

## **NOTICE OF MEETING**

### **AUDIT AND RISK COMMITTEE**

Members of the Audit and Risk Committee are advised that a meeting of the Committee will be held in the Council Chambers, 83 Mandurah Terrace  
Mandurah on

**Monday 2 December 2024  
at 5.30pm**

**Casey Mihovilovich**  
Chief Executive Officer  
28 November 2024

Committee Members:

Councillor P Rogers [Chairperson]  
Councillor C Knight [Deputy Mayor]  
Councillor A Kearns  
Councillor S Wright  
Mr J Seth

Mayor Williams  
Councillor R Burns  
Councillor A Zilani  
Mr W Ticehurst

Deputies:

Councillor B Pond  
Councillor D Wilkins

# AGENDA

## 1. OPENING OF MEETING

## 2. ACKNOWLEDGEMENT OF COUNTRY

## 3. APOLOGIES

## 4. IMPORTANT NOTE

Members of the public are advised that the decisions of this Committee are referred to Council Meetings for consideration and cannot be implemented until approval by Council. Therefore, members of the public should not rely on any decisions of this Committee until Council has formally considered the resolutions agreed at this meeting.

## 5. RESPONSE TO PREVIOUS QUESTIONS TAKEN ON NOTICE

## 6. AMENDMENT TO STANDING ORDERS

Modification to *Standing Orders Local Law 2016* - electronic attendance at meeting.

## 7. PUBLIC QUESTION TIME

Public Question Time provides an opportunity for members of the public to ask a question of Council. For more information regarding Public Question Time please visit the City's website [mandurah.wa.gov.au](http://mandurah.wa.gov.au) or telephone 9550 3787.

## 8. PRESENTATIONS

8.1 Ernst & Young: Auditor Status Report

## 9. DEPUTATIONS

Any person or group wishing to make a Deputation to the Committee meeting regarding a matter listed on this agenda for consideration must complete an application form. For more information regarding making a deputation please visit the City's website [mandurah.wa.gov.au](http://mandurah.wa.gov.au) or telephone 9550 3787.

**10. CONFIRMATION OF MINUTES 7 OCTOBER 2024**

Minutes available on the City's website via [mandurah.wa.gov.au/council/council-meetings/agendas-and-minutes](http://mandurah.wa.gov.au/council/council-meetings/agendas-and-minutes)

**11. DECLARATIONS OF INTERESTS****12. QUESTIONS FROM COMMITTEE MEMBERS**

12.1 Questions of Which Due Notice Has Been Given

12.2 Questions of Which Notice Has Not Been Given

**13. BUSINESS LEFT OVER FROM PREVIOUS MEETING****14. REPORTS**

| <b><i>No.</i></b> | <b><i>Item</i></b>           | <b><i>Page No</i></b> | <b><i>Note</i></b>        |
|-------------------|------------------------------|-----------------------|---------------------------|
| 1                 | 2023/24 Financial Statements | 3 - 84                | Confidential Attachment 2 |

**15. LATE AND URGENT BUSINESS ITEMS****16. CONFIDENTIAL ITEMS**

| <b><i>No.</i></b> | <b><i>Item</i></b>   | <b><i>Page No</i></b> | <b><i>Note</i></b> |
|-------------------|--|-----------------------|--------------------|
| 1                 | Systems Internal Audit – Penetration Test  | 85 - 108              | Confidential Item  |
| 2                 | Office of Auditor General Supplier Master File Better Practice Guide and Self-assessment | 109 - 119             | Confidential Item  |
| 3                 | Annual Strategic Risk Assessment and Quarter One Report                                  | 120 - 167             | Confidential Item  |

**17. CLOSE OF MEETING**

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|          |                      |                              |
|----------|----------------------|------------------------------|
| <b>1</b> | <b>SUBJECT:</b>      | 2023/24 Financial Statements |
|          | <b>DIRECTOR:</b>     | Director Business Services   |
|          | <b>MEETING:</b>      | Audit and Risk Committee     |
|          | <b>MEETING DATE:</b> | 2 December 2024              |

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## Summary

In accordance with the City of Mandurah Audit and Risk Committee (the Audit Committee) Terms of Reference, the Audit Committee is to provide advice and assistance to Council as to the carrying out of the function of the City's Financial Statements (external audit). The Audit Committee is to oversee the implementation of any action relating to significant matters raised by the auditor.

The audit of the Annual Financial Statements for 2023/24 is nearing completion. Ernst & Young have been appointed by the Office of the Auditor General (OAG) as the City of Mandurah's auditor. Ernst & Young will present an audit status update at the 2 December Audit Committee meeting.

A copy of the draft 2023/24 Financial Statements is detailed in Attachment 1.1 for noting. City officers are preparing the 2023/24 Financial Statements to be fair and appropriately presented in accordance with the Australian Accounting Standards Board and *Local Government Act 1995* (the Act).

It is expected that Council will receive the final 2023/24 Financial Statements, final audit, and management reports and the Office of the Auditor General (OAG) Closing Report at its Ordinary Council Meeting in December 2024.

The Audit and Risk Committee are now requested to note the draft 2023/24 Financial Statements and the Audit Status Update as presented by Ernst & Young.

## Disclosure of Interest

Nil

## Previous Relevant Documentation

- G.10/1/24                      23/01/2024                      Annual Financial Statements 2022/23

## Background

Since the 2020/21 year, the City's annual financial statements audit has been undertaken by the Office of the Auditor General (OAG). It is a requirement under the *Local Government Act 1995* that an approved auditor must audit the accounts and annual financial report of a local government at least once in respect of each financial year. The OAG contracted the City's audit to Ernst & Young.

## Comment

The key points to note from the Statement of Comprehensive Income by Program and Statement of Comprehensive Income by Nature and Type are:

- Revenue**  
Operating revenue is approximately \$4.4 million above adopted budget due to:
  - Additional interim rates received (\$490,266).

- Fees and charges performing better than expected by \$3.18m, including Mandurah Aquatic and Recreation Centre fees (\$514,000), Planning fees (\$408,000), Building Fees (\$419,000), Chalet's revenue (\$534,000), Waste Commercial fees (\$212,000), Marina Pen fees (\$353,000)
- Interest Revenue performing better than expected due to higher interest rates throughout the year (\$1.05 million).
- **Expenses**  
Total expenses are approximately \$9.7 million above adopted budget; however the following points are noted:
  - Employee costs were over budget by \$248,000 due to the salary accrual requirements of 12 days from the last pay and the end of the financial year and long service leave payments which were funded from the Leave Reserve. Note: the transfer from Leave Reserve is not offset in the employee costs expense category.
  - Materials and contracts were over budget by \$138,000 due to general overspends across the organisation.
  - Utility charges were under budget by \$352,000 due to improvements to the City's energy consumption through the use of solar panels and LED lighting.
  - Depreciation which is a non-cash expense was higher than what was budgeted by \$2.7 million due to the impact of the Found and Gifted assets (as identified in the 2023 financial statements). It has a nil impact to the closing surplus as the total amount is taken out for the closing surplus calculation as it is non-cash in nature.
  - Loss on sale of assets which is a non-cash expense was higher than what was budgeted by \$7.2 million due to assets that have been replaced by renewal capital projects being disposed of in the year.

It is also noted that the operating position for 2023/24 has increased from the budgeted deficit of \$490,468 to a surplus of \$754,197. The surplus will be carried forward to fund the 2024/2025 budgeted opening surplus of \$600,000 and the balance of \$154,197 is recommended to fund a coastal engineer 12-month temporary position which will undertake a review of commercial public jetties as part of the waterfront waterways masterplan as well as implement actions from the Northern Beaches CHRMAP recommendations.

### ***Statement of Financial Position***

Key points to note are:

- Cash and cash equivalents: Cash holdings have increased by approximately \$4.6 million over the year. This is compared to a budgeted decrease of \$3.4 million. The difference is primarily due to the proposed 2023/24 capital projects not being completed and requiring these funds to be carried forward into the 2024/25 financial year.
- Reserves – Cash backed: The City has a total amount of \$69.5 million in reserves on 30 June 2024. This is an increase of \$6.7 million from the previous year (2022/23) due to an increase in the Asset Management Reserve (\$7.9 million) as a result of 2023/24 capital projects not being completed, transfer of excess funds of \$1.4 million to the Waste Reserve and a decrease in the unspent grants reserve (\$1.6 million) and Plant Reserve (\$1.0 million).

### ***Rates Setting Statement***

The City shows a surplus for the year ended 30 June 2024 of \$754,197. In the City's 2024/2025 Budget the surplus for the year ended 30 June 2024 was estimated to be \$600,000 (opening surplus). The remaining \$154,197 is recommended to fund a coastal engineer 12-month temporary position which will undertake a review of commercial public jetties as part of the waterfront waterways masterplan as well as implement actions from the Northern Beaches CHRMAP recommendations.

### **Audit Progress**

At the time of issuing the Audit and Risk Committee agenda, the City had revised the 2023/24 Financial Statements based on the auditor's comments and sent the changes to the auditor for review. The steps required for the City to present Council with final 2023/24 Financial Statements, final audit and management reports and the OAG Closing Report are as follows:

1. OAG to provide the signed auditors report to the City.
2. City officers to prepare a Council report. Note: This is intended to be presented to Council at its Ordinary Council Meeting in December 2024.

### **Statutory Environment**

The Annual Financial Statements are prepared in accordance with the Australian Accounting Standards.

The *Local Government Act 1995* states:

**7.9. Audit to be conducted**

- (1) *An auditor is required to examine the accounts and annual financial report submitted for audit and, by the 31 December next following the financial year to which the accounts and report relate or such later date as may be prescribed, to prepare a report thereon and forward a copy of that report to —*
  - (a) *the mayor or president; and*
  - (b) *the CEO of the local government; and*
  - (c) *the Minister.*

**7.12AB. Conducting a financial audit**

*The auditor must audit the accounts and annual financial report of a local government at least once in respect of each financial year.*

**7.12AD. Reporting on a financial audit**

- (1) *The auditor must prepare and sign a report on a financial audit.*
- (2) *The auditor must give the report to —*
  - (a) *the mayor, president or chairperson of the local government; and*
  - (b) *the CEO of the local government; and*
  - (c) *the Minister.*

**7.12A. Duties of local government with respect to audits**

- (2) *Without limiting the generality of subsection (1), a local government is to meet with the auditor of the local government at least once in every year.*
- (3) *A local government must —*
  - (aa) *examine an audit report received by the local government; and*
  - (a) *determine if any matters raised by the audit report, require action to be taken by the local government; and*
  - (b) *ensure that appropriate action is taken in respect of those matters.*
- (4) *A local government must —*
  - (a) *prepare a report addressing any matters identified as significant by the auditor in the audit report, and stating what action the local government has taken or intends to take with respect to each of those matters; and*
  - (b) *give a copy of that report to the Minister within 3 months after the audit report is received by the local government.*
- (5) *Within 14 days after a local government gives a report to the Minister under subsection (4)(b), the CEO must publish a copy of the report on the local government's official website.*

The *Local Government (Audit) Regulations 1996* states:

**9. Performance of audit**

- (2) *An auditor must carry out an audit in accordance with the Australian Auditing Standards made or formulated and amended from time to time by the Auditing and Assurance Standards Board established by the Australian Securities and Investments Commission Act 2001 (Commonwealth) section 227A.*

- (3) *An auditor must carry out the work necessary to form an opinion whether the annual financial report —*
  - (a) *is based on proper accounts and records; and*
  - (b) *fairly represents the results of the operations of the local government for the financial year and the financial position of the local government at 30 June in accordance with —*
    - (i) *the Act; and*
    - (ii) *the Australian Accounting Standards (to the extent that they are not inconsistent with the Act).*
- 10. *Report by auditor*
  - (1) *An auditor's report is to be forwarded to the persons specified in section 7.9(1) within 30 days of completing the audit.*
  - (2) *The report is to give the auditor's opinion on —*
    - (a) *the financial position of the local government; and*
    - (b) *the results of the operations of the local government.*
  - (3) *The report is to include —*
    - (a) *any material matters that in the opinion of the auditor indicate significant adverse trends in the financial position or the financial management practices of the local government; and*
    - (b) *any matters indicating non-compliance with Part 6 of the Act, the Local Government (Financial Management) Regulations 1996 or applicable financial controls in any other written law; and*
    - (c) *details of whether information and explanations were obtained by the auditor; and*
    - (d) *a report on the conduct of the audit; and*
  - (4) *Where it is considered by the auditor to be appropriate to do so, the auditor is to prepare a management report to accompany the auditor's report and to forward a copy of the management report to the persons specified in section 7.9(1) with the auditor's report.*

## **Policy Implications**

Financial Position and Performance Policy

## **Financial Implications**

Appropriate financial management is essential to the effective operations of the local government. The cost of the audit for the 2024 financial year is estimated to be \$142,200.

## **Economic Implications**

Nil

## **Environmental Implications**

Nil

## **Risk Analysis**

The *Local Government Act 1995* states:

### **7.9. Audit to be conducted**

- (1) *An auditor is required to examine the accounts and annual financial report submitted for audit and, by the 31 December next following the financial year to which the accounts and report relate or such later date as may be prescribed, to prepare a report thereon and forward a copy of that report to —*
- (a) the mayor or president; and*
  - (b) the CEO of the local government; and*
  - (c) the Minister.*

If Council do not adopt the City's financial report by 31 December, then the City may be in breach of the Local Government Act 1995

## Strategic Implications

The following community outcomes from the City of Mandurah Strategic Community Plan 2024 – 2044 is relevant to this report:

### Leadership:

- Responsible, transparent, value for money delivery of well planned, sustainable, projects, programs, and services

## Conclusion

City officers are preparing the 2023/24 Financial Statements to be fair and appropriately presented in accordance with the Australian Accounting Standards Board and *Local Government Act 1995* (the Act) and have completed the actions required for the auditor to consider issuing the City an unqualified audit opinion.

It is expected that Council will receive the final 2023/24 Financial Statements, final audit, and management reports and the Office of the Auditor General (OAG) Closing Report at its Ordinary Council Meeting in December 2024.

The Audit and Risk Committee are now requested to note the draft 2023/24 Financial Statements and the Audit Status Update as presented by Ernst & Young.

### NOTE:

- Refer ***Attachment 1.1*** ***DRAFT 2023/2024 Financial Statements***  
***Confidential Attachment 1.2*** ***Ernst & Young Presentation***

## RECOMMENDATION

**That the Audit and Risk Committee:**

- 1. Note the draft Annual Financial Statements 2023/24 as detailed in Attachment 1.1.**
- 2. Note the Auditor Status Report as presented by Ernst & Young at Item 8: Presentations of the Agenda as per Confidential Attachment 1.2.**
- 3. Recommend to Council that the remaining \$154,197 be carried forward to fund a coastal engineer 12-month temporary position which will undertake a review of commercial public jetties as part of the waterfront waterways masterplan as well as implement actions from the Northern Beaches CHRMAP recommendations.**



CITY OF MANDURAH  
FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2024

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The City of Mandurah conducts the operations of a local government with the following community vision:

*Woven by waterways; a city that is thriving and connected to its people and nature.*

Principal place of business:  
3 Peel St, Mandurah WA 6210

**CITY OF MANDURAH  
FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2024**

*Local Government Act 1995*  
*Local Government (Financial Management) Regulations 1996*

## STATEMENT BY CEO

The accompanying financial report of the City of Mandurah has been prepared in compliance with the provisions of the *Local Government Act 1995* from proper accounts and records to present fairly the financial transactions for the reporting period ended 30 June 2024 and the financial position as at 30 June 2024.

At the date of signing this statement the particulars included in the financial report are not misleading or inaccurate.

Signed on the                      day of                      December                      2024

**CEO**

Casey Mihovilovich  
Name of CEO

**CITY OF MANDURAH**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2024**

|   | NOTE    | 2024<br>Actual<br>\$ | 2024<br>Budget<br>\$ | 2023<br>Actual<br>\$ |
|---|---------|----------------------|----------------------|----------------------|
| <b>Revenue</b>  |         |                      |                      |                      |
| Rates   | 2(a),27 | 93,164,669           | 92,674,403           | 87,363,981           |
| Grants, subsidies and contributions   | 2(a)    | 5,635,783            | 7,221,456            | 6,474,595            |
| Fees and charges  | 2(a)    | 34,107,075           | 30,922,352           | 32,173,899           |
| Interest revenue  | 2(a)    | 4,789,540            | 3,740,558            | 3,527,737            |
| Other revenue   | 2(a)    | 1,364,955            | 66,631               | 1,383,791            |
|   |         | 139,062,022          | 134,625,400          | 130,924,003          |
| <b>Expenses</b>   |         |                      |                      |                      |
| Employee costs  | 2(b)    | (55,373,119)         | (55,125,043)         | (51,188,432)         |
| Materials and contracts   |         | (58,492,124)         | (58,354,242)         | (53,821,398)         |
| Utility charges   |         | (4,275,112)          | (4,627,517)          | (4,491,720)          |
| Depreciation  |         | (35,755,740)         | (33,084,683)         | (36,638,351)         |
| Finance costs   | 2(b)    | (1,072,265)          | (1,125,625)          | (909,873)            |
| Insurance   |         | (1,410,406)          | (1,566,711)          | (1,737,603)          |
| Other expenditure   | 2(b)    | (29,373)             | 0                    | (39,605)             |
|   |         | (156,408,139)        | (153,883,821)        | (148,826,982)        |
|   |         | (17,346,117)         | (19,258,421)         | (17,902,979)         |
| Capital grants, subsidies and contributions                                     | 2(a)    | 25,981,030           | 15,177,820           | 13,239,954           |
| Profit on asset disposals   |         | 188,569              | 0                    | 134,365              |
| Loss on asset disposals   |         | (7,246,306)          | 0                    | (4,658,768)          |
| Fair value adjustments to financial assets at fair value through profit or loss |         | (251,584)            | 0                    | (9,586)              |
|   |         | 18,671,709           | 15,177,820           | 8,705,965            |
| <b>Net result for the period</b>  | 26(b)   | <b>1,325,592</b>     | <b>(4,080,601)</b>   | <b>(9,197,014)</b>   |
| <b>Total comprehensive income/loss for the period</b>                           |         | <b>1,325,592</b>     | <b>(4,080,601)</b>   | <b>(9,197,014)</b>   |

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

**CITY OF MANDURAH**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2024**

|                                      | NOTE  | 2024<br>\$           | 2023<br>\$           |
|--------------------------------------|-------|----------------------|----------------------|
| <b>CURRENT ASSETS</b>                |       |                      |                      |
| Cash and cash equivalents            | 3     | 74,477,069           | 69,919,904           |
| Trade and other receivables          | 5     | 10,699,188           | 5,254,760            |
| Other financial assets               | 4(a)  | 6,522,395            | 12,403,760           |
| Inventories                          | 6     | 837,615              | 694,556              |
| Other assets                         | 7     | 3,377,738            | 3,408,620            |
| <b>TOTAL CURRENT ASSETS</b>          |       | <b>95,914,005</b>    | <b>91,681,600</b>    |
| <b>NON-CURRENT ASSETS</b>            |       |                      |                      |
| Trade and other receivables          | 5     | 1,685,741            | 1,571,313            |
| Other financial assets               | 4(b)  | 322,261              | 619,265              |
| Property, plant and equipment        | 8     | 281,267,077          | 273,430,508          |
| Infrastructure                       | 9     | 768,996,872          | 779,735,129          |
| Right-of-use assets                  | 11(a) | 613,481              | 548,814              |
| Investment property                  | 12    | 10,683,760           | 10,683,760           |
| <b>TOTAL NON-CURRENT ASSETS</b>      |       | <b>1,063,569,192</b> | <b>1,066,588,789</b> |
| <b>TOTAL ASSETS</b>                  |       | <b>1,159,483,197</b> | <b>1,158,270,389</b> |
| <b>CURRENT LIABILITIES</b>           |       |                      |                      |
| Trade and other payables             | 13    | 17,971,322           | 19,787,860           |
| Other liabilities                    | 14    | 5,985,994            | 7,361,650            |
| Lease liabilities                    | 11(b) | 254,514              | 210,703              |
| Borrowings                           | 15    | 5,317,216            | 4,361,670            |
| Employee related provisions          | 16    | 9,707,999            | 9,501,728            |
| Other provisions                     | 17    | 330,335              | 624,543              |
| <b>TOTAL CURRENT LIABILITIES</b>     |       | <b>39,567,380</b>    | <b>41,848,154</b>    |
| <b>NON-CURRENT LIABILITIES</b>       |       |                      |                      |
| Other liabilities                    | 14    | 4,864,164            | 4,703,999            |
| Lease liabilities                    | 11(b) | 388,928              | 363,184              |
| Borrowings                           | 15    | 21,204,784           | 19,202,243           |
| Employee related provisions          | 16    | 790,650              | 811,107              |
| <b>TOTAL NON-CURRENT LIABILITIES</b> |       | <b>27,248,526</b>    | <b>25,080,533</b>    |
| <b>TOTAL LIABILITIES</b>             |       | <b>66,815,906</b>    | <b>66,928,687</b>    |
| <b>NET ASSETS</b>                    |       | <b>1,092,667,291</b> | <b>1,091,341,702</b> |
| <b>EQUITY</b>                        |       |                      |                      |
| Retained surplus                     |       | 237,390,978          | 242,718,412          |
| Reserve accounts                     | 30    | 69,472,383           | 62,819,360           |
| Revaluation surplus                  | 18    | 785,803,930          | 785,803,930          |
| <b>TOTAL EQUITY</b>                  |       | <b>1,092,667,291</b> | <b>1,091,341,702</b> |

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

**CITY OF MANDURAH**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2024**

|   | NOTE | RETAINED<br>SURPLUS<br>\$ | RESERVE<br>ACCOUNTS<br>\$ | REVALUATION<br>SURPLUS<br>\$ | TOTAL<br>EQUITY<br>\$ |
|---|------|---------------------------|---------------------------|------------------------------|-----------------------|
| <b>Balance as at 1 July 2022</b>          |      | <b>263,433,040</b>        | <b>51,301,746</b>         | <b>785,803,930</b>           | <b>1,100,538,716</b>  |
| Comprehensive income for the period       |      |                           |                           |                              |                       |
| Net result for the period                 |      | (9,197,014)               | 0                         | 0                            | (9,197,014)           |
| Total comprehensive income for the period |      | (9,197,014)               | 0                         | 0                            | (9,197,014)           |
| Transfers from reserve accounts           | 30   | 13,440,581                | (13,440,581)              | 0                            | 0                     |
| Transfers to reserve accounts             | 30   | (24,958,195)              | 24,958,195                | 0                            | 0                     |
| <b>Balance as at 30 June 2023</b>         |      | <b>242,718,412</b>        | <b>62,819,360</b>         | <b>785,803,930</b>           | <b>1,091,341,702</b>  |
| Comprehensive income for the period       |      |                           |                           |                              |                       |
| Net result for the period                 |      | 1,325,592                 | 0                         | 0                            | 1,325,592             |
| Total comprehensive income for the period |      | 1,325,592                 | 0                         | 0                            | 1,325,592             |
| Transfers from reserve accounts           | 30   | 21,253,107                | (21,253,107)              | 0                            | 0                     |
| Transfers to reserve accounts             | 30   | (27,906,133)              | 27,906,133                | 0                            | 0                     |
| <b>Balance as at 30 June 2024</b>         |      | <b>237,390,978</b>        | <b>69,472,383</b>         | <b>785,803,930</b>           | <b>1,092,667,291</b>  |

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

**CITY OF MANDURAH**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2024**

|  | NOTE  | 2024<br>Actual<br>\$ | 2023<br>Actual<br>\$ |
|--|-------|----------------------|----------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                        |       |                      |                      |
| <b>Receipts</b>  |       |                      |                      |
| Rates  |       | 92,144,266           | 88,195,990           |
| Grants, subsidies and contributions                                |       | 1,837,772            | 6,939,162            |
| Fees and charges   |       | 34,129,717           | 32,155,998           |
| Interest revenue   |       | 4,789,540            | 3,527,737            |
| Goods and services tax received                                    |       | (113,191)            | 222,028              |
| Other revenue  |       | 1,364,955            | 1,383,791            |
|  |       | 134,153,059          | 132,424,706          |
| <b>Payments</b>  |       |                      |                      |
| Employee costs   |       | (55,408,314)         | (50,142,184)         |
| Materials and contracts  |       | (60,330,519)         | (52,053,267)         |
| Utility charges  |       | (4,275,112)          | (4,491,720)          |
| Finance costs  |       | (1,072,265)          | (909,874)            |
| Insurance paid   |       | (1,410,406)          | (1,737,603)          |
| Other expenditure  |       | (29,373)             | (39,605)             |
|  |       | (122,525,989)        | (109,374,253)        |
| <b>Net cash provided by operating activities</b>                   | 19(b) | 11,627,070           | 23,050,453           |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                        |       |                      |                      |
| Payments for purchase of property, plant & equipment               | 8(a)  | (13,946,846)         | (6,269,699)          |
| Payments for construction of infrastructure                        | 9(a)  | (14,896,724)         | (14,466,663)         |
| Capital grants, subsidies and contributions                        |       | 11,923,496           | 8,023,682            |
| Proceeds for financial assets at amortised cost                    |       | 5,845,223            | 11,696,701           |
| Proceeds from sale of property, plant & equipment                  |       | 1,029,391            | 911,507              |
| <b>Net cash (used in) investing activities</b>                     |       | (10,045,460)         | (104,472)            |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                        |       |                      |                      |
| Repayment of borrowings  | 29(a) | (4,256,523)          | (4,155,961)          |
| Payments for principal portion of lease liabilities                | 29(d) | (438,322)            | (545,354)            |
| Payments for principal portion of interest bearing liabilities     |       | (768,026)            | (544,988)            |
| Proceeds from financial assets at amortised cost - community loans |       | 81,562               | 50,271               |
| Proceeds from new borrowings                                       | 29(a) | 7,214,610            | 3,866,732            |
| Proceeds from interest bearing liabilities                         |       | 1,142,254            | 896,397              |
| <b>Net cash provided by (used in) financing activities</b>         |       | 2,975,555            | (432,903)            |
| <b>Net increase in cash held</b>                                   |       | 4,557,165            | 22,513,077           |
| Cash at beginning of year  |       | 69,919,904           | 47,406,827           |
| <b>Cash and cash equivalents at the end of the year</b>            | 19(a) | 74,477,069           | 69,919,904           |

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

**CITY OF MANDURAH**  
**STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE YEAR ENDED 30 JUNE 2024**

|   | NOTE  | 2024<br>Actual<br>\$ | 2024<br>Budget<br>\$ | 2023<br>Actual<br>\$ |
|---|-------|----------------------|----------------------|----------------------|
| <b>OPERATING ACTIVITIES</b>   |       |                      |                      |                      |
| <b>Revenue from operating activities</b>  |       |                      |                      |                      |
| General rates   | 27    | 93,164,669           | 92,674,403           | 87,363,981           |
| Grants, subsidies and contributions   |       | 5,635,783            | 7,221,456            | 6,474,595            |
| Fees and charges  |       | 34,107,075           | 30,922,352           | 32,173,899           |
| Interest revenue  |       | 4,789,540            | 3,740,558            | 3,527,737            |
| Other revenue   |       | 1,364,955            | 66,631               | 1,384,119            |
| Profit on asset disposals   |       | 188,569              | 0                    | 134,365              |
| Fair value adjustments to financial assets at fair value through profit or loss |       | (251,584)            | 0                    | (9,586)              |
|   |       | 138,999,007          | 134,625,400          | 131,049,110          |
| <b>Expenditure from operating activities</b>                                    |       |                      |                      |                      |
| Employee costs  |       | (55,373,119)         | (55,125,043)         | (51,188,432)         |
| Materials and contracts   |       | (58,492,124)         | (58,354,242)         | (53,821,398)         |
| Utility charges   |       | (4,275,112)          | (4,627,517)          | (4,491,720)          |
| Depreciation  |       | (35,755,740)         | (33,084,683)         | (36,638,351)         |
| Finance costs   |       | (1,072,265)          | (1,125,625)          | (909,873)            |
| Insurance   |       | (1,410,406)          | (1,566,711)          | (1,737,603)          |
| Other expenditure   |       | (29,373)             | 0                    | (33,156)             |
| Loss on asset disposals   |       | (7,246,306)          | 0                    | (4,658,768)          |
|   |       | (163,654,445)        | (153,883,821)        | (153,479,301)        |
| Non cash amounts excluded from operating activities                             | 28(a) | 42,396,964           | 33,869,873           | 40,925,658           |
| <b>Amount attributable to operating activities</b>                              |       | 17,741,526           | 14,611,452           | 18,495,467           |
| <b>INVESTING ACTIVITIES</b>   |       |                      |                      |                      |
| <b>Inflows from investing activities</b>  |       |                      |                      |                      |
| Capital grants, subsidies and contributions                                     |       | 25,981,030           | 15,177,820           | 13,233,505           |
| Proceeds from disposal of assets  |       | 1,029,391            | 2,529,095            | 911,507              |
| Proceeds from financial assets at amortised cost - self supporting loans        |       | 81,562               | 0                    | 50,271               |
|   |       | 27,091,983           | 17,706,915           | 14,195,283           |
| <b>Outflows from investing activities</b>                                       |       |                      |                      |                      |
| Right of use assets received - non cash   | 11(a) | (507,877)            | 0                    | 0                    |
| Purchase of property, plant and equipment                                       | 8(a)  | (13,946,846)         | (7,752,373)          | (6,269,699)          |
| Purchase and construction of infrastructure                                     | 9(a)  | (14,896,724)         | (39,049,348)         | (14,466,663)         |
|   |       | (29,351,447)         | (46,801,721)         | (20,736,362)         |
| Non-cash amounts excluded from investing activities                             | 28(b) | (13,505,420)         | 500,000              | (4,895,833)          |
| <b>Amount attributable to investing activities</b>                              |       | (15,764,884)         | (28,594,806)         | (11,436,912)         |
| <b>FINANCING ACTIVITIES</b>   |       |                      |                      |                      |
| <b>Inflows from financing activities</b>  |       |                      |                      |                      |
| Proceeds from borrowings  | 29(a) | 7,214,610            | 7,442,854            | 3,866,732            |
| Proceeds from Unspent Loans   |       | 1,009,740            | 1,427,938            | 2,096,554            |
| Proceeds from new leases - non cash   | 29(d) | 507,877              | 0                    | 0                    |
| Proceeds from interest bearing liabilities                                      |       | 1,142,254            | 645,000              | 896,397              |
| Transfers from reserve accounts   | 30    | 21,253,107           | 14,884,557           | 13,440,581           |
|   |       | 31,127,588           | 24,400,349           | 20,300,264           |
| <b>Outflows from financing activities</b>                                       |       |                      |                      |                      |
| Repayment of borrowings   | 29(a) | (4,256,523)          | (4,316,708)          | (4,155,961)          |
| Payments for principal portion of lease liabilities                             | 29(d) | (438,322)            | (512,978)            | (545,354)            |
| Payments for principal portion of interest bearing liabilities                  |       | (768,026)            | (551,074)            | (544,988)            |
| Transfers to reserve accounts   | 30    | (27,906,133)         | (6,126,703)          | (24,958,195)         |
|   |       | (33,369,004)         | (11,507,463)         | (30,204,498)         |
| <b>Amount attributable to financing activities</b>                              |       | (2,241,416)          | 12,892,886           | (9,904,234)          |
| <b>MOVEMENT IN SURPLUS OR DEFICIT</b>   |       |                      |                      |                      |
| <b>Surplus or deficit at the start of the financial year</b>                    | 28(c) | 1,018,971            | 600,000              | 3,864,650            |
| Amount attributable to operating activities                                     |       | 17,741,526           | 14,611,452           | 18,495,467           |
| Amount attributable to investing activities                                     |       | (15,764,884)         | (28,594,806)         | (11,436,912)         |
| Amount attributable to financing activities                                     |       | (2,241,416)          | 12,892,886           | (9,904,234)          |
| <b>Surplus or deficit after imposition of general rates</b>                     | 28(c) | <b>754,197</b>       | <b>(490,468)</b>     | <b>1,018,971</b>     |

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

**CITY OF MANDURAH**  
**FOR THE YEAR ENDED 30 JUNE 2024**  
**INDEX OF NOTES TO THE FINANCIAL REPORT**

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**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**1. BASIS OF PREPARATION**

The financial report of the City of Mandurah which is a Class 1 local government comprises general purpose financial statements which have been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

**Local Government Act 1995 requirements**

Section 6.4(2) of the *Local Government Act 1995* read with the *Local Government (Financial Management) Regulations 1996* prescribe that the financial report be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied where no inconsistencies exist.

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost, and is considered a zero cost concessionary lease. All right-of-use assets under zero cost concessionary leases are measured at zero cost rather than at fair value, except for vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 which would have required the City to measure any vested improvements at zero cost.

The Local Government (Financial Management) Regulations 1996 provide that:

- land and buildings classified as property, plant and equipment; or
- infrastructure; or
- vested improvements that the local government controls;

and measured at reportable value, are only required to be revalued every five years. Revaluing these non-financial assets every five years is a departure from AASB 116 Property, Plant and Equipment, which would have required the City to assess at each reporting date whether the carrying amount of the above mentioned non-financial assets materially differs from their fair value and, if so, revalue the class of non-financial assets.

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

**Critical accounting estimates and judgements**

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

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

As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the financial report.

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:

- Fair value measurement of assets carried at reportable value including:
  - Property, plant and equipment - note 8
  - Infrastructure - note 9
- Expected credit losses on financial assets - note 5
- Investment property - note 12
- Measurement of employee benefits - note 16
- Measurement of provisions - note 17

Fair value hierarchy information can be found in note 25

**The local government reporting entity**

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 31 of the financial report.

**Initial application of accounting standards**

During the current year, the following new or revised Australian Accounting Standards and Interpretations were applied for the first time.

- *AASB 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting Estimates*

This standard resulted in terminology changes relating to material accounting policies (formerly referred to as significant accounting policies).

**New accounting standards for application in future years**

The following new accounting standards will have application to local government in future years:

- *AASB 2014-10 Amendments to Australian Accounting Standards - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
  - *AASB 2020-1 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current*
  - *AASB 2021-7c Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]*
  - *AASB 2022-5 Amendments to Australian Accounting Standards - Lease Liability in a Sale and Leaseback*
  - *AASB 2022-6 Amendments to Australian Accounting Standards - Non-current Liabilities with Covenants*
- These amendments are not expected to have any material impact on the financial report on initial application.
- *AASB 2022-10 Amendments to Australian Accounting Standards - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities*

These amendment may result in changes to the fair value of non-financial assets. The impact is yet to be quantified.

- *AASB 2023-1 Amendments to Australian Accounting Standards - Supplier Finance Arrangements*

These amendments may result in additional disclosures in the case of applicable finance arrangements.

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**2. REVENUE AND EXPENSES**

**(a) Revenue**

**Contracts with customers**

Recognition of revenue is dependant on the source of revenue and the associated terms and conditions associated with each source of revenue and recognised as follows:

| Revenue Category                                      | Nature of goods and services   | When obligations typically satisfied | Payment terms  | Returns/Refunds/Warranties                  | Timing of revenue recognition   |
|---|--|--------------------------------------|--|---|---|
| Grants, subsidies and contributions                   | Community events, minor facilities, research, design, planning evaluation and services | Over time                            | Fixed terms transfer of funds based on agreed milestones and reporting | Contract obligation if project not complete | Output method based on project milestones and/or completion date matched to performance obligations |
| Fees and charges - licences, registrations, approvals | Building, planning, development and animal management.                                 | Single point in time                 | Full payment prior to issue  | None  | On payment of the licence, registration or approval   |

Consideration from contracts with customers is included in the transaction price.

**Revenue Recognition**

Revenue recognised during the year under each basis of recognition by nature of goods or services is provided in the table below:

**For the year ended 30 June 2024**

| Nature                                      | Contracts with customers | Capital grant/contributions | Statutory Requirements | Other            | Total              |
|---|--------------------------|-----------------------------|------------------------|------------------|--------------------|
|   | \$                       | \$                          | \$                     | \$               | \$                 |
| Rates                                       | 0                        | 0                           | 93,164,669             | 0                | 93,164,669         |
| Grants, subsidies and contributions         | 5,635,783                | 0                           | 0                      | 0                | 5,635,783          |
| Fees and charges                            | 34,107,075               | 0                           | 0                      | 0                | 34,107,075         |
| Interest revenue                            | 0                        | 0                           | 713,295                | 4,076,245        | 4,789,540          |
| Other revenue                               | 300,834                  | 0                           | 0                      | 1,064,121        | 1,364,955          |
| Capital grants, subsidies and contributions | 0                        | 25,981,030                  | 0                      | 0                | 25,981,030         |
| <b>Total</b>                                | <b>40,043,692</b>        | <b>25,981,030</b>           | <b>93,877,964</b>      | <b>5,140,366</b> | <b>165,043,052</b> |

**For the year ended 30 June 2023**

| Nature                                      | Contracts with customers | Capital grant/contributions | Statutory Requirements | Other            | Total              |
|---|--------------------------|-----------------------------|------------------------|------------------|--------------------|
|   | \$                       | \$                          | \$                     | \$               | \$                 |
| Rates                                       | 0                        | 0                           | 87,363,981             | 0                | 87,363,981         |
| Grants, subsidies and contributions         | 6,474,595                | 0                           | 0                      | 0                | 6,474,595          |
| Fees and charges                            | 32,173,899               | 0                           | 0                      | 0                | 32,173,899         |
| Interest revenue                            | 0                        | 0                           | 718,842                | 2,808,895        | 3,527,737          |
| Other revenue                               | 425,949                  | 0                           | 0                      | 957,842          | 1,383,791          |
| Capital grants, subsidies and contributions | 0                        | 13,239,954                  | 0                      | 0                | 13,239,954         |
| <b>Total</b>                                | <b>39,074,443</b>        | <b>13,239,954</b>           | <b>88,082,823</b>      | <b>3,766,737</b> | <b>144,163,957</b> |

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**2. REVENUE AND EXPENSES (Continued)**

**(a) Revenue (Continued)**

| <b>Note</b>  | <b>2024<br/>Actual<br/>\$</b> | <b>2023<br/>Actual<br/>\$</b> |
|--|-------------------------------|-------------------------------|
| <b>Interest revenue</b>  |                               |                               |
| Interest on reserve account  | 1,522,615                     | 966,200                       |
| Rates instalment and penalty interest  | 713,295                       | 718,842                       |
| Other interest revenue   | 2,553,630                     | 1,842,695                     |
|  | <u>4,789,540</u>              | <u>3,527,737</u>              |
| <b>Fees and charges relating to rates receivable</b>   |                               |                               |
| Charges on instalment plan   | 92,951                        | 97,251                        |
| The 2024 original budget estimate in relation to:<br>Charges on instalment plan was \$124,006. |                               |                               |

**(b) Expenses**

|  |                   |                   |
|--|-------------------|-------------------|
| <b>Auditors remuneration</b>   |                   |                   |
| - Audit of the Annual Financial Report   | 142,200           | 162,488           |
|  | <u>142,200</u>    | <u>162,488</u>    |
| <b>Employee Costs</b>  |                   |                   |
| Employee benefit costs   | 47,270,516        | 44,183,164        |
| Other employee costs   | 8,102,603         | 7,005,267         |
|  | <u>55,373,119</u> | <u>51,188,432</u> |
| <b>Finance costs</b>   |                   |                   |
| Interest and financial charges paid/payable<br>for lease liabilities and financial liabilities not<br>at fair value through profit or loss | 391,840           | 308,349           |
| Interest rate swap   | 303               | 31,603            |
| Interest bearing liabilities   | 680,122           | 569,921           |
|  | <u>1,072,265</u>  | <u>909,873</u>    |
| <b>Other expenditure</b>   |                   |                   |
| Sundry expenses  | 29,373            | 39,605            |
|  | <u>29,373</u>     | <u>39,605</u>     |

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**3. CASH AND CASH EQUIVALENTS**

| Note                                     | 2024              | 2023              |
|--|-------------------|-------------------|
|  | \$                | \$                |
| Cash at bank and on hand                 | 30,142,409        | 31,444,622        |
| Term deposits                            | 44,334,660        | 38,475,282        |
| <b>Total cash and cash equivalents</b>   | <b>74,477,069</b> | <b>69,919,904</b> |
| Held as                                  |                   |                   |
| - Unrestricted cash and cash equivalents | 4,341,390         | 17,233,390        |
| - Restricted cash and cash equivalents   | 70,135,679        | 52,686,514        |
|  | <b>74,477,069</b> | <b>69,919,904</b> |

**MATERIAL ACCOUNTING POLICIES**

**Cash and cash equivalents**

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

Bank overdrafts are reported as short term borrowings in current liabilities in the statement of financial position.

Term deposits are presented as cash equivalents if they have a maturity of three months or less from the date of acquisition and are repayable with 24 hours notice with no loss of interest.

**Restricted financial assets**

Restricted financial asset balances are not available for general use by the local government due to externally imposed restrictions. Restrictions are specified in an agreement, contract or legislation. This applies to reserve accounts, unspent grants, subsidies and contributions and unspent loans that have not been fully expended in the manner specified by the contributor, legislation or loan agreement and for which no liability has been recognised.

**4. OTHER FINANCIAL ASSETS**

**(a) Current assets**

Financial assets at amortised cost

| Note | 2024             | 2023              |
|------|------------------|-------------------|
|      | \$               | \$                |
|      | 6,522,395        | 12,403,760        |
|      | <b>6,522,395</b> | <b>12,403,760</b> |

**Other financial assets at amortised cost**

Self supporting loans receivable

Community Loans

Term deposits

|       |                  |                   |
|-------|------------------|-------------------|
| 28(c) | 10,000           | 46,142            |
|       | <b>6,512,395</b> | <b>12,357,618</b> |
|       | <b>6,522,395</b> | <b>12,403,760</b> |

Held as

- Unrestricted other financial assets at amortised cost

- Restricted other financial assets at amortised cost

|       |                  |                   |
|-------|------------------|-------------------|
| 19(a) | 10,000           | 46,142            |
|       | <b>6,512,395</b> | <b>12,357,618</b> |
|       | <b>6,522,395</b> | <b>12,403,760</b> |

**(b) Non-current assets**

Financial assets at amortised cost

Financial assets at fair value through profit or loss - Local

Government House Trust

Financial assets at fair value through profit or loss - Interest Rate

Swap

|  |                |                |
|--|----------------|----------------|
|  | 176,712        | 222,132        |
|  | 145,549        | 142,607        |
|  | 0              | 254,526        |
|  | <b>322,261</b> | <b>619,265</b> |

**Financial assets at amortised cost**

Financial assets at amortised cost - Community Loans

|  |                |                |
|--|----------------|----------------|
|  | 176,712        | 222,132        |
|  | <b>176,712</b> | <b>222,132</b> |

**Financial assets at fair value through profit or loss - Local Government House Trust**

Units in Local Government House Trust - opening balance

Movement attributable to fair value increment

Units in Local Government House Trust - closing balance

|  |                |                |
|--|----------------|----------------|
|  | 142,607        | 136,156        |
|  | 2,942          | 6,451          |
|  | <b>145,549</b> | <b>142,607</b> |

Loans receivable from community have the same terms and conditions as the related borrowing disclosed in Note 29(a) as self supporting loans. Fair value of financial assets at fair value through profit or loss is determined from the net asset value of the units held in the Trust at balance date as compiled by WALGA.

**MATERIAL ACCOUNTING POLICIES**

**Other financial assets at amortised cost**

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

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

Fair values of financial assets at amortised cost are not materially different to their carrying amounts, since the interest receivable on those assets is either close to current market rates or the assets are of a short term nature. Non-current financial assets at amortised cost fair values are based on discounted cash flows using a current market rates. They are classified as level 2 fair values in the fair value hierarchy (see Note 25 (i)) due to the observable market rates).

Interest received is presented under cashflows from operating activities in the Statement of Cash Flows where it is earned from financial assets that are held for cash management purposes.

**Financial assets at fair value through profit or loss**

The City has elected to classify the following financial assets at fair value through profit or loss:

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

**Impairment and risk**

Information regarding impairment and exposure to risk can be found at Note 23.

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**5. TRADE AND OTHER RECEIVABLES**

|  | Note  | 2024<br>\$ | 2023<br>\$ |
|--|-------|------------|------------|
| <b>Current</b>                                   |       |            |            |
| Rates and statutory receivables                  |       | 3,662,665  | 2,137,344  |
| Trade receivables                                |       | 1,848,912  | 1,062,023  |
| Other receivables - Infringements                |       | 803,309    | 868,854    |
| GST receivable                                   |       | 670,895    | 557,704    |
| Allowance for credit losses of trade receivables | 23(b) | (215,611)  | (192,969)  |
| Other receivables Pensioner Rebates and ESL      |       | 145,519    | 61,804     |
| Other receivables - Insurance Claims             |       | 3,783,499  | 760,000    |
|  |       | 10,699,188 | 5,254,760  |
| <b>Non-current</b>                               |       |            |            |
| Pensioner's rates and ESL deferred               |       | 1,685,741  | 1,571,313  |
|  |       | 1,685,741  | 1,571,313  |

**Disclosure of opening and closing balances related to contracts with customers**

Information about receivables from contracts with customers along with financial assets and associated liabilities arising from transfers to enable the acquisition or construction of recognisable non financial assets is:

| Note  | 30 June<br>2024<br>Actual<br>\$ | 30 June<br>2023<br>Actual<br>\$ |
|---|---------------------------------|---------------------------------|
| Trade and other receivables from contracts with customers       | 160,287                         | 137,519                         |
| Total trade and other receivables from contracts with customers | 160,287                         | 137,519                         |

**MATERIAL ACCOUNTING POLICIES**

**Rates and statutory receivables**

Rates and statutory receivables are non-contractual receivables arising from statutory requirements and include amounts due from ratepayers for unpaid rates and service charges and other statutory charges or fines.

Rates and statutory receivables are recognised when the taxable event has occurred and can be measured reliably.

**Trade receivables**

Trade receivables are amounts receivable from contractual arrangements with customers for goods sold, services performed or grants or contributions with sufficiently specific performance obligations or for the construction of recognisable non financial assets as part of the ordinary course of business.

**Other receivables**

Other receivables are amounts receivable from contractual arrangements with third parties other than contracts with customers and amounts received as grants for the construction of recognisable non financial assets.

**Measurement**

Trade and other receivables are recognised initially at the amount of the transaction price, unless they contain a significant financing component, and are to be recognised at fair value.

**Classification and subsequent measurement**

Receivables which are generally due for settlement within 30 days except rates receivables which are expected to be collected within 12 months are classified as current assets. All other receivables such as, deferred pensioner rates receivable after the end of the reporting period are classified as non-current assets.

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

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

**Impairment and risk exposure**

Information about the impairment of trade receivables and their exposure to credit risk and interest rate risk can be found in Note 23.

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**6. INVENTORIES**

|  | Note | 2024    | 2023      |
|--|------|---------|-----------|
| <b>Current</b>   |      | \$      | \$        |
| Fuel and materials   |      | 392,615 | 249,556   |
| Land held for resale   |      | 445,000 | 445,000   |
|  |      | 837,615 | 694,556   |
| The following movements in inventories occurred during the year: |      |         |           |
| <b>Balance at beginning of year</b>                              |      | 694,556 | 957,480   |
| Inventory movement   |      | 143,059 | (262,924) |
| <b>Balance at end of year</b>                                    |      | 837,615 | 694,556   |

**MATERIAL ACCOUNTING POLICIES**

**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 resale 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.

**Land held for resale (Continued)**

Borrowing costs and holding charges incurred after development is completed are expensed.

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

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

CITY OF MANDURAH  
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
 FOR THE YEAR ENDED 30 JUNE 2024

7. OTHER ASSETS

Other assets - current

Prepayments  
 Accrued income

| 2024      | 2023      |
|-----------|-----------|
| \$        | \$        |
| 1,283,653 | 1,034,547 |
| 2,094,085 | 2,374,073 |
| 3,377,738 | 3,408,620 |

MATERIAL ACCOUNTING POLICIES

Other current assets

Other non-financial assets include prepayments which represent payments in advance of receipt of goods or services or that part of expenditure made in one accounting period covering a term extending beyond that period.

Accrued Income

Accrued income primarily relate to the City's right to receive considerations for work completed but not billed at the end of the period.

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**8. PROPERTY, PLANT AND EQUIPMENT**

**(a) Movements in Balances**

Movement in the balances of each class of property, plant and equipment between the beginning and the end of the current financial year.

|  | <b>Assets not subject to operating lease</b> |                                    | <b>Total Property</b> |                                    |                       | <b>Plant and equipment</b>     |                            |                         |  |
|--|--|------------------------------------|-----------------------|------------------------------------|-----------------------|--------------------------------|----------------------------|-------------------------|--|
|  | <b>Land</b>                                  | <b>Buildings - non-specialised</b> | <b>Land</b>           | <b>Buildings - non-specialised</b> | <b>Total Property</b> | <b>Furniture and equipment</b> | <b>Plant and equipment</b> | <b>Work in Progress</b> | <b>Total property, plant and equipment</b> |
|  | <b>\$</b>                                    | <b>\$</b>                          | <b>\$</b>             | <b>\$</b>                          | <b>\$</b>             | <b>\$</b>                      | <b>\$</b>                  | <b>\$</b>               | <b>\$</b>                                  |
| <b>Balance at 1 July 2022</b>            | 93,525,000                                   | 163,398,180                        | 93,525,000            | 163,398,180                        | 256,923,180           | 2,262,236                      | 12,011,782                 | 1,111,381               | 272,308,579                                |
| Additions                                | 0  | 1,315,522                          | 0                     | 1,315,522                          | 1,315,522             | 172,458                        | 2,499,797                  | 2,281,922               | 6,269,699                                  |
| Disposals Cost                           | 0  | (61,085)                           | 0                     | (61,085)                           | (61,085)              | (50,000)                       | (666,138)                  | 0                       | (777,223)                                  |
| Depreciation                             | 0  | (2,532,738)                        | 0                     | (2,532,738)                        | (2,532,738)           | (257,228)                      | (1,580,581)                | 0                       | (4,370,547)                                |
| <b>Balance at 30 June 2023</b>           | 93,525,000                                   | 162,119,879                        | 93,525,000            | 162,119,879                        | 255,644,879           | 2,127,466                      | 12,264,860                 | 3,393,303               | 273,430,508                                |
| <b>Comprises:</b>                        |  |                                    |                       |                                    |                       |                                |                            |                         |  |
| Gross balance amount at 30 June 2023     | 93,525,000                                   | 164,869,068                        | 93,525,000            | 164,869,068                        | 258,394,068           | 3,086,960                      | 17,201,667                 | 3,393,303               | 282,075,998                                |
| Accumulated depreciation at 30 June 2023 | 0  | (2,749,189)                        | 0                     | (2,749,189)                        | (2,749,189)           | (959,494)                      | (4,936,807)                | 0                       | (8,645,490)                                |
| <b>Balance at 30 June 2023</b>           | 93,525,000                                   | 162,119,879                        | 93,525,000            | 162,119,879                        | 255,644,879           | 2,127,466                      | 12,264,860                 | 3,393,303               | 273,430,508                                |
| Additions                                | 0  | 1,093,100                          | 0                     | 1,093,100                          | 1,093,100             | 197,624                        | 3,673,378                  | 8,982,744               | 13,946,846                                 |
| Disposals                                | 0  | (299,746)                          | 0                     | (299,746)                          | (299,746)             | 0                              | (1,640,967)                | 0                       | (1,940,713)                                |
| Depreciation                             | 0  | (2,554,399)                        | 0                     | (2,554,399)                        | (2,554,399)           | (263,035)                      | (1,352,130)                | 0                       | (4,169,564)                                |
| Transfers                                | 0  | 2,709,965                          | 0                     | 2,709,965                          | 2,709,965             | 0                              | 0                          | (2,709,965)             | 0  |
| <b>Balance at 30 June 2024</b>           | 93,525,000                                   | 163,068,799                        | 93,525,000            | 163,068,799                        | 256,593,799           | 2,062,055                      | 12,945,141                 | 9,666,082               | 281,267,077                                |
| <b>Comprises:</b>                        |  |                                    |                       |                                    |                       |                                |                            |                         |  |
| Gross balance amount at 30 June 2024     | 93,525,000                                   | 168,367,911                        | 93,525,000            | 168,367,911                        | 261,892,911           | 3,284,584                      | 18,237,957                 | 9,666,082               | 293,081,534                                |
| Accumulated depreciation at 30 June 2024 | 0  | (5,299,112)                        | 0                     | (5,299,112)                        | (5,299,112)           | (1,222,529)                    | (5,292,816)                | 0                       | (11,814,457)                               |
| <b>Balance at 30 June 2024</b>           | 93,525,000                                   | 163,068,799                        | 93,525,000            | 163,068,799                        | 256,593,799           | 2,062,055                      | 12,945,141                 | 9,666,082               | 281,267,077                                |



**CITY OF MANDURAH  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2024**

**8. PROPERTY, PLANT AND EQUIPMENT (Continued)**

**(b) Carrying Amount Measurements**

| Asset Class  | Fair Value Hierarchy | Valuation Technique          | Basis of Valuation                          | Date of Last Valuation | Inputs Used  |
|--|----------------------|------------------------------|---|------------------------|--|
| <b>(i) Fair Value - as determined at the last valuation date</b> |                      |                              |   |                        |  |
| <b>Land and buildings</b>  |                      |                              |   |                        |  |
| Land   | 2                    | Market Approach              | Independent registered valuer               | June 2022              | Selection of Land similar approximate utility                                  |
| Buildings - non-specialised                                      | 2                    | Depreciated Replacement Cost | Independent valuer and Management valuation | June 2022              | Historical cost per square floor area. Consumed benefit/obsolescence of asset. |

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used by the local government to determine the fair value of property, plant and equipment using either level 2 or level 3 inputs. The valuation techniques applied to property subject to lease was the same as that applied to property not subject to lease.

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**9. INFRASTRUCTURE**

**(a) Movements in Balances**

Movement in the balances of each class of infrastructure between the beginning and the end of the current financial year.

|  | Infrastructure -<br>roads | Infrastructure -<br>drainage | Infrastructure -<br>parks | Infrastructure -<br>work in progress | Other infrastructure -<br>coastal and estuary | Other infrastructure -<br>bridges | Other infrastructure -<br>other infrastructure | Total<br>Infrastructure |
|--|---------------------------|------------------------------|---------------------------|--------------------------------------|---|-----------------------------------|--|-------------------------|
|  | \$                        | \$                           | \$                        | \$                                   | \$  | \$                                | \$   | \$                      |
| <b>Balance at 1 July 2022</b>            | 346,510,552               | 160,347,953                  | 130,603,796               | 32,865,663                           | 51,410,266                                    | 69,184,352                        | 4,762,214                                      | 795,684,796             |
| Additions                                | 5,871,829                 | 980,006                      | 1,841,953                 | 5,364,205                            | 408,670                                       | 0                                 | 0  | 14,466,663              |
| (Disposals)                              | (1,104,722)               | (351,295)                    | (1,767,321)               | 0                                    | (1,126,258)                                   | 0                                 | (478,518)                                      | (4,828,114)             |
| Gifted Assets Cost                       | 4,674,504                 | 794,600                      | 879,254                   | 0                                    | 0   | 0                                 | 0  | 6,348,358               |
| Gifted Assets Accumulated Depreciation   | (22,465)                  | 0                            | (196,942)                 | 0                                    | 0   | 0                                 | 0  | (219,407)               |
| Depreciation                             | (13,151,101)              | (2,765,316)                  | (12,212,223)              | 0                                    | (2,501,510)                                   | (883,251)                         | (203,766)                                      | (31,717,167)            |
| <b>Balance at 30 June 2023</b>           | 342,778,597               | 159,005,948                  | 119,148,517               | 38,229,868                           | 48,191,168                                    | 68,301,101                        | 4,079,930                                      | 779,735,129             |
| <b>Comprises:</b>                        |                           |                              |                           |                                      |   |                                   |  |                         |
| Gross balance at 30 June 2023            | 592,720,863               | 219,952,294                  | 189,208,102               | 38,229,868                           | 105,579,979                                   | 88,325,118                        | 5,125,806                                      | 1,239,142,030           |
| Accumulated depreciation at 30 June 2023 | (249,942,266)             | (60,946,346)                 | (70,059,585)              | 0                                    | (57,388,811)                                  | (20,024,017)                      | (1,045,876)                                    | (459,406,901)           |
| <b>Balance at 30 June 2023</b>           | 342,778,597               | 159,005,948                  | 119,148,517               | 38,229,868                           | 48,191,168                                    | 68,301,101                        | 4,079,930                                      | 779,735,129             |
| Additions                                | 1,848,388                 | 0                            | 1,042,936                 | 12,005,400                           | 0   | 0                                 | 0  | 14,896,724              |
| (Disposals)                              | (2,405,592)               | (964,462)                    | (2,411,307)               | 0                                    | (482,913)                                     | 0                                 | 0  | (6,264,274)             |
| Gifted Assets Cost                       | 8,225,551                 | 3,534,137                    | 415,692                   | 0                                    | 0   | 0                                 | 0  | 12,175,380              |
| Gifted Assets Accumulated Depreciation   | (27,351)                  | (345,647)                    | (31,657)                  | 0                                    | 0   | 0                                 | 0  | (404,655)               |
| Depreciation                             | (12,824,446)              | (2,899,882)                  | (11,961,163)              | 0                                    | (2,378,917)                                   | (883,251)                         | (193,773)                                      | (31,141,432)            |
| Transfers                                | 6,259,598                 | 2,296,050                    | 3,542,130                 | (12,425,870)                         | 94,425  | 0                                 | 233,667  | 0                       |
| <b>Balance at 30 June 2024</b>           | 343,854,745               | 160,626,144                  | 109,745,148               | 37,809,398                           | 45,423,763                                    | 67,417,850                        | 4,119,824                                      | 768,996,872             |
| <b>Comprises:</b>                        |                           |                              |                           |                                      |   |                                   |  |                         |
| Gross balance at 30 June 2024            | 604,641,227               | 224,700,473                  | 189,181,347               | 37,809,398                           | 104,825,685                                   | 88,325,118                        | 5,359,473                                      | 1,254,842,721           |
| Accumulated depreciation at 30 June 2024 | (260,786,482)             | (64,074,329)                 | (79,436,199)              | 0                                    | (59,401,922)                                  | (20,907,268)                      | (1,239,649)                                    | (485,845,849)           |
| <b>Balance at 30 June 2024</b>           | 343,854,745               | 160,626,144                  | 109,745,148               | 37,809,398                           | 45,423,763                                    | 67,417,850                        | 4,119,824                                      | 768,996,872             |

**CITY OF MANDURAH**  
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**9. INFRASTRUCTURE (Continued)**

**(b) Carrying Amount Measurements**

| <b>Asset Class</b>   | <b>Fair Value Hierarchy</b> | <b>Valuation Technique</b>   | <b>Basis of Valuation</b>     | <b>Date of Last Valuation</b> | <b>Inputs Used</b>  |
|--|-----------------------------|------------------------------|-------------------------------|-------------------------------|---|
| <b>(i) Fair Value - as determined at the last valuation date</b> |                             |                              |                               |                               |   |
| <b>Infrastructure - roads</b>                                    | 3                           | Depreciated Replacement Cost | Independent registered valuer | June 2022                     | Construction costs, current condition, remaining useful lives. Consumed economic benefit/obsolescence of asset. |
| <b>Infrastructure - drainage</b>                                 | 3                           | Depreciated Replacement Cost | Independent registered valuer | June 2022                     | Construction costs, current condition, remaining useful lives. Consumed economic benefit/obsolescence of asset. |
| <b>Infrastructure - parks</b>                                    | 3                           | Depreciated Replacement Cost | Independent registered valuer | June 2022                     | Construction costs, current condition, remaining useful lives. Consumed economic benefit/obsolescence of asset. |
| <b>Other infrastructure - coastal and estuary</b>                | 3                           | Depreciated Replacement Cost | Independent registered valuer | June 2022                     | Construction costs, current condition, remaining useful lives. Consumed economic benefit/obsolescence of asset. |
| <b>Other infrastructure - bridges</b>                            | 3                           | Depreciated Replacement Cost | Independent registered valuer | June 2022                     | Construction costs, current condition, remaining useful lives. Consumed economic benefit/obsolescence of asset. |
| <b>Other infrastructure - other infrastructure</b>               | 3                           | Depreciated Replacement Cost | Independent registered valuer | June 2022                     | Construction costs, current condition, remaining useful lives. Consumed economic benefit/obsolescence of asset. |

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used to determine the fair value of infrastructure using level 3 inputs.

**CITY OF MANDURAH**  
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**10. FIXED ASSETS**

**(a) Depreciation**

**Depreciation rates**

Typical estimated useful lives for the different asset classes for the current and prior years are included in the table below:

| <b>Asset Class</b>                   | <b>Useful life</b>           |
|--------------------------------------|------------------------------|
| Buildings - non-specialised          | 20 to 110 years              |
| Furniture and equipment              | 1 to 30 years                |
| Plant and equipment                  | 1 to 35 years                |
| Infrastructure - roads               | 1 to 115 years               |
| Infrastructure - drainage            | 1 to 100 years               |
| Infrastructure - parks               | 1 to 100 years               |
| Infrastructure - coastal and estuary | 1 to 100 years               |
| Infrastructure - bridges             | 60 to 115 years              |
| Infrastructure - other               | 5 to 100 years               |
| Right of use - plant and equipment   | Based on the remaining lease |

**(b) Fully Depreciated Assets in Use**

The gross carrying amount of assets held by the City which are currently in use yet fully depreciated are shown in the table below.

|                     | <b>2024</b>       | <b>2023</b>      |
|---------------------|-------------------|------------------|
|                     | <b>\$</b>         | <b>\$</b>        |
| Plant and equipment | 199,314           | 102,680          |
| Infrastructure      | 14,550,365        | 8,027,513        |
|                     | <b>14,749,679</b> | <b>8,130,193</b> |

**CITY OF MANDURAH  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
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**10. FIXED ASSETS (Continued)**

**MATERIAL ACCOUNTING POLICIES**

**Initial recognition**

An item of property, plant and equipment or infrastructure that qualifies for recognition as an asset is measured at its cost.

Upon initial recognition, cost is determined as the amount paid (or other consideration given) to acquire the assets, plus costs incidental to the 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. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition.

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

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

Individual assets that are land, buildings and infrastructure acquired between scheduled revaluation dates of the asset class in accordance with the City's revaluation policy, are recognised at cost and disclosed as being at reportable value.

**Measurement after recognition**

Plant and equipment including furniture and equipment and right-of-use assets (other than vested improvements) are measured using the cost model as required under *Local Government (Financial Management) Regulation 17A(2)*. Assets held under the cost model are carried at cost less accumulated depreciation and any impairment losses being their reportable value.

**Reportable Value**

In accordance with *Local Government (Financial Management) Regulation 17A(2)*, the carrying amount of non-financial assets that are *land and buildings classified as property, plant and equipment*, investment properties, infrastructure or vested improvements that the local government controls.

Reportable value is for the purpose of *Local Government (Financial Management) Regulation 17A(4)* is the fair value of the asset at its last valuation date minus (to the extent applicable) the accumulated depreciation and any accumulated impairment losses in respect of the non-financial asset subsequent to its last valuation date.

**Revaluation**

Land and buildings classified as property, plant and equipment, *infrastructure or vested improvements that the local government controls* and measured at reportable value, are only required to be revalued every five years in accordance with the regulatory framework. This includes buildings and infrastructure items which were pre-existing improvements (i.e. vested improvements) on land vested in the City.

Whilst the regulatory framework only requires a revaluation to occur every five years, it also provides for the City to revalue earlier if it chooses to do so.

For land, buildings and infrastructure, increases in the carrying amount arising on revaluation of asset classes are credited to a revaluation surplus in equity.

Decreases that offset previous increases of the same class of asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

Subsequent increases are then recognised in profit or loss to the extent they reverse a net revaluation decrease previously recognised in profit or loss for the same class of asset.

**Depreciation**

The depreciable amount of all property, plant and equipment and infrastructure, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

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

**Depreciation on revaluation**

When an item of property, plant and equipment and infrastructure is revalued, any accumulated depreciation at the date of the revaluation is treated in one of the following ways:

- (i) The gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset.
- (ii) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

**Impairment**

In accordance with *Local Government (Financial Management) Regulations 17A(4C)*, the City is not required to comply with *AASB 136 Impairment of Assets* to determine the recoverable amount of its non-financial assets that are land or buildings classified as property, plant and equipment, infrastructure or vested improvements that the local government controls in circumstances where there has been an impairment indication of a general decrease in asset values.

In other circumstances where it has been assessed that one or more of these non-financial assets are impaired, the 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 or losses on disposal**

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income in the period in which they arise.

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**11. LEASES**

**(a) Right-of-Use Assets**

Movement in the balance of each class of right-of-use asset between the beginning and the end of the current financial year.

|                                | <b>Note</b> | <b>Right-of-use assets - plant and equipment</b> | <b>Right-of-use assets Total</b> |
|--------------------------------|-------------|--|----------------------------------|
|                                |             | <b>\$</b>  | <b>\$</b>                        |
| <b>Balance at 1 July 2022</b>  |             | 433,934  | 433,934                          |
| Lease movement                 |             | 667,229  | 667,229                          |
| Depreciation                   |             | (552,349)  | (552,349)                        |
| <b>Balance at 30 June 2023</b> |             | 548,814  | 548,814                          |
| Additions                      |             | 507,877  | 507,877                          |
| Depreciation                   |             | (443,210)  | (443,210)                        |
| <b>Balance at 30 June 2024</b> |             | 613,481  | 613,481                          |

The following amounts were recognised in the statement of comprehensive income during the period in respect of leases where the City is the lessee:

|   |       | <b>2024 Actual</b> | <b>2023 Actual</b> |
|---|-------|--------------------|--------------------|
|   |       | <b>\$</b>          | <b>\$</b>          |
| Depreciation on right-of-use assets                                     |       | (443,210)          | (552,349)          |
| Finance charge on lease liabilities                                     | 29(d) | (21,659)           | (13,767)           |
| Low-value asset lease payments recognised as expense                    |       | (446,631)          | (387,402)          |
| <b>Total amount recognised in the statement of comprehensive income</b> |       | (911,500)          | (953,518)          |
| Total cash outflow from leases  |       | (459,981)          | (559,121)          |
| <b>(b) Lease Liabilities</b>  |       |                    |                    |
| Current   |       | 254,514            | 210,703            |
| Non-current   |       | 388,928            | 363,184            |
|   | 29(d) | 643,442            | 573,887            |

**Secured liabilities and assets pledged as security**

Lease liabilities are effectively secured, as the rights to the leased assets recognised in the financial statements revert to the lessor in the event of default.

**MATERIAL ACCOUNTING POLICIES**

**Leases**

At inception of a contract, the City assesses if the contract contains or is a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified for a period of time in exchange for consideration.

At the commencement date, a right-of-use asset is recognised at cost and lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the City uses its incremental borrowing rate.

All contracts that are classified as short-term leases (i.e. a lease with a term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Details of individual lease liabilities required by regulations are provided at Note 29(d).

**Right-of-use assets - measurement**

Right-of-use assets are measured at cost. All right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost (i.e. not recognised in the Statement of Financial Position). The exception is vested improvements on concessionary land leases such as roads, buildings or other infrastructure which are reported at fair value.

Refer to Note 10 under revaluation for details on the material accounting policies applying to vested improvements.

**Right-of-use assets - depreciation**

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset, whichever is the shorter. Where a lease transfers ownership of the underlying asset, or the cost of the right-of-use asset reflects that the City anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**11. LEASES (Continued)**

**(c) Lessor - Property, Plant and Equipment Subject to Lease**

The table below represents a maturity analysis of the undiscounted lease payments to be received after the reporting date.

Less than 1 year  
1 to 2 years  
2 to 3 years  
3 to 4 years  
4 to 5 years  
> 5 years

| 2024<br>Actual | 2023<br>Actual |
|----------------|----------------|
| \$             | \$             |
| 1,529,305      | 1,082,166      |
| 1,164,660      | 1,055,934      |
| 1,150,150      | 1,053,484      |
| 1,166,281      | 1,062,835      |
| 1,146,086      | 1,069,649      |
| 12,249,055     | 12,744,211     |
| 18,405,537     | 18,068,279     |

Lease payments for some contracts include CPI increases, but there are no other variable lease payments that depend on an index or rate. Although the City is exposed to changes in the residual value at the end of the current leases, the City group typically enters into new operating leases and therefore will not immediately realise any reduction in residual value at the end of these leases. Expectations about the future residual values are reflected in the fair value of the properties.

Refer to note 12 for details of leased investment property.

**MATERIAL ACCOUNTING POLICIES**

**The City as Lessor**

Upon entering into each contract as a lessor, the City assesses if the lease is a finance or operating lease.

The contract is classified as a finance lease when the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases not within this definition are classified as operating leases. Rental income received from operating leases is recognised on a straight-line basis over the term of the specific lease.

Initial direct costs incurred in entering into an operating lease (eg legal cost, cost to setup) are included in the carrying amount of the leased asset and recognised as an expense on a straight-line basis over the lease term.

When a contract is determined to include lease and non-lease components, the City applies AASB 15 *Revenue from Contracts with Customers* to allocate the consideration under the contract to each component.

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**12. INVESTMENT PROPERTY**

**Non-current assets - at reportable value**

Carrying balance at 1 July  
Closing balance at 30 June

**Amounts recognised in profit or loss for investment properties**

Rental income  
Direct operating expenses from property that generated rental income

| <b>2024</b>   | <b>2023</b>   |
|---------------|---------------|
| <b>Actual</b> | <b>Actual</b> |
| <b>\$</b>     | <b>\$</b>     |
| 10,683,760    | 10,683,760    |
| 10,683,760    | 10,683,760    |
| 728,438       | 728,438       |
| (21,849)      | (16,966)      |

**MATERIAL ACCOUNTING POLICIES**

**Investment properties**

Investment properties are principally freehold buildings, held for long-term rental yields and not occupied by the City.

In accordance with *Local Government (Financial Management) Regulation 17A(2)*, the carrying amount of non-financial assets that are investment properties, are shown at their reportable value.

Reportable value for the purposes of *Local Government (Financial Management) Regulation 17A(4)* is the fair value of the asset at its last valuation date.

**Revaluation**

In accordance with the regulatory framework, investment properties are required to be revalued whenever required by AASB 140 and, in any event, every five years.

**Fair value of investment properties**

A management valuation was performed to determine the fair value of investment properties. The main Level 3 inputs used in the valuation were discount rates, yields, expected vacancy rates and rental growth rates estimated by management based on comparable transactions and industry data.



**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**13. TRADE AND OTHER PAYABLES**

**Current**

|   |  |
|---|--|
| Sundry creditors                        |  |
| Prepaid rates                           |  |
| Accrued payroll liabilities             |  |
| Bonds and deposits held                 |  |
| Other payables - receipts in advance    |  |
| Other payables - other accrued expenses |  |
| Other payables - retention monies       |  |

| 2024       | 2023       |
|------------|------------|
| \$         | \$         |
| 6,473,385  | 8,429,452  |
| 5,325,000  | 4,820,082  |
| 1,239,653  | 1,460,662  |
| 4,661,400  | 4,728,860  |
| 0          | 7,643      |
| 51,871     | 64,448     |
| 220,013    | 276,713    |
| 17,971,322 | 19,787,860 |

**MATERIAL ACCOUNTING POLICIES**

**Financial liabilities**

Financial liabilities are initially recognised at fair value when the City becomes a party to the contractual provisions of the instrument.

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

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 any consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

**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 usually paid within 30 days of recognition. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.

**Prepaid rates**

Prepaid rates are, until the taxable event has occurred (start of the next financial year), refundable at the request of the ratepayer. Rates received in advance are initially recognised as a financial liability. When the taxable event occurs, the financial liability is extinguished and the City recognises income for the prepaid rates that have not been refunded.

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**14. OTHER LIABILITIES**

**Current**

|  | 2024      | 2023      |
|--|-----------|-----------|
|  | \$        | \$        |
| Contract liabilities                             | 253,428   | 108,453   |
| Capital grant/contributions liabilities          | 4,812,548 | 6,547,243 |
| Other Liabilities - Interest Earning Liabilities | 920,018   | 705,954   |
|  | 5,985,994 | 7,361,650 |

**Non-current**

|  |           |           |
|--|-----------|-----------|
| Capital grant/contributions liabilities          | 1,215,909 | 1,215,909 |
| Other Liabilities - Interest Earning Liabilities | 3,648,255 | 3,488,090 |
|  | 4,864,164 | 4,703,999 |

**Reconciliation of changes in contract liabilities**

|   |           |           |
|---|-----------|-----------|
| Opening balance   | 108,453   | 45,000    |
| Additions   | 253,428   | 378,967   |
| Revenue from contracts with customers included as a contract liability at the start of the period | (108,453) | (315,514) |
|   | 253,428   | 108,453   |

The aggregate amount of the performance obligations unsatisfied (or partially unsatisfied) in relation to these contract liabilities was \$6281885 (2023: \$7,871,605)

The City expects to satisfy the performance obligations, from contracts with customers unsatisfied at the end of the reporting period, within the next 12 months.

**Reconciliation of changes in capital grant/contribution liabilities**

|   |             |             |
|---|-------------|-------------|
| Opening balance   | 7,763,152   | 6,530,034   |
| Additions   | 2,029,581   | 6,866,165   |
| Revenue from capital grant/contributions held as a liability at the start of the period | (3,764,276) | (5,633,047) |
|   | 6,028,457   | 7,763,152   |

**Expected satisfaction of capital grant/contribution liabilities**

|                  |           |           |
|------------------|-----------|-----------|
| Less than 1 year | 4,812,548 | 6,547,243 |
| 1 to 2 years     | 1,215,909 | 1,215,909 |
| 2 to 3 years     | 0         | 0         |
| 3 to 4 years     | 0         | 0         |
| 4 to 5 years     | 0         | 0         |
| > 5 years        | 0         | 0         |
|                  | 6,028,457 | 7,763,152 |

Performance obligations in relation to capital grant/contribution liabilities are satisfied as project milestones are met or completion of construction or acquisition of the asset.

**MATERIAL ACCOUNTING POLICIES**

**Contract liabilities**

Contract liabilities represent the City's obligation to transfer goods or services to a customer for which the City has received consideration from the customer.

Contract liabilities represent obligations which are not yet satisfied. Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

**Capital grant/contribution liabilities**

Capital grant/contribution liabilities represent the City's obligations to construct recognisable non-financial assets to identified specifications to be controlled by the City which are yet to be satisfied. Capital grant/contribution liabilities are recognised as income when the obligations in the contract are satisfied.

Fair values for non-current capital grant/contribution liabilities, not expected to be extinguished within 12 months, are based on discounted cash flows of expected cashflows to satisfy the obligations using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 25(i)) due to the unobservable inputs, including own credit risk.

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**15. BORROWINGS**

|                                 | Note  | 2024      |             |            | 2023      |             |            |
|---------------------------------|-------|-----------|-------------|------------|-----------|-------------|------------|
|                                 |       | Current   | Non-current | Total      | Current   | Non-current | Total      |
| <b>Secured</b>                  |       | \$        | \$          | \$         | \$        | \$          | \$         |
| Debentures                      |       | 5,317,216 | 21,204,784  | 26,522,000 | 4,361,670 | 19,202,243  | 23,563,913 |
| <b>Total secured borrowings</b> | 29(a) | 5,317,216 | 21,204,784  | 26,522,000 | 4,361,670 | 19,202,243  | 23,563,913 |

**Secured liabilities and assets pledged as security**

Debentures, bank overdrafts and bank loans are secured by a floating charge over the assets of the City of Mandurah.

The City of Mandurah has complied with the financial covenants of its borrowing facilities during the 2024 and 2023 years.

**MATERIAL ACCOUNTING POLICIES**

**Borrowing costs**

The City has elected to recognise borrowing costs as an expense when incurred regardless of how the borrowings are applied.

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature. Borrowings fair values are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 25(i)) due to the unobservable inputs, including own credit risk.

**Risk**

Information regarding exposure to risk can be found at Note 23.

Details of individual borrowings required by regulations are provided at Note 29(a).

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**16. EMPLOYEE RELATED PROVISIONS**

**Employee Related Provisions**

|  | <b>2024</b>       | <b>2023</b>       |
|--|-------------------|-------------------|
|  | <b>\$</b>         | <b>\$</b>         |
| <b>Current provisions</b>                            |                   |                   |
| <b>Employee benefit provisions</b>                   |                   |                   |
| Annual leave   | 4,821,053         | 4,714,952         |
| Long service leave                                   | 4,886,946         | 4,786,776         |
|  | <b>9,707,999</b>  | <b>9,501,728</b>  |
| <b>Total current employee related provisions</b>     | <b>9,707,999</b>  | <b>9,501,728</b>  |
| <b>Non-current provisions</b>                        |                   |                   |
| <b>Employee benefit provisions</b>                   |                   |                   |
| Long service leave                                   | 790,650           | 811,107           |
|  | <b>790,650</b>    | <b>811,107</b>    |
| <b>Total non-current employee related provisions</b> | <b>790,650</b>    | <b>811,107</b>    |
| <b>Total employee related provisions</b>             | <b>10,498,649</b> | <b>10,312,835</b> |

Provision is made for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave and associated on costs for services rendered up to the reporting date and recorded as an expense during the period the services are delivered.

Annual leave liabilities are classified as current, as there is no unconditional right to defer settlement for at least 12 months after the end of the reporting period. Assessments indicate that actual settlement of the liabilities is expected to occur as follows:

|   | <b>Note</b> | <b>2024</b>       | <b>2023</b>       |
|---|-------------|-------------------|-------------------|
|   |             | <b>\$</b>         | <b>\$</b>         |
| <b>Amounts are expected to be settled on the following basis:</b> |             |                   |                   |
| Less than 12 months after the reporting date                      |             | 4,821,053         | 4,714,952         |
| More than 12 months from reporting date                           |             | 5,677,596         | 5,597,882         |
|   |             | <b>10,498,649</b> | <b>10,312,834</b> |

**MATERIAL ACCOUNTING POLICIES**

**Employee benefits**

The City's obligations for employees' annual leave, long service leave and other employee leave entitlements are recognised as employee related provisions in the Statement of Financial Position.

**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) amounts 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.

**Other long-term employee benefits**

Long-term employee benefits provisions 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 remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in 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.

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**17. OTHER PROVISIONS**

|                                       | <b>Provision for Workers<br/>Compensation</b> | <b>Total</b> |
|---------------------------------------|---|--------------|
|                                       | <b>\$</b>                                     | <b>\$</b>    |
| <b>Opening balance at 1 July 2023</b> |   |              |
| Current provisions                    | 624,543                                       | 624,543      |
|                                       | 624,543                                       | 624,543      |
| Amounts used                          | (294,208)                                     | (294,208)    |
| <b>Balance at 30 June 2024</b>        | 330,335                                       | 330,335      |
| <b>Comprises</b>                      |   |              |
| Current                               | 330,335                                       | 330,335      |
|                                       | 330,335                                       | 330,335      |

**Other provisions**

Amounts which are expected to be paid out within 12 months of the reporting date are classified as current. Exact timing of payment of non-current obligations is unable to be reliably estimated as it is dependent on factors beyond the control of the local government.

**MATERIAL ACCOUNTING POLICIES**

**Provisions**

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

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

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**18. REVALUATION SURPLUS**

|  | <b>2024</b>        | <b>Total</b>       | <b>2024</b>        | <b>2023</b>        | <b>Total</b>       | <b>2023</b>        |
|--|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|  | <b>Opening</b>     | <b>Movement on</b> | <b>Closing</b>     | <b>Opening</b>     | <b>Movement on</b> | <b>Closing</b>     |
|  | <b>Balance</b>     | <b>Revaluation</b> | <b>Balance</b>     | <b>Balance</b>     | <b>Revaluation</b> | <b>Balance</b>     |
|  | <b>\$</b>          | <b>\$</b>          | <b>\$</b>          | <b>\$</b>          | <b>\$</b>          | <b>\$</b>          |
| Revaluation surplus - Land - freehold land                       | 75,390,270         | 0                  | 75,390,270         | 75,390,270         | 0                  | 75,390,270         |
| Revaluation surplus - Buildings - non-specialised                | 89,853,505         | 0                  | 89,853,505         | 89,853,505         | 0                  | 89,853,505         |
| Revaluation surplus - Furniture and equipment                    | 1,001,625          | 0                  | 1,001,625          | 1,001,625          | 0                  | 1,001,625          |
| Revaluation surplus - Plant and equipment                        | 188,092            | 0                  | 188,092            | 188,092            | 0                  | 188,092            |
| Revaluation surplus - Infrastructure - roads                     | 227,256,653        | 0                  | 227,256,653        | 227,256,653        | 0                  | 227,256,653        |
| Revaluation surplus - Infrastructure - drainage                  | 118,790,040        | 0                  | 118,790,040        | 118,790,040        | 0                  | 118,790,040        |
| Revaluation surplus - Infrastructure - parks                     | 188,952,729        | 0                  | 188,952,729        | 188,952,729        | 0                  | 188,952,729        |
| Revaluation surplus - Other infrastructure - coastal and estuary | 42,449,246         | 0                  | 42,449,246         | 42,449,246         | 0                  | 42,449,246         |
| Revaluation surplus - Other infrastructure - bridges             | 24,230,622         | 0                  | 24,230,622         | 24,230,622         | 0                  | 24,230,622         |
| Revaluation surplus - Other infrastructure - cultural            | 17,691,148         | 0                  | 17,691,148         | 17,691,148         | 0                  | 17,691,148         |
|  | <b>785,803,930</b> | <b>0</b>           | <b>785,803,930</b> | <b>785,803,930</b> | <b>0</b>           | <b>785,803,930</b> |

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**19. 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. Cash at the end of the reporting period is reconciled to the related items in the Statement of Financial Position as follows:

|  | <b>Note</b> | <b>2024<br/>Actual<br/>\$</b> | <b>2023<br/>Actual<br/>\$</b> |
|--|-------------|-------------------------------|-------------------------------|
| Cash and cash equivalents  | 3           | 74,477,069                    | 69,919,904                    |
| <b>Restrictions</b>  |             |                               |                               |
| The following classes of financial assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used: |             |                               |                               |
| - Cash and cash equivalents  | 3           | 70,135,679                    | 52,686,514                    |
| - Financial assets at amortised cost   | 4           | 6,512,395                     | 12,357,618                    |
|  |             | 76,648,074                    | 65,044,132                    |
| The restricted financial assets are a result of the following specific purposes to which the assets may be used:   |             |                               |                               |
| Restricted reserve accounts  | 30          | 69,472,383                    | 62,819,360                    |
| Contract liabilities   | 14          | 253,428                       | 0                             |
| Capital grant liabilities  | 14          | 4,812,548                     | 0                             |
| Unspent loans  | 29(c)       | 2,109,715                     | 2,224,772                     |
| <b>Total restricted financial assets</b>   |             | 76,648,074                    | 65,044,132                    |

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

|  |  |              |             |
|--|--|--------------|-------------|
| Net result   |  | 1,325,592    | (9,197,014) |
| Non-cash items:  |  |              |             |
| Adjustments to fair value of financial assets at fair value through profit or loss |  | 251,584      | 9,586       |
| Depreciation/amortisation  |  | 35,755,740   | 36,638,351  |
| (Profit)/loss on sale of asset   |  | 7,057,737    | 4,524,403   |
| Impairment of plant and equipment  |  | 0            | 0           |
| Assets received for substantially less than fair value                             |  | (11,770,725) | (6,128,951) |
| Changes in assets and liabilities:   |  |              |             |
| (Increase)/decrease in trade and other receivables                                 |  | (5,558,856)  | 998,102     |
| (Increase)/decrease in other assets  |  | 30,882       | (617,750)   |
| (Increase)/decrease in inventories   |  | (143,059)    | 707,924     |
| Increase/(decrease) in trade and other payables                                    |  | (1,816,538)  | 2,344,584   |
| Increase/(decrease) in employee related provisions                                 |  | 185,814      | 818,767     |
| Increase/(decrease) in other provisions  |  | (294,208)    | (46,904)    |
| Increase/(decrease) in other liabilities   |  | (1,215,491)  | 1,296,571   |
| Capital grants, subsidies and contributions  |  | (12,181,402) | (8,297,216) |
| Net cash provided by/(used in) operating activities                                |  | 11,627,070   | 23,050,453  |

**(c) Undrawn Borrowing Facilities**

**Credit Standby Arrangements**

|                                      |          |          |
|--------------------------------------|----------|----------|
| Bank overdraft limit                 | 0        | 0        |
| Bank overdraft at balance date       | 0        | 0        |
| Credit card limit                    | 200,000  | 200,000  |
| Credit card balance at balance date  | (39,971) | (43,196) |
| <b>Total amount of credit unused</b> | 160,029  | 156,804  |

**Loan facilities**

|  |            |            |
|--|------------|------------|
| Loan facilities - current                      | 5,317,216  | 4,925,859  |
| Loan facilities - non-current                  | 21,204,784 | 18,638,054 |
| <b>Total facilities in use at balance date</b> | 26,522,000 | 23,563,913 |
| <b>Unused loan facilities at balance date</b>  | 2,109,715  | 2,224,772  |

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**20. CONTINGENT LIABILITIES**

The City has no identified contingent liabilities at the reporting date.

**21. CAPITAL COMMITMENTS**

|                                | 2024       | 2023       |
|--------------------------------|------------|------------|
|                                | \$         | \$         |
| Contracted for:                |            |            |
| - capital expenditure projects | 17,023,816 | 11,187,623 |
| - plant & equipment purchases  | 2,300,720  | 1,368,006  |
|                                | 19,324,536 | 12,555,629 |
| Payable:                       |            |            |
| - not later than one year      | 19,324,536 | 12,555,629 |

The capital expenditure projects outstanding at the end of the current reporting period represent the renovation and improvement of the City's Parks, Reserves, Eastern Foreshore, Dawesville Community Centre and Fleet Vehicles (the prior year commitment was mainly for renovation and improvement of the City's Parks, Reserves, MARC Roof and Fleet Vehicles).



**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**22. RELATED PARTY TRANSACTIONS**

**(a) Elected Member Remuneration**

Fees, expenses and allowances to be paid or reimbursed to elected council members.

| Note   | 2024<br>Actual<br>\$ | 2024<br>Budget<br>\$ | 2023<br>Actual<br>\$ |
|--|----------------------|----------------------|----------------------|
| Mayor's annual allowance                                     | 91,997               | 91,997               | 91,997               |
| Mayor's meeting attendance fees                              | 49,435               | 49,435               | 48,704               |
| Mayor's other expenses                                       | 2,458                | 11,132               | 907                  |
| Mayor's annual allowance for ICT expenses                    | 3,500                | 3,500                | 3,500                |
|  | 147,390              | 156,064              | 145,108              |
| Deputy Mayor's annual allowance                              | 22,999               | 22,999               | 22,999               |
| Deputy Mayor's meeting attendance fees                       | 32,960               | 32,960               | 32,470               |
| Deputy Mayor's other expenses                                | 1,730                | 6,595                | 2,299                |
| Deputy Mayor's annual allowance for ICT expenses             | 3,500                | 3,500                | 3,500                |
| Deputy Mayor's travel and accommodation expenses             | 2,394                | 0                    | 0                    |
|  | 63,583               | 66,054               | 61,268               |
| All other council member's meeting attendance fees           | 362,830              | 362,788              | 353,964              |
| All other council member's other expenses                    | 19,596               | 67,740               | 0                    |
| All other council member's annual allowance for ICT expenses | 38,500               | 38,500               | 38,500               |
| All other council member's travel and accommodation expenses | 3,948                | 0                    | 5,614                |
|  | 424,874              | 469,028              | 398,078              |
| 22(b)  | 635,847              | 691,146              | 604,454              |

**(b) Key Management Personnel (KMP) Compensation**

The total of compensation paid to KMP of the City during the year are as follows:

|                                     |           |           |
|-------------------------------------|-----------|-----------|
| Short-term employee benefits        | 2,502,187 | 2,634,802 |
| Post-employment benefits            | 345,682   | 384,040   |
| Employee - other long-term benefits | 65,419    | 67,601    |
| Employee - termination benefits     | 232,562   | 96,168    |
| Council member costs                | 635,847   | 604,454   |
| 22(a)                               | 3,781,697 | 3,787,065 |

*Short-term employee benefits*

These amounts include all salary and fringe benefits awarded to KMP except for details in respect to fees and benefits paid to council members which may be separately found in the table above.

*Post-employment benefits*

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

*Other long-term benefits*

These amounts represent annual leave and long service leave entitlements accruing during the year.

*Termination benefits*

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

*Council member costs*

These amounts represent payments of member fees, expenses, allowances and reimbursements during the year.

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NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2024

22. RELATED PARTY TRANSACTIONS

Transactions with related parties

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

No outstanding balances or provisions for doubtful debts or guarantees exist in relation to related parties at year end.

In addition to KMP compensation above the following transactions occurred with related parties:

|   | 2024<br>Actual<br>\$ | 2023<br>Actual<br>\$ |
|---|----------------------|----------------------|
| Purchase of goods and services                        | 913,851              | 1,194,184            |
| Payment of council member costs (Refer to Note 22(a)) | 635,847              | 604,454              |

Related Parties

The City's main related parties are as follows:

- i. Key management personnel  
Any person(s) having authority and responsibility for planning, directing and controlling the activities of the City, directly or indirectly, including any council member, are considered key management personnel and are detailed in Notes 22(a) and 22(b).
- ii. Other Related Parties  
There were no such entities requiring disclosure during the current or previous year.
- iii. Entities subject to significant influence by the City  
There were no such entities requiring disclosure during the current or previous year.

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**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**23. FINANCIAL RISK MANAGEMENT**

This note explains the City's exposure to financial risks and how these risks could affect the City's future financial performance.

| <b>Risk</b>                         | <b>Exposure arising from</b>  | <b>Measurement</b>                | <b>Management</b>  |
|-------------------------------------|---|-----------------------------------|--|
| <b>Market risk - interest rates</b> | Long term borrowings at variable rates  | Sensitivity analysis              | Utilise fixed interest rate borrowings                             |
| <b>Credit risk</b>                  | Cash and cash equivalents, trade receivables, financial assets and debt investments | Aging analysis<br>Credit analysis | Diversification of bank deposits, credit limits. Investment policy |
| <b>Liquidity risk</b>               | Borrowings and other liabilities  | Rolling cash flow forecasts       | Availability of committed credit lines and borrowing facilities    |

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

Financial risk management is carried out by the finance department under policies approved by the council. The finance department identifies, evaluates and manages financial risks in close co-operation with the operating divisions. Council have approved the overall risk management policy and provide policies on specific areas such as investment policy.

**(a) Interest rate risk**

**Cash and cash equivalents**

The City's main interest rate risk arises from cash and cash equivalents with variable interest rates, which exposes the City to cash flow interest rate risk. Short term overdraft facilities also have variable interest rates however these are repaid within 12 months, reducing the risk level to minimal.

Excess cash and cash equivalents are invested in fixed interest rate term deposits which do not expose the City to cash flow interest rate risk. Cash and cash equivalents required for working capital are held in variable interest rate accounts and non-interest bearing accounts. Carrying amounts of cash and cash equivalents at the 30 June and the weighted average interest rate across all cash and cash equivalents, term deposits, and Treasury bonds held disclosed as financial assets at amortised cost are reflected in the table below.

|  | <b>Weighted<br/>Average<br/>Interest Rate</b> | <b>Carrying<br/>Amounts</b> | <b>Fixed<br/>Interest Rate</b> | <b>Variable<br/>Interest Rate</b> | <b>Non Interest<br/>Bearing</b> |
|--|---|-----------------------------|--------------------------------|-----------------------------------|---------------------------------|
|  | <b>%</b>                                      | <b>\$</b>                   | <b>\$</b>                      | <b>\$</b>                         | <b>\$</b>                       |
| <b>2024</b>  |   |                             |                                |                                   |                                 |
| Cash and cash equivalents                          | 4.32%   | 74,477,069                  | 44,334,660                     | 30,142,409                        | 0                               |
| Financial assets at amortised cost - term deposits | 5.08%   | 6,512,395                   | 6,512,395                      | 0                                 | 0                               |
| <b>2023</b>  |   |                             |                                |                                   |                                 |
| Cash and cash equivalents                          | 3.99%   | 69,919,904                  | 38,475,282                     | 31,444,622                        | 0                               |
| Financial assets at amortised cost - term deposits | 4.62%   | 12,357,618                  | 12,357,618                     | 0                                 | 0                               |

**Sensitivity**

Profit or loss is sensitive to higher/lower interest income from cash and cash equivalents as a result of changes in interest rates.

|   | <b>2024</b> | <b>2023</b> |
|---|-------------|-------------|
|   | <b>\$</b>   | <b>\$</b>   |
| Impact of a 1% movement in interest rates on profit or loss and equity* | 301,424     | 314,446     |

\* Holding all other variables constant

**Borrowings**

Borrowings are subject to interest rate risk - the risk that movements in interest rates could adversely affect funding costs. The City manages this risk by borrowing long term and fixing the interest rate to the situation considered the most advantageous at the time of negotiation. The City does not consider there to be any interest rate risk in relation to borrowings. Details of interest rates applicable to each borrowing may be found at Note 29(a).

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**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**23. FINANCIAL RISK MANAGEMENT (Continued)**

**(b) Credit risk**

***Trade and Other Receivables***

The City's major trade and other receivables comprise contractual non-statutory user fees and charges, grants, contributions and reimbursements. The major risk associated with these receivables is credit risk – the risk that the debts may not be repaid. The City manages this risk by monitoring outstanding debt and employing debt recovery policies.

The level of outstanding receivables is reported to council monthly and benchmarks are set and monitored for acceptable collection performance.

The City applies the AASB 9 Financial Instruments simplified approach to measuring expected credit losses using a lifetime expected loss allowance for all trade and other receivables. To measure the expected credit losses, receivables from grants, contributions and reimbursements are separated from other trade receivables due to the difference in payment terms and security.

The expected loss rates are based on the payment profiles of trade and other receivables over a period of 36 months before 1 July 2023 or 1 July 2024 respectively and the corresponding historical losses experienced within this period. Historical credit loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors such as the ability of users to settle the receivables.

The loss allowance as at 30 June 2024 and 30 June 2023 was determined as follows for trade and other receivables.

|                             | Current   | More than 30<br>days past due | More than 60<br>days past due | More than 90<br>days past due | Total     |
|-----------------------------|-----------|-------------------------------|-------------------------------|-------------------------------|-----------|
| <b>30 June 2024</b>         |           |                               |                               |                               |           |
| Trade and other receivables |           |                               |                               |                               |           |
| Expected credit loss        | 0.00%     | 25.57%                        | 21.13%                        | 21.93%                        |           |
| Gross carrying amount       | 1,169,395 | 49,917                        | 41,628                        | 885,038                       | 2,145,978 |
| Loss allowance              | 0         | 12,761                        | 8,798                         | 194,052                       | 215,611   |
| Rates receivable            |           |                               |                               |                               |           |
| Expected credit loss        | 0.00%     | 0.00%                         | 0.00%                         | 0.00%                         |           |
| Gross carrying amount       | 0         | 0                             | 0                             | 5,348,406                     | 5,348,406 |
| Loss allowance              | 0         | 0                             | 0                             | 0                             | 0         |
| <b>30 June 2023</b>         |           |                               |                               |                               |           |
| Trade and other receivables |           |                               |                               |                               |           |
| Expected credit loss        | 0.00%     | 20.13%                        | 5.86%                         | 17.48%                        |           |
| Gross carrying amount       | 434,916   | 82,887                        | 131,468                       | 964,679                       | 1,613,951 |
| Loss allowance              | 0         | 16,688                        | 7,700                         | 168,581                       | 192,969   |
| Rates receivable            |           |                               |                               |                               |           |
| Expected credit loss        | 0.00%     | 0.00%                         | 0.00%                         | 0.00%                         |           |
| Gross carrying amount       | 160,172   | 148,790                       | 144,561                       | 3,255,134                     | 3,708,657 |
| Loss allowance              | 0         | 0                             | 0                             | 0                             | 0         |

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**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**23. FINANCIAL RISK MANAGEMENT (Continued)**

**(b) Credit risk**

The loss allowances for trade, other receivables and contract assets as at 30 June reconcile to the opening loss allowances as follows:

|   | <b>Rates receivables</b> |                        | <b>Trade and other receivables</b> |                        | <b>Contract Assets</b> |                        |
|---|--------------------------|------------------------|------------------------------------|------------------------|------------------------|------------------------|
|   | <b>2024<br/>Actual</b>   | <b>2023<br/>Actual</b> | <b>2024<br/>Actual</b>             | <b>2023<br/>Actual</b> | <b>2024<br/>Actual</b> | <b>2023<br/>Actual</b> |
|   | <b>\$</b>                | <b>\$</b>              | <b>\$</b>                          | <b>\$</b>              | <b>\$</b>              | <b>\$</b>              |
| <b>Opening loss allowance as at 1 July</b>                              | 0                        | 0                      | 192,969                            | 210,870                | 0                      | 0                      |
| Increase in loss allowance recognised in profit or loss during the year | 0                        | 0                      | 62,195                             | 113,447                | 0                      | 0                      |
| Receivables written off during the year as uncollectible                | 0                        | 0                      | (39,553)                           | (131,348)              | 0                      | 0                      |
| <b>Closing loss allowance at 30 June</b>                                | 0                        | 0                      | 215,611                            | 192,969                | 0                      | 0                      |

Trade, other receivables and contract assets are written off where there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include, amongst others, the failure of a debtor to engage in a repayment plan with the City, and a failure to make contractual payments for a period of greater than 120 days past due.

Impairment losses on rates and statutory receivables, trade, other receivables and contract assets are presented as net impairment losses within other expenditure. Subsequent recoveries of amounts previously written off are credited against the same line item.

**Contract Assets**

The City's contract assets represent work completed, which have not been invoiced at year end. This is due to the City not having met all the performance obligations in the contract which give an unconditional right to receive consideration. The City applies the simplified approach to measure expected credit losses which uses a lifetime expected loss allowance for all contract assets. To measure the expected credit losses, contract assets have been grouped based on shared credit risk characteristics and the days past due. Contract assets have substantially the same risk characteristics as the trade receivables for the same types of contracts. The City has therefore concluded that the expected loss rates for trade receivables are a reasonable approximation of the loss rates for the contract assets.

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**23. FINANCIAL RISK MANAGEMENT (Continued)**

**(c) Liquidity risk**

**Payables and borrowings**

Payables and borrowings are both subject to liquidity risk – that is the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due. The City manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer. Payment terms can be extended and overdraft facilities drawn upon if required and disclosed in Note 19(c).

The contractual undiscounted cash flows of the City's payables and borrowings are set out in the liquidity table below. Balances due within 12 months equal their carrying amounts, as the impact of discounting is not significant.

|                              | <b>Due<br/>within<br/>1 year</b> | <b>Due<br/>between<br/>1 &amp; 5 years</b> | <b>Due<br/>after<br/>5 years</b> | <b>Total<br/>contractual<br/>cash flows</b> | <b>Carrying<br/>amount</b> |
|------------------------------|----------------------------------|--|----------------------------------|---|----------------------------|
| <b><u>2024</u></b>           | <b>\$</b>                        | <b>\$</b>                                  | <b>\$</b>                        | <b>\$</b>                                   | <b>\$</b>                  |
| Trade and other payables     | 17,971,322                       | 0  | 0                                | 17,971,322                                  | 17,970,322                 |
| Borrowings                   | 200,440                          | 9,383,784                                  | 16,937,776                       | 26,522,000                                  | 26,522,000                 |
| Interest bearing liabilities | 1,338,806                        | 4,409,740                                  | 0                                | 5,748,546                                   | 4,568,273                  |
| Lease liabilities            | 254,514                          | 388,928                                    | 0                                | 643,442                                     | 643,442                    |
|                              | 19,765,082                       | 14,182,452                                 | 16,937,776                       | 50,885,310                                  | 49,704,037                 |
| <b><u>2023</u></b>           |                                  |  |                                  |   |                            |
| Trade and other payables     | 19,787,860                       | 0  | 0                                | 19,787,860                                  | 19,787,860                 |
| Borrowings                   | 190,931                          | 7,406,002                                  | 15,966,980                       | 23,563,913                                  | 23,563,913                 |
| Interest bearing liabilities | 1,049,378                        | 3,709,962                                  | 629,019                          | 5,388,359                                   | 4,194,044                  |
| Lease liabilities            | 210,703                          | 363,184                                    | 0                                | 573,887                                     | 573,887                    |
|                              | 21,238,872                       | 11,479,148                                 | 16,595,999                       | 49,314,019                                  | 48,119,704                 |

**CITY OF MANDURAH**  
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**24. EVENTS OCCURRING AFTER THE END OF THE REPORTING PERIOD**

No events occurred after balance sheet date.

**CITY OF MANDURAH**  
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**25. OTHER MATERIAL ACCOUNTING POLICIES**

**a) Goods and services tax (GST)**

Revenues, 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.

**b) Current and non-current classification**

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 or non-current based on the City's intentions to release for sale.

**c) Rounding off figures**

All figures shown in this annual financial report, other than a rate in the dollar, are rounded to the nearest dollar. Amounts are presented in Australian Dollars.

**d) Comparative figures**

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

When the City applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements that has a material effect on the statement of financial position, an additional (third) Statement of Financial Position as at the beginning of the preceding period in addition to the minimum comparative financial report is presented.

**e) Budget comparative figures**

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

**f) Superannuation**

The City contributes to a number of Superannuation Funds on behalf of employees. All funds to which the City contributes are defined contribution plans.

**g) Fair value of assets and liabilities**

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 or liability. The fair values 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 or liability (i.e. the market with the greatest volume and level of activity for the asset or liability) 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.

**h) Interest revenue**

Interest revenue is calculated by applying the effective interest rate to the gross carrying amount of a financial asset measured at amortised cost except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

**i) Fair value hierarchy**

AASB 13 *Fair Value Measurement* requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurement 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 the service capacity of an asset.

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, whereas inputs for which market data is not available and therefore are developed using the best information available about such assumptions are considered unobservable.

**j) 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 except for non-financial assets that are:

- land and buildings classified as property, plant and equipment;
- infrastructure; or
- vested improvements that the local government controls, in circumstances where there has been an impairment indication of a general decrease in asset values.

These non-financial assets are assessed in accordance with the regulatory framework detailed in Note 10.

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



**CITY OF MANDURAH  
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**26. FUNCTION AND ACTIVITY**

**(a) Service objectives and descriptions**

City operations as disclosed in this financial report encompass the following service orientated functions and activities.

| <b>Objective</b>  | <b>Description</b>  |
|---|---|
| <b>Governance</b><br>To provide a decision making process for the efficient allocation of scarce resources.   | Includes the activities of members of Council and the administrative support available to the Council for the provision of governance of the district. Other costs relate to the task of assisting council members and ratepayers on matters which do not concern specific local government services. |
| <b>General purpose funding</b><br>To collect revenue to allow for the provision of services.  | Rates, general purpose government grants and interest revenue.  |
| <b>Law, order, public safety</b><br>To provide services to help ensure a safer and environmentally conscious community.                                   | Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspects of public safety including emergency services.  |
| <b>Health</b><br>To provide an operational framework for environmental and community health.  | Inspection of food outlets and their control, provision of meat inspection services, noise control and waste disposal compliance.   |
| <b>Education and welfare</b><br>To provide services to disadvantaged persons, the elderly, children and youth.  | Operation of senior citizen's centre, youth centre and assistance to various community and voluntary services associated with families, children, aged and disabled.  |
| <b>Community amenities</b><br>To provide services required by the community.  | Rubbish collection services, recycling services, operation of transfer station, cemetery services, administration of town planning scheme and protection of the environment.  |
| <b>Recreation and culture</b><br>To establish and effectively manage infrastructure and resources which will help the social well being of the community. | Maintenance of public halls, civic centres, aquatic centre, beaches, recreation centres and various sporting facilities. Provision and maintenance of parks, gardens and playgrounds. Operation of library, museum and other cultural facilities.   |
| <b>Transport</b><br>To provide safe, effective and efficient transport services to the community.   | Construction and maintenance of roads, streets, footpaths, depots, cycle ways, parking facilities and traffic control. Cleaning of streets and maintenance of street trees, street lighting etc.  |
| <b>Economic services</b><br>To help promote the local government and its economic wellbeing.  | Marketing & promotion of tourism, visitor centres, economic development, implementation of building and development controls.   |
| <b>Other property and services</b><br>To monitor and control operating accounts.  | Private works, administration and public works overheads, works depots and council plant operations.  |

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**26. FUNCTION AND ACTIVITY (Continued)**

**(b) Income and expenses**

|   | <b>2024<br/>Actual</b> | <b>2023<br/>Actual</b> |
|---|------------------------|------------------------|
|   | <b>\$</b>              | <b>\$</b>              |
| <b>Income excluding grants, subsidies and contributions and capital grants, subsidies and contributions</b> |                        |                        |
| Governance  | 0                      | 153                    |
| General purpose funding   | 98,666,244             | 92,737,982             |
| Law, order, public safety   | 585,519                | 682,314                |
| Health  | 253,775                | 227,729                |
| Education and welfare   | 504,983                | 455,796                |
| Community amenities   | 19,413,322             | 18,521,160             |
| Recreation and culture  | 7,562,877              | 7,143,967              |
| Transport   | 3,169,280              | 1,823,342              |
| Economic services   | 2,789,339              | 2,560,543              |
| Other property and services   | 669,469                | 430,787                |
|   | <b>133,614,808</b>     | <b>124,583,773</b>     |
| <b>Grants, subsidies and contributions and capital grants, subsidies and contributions</b>                  |                        |                        |
| General purpose funding   | 3,950,975              | 4,934,629              |
| Law, order, public safety   | 137,887                | 105,334                |
| Health  | 257,289                | 261,702                |
| Education and welfare   | 77,286                 | 41,550                 |
| Community amenities   | 5,464                  | 9,785                  |
| Recreation and culture  | 7,003,182              | 3,185,715              |
| Transport   | 5,752,730              | 4,145,885              |
| Economic services   | 2,349,913              | 740,802                |
| Other property and services   | 12,082,087             | 6,289,147              |
|   | <b>31,616,813</b>      | <b>19,714,549</b>      |
| <b>Total Income</b>   | <b>165,231,621</b>     | <b>144,298,322</b>     |
| <b>Expenses</b>   |                        |                        |
| Governance  | (6,018,975)            | (5,202,841)            |
| General purpose funding   | (1,824,804)            | (2,979,784)            |
| Law, order, public safety   | (3,889,795)            | (3,937,261)            |
| Health  | (2,187,647)            | (2,364,956)            |
| Education and welfare   | (4,764,563)            | (4,523,292)            |
| Community amenities   | (24,960,642)           | (23,180,144)           |
| Recreation and culture  | (57,268,763)           | (53,440,948)           |
| Transport   | (33,266,755)           | (31,047,320)           |
| Economic services   | (5,780,269)            | (5,452,832)            |
| Other property and services   | (23,943,816)           | (21,365,958)           |
| <b>Total expenses</b>   | <b>(163,906,029)</b>   | <b>(153,495,336)</b>   |
| <b>Net result for the period</b>  | <b>1,325,592</b>       | <b>(9,197,014)</b>     |
| <b>(c) Total Assets</b>   |                        |                        |
| Governance  | 12,298,830             | 11,478,624             |
| General purpose funding   | 5,493,925              | 3,562,120              |
| Law, order, public safety   | 12,219,894             | 12,432,521             |
| Health  | 2,100                  | 2,521                  |
| Education and welfare   | 5,362,158              | 5,410,593              |
| Community amenities   | 3,298,995              | 3,982,527              |
| Recreation and culture  | 372,514,578            | 414,252,633            |
| Transport   | 606,481,767            | 604,575,163            |
| Economic services   | 101,436,263            | 101,506,186            |
| Other property and services   | 1,058,481              | 993,814                |
| Unallocated   | 39,316,206             | 73,689                 |
|   | <b>1,159,483,197</b>   | <b>1,158,270,391</b>   |

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**27. RATING INFORMATION**

**(a) General Rates**

| <b>RATE TYPE</b>  |                           | <b>Rate in \$</b> | <b>Number of Properties</b> | <b>2023/24 Actual Rateable Value*</b> | <b>2023/24 Actual Rate Revenue</b> | <b>2023/24 Actual Interim Rates</b> | <b>2023/24 Actual Total Revenue</b> | <b>2023/24 Budget Rate Revenue</b> | <b>2023/24 Budget Interim Rate</b> | <b>2023/24 Budget Total Revenue</b> | <b>2022/23 Actual Total Revenue</b> |
|---|---------------------------|-------------------|-----------------------------|---------------------------------------|------------------------------------|-------------------------------------|-------------------------------------|------------------------------------|------------------------------------|-------------------------------------|-------------------------------------|
| <b>Rate Description</b>   | <b>Basis of valuation</b> |                   |                             |                                       |                                    |                                     |                                     |                                    |                                    |                                     |                                     |
| Residential Improved  | Gross rental valuation    | 0.08624           | 37,067                      | 720,262,798                           | 62,115,460                         | 1,091,374                           | 63,206,834                          | 55,174,265                         | 626,580                            | 55,800,845                          | 55,977,844                          |
| Residential Vacant  | Gross rental valuation    | 0.16535           | 1,572                       | 22,903,485                            | 3,787,093                          | (585,060)                           | 3,202,033                           | 3,862,837                          | 0                                  | 3,862,837                           | 3,620,071                           |
| Business Improved   | Gross rental valuation    | 0.09410           | 1,030                       | 164,946,484                           | 15,521,464                         | 91,084                              | 15,612,548                          | 14,517,138                         | 0                                  | 14,517,138                          | 14,653,308                          |
| Business Vacant   | Gross rental valuation    | 0.17248           | 108                         | 3,113,760                             | 537,062                            | 2,175                               | 539,237                             | 576,395                            | 0                                  | 576,395                             | 545,683                             |
| Urban Development   | Gross rental valuation    | 0.15374           | 10                          | 1,644,200                             | 252,779                            | 263,788                             | 516,567                             | 140,801                            | 0                                  | 140,801                             | 253,423                             |
| <b>Total general rates</b>                                      |                           |                   | 39,787                      | 912,870,727                           | 82,213,858                         | 863,361                             | 83,077,219                          | 74,271,436                         | 626,580                            | 74,898,016                          | 75,050,329                          |
| <b>Minimum Payment</b>  |                           |                   |                             |                                       |                                    |                                     |                                     |                                    |                                    |                                     |                                     |
| <b>Minimum payment</b>  |                           |                   |                             |                                       |                                    |                                     |                                     |                                    |                                    |                                     |                                     |
| Residential Improved  | Gross rental valuation    | 1,236             | 5,763                       | 73,834,811                            | 7,123,068                          | 0                                   | 7,123,068                           | 9,758,552                          | 0                                  | 9,758,552                           | 9,637,340                           |
| Residential Vacant  | Gross rental valuation    | 1,023             | 1,973                       | 8,845,952                             | 2,018,379                          | 0                                   | 2,018,379                           | 1,668,225                          | 0                                  | 1,668,225                           | 1,863,288                           |
| Business Improved   | Gross rental valuation    | 1,236             | 423                         | 3,226,743                             | 522,828                            | 0                                   | 522,828                             | 439,394                            | 0                                  | 439,394                             | 434,291                             |
| Business Vacant   | Gross rental valuation    | 1,236             | 11                          | 54,250                                | 13,596                             | 0                                   | 13,596                              | 21,204                             | 0                                  | 21,204                              | 10,802                              |
| <b>Total minimum payments</b>                                   |                           |                   | 8,170                       | 85,961,756                            | 9,677,871                          | 0                                   | 9,677,871                           | 11,887,375                         | 0                                  | 11,887,375                          | 11,945,721                          |
| <b>Total general rates and minimum payments</b>                 |                           |                   | 47,957                      | 998,832,483                           | 91,891,729                         | 863,361                             | 92,755,090                          | 86,158,811                         | 626,580                            | 86,785,391                          | 86,996,050                          |
| <b>Specified Area Rates</b>                                     |                           |                   |                             |                                       |                                    |                                     |                                     |                                    |                                    |                                     |                                     |
| Waterside Canal Frontage  |                           | 0.00000           | 317                         | 7,561,460                             | 0                                  | 0                                   | 0                                   | 0                                  | 0                                  | 0                                   | 0                                   |
| Mandurah Ocean Marina   |                           | 0.01170           | 889                         | 25,824,391                            | 302,146                            | 470                                 | 302,616                             | 304,388                            | 0                                  | 304,388                             | 304,820                             |
| Mandurah Quay   |                           | 0.00425           | 406                         | 7,967,130                             | 33,861                             | 92                                  | 33,953                              | 15,965                             | 0                                  | 15,965                              | 15,983                              |
| Port Bouvard Eastport Canals                                    |                           | 0.00130           | 428                         | 10,683,320                            | 13,889                             | 242                                 | 14,131                              | 13,005                             | 0                                  | 13,005                              | 13,210                              |
| Port Bouvard Northport Canals                                   |                           | 0.00220           | 320                         | 7,189,810                             | 15,818                             | 37                                  | 15,855                              | 23,088                             | 0                                  | 23,088                              | 22,954                              |
| Port Mandurah Canals  |                           | 0.00348           | 885                         | 23,229,595                            | 80,840                             | 264                                 | 81,104                              | 79,569                             | 0                                  | 79,569                              | 79,551                              |
| Mariners Cove   |                           | 0.00100           | 445                         | 11,466,780                            | 11,467                             | 228                                 | 11,695                              | 0                                  | 0                                  | 0                                   | 0                                   |
| <b>Total amount raised from rates (excluding general rates)</b> |                           |                   | 3,690                       | 93,922,486                            | 458,021                            | 1,333                               | 459,354                             | 436,015                            | 0                                  | 436,015                             | 436,518                             |
| Concessions   |                           |                   |                             |                                       |                                    |                                     | (49,775)                            |                                    |                                    | (73,101)                            | (68,587)                            |
| <b>Total Rates</b>  |                           |                   |                             |                                       |                                    |                                     | 93,164,669                          |                                    |                                    | 87,148,305                          | 87,363,981                          |
| Rate instalment interest  |                           |                   |                             |                                       |                                    |                                     | 389,549                             |                                    |                                    | 476,220                             | 400,109                             |
| Rate overdue interest   |                           |                   |                             |                                       |                                    |                                     | 323,746                             |                                    |                                    | 280,000                             | 318,733                             |

The rate revenue was recognised from the rate record as soon as practicable after the City resolved to impose rates in the financial year as well as when the rate record was amended to ensure the information in the record was current and correct.

\*Rateable Value at time of raising of rate.

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**FOR THE YEAR ENDED 30 JUNE 2024**

**28. DETERMINATION OF SURPLUS OR DEFICIT**

|   |             | <b>2023/24</b>       | <b>2023/24</b>       | <b>2022/23</b>       |
|---|-------------|----------------------|----------------------|----------------------|
|   |             | <b>(30 June 2024</b> | <b>(30 June 2024</b> | <b>(30 June 2023</b> |
|   | <b>Note</b> | <b>Carried</b>       | <b>Carried</b>       | <b>Carried</b>       |
|   |             | <b>Forward)</b>      | <b>Forward)</b>      | <b>Forward</b>       |
|   |             | <b>\$</b>            | <b>\$</b>            | <b>\$</b>            |
| <b>(a) Non-cash amounts excluded from operating activities</b>  |             |                      |                      |                      |
| The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> .   |             |                      |                      |                      |
| <b>Adjustments to operating activities</b>  |             |                      |                      |                      |
| Less: Profit on asset disposals   |             | (188,569)            | 0                    | (134,365)            |
| Less: Non-cash movement in assets   |             | (1,490,669)          | 0                    | (703,062)            |
| Less: Movement in liabilities associated with restricted cash   |             | 0                    | 785,190              | 0                    |
| Less: Fair value adjustments to financial assets at fair value through profit or loss   |             | 251,584              | 0                    | 9,586                |
| Add: Loss on disposal of assets   |             | 7,246,306            | 0                    | 4,658,768            |
| Add: Impairment of Plant and Equipment  | 8(a)        | 0                    | 0                    | 0                    |
| Add: Depreciation   |             | 35,755,740           | 33,084,683           | 36,638,351           |
| Non-cash movements in non-current assets and liabilities:   |             |                      |                      |                      |
| Pensioner deferred rates  |             | (114,428)            | 0                    | (25,354)             |
| Employee benefit provisions   |             | 79,713               | 0                    | 184,335              |
| Liabilities   |             | 330,421              | 0                    | 61,284               |
| Other liabilities   |             | 381,891              | 0                    | 172,662              |
| Contract liabilities  |             | 144,975              | 0                    | 63,453               |
| <b>Non-cash amounts excluded from operating activities</b>  |             | <b>42,396,964</b>    | <b>33,869,873</b>    | <b>40,925,658</b>    |
| <b>(b) Non-cash amounts excluded from investing activities</b>  |             |                      |                      |                      |
| The following non-cash revenue or expenditure has been excluded from amounts attributable to investing activities within the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> .   |             |                      |                      |                      |
| <b>Adjustments to investing activities</b>  |             |                      |                      |                      |
| Movement in non-current capital grant/contribution liability  |             | 0                    | 500,000              | 0                    |
| Movement in current unspent capital grants associated with restricted cash  |             | (1,734,695)          | 0                    | 1,233,118            |
| Infrastructure received for substantially less than fair value  | 9(a)        | (11,770,725)         | 0                    | (6,128,951)          |
| <b>Non-cash amounts excluded from investing activities</b>  |             | <b>(13,505,420)</b>  | <b>500,000</b>       | <b>(4,895,833)</b>   |
| <b>(c) Surplus or deficit after imposition of general rates</b>   |             |                      |                      |                      |
| The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> to agree to the surplus/(deficit) after imposition of general rates. |             |                      |                      |                      |
| <b>Adjustments to net current assets</b>  |             |                      |                      |                      |
| Less: Reserve accounts  | 30          | (69,472,383)         | (50,429,303)         | (62,819,360)         |
| Less: Financial assets at amortised cost - self supporting loans  | 4(a)        | (10,000)             | 0                    | (46,142)             |
| Less: Inventory   |             | (445,000)            | 0                    | (445,000)            |
| Add: Current liabilities not expected to be cleared at end of year  |             |                      |                      |                      |
| - Current portion of borrowings   | 15          | 5,317,216            | 4,709,990            | 4,361,670            |
| - Unspent portion of borrowings   |             | (2,109,715)          | (310,134)            | (2,224,772)          |
| - Current portion of contract liability held in reserve   |             | 5,065,976            | 1,115,424            | 6,655,696            |
| - Current portion of interest bearing liabilities   |             | 920,018              | 0                    | 705,954              |
| - Current portion of lease liabilities  | 11(b)       | 254,514              | 1,034,492            | 210,703              |
| - Employee benefit provisions   |             | 4,886,946            | 5,020,443            | 4,786,776            |
| <b>Total adjustments to net current assets</b>  |             | <b>(55,592,428)</b>  | <b>(38,859,088)</b>  | <b>(48,814,475)</b>  |
| <b>Net current assets used in the Statement of Financial Activity</b>   |             |                      |                      |                      |
| Total current assets  |             | 95,914,005           | 75,093,554           | 91,681,600           |
| Less: Total current liabilities   |             | (39,567,380)         | (36,724,934)         | (41,848,154)         |
| Less: Total adjustments to net current assets   |             | (55,592,428)         | (38,859,088)         | (48,814,475)         |
| <b>Surplus or deficit after imposition of general rates</b>   |             | <b>754,197</b>       | <b>(490,468)</b>     | <b>1,018,971</b>     |

## 29. BORROWING AND LEASE LIABILITIES

| Purpose                                       | Note | Actual       |                |                           |                 |                |                           |              |
|---|------|--------------|----------------|---------------------------|-----------------|----------------|---------------------------|--------------|
|   |      | Principal at | New Loans      | Principal                 | Principal at 30 | New Loans      | Principal                 | Principal at |
|   |      | 1 July 2022  | During 2022-23 | Repayments During 2022-23 | June 2023       | During 2023-24 | Repayments During 2023-24 | 30 June 2024 |
|   |      | \$           | \$             | \$                        | \$              | \$             | \$                        | \$           |
| IT Communications Equipment [318(i)]          |      | 30,606       | 0              | (18,507)                  | 12,099          | 0              | (12,099)                  | 0            |
| Rushton Park Redevelopment [318(ii)]          |      | 147,376      | 0              | (93,855)                  | 53,521          | 0              | (53,521)                  | 0            |
| Meadow Springs Recreation Facility [318(iii)] |      | 110,060      | 0              | (70,502)                  | 39,558          | 0              | (39,558)                  | 0            |
| Drainage [318(iv)]                            |      | 37,317       | 0              | (23,354)                  | 13,963          | 0              | (13,963)                  | 0            |
| Road Construction [318(v)]                    |      | 369,384      | 0              | (234,418)                 | 134,966         | 0              | (134,966)                 | 0            |
| Falcon Bay Seawall [351]                      |      | 167,938      | 0              | (36,179)                  | 131,759         | 0              | (36,078)                  | 95,681       |
| Halls Head Ablution Block [350]               |      | 66,863       | 0              | (14,422)                  | 52,441          | 0              | (14,383)                  | 38,058       |
| Waste Water Reuse [349]                       |      | 100,257      | 0              | (21,647)                  | 78,610          | 0              | (21,590)                  | 57,020       |
| MPAC Forecourt [348]                          |      | 83,566       | 0              | (18,035)                  | 65,531          | 0              | (17,986)                  | 47,545       |
| MARC Carpark [347]                            |      | 200,492      | 0              | (43,306)                  | 157,186         | 0              | (43,193)                  | 113,993      |
| Road Construction [346]                       |      | 263,878      | 0              | (57,015)                  | 206,863         | 0              | (56,866)                  | 149,997      |
| MARC Stage 2 [345]                            |      | 806,208      | 0              | (205,600)                 | 600,608         | 0              | (188,188)                 | 412,420      |
| Mandurah Football & Sporting Club [324]       |      | 1,703        | 0              | (1,703)                   | 0               | 0              | 0                         | 0            |
| Mandurah Rugby Club [325]                     |      | 158          | 0              | (158)                     | 0               | 0              | 0                         | 0            |
| Ablutions - Netball Centre [329(i)]           |      | 4            | 0              | (4)                       | 0               | 0              | 0                         | 0            |
| Road Construction [329(ii)]                   |      | 9            | 0              | (9)                       | 0               | 0              | 0                         | 0            |
| Drainage Construction [329(iii)]              |      | 3            | 0              | (3)                       | 0               | 0              | 0                         | 0            |
| Peelwood Oval - Parking [329(iv)]             |      | 1            | 0              | (1)                       | 0               | 0              | 0                         | 0            |
| Parks Construction [329(v)]                   |      | 4            | 0              | (4)                       | 0               | 0              | 0                         | 0            |
| Path Construction [329(vi)]                   |      | 1            | 0              | (1)                       | 0               | 0              | 0                         | 0            |
| IT Equipment [329(vii)]                       |      | 1            | 0              | (1)                       | 0               | 0              | 0                         | 0            |
| Street Lighting [329(viii)]                   |      | 3            | 0              | (3)                       | 0               | 0              | 0                         | 0            |
| Land Purchase [330]                           |      | 3            | 0              | (3)                       | 0               | 0              | 0                         | 0            |
| Bowling Club Relocation [326]                 |      | 13           | 0              | (13)                      | 0               | 0              | 0                         | 0            |
| Parks - Falcon Bay Reserve [333(i)]           |      | 22,699       | 0              | (22,699)                  | 0               | 0              | 0                         | 0            |
| Road Construction [333(ii)]                   |      | 103,407      | 0              | (103,407)                 | 0               | 0              | 0                         | 0            |
| Waste Trailers and Dolly [336]                |      | 123,407      | 0              | (58,252)                  | 65,155          | 0              | (60,640)                  | 4,515        |
| New Pedestrian Bridge Construction [335]      |      | 243,718      | 0              | (117,943)                 | 125,775         | 0              | (122,749)                 | 3,026        |
| MARC Redevelopment [338]                      |      | 431,781      | 0              | (166,812)                 | 264,969         | 0              | (162,049)                 | 102,920      |
| New Road Construction [339]                   |      | 313,715      | 0              | (109,366)                 | 204,349         | 0              | (114,371)                 | 89,978       |
| WMC Tims Thicket [343]                        |      | 67,049       | 0              | (14,936)                  | 52,113          | 0              | (14,960)                  | 37,153       |
| MARC Redevelopment Stage 2 [341]              |      | 823,803      | 0              | (226,829)                 | 596,974         | 0              | (204,920)                 | 392,054      |
| New Road Construction [342]                   |      | 425,086      | 0              | (104,830)                 | 320,256         | 0              | (101,175)                 | 219,081      |
| MARC Redevelopment Stage 1 [340]              |      | 334,858      | 0              | (77,677)                  | 257,181         | 0              | (77,926)                  | 179,255      |
| Eastern Foreshore Wall [344]                  |      | 541,704      | 0              | (136,330)                 | 405,374         | 0              | (131,541)                 | 273,833      |
| Halls Head Bowling Club upgrade [331]         |      | 235,855      | 0              | (33,738)                  | 202,117         | 0              | (32,544)                  | 169,573      |
| Mandurah Marina [352]                         |      | 132,128      | 0              | (18,576)                  | 113,552         | 0              | (17,897)                  | 95,655       |
| MARC Solar Plan [353]                         |      | 132,135      | 0              | (18,576)                  | 113,559         | 0              | (17,896)                  | 95,663       |
| MARC Carpark [354]                            |      | 198,193      | 0              | (27,867)                  | 170,326         | 0              | (26,846)                  | 143,480      |
| Novara Foreshore Development [355]            |      | 264,429      | 0              | (36,833)                  | 227,596         | 0              | (41,444)                  | 186,152      |

| Budget                   |                          |                                     |                           |
|--------------------------|--------------------------|-------------------------------------|---------------------------|
| Principal at 1 July 2023 | New Loans During 2023-24 | Principal Repayments During 2023-24 | Principal at 30 June 2024 |
| \$                       | \$                       | \$                                  | \$                        |
| 10,648                   | 0                        | (11,937)                            | (1,289)                   |
| 54,001                   | 0                        | (57,475)                            | (3,474)                   |
| 40,564                   | 0                        | (42,207)                            | (1,643)                   |
| 13,437                   | 0                        | (15,268)                            | (1,831)                   |
| 134,877                  | 0                        | (136,904)                           | (2,027)                   |
| 130,471                  | 0                        | (38,537)                            | 91,934                    |
| 51,922                   | 0                        | (15,369)                            | 36,553                    |
| 77,837                   | 0                        | (23,062)                            | 54,775                    |
| 64,886                   | 0                        | (19,215)                            | 45,671                    |
| 155,653                  | 0                        | (46,123)                            | 109,530                   |
| 204,848                  | 0                        | (60,718)                            | 144,130                   |
| 598,193                  | 0                        | (198,343)                           | 399,850                   |
| 0                        | 0                        | 0                                   | 0                         |
| 0                        | 0                        | 0                                   | 0                         |
| 0                        | 0                        | 0                                   | 0                         |
| 0                        | 0                        | 0                                   | 0                         |
| 0                        | 0                        | 0                                   | 0                         |
| 0                        | 0                        | 0                                   | 0                         |
| 0                        | 0                        | 0                                   | 0                         |
| 0                        | 0                        | 0                                   | 0                         |
| 0                        | 0                        | 0                                   | 0                         |
| 0                        | 0                        | 0                                   | 0                         |
| 0                        | 0                        | 0                                   | 0                         |
| 0                        | 0                        | 0                                   | 0                         |
| 0                        | 0                        | 0                                   | 0                         |
| 63,178                   | 0                        | (61,341)                            | 1,837                     |
| 124,010                  | 0                        | (123,259)                           | 751                       |
| 264,426                  | 0                        | (163,742)                           | 100,684                   |
| 202,134                  | 0                        | (116,617)                           | 85,517                    |
| 51,194                   | 0                        | (15,895)                            | 35,299                    |
| 596,229                  | 0                        | (214,597)                           | 381,632                   |
| 317,132                  | 0                        | (106,764)                           | 210,368                   |
| 254,675                  | 0                        | (82,535)                            | 172,140                   |
| 401,422                  | 0                        | (138,615)                           | 262,807                   |
| 199,514                  | 0                        | (36,485)                            | 163,029                   |
| 111,888                  | 0                        | (20,109)                            | 91,779                    |
| 111,895                  | 0                        | (20,108)                            | 91,787                    |
| 167,836                  | 0                        | (30,157)                            | 137,679                   |
| 224,090                  | 0                        | (40,210)                            | 183,880                   |

|  |           |         |           |           |   |           |           |           |   |           |           |
|--|-----------|---------|-----------|-----------|---|-----------|-----------|-----------|---|-----------|-----------|
| Falcon Bay Foreshore Upgrades [356]                                | 264,225   | 0       | (37,165)  | 227,060   | 0 | (35,824)  | 191,236   | 223,748   | 0 | (40,218)  | 183,530   |
| Mandurah Foreshore Boardwalk Renewal [357]                         | 296,245   | 0       | (41,852)  | 254,393   | 0 | (42,111)  | 212,282   | 250,797   | 0 | (45,269)  | 205,528   |
| Mandjar Square Development [358]                                   | 328,933   | 0       | (48,291)  | 280,642   | 0 | (47,401)  | 233,241   | 277,553   | 0 | (50,313)  | 227,240   |
| New Road Construction [359]  | 864,540   | 0       | (140,576) | 723,964   | 0 | (134,613) | 589,351   | 717,010   | 0 | (145,037) | 571,973   |
| Lakelands DOS [360]  | 1,713,179 | 0       | (325,482) | 1,387,697 | 0 | (267,295) | 1,120,402 | 1,243,016 | 0 | (286,902) | 956,114   |
| Smoke Bush Retreat Footpath [361]                                  | 66,065    | 0       | (9,290)   | 56,775    | 0 | (8,947)   | 47,828    | 55,942    | 0 | (10,061)  | 45,881    |
| New Road Construction 2018/19                                      | 1,172,269 | 0       | (146,015) | 1,026,254 | 0 | (124,360) | 901,894   | 1,009,656 | 0 | (151,770) | 857,886   |
| Mandjar Square Stage 3 and 4                                       | 708,669   | 0       | (87,839)  | 620,830   | 0 | (75,433)  | 545,397   | 269,649   | 0 | (92,047)  | 177,602   |
| Falcon Seawall   | 367,421   | 0       | (38,978)  | 328,443   | 0 | (36,704)  | 291,739   | 662,938   | 0 | (45,597)  | 617,341   |
| New Boardwalks 18/19   | 369,640   | 0       | (38,878)  | 330,762   | 0 | (36,737)  | 294,025   | 323,760   | 0 | (45,513)  | 278,247   |
| Civic Building - Tuckey Room Extension                             | 369,237   | 0       | (38,894)  | 330,343   | 0 | (36,761)  | 293,582   | 323,385   | 0 | (45,537)  | 277,848   |
| Novara Foreshore Stage 3   | 148,124   | 0       | (15,533)  | 132,591   | 0 | (14,768)  | 117,823   | 129,754   | 0 | (18,201)  | 111,553   |
| Pinjarra Road Carpark  | 148,124   | 0       | (15,533)  | 132,591   | 0 | (14,768)  | 117,823   | 129,754   | 0 | (18,201)  | 111,553   |
| Coodanup Drive - Road Rehabilitation                               | 74,083    | 0       | (7,762)   | 66,321    | 0 | (7,459)   | 58,862    | 64,905    | 0 | (9,100)   | 55,805    |
| South Harbour Upgrade  | 189,552   | 0       | (20,228)  | 169,324   | 0 | (16,744)  | 152,580   | 167,292   | 0 | (21,927)  | 145,365   |
| Falcon Skate Park Upgrade  | 96,801    | 0       | (10,677)  | 86,124    | 0 | (10,090)  | 76,034    | 85,599    | 0 | (11,511)  | 74,088    |
| Falcon Bay Foreshore Stage 3 of 4                                  | 247,218   | 0       | (28,203)  | 219,015   | 0 | (31,750)  | 187,265   | 216,974   | 0 | (28,600)  | 188,374   |
| New Road Construction 2019/20                                      | 703,305   | 0       | (99,180)  | 604,125   | 0 | (104,899) | 499,226   | 603,486   | 0 | (87,048)  | 516,438   |
| Mandjar Square Final Stage   | 247,205   | 0       | (28,203)  | 219,002   | 0 | (30,617)  | 188,385   | 216,962   | 0 | (28,601)  | 188,361   |
| Halls Head Recycled Water 2019/20                                  | 164,810   | 0       | (17,933)  | 146,877   | 0 | (14,307)  | 132,570   | 145,227   | 0 | (19,067)  | 126,160   |
| Westbury Way North side POS Stage 3                                | 164,824   | 0       | (17,933)  | 146,891   | 0 | (14,305)  | 132,586   | 145,240   | 0 | (19,067)  | 126,173   |
| Smart Street Mall Upgrade 2019/20                                  | 401,335   | 0       | (51,182)  | 350,153   | 0 | (57,113)  | 293,040   | 349,381   | 0 | (48,014)  | 301,367   |
| Smart Street Mall 2020/21  | 1,004,804 | 0       | (99,371)  | 905,433   | 0 | (105,466) | 799,967   | 890,714   | 0 | (102,559) | 788,155   |
| New Roads 2020/21  | 543,876   | 0       | (61,919)  | 481,957   | 0 | (61,623)  | 420,334   | 477,765   | 0 | (61,915)  | 415,850   |
| Enclosed Dog Park  | 18,466    | 0       | (1,401)   | 17,065    | 0 | (1,244)   | 15,821    | 16,746    | 0 | (1,876)   | 14,870    |
| Falcon Bay Upgrade - Stage 4 of 5                                  | 256,387   | 0       | (24,907)  | 231,480   | 0 | (29,175)  | 202,305   | 228,998   | 0 | (26,026)  | 202,972   |
| Novara Foreshore Stage 4   | 91,576    | 0       | (7,026)   | 84,550    | 0 | (7,784)   | 76,766    | 83,035    | 0 | (9,290)   | 73,745    |
| Bortolo Reserve - Shared Use Parking and Filling                   | 274,702   | 0       | (26,314)  | 248,388   | 0 | (31,271)  | 217,117   | 245,605   | 0 | (27,894)  | 217,711   |
| South Harbour Paving Upgrade Stage 2                               | 45,794    | 0       | (3,508)   | 42,286    | 0 | (3,373)   | 38,913    | 41,523    | 0 | (4,645)   | 36,878    |
| Eastern/ Western Foreshore 2020/21                                 | 1,031,140 | 0       | (118,389) | 912,751   | 0 | (120,004) | 792,747   | 905,557   | 0 | (106,458) | 799,099   |
| Falcon Skate Park Upgrade 2020/21                                  | 69,102    | 0       | (6,025)   | 63,077    | 0 | (5,022)   | 58,055    | 62,360    | 0 | (7,018)   | 55,342    |
| Ablutions 2020/21 & 2021/22 (consolidation of 2020/21 and 2021/22) | 250,051   | 0       | (21,194)  | 228,857   | 0 | (25,755)  | 203,102   | 450,064   | 0 | (22,015)  | 428,049   |
| Eastern/ Western Foreshore 2021/22                                 | 1,534,700 | 0       | (156,899) | 1,377,801 | 0 | (159,732) | 1,218,069 | 1,362,224 | 0 | (135,130) | 1,227,094 |
| Smart Street Mall 2021/22  | 630,568   | 0       | (62,443)  | 568,125   | 0 | (65,422)  | 502,703   | 561,727   | 0 | (55,516)  | 506,211   |
| Enclosed Dog Park 2021/22  | 179,886   | 0       | (14,157)  | 165,729   | 0 | (18,599)  | 147,130   | 163,491   | 0 | (15,838)  | 147,653   |
| Novara Foreshore Stage 4 2021/22                                   | 230,047   | 0       | (20,002)  | 210,045   | 0 | (23,828)  | 186,217   | 207,711   | 0 | (20,254)  | 187,457   |
| Falcon Bay Upgrade - Stage 4 of 5 2021/22                          | 71,455    | 0       | (5,267)   | 66,188    | 0 | (7,295)   | 58,893    | 65,534    | 0 | (6,291)   | 59,243    |
| Parks and Reserves Upgrades 2021/22                                | 495,101   | 0       | (48,318)  | 446,783   | 0 | (51,216)  | 395,567   | 441,518   | 0 | (43,590)  | 397,928   |
| Mandurah Library Re Roofing Project                                | 115,023   | 0       | (8,759)   | 106,264   | 0 | (12,070)  | 94,194    | 104,749   | 0 | (9,779)   | 94,970    |
| Carryover Roads 2020/21  | 500,102   | 0       | (43,022)  | 457,080   | 0 | (51,509)  | 405,571   | 0         | 0 | (44,030)  | (44,030)  |
| Roads 2021/22  | 250,051   | 0       | (20,437)  | 229,614   | 0 | (25,305)  | 204,309   | 228,735   | 0 | (22,015)  | 206,720   |
| Carparks 2021/22   | 165,673   | 0       | (13,239)  | 152,434   | 0 | (17,244)  | 135,190   | 151,544   | 0 | (14,586)  | 136,958   |
| Cambria Island Abutment Wall                                       | 58,989    | 0       | (4,040)   | 54,949    | 0 | (6,351)   | 48,598    | 54,133    | 0 | (5,194)   | 48,939    |
| Mandurah Ocean Marina Chalets Refurbishment                        | 150,031   | 0       | (12,320)  | 137,711   | 0 | (15,821)  | 121,890   | 135,995   | 0 | (12,755)  | 123,240   |
| Bortolo Reserve Fire Track Water Infrastructure                    | 0         | 40,000  | 21        | 40,021    | 0 | (2,830)   | 37,191    | 40,000    | 0 | (4,747)   | 35,253    |
| Falcon Reserve Activation Plan Stage 3                             | 0         | 400,000 | 211       | 400,211   | 0 | (51,388)  | 348,823   | 400,000   | 0 | (47,465)  | 352,535   |
| Pleasant Grove Foreshore   | 0         | 59,000  | 31        | 59,031    | 0 | (7,408)   | 51,623    | 59,000    | 0 | (7,001)   | 51,999    |
| Kangaroo Paw Park  | 0         | 307,408 | 162       | 307,570   | 0 | (39,016)  | 268,554   | 307,408   | 0 | (36,478)  | 270,930   |
| Falcon Bay Stage 5 of 5  | 0         | 145,000 | 76        | 145,076   | 0 | (18,480)  | 126,596   | 145,000   | 0 | (17,206)  | 127,794   |
| 2022/23 South Harbour Upgrades                                     | 0         | 102,000 | 54        | 102,054   | 0 | (13,027)  | 89,027    | 102,000   | 0 | (12,104)  | 89,896    |
| Bruce Cresswell Reserve  | 0         | 196,000 | 103       | 196,103   | 0 | (24,934)  | 171,169   | 196,000   | 0 | (23,258)  | 172,742   |
| Seascapes Boardwalk  | 0         | 200,000 | 105       | 200,105   | 0 | (25,611)  | 174,494   | 200,000   | 0 | (23,733)  | 176,267   |
| Mandurah Community Museum Roof and Gutters                         | 0         | 130,000 | 68        | 130,068   | 0 | (16,676)  | 113,392   | 130,000   | 0 | (15,426)  | 114,574   |

|   |                   |                  |                    |                   |                  |                    |                   |                   |                  |                    |                   |
|---|-------------------|------------------|--------------------|-------------------|------------------|--------------------|-------------------|-------------------|------------------|--------------------|-------------------|
| Stage 2 of Upgrades to Peelwood Reserve | 0                 | 0                | 0                  | 0                 | 0                | 0                  | 0                 | 320,244           | 0                | 0                  | 320,244           |
| Smart Street Mall Upgrade               | 0                 | 58,717           | 31                 | 58,748            | 0                | (7,392)            | 51,356            | 58,717            | 0                | (6,968)            | 51,749            |
| 2022/23 Parks and Reserves Upgrades     | 0                 | 390,000          | 205                | 390,205           | 0                | (50,030)           | 340,175           | 390,000           | 0                | (46,279)           | 343,721           |
| SP Halls Head PSP                       | 0                 | 200,000          | 105                | 200,105           | 0                | (25,609)           | 174,496           | 200,000           | 0                | (23,733)           | 176,267           |
| RC Peel Street                          | 0                 | 111,000          | 58                 | 111,058           | 0                | (14,138)           | 96,920            | 111,000           | 0                | (13,172)           | 97,828            |
| Senior Citizens Carpark                 | 0                 | 12,000           | 6                  | 12,006            | 0                | (852)              | 11,154            | 12,000            | 0                | (1,424)            | 10,576            |
| Torcello Mews Canal PAW Renewal         | 0                 | 100,000          | 54                 | 100,054           | 0                | (12,723)           | 87,331            | 100,000           | 0                | (11,866)           | 88,134            |
| MARC Carpark Additional and overflow    | 0                 | 0                | 0                  | 0                 | 0                | 0                  | 0                 | 45,742            | 0                | 0                  | 45,742            |
| Halls Head Parade Car Park Stage 2a     | 0                 | 50,000           | 26                 | 50,026            | 0                | (4,683)            | 45,343            | 50,000            | 0                | (11,535)           | 38,465            |
| RC Pinjarra Road Stage 4                | 0                 | 500,000          | 263                | 500,263           | 0                | (63,800)           | 436,463           | 500,000           | 0                | (59,332)           | 440,668           |
| Cambria Island Abutment Walls Repair    | 0                 | 268,397          | 141                | 268,538           | 0                | (34,592)           | 233,946           | 268,397           | 0                | (31,849)           | 236,548           |
| RC Pinjarra Road Stage 3                | 0                 | 500,000          | 263                | 500,263           | 0                | (63,813)           | 436,450           | 500,000           | 0                | (59,332)           | 440,668           |
| Halls Head Pde Beach Central CP Stage 2 | 0                 | 97,210           | 51                 | 97,261            | 0                | (12,055)           | 85,206            | 97,210            | 0                | (5,933)            | 91,277            |
| Building Renewal & Upgrades             | 0                 | 0                | 0                  | 0                 | 1,408,979        | 0                  | 1,408,979         | 0                 | 750,000          | 0                  | 750,000           |
| Parks and Reserves Upgrades             | 0                 | 0                | 0                  | 0                 | 3,440,409        | 0                  | 3,440,409         | 0                 | 1,800,000        | 0                  | 1,800,000         |
| Roads & Drainage Program                | 0                 | 0                | 0                  | 0                 | 2,365,222        | 0                  | 2,365,222         | 0                 | 2,550,000        | 0                  | 2,550,000         |
| 2022/23 Capital Carryovers              | 0                 | 0                | 0                  | 0                 | 0                | 0                  | 0                 | 0                 | 2,342,854        | 0                  | 2,342,854         |
| <b>Total</b>                            | <b>23,853,143</b> | <b>3,866,732</b> | <b>(4,155,961)</b> | <b>23,563,914</b> | <b>7,214,610</b> | <b>(4,256,521)</b> | <b>26,522,003</b> | <b>23,351,434</b> | <b>7,442,854</b> | <b>(4,316,708)</b> | <b>26,477,580</b> |

#### Borrowing Finance Cost Payments

| Purpose                                       | Loan Number | Institution | Interest Rate | Date final payment is due | Actual for year ending 30 June 2024 | Budget for year ending 30 June 2024 | Actual for year ending 30 June 2023 |
|---|-------------|-------------|---------------|---------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| IT Communications Equipment [318(i)]          | 3           | Westpac     | 5.68%         | 19/06/2025                | \$ (196)                            | \$ (153)                            | \$ (334)                            |
| Rushton Park Redevelopment [318(ii)]          | 3           | Westpac     | 5.68%         | 19/06/2025                | (1,029)                             | (735)                               | (1,479)                             |
| Meadow Springs Recreation Facility [318(iii)] | 3           | Westpac     | 5.68%         | 19/06/2025                | (784)                               | (540)                               | (1,093)                             |
| Drainage [318(iv)]                            | 3           | Westpac     | 5.68%         | 19/06/2025                | (245)                               | (195)                               | (386)                               |
| Road Construction [318(v)]                    | 3           | Westpac     | 5.68%         | 19/06/2025                | (2,647)                             | (1,752)                             | (3,730)                             |
| Falcon Bay Seawall [351]                      | 6           | Westpac     | 5.74%         | 19/06/2027                | (6,739)                             | (4,291)                             | (6,637)                             |
| Halls Head Ablution Block [350]               | 7           | Westpac     | 5.74%         | 19/06/2027                | (2,681)                             | (1,707)                             | (2,642)                             |
| Waste Water Reuse [349]                       | 8           | Westpac     | 5.74%         | 16/06/2027                | (4,018)                             | (2,558)                             | (3,961)                             |
| MPAC Forecourt [348]                          | 9           | Westpac     | 5.74%         | 19/06/2027                | (3,350)                             | (2,133)                             | (3,302)                             |
| MARC Carpark [347]                            | 10          | Westpac     | 5.74%         | 19/06/2027                | (8,035)                             | (5,117)                             | (7,921)                             |
| Road Construction [346]                       | 11          | Westpac     | 5.74%         | 16/06/2027                | (10,573)                            | (6,734)                             | (10,425)                            |
| MARC Stage 2 [345]                            | 12          | Westpac     | 5.74%         | 19/06/2027                | (30,047)                            | (19,901)                            | (12,631)                            |
| Parks - Falcon Bay Reserve [333(i)]           | 18          | Westpac     | 0.00%         | 19/06/2023                | 0                                   | 0                                   | (453)                               |
| Road Construction [333(ii)]                   | 18          | Westpac     | 0.00%         | 19/06/2023                | 0                                   | 0                                   | (2,064)                             |
| Waste Trailers and Dolly [336]                | 19          | Westpac     | 6.09%         | 19/06/2024                | (2,060)                             | (1,371)                             | (4,447)                             |
| New Pedestrian Bridge Construction [335]      | 20          | Westpac     | 6.09%         | 19/06/2024                | (3,931)                             | (2,545)                             | (8,738)                             |
| MARC Redevelopment [338]                      | 21          | Westpac     | 6.21%         | 19/06/2025                | (9,239)                             | (7,558)                             | (4,477)                             |
| New Road Construction [339]                   | 22          | Westpac     | 6.21%         | 16/06/2025                | (7,634)                             | (5,615)                             | (12,638)                            |
| WMC Tims Thicket [343]                        | 23          | Westpac     | 5.74%         | 16/06/2026                | (2,607)                             | (1,685)                             | (2,633)                             |
| MARC Redevelopment Stage 2 [341]              | 24          | Westpac     | 5.74%         | 19/06/2026                | (29,357)                            | (19,691)                            | (7,445)                             |
| New Road Construction [342]                   | 25          | Westpac     | 5.74%         | 16/06/2026                | (15,957)                            | (10,380)                            | (12,301)                            |
| MARC Redevelopment Stage 1 [340]              | 26          | Westpac     | 5.74%         | 19/06/2026                | (12,855)                            | (8,257)                             | (13,104)                            |
| Eastern Foreshore Wall [344]                  | 27          | Westpac     | 5.74%         | 19/06/2026                | (20,150)                            | (13,089)                            | (15,364)                            |
| Halls Head Bowling Club upgrade [331]         | 28          | Westpac     | 5.74%         | 19/06/2028                | (10,907)                            | (6,979)                             | (9,715)                             |
| Mandurah Marina [352]                         | 29          | Westpac     | 5.74%         | 16/06/2028                | (6,128)                             | (3,927)                             | (5,447)                             |
| MARC Solar Plan [353]                         | 30          | Westpac     | 5.74%         | 19/06/2028                | (6,129)                             | (3,928)                             | (5,448)                             |
| MARC Carpark [354]                            | 31          | Westpac     | 5.74%         | 16/06/2028                | (9,192)                             | (5,891)                             | (8,171)                             |
| Novara Foreshore Development [355]            | 32          | Westpac     | 5.74%         | 19/05/2028                | (6,616)                             | (7,862)                             | (11,228)                            |
| Falcon Bay Foreshore Upgrades [356]           | 33          | Westpac     | 5.74%         | 16/06/2028                | (12,234)                            | (7,854)                             | (10,893)                            |
| Mandurah Foreshore Boardwalk Renewal [35]     | 34          | Westpac     | 5.74%         | 16/05/2028                | (11,950)                            | (8,803)                             | (12,211)                            |

|   |    |         |       |            |          |          |          |
|---|----|---------|-------|------------|----------|----------|----------|
| Mandjar Square Development [358]              | 35 | Westpac | 5.74% | 19/06/2028 | (12,671) | (9,771)  | (11,782) |
| New Road Construction [359]                   | 36 | Westpac | 5.74% | 19/06/2028 | (35,405) | (24,991) | (29,441) |
| Lakelands DOS [360]                           | 37 | Westpac | 5.74% | 16/06/2028 | (69,148) | (49,554) | (10,963) |
| Smoke Bush Retreat Footpath [361]             | 38 | Westpac | 5.74% | 19/06/2028 | (3,064)  | (1,963)  | (2,724)  |
| New Road Construction 2018/19                 | 39 | Westpac | 5.68% | 19/06/2029 | (56,592) | (29,190) | (34,933) |
| Mandjar Square Stage 3 and 4                  | 40 | Westpac | 5.68% | 19/06/2029 | (34,234) | (17,633) | (21,830) |
| Falcon Seawall                                | 41 | Westpac | 5.68% | 16/06/2029 | (18,122) | (9,243)  | (15,848) |
| New Boardwalks 18/19                          | 42 | Westpac | 5.68% | 19/06/2029 | (18,091) | (9,327)  | (15,949) |
| Civic Building - Tuckey Room Extension        | 43 | Westpac | 5.68% | 19/06/2029 | (18,067) | (9,303)  | (15,931) |
| Novara Foreshore Stage 3                      | 44 | Westpac | 5.68% | 16/06/2029 | (7,155)  | (3,735)  | (6,392)  |
| Pinjarra Road Carpark                         | 45 | Westpac | 5.68% | 16/06/2029 | (7,155)  | (3,735)  | (6,392)  |
| Coodanup Drive - Road Rehabilitation          | 46 | Westpac | 5.68% | 19/06/2029 | (3,498)  | (1,868)  | (3,197)  |
| South Harbour Upgrade                         | 47 | Westpac | 5.68% | 19/06/2030 | (9,126)  | (4,845)  | (5,644)  |
| Falcon Skate Park Upgrade                     | 48 | Westpac | 5.68% | 16/06/2030 | (4,478)  | (2,457)  | (3,894)  |
| Falcon Bay Foreshore Stage 3 of 4             | 49 | Westpac | 5.68% | 19/06/2030 | (2,007)  | (6,320)  | (5,554)  |
| New Road Construction 2019/20                 | 50 | Westpac | 5.68% | 19/06/2030 | (4,433)  | (17,688) | (10,150) |
| Mandjar Square Final Stage                    | 51 | Westpac | 5.68% | 16/06/2030 | (3,140)  | (6,319)  | (5,553)  |
| Halls Head Recycled Water 2019/20             | 52 | Westpac | 5.68% | 16/06/2030 | (8,195)  | (4,213)  | (4,568)  |
| Westbury Way North side POS Stage 3           | 53 | Westpac | 5.68% | 19/06/2030 | (8,196)  | (4,213)  | (4,569)  |
| Smart Street Mall Upgrade 2019/20             | 54 | Westpac | 5.68% | 19/06/2030 | (3,618)  | (10,174) | (9,549)  |
| Smart Street Mall 2020/21                     | 55 | Westpac | 5.69% | 20/06/2031 | (6,305)  | (23,933) | (12,397) |
| New Roads 2020/21                             | 56 | Westpac | 5.69% | 20/06/2031 | (4,607)  | (12,689) | (4,310)  |
| Enclosed Dog Park                             | 57 | Westpac | 5.69% | 20/06/2031 | (964)    | (440)    | (807)    |
| Falcon Bay Upgrade - Stage 4 of 5             | 58 | Westpac | 5.69% | 20/06/2031 | (1,726)  | (6,110)  | (5,995)  |
| Novara Foreshore Stage 4                      | 59 | Westpac | 5.69% | 20/06/2031 | (3,246)  | (2,182)  | (4,004)  |
| Bortolo Reserve - Shared Use Parking and Fi   | 60 | Westpac | 5.69% | 20/06/2031 | (1,837)  | (6,546)  | (6,796)  |
| South Harbour Paving Upgrade Stage 2          | 61 | Westpac | 5.69% | 20/06/2031 | (2,135)  | (1,091)  | (2,002)  |
| Eastern/ Western Foreshore 2020/21            | 62 | Westpac | 5.69% | 20/06/2031 | (5,959)  | (24,486) | (7,577)  |
| Falcon Skate Park Upgrade 2020/21             | 63 | Westpac | 5.69% | 20/06/2031 | (3,294)  | (1,646)  | (2,293)  |
| Carryover Roads 2020/21                       | 64 | Westpac | 6.33% | 19/06/2032 | (3,273)  | (15,315) | (11,762) |
| Roads 2021/22                                 | 65 | Westpac | 6.33% | 19/06/2032 | (1,792)  | (7,657)  | (6,661)  |
| Carparks 2021/22                              | 66 | Westpac | 6.33% | 19/06/2032 | (1,357)  | (5,073)  | (5,363)  |
| Ablutions 2020/21 & 2021/22 (consolidation of | 67 | Westpac | 6.33% | 19/06/2032 | (2,088)  | (7,656)  | (6,647)  |
| Eastern/ Western Foreshore 2021/22            | 68 | Westpac | 6.33% | 19/06/2032 | (8,686)  | (46,982) | (11,522) |
| Parks and Reserves Upgrades 2021/22           | 69 | Westpac | 6.33% | 19/06/2032 | (3,446)  | (15,160) | (6,339)  |
| Cambria Island Abutment Wall                  | 70 | Westpac | 6.33% | 19/06/2032 | (573)    | (1,806)  | (2,883)  |
| Mandurah Library Re Roofing Project           | 71 | Westpac | 6.33% | 19/06/2032 | (986)    | (3,870)  | (4,296)  |
| Mandurah Ocean Marina Chalets Refurbishm      | 72 | Westpac | 6.33% | 19/06/2032 | (1,077)  | (5,048)  | (4,576)  |
| Enclosed Dog Park 2021/22                     | 73 | Westpac | 6.33% | 19/06/2032 | (1,560)  | (5,508)  | (6,004)  |
| Falcon Bay Upgrade - Stage 4 of 5 2021/22     | 74 | Westpac | 6.33% | 19/06/2032 | (998)    | (2,188)  | (3,025)  |
| Novara Foreshore Stage 4 2021/22              | 75 | Westpac | 6.30% | 19/06/2032 | (1,815)  | (7,044)  | (5,641)  |
| Smart Street Mall 2021/22                     | 76 | Westpac | 6.33% | 19/06/2032 | (4,058)  | (19,308) | (7,037)  |
| RC Pinjarra Road Stage 3                      | 77 | Westpac | 6.43% | 19/06/2033 | (3,337)  | (15,053) | (263)    |
| RC Pinjarra Road Stage 4                      | 78 | Westpac | 6.43% | 19/06/2033 | (3,351)  | (14,925) | (263)    |
| Falcon Reserve Activation Plan Stage 3        | 79 | Westpac | 6.43% | 19/06/2033 | (2,339)  | (12,757) | (211)    |
| 2022/23 Parks and Reserves Upgrades           | 80 | Westpac | 6.43% | 19/06/2033 | (2,351)  | (13,025) | (205)    |
| Kangaroo Paw Park                             | 81 | Westpac | 6.43% | 19/06/2033 | (2,263)  | (9,570)  | (162)    |
| Cambria Island Abutment Walls Repair          | 82 | Westpac | 6.43% | 19/06/2033 | (1,454)  | (8,695)  | (141)    |
| SP Halls Head PSP                             | 83 | Westpac | 6.43% | 19/06/2033 | (1,246)  | (5,761)  | (105)    |



|   |    |         |       |            |           |           |           |
|---|----|---------|-------|------------|-----------|-----------|-----------|
| Seascapes Boardwalk                           | 84 | Westpac | 6.43% | 19/06/2033 | (1,246)   | (5,918)   | (105)     |
| Bruce Cresswell Reserve                       | 85 | Westpac | 6.43% | 19/06/2033 | (1,382)   | (6,399)   | (103)     |
| Falcon Bay Stage 5 of 5                       | 86 | Westpac | 6.43% | 19/06/2033 | (986)     | (4,661)   | (76)      |
| Mandurah Community Museum Roof and Gutt       | 87 | Westpac | 6.43% | 19/06/2033 | (783)     | (4,014)   | (68)      |
| RC Peel Street                                | 88 | Westpac | 6.43% | 19/06/2033 | (766)     | (3,370)   | (58)      |
| 2022/23 South Harbour Upgrades                | 89 | Westpac | 6.43% | 19/06/2033 | (665)     | (3,381)   | (54)      |
| Torcello Mews Canal PAW Renewal               | 90 | Westpac | 6.43% | 19/06/2033 | (707)     | (2,855)   | (53)      |
| Halls Head Parade Car Park Stage 2a           | 91 | Westpac | 6.43% | 19/06/2033 | (999)     | (1,582)   | (51)      |
| Pleasant Grove Foreshore                      | 92 | Westpac | 6.43% | 19/06/2033 | (1,173)   | (1,806)   | (31)      |
| Smart Street Mall Upgrade                     | 93 | Westpac | 6.43% | 19/06/2033 | (495)     | (1,707)   | (31)      |
| Halls Head Pde Beach Central CP Stage 2       | 94 | Westpac | 6.43% | 19/06/2033 | (2,024)   | (3,051)   | (26)      |
| Bortolo Reserve Fire Track Water Infrastructu | 95 | Westpac | 6.43% | 19/06/2033 | (2,534)   | (1,316)   | (21)      |
| Senior Citizens Carpark                       | 96 | Westpac | 6.43% | 19/06/2033 | (760)     | (352)     | (6)       |
| Building Renewal & Upgrades                   | 97 | Westpac | 5.34% | 19/06/2034 | (417)     | (4,521)   | 0         |
| Parks and Reserves Upgrades                   | 98 | Westpac | 5.34% | 19/06/2034 | (1,018)   | (2,916)   | 0         |
| Roads & Drainage Program                      | 99 | Westpac | 5.34% | 19/06/2034 | (700)     | (7,438)   | 0         |
| <b>Total</b>                                  |    |         |       |            | (658,463) | (744,604) | (556,154) |
| <b>Total Finance Cost Payments</b>            |    |         |       |            | (658,463) | (744,604) | (556,154) |

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**29. BORROWING AND LEASE LIABILITIES (Continued)**

**(b) New Borrowings - 2023/24**

| Particulars/Purpose         | Institution | Loan Type | Term Years | Interest Rate | Amount Borrowed |             | Amount (Used) |             | Total Interest & Charges | Actual Balance Unspent |
|-----------------------------|-------------|-----------|------------|---------------|-----------------|-------------|---------------|-------------|--------------------------|------------------------|
|                             |             |           |            |               | 2024 Actual     | 2024 Budget | 2024 Actual   | 2024 Budget |                          |                        |
|                             |             |           |            | %             | \$              | \$          | \$            | \$          | \$                       | \$                     |
| Building Renewal & Upgrades | Westpac     | Variable  | 10 Years   | 5.34%         | 1,408,979       | 750,000     | 1,408,979     | 750,000     | 417                      | 0                      |
| Parks and Reserves Upgrades | Westpac     | Variable  | 10 Years   | 5.34%         | 3,440,409       | 1,800,000   | 2,545,726     | 1,800,000   | 1,018                    | 894,683                |
| Roads & Drainage Program    | Westpac     | Variable  | 10 Years   | 5.34%         | 2,365,222       | 2,550,000   | 2,365,222     | 2,550,000   | 700                      | 0                      |
| 2022/23 Capital Carryovers  | Westpac     | Variable  | 10 Years   | 5.34%         | 0               | 2,342,854   | 0             | 2,342,854   | 0                        | 0                      |
|                             |             |           |            |               | 7,214,610       | 7,442,854   | 6,319,927     | 7,442,854   | 2,135                    | 894,683                |

**(c) Unspent Borrowings**

| Particulars                              | Institution | Date Borrowed | Unspent Balance 1 July 2023 | Borrowed During Year | Expended During Year | Unspent Balance 30 June 2024 |
|--|-------------|---------------|-----------------------------|----------------------|----------------------|------------------------------|
|  |             |               | \$                          | \$                   | \$                   | \$                           |
| Bighton Lane                             | Westpac     | 6/02/2019     | 43,022                      | 0                    | 0                    | 43,022                       |
| Brighton Plaza                           | Westpac     | 6/02/2019     | 14,115                      | 0                    | 0                    | 14,115                       |
| WMC Tims Thicket                         | Westpac     | 6/02/2019     | 150,000                     | 0                    | 0                    | 150,000                      |
| Lakelands DOS                            | Westpac     | 6/02/2019     | 189,317                     | 0                    | (111,024)            | 78,293                       |
| Mandurah Foreshore Boardwalk Stage 3     | Westpac     | 6/02/2019     | 25,122                      | 0                    | (25,122)             | 0                            |
| Pinjarra Road Carpark                    | Westpac     | 6/02/2019     | 11                          | 0                    | 0                    | 11                           |
| Halls Head Recyled Water                 | Westpac     | 30/06/2020    | 29,927                      | 0                    | 0                    | 29,927                       |
| Eastern/ Western Foreshore 20/21         | Westpac     | 30/06/2021    | 787,997                     | 0                    | (11,913)             | 776,084                      |
| Parks and Reserves Upgrades 2021/22      | Westpac     | 29/06/2022    | 43,960                      | 0                    | (39,751)             | 4,209                        |
| Cambria Island Abutment Wall             | Westpac     | 29/06/2022    | 37,603                      | 0                    | 0                    | 37,603                       |
| Mandurah Ocean Marina Chalets Refurbishm | Westpac     | 29/06/2022    | 53,039                      | 0                    | 0                    | 53,039                       |
| Falcon Reserve Activation Plan Stage 3   | Westpac     | 19/06/2023    | 142,895                     | 0                    | (142,895)            | 0                            |
| Pleasant Grove Foreshore                 | Westpac     | 19/06/2023    | 42,574                      | 0                    | (38,040)             | 4,534                        |
| Falcon Bay Stage 5 of 5                  | Westpac     | 19/06/2023    | 98,515                      | 0                    | (98,515)             | 0                            |
| 2022/23 South Harbour Upgrades           | Westpac     | 19/06/2023    | 1,666                       | 0                    | (1,666)              | 0                            |
| Seascapes Boardwalk                      | Westpac     | 19/06/2023    | 155,864                     | 0                    | (155,864)            | 0                            |
| Mandurah Community Museum Roof and Gut   | Westpac     | 19/06/2023    | 17,832                      | 0                    | 0                    | 17,832                       |
| 2022/23 Parks and Reserves Upgrades      | Westpac     | 19/06/2023    | 73,950                      | 0                    | (73,950)             | 0                            |
| SP Halls Head PSP                        | Westpac     | 19/06/2023    | 200,000                     | 0                    | (200,000)            | 0                            |
| RC Peel Street                           | Westpac     | 19/06/2023    | 111,000                     | 0                    | (111,000)            | 0                            |
| Torcello Mews Canal PAW Renewal          | Westpac     | 19/06/2023    | 6,363                       | 0                    | 0                    | 6,363                        |
| Parks & Reserves Upgrades (23/24)        | Westpac     | 30/06/2024    | 0                           | 94,683               | 0                    | 94,683                       |
| Parks & Reserves Upgrades (23/24)        | Westpac     | 30/06/2024    | 0                           | 800,000              | 0                    | 800,000                      |
|  |             |               | 2,224,772                   | 894,683              | (1,009,740)          | 2,109,715                    |

(d) Lease Liabilities

| Purpose                        | Note  | Actual                   |                           |                                     |                           |                           |                                     |                           | Budget                   |                           |                                     |                           |
|--------------------------------|-------|--------------------------|---------------------------|-------------------------------------|---------------------------|---------------------------|-------------------------------------|---------------------------|--------------------------|---------------------------|-------------------------------------|---------------------------|
|                                |       | Principal at 1 July 2022 | New Leases During 2022-23 | Principal Repayments During 2022-23 | Principal at 30 June 2023 | New Leases During 2023-24 | Principal Repayments During 2023-24 | Principal at 30 June 2024 | Principal at 1 July 2023 | New Leases During 2023-24 | Principal Repayments During 2023-24 | Principal at 30 June 2024 |
|                                |       | \$                       | \$                        | \$                                  | \$                        | \$                        | \$                                  | \$                        | \$                       | \$                        | \$                                  | \$                        |
| Gym Equipment                  |       | 146,428                  | 47,192                    | (185,261)                           | 8,359                     | 219,276                   | (144,178)                           | 83,457                    | 8,359                    | 147,577                   | (110,671)                           | 45,265                    |
| Software                       |       | 28,350                   | 73,096                    | (83,090)                            | 18,356                    | 73,096                    | (73,096)                            | 18,356                    | 18,357                   | 54,587                    | (71,774)                            | 1,170                     |
| IT Equipment                   |       | 255,014                  | 295,536                   | (216,182)                           | 334,368                   | 215,505                   | (166,978)                           | 382,895                   | 325,856                  | 820,080                   | (276,463)                           | 869,473                   |
| Survey Equipment               |       | 21,892                   | 245,583                   | (54,671)                            | 212,804                   | 0                         | (54,070)                            | 158,734                   | 212,804                  | 0                         | (54,070)                            | 158,734                   |
| Records - Postage Meter        |       | 0                        | 6,150                     | (6,150)                             | 0                         | 0                         | 0                                   | 0                         | 0                        | 0                         | 0                                   | 0                         |
| <b>Total Lease Liabilities</b> | 11(b) | 451,684                  | 667,557                   | (545,354)                           | 573,887                   | 507,877                   | (438,322)                           | 643,442                   | 565,376                  | 1,022,244                 | (512,978)                           | 1,074,642                 |

Lease Finance Cost Payments

| Purpose                            | Institution             | Date final payment is due | Actual for year ending 30 June 2024 | Budget for year ending 30 June 2024 | Actual for year ending 30 June 2023 | Lease Term |
|------------------------------------|-------------------------|---------------------------|-------------------------------------|-------------------------------------|-------------------------------------|------------|
|                                    |                         |                           | \$                                  | \$                                  | \$                                  |            |
| Gym Equipment                      | MAIA - Marc Equipment   | Various                   | (4,323)                             | (3,200)                             | (1,449)                             | Various    |
| Software                           | MAIA - Business Systems | Various                   | (330)                               | (1,652)                             | (460)                               | Various    |
| IT Equipment                       | HP and Fuji             | Various                   | (10,484)                            | (13,392)                            | (8,960)                             | Various    |
| Survey Equipment                   | MAIA - Survey           | 1/03/2027                 | (6,522)                             | (6,522)                             | (2,804)                             | 27 months  |
| Records - Postage Meter            | Pitney Bowes            | 23/05/2023                | 0                                   | 0                                   | (94)                                | 75 months  |
| <b>Total Finance Cost Payments</b> |                         |                           | (21,659)                            | (24,766)                            | (13,767)                            |            |

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**30. RESERVE ACCOUNTS**

**Restricted by legislation/agreement**

Cash in Lieu of Parking Reserve

**Restricted by council**

Building Reserve  
Asset Management Reserve  
Cultural Centre Reserve  
Sustainability Reserve  
Waste Reserve  
Interest Free Loans Reserve  
CLAG Reserve  
Mandurah Ocean Marina Reserve  
Waterways  
Port Mandurah Canals Stage 2 Maintenance Reserve  
Mariners Cove Canals Reserve  
Port Bouvard Canal Maintenance Contributions Reserve  
Unspent Grants Reserve  
Leave Reserve  
Bushland Acquisition Reserve  
Coastal Storm Contingency Reserve  
Digital Futures Reserve  
Decked Carparking Reserve

| 2024<br>Actual<br>Opening<br>Balance | 2024<br>Actual<br>Transfer<br>to | 2024<br>Actual<br>Transfer<br>(from) | 2024<br>Actual<br>Closing<br>Balance | 2024<br>Budget<br>Opening<br>Balance | 2024<br>Budget<br>Transfer<br>to | 2024<br>Budget<br>Transfer<br>(from) | 2024<br>Budget<br>Closing<br>Balance | 2023<br>Actual<br>Opening<br>Balance | 2023<br>Actual<br>Transfer<br>to | 2023<br>Actual<br>Transfer<br>(from) | 2023<br>Actual<br>Closing<br>Balance |
|--------------------------------------|----------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|----------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|----------------------------------|--------------------------------------|--------------------------------------|
| \$                                   | \$                               | \$                                   | \$                                   | \$                                   | \$                               | \$                                   | \$                                   | \$                                   | \$                               | \$                                   | \$                                   |
| 491,695                              | 13,499                           | 0                                    | 505,194                              | 487,850                              | 11,625                           | 0                                    | 499,475                              | 481,438                              | 10,257                           | 0                                    | 491,695                              |
| 491,695                              | 13,499                           | 0                                    | 505,194                              | 487,850                              | 11,625                           | 0                                    | 499,475                              | 481,438                              | 10,257                           | 0                                    | 491,695                              |
| 1,448,838                            | 166,243                          | (71,537)                             | 1,543,544                            | 1,282,364                            | 30,556                           | 0                                    | 1,312,920                            | 1,627,162                            | 70,123                           | (248,447)                            | 1,448,838                            |
| 21,080,104                           | 10,998,768                       | (3,072,959)                          | 29,005,913                           | 26,449,182                           | 5,075,643                        | (11,434,826)                         | 20,089,999                           | 15,417,266                           | 7,598,757                        | (1,935,919)                          | 21,080,104                           |
| 189,763                              | 13                               | (189,283)                            | 493                                  | 2,480                                | 0                                | 0                                    | 2,480                                | 215,975                              | 0                                | (26,212)                             | 189,763                              |
| 509,862                              | 7,545                            | (234,280)                            | 283,127                              | 409,106                              | 9,748                            | (100,000)                            | 318,854                              | 531,204                              | 10,636                           | (31,978)                             | 509,862                              |
| 8,221,489                            | 1,801,708                        | (414,694)                            | 9,608,503                            | 5,028,905                            | 304,289                          | 0                                    | 5,333,194                            | 6,053,666                            | 2,441,519                        | (273,696)                            | 8,221,489                            |
| 191,704                              | 45,420                           | 0                                    | 237,124                              | 145,562                              | 0                                | 0                                    | 145,562                              | 145,562                              | 46,142                           | 0                                    | 191,704                              |
| 20,690                               | 11,735                           | 0                                    | 32,425                               | 11,933                               | 284                              | 0                                    | 12,217                               | 11,917                               | 8,773                            | 0                                    | 20,690                               |
| 181,789                              | 4,991                            | 0                                    | 186,780                              | 180,368                              | 4,298                            | 0                                    | 184,666                              | 177,997                              | 3,792                            | 0                                    | 181,789                              |
| 1,055,377                            | 64,849                           | (545,927)                            | 574,299                              | 757,688                              | 18,054                           | 0                                    | 775,742                              | 811,550                              | 243,827                          | 0                                    | 1,055,377                            |
| 95,096                               | 2,611                            | 0                                    | 97,707                               | 94,352                               | 2,248                            | 0                                    | 96,600                               | 93,112                               | 1,984                            | 0                                    | 95,096                               |
| 86,645                               | 2,379                            | 0                                    | 89,024                               | 85,967                               | 2,048                            | 0                                    | 88,015                               | 84,837                               | 1,808                            | 0                                    | 86,645                               |
| 272,719                              | 7,487                            | 0                                    | 280,206                              | 270,586                              | 6,448                            | 0                                    | 277,034                              | 267,030                              | 5,689                            | 0                                    | 272,719                              |
| 10,621,307                           | 11,760,898                       | (13,311,223)                         | 9,070,982                            | 8,773,649                            | 0                                | (1,282,917)                          | 7,490,732                            | 8,773,649                            | 8,184,208                        | (6,336,550)                          | 10,621,307                           |
| 3,261,428                            | 267,509                          | 0                                    | 3,528,937                            | 3,686,215                            | 0                                | (964,133)                            | 2,722,082                            | 4,592,006                            | 194,770                          | (1,525,348)                          | 3,261,428                            |
| 1,539,761                            | 42,272                           | 0                                    | 1,582,033                            | 1,524,730                            | 236,332                          | 0                                    | 1,761,062                            | 1,307,640                            | 232,121                          | 0                                    | 1,539,761                            |
| 264,001                              | 7,248                            | 0                                    | 271,249                              | 261,937                              | 6,241                            | 0                                    | 268,178                              | 258,494                              | 5,507                            | 0                                    | 264,001                              |
| 58,078                               | 1,594                            | 0                                    | 59,672                               | 57,795                               | 1,377                            | 0                                    | 59,172                               | 56,866                               | 1,212                            | 0                                    | 58,078                               |
| 1,030,111                            | 28,280                           | 0                                    | 1,058,391                            | 1,022,055                            | 24,354                           | 0                                    | 1,046,409                            | 1,008,622                            | 21,489                           | 0                                    | 1,030,111                            |

|  |            |            |              |            |            |           |              |            |            |            |              |            |
|--|------------|------------|--------------|------------|------------|-----------|--------------|------------|------------|------------|--------------|------------|
| Specified Area Rates - Waterside Canals      | 116,808    | 2,455      | (2,680)      | 116,583    | 111,730    | 2,662     | (6,738)      | 107,654    | 116,972    | 2,437      | (2,601)      | 116,808    |
| Specified Area Rates - Port Mandurah Canals  | 287,011    | 67,849     | (214,836)    | 140,024    | 277,919    | 71,662    | 0            | 349,581    | 212,247    | 74,764     | 0            | 287,011    |
| Specified Area Rates - Mandurah Quay Canals  | 239,190    | 33,631     | 0            | 272,821    | 234,213    | 32,442    | 0            | 266,655    | 222,331    | 16,859     | 0            | 239,190    |
| Specified Area Rates - Mandurah Ocean Marina | 774,206    | 169,013    | 0            | 943,219    | 721,040    | 166,328   | 0            | 887,368    | 564,257    | 209,949    | 0            | 774,206    |
| Specified Area Rate - Port Bouvard Canals    | 152,725    | 3,259      | (1,233)      | 154,751    | 141,137    | 3,881     | 0            | 145,018    | 131,740    | 20,985     | 0            | 152,725    |
| Specified Area Rate - Mariners Cove          | 4,783      | 5,042      | 0            | 9,825      | 5,083      | 932       | 0            | 6,015      | 10,331     | 100        | (5,648)      | 4,783      |
| Specified Area Rate - Eastport               | 52,585     | 1,129      | (105)        | 53,609     | 44,336     | 1,909     | 0            | 46,245     | 43,891     | 8,694      | 0            | 52,585     |
| Sports Club Maintenance Levy Reserve         | 304,673    | 68,107     | 0            | 372,780    | 257,226    | 18,129    | 0            | 275,355    | 242,545    | 62,128     | 0            | 304,673    |
| City Centre Land Acquisition Reserve         | 1,052,919  | 28,906     | 0            | 1,081,825  | 924,146    | 22,021    | 0            | 946,167    | 1,010,931  | 41,988     | 0            | 1,052,919  |
| Lakelands Community Infrastructure Reserve   | 1,125,604  | 30,902     | 0            | 1,156,506  | 1,116,802  | 26,611    | 0            | 1,143,413  | 1,102,123  | 23,481     | 0            | 1,125,604  |
| Plant Reserve                                | 3,011,375  | 814,008    | (1,850,296)  | 1,975,087  | 571,092    | 13,608    | 0            | 584,700    | 2,014,060  | 1,779,592  | (782,277)    | 3,011,375  |
| Workers Compensation Reserve                 | 554,251    | 8,405      | (248,110)    | 314,546    | 549,038    | 13,083    | 0            | 562,121    | 673,563    | 11,562     | (130,874)    | 554,251    |
| Restricted Cash Reserve                      | 2,848,106  | 1,223,547  | (1,095,944)  | 2,975,709  | 2,060,942  | 19,890    | (1,095,943)  | 984,889    | 3,040,759  | 1,948,378  | (2,141,031)  | 2,848,106  |
| Transform Mandurah Funding Program Reserve   | 852,513    | 99,790     | 0            | 952,303    | 834,729    | 0         | 0            | 834,729    | 0          | 852,513    | 0            | 852,513    |
| Public Arts Reserve                          | 311,498    | 101,022    | 0            | 412,520    | 305,000    | 0         | 0            | 305,000    | 0          | 311,498    | 0            | 311,498    |
| Community Safety Reserve                     | 510,653    | 14,019     | 0            | 524,672    | 500,000    | 0         | 0            | 500,000    | 0          | 510,653    | 0            | 510,653    |
| Mandurah Quay Seawall Reserve                | 0          | 0          | 0            | 0          | 0          | 0         | 0            | 0          | 0          | 0          | 0            | 0          |
|  | 62,327,662 | 27,892,634 | (21,253,107) | 68,967,189 | 58,699,307 | 6,115,078 | (14,884,557) | 49,929,828 | 50,820,305 | 24,947,938 | (13,440,581) | 62,327,662 |
|  | 62,819,360 | 27,906,133 | (21,253,107) | 69,472,383 | 59,187,157 | 6,126,703 | (14,884,557) | 50,429,303 | 51,301,743 | 24,958,195 | (13,440,581) | 62,819,360 |

All reserves are supported by cash and cash equivalents and financial assets at amortised cost and are restricted within equity as Reserve accounts.

In accordance with council resolutions or adopted budget in relation to each reserve account, the purpose for which the reserves are set aside and their anticipated date of use are as follows:

| Name of reserve account                              | Purpose of the reserve account   |
|--|--|
| <b>Restricted by legislation/agreement</b>           |  |
| Cash in Lieu of Parking Reserve                      | Parking - Provide additional parking areas   |
| <b>Restricted by council</b>                         |  |
| Building Reserve                                     | Building - Future new building capital requirements  |
| Asset Management Reserve                             | Asset Management - Renewal and upgrade of current infrastructure   |
| Cultural Centre Reserve                              | Cultural Centre - Equipment/plant replacement for Mandurah Performing Arts Centre and the provision of standby financing |
| Sustainability Reserve                               | Sustainability - Development of Mandurah as a sustainable city   |
| Waste Reserve  | Waste Facilities Reserve Fund - Future waste treatment initiatives   |
| Interest Free Loans Reserve                          | Interest Free Loans - Interest-free loans to sporting & community groups for minor capital projects                      |
| CLAG Reserve   | CLAG - Contiguous Local Authority Group for control of mosquitoes  |
| Mandurah Ocean Marina Reserve                        | Mandurah Ocean Marina - Future maintenance/asset replacement at Mandurah Ocean Marina                                    |
| Waterways  | Waterways - Future maintenance/asset replacement of specific waterways infrastructure                                    |
| Port Mandurah Canals Stage 2 Maintenance Reserve     | Port Mandurah Canals Stage 2 Maintenance - Stage 2 Future maintenance of canals  |
| Mariners Cove Canals Reserve                         | Mariners Cove Canals - Future maintenance of canals  |
| Port Bouvard Canal Maintenance Contributions Reserve | Port Bouvard Canal Maintenance Contributions - Contribution Future maintenance of canals                                 |
| Unspent Grants Reserve                               | Unspent Grants & Contributions - Operating and non-operating grants and contributions tied to future expenditure         |
| Leave Reserve  | Long Service Leave - To fund the long service and sick leave liability of Council's staff                                |
| Bushland Acquisition Reserve                         | Bushland Acquisition - For the purchase & protection of bushland and environmentally sensitive sites within the City     |
| Coastal Storm Contingency Reserve                    | Coastal Storm Contingency - Provide for coastal emergency works due to storm damage                                      |

|  |   |
|--|---|
| Digital Futures Reserve                      | Digital Futures - Fund development, investigation or commissioning of digital technology initiatives  |
| Decked Carparking Reserve                    | Decked Carparking - Amount received from Landcorp in June 2006, set aside for Decked Carparking   |
| Specified Area Rates - Waterside Canals      | Specified Area Rates - Waterside Canals - Future maintenance of canals  |
| Specified Area Rates - Port Mandurah Canals  | Specified Area Rates - Port Mandurah Canals - Future maintenance of canals  |
| Specified Area Rates - Mandurah Quay Canals  | Specified Area Rates - Mandurah Quay Canals - Future maintenance of canals  |
| Specified Area Rates - Mandurah Ocean Marina | Specified Area Rates - Mandurah Ocean Marina - Future maintenance/asset replacement at Mandurah Ocean Marina  |
| Specified Area Rate - Port Bouvard Canals    | Specified Area Rate - Port Bouvard Canals - Future maintenance of canals  |
| Specified Area Rate - Mariners Cove          | Specified Area Rate - Mariners Cove - Future maintenance of canals  |
| Specified Area Rate - Eastport               | Specified Area Rate - Eastport - Future maintenance of canals   |
| Sports Club Maintenance Levy Reserve         | Sports Clubs Maintenance Levy - To maintain various city buildings leased to clubs  |
| City Centre Land Acquisition Reserve         | City Centre Land Acquisition Reserve - For future property purchases within the City Centre area  |
| Lakelands Community Infrastructure Reserve   | Lakelands Community Infrastructure Reserve - Contribute to the construction of the community infrastructure on Lot 2300 Seppings Parade Lakelands                           |
| Plant Reserve                                | Plant reserve - Replacement of heavy plant and equipment  |
| Workers Compensation Reserve                 | Workers Compensation - For the purposes of funding previous year workers compensation claims that are open and still have costs required to be paid by the City of Mandurah |
| Restricted Cash Reserve                      | Restricted cash carried forward for future use  |
| Transform Mandurah Funding Program Reserve   | Progress projects endorsed by Council under Transform Mandurah or identified through other City Strategies to support the City's Economic aspirations and objectives        |
| Public Arts Reserve                          | To fund public art throughout the City of Mandurah district   |
| Community Safety Reserve                     | To fund the relevant actions in the Community Safety Strategy that have been identified as being funded from this reserve   |
| Mandurah Quay Seawall Reserve                | For future maintenance/asset replacement of Mandurah Quay seawall   |

**CITY OF MANDURAH**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**31. TRUST FUNDS**

Funds held at balance date which are required to be held in trust and which are not included in the financial statements are as follows:

|                                   | 1 July 2023 | Amounts Received | Amounts Paid | 30 June 2024 |
|-----------------------------------|-------------|------------------|--------------|--------------|
|                                   | \$          | \$               | \$           | \$           |
| Cash-in-lieu of public open space | 1,397,656   | 91,368           | (172,964)    | 1,316,060    |
|                                   | 1,397,656   | 91,368           | (172,964)    | 1,316,060    |