



Budget

Statutory Statements and Notes for the year ending 30 June 2018

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City of Gosnells
Statement of Comprehensive Income
By Nature or Type
for the year ending 30 June 2018

	Note	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Revenue				
Rates	9	65,337,000	63,285,144	63,223,000
Operating Grants, Subsidies and Contributions	2(a)	6,574,972	7,010,332	6,286,569
Fees and Charges	2(a)	23,708,624	22,672,428	23,528,736
Interest Earnings	2(a)	4,522,000	3,771,247	3,803,000
Other Revenue	2(a)	108,000	480,067	111,000
		<u>100,250,596</u>	<u>97,219,218</u>	<u>96,952,305</u>
Expenditure				
Employee Costs		(45,110,726)	(42,710,704)	(42,871,004)
Materials and Contracts		(33,422,389)	(27,586,978)	(33,464,067)
Utility Charges		(5,085,898)	(4,769,091)	(5,237,568)
Amortisation and Depreciation	2(a)	(24,145,219)	(23,707,075)	(23,710,527)
Interest Expenses	2(a)	(524,525)	(88,539)	0
Insurance Expenses		(1,953,171)	(1,818,857)	(1,955,822)
Other Expenses		(1,703,505)	(2,199,518)	(1,358,187)
		<u>(111,945,433)</u>	<u>(102,880,762)</u>	<u>(108,597,175)</u>
		<u>(11,694,837)</u>	<u>(5,661,544)</u>	<u>(11,644,870)</u>
Non Operating Grants, Subsidies and Contributions	2(a)	16,217,319	10,753,512	10,200,267
Fair Value Adjustment to Financial Assets at Fair Value through Profit or Loss	2(a)	103,000	150,000	100,000
Profit on Asset Disposals	6	15,833,842	983,499	16,888,008
Loss on Asset Disposals	6	(917,805)	(758,629)	(1,612,736)
		<u>31,236,356</u>	<u>11,128,382</u>	<u>25,575,539</u>
Net Result		<u>19,541,519</u>	<u>5,466,838</u>	<u>13,930,669</u>
Other Comprehensive Income				
Changes on revaluation of Non-Current Assets		0	0	0
Total Comprehensive Income		<u>19,541,519</u>	<u>5,466,838</u>	<u>13,930,669</u>

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

City of Gosnells
Statement of Comprehensive Income
By Program
for the year ending 30 June 2018

	Note	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Revenue				
Refer to Notes 1, 2, 9 and 12				
General Purpose Funding		74,973,000	72,478,482	72,078,000
Governance		7,417	5,110	5,150
Law, Order and Public Safety		753,159	665,932	886,579
Health		307,799	318,836	313,136
Education and Welfare		802,892	773,566	783,523
Community Amenities		15,939,283	15,529,434	15,543,542
Recreation and Culture		4,053,942	3,874,073	3,899,397
Transport		358,000	338,194	384,267
Economic Services		2,403,467	2,300,658	2,440,690
Other Property and Services		651,637	934,933	618,021
		<u>100,250,596</u>	<u>97,219,218</u>	<u>96,952,305</u>
Expenses excluding Finance Costs				
Refer to Notes 1 and 2				
General Purpose Funding		(1,730,747)	(1,867,752)	(2,005,160)
Governance		(6,622,223)	(5,067,311)	(5,146,743)
Law, Order and Public Safety		(4,267,204)	(3,793,443)	(4,024,394)
Health		(1,338,936)	(1,374,121)	(1,428,676)
Education and Welfare		(4,430,611)	(4,262,444)	(4,392,048)
Community Amenities		(21,995,216)	(20,704,928)	(21,583,025)
Recreation and Culture		(36,742,150)	(34,148,357)	(35,187,277)
Transport		(28,333,453)	(26,840,027)	(28,028,386)
Economic Services		(3,105,698)	(2,972,692)	(3,315,701)
Other Property and Services		(2,854,670)	(1,761,148)	(3,485,765)
		<u>(111,420,908)</u>	<u>(102,792,223)</u>	<u>(108,597,175)</u>
Finance Costs	2(a)	(524,525)	(88,539)	0
Non Operating Grants, Subsidies and Contributions	2(a)	16,217,319	10,753,512	10,200,267
Fair Value Adjustments to Financial Assets at Fair Value through Profit or Loss	2(a)	103,000	150,000	100,000
Profit on Disposal of Assets	6	15,833,842	983,499	16,888,008
(Loss) on Disposal of Assets	6	(917,805)	(758,629)	(1,612,736)
Net Result		<u>19,541,519</u>	<u>5,466,838</u>	<u>13,930,669</u>
Other Comprehensive Income				
Changes on revaluation of Non-Current Assets		0	0	0
Total Comprehensive Income		<u>19,541,519</u>	<u>5,466,838</u>	<u>13,930,669</u>

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

City of Gosnells
Statement of Cash Flows
for the year ending 30 June 2018

	Note	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Cash Flows from Operating Activities				
Receipts				
Rates		66,637,000	63,025,794	63,723,000
Operating Grants, Subsidies and Contributions		6,474,972	6,927,244	5,507,719
Fees and Charges		23,858,624	22,535,516	23,528,736
Interest Earnings		4,121,909	3,435,963	3,503,000
Goods and Services Tax		5,900,000	4,135,730	6,119,797
Other Revenue		108,000	480,067	111,000
		<u>107,100,505</u>	<u>100,540,314</u>	<u>102,493,252</u>
Payments				
Employee Costs		(45,360,726)	(42,253,469)	(42,007,145)
Materials and Contracts		(31,459,984)	(25,436,881)	(31,422,417)
Utility Charges		(5,085,898)	(4,769,091)	(5,237,568)
Interest Expenses		(540,677)	(72,387)	0
Insurance Expenses		(1,953,171)	(1,818,857)	(1,955,822)
Goods and Services Tax		(5,850,000)	(4,173,064)	(6,035,049)
Other Expenses		(1,703,505)	(2,199,518)	(1,358,187)
		<u>(91,953,961)</u>	<u>(80,723,267)</u>	<u>(88,016,188)</u>
Net Cash provided by (used in)				
Operating Activities	3(a)	<u>15,146,544</u>	<u>19,817,047</u>	<u>14,477,064</u>
Cash Flows from Investing Activities				
Payments for:				
Development of Land Held for Resale		(11,034,228)	(1,052,701)	(7,591,936)
Purchase of Property, Plant & Equipment		(14,336,539)	(13,251,338)	(25,168,884)
Construction of Infrastructure		(30,559,975)	(15,927,181)	(25,925,245)
Investment Properties		0	(1,025,000)	0
Non Operating Grants, Subsidies and Contributions used for the Development of Assets		16,217,319	10,753,512	10,200,267
Proceeds from Sale of Property, Plant & Equipment		19,906,200	2,556,610	20,965,458
Net Cash provided by (used in)				
Investing Activities	3(c)	<u>(19,807,223)</u>	<u>(17,946,098)</u>	<u>(27,520,340)</u>
Cash Flows from Financing Activities				
Repayment of Loan Facilities	7	(13,873,000)	(13,238,624)	(13,838,624)
Proceeds from New Loan Facilities	7	19,417,500	15,830,000	26,847,500
Net Cash provided by (used in)				
Financing Activities		<u>5,544,500</u>	<u>2,591,376</u>	<u>13,008,876</u>
Net Increase (Decrease) in Cash Held		883,821	4,462,325	(34,400)
Cash at Beginning of the Year		110,740,672	106,278,347	109,938,698
Cash and Cash Equivalents at the End of the Year	3	<u>111,624,493</u>	<u>110,740,672</u>	<u>109,904,298</u>

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

City of Gosnells
Rate Setting Statement
for the year ending 30 June 2018

	Note	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Revenue from Operating Activities excluding Rates				
General Purpose Funding		9,636,000	9,193,338	8,855,000
Governance		7,417	5,110	5,150
Law, Order and Public Safety		753,159	665,932	886,579
Health		307,799	318,836	313,136
Education and Welfare		802,892	773,566	783,523
Community Amenities		15,939,283	15,529,434	15,543,542
Recreation and Culture		4,053,942	3,874,073	3,899,397
Transport		403,411	428,968	494,771
Economic Services		2,403,467	2,300,658	2,440,690
Other Property and Services		16,440,068	1,827,658	17,395,525
		<u>50,747,438</u>	<u>34,917,573</u>	<u>50,617,313</u>
Expenditure from Operating Activities				
General Purpose Funding		(1,730,747)	(1,867,752)	(2,005,160)
Governance		(6,622,223)	(5,067,311)	(5,146,743)
Law, Order and Public Safety		(4,267,204)	(3,793,443)	(4,024,394)
Health		(1,338,936)	(1,374,121)	(1,428,676)
Education and Welfare		(4,430,611)	(4,262,444)	(4,392,048)
Community Amenities		(22,145,216)	(20,793,467)	(21,583,025)
Recreation and Culture		(37,116,675)	(34,849,548)	(35,888,468)
Transport		(29,251,258)	(26,897,465)	(28,939,931)
Economic Services		(3,105,698)	(2,972,692)	(3,315,701)
Other Property and Services		(2,854,670)	(1,761,148)	(3,485,765)
		<u>(112,863,238)</u>	<u>(103,639,391)</u>	<u>(110,209,911)</u>
Adjustments for Cash Budget Requirements				
Non-Cash Revenue and Expenses				
(Profit)/Loss on Asset Disposals	6	(14,916,037)	(224,870)	(15,275,272)
Amortisation and Depreciation	2(a)	24,319,837	23,839,757	23,839,755
Fair Value Adjustment to Financial Assets at Fair Value through Profit or Loss	2(a)	103,000	150,000	100,000
Changes in Other Non-Current Assets		(103,000)	(150,000)	(100,000)
		<u>9,403,800</u>	<u>23,614,887</u>	<u>8,564,483</u>
Amount attributable to Operating Activities		<u>(52,712,000)</u>	<u>(45,106,931)</u>	<u>(51,028,115)</u>

City of Gosnells
Rate Setting Statement
for the year ending 30 June 2018

	Note	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Investing Activities				
Contributions/Grants for the Construction of Assets	2(a)	16,217,319	10,753,512	10,200,267
Proceeds from Disposal of Assets	6	19,906,200	2,556,610	20,965,458
Purchase of Land Held for Resale	5	(11,034,228)	(1,052,701)	(7,591,936)
Purchase of Property, Plant & Equipment	5	(14,177,874)	(13,410,003)	(25,168,884)
Purchase of Infrastructure Assets	5	(30,734,593)	(16,723,936)	(25,925,245)
Purchase of Investment Properties		0	(1,025,000)	0
Amount attributable to Investing Activities		<u>(19,823,176)</u>	<u>(18,901,518)</u>	<u>(27,520,340)</u>
Financing Activities				
Proceeds from Loan Facilities	7	19,417,500	15,830,000	26,847,500
Repayment of Loan Facilities	7	(13,873,000)	(13,238,624)	(13,838,624)
Transfers to Reserves (Restricted Cash)	8	(25,104,232)	(17,808,649)	(24,533,756)
Transfers from Reserves (Restricted Cash)	8	16,384,568	11,754,452	15,420,861
Amount attributable to Financing Activities		<u>(3,175,164)</u>	<u>(3,462,821)</u>	<u>3,895,981</u>
Net Current Assets - Surplus/(Deficit) at:				
The start of the financial year	4	11,173,340	15,359,466	12,229,474
The end of the financial year	4	<u>(800,000)</u>	<u>(11,173,340)</u>	<u>(800,000)</u>
Estimated amount to be raised from				
General Rates	9	<u>(65,337,000)</u>	<u>(63,285,144)</u>	<u>(63,223,000)</u>

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

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

1. Significant Accounting Policies

(a) Basis of Preparation

The budget has been prepared in accordance with applicable Australian Accounting Standards (as they apply to local government and not-for-profit entities), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the *Local Government Act 1995* and accompanying regulations. Material accounting policies which have been adopted in the preparation of this budget are presented below and have been consistently applied unless stated otherwise.

Except for cash flow and rate setting information, the budget has also 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.

Critical Accounting Estimates

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

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

The Local Government Reporting Entity

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 14 to this budget document.

The Department of Local Government and Communities has expressed the view that a local government has no control over the performance bonds they hold and subsequently these are to be placed in the Trust Fund. However, the City has determined that there is no fiduciary relationship as it is not acting in the interest of, or on behalf of, the developer but in the discharge of its statutory role as a municipal authority. Therefore the Funds can legitimately be held in the Municipal Fund.

(b) 2016/17 Actual Balances

Balances shown in this budget as 2016/17 Actual are as forecast at the time of budget preparation and are subject to final adjustments.

(c) Rounding Off Figures

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

(d) Comparative Figures

Where required, comparative figures have been adjusted to conform with changes in presentation for the current budget year.

(e) Budget Comparative Figures

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

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

1. Significant Accounting Policies (Continued)

(f) Forecast Fair Value Adjustment

All fair value adjustments relating to re-measurement of financial assets at fair value through profit or loss (if any) and changes on revaluation of non-current assets are impacted upon by external forces and not able to be reliably estimated at the time of budget adoption.

Fair value adjustments relating to the re-measurement of financial assets at fair value through profit or loss will be assessed at the time they occur with compensating budget amendments made as necessary.

It is anticipated, in all instances, that any changes upon revaluation of non-current assets will relate to non-cash transactions and as such, have no impact on this budget document.

(g) Rates, Grants, Donations and Other Contributions

Rates, grants, donations and other contributions are recognised as revenue when the City obtains control over the assets comprising the contributions.

Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.

(h) Goods and Services Tax (GST)

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

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

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

(i) Superannuation

The City contributes to a number of superannuation funds on behalf of employees.

All funds to which the City contributes are defined as contribution plans.

(j) Cash and Cash Equivalents

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

Bank overdrafts are shown as short term borrowings in current liabilities in Note 4 - Net Current Assets.

(k) Trade and Other Receivables

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

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.

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

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

1. Significant Accounting Policies (Continued)

(l) Inventories

General

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

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

Land Held for Resale

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed.

Gains and losses are recognised as profit or loss at the time of signing an unconditional contract of sale if significant risks, rewards, and effective control over the land are passed on to the buyer at this point.

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

(m) Fixed Assets

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

Mandatory Requirements to Revalue Non-Current Assets

Effective from 1 July 2012, the *Local Government (Financial Management) Regulations* were amended and the measurement of non-current assets at Fair Value became mandatory.

In 2013, the Council commenced the process of adopting Fair Value in accordance with the regulations.

Whilst the amendments initially allowed for a phasing in of fair value in relation to fixed assets over three years, as at 30 June 2015 all non-current assets were carried at fair value in accordance with the requirements.

Thereafter, each asset class must be revalued in accordance with the regulatory framework established and the City revalues its asset classes in accordance with this mandatory timetable.

Relevant disclosures, in accordance with the requirements of Australian Accounting Standards, have been made in the financial report as necessary.

Initial Recognition and Measurement between Mandatory Revaluation Dates

All assets are initially recognised at cost and subsequently revalued in accordance with the mandatory measurement framework detailed above.

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the City includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

1. Significant Accounting Policies (Continued)

(m) Fixed Assets (Continued)

Individual assets acquired between initial recognition and the next revaluation of the asset class in accordance with the mandatory measurement framework detailed above, are carried at cost less accumulated depreciation as management believes this approximates fair value. They will be subject to subsequent revaluation on the next anniversary date in accordance with the mandatory measurement framework detailed above.

Revaluation

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 asset are recognised against the revaluation surplus directly in equity. All other decreases are recognised as profit or loss.

Land Under Roads

In Western Australia, all land under roads is Crown land; the responsibility for managing which, is vested in the local government.

Effective as at 1 July 2008, Council elected not to recognise any value for land under roads acquired on or before 30 June 2008. This accords with the treatment available in Australian Accounting Standard AASB 1051 Land Under Roads and the fact that the *Local Government (Financial Management) Regulation 16(a)(i)* prohibits local governments from recognising such land as an asset.

In respect of land under roads acquired on or after 1 July 2008, as detailed above, *Local Government (Financial Management) Regulation 16(a)(i)* prohibits local governments from recognising such land as an asset.

Whilst such treatment is inconsistent with the requirements of AASB 1051, *Local Government (Financial Management) Regulation 4(2)* provides, in the event of such an inconsistency, the *Local Government (Financial Management) Regulations* prevail.

Consequently, any land under roads acquired on or after 1 July 2008 is not included as an asset of the City.

Depreciation

The depreciable amount of all fixed assets including buildings but excluding freehold land, are depreciated on a straight-line basis over the individual asset's asset components' useful life from the time the asset is held ready for use or depreciated over its remaining useful life once revalued. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

1. Significant Accounting Policies (Continued)

(m) Fixed Assets (Continued)

Major depreciation periods used for each class of depreciable asset are:

Bridges		
-	Footbridges, Boardwalks and Lookouts	10 to 100 years
-	Road bridges	80 to 100 years
Buildings		
-	Structure	75 years
-	Non-structural components	15 to 50 years
Bus Shelters		30 to 40 years
Drains		100 years
Footpaths		60 to 80 years
Furniture and Fixtures		2 to 60 years
Intangible Assets		3 to 15 years
Kerbing		60 years
Other Infrastructure		10 to 75 years
Park Developments		5 to 40 years
Plant and Equipment		5 to 10 years
Street Lights		20 to 50 years
Surfaced roads and streets		
	Formation	not depreciated
Pavement		
-	Local Access Roads	not depreciated
-	Industrial and Distributor Roads	54 to 75 years
Surface		
-	Bituminous seals	20 years
-	Asphalt surfaces	18 to 30 years
-	Brick paving	30 years

The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in profit or loss in the period in which they arise.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

1. Significant Accounting Policies (Continued)

(m) Fixed Assets (Continued)

Capitalisation Threshold

Where appropriate, the City will establish a revaluation threshold that provides for only assets of value greater than a certain level to require revaluation. Consideration is given to the number and value of existing assets and their stratification within the total portfolio. Often small value items with fairly short lives would have no material impact on the total valuation. While only a portion of the total asset class is comprehensively inspected and revalued, the entire asset class is deemed to be valued at fair value because the final result is not materially incorrect.

Revaluation Threshold

Where appropriate the Council establishes revaluation thresholds that provide for assets of value greater than a certain level to require revaluation. While only a portion of the total asset class is comprehensively inspected and revalued, the entire asset class is deemed to be valued at fair value because the final result is not materially incorrect.

(n) Fair Value of Assets and Liabilities

When performing a revaluation, the City uses a mix of both independent and management valuations using the following as a guide.

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

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

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

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

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

1. Significant Accounting Policies (Continued)

(n) Fair Value of Assets and Liabilities (Continued)

Fair Value Hierarchy

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

Level 1

Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3

Measurements based on unobservable inputs for the asset or liability.

The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

Valuation techniques

The City selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured.

The valuation techniques selected by the City are consistent with one or more of the following valuation approaches.

Market approach

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

Income approach

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

Cost approach

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

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

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

1. Significant Accounting Policies (Continued)

(n) Fair Value of Assets and Liabilities (Continued)

The mandatory measurement framework imposed by the *Local Government (Financial Management) Regulations* requires, as a minimum, all assets to be revalued at least every three years. Relevant disclosures in accordance with the requirements of Australian Accounting Standards have been made in the budget as necessary.

(o) Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the City becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the City commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

Classification and Subsequent Measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method, or cost.

Amortised cost is calculated as:

- (a) the amount in which the financial asset or financial liability is measured at initial recognition;
- (b) less principal repayments and any reduction for impairment; and
- (c) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest rate method.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

- (i) **Financial assets at fair value through profit and loss**
Financial assets are classified at "fair value through profit or loss" when they are held for trading for the purpose of short term profit taking. Assets in this category are classified as current assets. Such assets are subsequently measured at fair value with changes in carrying amount being included in profit or loss.
- (ii) **Loans and receivables**
Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Loans and receivables are included in current assets where they are expected to mature within 12 months after the end of the reporting period.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

1. Significant Accounting Policies (Continued)

(o) Financial Instruments (Continued)

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed maturities and fixed or determinable payments that the City's management has the positive intention and ability to hold to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised as profit or loss.

Held-to-maturity investments are included in current assets where they are expected to mature within 12 months after the end of the reporting period. All other investments are classified as non-current.

(iv) Available-for-sale financial assets

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

They are subsequently measured at fair value with changes in such fair value (i.e. gains or losses) recognised in other comprehensive income (except for impairment losses). When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are included in current assets, where they are expected to be sold within 12 months after the end of the reporting period. All other available-for-sale financial assets are classified as non-current.

(v) Financial liabilities

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost. Gains or losses are recognised as profit or loss.

Impairment

A financial asset is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered a loss event. Impairment losses are recognised as profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include indications that the debtor or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments, indications that they will enter bankruptcy or other financial reorganisation, and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

1. Significant Accounting Policies (Continued)

(o) Financial Instruments (Continued)

Derecognition

Financial assets are derecognised where the contractual rights for receipt of cash flows expire or the asset is transferred to another party, whereby the City no longer has any significant continual involvement in the risks and benefits associated with the asset.

Financial liabilities are derecognised where the related obligations are discharged, cancelled or expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and the fair value of the consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised as profit or loss.

(p) Impairment of Assets

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

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

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

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

At the time of adopting this budget, it is not possible to estimate the amount of impairment losses (if any) as at 30 June 2018.

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

(q) Trade and Other Payables

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

(r) Employee Benefits

Short-Term Employee Benefits

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

The City's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the statement of financial position. The City's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

1. Significant Accounting Policies (Continued)

(r) Employee Benefits (Continued)

Other Long-Term Employee Benefits

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any re-measurements for changes in assumptions of obligations for other long-term employee benefits are recognised as profit or loss in the periods in which the changes occur.

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

(s) Borrowing Costs

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

(t) Provisions

Provisions are recognised when the City has a 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.

(u) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not legal ownership, are transferred to the City, are classified as finance leases.

Finance leases are capitalised, recording an asset and a liability at the lower amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for 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.

Lease incentives under operating leases are recognised as a liability and amortised on a straight line basis over the life of the lease term.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

1. Significant Accounting Policies (Continued)

(v) Investment in Associates

An associate is an entity over which the City has significant influence.

Significant influence is the power to participate in the financial operating policy decisions of that entity but is not control or joint control of those policies. Investments in associates are accounted for in the financial statements by applying the equity method of accounting, whereby the investment is initially recognised at cost and adjusted thereafter for the post-acquisition change in the City's share of net assets of the associate. In addition, the City's share of the profit or loss of the associate is included in the City's profit or loss.

The carrying amount of the investment includes, where applicable, goodwill relating to the associate. Any discount on acquisition, whereby the City's share of the net fair value of the associate exceeds the cost of investment, is recognised in profit or loss in the period in which the investment is acquired.

Profits and losses resulting from transactions between the City and the associate are eliminated to the extent of the City interest in the associate.

When the City's share of losses in an associate equals or exceeds its interest in the associate, the City discontinues recognising its share of further losses unless it has incurred legal or constructive obligations or made payments on behalf of the associate. When the associate subsequently makes profits, the City will resume recognising its share of these profits once its share of the profits equals the share of the losses not recognised.

(w) Interest in Joint Arrangements

Joint arrangements represent the contractual sharing of control between parties in a business venture where unanimous decisions about relevant activities are required.

Separate joint venture entities providing joint venturers with an interest to net assets are classified as a joint venture and accounted for using the equity method.

Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The City's interests in the assets, liabilities, revenue and expenses of joint operations are included in the respective line items of the financial statements. Information about the joint ventures is set out in Note 16.

(x) Current and Non-Current Classification

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the City's operational cycle. In the case of liabilities where the City does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current even if not expected to be realised in the next 12 months except for land held for sale where it is held as non-current based on the City's intentions to release for sale.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
2. Revenue and Expenses			
(a) Net Result			
The Net Result from ordinary activities includes:			
(i) Crediting as Revenue:			
Operating Grants, Subsidies and Contributions by Program			
General Purpose Funding	4,316,000	4,256,269	4,270,000
Governance	7,267	4,910	5,000
Law, Order and Public Safety	244,259	185,182	290,479
Health	12,369	13,336	12,136
Education and Welfare	573,463	592,596	523,713
Community Amenities	374,618	580,042	326,980
Recreation and Culture	638,057	719,600	486,371
Transport	118,000	116,194	119,267
Economic Services	7,302	6,802	6,802
Other Property and Services	283,637	535,401	245,821
	<u>6,574,972</u>	<u>7,010,332</u>	<u>6,286,569</u>
Fees & Charges Revenue by Program			
General Purpose Funding	798,000	790,755	782,000
Governance	150	200	150
Law, Order and Public Safety	508,900	480,750	596,100
Health	295,430	305,500	301,000
Education and Welfare	229,428	180,970	259,810
Community Amenities	15,564,666	14,949,393	15,216,562
Recreation and Culture	3,415,885	3,154,473	3,413,026
Transport	240,000	222,000	265,000
Economic Services	2,396,165	2,293,856	2,433,888
Other Property and Services	260,000	294,531	261,200
	<u>23,708,624</u>	<u>22,672,428</u>	<u>23,528,736</u>
Interest Earnings			
Investments - Reserve Funds	2,488,000	1,757,400	1,930,000
Investments - Other Funds	1,314,000	1,152,849	1,276,000
Other Interest Revenue (refer to Note 12)	720,000	860,998	597,000
	<u>4,522,000</u>	<u>3,771,247</u>	<u>3,803,000</u>
Other Revenue			
Discount Received	100,000	100,000	100,000
Other	8,000	380,067	11,000
	<u>108,000</u>	<u>480,067</u>	<u>111,000</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
2. Revenue and Expenses (Continued)			
(a) Net Result (Continued)			
The Net Result from ordinary activities includes:			
(i) Crediting as Revenue (Continued):			
Non Operating Grants, Subsidies and Contributions by Program			
Law, Order and Public Safety	0	791,650	725,000
Community Amenities	6,340,000	5,906,696	3,760,000
Recreation and Culture	2,745,839	446,606	1,246,000
Transport	7,131,480	3,604,060	4,469,267
Other Property and Services	0	4,500	0
	<u>16,217,319</u>	<u>10,753,512</u>	<u>10,200,267</u>
Fair Value Adjustment to Financial Assets at Fair Value through Profit/Loss			
Financial Assets - Investments	103,000	150,000	100,000
	<u>103,000</u>	<u>150,000</u>	<u>100,000</u>
(ii) Charging as Expenses:			
Auditor Remuneration			
Audit of Annual Financial Report and Grant Acquittals	41,000	37,811	42,000
Other Audit Services	2,200	1,032	0
	<u>43,200</u>	<u>38,843</u>	<u>42,000</u>
Interest Expense (Finance Costs) (refer to Note 7)			
Loan Facilities - Operating Interest	524,525	88,539	0
Loan Facilities - Capital Interest	384,000	732,584	585,000
	<u>908,525</u>	<u>821,123</u>	<u>585,000</u>
Elected Members' Remuneration			
Meeting Fees	384,000	367,217	392,100
Mayor's Allowance	90,700	88,864	88,900
Deputy Mayor's Allowance	26,700	22,216	22,300
Travelling Expenses	18,000	12,000	18,000
Telecommunications Allowance	26,112	23,537	25,600
	<u>545,512</u>	<u>513,834</u>	<u>546,900</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
2. Revenue and Expenses (Continued)			
(a) Net Result (Continued)			
The Net Result from ordinary activities includes:			
(ii) Charging as Expenses (Continued):			
Amortisation and Depreciation			
<u>By Program</u>			
Amortisation and Depreciation Expense			
Governance	7,965	0	0
Law, Order and Public Safety	295,196	281,641	283,218
Health	116,078	109,722	109,722
Education and Welfare	140,184	143,665	143,665
Community Amenities	963,586	968,793	968,793
Recreation and Culture	5,700,208	5,602,798	5,606,026
Transport	15,139,345	15,144,659	15,144,659
Economic Services	26,991	22,034	22,034
Other Property and Services	1,755,666	1,433,763	1,432,410
	<u>24,145,219</u>	<u>23,707,075</u>	<u>23,710,527</u>
Depreciation Capitalised			
Other Property and Services	174,618	132,682	129,228
	<u>174,618</u>	<u>132,682</u>	<u>129,228</u>
<u>By Class</u>			
Amortisation and Depreciation Expense			
Bridges	1,253,733	1,222,958	1,222,958
Buildings	2,972,555	2,921,972	2,921,969
Drains	4,350,778	4,273,324	4,273,324
Furniture and Equipment	724,015	553,572	553,572
Intangible Assets	401,321	319,751	319,751
Other Infrastructure	611,776	660,377	660,377
Other Plant and Equipment	0	1,250	1,250
Park Development	2,546,319	2,511,368	2,511,368
Plant and Equipment	2,449,694	2,367,889	2,371,344
Roads and Paths	8,835,028	8,874,614	8,874,614
	<u>24,145,219</u>	<u>23,707,075</u>	<u>23,710,527</u>
Depreciation Capitalised			
Plant and Equipment	174,618	132,682	129,228
	<u>174,618</u>	<u>132,682</u>	<u>129,228</u>
Total Amortisation and Depreciation	<u>24,319,837</u>	<u>23,839,757</u>	<u>23,839,755</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

2. Revenue and Expenses (Continued)

(b) Statement of Objective

Our Vision for 2021 - as outlined in the City's 10 Year Community Plan

We will be a vibrant City with a strong community identity; a great place to live, work, raise children, visit and invest; a place that encourages a range of lifestyles and opportunities; and where the natural environment, cultural diversity and heritage of the City is respected and protected for the enjoyment of current and future generations.

Council operations as disclosed in this budget encompass the following service orientated programs:

General Purpose Funding

Revenue from rates including differential rates and interim rates, interest and fees on instalment arrangements and interest on arrears. Amounts receivable from the Western Australian Local Government Grants Commission for untied grants such as the Financial Assistance Grants.

Interest revenue received on municipal and reserve investment is allocated to this program.

Governance

The administration and operation of facilities and services to the Elected Members of Council. This program also includes other costs that relate to Elected Members and ratepayers which are not covered under other programs such as citizenship ceremonies, civic receptions and elections.

Law, Order and Public Safety

Administration and operation of funds received from the Department of Fire and Emergency Services for the Gosnells Bush Fire Brigade and State Emergency Service. Provision of community safety programs and Ranger services including registering and impounding of cats and dogs.

Revenue allocated to this program includes cat and dog registrations, infringements and prosecutions.

Health

Administration, inspection and operation of programs concerned with the general health of the community. Revenue and expenses relating to regulation and monitoring of food premises including food sample analysis, noise complaints and childhood immunisations.

Education and Welfare

Administration, support and operation of services for children, youth, seniors and persons with disabilities. Operation of Addie Mills Centre including the Meals on Wheel services. Provision of Community Development programs and events such as the Multicultural Food Fair and NAIDOC Week.

Community Amenities

Administration and operation of the refuse collection and disposal services. Provision of programs for the management and protection of the environment including the Switch Your Thinking program. The administration of town planning schemes, planning applications and associated land issues. This program also includes administration and operations relating to Bus Shelters, the Kenwick Cemetery and graffiti management.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

2. Revenue and Expenses (Continued)

(b) Statement of Objective (Continued)

Recreation and Culture

Administration and operation of the Civic Centre, community halls, recreation centres, parks, sporting facilities, Leisure World, Don Russell Performing Arts Centre, Libraries and the Gosnells Museum. Provision of heritage and community programs and events such as the Homegrown Festival, Summer Events Series, Outdoor Cinema, Arts and Culture programs, Sponsorship and Funding programs.

Transport

Administration, maintenance and construction of roads, drainage, footpaths, bridges, including road verges, streetscapes, crossovers, road signs, street trees, street signage and street lighting.

This program also includes the City's car parking facilities and road plant purchases.

Economic Services

The development, promotion, support and research of economic development issues with the community and progression of urban development projects. Provision of building control and swimming pool inspection services. Revenue allocated to this program includes royalties from the Boral quarry and telephone tower leases.

Other Property and Services

Private works carried out on property or services not under the care, control and management of the City. Works also include reinstatement work on the City's infrastructure as a result of damage from development. Plant operations, administration and public works overheads are allocated to the above programs. This program also includes any unclassified activities such as sale of land for the City's land subdivision projects and miscellaneous reserve transfers.

Note	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
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3. Notes to the Statement of Cash Flows

(a) Reconciliation of Cash

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

Cash - Unrestricted	18,727,094	23,982,882	22,438,702
Cash - Restricted	92,897,399	86,757,790	87,465,596
	<u>111,624,493</u>	<u>110,740,672</u>	<u>109,904,298</u>

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

Reserves	8	92,897,399	84,177,735	87,465,596
Unspent Grant Funds		0	2,580,055	0
		<u>92,897,399</u>	<u>86,757,790</u>	<u>87,465,596</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

	Note	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
3. Notes to the Statement of Cash Flows (Continued)				
(b) Reconciliation of Net Cash Provided By Operating Activities to Net Result				
Net Result		19,541,519	5,466,838	13,930,669
Depreciation		24,145,219	23,707,075	23,710,527
Investment Fair Value Movement		(103,000)	(150,000)	(100,000)
(Profit)/Loss on Sale of Asset		(14,916,037)	(224,870)	(15,275,272)
(Increase)/Decrease in Receivables		849,909	(889,618)	(459,053)
(Increase)/Decrease in Inventories		(15,000)	7,690	12,373
Increase/(Decrease) in Payables		2,111,253	2,196,209	1,994,228
Increase/(Decrease) in Employee Provisions		(250,000)	457,235	863,859
Non Operating Grants, Subsidies and Contributions used for the Development of Assets		(16,217,319)	(10,753,512)	(10,200,267)
Net Cash from Operating Activities		15,146,544	19,817,047	14,477,064
(c) Reconciliation of Net Cash Provided By Investing Activities				
Payments for:				
Development of Land Held for Resale	5	(11,034,228)	(1,052,701)	(7,591,936)
Purchase of Property, Plant & Equipment	5	(14,177,874)	(13,410,003)	(25,168,884)
Interest Capitalised		(158,665)	158,665	0
		(14,336,539)	(13,251,338)	(25,168,884)
Construction of Infrastructure	5	(30,734,593)	(16,059,863)	(26,054,473)
Depreciation Capitalised	2(a)	174,618	132,682	129,228
		(30,559,975)	(15,927,181)	(25,925,245)
Investment Properties		0	(1,025,000)	0
Non Operating Grants, Subsidies and Contributions used for the Development of Assets	2(a)	16,217,319	10,753,512	10,200,267
Proceeds from Sale of Property, Plant & Equipment	6	19,906,200	2,556,610	20,965,458
Net Cash from Investing Activities		(19,807,223)	(17,946,098)	(27,520,340)
(d) Credit Standby Arrangements				
Credit Card Limit		105,000	105,000	105,000
Credit Card Balance at Balance Date		0	0	0
Total Amount of Credit Unused		105,000	105,000	105,000
(e) Undrawn Loan Facilities				
Loan Facilities in use at Balance Date		21,935,876	20,891,376	30,208,876
Unused Loan Facilities at Balance Date		15,090,124	16,134,624	6,817,124

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

	Note	2017/18 Budget \$	2016/17 Actual \$
4. Net Current Assets			
Composition of estimated net current assets			
Current Assets			
Cash - Unrestricted	3(a)	18,727,094	23,982,882
Cash - Restricted Reserves	3(a)	92,897,399	84,177,735
Cash - Restricted Unspent Grants	3(a)	0	2,580,055
Receivables		3,500,000	4,500,000
Inventories		345,000	330,000
		<u>115,469,493</u>	<u>115,570,672</u>
Less: Current Liabilities			
Trade and other payables		(13,747,094)	(11,319,597)
Short term loan facilities	7	(19,067,500)	(12,200,000)
Provisions		(9,050,000)	(8,900,000)
		<u>(41,864,594)</u>	<u>(32,419,597)</u>
Unadjusted Net Current Assets		<u>73,604,899</u>	<u>83,151,075</u>
Adjustments			
Add: Non Current Investment Properties		1,025,000	0
Add: Current short term loan facilities	7	19,067,500	12,200,000
Less: Cash - Restricted Reserves	8	(92,897,399)	(84,177,735)
Adjusted Net Current Assets - Surplus/(Deficit)		<u>800,000</u>	<u>11,173,340</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

5. Acquisition of Assets

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

Reporting Program

By Class	Law, Order and Public Safety \$	Health \$	Education and Welfare \$	Community Amenities \$	Recreation and Culture \$	Transport \$	Other Property and Services \$	Total \$
Land Held for Resale	0	0	0	0	0	0	11,034,228	11,034,228
Property, Plant and Equipment								
Land and Buildings	0	60,000	0	3,193,800	2,160,352	0	1,548,493	6,962,645
Furniture and Equipment	22,086	0	0	0	170,198	17,500	508,004	717,788
Plant and Equipment	0	0	0	0	0	0	6,167,050	6,167,050
Intangible Assets	0	0	0	0	0	0	330,391	330,391
Total Property, Plant and Equipment	22,086	60,000	0	3,193,800	2,330,550	17,500	8,553,938	14,177,874
Infrastructure								
Roads and Paths	0	0	0	0	0	18,656,571	0	18,656,571
Bridges	0	0	0	0	0	782,530	0	782,530
Drainage	0	0	0	0	55,865	855,743	0	911,608
Park Development	0	0	0	0	9,774,242	0	0	9,774,242
Other Infrastructure	0	0	0	0	0	609,642	0	609,642
Total Infrastructure	0	0	0	0	9,830,107	20,904,486	0	30,734,593
	22,086	60,000	0	3,193,800	12,160,657	20,921,986	19,588,166	55,946,695

A detailed breakdown of acquisitions on an individual asset basis can be found in the supplementary information attached to this budget document as follows:

- Capital and Non Recurrent Program supporting schedules
- Capital and Carry Forward Program supporting schedules

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

6. Disposal of Assets

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

	2017/18 Budget				2016/17 Actual		2016/17 Budget	
	Net Book Value \$	Sale Proceeds \$	Profit \$	(Loss) \$	Profit \$	(Loss) \$	Profit \$	(Loss) \$
By Program								
Recreation and Culture	0	0	0	0	0	(701,191)	0	(701,191)
Transport	2,723,594	1,851,200	45,411	(917,805)	90,774	(57,438)	110,504	(911,545)
Other Property and Services	2,266,569	18,055,000	15,788,431	0	892,725	0	16,777,504	0
Total Disposals by Program	4,990,163	19,906,200	15,833,842	(917,805)	983,499	(758,629)	16,888,008	(1,612,736)
By Asset Class								
Land Held for Resale	2,266,569	18,055,000	15,788,431	0	892,725	0	16,777,504	0
Property, Plant and Equipment								
Buildings	0	0	0	0	0	(701,191)	0	(701,191)
Plant	2,723,594	1,851,200	45,411	(917,805)	90,774	(25,567)	110,504	(879,674)
Infrastructure Assets	2,723,594	1,851,200	45,411	(917,805)	90,774	(726,758)	110,504	(1,580,865)
Other Infrastructure	0	0	0	0	0	(31,871)	0	(31,871)
Total Disposals by Asset Class	4,990,163	19,906,200	15,833,842	(917,805)	983,499	(758,629)	16,888,008	(1,612,736)
Net Profit/(Loss) on Disposals			14,916,037			224,870		15,275,272

A detailed breakdown of disposals on an individual asset basis can be found in the supplementary information attached to this budget document as follows:

- Capital and Non Recurrent Program supporting schedules
- Capital and Carry Forward Program supporting schedules

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

7. Information on Borrowings

(a) Loan Repayments

Movement in debentures and interest between the beginning and the end of the current financial year.

Particulars/Purpose	Principal 1-Jul-17	New Loans	Principal Repayments		Principal Outstanding		Interest Repayments	
			2017/18 Budget \$	2016/17 Actual \$	2017/18 Budget \$	2016/17 Actual \$	2017/18 Budget \$	2016/17 Actual \$
Community Amenities								
Central Maddington ODP Infrastructure	4,800,000	5,200,000	0	0	10,000,000	4,800,000	150,000	88,539
Recreation and Culture								
Mills Park Redevelopment - Short Term Facility	7,400,000	0	6,950,000	11,930,000	450,000	7,400,000	0	421,840
Mills Park Redevelopment - Long Term Facility	8,691,376	0	1,323,000	1,308,624	7,368,376	8,691,376	314,000	310,744
Other Property and Services								
Robinson Park Subdivision and Park Development	0	5,600,000	5,600,000	0	0	0	324,000	0
Operations Centre	0	1,500,000	0	0	1,500,000	0	60,000	0
Southern River Business Park	0	5,100,000	0	0	5,100,000	0	0	0
Attfield Street Maddington	0	1,100,000	0	0	1,100,000	0	33,000	0
Phillip Street Maddington	0	917,500	0	0	917,500	0	27,525	0
	20,891,376	19,417,500	13,873,000	13,238,624	26,435,876	20,891,376	908,525	821,123

Mills Park short term and fixed rate (long term) loan facility repayments will be financed by Municipal Funds.

Robinson Park Subdivision and Park Development, Operations Centre and Southern River Business Park loan facilities repayments will be financed by sale of land proceeds.

Central Maddington ODP Infrastructure loan facility repayment will be financed by Central Maddington ODP developer contributions and Municipal Funds.

Attfield Street Maddington and Phillip Street Maddington loan facilities repayments will be funded from a reimbursement from the Central Maddington ODP and sale of land proceeds.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

7. Information on Borrowings (Continued)

(b) New Loan Facilities

Particulars/Purpose	Facility Limit	Drawdown Amount	Facility/Loan Type	Term (Years)	Total Interest and Charges	Interest Rate %	Amount Used Budget	Balance Unspent \$
Community Amenities								
Central Maddington ODP Infrastructure	10,000,000	5,200,000	Short Term	3	150,000	4%	5,200,000	0
Other Property and Services								
Robinson Park Subdivision and Park Development	5,600,000	5,600,000	Short Term	3	324,000	4%	5,600,000	0
Operations Centre*	16,500,000	1,500,000	Short Term	3	60,000	4%	1,500,000	0
Southern River Business Park*	9,600,000	5,100,000	Short Term	3	0	4%	5,100,000	0
Attfield Street Maddington	1,100,000	1,100,000	Short Term	3	33,000	4%	1,100,000	0
Phillip Street Maddington	917,500	917,500	Short Term	3	27,525	4%	917,500	0
	43,717,500	19,417,500			594,525		19,417,500	0

Note: All borrowings are obtained from the WA Treasury Corporation.

* Additional funds will be drawn if projects are ahead of schedule.

(c) Unspent Loan Facilities

All loan funds drawn are expected to be fully expended as at 30 June 2017.

Council is not expected to have any unspent loan funds as at 30 June 2018.

(d) Overdraft

The City is not expected to utilise an overdraft during the 2016/17 financial year.

It is not anticipated that an overdraft facility will be required during 2017/18 financial year.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
8. Cash Backed Reserves			
Ordinary Reserves			
(a) Asset Management			
Opening Balance	1,895,820	1,757,250	1,726,691
Amount Used / Transfer From Reserve	(30,000)	(35,000)	(45,000)
Amount Set Aside / Transfer To Reserve	138,000	134,000	134,000
Amount Set Aside / Interest	55,099	39,570	53,833
	<u>2,058,919</u>	<u>1,895,820</u>	<u>1,869,524</u>
(b) Developer Contributions Infrastructure			
Opening Balance	553,403	460,779	452,838
Amount Set Aside / Transfer To Reserve	10,000	81,073	10,000
Amount Set Aside / Interest	15,493	11,551	13,723
	<u>578,896</u>	<u>553,403</u>	<u>476,561</u>
(c) Don Russell Performing Arts Centre			
Opening Balance	328,070	298,926	287,896
Amount Set Aside / Transfer To Reserve	22,279	22,278	22,278
Amount Set Aside / Interest	9,658	6,866	9,197
	<u>360,007</u>	<u>328,070</u>	<u>319,371</u>
(d) Emergency Services			
Opening Balance	124,287	89,033	85,920
Amount Set Aside / Transfer To Reserve	1,500	32,660	1,500
Amount Set Aside / Interest	3,458	2,594	2,591
	<u>129,245</u>	<u>124,287</u>	<u>90,011</u>
(e) Floodlighting Levy			
Opening Balance	56,140	44,501	33,359
Amount Used / Transfer From Reserve	(45,159)	0	0
Amount Set Aside / Transfer To Reserve	18,620	10,500	10,500
Amount Set Aside / Interest	771	1,139	1,300
	<u>30,372</u>	<u>56,140</u>	<u>45,159</u>
(f) Gosnells Oval Redevelopment			
Opening Balance	818,282	713,368	701,869
Amount Set Aside / Transfer To Reserve	84,342	87,716	87,716
Amount Set Aside / Interest	24,977	17,198	23,410
	<u>927,601</u>	<u>818,282</u>	<u>812,995</u>
Total Ordinary Reserves C/Fwd	<u>4,085,040</u>	<u>3,776,002</u>	<u>3,613,621</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
8. Cash Backed Reserves (Continued)			
Ordinary Reserves (Continued)			
Total Ordinary Reserves B/Fwd	4,085,040	3,776,002	3,613,621
(g) Gosnells Town Centre Revitalisation			
Opening Balance	965,672	870,516	834,157
Amount Used / Transfer From Reserve	(121,854)	(10,000)	(18,695)
Amount Set Aside / Transfer To Reserve	88,000	85,000	85,000
Amount Set Aside / Interest	25,616	20,156	26,699
	957,434	965,672	927,161
(h) Harmony Fields			
Opening Balance	284,625	252,550	221,775
Amount Set Aside / Transfer To Reserve	20,600	26,265	26,265
Amount Set Aside / Interest	8,220	5,810	7,355
	313,445	284,625	255,395
(i) Heritage Condition Reward Scheme			
Opening Balance	46,913	43,434	38,827
Amount Used / Transfer From Reserve	(20,950)	(10,000)	(10,000)
Amount Set Aside / Transfer To Reserve	12,500	12,500	12,500
Amount Set Aside / Interest	1,057	979	1,225
	39,520	46,913	42,552
(j) Insurance			
Opening Balance	1,086,240	1,063,568	1,044,924
Amount Used / Transfer From Reserve	(500,000)	0	0
Amount Set Aside / Interest	16,120	22,672	30,980
	602,360	1,086,240	1,075,904
(k) Langford Oval Redevelopment			
Opening Balance	220,563	192,591	190,334
Amount Set Aside / Transfer To Reserve	23,340	23,339	23,339
Amount Set Aside / Interest	6,745	4,633	6,335
	250,648	220,563	220,008
(l) Leisure World Asset Management			
Opening Balance	180,109	400,550	393,566
Amount Used / Transfer From Reserve	0	(224,200)	(209,200)
Amount Set Aside / Transfer To Reserve	254,000	0	0
Amount Set Aside / Interest	11,937	3,759	5,467
	446,046	180,109	189,833
Total Ordinary Reserves C/Fwd	6,694,493	6,560,124	6,324,474

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
8. Cash Backed Reserves (Continued)			
Ordinary Reserves (Continued)			
Total Ordinary Reserves B/Fwd	6,694,493	6,560,124	6,324,474
(m) Local Government Elections			
Opening Balance	191,162	72,173	85,453
Amount Used / Transfer From Reserve	(250,000)	0	0
Amount Set Aside / Transfer To Reserve	118,000	115,000	115,000
Amount Set Aside / Interest	1,627	3,989	5,943
	<u>60,789</u>	<u>191,162</u>	<u>206,396</u>
(n) Local Open Space Strategy			
Opening Balance	267,192	236,072	212,064
Amount Used / Transfer From Reserve	(219,754)	0	0
Amount Set Aside / Transfer To Reserve	4,162,009	25,533	3,961,533
Amount Set Aside / Interest	115,764	5,587	123,742
	<u>4,325,211</u>	<u>267,192</u>	<u>4,297,339</u>
(o) Maddington/Kenwick Revitalisation			
Opening Balance	2,412,160	2,361,814	2,320,412
Amount Used / Transfer From Reserve	(86,758)	0	(86,758)
Amount Set Aside / Interest	63,944	50,346	66,225
	<u>2,389,346</u>	<u>2,412,160</u>	<u>2,299,879</u>
(p) MGB Plant and Equipment			
Opening Balance	4,721,683	4,535,069	4,856,833
Amount Used / Transfer From Reserve	(2,060,500)	(1,491,143)	(2,236,550)
Amount Set Aside / Transfer To Reserve	750,000	1,579,206	997,000
Amount Set Aside / Interest	95,173	98,551	107,259
	<u>3,506,356</u>	<u>4,721,683</u>	<u>3,724,542</u>
(q) Mills Park			
Opening Balance	4,820,867	4,271,165	5,803,838
Amount Used / Transfer From Reserve	(4,707,000)	(3,496,011)	(5,086,011)
Amount Set Aside / Transfer To Reserve	44,727	3,944,977	444,626
Amount Set Aside / Interest	4,513	100,736	28,392
	<u>163,107</u>	<u>4,820,867</u>	<u>1,190,845</u>
(r) Operations Centre			
Opening Balance	472,048	462,196	454,095
Amount Used / Transfer From Reserve	0	0	(50,000)
Amount Set Aside / Interest	12,980	9,852	11,982
	<u>485,028</u>	<u>472,048</u>	<u>416,077</u>
Total Ordinary Reserves C/Fwd	<u>17,624,330</u>	<u>19,445,236</u>	<u>18,459,552</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
8. Cash Backed Reserves (Continued)			
Ordinary Reserves (Continued)			
Total Ordinary Reserves B/Fwd	17,624,330	19,445,236	18,459,552
(s) Plant and Equipment			
Opening Balance	3,937,177	4,533,636	4,458,569
Amount Used / Transfer From Reserve	(2,805,050)	(2,565,300)	(3,351,160)
Amount Set Aside / Transfer To Reserve	2,108,500	1,886,665	1,769,000
Amount Set Aside / Interest	89,110	82,176	85,284
	<u>3,329,737</u>	<u>3,937,177</u>	<u>2,961,693</u>
(t) Rate Revaluation			
Opening Balance	202,294	454,071	446,357
Amount Used / Transfer From Reserve	0	(390,000)	(390,000)
Amount Set Aside / Transfer To Reserve	138,000	134,000	134,000
Amount Set Aside / Interest	9,357	4,223	5,644
	<u>349,651</u>	<u>202,294</u>	<u>196,001</u>
(u) Recreation and Culture Infrastructure			
Opening Balance	1,068,597	1,130,412	1,103,729
Amount Used / Transfer From Reserve	(921,993)	(184,118)	(44,595)
Amount Set Aside / Transfer To Reserve	0	100,000	100,000
Amount Set Aside / Interest	4,031	22,303	34,368
	<u>150,635</u>	<u>1,068,597</u>	<u>1,193,502</u>
(v) Refuse Disposal Site Rehabilitation			
Opening Balance	710,833	778,423	760,665
Amount Used / Transfer From Reserve	(50,000)	(115,000)	0
Amount Set Aside / Transfer To Reserve	23,518	32,567	26,830
Amount Set Aside / Interest	18,827	14,843	23,349
	<u>703,178</u>	<u>710,833</u>	<u>810,844</u>
(w) Southern River Contaminated Site Rehabilitation			
Opening Balance	450,000	448,047	431,842
Amount Used / Transfer From Reserve	(450,000)	0	0
Amount Set Aside / Interest	0	1,953	12,804
	<u>0</u>	<u>450,000</u>	<u>444,646</u>
(x) Strategic Capital Acquisition			
Amount Set Aside / Transfer To Reserve	700,000	0	0
Amount Set Aside / Interest	19,247	0	0
	<u>719,247</u>	<u>0</u>	<u>0</u>
Total Ordinary Reserves C/Fwd	22,876,778	25,814,137	24,066,238

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
8. Cash Backed Reserves (Continued)			
Ordinary Reserves (Continued)			
Total Ordinary Reserves B/Fwd	22,876,778	25,814,137	24,066,238
(y) Sutherlands Park			
Opening Balance	821,516	718,959	707,853
Amount Used / Transfer From Reserve	(300,000)	0	(300,000)
Amount Set Aside / Transfer To Reserve	85,612	85,419	85,419
Amount Set Aside / Interest	16,685	17,138	14,626
	623,813	821,516	507,898
(z) Synthetic Surfaces Renewal			
Opening Balance	10,887	10,660	10,474
Amount Set Aside / Transfer To Reserve	150,000	0	0
Amount Set Aside / Interest	4,424	227	311
	165,311	10,887	10,785
(aa) Walter Padbury Park			
Opening Balance	437,343	385,395	378,879
Amount Used / Transfer From Reserve	(433,872)	0	0
Amount Set Aside / Transfer To Reserve	43,060	42,500	42,500
Amount Set Aside / Interest	1,699	9,448	12,493
	48,230	437,343	433,872
Total Ordinary Reserves	23,714,132	27,083,883	25,018,793
Planning Reserves			
(ab) ODP - Canning Vale			
Opening Balance	866,898	878,804	845,392
Amount Used / Transfer From Reserve	(30,000)	(30,000)	(30,000)
Amount Set Aside / Transfer To Reserve	100,000	0	20,000
Amount Set Aside / Interest	25,763	18,094	16,583
	962,661	866,898	851,975
(ac) ODP - Central Maddington Precinct 1			
Opening Balance	726,412	901,643	61,286
Amount Used / Transfer From Reserve	(1,222,720)	(771,567)	(1,055,798)
Amount Set Aside / Transfer To Reserve	5,835,000	581,175	8,061,200
Amount Set Aside / Interest	146,802	15,161	140,277
	5,485,494	726,412	7,206,965
Total Planning Reserves C/Fwd	6,448,155	1,593,310	8,058,940

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
8. Cash Backed Reserves (Continued)			
Planning Reserves (Continued)			
Total Planning Reserves B/Fwd	6,448,155	1,593,310	8,058,940
(ad) ODP - Central Maddington Precinct 2			
Opening Balance	478,457	353,063	343,850
Amount Used / Transfer From Reserve	(12,256)	(68,272)	(25,729)
Amount Set Aside / Transfer To Reserve	125,000	183,680	110,800
Amount Set Aside / Interest	16,257	9,986	8,514
	607,458	478,457	437,435
(ae) ODP - Homestead Road			
Opening Balance	419,219	425,469	418,651
Amount Used / Transfer From Reserve	(315,600)	(15,000)	(15,000)
Amount Set Aside / Transfer To Reserve	10,000	0	20,000
Amount Set Aside / Interest	3,125	8,750	8,410
	116,744	419,219	432,061
(af) ODP - Maddington Road A and B			
Opening Balance	541,298	342,595	336,160
Amount Used / Transfer From Reserve	(17,000)	(17,000)	(17,000)
Amount Set Aside / Transfer To Reserve	20,000	204,405	20,000
Amount Set Aside / Interest	14,968	11,298	6,732
	559,266	541,298	345,892
(ag) ODP - Southern River Precinct 1			
Opening Balance	3,709,643	3,355,370	3,531,840
Amount Used / Transfer From Reserve	(25,000)	(25,000)	(25,000)
Amount Set Aside / Transfer To Reserve	120,000	301,845	20,000
Amount Set Aside / Interest	104,618	77,428	70,009
	3,909,261	3,709,643	3,596,849
(ah) ODP - Southern River Precinct 2			
Opening Balance	6,415,298	6,301,398	6,190,901
Amount Used / Transfer From Reserve	(20,000)	(20,000)	(20,000)
Amount Set Aside / Transfer To Reserve	50,000	0	100,000
Amount Set Aside / Interest	177,230	133,900	124,479
	6,622,528	6,415,298	6,395,380
(ai) ODP - Southern River Precinct 3			
Opening Balance	3,910,512	3,433,741	3,373,800
Amount Used / Transfer From Reserve	(469,256)	(67,000)	(67,000)
Amount Set Aside / Transfer To Reserve	300,000	462,150	200,000
Amount Set Aside / Interest	102,876	81,621	69,611
	3,844,132	3,910,512	3,576,411
Total Planning Reserves C/Fwd	22,107,544	17,067,737	22,842,968

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
8. Cash Backed Reserves (Continued)			
Planning Reserves (Continued)			
Total Planning Reserves B/Fwd	22,107,544	17,067,737	22,842,968
(aj) ODP - Southern River Precinct 3A			
Opening Balance	160,603	137,992	135,573
Amount Set Aside / Transfer To Reserve	20,000	19,260	20,000
Amount Set Aside / Interest	4,966	3,351	3,088
	185,569	160,603	158,661
(ak) ODP - Southern River Precinct 3E			
Amount Set Aside / Transfer To Reserve	50,000	0	10,000
Amount Set Aside / Interest	1,376	0	198
	51,376	0	10,198
(al) ODP - Southern River Precinct 5			
Opening Balance	64,235	62,894	63,483
Amount Used / Transfer From Reserve	(55,865)	0	(58,000)
Amount Set Aside / Interest	231	1,341	109
	8,601	64,235	5,592
(am) ODP - West Canning Vale			
Opening Balance	6,515,552	5,787,550	5,708,257
Amount Used / Transfer From Reserve	(31,000)	(31,000)	(31,000)
Amount Set Aside / Transfer To Reserve	930,000	623,010	20,000
Amount Set Aside / Interest	203,882	135,992	113,093
	7,618,434	6,515,552	5,810,350
(an) Public Open Space - Cash in Lieu			
Opening Balance	29,573,462	25,749,277	25,988,259
Amount Used / Transfer From Reserve	(133,371)	(1,920,930)	(1,374,132)
Amount Set Aside / Transfer To Reserve	5,939,625	5,120,420	5,882,750
Amount Set Aside / Interest	972,855	624,695	605,373
	36,352,571	29,573,462	31,102,250
(ao) TPS - 15			
Opening Balance	446,891	442,563	434,796
Amount Used / Transfer From Reserve	(5,000)	(5,000)	(5,000)
Amount Set Aside / Transfer To Reserve	10,000	0	10,000
Amount Set Aside / Interest	12,425	9,328	8,731
	464,316	446,891	448,527
Total Planning Reserves C/Fwd	66,788,411	53,828,480	60,378,546

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

	2017/18	2016/17	2016/17
	Budget	Actual	Budget
	\$	\$	\$
8. Cash Backed Reserves (Continued)			
Planning Reserves (Continued)			
Total Planning Reserves B/Fwd	<u>66,788,411</u>	<u>53,828,480</u>	<u>60,378,546</u>
(ap) TPS - 17			
Opening Balance	795,533	813,929	605,195
Amount Used / Transfer From Reserve	(5,000)	(35,000)	(5,000)
Amount Set Aside / Transfer To Reserve	50,000	0	10,000
Amount Set Aside / Interest	23,114	16,604	12,112
	<u>863,647</u>	<u>795,533</u>	<u>622,307</u>
(aq) TPS - 20			
Opening Balance	1,271,718	1,468,085	1,206,877
Amount Used / Transfer From Reserve	(1,034,610)	(222,911)	(859,233)
Amount Set Aside / Interest	6,521	26,544	6,901
	<u>243,629</u>	<u>1,271,718</u>	<u>354,545</u>
(ar) TPS - 9A			
Opening Balance	1,198,121	1,084,007	1,065,162
Amount Used / Transfer From Reserve	(5,000)	(5,000)	(5,000)
Amount Set Aside / Transfer To Reserve	60,000	94,106	10,000
Amount Set Aside / Interest	34,459	25,008	21,243
	<u>1,287,580</u>	<u>1,198,121</u>	<u>1,091,405</u>
Total Planning Reserves	<u>69,183,267</u>	<u>57,093,852</u>	<u>62,446,803</u>
Total Reserves	<u>92,897,399</u>	<u>84,177,735</u>	<u>87,465,596</u>
Summary of Reserves			
Opening Balance	84,177,735	78,123,538	78,352,701
Amount Used / Transfer From Reserve	(16,384,568)	(11,754,452)	(15,420,861)
Amount Set Aside			
Transfer To Reserve	22,616,232	16,051,249	22,603,756
Interest	2,488,000	1,757,400	1,930,000
	<u>25,104,232</u>	<u>17,808,649</u>	<u>24,533,756</u>
Total Reserves	<u>92,897,399</u>	<u>84,177,735</u>	<u>87,465,596</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

8. Cash Backed Reserves (Continued)

Change in Use

The City has resolved to make the following change in the use of part of the money in two reserve accounts. This money is to be used for a purpose other than the purpose for which the account was established.

Insurance Reserve

The Insurance Reserve was established to set aside funds in case of calls on the City's participation in the self -insurance scheme. During 2016/17 the City tendered for its insurance services and reviewed the Insurance Reserve requirements. It has been determined this reserve account can be maintained at a lower balance.

It is expected \$500,000 be transferred from Insurance Reserve into Municipal Fund for a partial repayment of the Mills Park short term loan.

Southern River Contaminated Site Rehabilitation

The Southern River Contaminated Site Rehabilitation Reserve was established to fund expenditure associated with the rehabilitation of the Southern River contaminated site. In June 2015 the Office of the Environmental Protection Authority (OEPA) reclassified the site from "Contaminated - remediation required" to "Remediated for Restricted Use" under the *Contaminated Sites Act 2003*. The OEPA now considers the site remediated; therefore funds contained in this reserve account are no longer required or the purpose in which they were set aside for.

It is expected \$450,000 be transferred from the Southern River Contaminated Site Rehabilitation Reserve into Municipal Fund for a partial repayment of the Mills Park short term loan. The reserve account is expected to be closed by 30 June 2018.

Synthetic Surfaces Reserve (formally Netball Courts Resurfacing)

The Netball Courts Resurfacing Reserve account was established to fund the resurfacing of the Southern Districts Netball courts in Langford. The purpose of the reserve has now expanded to cover the renewal of all sporting synthetic surfaces across the City including Netball courts, Soccer, Hockey and Tennis synthetic playing surfaces.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

8. Cash Backed Reserves (Continued)

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

Ordinary Reserves

Asset Management

New or refurbished assets and asset data collection.

Developer Contributions to Infrastructure

To fund future expenditure on developments that falls outside of a TPS or ODP.

Don Russell Performing Arts Centre

Construction, equipping and assessment of Don Russell Performing Arts Centre funded from Telco Tower leases.

Emergency Services

To fund excess Bushfire and SES expenditure from the prior year over budget reimbursements.

Floodlighting Levy

To upgrade the City's active reserve floodlighting.

Gosnells Oval Redevelopment

To fund Council's expenditure on Gosnells Oval funded from Telco Tower leases.

Gosnells Town Centre Revitalisation

To fund the cost of redeveloping and additional operational expenses of Gosnells Town Centre.

Harmony Fields

To provide future expenditure at Harmony Fields funded from Telco Tower leases.

Heritage Condition Reward Scheme

To fund the preservation or restoration of the City's significant historic items and to fund payments to owners of properties and trees listed in the City of Gosnells Heritage Inventory through the Condition Reward Scheme.

Insurance

To provide funds in case of calls on Council's participation in the self-insurance scheme.

Langford Oval Redevelopment

To assist with the development of Langford Oval funded from Telco Tower leases.

Leisure World Asset Management

Purchase and/or major repair of plant and buildings located at the Leisure World complex.

Local Government Elections

For expenditure associated with holding of local government elections.

Local Open Space Strategy

For expenditure associated with the implementation of the Local Open Space Strategy.

Maddington/Kenwick Revitalisation

To fund the cost of urban renewal in Maddington/Kenwick.

MGB Plant and Equipment

To fund expenditure relating to the purchase of infrastructure and associated plant and equipment (including bins) as well as any associated debt.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

8. Cash Backed Reserves (Continued)

Ordinary Reserves (Continued)

Mills Park

To assist with the development of Mills Park funded from Telco Tower leases. Additionally to fund repayment of debt associated with the redevelopment of Mills Park.

Operations Centre

To fund expenditure relating to the redevelopment of the Operations Centre and any associated debt.

Plant and Equipment

To fund replacement or new acquisition of plant and associated equipment.

Rate Revaluation

For expenditure associated with the revaluation of properties on which Council raises rates.

Recreation and Culture Infrastructure

To fund future expenditure on Recreational and Cultural Infrastructure.

Refuse Disposal Site Rehabilitation

Rehabilitation of the Kelvin Road Refuse Disposal Site following future closure funded from Telco Tower Lease.

Southern River Contaminated Site Rehabilitation

For expenditure associated with the rehabilitation of the Southern River contaminated site.

Strategic Capital Acquisition

Royalties received from quarry set aside for investing in profit generating assets.

Sutherlands Park

To fund future works at Sutherlands Park funded from Telco Tower leases.

Synthetic Surface Renewal

Renewal of synthetic surfaces as required.

Walter Padbury Park

To provide for future works at Walter Padbury Park funded from Telco Tower leases.

Planning Reserves

ODP - Canning Vale

To fund expenditure on infrastructure and administrative items within the ODP site with contributions from developers.

ODP - Central Maddington Precinct 1

To fund expenditure on infrastructure and administrative items within the ODP site with contributions from developers.

ODP - Central Maddington Precinct 2

To fund expenditure on infrastructure and administrative items within the ODP site with contributions from developers.

ODP - Homestead Road

To fund expenditure on infrastructure and administrative items within the ODP site with contributions from developers.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

8. Cash Backed Reserves (Continued)

Planning Reserves (Continued)

ODP - Maddington Road A and B

To fund expenditure on infrastructure and administrative items within the ODP site with contributions from developers.

ODP - Southern River Precinct 1

To fund expenditure on infrastructure and administrative items within the ODP site with contributions from developers.

ODP - Southern River Precinct 2

To fund expenditure on infrastructure and administrative items within the ODP site with contributions from developers.

ODP - Southern River Precinct 3

To fund expenditure on infrastructure and administrative items within the ODP site with contributions from developers.

ODP - Southern River Precinct 3A

To fund expenditure on infrastructure and administrative items within the ODP site with contributions from developers.

ODP - Southern River Precinct 3E

To fund expenditure on infrastructure and administrative items within the ODP site with contributions from developers.

ODP - Southern River Precinct 5

To fund expenditure on infrastructure and administrative items within the ODP site with contributions from developers.

ODP - West Canning Vale

To fund expenditure on infrastructure and administrative items within the ODP site with contributions from developers.

Public Open Space - Cash in Lieu

To fund expenditure arising out of the need to meet our obligations in respect of provision of Public Open Space.

TPS - 15

To fund expenditure on infrastructure and administrative items within the TPS site with contributions from developers.

TPS - 17

To fund expenditure on infrastructure and administrative items within the TPS site with contributions from developers.

TPS - 20

To fund expenditure on infrastructure and administrative items within the TPS site with contributions from developers.

TPS - 9A

To fund expenditure on infrastructure and administrative items within the TPS site with contributions from developers.

The timing of expenditure from reserves is varied depending upon the timing of projects.

Refer to the Supplementary Information for plans of the Town Planning Scheme and ODP (Outline Development Plan) areas.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

9. Rating Information

Rate Type	2017/18 Budget							2016/17
	Rate in \$ cents	Number of Properties	Rateable Value \$	Rate Revenue \$	Interim Rates \$	Back Rates \$	Total Revenue \$	Actual \$
Differential General Rate Gross Rental Value (GRV)	11.916	3	393,000	46,830	0	0	46,830	47,443
	6.272	38,730	878,483,658	55,098,495	823,000	0	55,921,495	51,199,230
	7.526	905	24,386,383	1,835,319	0	0	1,835,319	1,648,198
	6.772	50	2,251,181	152,450	0	0	152,450	142,240
	7.213	74	8,608,470	620,929	0	0	620,929	646,983
	0.2446	26	33,210,000	81,232	0	0	81,232	84,502
	0.1956	9	73,330,000	143,433	0	0	143,433	139,872
Unimproved Value (UV)	Minimum \$	39,797	1,020,662,692	57,978,688	823,000	0	58,801,688	53,908,468
	944	6,874	86,468,826	6,489,056	0	0	6,489,056	9,303,522
	944	32	339,032	30,208	0	0	30,208	59,264
	944	9	60,210	8,496	0	0	8,496	7,408
	944	5	42,205	4,720	0	0	4,720	4,630
	944	3	696,000	2,832	0	0	2,832	1,852
		6,923	87,606,273	6,535,312	0	0	6,535,312	9,376,676
	46,720	1,108,268,965	64,514,000	823,000	0	65,337,000	63,285,144	

Discounts (Note 13)

Total Amount Raised from General Rates	0	0
Specified Area Rates (Note 10)	65,337,000	63,285,144
Total Rates	488,000	442,336
	65,825,000	63,727,480

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

9. Rating Information (Continued)

Change between advertised and budgeted Differential General Rate

Rate Type	Public Notice		Budget	
	Rate in \$ cents	Minimum Rate \$	Rate in \$ cents	Minimum Rate \$
Differential General Rate				
Gross Rental Value (GRV)				
Extractive Industry	11.982	949	11.916	944
General GRV	6.306	949	6.272	944
Rural GRV	7.567	949	7.526	944
Tenancy Agreements	6.806	949	6.772	944
Town Centre	7.252	949	7.213	944
Unimproved Value (UV)				
Rural UV	0.2460	949	0.2446	944
Rural UV Agricultural Concession	0.1970	949	0.1956	944

At the Budget Workshop held on 30 May 2017 Councillors were informed that the Local Government Cost Index (LGCI) for Western Australia was forecast by the Western Australian Local Government Association (WALGA) to increase by 2% in 2017/18. The 2017/18 Budget has however been structured around a LGCI of 1.95%.

At the Ordinary Council Meeting held on 23 May 2017 Council resolved to publish the proposed differential rates and minimum rate for 2017/18 which anticipated a 2.5% rates increase.

The proposed differential rates were advertised for public comment on 30 May 2017. No submissions had been received at the close of the consultation period.

The 1.95% rate increase proposed in the Budget will require an amendment to the differential rates advertised.

The reduction in the rates advertised is due to expenditure in 2017/18 being contained at a lower level than anticipated.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

9. Rating Information (Continued)

All land except exempt land in the City is rated according to its Gross Rental Value (GRV) if its use is predominantly non rural or, Unimproved Value (UV) if its use is predominantly rural.

The differential general rates for the 2017/18 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

The minimum rate has been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of the local government services/facilities.

Objectives and Reasons for Differential Rating

Objectives

The objective of imposing a differential rate is to obtain fairness and equity in generating income from properties within the City.

To meet the above objectives, the following rate categories have been determined:

General GRV

Characteristics

Any land held or predominantly used for residential, commercial or industrial purposes and being vacant or having improvements erected on it.

Reasons

The rate in the dollar is calculated to provide the shortfall in income required to enable Council to provide necessary works and services in the 2017/18 financial year.

Extractive Industry

Characteristics

Any land zoned or held or used solely for mining and/or having improvements erected on it.

Reasons

A higher rate in the dollar at 190% of the rate imposed on improved land has been applied to Extractive Industries as Council considers it appropriate given the impact this activity has on the road infrastructure and the environment.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

9. Rating Information (Continued)

Objectives and Reasons for Differential Rating (Continued)

Tenancy Agreements

Characteristics

Council properties leased to organisations incorporated under the Associations Incorporation Act 1987.

Reasons

A higher rate at 0.5 cents in the dollar over and above the rate imposed on General GRV is applicable to all organisations incorporated under the Associations Incorporation Act 1987 that tenant City property in order to recover the administration expenses associated with the managing of these tenancies.

Town Centre

Characteristics

Properties within the Gosnells Town Centre Special Control Area as identified on the City's Town Planning Scheme No. 6 Scheme Map.

Reasons

A higher rate in the dollar at 115% of the rate imposed on improved land is applicable to all commercial properties in the Gosnells Town Centre to recognise both the investment by the City in the Town Centre Revitalisation project and the additional operational expenses associated with the ongoing level of service provided.

Rural UV

Characteristics

Any land held or predominantly used for rural purposes and being vacant or having relevant buildings erected on it.

Reasons

The rate in the dollar is calculated to provide the shortfall in income required to enable Council to provide necessary works and services in the 2017/18 financial year.

Rural UV Agricultural Concession

Characteristics

Minimum lot area of 20,200 square meters;

The resident owner derives his/her livelihood from such business/industry:
uses include, but are not limited to grazing, dairying, tree farming and animal husbandry.

Reasons

A concession of 20% off the Rural UV rate is offered to owners who have had continuous ownership since 1 July 1986 of the rural property and who meet the above characteristics and criteria.

Differential Minimum Payment

A uniform minimum rate is applied to all rate categories. The imposition of a minimum rate is in recognition that every property receives some minimum level of benefit from services provided and as such Council has adopted an appropriate minimum rate to take this into consideration.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

10. Specified Area Rate

Gross Rental Value (GRV)	Rate in \$ cents	Number of Properties	Rateable Value \$	2017/18 Budgeted Revenue \$	Budget Applied to Costs \$	2016/17 Actual \$
Bletchley Park	0.5795	1,397	31,621,660	183,248	183,248	142,181
Brookland Greens	0.4548	562	16,161,610	73,503	73,503	64,273
Sanctuary Waters	0.4802	691	17,742,080	85,197	85,197	78,494
The Avenues	0.5123	498	11,608,040	59,468	59,468	57,112
The Boardwalk	0.3139	623	18,352,748	57,609	57,609	70,502
The Reserve	0.3077	347	9,416,645	28,975	28,975	29,774
				488,000	488,000	442,336

The Bletchley Park SAR area has been extended to include an additional 172 rateable properties. The area is now bounded by Southern River Road, Ranford Road, Balfour Street, Holmes Street and Ramorine Turn. (Refer to Supplementary information for a plan of the SAR area).

Purpose

Purpose for the rate and proposed application of proceeds is to recover in each Specified Area up to 25% of the park maintenance cost incurred by the City as they are maintained to a higher standard.

Description of the areas in which rates are to be applied:

Bletchley Park and surrounds	Housing development known as "Bletchley Park"
Brookland Greens and surrounds	Housing development known as "Brookland Greens"
Sanctuary Waters	Housing development known as "Sanctuary Waters"
The Avenues	Housing development known as "The Avenues"
The Boardwalk and surrounds	Housing development known as "The Boardwalk"
The Reserve and surrounds	Housing development known as "The Reserve"

Plans of the Specified Area Rate (SAR) areas are shown in the Supplementary Information.

11. Service Charges

Nil.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

12. Interest Charges and Instalments - Rates and Service Charges

	Interest Rate %	Admin. Charge \$	2017/18 Budget \$	2016/17 Actual \$
Interest				
Four Instalment Payment Plan	5.5%	N/A	460,000	455,000
Late Payment/Special Payment Arrangement	11%	N/A	260,000	405,998
			720,000	860,998
Administration Fees				
Four Instalment Payment Plan	N/A	14.00	220,000	220,334
Special Payment Arrangement Plan	N/A	N/A	0	50,085
			220,000	270,419
			940,000	1,131,417

Rates Instalment Options

The following payment options are offered for the payment of Rate Notices:

Payment in full by 25 August 2017

Payment by Four Instalments:

1st Instalment due by 25 August 2017
 2nd Instalment due by 27 October 2017
 3rd Instalment due by 12 January 2018
 4th Instalment due by 16 March 2018

Special Payment Arrangement Plan by Direct Debit (Bank Account only)

Description of Instalment Arrangement Plans and Interest Charges:

Late Payment Interest

Late payment interest is imposed on all rates related fees and charges (current and arrears) including but not limited to general rates, specified area rates, refuse charges and swimming pool inspection fees (excluding registered Pensioners/Seniors with 100% equity). Interest will be charged on a daily basis on all arrears and current amounts that remain unpaid 35 days from the date of issue of the original rate notice.

Four Instalment Arrangement Plan

The four instalment arrangement plan incurs an administration fee (excluding registered Pensioners/Seniors with 100% equity) to recover the additional cost to the City to administer this plan. The four instalment plan attracts interest calculated on all rates and service charges on a daily basis. Arrears are included and payable in the first instalment and continue to attract late payment interest until paid.

Special Payment Arrangement Plan

Special weekly, fortnightly or four weekly payment arrangements can be made by way of Direct Debit (bank account only). An administration fee is charged (excluding registered Pensioners/Seniors with 100% equity) on each special payment arrangement plan and late payment interest is applied to the outstanding balance that remains unpaid 35 days from the issue of the original rate notice until the account is paid in full. For direct debit arrangement terms and conditions contact the City's Rates section.

City of Gosnells
Notes to and forming part of the Budget
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13. Payment Incentives, Discounts, Waivers, Concessions and Write-offs

	Type	Disc %	2017/18 Budget \$	2016/17 Actual \$
General Rates				
Rates Incentive A	Incentive	N/A	5,000	5,000
Rates Incentive B	Incentive	N/A	0	0
Rates Waivers	Waiver	N/A	68,500	63,077
Fees and Charges				
Don Russell Performing Arts Centre	Discount	Various	1,500	1,013
Facility Hire Charges	Discount	100%	1,220	1,213
Health Services	Discount	Various	12,470	12,470
Leisure Programs	Discount	Various	950	900
Leisure World	Discount	Various	52,000	51,000
Library & Heritage Services	Discount	Various	260	250
Ranger Services	Discount	Various	36,000	39,200
Sundry Debtors Write-off	Write-Off	N/A	0	725

Description of Incentives, Discounts, Waivers, Concessions and Write-offs

General Rates

No discount is being offered to ratepayers for early payment of rates however, incentives for the early payment of rates are being offered as follows:

Incentive A

Five prizes of \$1,000 each, funded by the City of Gosnells, will be drawn on a random basis as an incentive for ratepayers to pay their rates in full by the due date.

Westpac Banking Corporation will also provide two prizes. First prize: \$2,000 Westpac Reward Saver Account and second prize \$1,500 Westpac Reward Saver Account.

Inclusion in the draw will be automatic for all ratepayers who have paid their rates in full by the advertised due date of the first instalment (refer to Note 12).

Winners will be notified.

Councillors and employees of the City of Gosnells are ineligible to enter.

Incentive B

A further incentive for the early payment of rates is offered for all ratepayers who pay their rates in full before each draw date.

Courtesy of Forest Lakes Forum, four City of Gosnells ratepayers will win up to \$1,000 each off their rates bill, plus \$750 worth of shopping vouchers to spend at Forest Lakes Forum.

One winner will be drawn each week on a Friday. Inclusion in the draw is dependent on eligible ratepayers placing their entry form in the barrel located outside the Centre Management Office at Forest Lakes Forum between Saturday 22 July and noon on Friday 25 August 2017 for a chance to win one of the four prizes.

Full terms and conditions are available from the Centre's website at: www.forestlakesforum.com.au

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

13. Payment Incentives, Discounts, Waivers, Concessions and Write-offs (Continued)

Rate Waivers

Council has granted specific waivers to community based organisations as follows:

	2017/18
	Budget
	\$
Gosnells Junior Football Club Inc	2,810
Grand Lodge Of Western Australia	
Freemasons Homes For The Aged Inc	65,690
	<u>68,500</u>

Fees and Charges

Don Russell Performing Art Centre

Various discounts on ticket prices are provided to enhance the financial viability of the program or show.

15% Discount (general offer; targeted group marketing campaign; or multiple hire)

30% Discount (3 or more shows; or multiple hires)

50% Discount (2 for 1 offer; or multiple hires)

Group Bookings - 1 free ticket with every 10 purchased

City of Gosnells Councillors, Staff and Volunteers - up to 25% discount

Class Discounts: 5% discount - 10 or more hours/week
15% discount - 20 or more hours/week

Facility Hire Charges & Road Closure Fees

The Returned Soldiers League (RSL) is not charged fees/bond for the RSL Hall or road closure applications for ANZAC Day.

Health Services

In relation to Food Businesses (*Food Act 2008*) a discount has been granted to School Canteens (50%), Community Associations and Not for Profit Organisations (100%), and Meals on Wheels distribution (100%) in recognition of their community benefit.

Charitable, Not for Profit Organisations and Community Associations as well as those applications for Exempted Food Premises receive 100% concession on stallholder permit and traders permit fees not exceeding 1 day.

Leisure Programs

Leisure programs offer the following discounts to enhance the financial viability of the program.

15% Discount (general offer; or targeted group marketing campaign)

30% Discount (general offer)

50% Discount (2 for 1 Offer)

Group Bookings - 1 free ticket with every 10 purchased

City of Gosnells Councillors, Staff and Volunteers - up to 25% discount

Library & Heritage Services

The City offers a concessional price for entry to the Wilkinson Homestead Museum to encourage visitors and enhance the Museum's financial viability.

City of Gosnells Councillors, Staff and volunteers - up to 25% discount

City of Gosnells
Notes to and forming part of the Budget
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13. Payment Incentives, Discounts, Waivers, Concessions and Write-offs (Continued)

Leisure World

Leisure World offers the following discounts to enhance the financial viability of the program.

5% Discount (second and subsequent children enrolled into term programs)

10% Discount (general offer)

15% Discount (general offer)

20% Discount (special offer)

25% Discount (special offer)

33% Discount (special offer)

50% Discount (2 for 1 offer)

50% Off Peak Membership (Monday - Friday: 11am-4pm, Saturday: After 12pm, Sunday: All Day)

Group Bookings - 1 free pass with every 10 purchased

Group Bookings - 3 free pass with every 20 purchased

City of Gosnells Councillors, Staff and Volunteers - up to 25% discount

Ranger Services

In relation to the *Dog Act 1976* a discount has been granted to the following registration types:

Guide Dogs - 100% concession

Dogs used for Droving or tendering stock - 25% concession

Dogs owned by Pensioners (being persons eligible for exemption pursuant to Regulation 4 (2)) - 50% concession

Registration after 31 May in any year for that registration year - 50% concession

Annual Bulk Registration Pensioners (persons eligible for exempt pursuant to Regulation 4 (2)) - 50% concession

In relation to the *Cat Act 2011* a concessional registration rate of 50% of the fee payable applies.

Sundry Debt Write-off

Unrecoverable sundry debtors are written off in accordance with Council's delegated authority.

14. Trust Funds

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

Detail	Balance 1-Jul-17 \$	Estimated		
		Amounts Received \$	Amounts Paid (\$)	Balance 1-Jul-18 \$
Builders Registration Board Fund	25,000	415,000	(420,000)	20,000
Construction Training Fund	0	435,000	(435,000)	0
Unclaimed Money	35,000	5,000	(1,643)	38,357
	60,000	855,000	(856,643)	58,357

15. Trading Undertakings and Major Trading Undertakings

It is not anticipated that any trading undertakings or major trading undertakings will occur in 2017/18.

16. Interests in Joint Arrangements

It is not anticipated that any interests in joint arrangements will occur in 2017/18.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

17. Major Land Transactions

(a) Streatham Street Subdivision Stage 1

(i) Details

Council developed and subdivided Lot 85 Streatham Street and Lot 900 Railway Parade, Beckenham, known as Sydenham St Reserve. This subdivision created 52 residential lots and the development of a new public open space area adjacent to Beckenham Community Centre. The City sold the residential lots during 2015/16 financial year.

The development and subdivision costs for this project were funded by a loan from the WA Treasury Corporation and were repaid from the proceeds of the sale of residential lots.

(ii) Revenue and Expenses

	Project Budget \$	Project Actual \$	2017/18 Budget \$	2016/17 Actual \$
Funding Sources				
Capital Revenue				
Proceeds - Asset Disposals	12,751,754	12,874,784	0	0
Other Funding Sources				
Loan Proceeds	5,300,000	5,300,000	0	0
Municipal Funds	608,000	560,285	0	0
	<u>5,908,000</u>	<u>5,860,285</u>	<u>0</u>	<u>0</u>
Total Funding Sources	<u>18,659,754</u>	<u>18,735,069</u>	<u>0</u>	<u>0</u>
Disbursement of Funds				
Operating Expense				
Interest Expense	(350,000)	(320,822)	0	0
Other Expenditure	(208,000)	(119,321)	(88,679)	(91,155)
	<u>(558,000)</u>	<u>(440,143)</u>	<u>(88,679)</u>	<u>(91,155)</u>
Capital Expenditure				
Materials & Contracts	(6,350,000)	(6,620,373)	0	0
Interest Expense	(520,000)	(305,189)	0	0
	<u>(6,870,000)</u>	<u>(6,925,562)</u>	<u>0</u>	<u>0</u>
Other Expenses				
Loan Repayment	(5,300,000)	(5,300,000)	0	0
Allocation of net proceeds to Mills Park	(5,931,754)	(5,980,685)	0	0
	<u>(11,231,754)</u>	<u>(11,280,685)</u>	<u>0</u>	<u>0</u>
Total Disbursement of Funds	<u>(18,659,754)</u>	<u>(18,646,390)</u>	<u>(88,679)</u>	<u>(91,155)</u>
Total	<u>0</u>	<u>88,679</u>	<u>(88,679)</u>	<u>(91,155)</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

17. Major Land Transactions (Continued)

(a) Streatham Street Subdivision Stage 1 (Continued)

(iii) Assets and Liabilities

The land sales occurred during the 2015/16 financial year. Consequently, any assets associated with the subdivision were disposed of by 30 June 2016.

It is not anticipated that any liabilities will exist in relation to this land transaction as at 30 June 2018.

(iv) Expected Future Projections

	2017/18	2018/19	2019/20	Total
	\$	\$	\$	\$
Expenditure				
Other Expenditure	(88,679)	0	0	(88,679)
Net Future Projections	<u>(88,679)</u>	<u>0</u>	<u>0</u>	<u>(88,679)</u>

(b) Robinson Park Redevelopment and Subdivision

(i) Details

The City plans to revitalise Robinson Park (the Park). The revitalisation includes a substantial park enhancement and a 44 lot residential subdivision around the perimeter of the park to provide visual security to the area.

The Park is a large neighbourhood park, which is predominantly used by the community as a dog exercise area. Whilst there is a small amount of community infrastructure located at the Park it is limited in its current capacity to serve any social or recreation function for the community. In the past, the site has been susceptible to anti-social behaviour. The revitalisation project aims to improve the Park, encourage and entice positive use and overcome current challenges associated with the site.

From 2014, the City completed a comprehensive consultation process with the community regarding the revitalisation project. The City consulted firstly to gain ideas to inform a concept plan and then later for acquisition and amendment to land to allow the revitalisation project to commence.

In March 2017 the City advertised the Robinson Park revitalisation project, as part of a Major Land Transaction process as defined through the *Local Government Act 1995* section 3.59 – Commercial Enterprises by Local Governments. No submissions were received through this process.

Further work is being undertaken mid 2017 in relation to site investigations. Construction is expected to begin in late 2017 and be completed by 2018.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

17. Major Land Transactions (Continued)

(b) Robinson Park Redevelopment and Subdivision (Continued)

(ii) Revenue and Expenses

	Project Budget \$	Project Actual \$	2017/18 Budget \$	2016/17 Actual \$
Funding Sources				
Capital Revenue				
Asset Disposal Proceeds	10,400,000	0	10,400,000	0
Other Funding Sources				
Loan Proceeds	5,600,000	0	5,600,000	0
Total Funding Sources	<u>16,000,000</u>	<u>0</u>	<u>16,000,000</u>	<u>0</u>
Disbursement of Funds				
Operating Expense				
Materials & Contracts	(690,000)	(282,517)	(407,483)	(32,650)
Capital Expenditure				
Materials & Contracts	(5,600,000)	(17,323)	(5,582,677)	(17,323)
Interest Expense	(324,000)	0	(324,000)	0
	<u>(5,924,000)</u>	<u>(17,323)</u>	<u>(5,906,677)</u>	<u>(17,323)</u>
Other Expenses				
Loan Repayment	(5,600,000)	0	(5,600,000)	0
Transfer to Reserve				
Local Open Space Strategy	(3,786,000)	0	(3,786,000)	0
	<u>(9,386,000)</u>	<u>0</u>	<u>(9,386,000)</u>	<u>0</u>
Total Disbursement of Funds	<u>(16,000,000)</u>	<u>(299,840)</u>	<u>(15,700,160)</u>	<u>(49,973)</u>
Total	<u>0</u>	<u>(299,840)</u>	<u>299,840</u>	<u>(49,973)</u>

(iii) Assets and Liabilities

It is anticipated no liabilities will exist in relation to this land transaction as at 30 June 2017 or 30 June 2018. It is anticipated assets with a written down value of \$1,005,100 will be held in relation to this land transaction as at 30 June 2017. It is anticipated assets related to the land transactions will be disposed by 30 June 2018.

It is anticipated a \$5,600,000 short term loan facility be established during the 2017/18 financial year to be repaid from sale proceeds.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

17. Major Land Transactions (Continued)

(b) Robinson Park Redevelopment and Subdivision (Continued)

(iv) Expected Future Projections

	2017/18	2018/19	2019/20	Total
	\$	\$	\$	\$
Revenue				
Asset Disposal Proceeds	10,400,000	0	0	10,400,000
Loan Proceeds	5,600,000	0	0	5,600,000
	<u>16,000,000</u>	<u>0</u>	<u>0</u>	<u>16,000,000</u>
Expenditure				
Materials & Contracts	(5,990,160)	0	0	(5,990,160)
Interest Expense	(324,000)	0	0	(324,000)
Loan Repayment	(5,600,000)	0	0	(5,600,000)
Transfer to Reserve	(3,786,000)	0	0	(3,786,000)
	<u>(15,700,160)</u>	<u>0</u>	<u>0</u>	<u>(15,700,160)</u>
Net Future Projections	<u>299,840</u>	<u>0</u>	<u>0</u>	<u>299,840</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

17. Major Land Transactions (Continued)

(c) Southern River Business Park

(i) Details

The proposed Southern River Business Park consists of Lot 21 Furley Rd, Lots 100 and Lot 1768 Southern River Rd and Lot 1767 Matison St which are owned fee simple by the City. Work commenced in January 2017 on the preparation of a suitable subdivision layout which will be guided by a marketing analysis. The marketing analysis will be completed June 2017 and the consultant will complete the business case in July 2017. Following this and various other studies such as a geotechnical report, groundwater monitoring and the preparation of a drainage strategy, the project will move into the detailed design stage followed by tender and construction.

(ii) Revenue and Expenses

	Project Budget \$	Project Actual \$	2017/18 Budget \$	2016/17 Actual \$
Funding Sources				
Capital Revenue				
Asset Disposal Proceeds	28,000,000	0	0	0
Other Funding Sources				
Loan Proceeds	9,600,000	0	5,100,000	0
Total Funding Sources	<u>37,600,000</u>	<u>0</u>	<u>5,100,000</u>	<u>0</u>
Disbursement of Funds				
Operating Expense				
Materials & Contracts	(600,000)	(90,355)	(509,645)	(90,355)
Capital Expenditure				
Materials & Contracts	(9,000,000)	0	(4,500,000)	0
Interest Expense	(380,000)	0	0	0
	<u>(9,980,000)</u>	<u>(90,355)</u>	<u>(5,009,645)</u>	<u>(90,355)</u>
Other Expenses				
Loan Repayment	(9,600,000)	0	0	0
Transfer to Reserve				
Operations Centre	(16,500,000)	0	0	0
	<u>(26,100,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Disbursement of funds	<u>(36,080,000)</u>	<u>(90,355)</u>	<u>(5,009,645)</u>	<u>(90,355)</u>
Total	<u>1,520,000</u>	<u>(90,355)</u>	<u>90,355</u>	<u>(90,355)</u>

(iii) Assets and Liabilities

It is not anticipated that any loan liabilities will exist in relation to this project as at 30 June 2017. It is anticipated that assets with a written down value of \$26,300,000 will be held as at 30 June 2017.

It is anticipated a \$9,600,000 short term loan facility will be established during 2017/18 with \$4,500,000 outstanding as at 30 June 2018. The loan is expected to be repaid from sale proceeds.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

17. Major Land Transactions (Continued)

(c) Southern River Business Park (Continued)

(iv) Expected Future Projections

	2017/18	2018/19	2019/20	2020/21	Total
	\$	\$	\$	\$	\$
Revenue					
Asset Disposal Proceeds	0	9,000,000	9,000,000	10,000,000	28,000,000
Loan Proceeds	5,100,000	4,500,000	0	0	9,600,000
	<u>5,100,000</u>	<u>13,500,000</u>	<u>9,000,000</u>	<u>10,000,000</u>	<u>37,600,000</u>
Expenditure					
Materials & Contracts	(5,009,645)	(4,500,000)	0	0	(9,509,645)
Interest Expense	0	(180,000)	(200,000)	0	(380,000)
Loan Repayment	0	(4,500,000)	(5,100,000)	0	(9,600,000)
Transfer to Reserve	0	(4,320,000)	(3,700,000)	(8,480,000)	(16,500,000)
	<u>(5,009,645)</u>	<u>(13,500,000)</u>	<u>(9,000,000)</u>	<u>(8,480,000)</u>	<u>(35,989,645)</u>
Net Future Projections	<u>90,355</u>	<u>0</u>	<u>0</u>	<u>1,520,000</u>	<u>1,610,355</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

17. Major Land Transactions (Continued)

(d) Hester Park Redevelopment and Subdivision

(i) Details

The City is currently working with the Department of Planning to develop a Master Plan for the future of Hester Park. A community consultation process has taken place which has driven the development of the Master Plan to include amenities that the community would like to see such as playgrounds, pathways, lighting, BBQ's etc. The project will be funded by subdividing a portion of the existing reserve and selling the land. The amount of amenity that can be provided will be dependent on the amount of land developed and the subsequent revenue raised from these land sales.

(ii) Revenue and Expenses

	Project Budget \$	Project Actual \$	2017/18 Budget \$	2016/17 Actual \$
Funding Sources				
Capital Revenue				
Asset Disposal Proceeds	46,000,000	0	0	0
Other Funding Sources				
Municipal Funds	650,000	67,462	582,538	7,964
Total Funding Sources	<u>46,650,000</u>	<u>67,462</u>	<u>582,538</u>	<u>7,964</u>
Disbursement of Funds				
Operating Expense				
Materials & Contracts	(650,000)	(67,462)	(582,538)	(7,964)
Capital Expenditure				
Materials & Contracts	(46,000,000)	0	0	0
Total Distribution of Funds	<u>(46,650,000)</u>	<u>(67,462)</u>	<u>(582,538)</u>	<u>(7,964)</u>
Total	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

(iii) Assets and Liabilities

It is not anticipated any assets or liabilities will exist in relation to this project as at 30 June 2017.

(iv) Expected Future Projections

	2017/18 \$	2018/19 \$	2019/20 \$	Total \$
Revenue				
Asset Disposal Proceeds	0	46,000,000	0	46,000,000
Municipal Funds	582,538	0	0	582,538
	<u>582,538</u>	<u>46,000,000</u>	<u>0</u>	<u>46,582,538</u>
Expenditure				
Materials & Contracts	(582,538)	(46,000,000)	0	(46,582,538)
	<u>(582,538)</u>	<u>(46,000,000)</u>	<u>0</u>	<u>(46,582,538)</u>
Net Future Projections	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

18. Major Projects

(a) Mills Park Redevelopment

(i) Details

The Mills Park Redevelopment Project in its current form commenced on 1 July 2011, with the development of a concept plan for the site. Previous studies dating back over a number of years helped inform the concept plan. The City undertook consultation with the general community, the Mills Park sporting clubs and State Government agencies, which informed the development of the current form of the Mills Park Master Plan that was adopted by Council in 2013.

The Mills Park Redevelopment is a comprehensive re-generation of the entire Mills Park facility and includes the following elements:

- New multi-purpose two-storey community facility including clubrooms, function centre, change rooms, café, meeting rooms
- Additional satellite toilets, change rooms and kiosk facilities
- Newly re-surfaced active sports grounds for a variety of sports including AFL and cricket
- Fitness track incorporating outdoor exercise equipment
- Two new synthetic all weather soccer pitches
- Four new public use tennis courts
- Sports field lighting
- New plaza style skate park
- Piazza style area for outdoor community events
- Regional playground incorporating nature play
- Bicycle/walking paths incorporating path lighting
- Site wide formalised and overflow car parking

Works commenced onsite in March 2015 and the project was completed in two stages, with the first stage handed over in May 2016 and the second in June 2016.

Environmental sustainability is a high priority for the City and the facility achieved Australia's first 6 Star Green Star Public Building (As Built Certified). In addition, the facility has garnered a number of other awards including:

- WA Sport and Recreation Industry Awards 2016
- Places and Spaces: Planning and Design Award
- Ministers Award for Industry Excellence
- Australian Institute of Project Management Awards 2016
- National Sustainable Project Award
- Sustainable Project Award for WA
- Project of the Year for WA
- National Growth Areas Alliance Congress Awards 2016
- Designing for the Future Award
- Civil Contractors Federation Awards 2016
- Excellence in Civil Construction (Ertech)

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

18. Major Projects (Continued)

(a) Mills Park Redevelopment (Continued)

(ii) Revenue and Expenses

	Project Budget \$	Project Actual \$	2017/18 Budget \$	2016/17 Actual \$
Funding Sources				
Capital Revenue				
Non Operating Grants	8,000,000	8,000,000	0	0
Asset Disposal Proceeds				
Streatham Street	8,072,754	5,980,685	2,141,000	0
Central Terrace Hall	440,000	0	440,000	0
	<u>16,512,754</u>	<u>13,980,685</u>	<u>2,581,000</u>	<u>0</u>
Other Revenue Sources				
Transfer from Reserve				
Mills Park	1,621,600	1,621,600	0	0
POS Beckenham	846,859	846,859	0	0
Loan Proceeds	27,026,000	24,330,000	0	14,330,000
Municipal Funds	1,656,780	3,936,254	361,000	337,541
	<u>31,151,239</u>	<u>30,734,713</u>	<u>361,000</u>	<u>14,667,541</u>
Total Funding Sources	<u>47,663,993</u>	<u>44,715,398</u>	<u>2,942,000</u>	<u>14,667,541</u>
Distribution of Funds				
Operating Expense				
Materials & Contracts	(466,600)	(236,856)	(229,744)	0
Capital Expenditure				
Materials & Contracts	(46,475,613)	(45,891,763)	(583,850)	(1,150,519)
Interest Expense	(721,780)	(401,185)	(314,000)	(337,541)
	<u>(47,197,393)</u>	<u>(46,292,948)</u>	<u>(897,850)</u>	<u>(1,488,060)</u>
Total Distribution of Funds	<u>(47,663,993)</u>	<u>(46,529,804)</u>	<u>(1,127,594)</u>	<u>(1,488,060)</u>
Total	<u>0</u>	<u>(1,814,406)</u>	<u>1,814,406</u>	<u>13,179,481</u>

(iii) Assets and Liabilities

In 2014/15 a loan facility of \$27,026,000 was established. It is anticipated a loan liability of \$16,091,376 will be outstanding as at 30 June 2017 and \$7,818,376 as at 30 June 2018.

Loan repayments are expected to be financed by Municipal Funds.

It is anticipated that assets with a written down value of \$43,177,537 will be held as at 30 June 2017.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

18. Major Projects (Continued)

(a) Mills Park Redevelopment (Continued)

(iv) Expected Future Projections

	2017/18	2018/19	2019/20	Total
	\$	\$	\$	\$
Revenue				
Loan Proceeds	0	0	0	0
Municipal Funds	361,000	0	0	361,000
Non Operating Grants	0	0	0	0
Transfer from Reserve	0	0	0	0
Asset Disposal Proceeds	2,581,000	0	0	2,581,000
	<u>2,942,000</u>	<u>0</u>	<u>0</u>	<u>2,942,000</u>
Expenditure				
Materials & Contracts	(813,594)	0	0	(813,594)
Interest Expense	(314,000)	(266,000)	(216,000)	(796,000)
	<u>(1,127,594)</u>	<u>(266,000)</u>	<u>(216,000)</u>	<u>(1,609,594)</u>
Net Future Projections	<u>1,814,406</u>	<u>(266,000)</u>	<u>(216,000)</u>	<u>1,332,406</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

18. Major Projects (Continued)

(b) Operations Centre Redevelopment

(i) Details

The City is currently investigating the suitability of land at Lot 801 Corfield Street, Kelmscott for the development of a new Operations Centre to replace the existing Operations Centre in Maddington, which is nearing the end of its useful life. As of 30 June 2017, an environmental investigation has been undertaken and quotations sought for a feature survey. Investigative work will continue into 2017. In the event the site is deemed suitable to accommodate the new Operations Centre, the project will progress to the next phase, being detailed design and construction.

(ii) Revenue and Expenses

	Project Budget \$	Project Actual \$	2017/18 Budget \$	2016/17 Actual \$
Funding Sources				
Other Funding Sources				
Transfer from Reserve				
Operations Centre	16,500,000	0	0	0
Loan Proceeds	16,500,000	0	1,500,000	0
Municipal Funds	1,060,000	0	0	0
Total Funding Sources	<u>34,060,000</u>	<u>0</u>	<u>1,500,000</u>	<u>0</u>
Disbursement of Funds				
Capital Expenditure				
Materials & Contracts	(16,500,000)	(11,507)	(1,488,493)	(11,507)
Interest Expense	(1,060,000)	0	(60,000)	0
	<u>(17,560,000)</u>	<u>(11,507)</u>	<u>(1,548,493)</u>	<u>(11,507)</u>
Other Expenses				
Loan Repayment	(16,500,000)	0	0	0
Total Distribution of Funds	<u>(34,060,000)</u>	<u>(11,507)</u>	<u>(1,548,493)</u>	<u>(11,507)</u>
Total	<u>0</u>	<u>(11,507)</u>	<u>(48,493)</u>	<u>(11,507)</u>

(iii) Assets and Liabilities

It is not anticipated any assets or liabilities will exist in relation to this project as at 30 June 2017.

It is anticipated a \$16,500,000 short term loan facility be established during the 2017/18 financial year with \$1,500,000 outstanding as at 30 June 2018. The loan is anticipated to be repaid from the Southern River Business Park sale proceeds.

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

18. Major Projects (Continued)

(b) Operations Centre Redevelopment (Continued)

(iv) Expected Future Projections

	2017/18	2018/19	2019/20	2020/21	Total
	\$	\$	\$	\$	\$
Revenue					
Transfer from Reserve	0	0	0	16,500,000	16,500,000
Loan Proceeds	1,500,000	5,000,000	10,000,000	0	16,500,000
Municipal Funds	0	200,000	600,000	200,000	1,000,000
	<u>1,500,000</u>	<u>5,200,000</u>	<u>10,600,000</u>	<u>16,700,000</u>	<u>34,000,000</u>
Expenditure					
Interest Expense	(60,000)	(200,000)	(600,000)	(200,000)	(1,060,000)
Materials & Contracts	(1,488,493)	(5,000,000)	(10,000,000)	0	(16,488,493)
Loan Repayment	0	0	0	(16,500,000)	(16,500,000)
	<u>(1,548,493)</u>	<u>(5,200,000)</u>	<u>(10,600,000)</u>	<u>(16,700,000)</u>	<u>(34,048,493)</u>
Net Future Projections	<u>(48,493)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(48,493)</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

18. Major Projects (Continued)

(c) Streatham Street Subdivision Stage 2

(i) Details

The Streatham Street Subdivision Stage 2 commenced development in January 2017, on the site formerly occupied by the Beckenham Community Centre, located at Lot 9001 Railway Parade, Beckenham. The new subdivision consists of 18 lots and the construction works relating to the subdivision were completed in May 2017. Marketing of the lots commenced in March 2017 and as of the end of June 2017, most of the lots were under contract. The net proceeds of the development will be allocated to the cost of the Mills Park Redevelopment project.

(ii) Revenue and Expenses

	Project Budget \$	Project Actual \$	2017/18 Budget \$	2016/17 Actual \$
Funding Sources				
Capital Revenue				
Asset Disposal Proceeds	4,045,000	0	4,045,000	0
Other Funding Sources				
Municipal Funds	200,000	200,000	0	0
Total Funding Sources	<u>4,245,000</u>	<u>200,000</u>	<u>4,045,000</u>	<u>0</u>
Disbursement of Funds				
Operating Expense				
Materials & Contracts	(72,000)	0	(72,000)	0
Capital Expenditure				
Materials & Contracts	(2,032,000)	(800,340)	(1,231,660)	(688,830)
Other Expenses				
Allocation of net proceeds to Mills Park	(2,141,000)	0	(2,141,000)	0
Total Distribution of Funds	<u>(4,245,000)</u>	<u>(800,340)</u>	<u>(3,444,660)</u>	<u>(688,830)</u>
Total	<u>0</u>	<u>(600,340)</u>	<u>600,340</u>	<u>(688,830)</u>

City of Gosnells
Notes to and forming part of the Budget
for the year ending 30 June 2018

18. Major Projects (Continued)

(c) Streatham Street Subdivision Stage 2 (Continued)

(iii) Assets and Liabilities

It is anticipated land held for resale assets with a written down value of \$1,553,619 will exist as at 30 June 2017.

It is not anticipated any liabilities will exist in relation to this project as at 30 June 2017 or 30 June 2018.

(iv) Expected Future Projections

	2017/18	2018/19	2019/20	Total
	\$	\$	\$	\$
Revenue				
Asset Disposal Proceeds	4,045,000	0	0	4,045,000
Municipal Funds	0	0	0	0
	<u>4,045,000</u>	<u>0</u>	<u>0</u>	<u>4,045,000</u>
Expenditure				
Materials & Contracts	(1,303,660)	0	0	(1,303,660)
Allocation of net proceeds to Mills Park	(2,141,000)	0	0	(2,141,000)
	<u>(3,444,660)</u>	<u>0</u>	<u>0</u>	<u>(3,444,660)</u>
Net Future Projections	<u>600,340</u>	<u>0</u>	<u>0</u>	<u>600,340</u>