



CITY OF GOSNELLS

Annual Report

2013/14

Making the City of Gosnells a great place

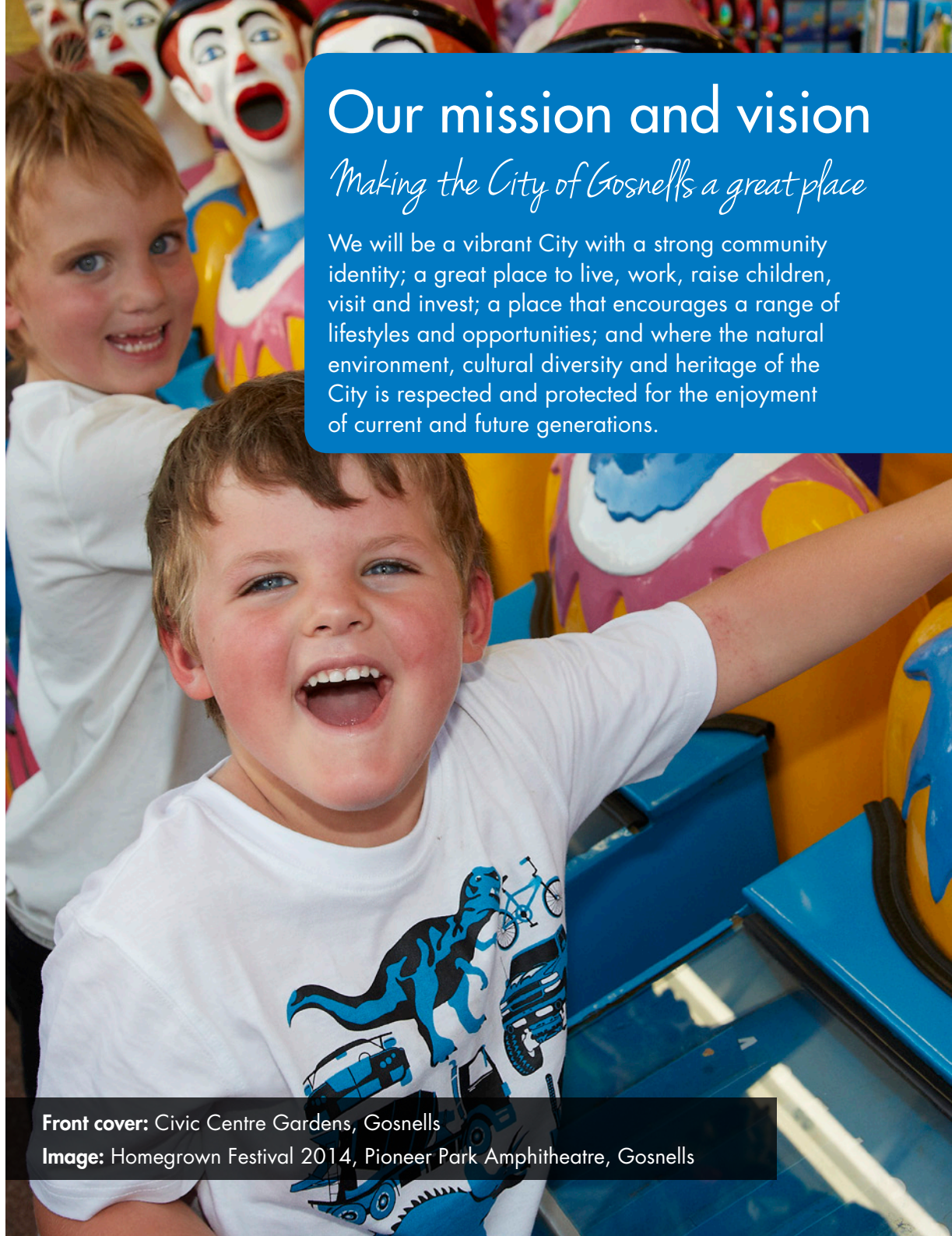
Contents

Our mission and vision	2
City statistics	3
Message from the Mayor	4
Chief Executive Officer's report	5
Councillors	6
Organisational structure	7
City profile	8
City map	8
Employee remuneration	8
Councillor attendance	9
Information management update	10
Official conduct report	10
Freedom of information statistics	10
Access and inclusion	11
2013/14 performance	12
Future plans	13
Concise Financial Report	14
Statement of comprehensive income by program	15
Statement of comprehensive income by nature or type	16
Statement of financial position	17
Statement of changes in equity	18
Statement of cash flows	19
Independent Auditor's Report	21
Statement of comprehensive income by nature or type (percentage)	23

Our mission and vision

Making the City of Gosnell's a great place

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.



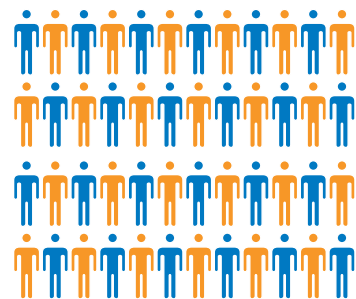
Front cover: Civic Centre Gardens, Gosnell's

Image: Homegrown Festival 2014, Pioneer Park Amphitheatre, Gosnell's

City statistics

POPULATION

121,252
live in the City of Gosnells



RESIDENTIAL DWELLINGS

42,454

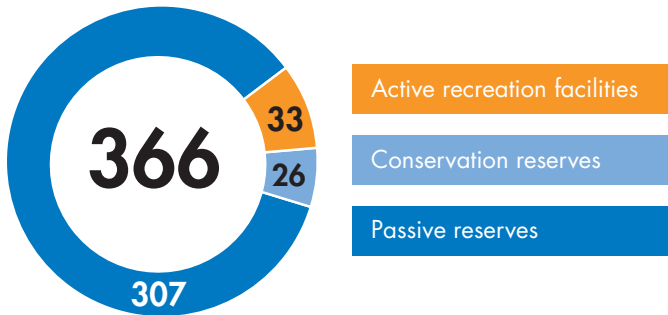


STAFF EMPLOYEES

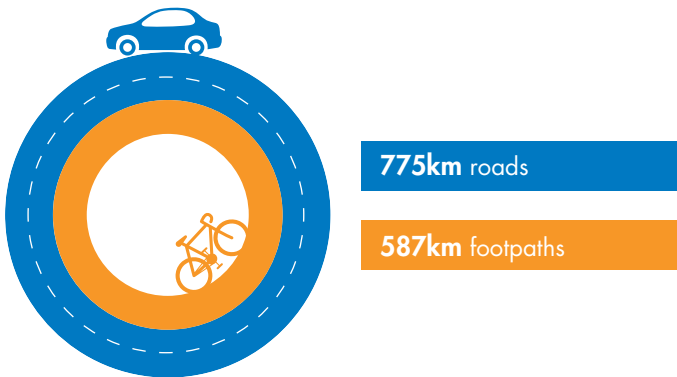


642
(inclusive of casuals)

RECREATION FACILITIES AND RESERVES



ROADS AND FOOTPATHS



TOTAL NUMBER OF ELECTORS

63,866



COUNCIL REVENUE

\$109.7m

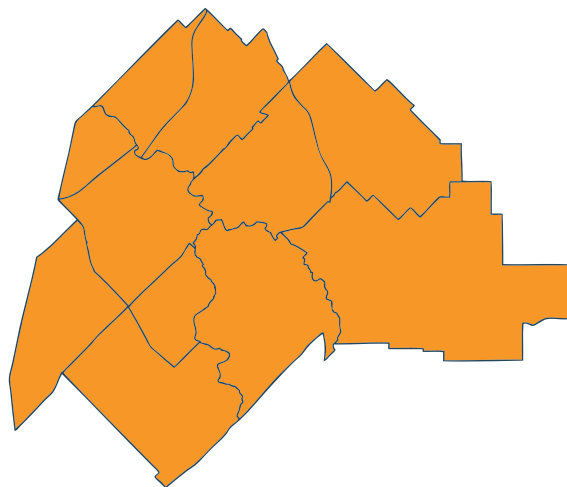


CITIZENSHIPS GRANTED

1,148 **347**
Adults Dependants



TOTAL AREA



127
square kilometres

Message from the Mayor

Building strong, well connected communities has continued to be a focus for the City of Gosnells over the 2013/14 financial year.

In the past 12 months, the City has worked hard to complete or set the foundations for a number of important infrastructure projects and community initiatives.

These projects have included the expansion of Leisure World and the new \$1.9 million Karinya Equestrian Park – both of which will offer universally accessible programs and facilities.

Through the Public Open Space Strategy, great work is being done to improve the standard of parks and reserves.

The City believes that quality public open space is key to improved community health and wellbeing, particularly as backyards get smaller.

There have already been several park upgrades and where possible, the City is redesigning areas to improve surveillance of parklands which increases public safety.

A great example of this is Sydenham Street Reserve in Beckenham, where blocks were created around the park to provide better passive surveillance.

It is intended that this type of development will help shape more close-knit communities while providing affordable housing close to schools, shops and public transport.

The community's response has been very positive, which is great news with more projects, like Robinson Park in Gosnells, in the pipeline.

Another initiative that focused on improving community health was the KidSport program, which was delivered in partnership with the Department of Sport and Recreation.

In 2013/14, the program provided more than \$244,000 funding to enable 1,223 children aged from five to 18 years to take part in community sport.

In regards to our volunteers, I'm pleased to report that the valuable role of the City's 350-strong group of volunteers was recognised with the release of the City's Volunteer Handbook and National Volunteer Week celebration.

I personally thank all of the City's volunteers for their continued support and encourage anyone considering becoming a volunteer to do so.

During 2013/14, the City's Don Russell Performing Arts Centre wrapped up its 20th anniversary celebrations with a number of outstanding shows, giving residents access to top quality entertainment at their doorstep.

The community has also enjoyed a number of annual events, such as the Multicultural Food Fair, Homegrown Festival and the Australia Day celebrations which have again proved how well our diverse community shares culture, food, music and art.

Many people attend these events each year and thousands of residents now receive information about local events and programs through the City's new Facebook pages.

This has not only been a useful way to keep the community up-to-date with what's happening but also provides the City with valuable public feedback.



This Annual Report highlights the efforts made by a highly committed team of Councillors and staff and I'm proud to say, we lead a community full of people who are helping to make the City of Gosnells a great place.

A handwritten signature in black ink, appearing to read 'Dave Griffiths'.

Mayor Dave Griffiths

Chief Executive Officer's report

Being responsible for the effective management of one of the State's biggest and fastest growing areas is no easy task but one I approach with passion and enthusiasm.

I lead a dedicated team of staff who are working hard to make the City of Gosnells a great place.

Over the 2013/14 financial year, the City has achieved in a variety of ways, including improving infrastructure, programs and services for the local community.

Finishing the Nicholson Road/Yale Road/Garden Street roundabout enhancement project was an important milestone and a great example of how good planning and communication can deliver results.

A special grant of \$1 million, secured by the City from the State Government, ensured this work was carried out during 2013/14.

Planning started on many park improvements across the City with the completion of upgrades to Yilgarn Way Reserve in Gosnells and Sorbello Circuit Reserve in Canning Vale adding much needed, suitable public open space for local families.

These projects were part of the City's Public Open Space Strategy, which has identified parks for improvement.

The Strategy also promotes the acquisition of land for park development, as well as the sale of land that is considered to be surplus or not suitable for public recreation.

Mills Park in Beckenham fits within this Strategy and is one of the most forward-thinking community recreation projects being undertaken by a WA local government.

Much of the planning was finalised during 2013/14 and the City is now approaching the construction phase.

This project will create active sporting reserves, a community facility with cafe, nature-based children's playground, skate plaza and extensive walk trails and protect the local environment.

Nearby, a great deal of work was carried out to upgrade Sydenham Street Reserve in Beckenham and develop a subdivision. Proceeds from the sale of residential lots will be used towards the redevelopment of Mills Park.

In Orange Grove, the City completed development of its new equestrian facility named Karinya, which means 'our happy home'.

Importantly, this was achieved on budget.

Expansion of the City's aquatic and recreation facility, Leisure World, began in the past financial year and will be completed in 2014/15.

Good progress was made on planning initiatives affecting the Gosnells and Maddington town centres. In Gosnells, the City finalised the Lissiman Street Improvement Plan, which is now with the State Government for approval.

In Maddington, a framework was established to deliver the new infrastructure and parkland needed to support higher density development, while the process of rezoning land for industrial use continued as part of the Maddington Kenwick Strategic Employment Area.

A new Cultural Plan for the City was prepared, providing support for arts and cultural initiatives over the next three years.

The City hosted another successful annual events season highlighted by the popular Multicultural Food Fair and Homegrown Festival, which provided the community with a chance to celebrate community, music, arts and culture.



None of this would be possible without the combined efforts of the Councillors, City staff, our volunteers and you, our community members.

I thank everyone for their commitment and great work and look forward to another busy and exciting year.

A handwritten signature in black ink that reads "Ian Cowie".

Ian Cowie

Chief Executive Officer

Councillors

Sitting Councillors for Financial Year 2013/14



Cr Wayne Barrett

Term expires: 17 October 2015
Phone: 9459 6998
Fax: 9459 6998
Email: wbarrett@gosnells.com.au



Cr Dave Griffiths (Mayor)

Term expires: 17 October 2015
Phone: 9394 0842
Fax: 9398 3051
Email: mayor@gosnells.wa.gov.au



Cr Ron Mitchell (Deputy Mayor)

Term expires: 17 October 2015
Phone: 9458 9919
Fax: 9358 0838
Email: rmitchell@gosnells.com.au



Cr Julie Brown

Term expires: 21 October 2017
Phone: 9398 2191
Fax: 9398 2191
Email: jbrown@gosnells.com.au



Cr Peter Griffiths

Term expires: 21 October 2017
Phone: 9490 5995
Email: pgriffiths@gosnells.com.au



Cr George Scott JP (Dr)

Resigned May 2014



Cr Glenn Dewhurst

Term expires: 17 October 2015
Phone: 9496 0058
Email: gdewhurst@gosnells.com.au



Cr Ron Hoffman

Term expires: 17 October 2015
Phone: 9456 2372
Fax: 9456 2372
Email: rhoffman@gosnells.com.au



Cr Olwen Searle JP

Term expires: 21 October 2017
Phone: 9455 1951
Fax: 9455 1951
Email: osearle@gosnells.com.au



Cr David Goode JP

Term expires: 21 October 2017
Phone: 9452 3352
Fax: 9398 3352
Email: dgoode@gosnells.com.au



Cr Russell Lawrence

Term expires: 17 October 2015
Mobile: 0403 150 264
Fax: 9455 3011
Email: rlawrence@gosnells.com.au

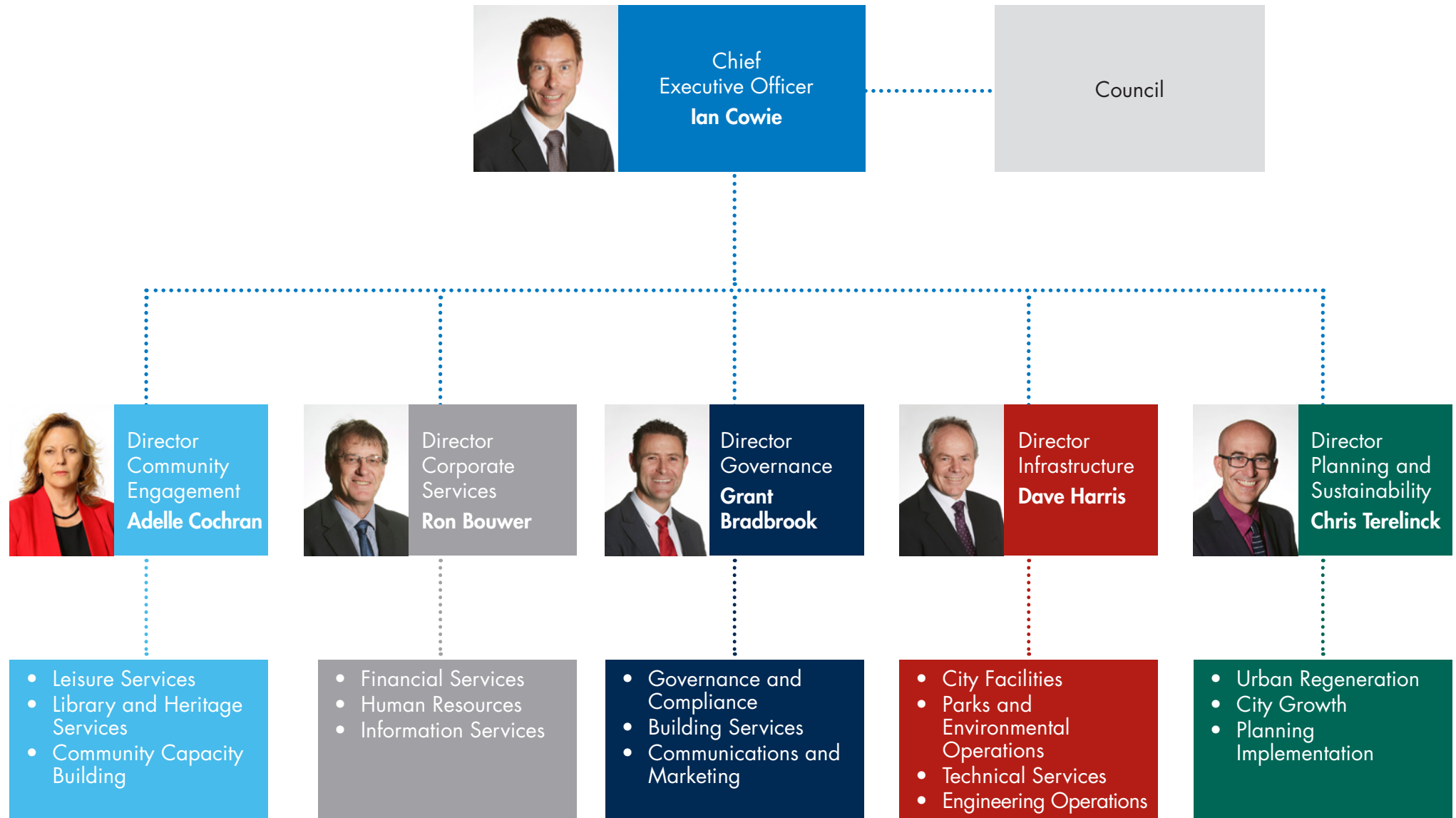


Cr Pierre Yang

Term expires: 21 October 2017
Mobile: 0401 002 618
Email: pyang@gosnells.com.au

Organisational structure

Executives for Financial Year 2013/14



City profile

The City serves a population of more than 121,000 people.

The City of Gosnells is located just 17kms south-east of the Perth CBD and includes the suburbs of Beckenham, Canning Vale, Gosnells, Huntingdale, Kenwick, Langford, Maddington, Martin, Orange Grove, Southern River and Thornlie.

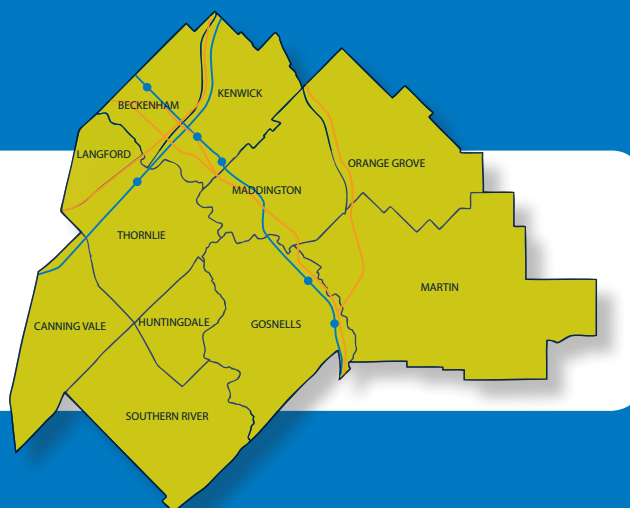
The City is the fifth largest local government in Western Australia and encompasses substantial rural zones in the east and south, and some commercial and industrial developments, particularly along Albany Highway.

The City's population is expected to grow at 1.42% per annum in the future.

Fuelling this growth is the availability of housing through new land releases and housing developments in Canning Vale and Southern River, while redevelopment is becoming a focus in the suburbs of Maddington, Beckenham, Kenwick and Gosnells.

City map

- Main roads
- Train line and station



Employee remuneration – salary range \$

Set out below, in bands of \$10,000, is the number of City employees entitled to an annual salary of \$100,000 or more.

Salary range	2013/14	2012/13
100,000 – 109,999	0	0
110,000 – 119,999	7	7
120,000 – 129,999	4	4
130,000 – 139,999	3	3
140,000 – 149,999	2	2
150,000 – 159,999	0	0
160,000 – 169,999	0	0
170,000 – 179,999	0	0
180,000 – 189,999	0	5
190,000 – 199,999	5	0
200,000 – 209,999	0	0
210,000 – 219,999	0	0
220,000 – 229,999	0	0
230,000 – 239,999	0	0
240,000 – 249,999	0	0
250,000 – 259,000	1	1



Image: Australian Citizenship Awards

Councillor attendance – July 2013 to June 2014

Councillors	Ordinary Council Meetings (21)	Special Council Meetings (3)	Electors Meetings (1)	Total (25)
Cr D Griffiths (Mayor)	21	3	1	25
Cr R Mitchell (Deputy Mayor)	20	2	1	23
Cr W Barrett	20	3	1	24
Cr J Brown	21	3	1	25
Cr T Brown	7	2	0	9
Cr G Dewhurst	18	1	0	19
Cr D Goode	14	1	1	16
Cr P Griffiths	9	0	0	9
Cr R Hoffman	19	3	1	23
Cr S Iwanyk	6	2	0	8
Cr K Jones	7	2	0	9
Cr R Lawrence	19	3	1	23
Cr G Scott	9	1	1	11
Cr O Searle	21	3	0	24
Cr P Yang	11	1	1	13

- Cr D Goode, Cr P Griffiths, Cr G Scott and Cr P Yang were elected to Council at the 19 October 2013 Local Government Election.
- Cr T Brown, Cr S Iwanyk and Cr K Jones' terms ended at the 19 October 2013 Local Government Election.
- Cr G Scott resigned from Council on 5 May 2014. The position on Council is vacant and will be refilled at the 2015 Local Government Election.

Meetings included:

Special Council Meetings (3)

- 2 July 2013 – 2013/14 Budget Special Council Meeting
- 3 October 2013 – Special Council Meeting
- 21 October 2013 – Newly Appointed Elected Members Special Council Meeting

Electors Meetings (1)

- 9 December 2013 – Annual Electors Meeting

Information management update

The City has an ongoing commitment to good record management practices and continues to comply with the State Records Act 2000. The City evaluates the efficiency and effectiveness of the City's approved Recordkeeping Plan 2009 on a regular basis, with a review of this plan to be submitted to the State Records Office in December 2014.

Staff recordkeeping and awareness training starts on the day of induction and continues at regular intervals. Programs have been designed to provide staff with a clear understanding of their recordkeeping roles and responsibilities.

In addition, corporate procedures, help guides and user manuals are available to staff on the City's intranet site and ongoing training is provided as required.

The efficiency and effectiveness of the City's recordkeeping training programs are reviewed on a regular basis.

Official conduct report

The *Local Government Act 1995* requires the City to report on the number of official conduct complaints recorded under Section 5.121 during a financial year.

The City of Gosnells received no official conduct complaints during this financial year.

Freedom of information (FOI) statistics

The following table displays FOI applications dealt with during the 2013/14 financial year. It shows how many applicants sought information, and whether the information was personal to them or general in nature. It also identifies the type of access given.

Access type	Personal	Non-personal	Total
Access in full	0	2	2
Edited access	2	13	15
Access refused	0	0	0
No documents found	0	0	0
Withdrawn by application	0	0	0
Not finalised	0	0	0
Total	2	15	17



Image: City of Gosnells Civic Centre, Gosnells

Access and inclusion

The City continues to implement initiatives and ongoing action towards ensuring the provision of an equitable community, using the guiding principles of universal access and inclusion.

The City of Gosnells Disability Access and Inclusion Plan (DAIP) 2014 – 18 features six outcome areas which aim to identify and address barriers that prevent people with disability from accessing and enjoying City services, programs and facilities.

During 2013/14 the City delivered the following initiatives as part of its ongoing accessibility and inclusion focus:

- Continued to use a Creating Accessible Events Checklist when planning events, to ensure that they are accessible to all.
- Continued registration with the National Disability Services Companion Card Scheme to facilitate greater inclusion and access to leisure programs, community events and health and fitness activities.

- Planned accessibility provisions for the building addition at Leisure World, such as universal access front doors to cater more effectively for people with disability, seniors and people with prams.
- Worked with contractors to ensure that works undertaken consider and respond to accessibility requirements. This includes parks access and traffic management plans which acknowledge the rights of people with disability and their families to gain access to City events and facilities.

The City also commenced work towards the inclusion of a seventh outcome area – required by the Disability Services Commission to be included in all DAIPs by July 2015. Initial discussions and planning are already underway, exploring ways in which the City can facilitate work experience and employment opportunities for people with disability.



Image: Community Independence Program – Catch Music at Amherst

2013/14 performance

A summary of some major City projects undertaken over the past 12 months is below.

Infrastructure and public spaces

- **Nicholson Road Duplication – Ranford Road to Clontarf Terrace**

Status: The duplication of Nicholson Road, from Ranford Road to Clontarf Terrace, is now complete. This section of Nicholson Road was previously a single carriageway and resulted in major traffic congestion. Traffic flow has improved significantly since the completion of this major road project.

- **Mills Park Redevelopment**

Status: Planning for the redevelopment of Mills Park continued this year with the City awarding the first contract of the project to upgrade the power supply at the site. Tenders for all other elements of the works will begin in early 2015.



- **Central Maddington Developer Contribution Arrangement**

Status: The Central Maddington Developer Contribution Arrangement was finalised with Council agreeing to subsidise the cost of new infrastructure provision and the acquisition of land for parks. This subsidy could amount to \$10 million.

- **Leisure World fitness extension**

Status: Work started on the extension of Leisure World's fitness area. These works included pouring the concrete pad and commencement of the external brick work. The project is due for completion in 2014/15.



- **Orange Grove Equestrian Facility**

Status: This year, 80% of construction works were completed to create a new equestrian centre in Orange Grove. These works included a new undercover arena, floodlighting, sand arena, storage sheds and the extension and refurbishment of the existing pavilion. This project is expected to be finished by October 2015. Council resolved to call the new facility Karinya meaning 'our happy home'.

- **Yilgarn Way Reserve, Gosnells**

Status: Yilgarn Way Reserve was identified as requiring an upgrade under the City's Public Open Space Strategy. This redevelopment has occurred and the community now has a high quality park with children's nature play spaces.



Community Engagement

- **Develop Cultural Plan 2014 – 16**

Status: This year the City developed and adopted a new Cultural Plan, which will support arts and culture initiatives over the next three years.



- **Implement the Eat, Act, Live program**

Status: The Eat, Act, Live program involved the delivery of four community health and wellbeing programs targeted at unemployed adults. Funding of \$560,000 for the implementation of this program was obtained from the Federal Government. This program was delivered in conjunction with the City of Armadale.

- **Multicultural Food Fair and Homegrown Festival**

Status: The Multicultural Food Fair was again extremely popular and assisted local community groups to raise much needed revenue. The Homegrown Festival was also a great success, providing a wide variety of events, quality live performances and activities over four weeks during February and March.



Planning

- **Maddington Kenwick Strategic Employment Area (MKSEA)**

Status: The process of rezoning land in Maddington and Kenwick for industrial use continued this year. A draft District Water Management Strategy was finalised for Precincts 2 and 3 while rezoning of the land in Precinct 1 was finalised.

- **Gosnells Town Centre**

Status: The City completed an Improvement Plan for Lissiman Street which is now with the State Government for approval. Land Corp is to be appointed as the project manager and more detailed discussions will occur with affected landowners during 2014/15.

- **Sydenham Street Reserve, Beckenham**

Status: A major renovation of the Sydenham Street Reserve began during the year. This upgrade is being funded by the subdivision of surrounding land. Proceeds from the sale of these residential lots will also go towards the redevelopment of the nearby Mills Park.



Future plans

The City has a range of significant projects planned for the coming 12 months. These include:

Infrastructure and public spaces

- Start construction as part of the Mills Park Redevelopment.
- Begin construction of new headquarters for the Gosnells Bush Fire Brigade and State Emergency Service.
- Extend the left hand turn lane from Nicholson Road into Spencer Road, Langford.
- Upgrade and improve street lighting on Forest Lakes Drive, Thornlie.
- Progress planning for the redevelopment of Robinson Park, Gosnells.
- Redevelop Belfast Close and Atkinson Way Reserves, both in Canning Vale, to provide higher quality public space for local residents.

- Complete the Orange Grove Equestrian Facility project.
- Restore the Old Fremantle Road Bridge, Gosnells.
- Complete the Leisure World fitness extension in Thornlie.

Planning

- Progress the rezoning of MKSEA's Precincts 2 and 3.

Community engagement

- Deliver the 2014 Multicultural Food Fair and provide a variety of high quality events at the 2015 Homegrown Festival.

Concise Financial Report

for the year ended 30 June 2014

Local Government Act 1995

Local Government (Financial Management) Regulations 1996

Note 1: Basis of preparation of the Concise Financial Report

The Concise Financial Report is an extract of the full financial report for the year ended 30 June 2014. The Concise Financial Report has been prepared in accordance with Australian Accounting Standard AASB 1039, 'Concise Financial Reports', and statutory requirements.

The financial statements, specific disclosures and other information included in the Concise Financial Report are derived from, and are consistent with, the full Financial Report of the City of Gosnells.

The Concise Financial Report cannot be expected to provide as detailed an understanding of the financial performance, financial position and financing and investing activities of the City of Gosnells as the full Financial Report.


A copy of the full Financial Report and Auditor's Report is available for inspection at the City's Civic Centre and website at www.gosnells.wa.gov.au

Note 2: Events after the reporting period

On 22 October 2014, the State Government of Western Australia announced the amalgamation of the City of Canning with the City of Gosnells effective from 1 July 2015. The impact on the City of Gosnells has not yet been quantified.

Statement by Chief Executive Officer

The attached Financial Report of the City of Gosnells, being the Concise Annual Financial Report and other information for the financial year ended 30 June 2014, are in my opinion properly drawn up to present fairly the financial position of the City of Gosnells as at 30 June 2014 and the results of the operations for the financial year then ended in accordance with the Australian Accounting Standards.



Ian Cowie

Chief Executive Officer
City of Gosnells

Signed on the 4th day of November 2014.

Discussion and analysis of the Financial Statements for the year ended 30 June 2014

Statement of Comprehensive Income

The Actual Net Result of \$13,298,480 for the year ended 30 June 2014 is \$7,543,566 lower than the Net Result for 2012/13. This is primarily due to the revaluation decrease of non current asset classes; parks development and furniture and equipment.

The Net Result of \$13,298,480 reflects the change in net assets, it refers to value of assets deployed or ready to deploy in order to meet the City's objectives.

Total Revenue of \$109,702,832 for the year ended 30 June 2014 is \$12,592,044 greater than 2012/13 revenue. The variance is primarily due to the fair value recognition of the new found assets that were identified during the revaluation process. Total Revenue is comprised of Operating Revenue, Non-Operating Revenue, Fair Value Adjustments to Financial Assets, Gain on Sale of Investments and Profit on Disposal of Assets.

Total Expenses of \$96,404,352 is \$20,135,610 greater than 2012/13 actual expenses. This variance is primarily due to a revaluation decrease on the City's non-current asset classes; parks development and furniture and equipment. Through the revaluation process it was found that many of the City's existing assets were obsolete assets and bore no future economic value. As a result these assets were appropriately scrapped. Total Expenses is comprised of Operating Expenses, Fair Value Adjustments to Financial Assets and Loss on Disposal of Assets.

Total Other Comprehensive Income of \$42,600,536 has resulted from a revaluation of the City's Land and Buildings, this is a non cash revenue item.

Statement of comprehensive income by program

for the year ended 30 June 2014

	2014 \$	2014 Budget \$	2013 \$
Revenue			
Governance	7,990	8,000	20,038
General Purpose Funding	63,171,660	62,309,077	64,465,048
Law, Order, Public Safety	764,409	521,139	400,782
Health	297,134	199,638	251,327
Education and Welfare	776,890	898,388	960,863
Community Amenities	12,779,975	12,073,595	12,107,395
Recreation and Culture	3,307,637	2,903,795	3,216,933
Transport	236,305	118,000	233,893
Economic Services	1,827,243	1,710,707	1,817,999
Other Property and Services	949,423	639,204	904,188
	84,118,666	81,381,543	84,378,466
Expenses			
Governance	(4,590,922)	(5,020,622)	(3,957,158)
General Purpose Funding	(1,594,497)	(1,665,167)	(1,214,067)
Law, Order, Public Safety	(3,066,511)	(3,019,892)	(2,406,003)
Health	(1,319,541)	(1,378,337)	(1,456,372)
Education and Welfare	(3,463,364)	(3,768,756)	(3,629,694)
Community Amenities	(17,082,929)	(16,753,604)	(15,233,817)
Recreation and Culture	(27,153,061)	(27,806,842)	(25,659,241)
Transport	(18,439,108)	(18,277,038)	(17,875,625)
Economic Services	(2,783,203)	(2,924,952)	(2,705,642)
Other Property and Services	(1,072,809)	(1,487,157)	(909,356)
	(80,565,945)	(82,102,367)	(75,046,975)
Finance Costs			
Law, Order, Public Safety	0	(75,000)	0
Recreation and Culture	0	0	(63,860)
Economic Services	(10,245)	(26,589)	(24,625)
Other Property and Services	(209,013)	(90,000)	(348,091)
	(219,258)	(191,589)	(436,576)
Revaluation of Non Current Assets			
Furniture and Equipment	(165,723)	0	0
Parks Development	(11,459,370)	0	0
	(11,625,093)	0	0

Fair Value Adjustments to Financial Assets at Fair Value through Profit or Loss

	2014 \$	2014 Budget \$	2013 \$
General Purpose Funding	260,356	440,000	293,092
Non-Operating Grants, Subsidies and Contributions			
Law, Order and Public Safety	17,990	1,350,000	0
Community Amenities	7,174,654	2,400,000	3,988,809
Recreation and Culture	9,076,139	1,395,317	73,945
Transport	6,349,631	3,211,941	8,048,943
Other Property and Services	2,493,833	0	86,270
	25,112,247	8,357,258	12,197,967

Profit/(Loss) on Disposal of Assets

Governance	(518)	0	0
Law, Order, Public Safety	(9,000)	0	0
Education and Welfare	(4,565)	0	0
Community Amenities	(1,239,903)	0	0
Recreation and Culture	(1,178,783)	0	(159,986)
Transport	177,229	30,278	(624,960)
Other Property and Services	(1,526,953)	5,005,105	241,018
	(3,782,493)	5,035,383	(543,928)

Net Result

Other Comprehensive Income

Changes on Revaluation of non-current assets	42,600,536	0	1,068,815
Total Other Comprehensive Income	42,600,536	0	1,068,815

Total Comprehensive Income

	55,899,016	12,920,228	21,910,861
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Statement of comprehensive income by nature or type

for the year ended 30 June 2014

	2014 \$	2014 Budget \$	2013 \$
Revenue			
Rates	54,875,700	54,543,066	51,889,238
Operating Grants, Subsidies and Contributions	4,296,208	5,517,991	5,922,460
Fees and Charges	19,334,821	18,020,074	18,353,788
Interest Earnings	5,222,657	3,200,261	5,903,071
Other Revenue	389,279	100,151	2,309,909
	<u>84,118,665</u>	<u>81,381,543</u>	<u>84,378,466</u>
Expenses			
Employee Costs	(34,304,507)	(34,442,116)	(32,521,636)
Materials and Contracts	(21,472,499)	(24,464,287)	(20,138,568)
Utility Charges	(4,810,671)	(4,886,578)	(4,734,492)
Amortisation	(250,051)	(285,444)	(268,543)
Depreciation on Non-Current Assets	(15,324,698)	(14,723,909)	(14,441,982)
Interest Expenses	(57,169)	(191,589)	(436,576)
Insurance Expenses	(1,791,937)	(1,877,376)	(1,807,544)
Other Expenditure	(2,773,669)	(1,422,657)	(1,134,210)
	<u>(80,785,201)</u>	<u>(82,293,956)</u>	<u>(75,483,551)</u>
	3,333,464	(912,413)	8,894,915
Non-Operating Grants, Subsidies and Contributions	25,112,246	8,357,258	12,197,967
Revaluation of Non-Current Assets			
Furniture and Equipment	(165,723)	0	0
Parks Development	(11,459,370)	0	0
Fair Value Adjustments to Financial Assets at Fair Value Through Profit or Loss	260,356	440,000	293,092
Profit on Asset Disposals	211,565	6,224,015	241,263
Loss on Asset Disposals	(3,994,058)	(1,188,632)	(785,191)
Net Result	13,298,480	12,920,228	20,842,046

	2014 \$	2014 Budget \$	2013 \$
Other Comprehensive Income			
Changes on Revaluation of Non-Current Assets	42,600,536	0	1,068,815
Total Other Comprehensive Income	<u>42,600,536</u>	<u>0</u>	<u>1,068,815</u>
Total Comprehensive Income	<u>55,899,016</u>	<u>12,920,228</u>	<u>21,910,861</u>

Statement of financial position

as at 30 June 2014

	2014 \$	2013 \$
Current Assets		
Cash and Cash Equivalents	94,103,293	90,593,111
Trade and Other Receivables	5,619,835	3,458,370
Inventories	9,018,286	3,654,395
Total Current Assets	108,741,414	97,705,876
Non-Current Assets		
Investments	4,035,650	3,775,294
Other Receivables	997,648	999,411
Property, Plant and Equipment	247,243,159	204,033,857
Infrastructure	572,245,056	573,036,471
Intangible Assets	824,212	1,010,001
Total Non-Current Assets	825,345,725	782,855,034
Total Assets	934,087,139	880,560,910
Current Liabilities		
Trade and Other Payables	9,300,060	10,388,001
Short Term Borrowings	5,300,000	1,608,385
Provisions	7,176,764	6,530,477
Total Current Liabilities	21,776,824	18,526,863
Non-Current Liabilities		
Long Term Borrowings	0	5,677,687
Provisions	762,007	707,068
Total Non-Current Liabilities	762,007	6,384,755
Total Liabilities	22,538,831	24,911,618
Net Assets	911,548,308	855,649,292

	2014 \$	2013 \$
Equity		
Retained Surplus	337,572,396	335,179,033
Reserves – Cash/Investments Backed	62,850,686	51,945,569
Revaluation Surplus	511,125,226	468,524,690
Total Equity	911,548,308	855,649,292

Discussion and analysis of the financial statements for the year ended 30 June 2014

Statement of financial position

Overall Equity has increased during the 2013/14 financial year by \$55,899,016 to \$911,548,308. This primarily results from Net Operations, Reserve fund movements and changes to the Asset Revaluation Reserve.

Current Assets as at 30 June 2014 have increased by \$11,035,538 to \$108,741,414 compared to 2012/13, primarily resulting from an increase in Cash and Cash Equivalents, Trade and Other Receivables and Inventories.

Current Liabilities as at 30 June 2014 have increased by \$3,249,961 to \$21,776,824 compared to 2012/13 primarily resulting from an increase in short term borrowings.

Statement of changes in equity

for the year ended 30 June 2014

	Retained Surplus	Reserves Cash/ Investment Backed	Revaluation Surplus	Total Equity
	\$	\$	\$	\$
Balance as at 1 July 2012	320,084,516	46,198,040	467,455,875	833,738,431
Net Result	20,842,046	0	0	20,842,046
Total Other Comprehensive Income	0	0	1,068,815	1,068,815
Transfer to Retained Surplus	0	0		0
Reserve Transfers	(5,747,529)	5,747,529	0	0
Balance as at 30 June 2013	335,179,033	51,945,569	468,524,690	855,649,292
Net Result	13,298,480	0	0	13,298,480
Total Other Comprehensive Income	0	0	42,600,536	42,600,536
Reserve Transfers	(10,905,117)	10,905,117	0	0
Balance as at 30 June 2014	337,572,396	62,850,686	511,125,226	911,548,308

Discussion and analysis of the financial statements for the year ended 30 June 2014

Statement of changes in equity

The change in Total Equity is a result of the change in service potential of assets resulting from net operations and changes to the asset revaluation reserve, due to revaluation of Land and Buildings conducted during the financial year.

Statement of cash flows

for the year ended 30 June 2014

Cash Flows from Operating Activities Receipts

	2014 \$	2014 Budget \$	2013 \$
Rates	54,800,177	54,751,791	52,415,395
Operating Grants, Subsidies and Contributions	3,507,665	5,717,991	5,916,706
Fees and Charges	17,808,632	18,020,074	18,234,742
Interest Earnings	5,222,657	3,940,261	6,867,269
Goods and Services Tax	5,166,424	4,550,000	4,235,486
Other Revenue	389,279	100,150	2,309,909
	86,894,834	87,080,267	89,979,507

Payments

Employee Costs	(33,579,447)	(34,942,116)	(31,237,158)
Materials and Contracts	(22,639,014)	(28,909,505)	(19,584,506)
Utility Charges	(4,810,671)	(4,886,578)	(4,734,492)
Insurance Expenses	(1,791,937)	(1,877,376)	(1,807,544)
Interest Expenses	(57,169)	(176,589)	(411,260)
Goods and Services Tax	(4,935,871)	(4,530,000)	(4,482,445)
Other Expenditure	(2,773,669)	(1,422,656)	(1,134,210)
	(70,587,778)	(76,744,820)	(63,391,615)

Net Cash Provided By (Used In) Operating Activities

	16,307,056	10,335,447	26,587,892
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Statement of cash flows continued

	2014 \$	2014 Budget \$	2013 \$
Cash Flows from Investing Activities			
Payments for Development of Land Held for Resale	(3,881,859)	(5,903,788)	(194,685)
Payments for Purchase of Property, Plant and Equipment and Intangibles	(11,858,445)	(23,900,230)	(7,925,615)
Payments for Construction of Infrastructure	(22,479,761)	(22,718,325)	(18,953,640)
Non-Operating Grants, Subsidies and Contributions	25,112,246	8,357,258	12,197,967
Proceeds from Sale of Property, Plant and Equipment	993,672	1,480,000	814,009
Proceeds from Sale of Land Held for Resale	1,303,345	10,909,455	746,776
Net Cash Provided By (Used In) Investing Activities	(10,810,802)	(31,775,630)	(13,315,188)
Cash Flows from Financing Activities			
Repayment of Loans	(1,986,072)	(6,908,385)	(5,325,828)
Proceeds from New Loans	0	5,500,000	0
Net Cash Provided By (Used In) Financing Activities	(1,986,072)	(1,408,385)	(5,325,828)
Net Increase (Decrease) in Cash Held	3,510,182	(22,848,568)	7,946,876
Cash at Beginning of Year	90,593,111	79,297,541	82,646,235
Cash and Cash Equivalents at the End of the Year	94,103,293	56,448,973	90,593,111

Discussion and analysis of the financial statements for the year ended 30 June 2014

Statement of cash flows

The overall impact on the cash position at the close of the financial year is an increase of \$3,510,182 to \$94,103,293. This is principally a result of cash flow from Operating Activities exceeding those of Investing and Financing Activities.

Net Cash provided by Operating Activities of \$16,307,056 has decreased compared to 2012/13.

Net cash from Investing Activities of \$10,810,802 has decreased compared to 2012/13.

Net Cash used in Financing Activities of \$1,986,072 has decreased compared to 2012/13.

INDEPENDENT AUDITOR'S REPORT

TO: RATEPAYERS OF CITY OF GOSNELLS

Report on the Concise Financial Report

The accompanying concise financial report of City of Gosnells comprises the Statement of Financial Position as at 30 June 2014, Statement of Comprehensive Income by Nature or Type, Statement of Comprehensive Income by Program, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, the Statement by Chief Executive Officer and the discussion and analysis. The concise financial report does not contain all the disclosures required by Australian Accounting Standards.

Management's Responsibility for the Concise Financial Report

Management is responsible for the preparation and fair presentation of the concise financial report in accordance with Accounting Standard AASB 1039: *Concise Financial Reports*, the Local Government Act 1995 (as amended) and the Local Government (Financial Management) Regulations 1996 (as amended). This responsibility includes establishing and maintaining internal control relevant to the preparation of the concise financial report; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the concise financial report based on our audit procedures. We have conducted an independent audit, in accordance with Australian Auditing Standards, of the full financial report of the City of Gosnells for the year ended 30 June 2014. Our auditor's report on the financial report for the year was signed on 4 November 2014 and was not subject to any modification. Australian Auditing Standards require that we comply with the relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report for the year is free from material misstatement.

Our procedures in respect of the concise financial report included testing that the information in the concise financial report is derived from, and is consistent with the financial report for the year, and examination on a test basis, of evidence supporting the amounts, discussion, and analysis, and other disclosures which were not directly derived from the financial report for the year. These procedures have been undertaken to form an opinion whether, in all material respects, the concise financial report complies with Accounting Standard AASB 1039: *Concise Financial Reports* and whether the discussion and analysis complies with the requirements laid down in AASB 1039: *Concise Financial Reports*.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence


In conducting our audit, we followed applicable independence requirements of Australian professional accounting bodies.

Auditor's Opinion

In our opinion, the concise financial report (including the discussion and analysis) of the City of Gosnells for the year ended 30 June 2014 complies with Accounting Standard AASB 1039: *Concise Financial Reports*.

Matters Relating to the Electronic Publication of the Concise Financial Report

This auditor's report relates to the concise financial report of City of Gosnells for the year ended 30 June 2014 included on City of Gosnells' website. Management is responsible for the integrity of City of Gosnells' website. The auditor's report refers only to the subject matter described above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to refer to the hard copy of the audited concise financial report to confirm the information contained in this website version of the concise financial report.


MACRI PARTNERS
CERTIFIED PRACTISING ACCOUNTANTS
SUITE 2, 137 BURSWOOD ROAD
BURSWOOD WA 6100


A MACRI
PARTNER

PERTH
DATED THIS 4th DAY OF NOVEMBER 2014.

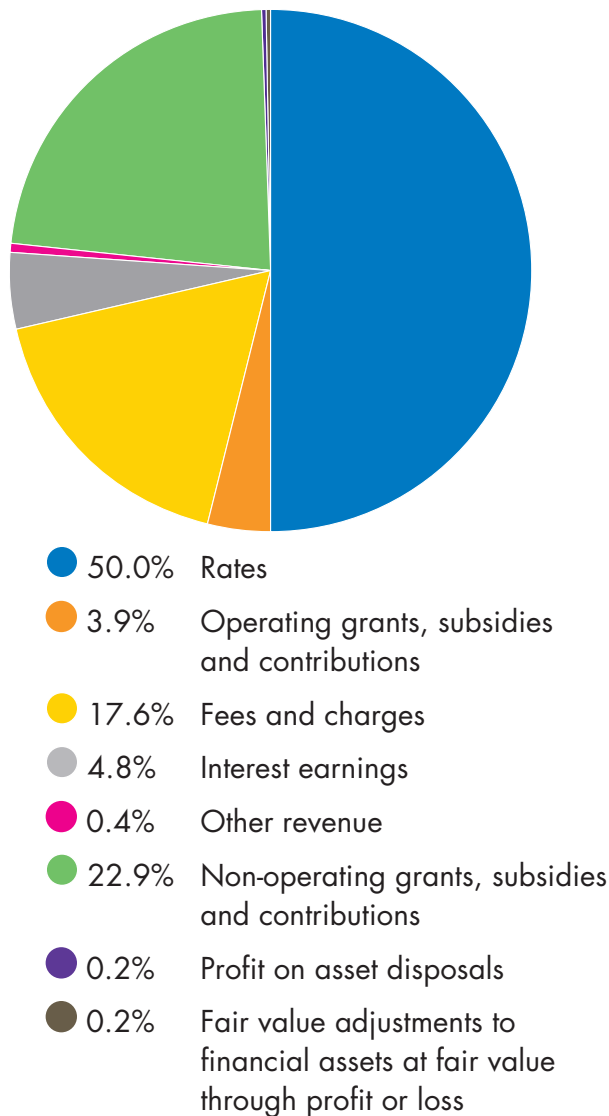




Statement of comprehensive income by nature or type (percentage)

for the year ended 30 June 2014

Revenue



Expenses

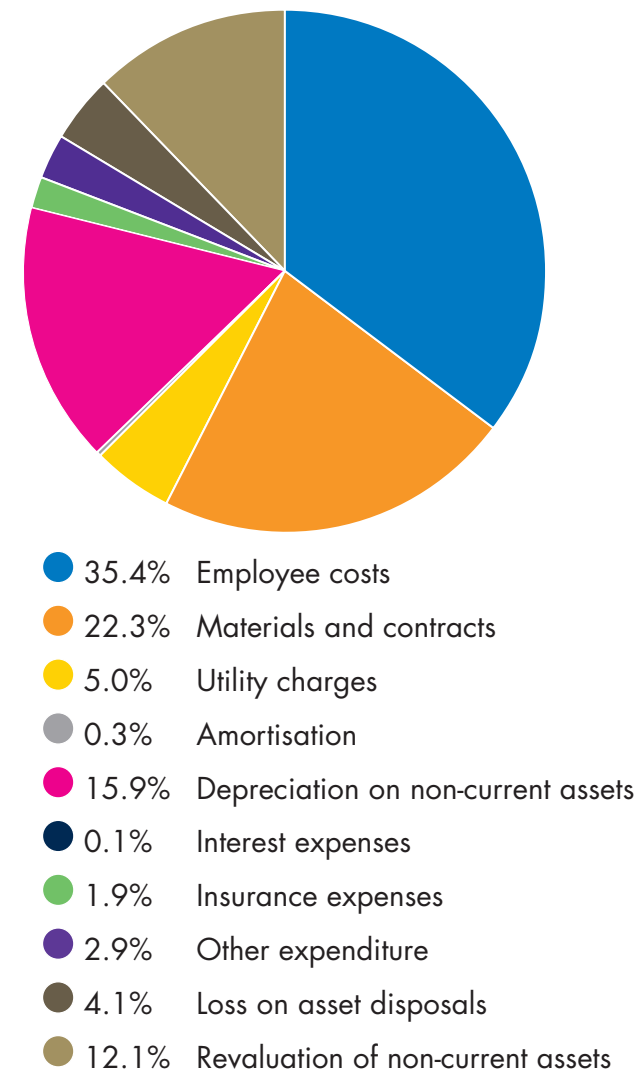


Image: Sydenham Street Reserve, Beckenham
Back image: Partridge Way Reserve, Thornlie



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