amount due on rates notice) by 24 August 2020

Concessions/Incentives/Waivers

Council provides an 80% concessional arrangement to Murchison Region Aboriginal Corporate on the land primarily being used for charitable purposes.

Council offers no incentives for the early payment of rates.

Council does not offer any standard waivers or write-offs of rates and Charges or other debts of ratepayers, unless specifically approved by Council. Council does offer 'Incentives' under its City Centre Revitalisation Program to encourage development within the City Centre. The form of 'Incentives' which are assessed and approved by Council on an individual basis can be in the form of concessions or waiving of rates for a set period of times.

Individuals may approach Council for an extension of time to pay-off their debt. Council waives penalty interest and the administration fee for eligible ratepayers approved for a financial hardship payment plan under an existing operation policy.

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 29. Discounts, Incentives, Concessions & Write-offs (2020/21 Financial Year)

\$	Notes	Total Cost / Value	Budget Cost / Value
(b). Write-Offs			
Rate Assessment	2(a)	54,026	30,000
General Debtors	2(a)	53,161	50,000
		<u>107,187</u>	<u>80,000</u>

Note 30. Interest Charges and Instalments (2020/21 Financial Year)

\$	Interest Rate %	Admin. Charge	Actual Revenue	Budgeted Revenue
Interest on Unpaid Rates	8.00%	-	127,159	80,000
Interest on Instalments Plan	0.00%	-	-	-
Pensioner Deferred Interest	1.18%	-	5,644	12,000
			<u>132,803</u>	<u>92,000</u>

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

For ratepayers electing to pay their rates by 2 or 4 instalments, a charge of \$12.00 per instalment is charged. For ratepayers making an arrangement with Council to pay their rates in more than 4 instalments, a one off charge of \$42.00 is charged. **Instalment Charges and interest on instalments were not applied in 2020/21.**

The total amount of revenue from the imposition of interest and instalments charges is \$132,803 (2019-20: \$835,543).

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 31. Fees & Charges

\$	2021 Actual	2021 Budget	2020 Actual
Governance	10,282	14,000	11,763
General Purpose Funding	137,336	30,000	320,267
Law, Order, Public Safety	352,753	280,000	430,315
Health	16,250	25,000	59,880
Education and Welfare	18,360	15,000	26,334
Community Amenities	13,432,244	12,393,334	12,842,140
Recreation and Culture	1,086,957	1,308,325	1,448,136
Transport	3,098,674	2,192,100	4,199,812
Economic Services	699,514	241,233	529,800
Other Property and Services	1,144,451	870,500	1,217,460
	<u>19,996,821</u>	<u>17,369,492</u>	<u>21,085,907</u>

Revenue arising from fees and charges is recognised when or as the performance obligation is completed and the customer receives the benefit of the goods / services being provided.

The performance obligation relates to the specific services which are provided to the customers and generally the payment terms are within 30 days of the provision of the service or in some cases, the customer is required to pay on arrival. There is no material obligation for Council in relation to refunds or returns.

Licences granted by Council are all either short-term or low value and all revenue from licences is recognised at the time that the licence is granted rather than the term of the licence.

Revenue from infringements is recognised on issue of infringement notice after applying the expected credit loss model relating to impairment of receivables for initial recognition of statutory receivables.

Note 32. Grants, Subsidies & Contributions

\$	2021 Actual	2020 Actual
Operating Grants, Subsidies and Contributions	8,276,880	8,373,215
Non-Operating Grants, Subsidies and Contributions	5,157,970	7,130,966
	<u>13,434,850</u>	<u>15,504,181</u>

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

(a). By Nature & Type

Operating Grants, Subsidies and Contributions	8,276,880	8,373,215
Non-Operating Grants, Subsidies and Contributions	5,157,970	7,130,966
	<u>13,434,850</u>	<u>15,504,181</u>

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 32. Grants, Subsidies & Contributions (continued)

\$	2021 Actual	2020 Actual
(b). By Program		
Governance	205,830	61,756
General Purpose Funding	6,124,607	5,988,568
Law, Order, Public Safety	332,337	1,214,190
Education & Welfare	441,970	296,520
Community Amenities	40,478	155,344
Recreation & Culture	1,209,228	669,852
Transport	4,980,295	6,937,178
Economic Services	45,906	128,361
Other Property & Services	54,199	52,411
	<u>13,434,850</u>	<u>15,504,180</u>

Included within the Operating Grants, Subsidies and Contributions total of \$13,434,850 is \$208,466 in reimbursements and recoveries.

Note 33. Employee Numbers

\$	2021 Actual	2020 Actual	2019 Actual
The number of full-time equivalent employees at balance date	260	274	282

At 30 June 2021 the City's approved organisational structure: 284 FTE (2020: 296 FTE).

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 34. Councillor Remuneration

\$	2021 Actual	2021 Budget	2020 Actual
The following fees, expenses and allowances were paid to council members and the mayor.			
Shane Van Styn			
Mayor's annual allowance	72,336	72,336	72,336
Meeting attendance fees	33,216	30,660	33,216
Annual allowance for ICT	3,500	3,500	3,500
Travel and accommodation expenses	-	1,192	-
Training	-	1,154	7,002
Conference Expenses	655		2,911
	109,707	108,842	118,965
Tarleah Thomas			
Deputy Mayor's annual allowance	18,084	18,084	12,591
Meeting attendance fees	25,716	23,161	25,716
Annual allowance for ICT	3,500	3,500	3,500
Travel and accommodation expenses	13,851	1,192	6,153
Training	-	1,154	475
Conference Expenses	737	-	3,072
	61,888	47,091	51,507
Natasha Colliver			
Meeting attendance fees	25,716	23,161	25,716
Annual allowance for ICT	3,500	3,500	3,500
Travel and accommodation expenses	-	1,192	-
Training	-	1,154	7,002
	29,216	29,007	36,218
David Joseph Caudwell			
Meeting attendance fees	25,716	23,161	25,716
Annual allowance for ICT	3,500	3,500	3,500
Travel and accommodation expenses	-	1,192	-
Training	-	1,154	-
	29,216	29,007	29,216
Jennifer Critch			
Meeting attendance fees	25,716	23,161	25,716
Annual allowance for ICT	3,500	3,500	3,500
Travel and accommodation expenses	-	1,192	-
Training	-	1,154	-
Conference Expenses	-	-	1,622
	29,216	29,007	30,838

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 34. Councillor Remuneration (continued)

\$	2021 Actual	2021 Budget	2020 Actual
Jerry Clune			
Meeting attendance fees	25,716	23,161	25,716
Annual allowance for ICT	3,500	3,500	3,500
Travel and accommodation expenses	-	1,192	4,149
Training	-	1,154	625
	<u>29,216</u>	<u>29,007</u>	<u>33,990</u>
Kim Parker			
Meeting attendance fees	25,716	23,161	17,974
Annual allowance for ICT	3,500	3,500	2,445
Travel and accommodation expenses	-	1,192	-
Training	780	1,154	475
	<u>29,996</u>	<u>29,007</u>	<u>20,894</u>
Peter Fiorenza			
Meeting attendance fees	25,716	23,161	17,974
Annual allowance for ICT	3,500	3,500	2,445
Travel and accommodation expenses	-	1,192	-
Training	585	1,154	925
	<u>29,801</u>	<u>29,007</u>	<u>21,344</u>
Robert Hall			
Meeting attendance fees	25,716	23,161	25,716
Annual allowance for ICT	3,500	3,500	3,500
Travel and accommodation expenses	-	1,192	-
Training	780	1,154	475
Conference Expenses	-	-	1,646
	<u>29,996</u>	<u>29,007</u>	<u>31,337</u>
Sally Jo-Anne Elphick			
Meeting attendance fees	25,716	23,161	25,716
Annual allowance for ICT	3,500	3,500	3,500
Travel and accommodation expenses	-	1,192	-
Training	-	1,154	-
	<u>29,216</u>	<u>29,007</u>	<u>29,216</u>
Simon Keemink			
Meeting attendance fees	25,716	23,161	25,716
Annual allowance for ICT	3,500	3,500	3,500
Travel and accommodation expenses	-	1,192	-
Training	-	1,154	-
	<u>29,216</u>	<u>29,007</u>	<u>29,216</u>

City of Greater Geraldton

Notes to the Financial Statements
for the year ended 30 June 2021

Note 34. Councillor Remuneration (continued)

\$	2021 Actual	2021 Budget	2020 Actual
Stephen Douglas			
Meeting attendance fees	25,716	23,161	25,716
Annual allowance for ICT	3,500	3,500	3,500
Travel and accommodation expenses	144	1,192	685
Training	-	1,154	-
Conference Expenses	-	-	2,986
	<u>29,360</u>	<u>29,007</u>	<u>32,887</u>
Victor Tanti			
Meeting attendance fees	24,360	23,161	24,360
Annual allowance for ICT	3,500	3,500	3,500
Travel and accommodation expenses	-	1,192	-
Training	-	1,154	-
	<u>27,860</u>	<u>29,007</u>	<u>27,860</u>
Other			
Meeting attendance fees	-	-	25,715
Annual allowance for ICT	-	-	3,908
Training	-	-	3,843
Deputy Mayor's annual allowance	-	-	5,445
	<u>-</u>	<u>-</u>	<u>38,911</u>
Members Meeting Fees	340,452	308,592	350,683
Mayor's Allowance	72,336	72,336	72,336
Deputy Mayor's Allowance	18,084	18,084	18,036
Members IT and Telephone Allowance	45,500	45,500	47,298
Travelling Expenses	13,995	15,500	10,987
Conference Expenses	1,392	-	16,078
Councillor Training	2,145	15,000	16,979
	<u>493,904</u>	<u>475,012</u>	<u>532,397</u>

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 35. Employee Costs

\$	2021 Actual	2021 Budget	2020 Actual
Wages and Salaries	17,716,239	23,329,833	19,432,654
Employee Leave Entitlements	4,716,466	-	4,897,221
Superannuation	3,192,261	3,189,862	3,101,616
Workers' Compensation Insurance	345,023	417,000	374,406
Protective Clothing & Uniforms	83,852	61,465	76,021
Recruitment Costs	42,135	60,000	27,839
Training Costs (other than Salaries & Wages)	138,126	47,234	148,900
Other	75,183	-	113,627
	<u>26,309,285</u>	<u>27,105,394</u>	<u>28,172,284</u>

Note 36. Major Land Transactions

There were no Major Land Transactions during 2020/21.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 37. Trading and Major Trading Undertakings

\$

Airport

The Geraldton Airport is owned freehold and run as a business unit by the City of Greater Geraldton, generating an operating income of approximately \$3.1M in 2020-21 (2019-20: \$3.97M).

Operating surpluses from airport operations are utilised to maintain and improve existing airport infrastructure, and provide for development of future infrastructure. During 2020-21, capital outlays on Airport Infrastructure (including buildings) amounted to \$512k (2019-20: \$484k).

The City of Greater Geraldton endeavours to operate the aerodrome in an environmentally sensitive manner in accordance with aviation best practice, in compliance with Federal statutory requirements for aviation operations, airports, and transport security.

The airport is planned and managed to provide a satisfactory return on investment to the ratepayers of the City of Greater Geraldton, while having regard to the airport as a key regional transport infrastructure asset.

Geraldton Airport is serviced by QantasLink, providing Regular Public Transport (RPT) services on the Geraldton-Perth route.

Two aircraft maintenance and service businesses are well established in a hangar leased from the City. Shine Aviation and Geraldton Air Charter provide General Aviation services based at the airport, servicing the Abrolhos Islands, FIFO mining workforce logistics, tourist flights and general charter operations.

	2021 Actual	2020 Actual
Income Statement		
Operating Income	3,129,034	3,970,138
Operating Expenditure	(2,753,634)	(3,038,666)
Depreciation Expense	(1,465,764)	(1,565,510)
Operating Result	(1,090,364)	(634,038)
Capital Income	309,521	2,387,255
Capital Expenditure	(512,187)	(484,205)
Operating Result	(202,666)	1,903,050
Total Net Trading Undertaking	(1,293,030)	1,269,011
Current Assets		
Receivables	195,954	246,549
Total Current Assets	195,954	246,549
Non-Current Assets		
Land	5,110,000	12,846,813
Buildings	18,723,565	15,640,830
Furniture & Equipment	15,882	17,999
Plant & Equipment	291,920	-
Airport Infrastructure	25,060,905	25,985,800
Total Non-Current Assets	49,202,272	54,491,442
Total Assets	49,398,226	54,737,991
Current Liabilities		
Creditors & Provisions	(316,325)	(141,510)
Borrowings	(867,790)	(918,325)
Total Current Liabilities	(1,184,115)	(1,059,835)
Non-Current Liabilities		
Borrowings	(7,763,305)	(9,010,444)
Total Non-Current Liabilities	(7,763,305)	(9,010,444)
Total Liabilities	(8,947,420)	(10,070,279)
Net Assets	40,450,806	44,667,712

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 37. Trading and Major Trading Undertakings (continued)

\$

Meru Landfill Facility

The Meru Landfill Facility is run as a business unit of the City of Greater Geraldton and generated operating income of approximately \$5.9M in 2020-21 (2019-20: \$5.32M). During 2020-21, capital outlays on Meru Infrastructure amounted to around \$114k (2019-20: \$1.71M)

This facility was established to provide a regional approach to Waste Management here in the Midwest. Originally managed by the Geraldton Greenough Regional Council (GGRC), this Regional Council was dissolved following the first amalgamation between the City of Geraldton and the Shire of Greenough. The main purpose of establishing a Regional Council was to have a planned and co-ordinated regional approach to the collection, removal, processing, treatment, recycling and disposal of waste in the mid-west region, enabling sharing of benefits of scale where possible. This will continue to be the purpose of this trading undertaking as a function of the City of Greater Geraldton.

The vision of City of Greater Geraldton is to lead the community to an improved level of sustainability - to encourage waste avoidance, maximise the recovery of materials and provide efficient, yet cost effective waste management and resource recovery services to the region. These objectives are achievable by actively engaging the community in sustainable waste practices, by supporting and promoting waste minimisation principles and implementing the objectives of the various strategic documents.

	2021 Actual	2020 Actual
Income Statement		
Operating Income	5,892,385	5,315,787
Operating Expenditure	(3,569,269)	(2,910,149)
Depreciation Expense	(586,155)	(708,350)
Operating Result	1,736,961	1,697,288
Capital Income	7,800	114,000
Capital Expenditure	(114,235)	(1,714,675)
Operating Result	(106,435)	(1,600,675)
Total Net Trading Undertaking	1,630,526	96,613
Current Assets		
Receivables	448,197	338,792
Total Current Assets	448,197	338,792
Non-Current Assets		
Land	2,445,000	2,223,000
Buildings	1,096,149	347,411
Furniture & Equipment	-	226,793
Plant & Equipment	216,199	
Meru Landfill Infrastructure	16,917,950	17,392,904
Total Non-Current Assets	20,675,298	20,190,108
Total Assets	21,123,495	20,528,900
Current Liabilities		
Creditors & Provisions	(321,010)	(227,984)
Borrowings	(660,730)	(646,175)
Total Current Liabilities	(981,740)	(874,159)
Non-Current Liabilities		
Provisions	(9,155,248)	(9,090,788)
Borrowings	(5,061,155)	(5,342,537)
Total Non-Current Liabilities	(14,216,403)	(14,433,325)
Total Liabilities	(15,198,143)	(15,307,484)
Net Assets	5,925,352	5,221,416

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 38. Financial Risk Management

\$

Council's activities expose it to a variety of financial risks including **(1)** price risk, **(2)** credit risk, **(3)** liquidity risk and **(4)** interest rate risk.

The Council's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Council.

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

Financial risk management is carried out by Council's Finance Section under policies approved by the Council.

The City held the following financial instruments at balance date.

	Notes	Carrying Value		Fair Value	
		2021	2020	2021	2020
Financial Assets					
Cash and Cash Equivalents	3	31,396,433	34,862,959	31,396,433	34,862,959
Receivables (Current & Non-Current)	5	7,893,854	8,267,358	7,893,854	8,267,358
		<u>39,290,287</u>	<u>43,130,317</u>	<u>39,290,287</u>	<u>43,130,317</u>
Financial Liabilities					
Payables (Current & Non-Current)	11	14,109,816	9,856,328	14,109,816	9,856,328
Borrowings (Current & Non-Current)	12	28,465,034	33,079,050	28,465,034	33,079,050
		<u>42,574,850</u>	<u>42,935,378</u>	<u>42,574,850</u>	<u>42,935,378</u>

Fair Value is determined as follows:

- **Cash & Cash Equivalents, Receivables, Payables** - are estimated to be the carrying value which approximates market value.
- **Borrowings & Held to Maturity Investments** - estimated future cash flows discounted by the current market interest rates applicable to assets & liabilities with similar risk profiles.
- Financial Assets classified (i) **"at fair value through profit & loss"** or (ii) **Available for Sale** - based on quoted market prices at the reporting date or independent valuation.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 38. Financial Risk Management (continued)

\$

(a). Cash & Cash Equivalents and Financial Assets

Council's objective is to maximise its return on cash and investments whilst maintaining an adequate level of liquidity and preserving capital.

Council's Finance Section manages the cash and investments portfolio.

Council has an Investment Policy which complies with the relevant legislation. The policy is regularly reviewed by Council and an Investment Report is tabled before Council on a monthly basis setting out the make-up and performance of the portfolio.

The major risk associated with Investments is price risk - the risk that the capital value of Investments may fluctuate due to changes in market prices, whether these changes are caused by factors specific to individual financial instruments or their issuers or are caused by factors affecting similar instruments traded in a market.

Cash & Investments are also subject to interest rate risk - the risk that movements in interest rates could affect returns and income.

A further risk associated with Cash & Investments is credit risk - the risk that the investment counterparty will not complete their obligations particular to a financial instrument, resulting in a financial loss to Council - be it of a capital or income nature.

Council manages these risks by diversifying its portfolio and only purchasing investments with high credit ratings or capital guarantees in accordance with investment restrictions prescribed in the Local Government (*Financial Management*) *Regulations 1996*.

	30-Jun-21	30-Jun-20
Impact of a 1% ⁽¹⁾ movement in interest rates on cash and investments		
Equity	313,964	348,630
Statement of Comprehensive Income	313,964	348,630

Notes:

- Sensitivity percentages based on management's expectations of future possible market movements.
(Price movements calculated on investments subject to fair value adjustments. Interest rate movements calculated on cash, cash equivalents and managed funds.)
- Maximum impact.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 38. Financial Risk Management (continued)

\$

(b). Receivables

Council's major receivables comprise (i) Rates & Annual charges and (ii) User Charges & Fees.

The major risk associated with these receivables is credit risk - the risk that debts due and payable to Council may not be repaid.

Council manages this risk by monitoring outstanding debt and employing stringent debt recovery procedures.

Credit risk on rates and annual charges is minimised by the ability of Council to secure a charge over the land relating to the debts - that is, the land can be sold to recover the debt. Council is also able to charge interest on overdue rates and annual charges at higher than market rates which further encourages the payment of debt.

Council makes suitable provision for doubtful receivables as required. Included in the impairment value of \$144,769 is a provision of \$96,372 for Virgin Australia Regional Airlines Pty Ltd which is currently in administration, Pindan Group \$36,845 also in administration.

There are no material receivables that have been subjected to a re-negotiation of repayment terms.

A profile of Council's receivables credit risk at balance date follows:

	30-Jun-21	30-Jun-20
	%	%
Percentage of Rates and Annual Charges		
Current	94.11%	93.33%
Overdue	5.89%	6.67%
Percentage of Other Receivables		
Current	80.28%	68.29%
Overdue	19.72%	31.71%

The Council does not require collateral in respect of trade and other receivables. The Council does not have trade receivables for which no loss allowance is recognised because of collateral.

The adoption of AASB 9 has fundamentally changed the City's accounting for impairment losses for financial assets by replacing AASB 139's incurred loss approach with a forward-looking expected credit loss (ECL) approach. AASB 9 requires the City to recognise an allowance for ECLs for all financial assets not held at fair value through P/L.

The Council uses a probability percentage based on actual credit loss experienced over the last five years to measure the expected credit losses of trade receivables from individual customers, which comprise a very large number of small balances.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 38. Financial Risk Management (continued)

\$

The following table provides information about the exposure to credit risk and expected losses for trade receivables from individual customers as at 30 June 2021:

	2021 Closing balance 30/06/2021 \$	2021 Historical probability of default %	2021 Lifetime expected credit loss \$
Not Past Due	965,440	0.9607%	9,275
Past Due 31-60 Days	54,925	0.9607%	528
Past Due 61-90 Days	22,108	0.9607%	212
More than 90 Days	160,016	0.9607%	1,537
Total	1,202,489		11,552

	2020 Closing balance 30/06/2020 \$	2020 Historical probability of default %	2020 Lifetime expected credit loss \$
Not Past Due	616,673	1.37%	8,448
Past Due 31-60 Days	176,453	1.37%	2,417
Past Due 61-90 Days	21,526	1.37%	295
More than 90 Days	117,001	1.37%	1,603
Total	931,653		12,764

Ageing of past due receivables and the amount of any impairment is disclosed in the following table:

	2021 \$	2020 \$
Receivables		
Fully Performing	965,440	616,673
Past due:		
- 31 to 60 days overdue	54,925	176,453
- 61 to 90 days overdue	22,108	21,526
- Greater than 90 days overdue	160,016	117,001
- Impaired	(114,769)	(109,164)
Total	1,087,720	822,489

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 38. Financial Risk Management (continued)

\$

(c). Payables & Borrowings

Payables & Borrowings are both subject to liquidity risk - the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due.

Council manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer.

Payment terms can be extended and overdraft facilities drawn upon in extenuating circumstances.

The contractual undiscounted cash outflows (i.e.. principal and interest) of Council's Payables & Borrowings are set out in the Liquidity Table below:

\$	Due within 1 year	Due between 1 & 5 years	Due after 5 years	Total contractual cash flows	Carrying Values
2021					
Payables	14,109,816	-	-	14,109,816	14,109,816
Borrowings	4,600,668	15,635,643	8,228,723	28,465,034	28,465,034
	18,710,484	15,635,643	8,228,723	42,574,850	42,574,850
2020					
Payables	9,856,328	-	-	9,856,328	9,856,328
Borrowings	4,798,496	18,026,634	10,253,920	33,079,050	33,079,050
	14,654,824	18,026,634	10,253,920	42,935,378	42,935,378

Borrowings are also subject to interest rate risk - the risk that movements in interest rates could adversely affect funding costs and debt servicing requirements. Council manages this risk by borrowing long term and fixing the interest rate on a basis that is most suitable for the circumstance. Council officers regularly review interest rate movements to determine if it would be advantageous to refinance or renegotiate part, or all of the loan portfolio.

The following interest rates were applicable to the Council's Borrowings at balance date:

	30-Jun-21		30-Jun-20	
	Weighted average interest rate %	Balance \$	Weighted average interest rate %	Balance \$
Bank Loans - Fixed	2.86%	28,465,034	2.95%	33,079,050
		28,465,034		33,079,050

Notes:

1. The interest rate risk applicable to Variable Rate Bank Loan is not considered significant.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 39. Fair Value Measurements

\$

The Council measures the following asset and liability classes at fair value on a recurring basis:

- Infrastructure, Property,
- Investment Property
- Financial Assets & Liabilities

The fair value of assets and liabilities must be estimated in accordance with various Accounting Standards for either recognition and measurement requirements or for disclosure purposes.

AASB 13 Fair Value Measurement requires all assets and liabilities measured at fair value to be assigned to a "level" in the fair value hierarchy as follows:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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

(1) The following table presents all assets and liabilities that have been measured & recognised at fair values:

	Date	Fair Value Measurement using:			Total
		Level 1	Level 2	Level 3	
	of latest	Quoted	Significant	Significant	
	Valuation	prices in	observable	unobservable	
		active mkts	inputs	inputs	
2021					
Financial Assets					
Investments					
- "Designated At Fair Value on Initial Recognition"	31/12/20	-	-	332,131	332,131
- "Loans and Receivables"	30/06/21	-	-	19,230,059	19,230,059
Receivables	30/06/21	-	-	7,893,854	7,893,854
Total Financial Assets		-	-	27,456,044	27,456,044
Financial Liabilities					
Payables	30/06/21	-	-	14,109,816	14,109,816
Loans / Advances	30/06/21	-	-	28,465,034	28,465,034
Total Financial Liabilities		-	-	42,574,850	42,574,850
Property, Plant & Equipment					
- Land	30/06/21	-	59,875,000	-	59,875,000
- Buildings	30/06/21	-	-	104,079,999	104,079,999
- Furniture & Equipment	30/06/19	-	-	1,400,962	1,400,962
- Plant & Equipment	30/06/16	-	9,057,635	-	9,057,635
- Artwork	30/06/19	-	813,609	-	813,609
Total Property, Plant & Equipment		-	69,746,245	105,480,961	175,227,206

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 39. Fair Value Measurements (continued)

\$

(1) The following table presents all assets and liabilities that have been measured & recognised at fair values: (continued)

	Date	Fair Value Measurement using:			Total
		Level 1	Level 2	Level 3	
2021	of latest	Quoted prices in active mkts	Significant observable inputs	Significant unobservable inputs	
Infrastructure	Valuation				
- Roads	30/06/18	-	-	578,907,325	578,907,325
- Recreation	30/06/18	-	-	51,131,940	51,131,940
- Car Parks	30/06/18	-	-	10,546,857	10,546,857
- Meru Landfill	30/06/18	-	-	16,982,410	16,982,410
- Airport	30/06/20	-	-	25,060,905	25,060,905
- Effluent Scheme	30/06/18	-	-	543,938	543,938
Total Infrastructure		-	-	683,173,375	683,173,375
2020					
Financial Assets					
Investments					
- "Designated At Fair Value on Initial Recognition"	30/06/15	-	-	320,495	320,495
- "Loans and Receivables"	30/06/15	-	-	2,551,541	2,551,541
Receivables	30/06/18	-	-	8,267,358	8,267,358
Total Financial Assets		-	-	11,139,394	11,139,394
Financial Liabilities					
Payables	30/06/18	-	-	9,856,328	9,856,328
Loans / Advances	30/06/18	-	-	33,079,050	33,079,050
Total Financial Liabilities		-	-	42,935,378	42,935,378
Property, Plant & Equipment					
- Land	30/06/17	-	85,652,675	-	85,652,675
- Buildings	30/06/17	-	-	107,303,456	107,303,456
- Furniture & Equipment	30/06/16	-	-	1,466,656	1,466,656
- Plant & Equipment	30/06/16	-	9,812,366	-	9,812,366
- Artwork	14/11/14	-	813,609	-	813,609
Total Property, Plant & Equipment		-	96,278,650	108,770,112	205,048,762
Infrastructure					
- Roads	30/06/18	-	-	583,691,084	583,691,084
- Recreation	30/06/18	-	-	48,870,556	48,870,556
- Car Parks	30/06/18	-	-	10,871,013	10,871,013
- Meru Landfill	30/06/18	-	-	17,392,904	17,392,904
- Airport	30/06/18	-	-	25,985,800	25,985,800
- Effluent Scheme	30/06/18	-	-	551,420	551,420
Total Infrastructure		-	-	687,362,777	687,362,777

(2) Transfers between Level 1 & Level 2 Fair Value Hierarchies

During the year, there were no transfers between Level 1 and Level 2 Fair Value hierarchies for recurring fair value measurements.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 39. Fair Value Measurements (continued)

\$

(3) Valuation techniques used to derive Level 2 and Level 3 Fair Values

Where Council is unable to derive Fair Valuations using quoted market prices of identical assets (i.e.. Level 1 inputs) Council instead utilises a spread of both observable inputs (Level 2 inputs) and unobservable inputs (Level 3 inputs).

The Fair Valuation techniques Council has employed while utilising Level 2 and Level 3 inputs are as follows:

Property, Plant & Equipment

LAND AND BUILDINGS

APV valuers & Asset Management completed a valuation of the Land & Buildings with the effective date of valuation 30th of June 2021.

APV has undertaken the financial reporting valuation for City of Greater Geraldton in accordance with the Australian Accounting Standards. The valuation reporting has involved the confirmation of completeness of asset registers, physical inspection of the assets and capturing data such as the asset age, type, condition and then compiling information and assessing the value of the assets. Further to this, APV has provided the Insurance Value where requested. Throughout this process, APV ensured quality management procedures were implemented to achieve the most accurate asset valuation reporting.

Comparison to Previous Valuation

The following table provides a summary of changes between the values reported in the previous financial statements and this valuation:

- Australian Accounting Standards Board has clarified the requirements for the definition of Residual Value. This in turn has had implications for the determination of depreciation expense.
- As the AASB's May 2015 decision has now removed the perceived link between valuation and depreciation expense APV took the opportunity to simplify the depreciation by adopting a straight-line approach. This has led to a number of asset written down values (Fair Value) decreasing.
- It has been determined that except in rare circumstances, the Residual Value is nil for all asset components. This has led to an increase in the overall depreciation expense.
- In accordance with the AASB decision components are now split into long life and short life apportionments and depreciated separately.
- The Useful Life of the long life portion if the components are now split into long life and short life account the normal range of time between major renewals.

The valuation and associated depreciation expense calculations have been prepared in accordance accounting standards at Fair Value. Fair Value is defined as:

"The price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date"

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 39. Fair Value Measurements (continued)

\$

(3) Valuation techniques used to derive Level 2 and Level 3 Fair Values (continued)

Property, Plant & Equipment (continued)

Depending upon the nature of the specific asset the valuation approach may have included the of a singular or multiple techniques:

- 1) The Market Approach has been applied where there is a principal market which provides evidence of the Fair Value of the asset.
- 2) The Income Approach has been applied for assets where the income generating capability of asset provides the best estimate of the asset's Fair Value.
- 3) The Cost Approach is used for assets which are not commonly traded. Typically these include that public and not-for-profit sectors entities use to provide to the public for no or minimal charge.
- 4) In rare circumstances the valuation may also include a combination of approaches.

The levels of the valuation hierarchy are defined in relation to the inputs used to determine the The valuation hierarchy is determined by the lowest level of input used (except where the impact of lowest level is deemed to be insignificant). The inputs are defined as:

- A) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities the entity can access at the measurement date;
- B) Level 2 inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly;
- C) Level 3 inputs are unobservable inputs for the asset or liability.

PLANT & EQUIPMENT

A fair value valuation of Plant and Equipment was completed 30/06/2016 by the City's fleet manager. All of the valuations were made on the basis of open market values of similar assets (based on figures supplied by auction groups, council sales records, vehicle valuation guides and the IPWEA Plant and Vehicle Management Manual) adjusted for condition and comparability (Level 2 inputs in the fair value hierarchy).

FURNITURE & EQUIPMENT

Management conducted a valuation of furniture and equipment effective 30/06/2019 actualising the asset register and aligning the asset class with the capitalisation thresholds outlined in the Significant Accounting Policies. Using level 3 valuation inputs ensured no material variance in existing balance sheet values for this asset class was observed with the carrying amount of each asset fairly stated at reporting date.

ARTWORK

A valuation of Artwork was conducted by Banziger Hulme Fine Art Consultants P/L 28th May 2019. David Hulme is an approved valuer for the Australian Government's Cultural Gifts Program. The valuation of the collection is based on market value with market value defined as "what a willing buyer would pay a willing seller in an arm's length transaction after proper marketing" of similar assets adjusted for condition and for condition and comparability (Level 2 inputs in the fair value hierarchy).

All property, plant and equipment classes are carried at fair value and subject to revaluation every 5 years as well as an annual assessment as to whether there is an indication an asset may have been impaired in accordance with AASB 136 "Impairment of Assets".

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 39. Fair Value Measurements (continued)

\$

(3) Valuation techniques used to derive Level 2 and Level 3 Fair Values (continued)

Infrastructure

AIRPORT

Griffin Valuation Advisory completed a valuation of Infrastructure assets with the effective date of valuation 30th of June 2020.

Road, Equipment and Civil Assets

All road, equipment and civil assets were valued using the cost approach.

The approach estimated the replacement cost for each asset by componentising the assets into significant parts with different useful lives and taking into account a range of factors. While the unit rates based on square metres or similar capacity could be supported from market evidence (level 2) other inputs (such as estimates of residual value, useful life, pattern of consumption and asset condition) required extensive professional judgement and impacted significantly on the final determination of fair value. As such these assets were classified as having been valued using level 3 valuation inputs.

MERU LANDFILL

AVP Valuers & Asset Management completed a valuation of Infrastructure assets with the effective date of 30th of June 2018.

Road, Equipment and Civil Assets

All road, equipment and civil assets were valued using the cost approach.

The approach estimated the replacement cost for each asset by componentising the assets into significant parts with different useful lives and taking into account a range of factors. While the unit rates based on square metres or similar capacity could be supported from market evidence (level 2) other inputs (such as estimates of residual value, useful life, pattern of consumption and asset condition) required extensive professional judgement and impacted significantly on the final determination of fair value. As such these assets were classified as having been valued using level 3 valuation inputs.

Landfill

Landfill comprises both the cells and capping and is classified as a land improvement which is recorded separate to the land. The underlying land is valued independently of the land improvements. The valuation has been determined using the cost approach. This included disaggregating the overall land improvements into a range of different components based on each component providing a different purpose and as a result exhibiting a different useful life. Day to day operating costs (such as minor maintenance and monitoring) has been excluded from the valuation. To provide consistency, any associated day to day revenues have also been excluded from the valuation.

Observable inputs to the valuation included the dimensions and design of the assets, the average unit rate for similar construction based on recent projects undertaken by the entity and the amount of remaining volume in each cell. Unobservable inputs included estimates of the estimated remaining life of the site. This has been based on council's statutory requirement to continue monitoring the site post complete consumption of the landfill. All calculations assume a zero residual value and a constant pattern of consumption.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 39. Fair Value Measurements (continued)

\$

(3) Valuation techniques used to derive Level 2 and Level 3 Fair Values (continued)

Infrastructure (continued)

MERU LANDFILL (continued)

Landfill (continued)

- Cost to prepare site - based on current costs and depreciate to nil over remaining life of site. These costs were negligible and therefore have not been included as a separate component
- Cost to prepare each cell - based on current cost and depreciated to nil as cell is filled.
- Cost to prepare leachate and overflow ponds - based on current cost and depreciated to nil over period till statutory monitoring is no longer required

Council established a rehabilitation provision for estimated future capping expenditure that is discounted to its present value, with the unwinding of the discount being charged to the statement of comprehensive income within the amortisation charge. The discounted present value of the future capping expenditure is capitalised as part of the Landfill asset (2020-2021: \$9,155,248) and is amortised on a straight-line basis.

At each reporting date the restoration and rehabilitation liability is re-measured to account for any new disturbance, updated cost estimates, inflation, changes to the estimated reserves and lives of operations, new regulatory requirements, environmental policies and revised discount rates. Changes to the restoration and rehabilitation liability are added to or deducted from the related rehabilitation asset and amortised accordingly.

OTHER INFRASTRUCTURE

Roads (Drainage, Bridges, Roundabouts, Medians and Islands, Street lighting, Bus Shelters, Footpaths)

Assets revalued and reviewed by Management with data sourced from the My Data database, Intramaps, CadCorp and extensive field audits conducted by the Asset Management Team and the ARRB (Australian Road Research Board).

Car Parks

Assets revalued and reviewed by Management with data sourced from MyData and condition assessments undertaken by ARRB on sealed carparks.

A reasonably flat rate asset condition distribution has been applied with an average RUL (Remaining Useful Life) of 60% of Design Life being applied across the portfolio.

Recreation (Parks)

Recreation (Parks) assets was revalued and reviewed by Management through its myData register 30/06/2018. MyData is based on asset lifecycle costing with automated valuations complying with Australian Accounting Standards.

Valuation is based on a combination of age and condition of the asset. Certain valuations were made on the basis of open market values of similar assets adjusted for condition and comparability (Level 2 inputs in the fair value hierarchy) and certain valuations were made having regard for current replacement cost and residual values (cost based approach, which are Level 3 inputs in the fair value hierarchy). Given the significance of the Level 3 inputs into the overall fair value measurement, the assets are deemed to have been valued using Level 3 inputs. These Level 3 inputs are based on the assumptions with regard to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 39. Fair Value Measurements (continued)

\$

(4). Fair value measurements using significant unobservable inputs (Level 3)

a. The following tables present the changes in Level 3 Fair Value Asset Classes.

	Land	Buildings	Furniture & Equipment	Roads	Total
Opening Balance - 1/7/19	-	106,639,744	1,584,408	585,123,301	693,347,453
Purchases (GBV)	-	2,760,164	917,500	12,128,442	15,806,106
Disposals (WDV)	-	(623,374)	(708,943)	(2,899)	(1,335,216)
Depreciation & Impairment	-	(2,078,808)	(352,678)	(16,099,273)	(18,530,759)
Transfer between Asset Classes	-	613,526	26,367	2,541,513	3,181,406
Revaluation - (Decrements)	-	(480,030)	-	-	(480,030)
Closing Balance - 30/6/20	-	106,831,222	1,466,656	583,691,084	691,988,960
Purchases (GBV)	-	1,322,374	368,922	11,632,657	13,323,953
Disposals (WDV)	-	(520,762)	(96,677)	-	(617,439)
Depreciation & Impairment	-	(1,974,800)	(337,939)	(16,416,416)	(18,729,155)
Transfer between Asset Classes	-	(1,191,322)	-	-	(1,191,322)
Revaluation - (Decrements)	-	(233,860)	-	-	(233,860)
Impairment - (Decrements)	-	(152,853)	-	-	(152,853)
Closing Balance - 30/6/21	-	104,079,999	1,400,962	578,907,325	684,388,284

	Recreation	Car Parks	Meru Landfill	Airport	Total
Opening Balance - 1/7/19	49,761,450	10,133,494	17,956,086	51,560,812	129,411,842
Purchases (GBV)	4,194,502	324,552	1,462,516	238,657	6,220,227
Depreciation & Impairment	(1,737,716)	(481,590)	(684,481)	(1,207,068)	(4,110,855)
Other movement	(3,347,680)	894,555	(1,341,216)	(12,900)	(3,807,241)
Other movement (Revaluation)	-	-	-	(24,593,701)	(24,593,701)
Closing Balance - 30/6/20	48,870,556	10,871,013	17,392,905	25,985,800	103,120,272
Purchases (GBV)	3,118,695	124,127	97,960	185,722	3,526,504
Depreciation & Impairment	(2,002,822)	(494,094)	(572,915)	(1,110,618)	(4,180,449)
Reclassifications between Asset Classes	1,145,511	45,811	-	-	1,191,322
Other movement (Revaluation)	-	-	64,460	-	64,460
Closing Balance - 30/6/21	51,131,940	10,546,857	16,982,410	25,060,905	103,722,109

(5). Highest and best use

All of Council's non financial assets are considered to being utilised for their highest and best use.

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 40. "Held for Sale" Non Current Assets & Disposal Groups

\$

Council did not classify any Non Current Assets or Disposal Groups as "Held for Sale".

Note 41. Investment Properties

Council has not classified any Land or Buildings as "Investment Properties".

Note 42. Intangible Assets

	2021 Carrying Amount	2020 Carrying Amount
Intangible Assets are as follows;		
Opening Values:		
Gross Book Value (1/7)	104,143	104,143
Net Book Value - Opening Balance	104,143	104,143
Movements for the year		
- Purchases	55,316	-
Closing Values:		
Gross Book Value (30/6)	159,460	104,143
Total Intangible Assets - Net Book Value ¹	159,460	104,143
¹ The Net Book Value of Intangible Assets represent:		
- Laneway Easement	159,460	104,143
	159,460	104,143

Council will not amortise the Laneway Easement as it has an indefinite useful life.

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 43. Equity - Retained Earnings and Reserves Adjustments

\$

(a). Correction of Error/s relating to a Previous Reporting Period - Cape Burney Freeholding

In October 2020 the City of Greater Geraldton completed the subdivision of a portion of lot 200 Gaskin Drive, Cape Burney whereby 23 residential freehold lots were created. The City invited leaseholders to acquire a freehold titled lot. A Contract of Sale was entered into with 22 of the 23 leaseholders which required an upfront payment of \$60,000 with the balance of the purchase price being payable within 20 business days of the issue of a separate Certificate of Title for the lot. The deposits totalling \$1,240,000 were treated as income (Contributions) in the Statement of Comprehensive Income for the Year Ended 30 June 2019. It is considered that the correct accounting treatment for the deposits was to treat them as a current liability in the City's Statement of Financial Position as at 30 June 2019. In order to correct this error, the City has restated the opening balances in the Statement of Changes of Equity and Statement of Financial Position as at 30 June 2021.

As this error was made in the comparative period, the Statement of Financial Position balances as at 30 June 2020 were restated. The below section shows the restatement of each line item affected by the error.

(b). Correction of Error/s relating to a Previous Reporting Period - DE recognition of Assets

The Walkaway Polocrosse Club leases a piece of land from the City of Greater Geraldton to carry out its activities, the sport of Polocrosse. This arrangement was inherited from the Shire of Greenough when the City of Geraldton and Shire of Greenough amalgamated in 2007. At the time of amalgamation, the land and structures were brought onto the asset register of the new council and have been on the register ever since. It has now been established that the City only owns the land, and the structures are owned by the Polocrosse Club.

A prior year adjustment has been made to remove the structures from the city's asset register. The impact of this adjustment is highlighted below

The section below shows the restatement of each line item affected by the errors.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 43. Equity - Retained Earnings and Reserves Adjustments (continued)

\$	Actual 2019	Correction of error adjustment	Restated actual 2019	Actual 2020	Correction of error adjustment	Restated actual 2020
30 June 2020 Comparative Year						
Financial Statement Line Item						
Statement of Profit of Loss and Other Comprehensive Income (Extract)						
Revenue						
Operating Grants, Subsidies & Contributions (a)	8,701,906	(1,240,000)	7,461,906	-	-	-
Total income	79,978,818	(1,240,000)	78,738,818	-	-	-
Expenses						
Depreciation & Amortisation (b)				(24,518,212)	7,795	(24,510,416)
Total Expenses				(79,128,378)	7,795	(79,120,583)
Operating Result from Continuing Operations	550,758	(1,240,000)	(689,242)	627,063	7,795	634,858
Net Result - Surplus (Deficit)	21,144,374	(1,240,000)	19,904,374	2,057,432	7,795	2,065,227
Other Comprehensive Income						
Changes on revaluation of non-current assets (b)				(20,210,775)	(480,029)	(20,690,804)
Total comprehensive income for the period	21,094,542	(1,240,000)	19,852,542	(18,153,343)	(472,234)	(18,625,577)

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 43. Equity - Retained Earnings and Reserves Adjustments (continued)

\$	Actual 2019	Correction of error adjustment	Restated actual 2019	Actual 2020	Correction of error adjustment	Restated actual 2020
Statement of Financial Position (Extract)						
Non-Current Assets						
Property, Plant and Equipment (b)				205,048,762	(472,234)	204,576,528
Total Non-Current Assets				893,767,582	(472,234)	893,295,347
TOTAL ASSETS				939,242,705	(472,234)	938,770,471
Current Liabilities						
Contract Liabilities (a)	-	-	-	765,330	1,240,000	2,005,330
Trade & Other Payables (a)	19,357,080	1,240,000	20,597,080	-	-	-
Total Current Liabilities	29,696,408	1,240,000	30,936,408	-	-	-
TOTAL LIABILITIES	73,462,501	1,240,000	74,702,501	-	-	-
Net assets	897,452,520	(1,240,000)	896,212,520	-	-	-
Equity						
Retained Surplus	347,843,747	(1,240,000)	346,603,747	350,376,346	(1,232,205)	349,144,141
Reserves - Asset Revaluation (Note 15)				507,362,368	(480,029)	506,882,339
Total equity	897,452,520	(1,240,000)	896,212,520	880,747,670	(1,712,234)	879,035,436
Statement of Changes in Equity (Extract)						
Net Result	21,144,374	(1,240,000)	19,904,374	2,057,432	7,795	2,065,227

Note 44. Discontinued Operations

Council has not classified any of its Operations as "Discontinued".

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 45. Events occurring after the Reporting Period

\$

Events that occur between the end of the reporting period (ending 30 June 2021) and the date when the financial statements are "authorised for issue" have been taken into account in preparing these statements.

Council has adopted the date of receipt of the Auditors' Report as the applicable "authorised for issue" date relating to these General Purpose Financial Statements.

Events that occur after the Reporting Period represent one of two types:

(i) Events that provide evidence of conditions that existed at the Reporting Period

These financial statements (and the figures therein) incorporate all "adjusting events" that provided evidence of conditions that existed at 30 June 2021.

(ii) Events that provide evidence of conditions that arose after the Reporting Period

These financial statements (& figures therein) do not incorporate any "non-adjusting events" that have occurred after 30 June 2021 and which are only indicative of conditions that arose after 30 June 2021.

Council is unaware of any material or significant "non-adjusting events" that should be disclosed.

Note 46. Transactions with Related Parties

(a) Subsidiaries (ie. Entities and Operations controlled by Council)

Council has no interest in any Subsidiaries.

(b) Associates

Council has no interest in any Associates.

(c) Key Management Personnel Transactions with Key Management Personnel

Key management personnel include the Mayor, Councillors, Chief Executive and other members of the senior management team.

Related parties include Council's key management personnel (KMP), their close family members, and any entities that they or any of their close family members control or jointly control.

City of Greater Geraldton

Notes to the Financial Statements

for the year ended 30 June 2021

Note 46. Transactions with Related Parties (continued)

\$	2021	2020
(c) Key Management Personnel (continued)		
The compensation paid to Key Management Personnel comprises:		
Short-Term Employee Benefits	1,678,550	1,552,113
Post-Employment Benefits	136,840	128,634
Long-Term Benefits	27,860	24,392
Total	1,843,250	1,705,139

Short Term Employee Benefits

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

Post-Employment Benefits

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

Other Long-Term Benefits

These amounts represent long service benefits accruing during the year.

Termination Benefits

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

Council has assessed the materiality of disclosure of transactions with related parties on the following criteria:

- 1) The potential effect of the relationship on the financial statements;
- 2) Whether the transaction occurred as:
 - a) part of a public service provider relationship with a taxpayer on terms no different to that of a transaction with the general public or
 - b) part of an ordinary operational transaction within a normal supplier or client/recipient relationship on terms and conditions no more or less favourable than those that is reasonable to expect the Council would have adopted with the party at arm's length in the same circumstances.

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

The following transactions occurred with related parties

	2021 Actual	2021 Actual
Sale of goods and services	18,997	-
Purchase of Goods and Services	13,980	-
Amounts outstanding from related parties - Trade & other receivables	5,703	-
Amounts outstanding to related parties - Trade & other payables	2,049	-

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 47. Initial Application of Australian Accounting Standards

\$

New Accounting Standard

Nil

Note 48. New Accounting Standards and Interpretations

AASB 1059 Service Concession Arrangements: Grantors is effective on or after 1 July 2020, which resulted in changes to accounting policies. AASB 1059 introduces the accounting treatment for assets in service concession arrangements from the perspective of public sector grantors. The standard defines a service concession arrangement and provide guidance on the recognition and measurement requirements. Determining whether an arrangement is a service concession requires significant judgement and should be assessed on an asset by asset basis. The City completed an internal assessment on the adoption of AASB 1059 and concluded that there was no impact of AASB 1059 as of 1 July 2020 and for the current financial year.

AASB 2018-7 Definition of Material : This standard includes additional explanation to expand the definition of what information may be considered material in nature and how presentation may also be an influence. There was no impact of AASB 2018-17 as of 1 July 2020 and for the current financial year.

City of Greater Geraldton

Notes to the Financial Statements for the year ended 30 June 2021

Note 49. Council Information & Contact Details

Principal Place of Business:

63 Cathedral Avenue
Geraldton WA 6530

Contact Details

Mailing Address:

PO Box 101
Geraldton WA 6531

Opening Hours:

Monday - Friday
8.30am to 5.00pm

Telephone: 08 9956 6600

Facsimile: 08 9956 6674

Internet: www.cgg.wa.gov.au

Email: council@cgg.wa.gov.au

Officers

CHIEF EXECUTIVE OFFICER

Ross McKim

Elected Members

MAYOR

Shane Van Styn

AUDITORS

Office of the Auditor General
7th Floor, Albert Facey House
469 Wellington Street, Perth

COUNCILLORS

Steve Douglas
David Caudwell
Tarleah Thomas
Jennifer Critch
Robert Hall
Victor Tanti
Natasha Colliver
Simon Keemink
Sally Elphick
Jerry Clune
Peter Fiorenza
Kim Parker

Other Information

ABN: 55 907 677 173



Auditor General

INDEPENDENT AUDITOR'S REPORT 2021 City of Greater Geraldton

To the Councillors of the City of Greater Geraldton

Report on the audit of the annual financial report

Opinion

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

- the Statement of Financial Position at 30 June 2021, the Statement of Comprehensive Income by Nature or Type, Statement of Comprehensive Income by Program, Statement of Changes in Equity, Statement of Cash Flows and Rate Setting Statement for the year then ended
- Notes comprising a summary of significant accounting policies and other explanatory information
- the Statement by the Chief Executive Officer.

In my opinion the financial report of the City of Greater Geraldton:

- is based on proper accounts and records
- fairly represents, in all material respects, the results of the operations of the City for the year ended 30 June 2021 and its financial position at the end of that period in accordance with the *Local Government Act 1995* (the Act) and, to the extent that they are not inconsistent with the Act, Australian Accounting Standards.

Basis for opinion

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

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

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

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

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

Auditor's responsibility for the audit of the financial report

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

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

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

Report on other legal and regulatory requirements

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

- (i) In my opinion, the following material matter indicates a significant adverse trend in the financial position of the City:
 - a) The Asset Sustainability Ratio as reported in note 24 of the financial report is below the Department of Local Government, Sport and Cultural Industries' basic standard for the past two financial years and the current year is below last year.
- (ii) The following material matter indicating non-compliance with Part 6 of the Act, the Regulations or applicable financial controls of any other relevant written law was identified during the course of my audit:
 - a) We identified weaknesses in the City's general computer controls over user access and change management relating to the financial system. These weaknesses increase the risk of inappropriate or unauthorised access to the system and undermine the confidentiality, integrity and availability of the entity's financial system and information.
- (iii) All required information and explanations were obtained by me.
- (iv) All audit procedures were satisfactorily completed.
- (v) In my opinion, the Asset Consumption Ratio and the Asset Renewal Funding Ratio included in the financial report were supported by verifiable information and reasonable assumptions.

Other information

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

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

Matters relating to the electronic publication of the audited financial report

This auditor's report relates to the financial report of the City of Greater Geraldton for the year ended 30 June 2021 included on the City's website. The City's management is responsible for the integrity of the City's website. This audit does not provide assurance on the integrity of the City's website. The auditor's report refers only to the financial report described above. It does not provide an opinion on any other information which may have been hyperlinked to/from this financial report. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to refer to the hard copy of the audited financial report to confirm the information contained in this website version of the financial report.

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



City of
Greater Geraldton
a vibrant future



GERALDTON:

City of Greater Geraldton Administration Centre
63 Cathedral Avenue
Geraldton WA 6530
Phone: 08 9956 6600 | Fax: 08 9956 6674
council@cgg.wa.gov.au

MULLEWA:

Mullewa District Office
Corner of Thomas and Padbury Streets
Mullewa WA 6630
Phone: 08 9956 6643 | Fax: 08 9961 1206
council@cgg.wa.gov.au



www.cgg.wa.gov.au