



CITY OF GOSNELLS

# Annual Report

2016/17



*Creating great places*



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## Our mission, vision and values

*Making the City of Gosnells 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.

The City of Gosnells adopted new Values and Behaviours in 2016/17 – Teamwork, Communication, Innovation, Customer Focus and Integrity – which guide the way employees interact with the community and with one another.

After consultation at all levels of the organisation, the Values of Teamwork, Communication, Innovation, Customer Focus and Integrity were chosen to assist the City to strive for excellence in every aspect of its service to the local community.

**Front cover:** Australia Day Breakfast, Pioneer Park, Gosnells  
**Image:** Amherst Library, Southern River

# Message from the 2016/17 Mayor

The past financial year has been a time of continuing success for the City of Gosnells, and it is with great pride that I look back on all that has been achieved.

This Annual Report provides a reminder of some of those achievements.

Among seven major accolades for the Mills Park redevelopment was the WA Sport and Recreation Minister's Award for Industry Excellence – this is the first time an infrastructure project has received the State's most prestigious sport and recreation award. It is such a pleasure to see so many people enjoying Mills Park every day.

In completing the first phase of its Public Open Space Strategy, the City has upgraded 13 parks and sold unused parcels of land to help fund the creation or enhancement of more parks.

The City has again presented a number of events and activities to enrich the lives of our residents.

The hugely popular Multicultural Food Festival has outgrown its Langford venue and will be revamped for its new base at Mills Park.

The City also hosted another Homegrown Festival, with more than 40 events attracting over 10,000 people across four weeks in February and March.

It takes a great deal of effort to keep the City operating smoothly, and I thank our dedicated Councillors and committed City staff for their contributions.

I look forward to further achievement and success in the year ahead.

*Olwen Searle*

**Olwen Searle JP**

**Mayor**



# Chief Executive Officer's report

It is with great pleasure that I present the Annual Report for the 2016/17 financial year.

This Report summarises the many projects the City has undertaken to improve services and opportunities for the community.

Among its achievements, the City opened its new Emergency Operations Centre, providing a state-of-the-art base for our volunteer Bush Fire Brigade and State Emergency Service and allowing for better emergency coordination and communication. Development of the Maddington Kenwick Strategic Employment Area has progressed well, with roads realigned and construction underway.

The review of our Local Planning Strategy is also progressing well. It will guide development in the City for the next five years and stimulate more development around our train stations and transport links.

We enhanced the delivery of our customer service through the implementation of a Customer Contact Centre, to provide efficient, accurate and consistent first contact resolutions for our customers.

Our goal is to provide the best services and infrastructure for the community, as well as the best value for money, and I believe we achieved this again in 2016/17.

The combined efforts of a number of people contribute to the City's ongoing success.

I thank the Mayor and Councillors for their support, the City staff and volunteers for their endeavours and you, the members of our diverse community, for all that you bring to the City of Gosnells.

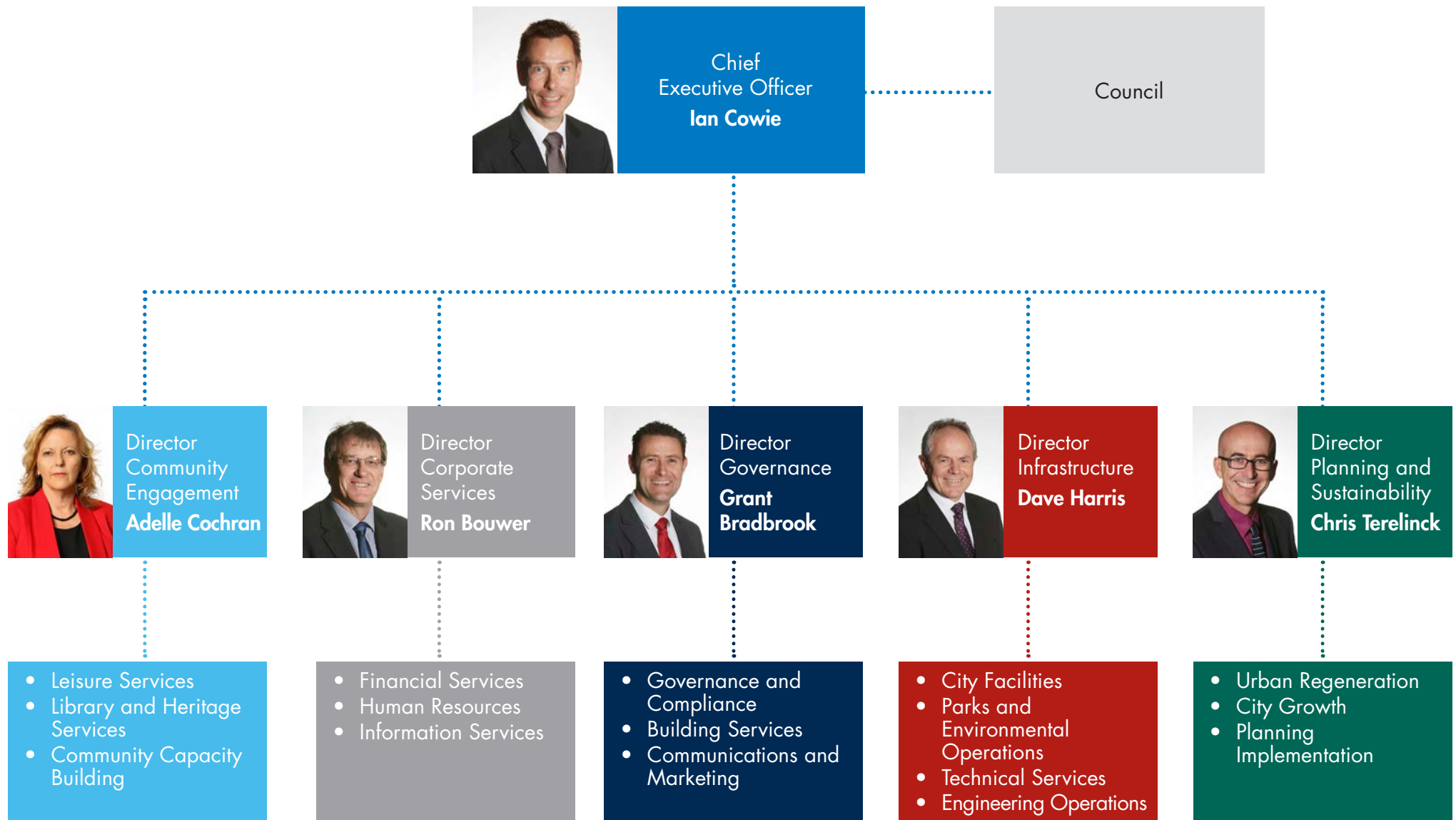
I look forward to more significant achievements and community engagement in the coming year, as we work together to make the best of our great City.

*Ian Cowie*

**Ian Cowie**  
**Chief Executive Officer**



# Organisational structure



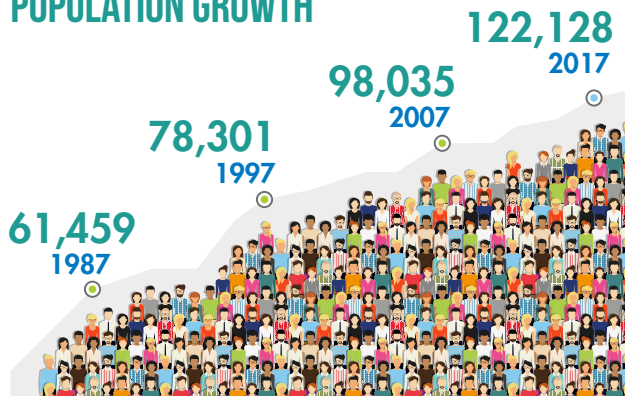
# City snapshot

## CITY PROFILE

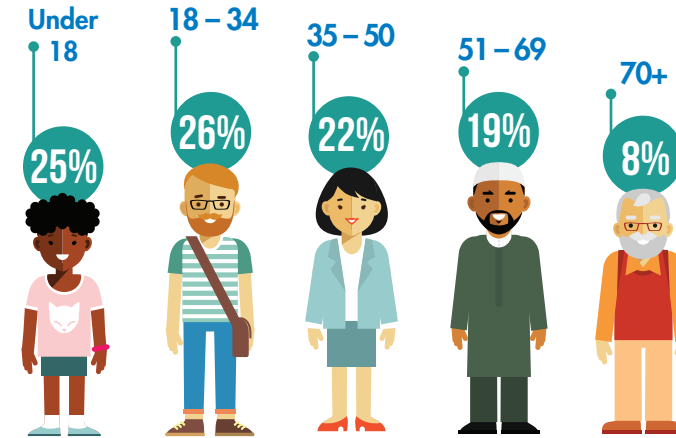
The City of Gosnells was formally declared in 1977, although the municipal history dates back to the establishment of the Gosnells Roads Board in 1907, when the population officially numbered 737 and the focus was on construction of roads to link the area's emerging timber mills and farms with the established communities in Perth and Fremantle.

The City now spans 127km<sup>2</sup> with a current population of 122,128 living among the established communities of Gosnells, Beckenham, Langford, Maddington, Kenwick, Huntingdale, Thornlie, Orange Grove and the newer developments in Canning Vale, Martin and Southern River. It now delivers a wide range of services, from waste management to parks and leisure, libraries, environmental health and community safety. Road development and maintenance remains an integral part of City business.

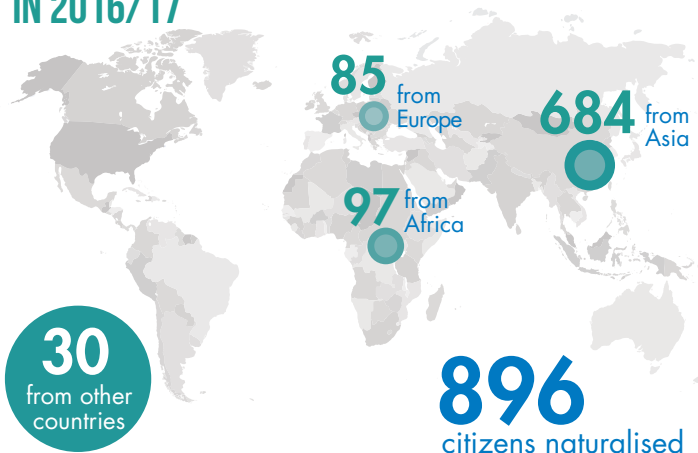
## POPULATION GROWTH



## AGE DEMOGRAPHICS



## CITIZENS NATURALISED IN 2016/17



## RESIDENTIAL DWELLINGS



## COUNTRIES OF BIRTH



## LANGUAGES SPOKEN AT HOME



## BUSINESSES REGISTERED



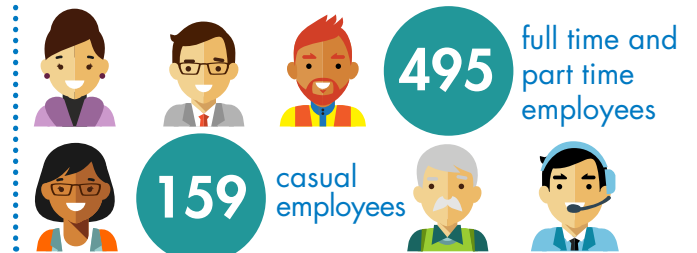
## DOGS AND CATS REGISTERED



## TOTAL NUMBER OF ELECTORS



## CITY EMPLOYEES





# Key achievements

**The City of Gosnells has completed many significant and worthwhile projects and made substantial progress on a number of long-term initiatives over the 2016/17 financial year. The following is a summary of some of the achievements.**

## Emergency Operations Centre

The new home of the Gosnells State Emergency Service and City of Gosnells Bush Fire Brigade at Horley Road, Beckenham opened in October 2016.

The \$4.2 million high tech facility includes equipment stores, training facilities and housing for 10 vehicles, as well as a base to enable the City to manage emergencies such as fire, flood and search and rescue operations.

## Revitalised parks

Residents in Maddington and Beckenham are enjoying revitalised parks, with the reserves at Weston Street and Bromley Street receiving upgrades earlier this year. The installation of shade sails, new park equipment and landscaping provides a fresh look and improves play opportunities for families.

## Roadworks improve safety at Southern River College

The drop-off and pick-up areas at Southern River College are now significantly safer for students and motorists, thanks to a recently completed road upgrade by the City in collaboration with the Department of Education.

Southern River Road has been upgraded to include a roundabout at the intersection of Ashburton Drive, which enhances road safety and eases congestion. The College also now has a new access way, additional parking and a Kiss-n-Ride zone.

## Centennial Pioneer Park Amphitheatre

Centennial Pioneer Park is the City's main outdoor community performance space, which is used for a variety of events and attracts upwards of 6,000 visitors each year. Over the summer the amphitheatre underwent a \$200,000 upgrade which has improved access for people with disabilities and parents with prams, while almost doubling the amphitheatre's capacity from 700 to 1,300 people.

## Customer Service enhancements

In August 2016, the City launched its new Customer Contact Centre to provide customers with a quicker response to their enquiry. Customer service staff are now trained to deal with multiple complex enquiries within one call. With access to a central knowledge base, staff are able to respond and exchange consistent information quickly and accurately, whether to provide information, lodge a work request or accept an application or payment. Additionally, implementing cashiering across all front counter service areas enables staff to address most customer enquiries with a single point of contact.

## The Nomad

Jointly funded by the City and the Federal Government's Stronger Communities Program, the Nomad is a mobile youth space staffed by City youth workers, designed to bring youth services to those who are currently not accessing the City's mainstream programs. Wandering to various locations, the multi-use trailer contains gaming consoles, art equipment and other activities. The Nomad provides programs and support where young people are already meeting, rather than expecting them to travel to a facility elsewhere in the City.



The Nomad Wandering Youth Space

### **Gozzy Rock**

Gozzy Rock is the City's annual contemporary music competition which promotes music from emerging bands all over WA. Five-piece Indy pop band Young Robin took out the top prize in 2016 winning a cash prize of \$5,000 and a recording package at SoundLab, the City's digital recording studio at Amherst Youth Space.

### **Don Russell Performing Arts Centre**

The City's performing arts centre hosts weekly performing arts classes and hosted 135 performances, including national touring shows, Morning Melodies and local productions attracting over 15,000 visitors during the year.

### **History talks**

The City's Local History Librarian gave a number of talks on the fascinating history of our City, including how the Canning River shaped the area and benefitted generations as a food source and lifeblood to early commerce.

### **Multicultural Food Fair**

More than 8,000 people enjoyed food from over 40 stalls, as well as live entertainment, children's activities and a spectacular fireworks display.

Held in November, the popular food and cultural celebration was the City's single largest annual event in 2016/17.

### **Homegrown Festival**

Throughout February and March, the City's annual Homegrown Festival provided the community with more than 40 exciting events, experiences and celebrations, including Australian singer-songwriter Pete Murray and X-Factor finalist Big T, who performed at the free Illuminate Night Party.



**Big T performing at Illuminate 2017**

### **Gosnells Town Centre**

Implementation of the improvement plan for Gosnells Town Centre continues. Construction of a Dome café at the corner of Main Street and Albany Highway during 2017 was a welcome addition to the growing vibrancy of the area.

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

The City's vision for sustainable economic growth in the Maddington-Kenwick area is being realised with approval to rezone a further 350ha of rural land to industrial use granted in November 2016. MKSEA is paving the way for large-scale industrial development with the potential to generate thousands of new jobs for the local community. The opening of a 3ha Bunnings Distribution Centre, one of the largest facilities of its kind in WA, is expected to trigger further investment in MKSEA.

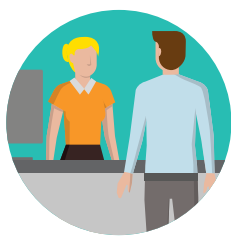
# Our key service delivery outcomes for 2016/17

## CUSTOMER SERVICES



**27,901**

emails to council  
inbox responded to



**31,940**

over the counter  
enquiries assisted



**78,773**

Customer Contact  
Centre enquiries  
answered

## COMMUNITY SAFETY

**1,462**

food premises  
inspected



**957**

ranger warnings  
issued



**1,667**

swimming pools  
inspected



**11,586m<sup>2</sup>**  
of graffiti removed



**\$206,919**  
spent on graffiti  
removal

## CITY MAINTENANCE

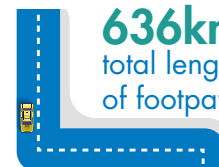
**4,321**

parks work  
requests actioned



**789km**  
total length  
of roads

**636km**  
total length  
of footpaths

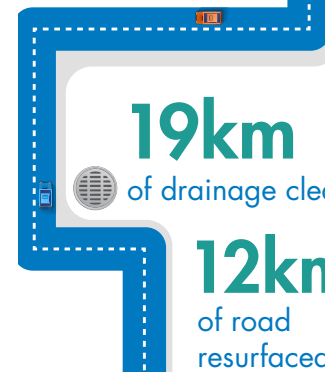


**19km**

of drainage cleaned

**12kms**

of road  
resurfaced



## CITY GROWTH

**513**

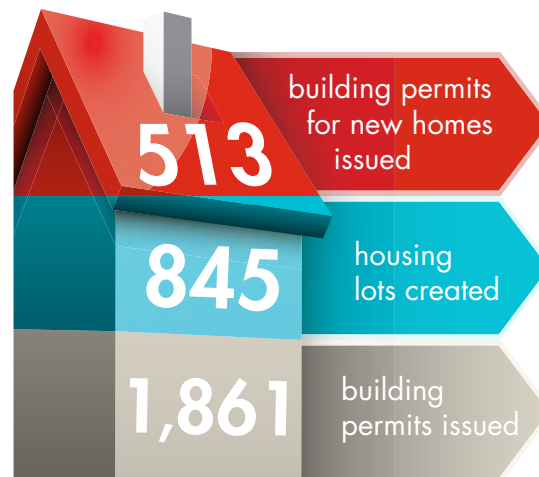
building permits  
for new homes  
issued

**845**

housing  
lots created

**1,861**

building  
permits issued



## RESERVES

**312**

passive  
reserves



**33**

active reserves



## WASTE SERVICES



## LEISURE AND RECREATION

**5,500** people attended the Illuminate Night Party



**15,107**  
people attended Don Russell Performing Arts Centre events

**346,856**

visits to Leisure World



**449,157**  
visits to City libraries



**139,942**  
swim school attendances

**50,505**  
registered library members



**648,459**  
library items loaned



# Councillors

Councillors at 30 June 2017



**Cr Olwen Searle JP (Mayor)**

**Term expires:** 21 October 2017

**Phone:** 9455 1951

**Fax:** 9397 3274

**Email:** mayor@gosnells.wa.gov.au



**Cr Dave Griffiths**

**Term expires:** 19 October 2019

**Phone:** 9394 0842

**Email:** dgriffiths@gosnells.com.au



**Cr Ron Mitchell**

**Term expires:** 19 October 2019

**Phone:** 0427 995 597

**Fax:** 9358 0838

**Email:** rmitchell@gosnells.com.au



**Cr Julie Brown (Deputy Mayor)**

**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 Liz Storer**

**Term expires:** 19 October 2019

**Mobile:** 0411 206 272

**Email:** lstorer@gosnells.com.au



**Cr Glenn Dewhurst**

**Term expires:** 19 October 2019

**Phone:** 9496 0058

**Email:** gdewhurst@gosnells.com.au



**Cr Terry Healy**

**Resigned:** 6 February 2017



**Cr Bill Wiffen JP**

**Term expires:** 21 October 2017

**Phone:** 0427 948 066

**Email:** bwiffen@gosnells.com.au



**Cr David Goode JP**

**Term expires:** 21 October 2017

**Phone:** 9452 3352

**Email:** dgoode@gosnells.com.au



**Cr Teresa Lynes**

**Term expires:** 19 October 2019

**Phone:** 0400 330 568

**Email:** tlynes@gosnells.com.au



**Cr Pierre Yang**

**Resigned:** 6 February 2017





# Councillor attendance – July 2016 to June 2017

Councillors	Ordinary Council Meetings (20)	Special Council Meeting (1)	Electors' Meeting (1)	Special Electors' Meeting (1)	Total
Cr O Searle JP (Mayor)	17	1	1	1	20
Cr J Brown (Deputy Mayor)	20	1	1	1	23
Cr G Dewhurst	16	1	-	1	18
Cr D Goode JP	19	1	-	1	21
Cr D Griffiths	18	1	1	1	21
Cr P Griffiths	13	1	-	-	14
Cr T Healy	9 (of 10)	-	1	1	11
Cr T Lynes	17	1	1	1	20
Cr R Mitchell	18	-	1	-	19
Cr L Storer	19	1	-	1	21
Cr B Wiffen JP	17	1	1	1	20
Cr P Yang	9 (of 10)	1	1	1	12

- Cr T Healy and Cr P Yang resigned from Council on 6 February 2017

## 2016/17 Special Council Meeting (1)

- 5 July 2016 – 2016/17 Budget Special Meeting

## 2016/17 Electors' Meeting (1)

- 12 December 2016 – Annual Electors' Meeting

## 2016/17 Special Electors' Meeting (1)

- 19 July 2016 – Review of Electoral Arrangements

# Future plans

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

## Infrastructure and public spaces

- A synthetic hockey surface will be installed at Sutherlands Park in Southern River, significantly improving the facilities for Southern River Hockey Club by providing infrastructure which meets international standards.



Turning of the sod at Sutherlands Park, Southern River

This joint project will be delivered by the City in partnership with State and Federal governments and Southern River Hockey Club.

- Dog owners and park users will benefit from a new enclosed dog park at Harmony Fields in Maddington with separate areas for small and large dogs to be exercised off-leash. Construction on the \$330,000 project is set to commence late in 2017.
- The City will construct a 42 lot subdivision at Robinson Park and redevelop the large public open space. The proposed park enhancement incorporates areas for families and the wider community, while retaining the off-leash dog exercise area.
- The City, in partnership with the South East Regional Centre for Urban Landcare, will commence a four year project to rejuvenate Yule Brook and the wetlands surrounding the newly developed Mills Park. Native wetland species will be planted to restore the area and complement the many existing marri, flooded gum and paperbark trees at Mills Park.

## Community engagement

- Celebrating food and culture in the City will have a fresh focus

with the Fusion Food and Culture Festival to be held at Mills Park in Beckenham. The Festival will build on the successful Multicultural Food Fair, which the City has hosted for the past 16 years. The new venue will revitalise the annual celebration of cultural diversity and accommodate larger crowds and more community groups.

## Planning

- The City will prepare a new Local Planning Strategy and review the Local Planning Scheme.
- Land acquisition is continuing in Maddington under the umbrella of the Central Maddington Outline Development Plan. The City will continue to work closely with the State Government and other key agencies to facilitate the redevelopment of the Maddington Town Centre.
- Development of a Structure Plan for the Maddington Kenwick Strategic Employment Area is progressing to ensure the City can fulfil its potential as a future employment area.
- Forward planning in Southern River continues to roll out. Within the next year, the City aims to finalise its Structure Plan for Southern River Precinct 3, which will include a mix of residential and light industrial uses, with district open space and new schools also planned for the area.
- The City will be finalising the design of its new Operations Centre at Corfield Street. This will provide a new, modern home for the City's operations, including parks, waste and engineering, which are currently based at the ageing Maddington facility.
- Options are being explored for the development of Lot 800 Albany Highway, Gosnells. A proposed modern apartment and commercial development will complement the town centre regeneration and transform this lot, which is currently used for overflow parking next to the town square.



# Employee salaries

The City of Gosnells employs 654 people in a diverse range of roles to serve the community. The number of City employees earning an annual salary of \$100,000 or more is set out below, in bands of \$10,000.

Salary range \$	2016/17
100,000 – 109,999	16
110,000 – 119,999	4
120,000 – 129,999	4
130,000 – 139,999	5
140,000 – 149,999	4
150,000 – 159,999	5
160,000 – 169,999	0
170,000 – 179,999	0
180,000 – 189,999	0
190,000 – 199,999	0
200,000 – 209,999	0
210,000 – 219,999	5
220,000 – 229,999	0
230,000 – 239,999	0
240,000 – 249,999	0
250,000 – 259,999	0
260,000 – 269,999	0
270,000 – 279,999	0
280,000 – 289,999	0
290,000 – 299,999	0
300,000 – 309,999	0
310,000 – 319,999	1

## Official conduct report

In accordance with Section 5.53(2)(hb) of the Local Government Act 1995, the City is required to include in its Annual Report details of complaints alleging minor breaches by Council Members during the financial year, including:

1. The number of complaints recorded in the register of complaints

2. How the complaints were dealt with  
3. Any other details that the regulations may require  
4. Such other information as may be prescribed

No complaints were received during the 2016/17 financial year.

## Access and inclusion

**The City continues to demonstrate commitment to the provision of equitable and accessible facilities, services and programs using the guiding principle of inclusion.**

The City's Disability Access Inclusion Plan (DAIP) 2014 – 2018 outlines the strategies and actions the City undertakes in working towards ensuring access and inclusion for all community members. The DAIP comprises seven outcome areas which identify and address barriers that prevent people with disability from accessing and enjoying the services, programs and facilities the City provides. The DAIP will be reviewed during 2017/18. Input, feedback and contributions from the community are welcomed.

During 2016/17, in addition to the various DAIP strategies and actions, the City addressed priority access issues at:

- Helen Jenkins House – provision of an accessible car park, a ramp to building entry and accessible sanitary facilities.
- Germon House – provision of accessible sanitary facilities.
- Langford Community Centre – improved accessibility to building doorways.

Access and inclusion enhancements were also completed at Centennial Pioneer Park Amphitheatre, the City's main outdoor performing space. This project received Disability Services Commission funding support via the WA Local Government Association Community Infrastructure Grant Program.

All new City staff undertook Disability Awareness training provided during corporate inductions.

Leisure World provided training for its Swim School Instructors, focusing on teaching people with disability how to swim.

## 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's five year Recordkeeping Plan was approved by the State Records Commission in March 2017. Two e-learning modules, Records Management and Recordkeeping Awareness, have been designed to

provide staff with a clear understanding of their recordkeeping roles and compliance responsibilities.

Corporate procedures, help, guidelines and user manuals are available on the City's intranet.

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

## Freedom of information (FOI) statistics

**The following table displays FOI applications dealt with during the 2016/17 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. Nine requests were handled outside the FOI process by using the City's Release of Information Policy, AP 4.2.3.**

Access type	Personal	Non-personal	Total
Access in full	0	0	0
Edited access	0	16	16
Access refused	0	0	0
No documents found	0	0	0
Withdrawn by applicant	1	0	1
Not finalised	0	0	0
<b>Total</b>	<b>1</b>	<b>16</b>	<b>17</b>

**Note:** The above information is from Freedom of Information Statistics – Annual Statistical Return (1 July 2016 to 30 June 2017).



# Concise Financial Report

for the year ended 30 June 2017

*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 2017. The Concise Financial Report has been prepared in accordance with AASB 1039 'Concise Financial Reports'.

The financial statements, specific disclosures and other information included in the Concise Financial Report have been derived from, and are consistent with, the Full Financial Report of the City of Gosnells. A full description of the accounting policies adopted by the City is provided in the 2017 Financial Statements, which form part of the Full Financial Report. The accounting policies of the City are consistent with those of the previous financial year.

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 are available for inspection at the City's Civic Centre and website, [www.gosnells.wa.gov.au](http://www.gosnells.wa.gov.au).

## 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 2017, are in my opinion properly drawn up to present fairly the financial position of the City of Gosnells as at 30 June 2017 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 9th of November 2017.

## Discussion and analysis of the Financial Statements for the year ended 30 June 2017

### Statement of Comprehensive Income

The Net Result of \$22,559,037 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 \$125,744,036 for the year ended 30 June 2017 is \$4,808,591 lesser than 2015/16 revenue. The variance is primarily due to the receipt of one-off funding received for the construction of Mills Park in 2015/16. In addition, profit on asset disposals were greater in the previous year due to sales from the Streatham Street subdivision. Total Revenue is comprised of Operating Revenue, Non-Operating Revenue, Gain on Sale of Investments and Profit on Disposal of Assets.

Total Expenses of \$103,184,999 are \$6,710,685 lesser than 2015/16 actual expenses. The variance is primarily due to a decrease in material and contracts expenditure as a result of the completion of the Mills Park Redevelopment. In 2015/16, costs incurred for soft landscaping were expensed as a one-off due to such costs being embedded in the value of the land not currently owned by the City. In addition, higher reimbursements were made to developer contributions in 2015/16 compared to 2016/17. Total Expenses is comprised of Operating Expenses and Loss on Disposal of Assets and Fair Value Adjustments to Financial Assets.

Total Other Comprehensive Income of \$2,633,660 has resulted from a revaluation of Land and Buildings. This is a non-cash revenue item. The amount refers to a decrease in the carrying amount arising from a revaluation of assets.

# Statement of comprehensive income by nature or type

for the year ended 30 June 2017

	2017 Actual \$	2017 Budget \$	2016 Actual \$
<b>Revenue</b>			
Rates	63,585,429	63,223,000	60,446,655
Operating grants, subsidies and contributions	9,180,598	6,286,569	5,013,929
Fees and charges	22,766,490	23,528,736	21,803,843
Interest earnings	4,531,538	3,803,000	4,483,795
Other revenue	518,872	111,000	302,420
	<u>100,582,927</u>	<u>96,952,305</u>	<u>92,050,642</u>
<b>Expenses</b>			
Employee costs	(42,194,685)	(42,871,004)	(40,576,337)
Materials and contracts	(26,367,025)	(33,464,067)	(29,934,770)
Utility charges	(4,699,929)	(5,237,568)	(4,867,918)
Amortisation and depreciation	(23,238,988)	(23,710,527)	(21,682,966)
Interest expenses	(97,371)	0	(6,563)
Insurance expenses	(1,819,920)	(1,955,822)	(1,717,243)
Other expenses	(2,571,206)	(1,358,187)	(6,669,704)
	<u>(100,989,124)</u>		<u>(105,455,501)</u>
Non-operating grants, subsidies and contributions	24,181,708	10,200,267	31,360,652
Fair value adjustments to financial assets at fair value through profit or loss	193,740	100,000	(73,396)
Revaluation on investment property	106,126	0	0
Profit on asset disposals	679,535	16,888,008	7,141,333
Loss on asset disposals	(2,195,875)	(1,612,736)	(4,366,787)
	<u>22,965,234</u>	<u>25,575,539</u>	<u>34,061,802</u>
<b>Net result</b>	<u>22,559,037</u>	<u>13,930,669</u>	<u>20,656,943</u>

	2017 Actual \$	2017 Budget \$	2016 Actual \$
<b>Other comprehensive income</b>			
Changes on revaluation of non-current assets	(2,633,660)	0	1,633,323
<b>Total other comprehensive income</b>	<u>(2,633,660)</u>	<u>0</u>	<u>1,633,323</u>
<b>Total comprehensive income</b>	<u>19,925,377</u>	<u>13,930,669</u>	<u>22,290,266</u>



# Statement of comprehensive income by program

for the year ended 30 June 2017

	2017 Actual \$	2017 Budget \$	2016 Actual \$
<b>Revenue</b>			
General purpose funding	75,703,579	72,078,000	67,991,846
Governance	6,056	5,150	8,317
Law, order, public safety	683,098	886,579	1,078,976
Health	304,066	313,136	344,775
Education and welfare	780,823	783,523	675,899
Community amenities	15,540,177	15,543,542	14,430,762
Recreation and culture	3,950,093	3,899,397	3,857,099
Transport	324,255	384,267	407,924
Economic services	2,329,490	2,440,690	2,424,624
Other property and services	961,292	618,021	903,818
	100,582,929	96,952,305	92,124,040
<b>Expenses excl. financial costs</b>			
General purpose funding	(1,873,794)	(2,005,160)	(1,415,681)
Governance	(4,945,570)	(5,146,743)	(5,129,720)
Law, order, public safety	(3,701,648)	(4,024,394)	(4,000,539)
Health	(1,344,090)	(1,428,676)	(1,372,165)
Education and welfare	(4,174,270)	(4,392,048)	(4,081,250)
Community amenities	(20,239,561)	(21,583,025)	(22,274,260)
Recreation and culture	(33,853,242)	(35,187,277)	(37,120,113)
Transport	(26,009,978)	(28,028,386)	(26,015,445)
Economic services	(2,933,597)	(3,315,701)	(2,981,892)
Other property and services	(1,816,005)	(3,485,765)	(1,131,271)
	(100,891,755)	(108,597,175)	(105,522,336)
<b>Finance costs</b>			
Community amenities	(97,371)	0	(6,563)
	(97,371)	0	(6,563)

## Fair value adjustments to financial assets at fair value through profit or loss

General purpose funding	193,740	100,000	(73,396)
	193,740	100,000	(73,396)

## Revaluation of investment property

General purpose funding	106,126	0	0
	106,126	0	0

## Non-operating grants, subsidies and contributions

Law, order, public safety	829,200	725,000	625,000
Community amenities	7,673,942	3,760,000	4,175,073
Recreation and culture	1,116,439	1,246,000	6,978,709
Transport	14,412,468	4,469,267	19,558,147
Other property and services	149,659	0	23,723
	24,181,708	10,200,267	31,360,652

## Profit/(loss) on disposal of assets

Education and welfare	0	0	0
Recreation and culture	(681,605)	(701,191)	(226,199)
Transport	(176,409)	(801,041)	(142,975)
Other property and services	(658,326)	16,777,504	3,143,720
	(1,516,340)	15,275,272	2,774,546

## Net result

	22,559,037	13,930,669	20,656,943
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## Other comprehensive income

Changes on revaluation of non-current assets	(2,633,660)	0	1,633,323
<b>Total other comprehensive income</b>	(2,633,660)	0	1,633,323

## Total comprehensive income

	19,925,377	13,930,669	22,290,266
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# Statement of financial position

as at 30 June 2017

	2017 Actual \$	2016 Actual \$
<b>Current assets</b>		
Cash and cash equivalents	117,850,936	106,278,347
Trade and other receivables	7,725,307	5,373,170
Inventories	2,593,125	1,506,528
Investments	0	0
Total current assets	128,169,368	113,158,045
<b>Non-current assets</b>		
Investments	2,145,080	1,956,585
Other receivables	1,091,644	1,250,250
Property, plant and equipment	269,329,594	270,538,058
Infrastructure	1,035,663,560	1,024,330,453
Intangible assets	2,767,720	2,994,029
Investment property	1,132,900	0
Total non-current assets	1,312,130,498	1,301,069,374
<b>Total assets</b>	1,440,299,866	1,414,227,419
<b>Current liabilities</b>		
Trade and other payables	12,972,488	9,844,306
Current portion of long term borrowings	8,746,705	9,608,624
Provisions	9,077,600	8,661,911
Total current liabilities	30,796,793	28,114,841
<b>Non-current liabilities</b>		
Provisions	622,723	610,902
Borrowings	12,144,672	8,691,376
Total non-current liabilities	12,767,395	9,302,278
<b>Total liabilities</b>	43,564,188	37,417,118
<b>Net assets</b>	1,396,735,678	1,376,810,301

	2017 Actual \$	2016 Actual \$
<b>Equity</b>		
Retained surplus	409,728,599	395,008,803
Reserves – cash backed	88,065,287	78,123,538
Revaluation surplus	898,941,792	903,677,960
<b>Total equity</b>	1,396,735,678	1,376,810,301

## Discussion and analysis of the financial statements for the year ended 30 June 2017

### Statement of financial position

Overall Equity has increased during the 2016/17 financial year by \$19,925,377 to \$1,396,735,678. This reflects the City's increasing ability to provide services (Parks and Other Infrastructure).

Current Assets as at 30 June 2017 have increased by \$15,011,323 to \$128,169,368 compared to 2015/16, as result of an increase in restricted cash and cash equivalents. This refers to cash held in the Business Reserve account.

Current Liabilities as at 30 June 2017 have increased by \$2,681,952 to \$30,796,793 compared to 2015/16. This is as a result of a large amount of refundable infrastructure bonds received.

# Statement of changes in equity

for the year ended 30 June 2017

	Retained surplus \$	Reserves cash backed \$	Revaluation surplus \$	Total equity \$
<b>Balance as at 1 July 2015</b>	373,059,200	74,275,498	907,185,335	1,354,520,033
Comprehensive income				
Net result	20,656,945	0	0	20,656,945
Changes on revaluation of non-current assets	0	0	1,633,323	1,633,323
Total comprehensive income	20,656,945	0	1,633,323	22,290,268
Revaluation write back on disposals	5,140,698	0	(5,140,698)	0
	5,140,698	0	(5,140,698)	0
Transfers to/(from) reserves	(3,848,040)	3,848,040	0	0
<b>Balance as at 30 June 2016</b>	395,008,803	78,123,538	903,677,960	1,376,810,301
Comprehensive income				
Net result	22,559,037	0	0	22,559,037
Changes on revaluation of non-current assets	0	0	(2,633,660)	(2,633,660)
Total comprehensive income	22,559,037	0	(2,633,660)	19,925,377
Revaluation write back on disposals	2,102,508	0	(2,102,508)	0
	2,102,508	0	(2,102,508)	0
Transfers to/(from) reserves	(9,941,749)	9,941,749	0	0
<b>Balance as at 30 June 2017</b>	409,728,599	88,065,287	898,941,792	1,396,735,678

## Discussion and analysis of the financial statements for the year ended 30 June 2017

### Statement of changes in equity

The change in Total Equity is a result of the change in service potential of net assets.

Changes to the Reserves Cash Backed balance were due to a net increment in the transfers to and from reserves.

Revaluation Surplus has decreased due to current year disposals of assets that were valued upwards in previous years.

In addition, an independent valuation was performed in the current year, indicating a decrease of the value of the City's land and buildings.



# Statement of cash flows

for the year ended 30 June 2017

## Cash flows from operating activities

### Receipts

	2017 Actual \$	2017 Budget \$	2016 Actual \$
Rates	62,649,692	63,723,000	59,595,185
Operating grants, subsidies and contributions	9,180,598	5,507,719	5,013,929
Fees and charges	21,821,725	23,528,736	22,029,693
Interest earnings	4,415,754	3,503,000	4,283,988
Goods and services tax	5,335,253	6,119,797	8,539,052
Other revenue	518,872	111,000	302,420
	103,921,894	102,493,252	99,764,267

### Payments

Employee costs	(41,707,378)	(42,007,145)	(39,830,930)
Materials and contracts	(25,848,857)	(31,422,417)	(31,146,452)
Utility charges	(2,246,705)	(5,237,568)	(4,867,918)
Interest expenses	(90,111)	0	(6,563)
Insurance expenses	(1,819,920)	(1,955,822)	(1,717,243)
Goods and services tax	(5,418,913)	(6,035,049)	(8,581,875)
Other expenditure	(2,571,206)	(1,358,187)	(6,669,704)
	(79,703,090)	(88,016,188)	(92,820,685)

## Net cash provided by (used in) operating activities

24,218,804	14,477,064	6,943,582
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# Statement of cash flows continued

for the year ended 30 June 2017

## Cash flows from investing activities

	2017 Actual \$	2017 Budget \$	2016 Actual \$
Payments for development of land held for resale	(1,440,993)	(7,591,936)	(126,775)
Payments for purchase of property, plant and equipment	(11,105,523)	(25,168,884)	(19,926,822)
Payments for construction of infrastructure	(17,617,693)	(25,925,245)	(34,775,157)
Non-operating grants, subsidies and contributions used for the development of assets	13,307,608	10,200,267	18,517,778
Proceeds from sale of property, plant and equipment	2,640,538	20,965,458	14,297,429
Fee rebates received	5,245	0	2,038,759
Payments for Investment Property	(1,026,774)	0	0
<b>Net cash provided by (used in) investing activities</b>	<b>(15,237,592)</b>	<b>(27,520,340)</b>	<b>(19,974,788)</b>

## Cash flows from financing activities

Repayment of loan facilities	(13,238,623)	(13,838,624)	0
Proceeds from new loan facilities	15,830,000	26,847,500	18,300,000
<b>Net cash provided by (used in) financing activities</b>	<b>2,591,377</b>	<b>13,008,876</b>	<b>18,300,000</b>

## Net increase (decrease) in cash held

Cash at beginning of year	11,572,589	(34,400)	5,268,794
<b>Cash and cash equivalents at the end of the year</b>	<b>106,278,347</b>	<b>109,938,698</b>	<b>101,009,553</b>
	<b>117,850,936</b>	<b>109,904,298</b>	<b>106,278,347</b>

## Discussion and analysis of the financial statements for the year ended 30 June 2017

### Statement of cash flows

The overall impact on the cash position at the close of the financial year is an increase of \$11,572,589 to \$117,850,936. This is principally a result of cash flow from Operating and Financing Activities exceeding those of Investing Activities.

Net Cash provided by Operating Activities of \$24,218,804 has increased compared to 2015/16, due to the one-off expensing of soft landscaping expenditure on the Mills Park Redevelopment. In addition, the City received the first quarter of its 2017/18 financial assistance grants in June 2017.

Net Cash from Investing Activities of \$15,237,592 has decreased compared to 2015/16, due to a significant decrease in payments for the construction of infrastructure assets and proceeds from the sale of assets.

Net Cash used in Financing Activities of \$2,591,377 has decreased compared to 2015/16, due to partial loan repayment for the Central Maddington ODP and Mills Park Redevelopment in 2016/17.

## INDEPENDENT AUDITOR'S REPORT

TO: THE RATEPAYERS OF CITY OF GOSNELLS

### Report on the Concise Financial Report

#### Opinion

The concise financial report, which comprises the Statement of Financial Position as at 30 June 2017, 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, and related notes, are derived from the audited financial report of **City of Gosnells** for the year ended 30 June 2017.

In our opinion, the accompanying concise financial report, including the discussion and analysis of **City of Gosnells** for the year ended 30 June 2017 is consistent, in all material respects, with the audited financial report, in accordance with AASB 1039: *Concise Financial Reports*.

#### Concise Financial Report

The concise financial report does not contain all the disclosures required by Australian Accounting Standards applied in the preparation of the audited financial report of **City of Gosnells**. Reading the concise financial report and the auditor's report thereon, therefore, is not a substitute for reading the audited financial report and the auditor's report thereon. The concise financial report and the audited financial report do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial report.

#### Independence

In conducting our audit, we have complied with the independence and ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants* that are relevant to our audit of the concise financial report in Australia.

#### The Audited Financial Report and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial report in our report dated 6<sup>th</sup> November 2017. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period.



## INDEPENDENT AUDITOR'S REPORT (Cont'd)

### *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 whether the concise financial report is consistent, in all material respects, with the audited financial report based on our procedures, which were conducted in accordance with Auditing Standard ASA 810: *Engagements to Report on Summary Financial Statements*.

### *Matters Relating to the Electronic Publication of the Audited Financial Report*

This auditor's report relates to the concise financial report of **City of Gosnells** for the year ended 30 June 2017 included on **City of Gosnells'** website. The Council 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

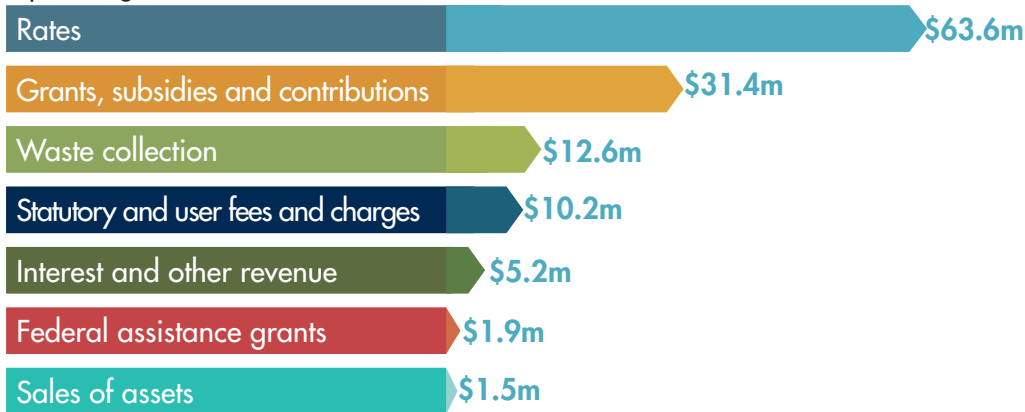
  
A MACRI  
PARTNER

PERTH  
DATED THIS 6<sup>TH</sup> DAY OF NOVEMBER 2017.

# Budget revenue and expenditure

## Budget revenue

Operating revenue sources



## Budget expenditure

Areas of expenditure for every \$100 Council receives:



Image: Community Art Exhibition and Awards 2017  
Back image: Pop up Library









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