

CITY OF MANDURAH
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

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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 2025**

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 2025 and the financial position as at 30 June 2025.

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 2025

CEO

Casey Mihovilovich

Name of CEO

CITY OF MANDURAH
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2025

| | Note | 2025 Actual \$ | 2025 Budget \$ | 2024 Actual \$ |
|---|---------|----------------------|----------------------|----------------------|
| Revenue | | | | |
| Rates | 2(a),27 | 98,056,579 | 98,083,897 | 93,164,669 |
| Grants, subsidies and contributions | 2(a) | 4,867,778 | 6,293,578 | 5,635,783 |
| Fees and charges | 2(a) | 38,581,727 | 35,192,242 | 34,107,075 |
| Interest revenue | 2(a) | 4,443,093 | 4,301,430 | 4,789,540 |
| Other revenue | 2(a) | 1,603,994 | 79,169 | 1,364,955 |
| | | 147,553,171 | 143,950,316 | 139,062,022 |
| Expenses | | | | |
| Employee costs | 2(b) | (59,514,332) | (59,439,328) | (55,373,119) |
| Materials and contracts | | (60,839,183) | (61,747,749) | (58,492,124) |
| Utility charges | | (5,022,010) | (4,740,090) | (4,275,112) |
| Depreciation | | (35,876,845) | (35,205,987) | (35,755,740) |
| Finance costs | 2(b) | (1,216,573) | (1,122,702) | (1,072,265) |
| Insurance | | (1,775,489) | (1,476,652) | (1,410,406) |
| Other expenditure | 2(b) | (1,594,709) | 0 | (29,373) |
| | | (165,839,141) | (163,732,508) | (156,408,139) |
| | | (18,285,970) | (19,782,192) | (17,346,117) |
| Capital grants, subsidies and contributions | 2(a) | 29,053,353 | 14,108,173 | 25,981,030 |
| Profit on asset disposals | | 275,878 | 0 | 188,569 |
| Loss on asset disposals | | (2,765,679) | 0 | (7,246,306) |
| Fair value adjustments to financial assets at fair value through profit or loss | 4(b) | (6,215) | 0 | (251,584) |
| Fair value adjustments to investment property | 12 | 804,038 | 0 | 0 |
| | | 27,361,375 | 14,108,173 | 18,671,709 |
| Net result for the period | 26(b) | 9,075,405 | (5,674,019) | 1,325,592 |
| Total comprehensive income for the period | | 9,075,405 | (5,674,019) | 1,325,592 |

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

CITY OF MANDURAH
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025

| | Note | 2025 | 2024 |
|---|-------------|----------------------|----------------------|
| | | \$ | \$ |
| CURRENT ASSETS | | | |
| Cash and cash equivalents | 3 | 61,810,976 | 74,477,069 |
| Trade and other receivables | 5 | 8,583,452 | 11,057,982 |
| Other financial assets | 4(a) | 19,764,861 | 6,522,395 |
| Inventories | 6 | 1,004,876 | 837,615 |
| Other assets | 7 | 3,878,677 | 3,377,738 |
| TOTAL CURRENT ASSETS | | 95,042,842 | 96,272,799 |
| NON-CURRENT ASSETS | | | |
| Trade and other receivables | 5 | 2,044,842 | 1,685,741 |
| Other financial assets | 4(b) | 268,938 | 322,261 |
| Property, plant and equipment | 8 | 286,794,249 | 281,267,077 |
| Infrastructure | 9 | 770,808,685 | 768,996,872 |
| Right-of-use assets | 11(a) | 515,180 | 613,481 |
| Investment property | 12 | 11,487,798 | 10,683,760 |
| TOTAL NON-CURRENT ASSETS | | 1,071,919,692 | 1,063,569,192 |
| TOTAL ASSETS | | 1,166,962,534 | 1,159,841,991 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | 13 | 21,969,393 | 18,392,884 |
| Contract liabilities | 14 | 429,480 | 253,428 |
| Capital grant/contributions liabilities | 14 | 1,437,267 | 4,812,548 |
| Lease liabilities | 11(b) | 173,812 | 254,514 |
| Borrowings | 15 | 6,509,258 | 6,237,234 |
| Employee related provisions | 16 | 9,563,235 | 9,616,596 |
| Other provisions | 17 | 330,335 | 330,335 |
| TOTAL CURRENT LIABILITIES | | 40,412,780 | 39,897,539 |
| NON-CURRENT LIABILITIES | | | |
| Capital grant/contributions liabilities | 14 | 0 | 1,215,909 |
| Lease liabilities | 11(b) | 367,969 | 388,928 |
| Borrowings | 15 | 23,523,171 | 24,853,039 |
| Employee related provisions | 16 | 915,918 | 819,285 |
| TOTAL NON-CURRENT LIABILITIES | | 24,807,058 | 27,277,161 |
| TOTAL LIABILITIES | | 65,219,838 | 67,174,700 |
| NET ASSETS | | 1,101,742,696 | 1,092,667,291 |
| EQUITY | | | |
| Retained surplus | | 250,260,611 | 237,390,978 |
| Reserve accounts | 30 | 65,678,155 | 69,472,383 |
| Revaluation surplus | 18 | 785,803,930 | 785,803,930 |
| TOTAL EQUITY | | 1,101,742,696 | 1,092,667,291 |

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 2025

| | Note | Retained surplus | Reserve accounts | Revaluation surplus | Total equity |
|---|-------------|-----------------------------|-----------------------------|--------------------------------|-------------------------|
| | | \$ | \$ | \$ | \$ |
| Balance as at 1 July 2023 | | 242,718,412 | 62,819,357 | 785,803,930 | 1,091,341,699 |
| 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 |
| Balance as at 30 June 2024 | | 237,390,978 | 69,472,383 | 785,803,930 | 1,092,667,291 |
| Comprehensive income for the period | | | | | |
| Net result for the period | | 9,075,405 | 0 | 0 | 9,075,405 |
| Total comprehensive income for the period | | 9,075,405 | 0 | 0 | 9,075,405 |
| Transfers from reserve accounts | 30 | 21,903,914 | (21,903,914) | 0 | 0 |
| Transfers to reserve accounts | 30 | (18,109,686) | 18,109,686 | 0 | 0 |
| Balance as at 30 June 2025 | | 250,260,611 | 65,678,155 | 785,803,930 | 1,101,742,696 |

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 2025

| | Note | 2025 Actual \$ | 2024 Actual \$ |
|--|-------|----------------------|----------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Receipts | | | |
| Rates | | 97,919,084 | 92,144,266 |
| Grants, subsidies and contributions | | 9,904,807 | 1,837,772 |
| Fees and charges | | 38,636,009 | 34,129,717 |
| Interest revenue | | 4,443,093 | 4,789,540 |
| Goods and services tax received | | 138,004 | (113,191) |
| Other revenue | | 1,603,994 | 1,364,955 |
| | | 152,644,991 | 134,153,059 |
| Payments | | | |
| Employee costs | | (59,504,618) | (55,408,314) |
| Materials and contracts | | (59,158,419) | (60,330,519) |
| Utility charges | | (5,022,010) | (4,275,112) |
| Finance costs | | (1,216,573) | (1,072,265) |
| Insurance paid | | (1,775,489) | (1,410,406) |
| Other expenditure | | (1,594,709) | (29,373) |
| | | (128,271,818) | (122,525,989) |
| Net cash provided by operating activities | 19(b) | 24,373,173 | 11,627,070 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Payments for financial assets at amortised cost | | (13,205,360) | 0 |
| Payments for purchase of property, plant & equipment | 8(a) | (11,276,449) | (13,946,846) |
| Payments for construction of infrastructure | 9(a) | (24,684,883) | (14,896,724) |
| Proceeds from capital grants, subsidies and contributions | | 12,273,565 | 11,923,496 |
| Proceeds from financial assets at amortised cost | | 0 | 5,845,223 |
| Proceeds from financial assets at amortised cost - community loans | | 10,002 | 81,562 |
| Proceeds from sale of property, plant & equipment | | 1,254,833 | 1,029,391 |
| Net cash (used in) investing activities | | (35,628,292) | (9,963,898) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Repayment of borrowings | 29(a) | (5,509,463) | (5,024,549) |
| Payments for principal portion of lease liabilities | 29(d) | (353,132) | (438,322) |
| Proceeds from new borrowings | 29(a) | 4,451,621 | 8,356,864 |
| Net cash provided by (used in) financing activities | | (1,410,974) | 2,893,993 |
| Net increase (decrease) in cash held | | (12,666,093) | 4,557,165 |
| Cash at beginning of year | | 74,477,069 | 69,919,904 |
| Cash and cash equivalents at the end of the year | 19(a) | 61,810,976 | 74,477,069 |

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 2025

| | Note | 2025 Actual \$ | 2025 Budget \$ | 2024 Actual \$ |
|---|-------|----------------------|----------------------|----------------------|
| OPERATING ACTIVITIES | | | | |
| Revenue from operating activities | | | | |
| General rates | 27 | 98,056,579 | 98,083,897 | 93,164,669 |
| Grants, subsidies and contributions | | 4,867,778 | 6,293,578 | 5,635,783 |
| Fees and charges | | 38,581,727 | 35,192,242 | 34,107,075 |
| Interest revenue | | 4,443,093 | 4,301,430 | 4,789,540 |
| Other revenue | | 1,603,994 | 79,169 | 1,364,955 |
| Profit on asset disposals | | 275,878 | 0 | 188,569 |
| Fair value adjustments to investment property | 12 | 804,038 | 0 | 0 |
| | | 148,633,087 | 143,950,316 | 139,250,591 |
| Expenditure from operating activities | | | | |
| Employee costs | | (59,514,332) | (59,439,328) | (55,373,119) |
| Materials and contracts | | (60,839,183) | (61,747,749) | (58,492,124) |
| Utility charges | | (5,022,010) | (4,740,090) | (4,275,112) |
| Depreciation | | (35,876,845) | (35,205,987) | (35,755,740) |
| Finance costs | | (1,216,573) | (1,122,702) | (1,072,265) |
| Insurance | | (1,775,489) | (1,476,652) | (1,410,406) |
| Other expenditure | | (1,594,709) | 0 | (29,373) |
| Loss on asset disposals | | (2,765,679) | 0 | (7,246,306) |
| Fair value adjustments to financial assets at fair value through profit or loss | 4(b) | (6,215) | 0 | (251,584) |
| | | (168,611,035) | (163,732,508) | (163,906,029) |
| Non-cash amounts excluded from operating activities | 28(a) | 38,520,871 | 35,443,132 | 42,396,964 |
| Amount attributable to operating activities | | 18,542,923 | 15,660,940 | 17,741,526 |
| INVESTING ACTIVITIES | | | | |
| Inflows from investing activities | | | | |
| Capital grants, subsidies and contributions | | 29,053,353 | 14,108,173 | 25,981,030 |
| Proceeds from disposal of assets | | 1,254,833 | 7,449,567 | 1,029,391 |
| Proceeds from financial assets at amortised cost - self-supporting loans | | 10,002 | 0 | 81,562 |
| | | 30,318,188 | 21,557,740 | 27,091,983 |
| Outflows from investing activities | | | | |
| Acquisition of property, plant and equipment | 8(a) | (11,276,449) | (12,421,726) | (13,946,846) |
| Acquisition of infrastructure | 9(a) | (24,684,883) | (27,410,469) | (14,896,724) |
| | | (35,961,332) | (39,832,195) | (28,843,570) |
| Non-cash amounts excluded from investing activities | 28(b) | (16,627,615) | 500,000 | (13,505,420) |
| Amount attributable to investing activities | | (22,270,759) | (17,774,455) | (15,257,007) |
| FINANCING ACTIVITIES | | | | |
| Inflows from financing activities | | | | |
| Proceeds from borrowings | 29(a) | 4,451,621 | 4,650,000 | 8,356,864 |
| Proceeds from Unspent Loans | | 1,484,086 | 0 | 1,009,740 |
| Proceeds from new interest earning liabilities | | 0 | 461,000 | 0 |
| Proceeds from new leases - non cash | 29(d) | 251,471 | 1,863,760 | 507,877 |
| Transfers from reserve accounts | 30 | 21,903,914 | 9,478,565 | 21,253,107 |
| | | 28,091,092 | 16,453,325 | 31,127,588 |
| Outflows from financing activities | | | | |
| Repayment of borrowings | 29(a) | (5,509,463) | (4,332,703) | (5,024,549) |
| Principal elements of interest earning liabilities | | 0 | (949,701) | 0 |
| Payments for principal portion of lease liabilities | 29(d) | (353,132) | (576,642) | (438,322) |
| Transfers to reserve accounts | 30 | (18,109,686) | (7,666,347) | (27,906,133) |
| | | (23,972,281) | (13,525,393) | (33,369,004) |
| Non-cash amounts excluded from financing activities | 28(c) | (251,471) | (1,863,760) | (507,877) |
| Amount attributable to financing activities | | 3,867,340 | 1,064,172 | (2,749,293) |
| MOVEMENT IN SURPLUS OR DEFICIT | | | | |
| Surplus or deficit at the start of the financial year | 28(d) | 754,197 | 600,000 | 1,018,971 |
| Amount attributable to operating activities | | 18,542,923 | 15,660,940 | 17,741,526 |
| Amount attributable to investing activities | | (22,270,759) | (17,774,455) | (15,257,007) |
| Amount attributable to financing activities | | 3,867,340 | 1,064,172 | (2,749,293) |
| Surplus or deficit after imposition of general rates | 28(d) | 893,701 | (449,343) | 754,197 |

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

CITY OF MANDURAH
FOR THE YEAR ENDED 30 JUNE 2025
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CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

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 2020-1 *Amendments to Australian Accounting Standards*
 - *Classification of Liabilities as Current or Non-current*
- 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*
- AASB 2023-3 *Amendments to Australian Accounting Standards*
 - *Disclosure of Non-current Liabilities with Covenants: Tier 2*
- AASB 2024-1 *Amendments to Australian Accounting Standards*
 - *Supplier Finance Arrangements: Tier 2 Disclosures*
- AASB 2023-1 *Amendments to Australian Accounting Standards*
 - *Supplier Finance Arrangements*

These amendments are not expected to have not 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 certain non-financial assets on revaluation. The impact has not been quantified as it is not considered practicable to determine the amount of the difference in fair value attributable to the change in the standard.

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 2024-4b *Amendments to Australian Accounting Standards*
 - *Effective Date of Amendments to AASB 10 and AASB 128 [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]*
- AASB 2022-9 *Amendments to Australian Accounting Standards*
 - *Insurance Contracts in the Public Sector*
- AASB 2023-5 *Amendments to Australian Accounting Standards*
 - *Lack of Exchangeability*
- AASB 18 (FP) *Presentation and Disclosure in Financial Statements*
 - (Appendix D) [for for-profit entities]
- AASB 18 (NFP/super) *Presentation and Disclosure in Financial Statements*
 - (Appendix D) [for not-for-profit and superannuation entities]
- AASB 2024-2 *Amendments to Australian Accounting Standards*
 - *Classification and Measurement of Financial Instruments*
- AASB 2024-3 *Amendments to Australian Accounting Standards*
 - *Annual Improvements Volume 11*

These amendments are not expected to have any material impact on the financial report on initial application.

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

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

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.

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 2025

| Nature | Contracts with customers | Capital grant/contributions | Statutory requirements | Other | Total |
|---|--------------------------|-----------------------------|------------------------|------------------|--------------------|
| | \$ | \$ | \$ | \$ | \$ |
| Rates | 0 | 0 | 98,056,579 | 0 | 98,056,579 |
| Grants, subsidies and contributions | 4,867,778 | 0 | 0 | 0 | 4,867,778 |
| Fees and charges | 38,581,727 | 0 | 0 | 0 | 38,581,727 |
| Interest revenue | 0 | 0 | 652,966 | 3,790,127 | 4,443,093 |
| Other revenue | 302,855 | 0 | 0 | 1,301,139 | 1,603,994 |
| Capital grants, subsidies and contributions | 0 | 29,053,353 | 0 | 0 | 29,053,353 |
| Total | 43,752,360 | 29,053,353 | 98,709,545 | 5,091,266 | 176,606,524 |

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 |
| Total | 40,043,692 | 25,981,030 | 93,877,964 | 5,140,366 | 165,043,052 |

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

2. REVENUE AND EXPENSES (Continued)

(a) Revenue (Continued)

| Note | 2025 Actual \$ | 2024 Actual \$ |
|--|-------------------------------|-------------------------------|
| Interest revenue | | |
| Interest on reserve account | 1,454,886 | 1,522,615 |
| Rates instalment and penalty interest | 652,966 | 713,295 |
| Other interest revenue | 2,335,241 | 2,553,630 |
| | 4,443,093 | 4,789,540 |
| Fees and charges relating to rates receivable | | |
| Charges on instalment plan | 108,532 | 92,951 |
| The 2025 original budget estimate in relation to: Charges on instalment plan was \$103,300. | | |

(b) Expenses

| | | |
|--|-------------------|-------------------|
| Auditors remuneration | | |
| - Audit of the Annual Financial Report | 151,799 | 142,200 |
| | 151,799 | 142,200 |
| Employee Costs | | |
| Employee benefit costs | 50,597,824 | 47,270,516 |
| Other employee costs | 8,916,508 | 8,102,603 |
| | 59,514,332 | 55,373,119 |
| Finance costs | | |
| Interest and financial charges paid/payable for lease liabilities and financial liabilities not at fair value through profit or loss | 780,017 | 680,122 |
| Interest rate swap | 0 | 303 |
| Other Borrowings interest | 436,556 | 391,840 |
| | 1,216,573 | 1,072,265 |
| Other expenditure | | |
| Write-Off of WIP / Duplicated Assets | 1,539,236 | 0 |
| Sundry expenses | 55,473 | 29,373 |
| | 1,594,709 | 29,373 |

9(a)

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

3. CASH AND CASH EQUIVALENTS

| Note | 2025 \$ | 2024 \$ |
|--|-------------------|-------------------|
| Cash at bank and on hand | 25,560,472 | 30,142,409 |
| Term deposits | 36,250,504 | 44,334,660 |
| Total cash and cash equivalents | 61,810,976 | 74,477,069 |
| Held as | | |
| - Unrestricted cash and cash equivalents | 13,358,200 | 4,341,390 |
| - Restricted cash and cash equivalents | 48,452,776 | 70,135,679 |
| | 61,810,976 | 74,477,069 |

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.

4. OTHER FINANCIAL ASSETS

| Note | 2025 \$ | 2024 \$ |
|--|-------------------|------------------|
| (a) Current assets | | |
| Financial assets at amortised cost | 19,764,861 | 6,522,395 |
| | 19,764,861 | 6,522,395 |
| Other financial assets at amortised cost | | |
| Community Loans | 47,106 | 10,000 |
| Term deposits | 19,717,755 | 6,512,395 |
| | 19,764,861 | 6,522,395 |
| Held as | | |
| - Unrestricted other financial assets at amortised cost | 47,106 | 10,000 |
| - Restricted other financial assets at amortised cost | 19,717,755 | 6,512,395 |
| | 19,764,861 | 6,522,395 |
| (b) Non-current assets | | |
| Financial assets at amortised cost - Community Loans | 129,604 | 176,712 |
| Financial assets at fair value through profit or loss - Local Government House Trust | 139,334 | 145,549 |
| | 268,938 | 322,261 |
| Financial assets at amortised cost | | |
| Financial assets at amortised cost - Community Loans | 129,604 | 176,712 |
| | 129,604 | 176,712 |
| Financial assets at fair value through profit or loss | | |
| Units in Local Government House Trust - opening balance | 145,549 | 142,607 |
| Movement attributable to fair value changes | (6,215) | 2,942 |
| Units in Local Government House Trust - closing balance | 139,334 | 145,549 |

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 classifies 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 2025

5. TRADE AND OTHER RECEIVABLES

Current

| | Note | 2025 \$ | 2024 \$ |
|--|-------|------------|------------|
| Rates and statutory receivables | | 5,061,263 | 3,662,665 |
| Trade receivables | | 1,728,493 | 1,848,912 |
| Other receivables - Infringements | | 790,234 | 803,309 |
| GST receivable | | 532,891 | 670,895 |
| Receivables for employee related provisions | 16 | 450,455 | 358,794 |
| Allowance for credit losses of trade receivables | 23(b) | (269,893) | (215,611) |
| Other receivables Pensioner Rebates and ESL | | 290,009 | 145,519 |
| Other receivables - Insurance Claims | | 0 | 3,783,499 |
| | | 8,583,452 | 11,057,982 |

Non-current

| | | | |
|------------------------------------|--|-----------|-----------|
| Pensioner's rates and ESL deferred | | 2,044,842 | 1,685,741 |
| | | 2,044,842 | 1,685,741 |

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 2025 Actual \$ | 30 June 2024 Actual \$ |
|---|---------------------------------|---------------------------------|
| Trade and other receivables from contracts with customers | 249,076 | 160,287 |
| Total trade and other receivables from contracts with customers | 249,076 | 160,287 |

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 2025

6. INVENTORIES

Current

Fuel and materials
Land held for resale
Cost of acquisition

| Note | 2025 | 2024 |
|------|-----------|---------|
| | \$ | \$ |
| | 559,876 | 392,615 |
| | 445,000 | 445,000 |
| | 1,004,876 | 837,615 |
| | | |
| | 837,615 | 694,556 |
| | 167,261 | 143,059 |
| | 1,004,876 | 837,615 |

The following movements in inventories occurred during the year:

Balance at beginning of year

Inventory movement

Balance at end of year

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 2025

7. OTHER ASSETS

Other assets - current

Prepayments
 Accrued income

| 2025 | 2024 |
|-----------|-----------|
| \$ | \$ |
| 623,894 | 1,283,653 |
| 3,254,783 | 2,094,085 |
| 3,878,677 | 3,377,738 |

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 2025

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.

| | Note | Land \$ | Buildings \$ | Land \$ | Buildings \$ | Total property \$ | Furniture and equipment \$ | Plant and equipment \$ | Work in Progress \$ | Total property, plant and equipment \$ |
|--|------|------------|-----------------|------------|-----------------|----------------------|----------------------------------|------------------------------|------------------------|--|
| Balance at 1 July 2023 | | 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 |
| Balance at 30 June 2024 | | 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 |
| Comprises: | | | | | | | | | | |
| 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) |
| Balance at 30 June 2024 | 8(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 |
| Additions | | 0 | 197,131 | 0 | 197,131 | 197,131 | 0 | 2,423,380 | 8,655,938 | 11,276,449 |
| Disposals | | (110,000) | (88,568) | (110,000) | (88,568) | (198,568) | 0 | (1,158,683) | 0 | (1,357,251) |
| Depreciation | | 0 | (2,630,876) | 0 | (2,630,876) | (2,630,876) | (270,378) | (1,526,249) | 0 | (4,427,503) |
| Transfers | | 0 | 7,896,447 | 0 | 7,896,447 | 7,896,447 | 0 | 286,880 | (8,147,850) | 35,477 |
| Balance at 30 June 2025 | | 93,415,000 | 168,442,933 | 93,415,000 | 168,442,933 | 261,857,933 | 1,791,677 | 12,970,469 | 10,174,170 | 286,794,249 |
| Comprises: | | | | | | | | | | |
| Gross balance amount at 30 June 2025 | | 93,415,000 | 176,370,135 | 93,415,000 | 176,370,135 | 269,785,135 | 3,284,584 | 18,776,642 | 10,174,170 | 302,020,531 |
| Accumulated depreciation at 30 June 2025 | | 0 | (7,927,202) | 0 | (7,927,202) | (7,927,202) | (1,492,907) | (5,806,173) | 0 | (15,226,282) |
| Balance at 30 June 2025 | 8(b) | 93,415,000 | 168,442,933 | 93,415,000 | 168,442,933 | 261,857,933 | 1,791,677 | 12,970,469 | 10,174,170 | 286,794,249 |

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

8. PROPERTY, PLANT AND EQUIPMENT (Continued)

(b) Carrying amount measurements

| Asset class | Note | Carrying amount 2025 \$ | Carrying amount 2024 \$ | Fair value hierarchy | Valuation technique | Basis of valuation | Date of last valuation | Inputs used |
|--|------|-------------------------------|-------------------------------|-------------------------|---|--|---------------------------|---|
| (i) Fair value - as determined at the last valuation date | | | | | | | | |
| Land and buildings | | | | | | | | |
| Land | | 93,415,000 | 93,525,000 | 2 | Market Approach | Independent registered valuer | June 2022 | Selection of Land similar approximate utility |
| Total land | 8(a) | 93,415,000 | 93,525,000 | | | | | |
| Buildings - non specialised | | 168,442,933 | 163,068,799 | 2 | Cost approach using current replacement cost | Independent valuer and Management valuation | June 2022 | Historical cost per square floor area. Consumed benefit/obsolescence of asset. |
| Total buildings | 8(a) | 168,442,933 | 163,068,799 | | | | | |

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 2025

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 - roads | Infrastructure - drainage | Infrastructure - parks | Infrastructure - work in progress | Other infrastructure - coastal and estuary | Other infrastructure - bridges | Other infrastructure - other infrastructure | Total infrastructure |
|--|---------------------------|------------------------------|---------------------------|---|---|--------------------------------------|--|-------------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Balance at 1 July 2023 | 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 |
| Balance at 30 June 2024 | 343,854,745 | 160,626,144 | 109,745,148 | 37,809,398 | 45,423,763 | 67,417,850 | 4,119,824 | 768,996,872 |
| Comprises: | | | | | | | | |
| 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) |
| Balance at 30 June 2024 | 343,854,745 | 160,626,144 | 109,745,148 | 37,809,398 | 45,423,763 | 67,417,850 | 4,119,824 | 768,996,872 |
| Additions | 24,424 | 0 | 65,323 | 24,595,136 | 0 | 0 | 0 | 24,684,883 |
| (Disposals) | (891,035) | (434,012) | (1,026,765) | 0 | (33,403) | 0 | 0 | (2,385,215) |
| Gifted Assets Cost | 8,875,482 | 1,874,737 | 1,633,393 | 0 | 0 | 0 | 0 | 12,383,612 |
| Gifted Assets Accumulated Depreciation | (76,272) | (6,889) | (114,027) | 0 | 0 | 0 | 0 | (197,188) |
| Write-Off of WIP / Duplicated Assets | 0 | 0 | 0 | (1,539,236) | 0 | 0 | 0 | (1,539,236) |
| Depreciation | (12,078,967) | (2,860,199) | (12,595,371) | 0 | (2,479,424) | (883,251) | (202,354) | (31,099,566) |
| Transfers | 6,565,289 | 409,649 | 4,665,577 | (11,675,992) | 0 | 0 | 0 | (35,477) |
| Balance at 30 June 2025 | 346,273,666 | 159,609,430 | 102,373,278 | 49,189,306 | 42,910,936 | 66,534,599 | 3,917,470 | 770,808,685 |
| Comprises: | | | | | | | | |
| Gross balance at 30 June 2025 | 617,484,154 | 226,379,090 | 192,631,678 | 49,189,306 | 104,677,763 | 88,325,118 | 5,359,473 | 1,284,046,582 |
| Accumulated depreciation at 30 June 2025 | (271,210,488) | (66,769,660) | (90,258,400) | 0 | (61,766,827) | (21,790,519) | (1,442,003) | (513,237,897) |
| Balance at 30 June 2025 | 346,273,666 | 159,609,430 | 102,373,278 | 49,189,306 | 42,910,936 | 66,534,599 | 3,917,470 | 770,808,685 |

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

9. INFRASTRUCTURE (Continued)

(b) Carrying amount measurements

| Asset class | Fair value hierarchy | Valuation technique | Basis of valuation | Date of last valuation | Inputs used |
|--|-----------------------------|--|-------------------------------|-------------------------------|---|
| (i) Fair value - as determined at the last valuation date | | | | | |
| Infrastructure - roads | 3 | Cost approach using current replacement cost | Independent registered valuer | June 2022 | Construction costs, current condition, remaining useful lives. Consumed economic benefit/obsolescence of asset. |
| Infrastructure - drainage | 3 | Cost approach using current replacement cost | Independent registered valuer | June 2022 | Construction costs, current condition, remaining useful lives. Consumed economic benefit/obsolescence of asset. |
| Infrastructure - parks | 3 | Cost approach using current replacement cost | Independent registered valuer | June 2022 | Construction costs, current condition, remaining useful lives. Consumed economic benefit/obsolescence of asset. |
| Other infrastructure - coastal and estuary | 3 | Cost approach using current replacement cost | Independent registered valuer | June 2022 | Construction costs, current condition, remaining useful lives. Consumed economic benefit/obsolescence of asset. |
| Other infrastructure - bridges | 3 | Cost approach using current replacement cost | Independent registered valuer | June 2022 | Construction costs, current condition, remaining useful lives. Consumed economic benefit/obsolescence of asset. |
| Other infrastructure - other infrastructure | 3 | Cost approach using current 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
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

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:

| Asset class | Useful life |
|--------------------------------------|------------------------------|
| 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.

| | 2025 | 2024 |
|---------------------|------------|------------|
| | \$ | \$ |
| Plant and equipment | 200,414 | 199,314 |
| Infrastructure | 48,349,227 | 14,550,365 |
| | 48,549,641 | 14,749,679 |

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

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; or
- (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
FOR THE YEAR ENDED 30 JUNE 2025

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.

| | Right-of-use assets - plant and equipment | | Total right-of-use assets |
|--------------------------------|--|--|--------------------------------------|
| Note | \$ | | \$ |
| Balance at 1 July 2023 | 548,814 | | 548,814 |
| Additions | 507,877 | | 507,877 |
| Depreciation | (443,210) | | (443,210) |
| Balance at 30 June 2024 | 613,481 | | 613,481 |
| Additions | 251,472 | | 251,472 |
| Depreciation | (349,773) | | (349,773) |
| Balance at 30 June 2025 | 515,180 | | 515,180 |

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

Depreciation on right-of-use assets
Finance charge on lease liabilities
Low-value asset lease payments recognised as expense
Total amount recognised in the statement of comprehensive income

Total cash outflow from leases

| | 2025 Actual | 2024 Actual |
|-------|------------------------|------------------------|
| | \$ | \$ |
| 29(d) | (349,773) | (443,210) |
| | (17,088) | (21,659) |
| | (435,902) | (446,631) |
| | (802,763) | (911,500) |
| | (370,220) | (459,981) |
| | 173,812 | 254,514 |
| | 367,969 | 388,928 |
| 29(d) | 541,781 | 643,442 |

(b) Lease liabilities

Current
Non-current

Refer to Note 29(d) for details of lease liabilities.

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.

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

| 2025 Actual | 2024 Actual |
|----------------|----------------|
| \$ | \$ |
| 1,836,109 | 1,529,305 |
| 1,028,491 | 1,164,660 |
| 1,054,144 | 1,150,150 |
| 1,033,814 | 1,166,281 |
| 1,003,506 | 1,146,086 |
| 9,287,864 | 12,249,055 |
| 15,243,928 | 18,405,537 |

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
FOR THE YEAR ENDED 30 JUNE 2025

12. INVESTMENT PROPERTY

Non-current assets - at reportable value

Carrying balance at 1 July

Net gain/(loss) from fair value adjustment

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

Fair value gain recognised in profit or loss

| 2025 Actual | 2024 Actual |
|----------------|----------------|
| \$ | \$ |
| 10,683,760 | 10,683,760 |
| 804,038 | 0 |
| 11,487,798 | 10,683,760 |
| 728,438 | 728,438 |
| (7,764) | (21,849) |
| 804,038 | 0 |

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 2025

13. TRADE AND OTHER PAYABLES

Current

| | 2025 | 2024 |
|--|-------------------|-------------------|
| | \$ | \$ |
| Sundry creditors | 8,177,324 | 6,473,385 |
| Prepaid rates | 6,586,103 | 5,325,000 |
| Accrued payroll liabilities | 1,184,800 | 1,239,653 |
| Payables for employee related provisions | 442,857 | 421,562 |
| Bonds and deposits held | 5,095,557 | 4,661,400 |
| Other payables - receipts in advance | 195,920 | 0 |
| Other payables - other accrued expenses | 34,742 | 51,871 |
| Other payables - retention monies | 252,090 | 220,013 |
| | 21,969,393 | 18,392,884 |

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.

Statutory liabilities

Statutory liabilities, are amounts owed to regulatory authorities due to statutory obligations such as FBT and PAYG. GST payable is offset against GST receivable and any net GST payable is included as a statutory liability.

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 2025

14. OTHER LIABILITIES

Current

| | | |
|---|------------------|------------------|
| Contract liabilities | 429,480 | 253,428 |
| Capital grant/contributions liabilities | 1,437,267 | 4,812,548 |
| | <u>1,866,747</u> | <u>5,065,976</u> |

Non-current

| | | |
|---|----------|------------------|
| Capital grant/contributions liabilities | 0 | 1,215,909 |
| | <u>0</u> | <u>1,215,909</u> |

Reconciliation of changes in contract liabilities

| | | |
|---|----------------|----------------|
| Opening balance | 253,428 | 108,453 |
| Additions | 429,480 | 253,428 |
| Revenue from contracts with customers included as a contract liability at the start of the period | (253,428) | (108,453) |
| | <u>429,480</u> | <u>253,428</u> |

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 | 6,028,457 | 7,763,152 |
| Additions | 372,182 | 2,029,581 |
| Revenue from capital grant/contributions held as a liability at the start of the period | (4,963,372) | (3,764,276) |
| | <u>1,437,267</u> | <u>6,028,457</u> |

Expected satisfaction of capital grant/contribution liabilities

| | | |
|------------------|------------------|------------------|
| Less than 1 year | 1,437,267 | 4,812,548 |
| 1 to 2 years | 0 | 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 |
| | <u>1,437,267</u> | <u>6,028,457</u> |

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.

CITY OF MANDURAH
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
 FOR THE YEAR ENDED 30 JUNE 2025

15. BORROWINGS

| | Note | 2025 | | | 2024 | | |
|---------------------------------|-------|-----------|-------------|------------|-----------|-------------|------------|
| | | Current | Non-current | Total | Current | Non-current | Total |
| Secured | | \$ | \$ | \$ | \$ | \$ | \$ |
| Bank loans | | 5,510,331 | 20,554,561 | 26,064,892 | 5,317,216 | 21,204,784 | 26,522,000 |
| Other borrowings | | 998,927 | 2,968,610 | 3,967,537 | 920,018 | 3,648,255 | 4,568,273 |
| Total secured borrowings | 29(a) | 6,509,258 | 23,523,171 | 30,032,429 | 6,237,234 | 24,853,039 | 31,090,273 |

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 2025 and 2024 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 hierachy (see Note 25(i)) due to the unobservable inputs, including own credit risk.

Risk

Details of individual borrowings required by regulations are provided at Note 29(a). Information regarding 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 2025

16. EMPLOYEE RELATED PROVISIONS

Employee related provisions

| | 2025 | 2024 |
|--|-------------------|-------------------|
| | \$ | \$ |
| Current provisions | | |
| Employee benefit provisions | | |
| Annual leave | 4,058,924 | 3,876,955 |
| Long service leave | 3,879,040 | 4,124,167 |
| Other employee leave provisions | 333,845 | 312,966 |
| | 8,271,809 | 8,314,088 |
| Employee related other provisions | | |
| Employment on-costs | 1,291,426 | 1,302,508 |
| | 1,291,426 | 1,302,508 |
| Total current employee related provisions | 9,563,235 | 9,616,596 |
| Non-current provisions | | |
| Employee benefit provisions | | |
| Long service leave | 788,065 | 704,585 |
| | 788,065 | 704,585 |
| Employee related other provisions | | |
| Employment on-costs | 127,853 | 114,700 |
| | 127,853 | 114,700 |
| Total non-current employee related provisions | 915,918 | 819,285 |
| Total employee related provisions | 10,479,153 | 10,435,881 |

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:

| | Note | 2025 | 2024 |
|---|-------------|-------------|-------------|
| | | \$ | \$ |
| Amounts are expected to be settled on the following basis: | | | |
| Less than 12 months after the reporting date | | 4,259,600 | 4,588,902 |
| More than 12 months from reporting date | | 6,219,553 | 5,846,979 |
| | | 10,479,153 | 10,435,881 |

Expected reimbursements of employee related provisions from other WA local governments

5 450,456 358,794

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 2025

17. OTHER PROVISIONS

| | Provision for Workers Compensation | Total |
|---------------------------------------|---|--------------|
| | \$ | \$ |
| Opening balance at 1 July 2024 | | |
| Current provisions | 330,335 | 330,335 |
| | 330,335 | 330,335 |
| Balance at 30 June 2025 | 330,335 | 330,335 |
| Comprises | | |
| 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 2025

18. REVALUATION SURPLUS

| | 2025 Opening balance | Total Movement on revaluation | 2025 Closing balance | 2024 Opening balance | Total Movement on revaluation | 2024 Closing balance |
|--|-------------------------------------|--|-------------------------------------|-------------------------------------|--|-------------------------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ |
| 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 |
| | 785,803,930 | 0 | 785,803,930 | 785,803,930 | 0 | 785,803,930 |

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

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:

| | Note | 2025 Actual | 2024 Actual |
|--|-------------|------------------------|------------------------|
| Cash and cash equivalents | 3 | \$ 61,810,976 | \$ 74,477,069 |
| Restrictions | | | |
| 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 | 48,452,776 | 70,135,679 |
| - Financial assets at amortised cost | 4 | 19,717,755 | 6,512,395 |
| | | 68,170,531 | 76,648,074 |
| The restricted financial assets are a result of the following specific purposes to which the assets may be used: | | | |
| Restricted reserve accounts | 30 | 65,678,155 | 69,472,383 |
| Contract liabilities | 14 | 429,480 | 253,428 |
| Capital grant liabilities | 14 | 1,437,267 | 4,812,548 |
| Unspent loans | 29(c) | 625,629 | 2,109,715 |
| Total restricted financial assets | | 68,170,531 | 76,648,074 |
| (b) Reconciliation of net result to net cash provided by operating activities | | | |
| Net result | | 9,075,405 | 1,325,592 |
| Non-cash items: | | | |
| Adjustments to fair value of financial assets at fair value through profit or loss | | 6,215 | 251,584 |
| Adjustments to fair value of investment property | | (804,038) | 0 |
| Depreciation/amortisation | | 35,876,845 | 35,755,740 |
| (Profit)/loss on sale of asset | | 2,489,801 | 7,057,737 |
| Assets received for substantially less than fair value | | (12,186,424) | (11,770,725) |
| Reversal of fixed assets | | 1,539,236 | 0 |
| Changes in assets and liabilities: | | | |
| (Increase)/decrease in trade and other receivables | | 2,115,429 | (5,558,856) |
| (Increase)/decrease in other assets | | (500,939) | 30,882 |
| (Increase)/decrease in inventories | | (167,261) | (143,059) |
| Increase/(decrease) in trade and other payables | | 3,576,509 | (1,816,538) |
| Increase/(decrease) in employee related provisions | | 43,272 | 185,814 |
| Increase/(decrease) in other provisions | | 0 | (294,208) |
| Increase/(decrease) in other liabilities | | (4,415,138) | (1,215,491) |
| Capital grants, subsidies and contributions | | (12,275,739) | (12,181,402) |
| Net cash provided by/(used in) operating activities | | 24,373,173 | 11,627,070 |
| (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 | | (50,988) | (39,971) |
| Total amount of credit unused | | 149,012 | 160,029 |
| Loan facilities | | | |
| Loan facilities - current | | 6,509,258 | 6,237,234 |
| Loan facilities - non-current | | 23,523,171 | 24,853,039 |
| Total facilities in use at balance date | | 30,032,429 | 31,090,273 |
| Unused loan facilities at balance date | | 625,629 | 2,109,715 |

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

20. CONTINGENT LIABILITIES

In compliance with the *Contaminated Sites Act 2003*, the City has listed one site to be possible sources of contamination. Details of this site is:

- Lot 29 Red Road and 35 Mulga Drive, former sand quarry, landfill, Mandurah.

Until the City conducts an investigation to determine the presence and scope of contamination, assess the risk, and agree with the Department of Water and Environmental Regulation on the need and criteria for remediation of a risk based approach, the City is unable to estimate the potential costs associated with remediation of these sites. This approach is consistent with the Department of Water and Environmental Regulation Guidelines.

21. CAPITAL COMMITMENTS

| | 2025 | 2024 |
|--------------------------------|-----------|------------|
| | \$ | \$ |
| Contracted for: | | |
| - capital expenditure projects | 4,708,813 | 17,023,816 |
| - plant & equipment purchases | 1,347,776 | 2,300,720 |
| | 6,056,589 | 19,324,536 |
| Payable: | | |
| - not later than one year | 6,056,589 | 19,324,536 |

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

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

22. RELATED PARTY TRANSACTIONS

(a) Council member remuneration

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

| Note | 2025 Actual \$ | 2025 Budget \$ | 2024 Actual \$ |
|--|----------------------|----------------------|----------------------|
| Mayor's annual allowance | 96,850 | 97,115 | 91,997 |
| Mayor's meeting attendance fees | 29,639 | 51,412 | 49,435 |
| Mayor's other expenses | 7,278 | 9,225 | 2,458 |
| Mayor's annual allowance for ICT expenses | 2,018 | 3,500 | 3,500 |
| Mayor's travel and accommodation expenses | 1,668 | 0 | 0 |
| | 137,453 | 161,252 | 147,390 |
| Deputy Mayor's annual allowance | 13,930 | 24,279 | 22,999 |
| Deputy Mayor's meeting attendance fees | 34,278 | 34,278 | 32,960 |
| Deputy Mayor's other expenses | 843 | 5,225 | 1,730 |
| Deputy Mayor's annual allowance for ICT expenses | 3,500 | 3,500 | 3,500 |
| Deputy Mayor's travel and accommodation expenses | 384 | 0 | 2,394 |
| | 52,935 | 67,282 | 63,583 |
| All other council member's meeting attendance fees | 377,058 | 377,058 | 362,830 |
| All other council member's other expenses | 23,704 | 57,475 | 19,596 |
| 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 | 1,640 | 0 | 3,948 |
| | 440,902 | 473,033 | 424,874 |
| 22(b) | 631,290 | 701,567 | 635,847 |

(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 | 3,382,570 | 2,502,187 |
| Post-employment benefits | 465,370 | 345,682 |
| Employee - other long-term benefits | 84,434 | 65,419 |
| Employee - termination benefits | 0 | 232,562 |
| Council member costs | 631,290 | 635,847 |
| 22(a) | 4,563,664 | 3,781,697 |

(a) The Mayor resigned from Council on the 26th January 2025 and the Deputy Mayor acted as Mayor for the remainder of the year.

(b) 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.

CITY OF MANDURAH
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
 FOR THE YEAR ENDED 30 JUNE 2025

22. RELATED PARTY TRANSACTIONS (Continued)

(c) 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:

| | 2025 Actual | 2024 Actual |
|---|----------------|----------------|
| | \$ | \$ |
| Purchase of goods and services | 811,836 | 913,851 |
| Payment of council member costs (Refer to Note 22(a)) | 631,290 | 635,847 |

(d) 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.

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.

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

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.

| Risk | Exposure arising from | Measurement | Management |
|-------------------------------------|---|-----------------------------------|--|
| Market risk - interest rates | Long term borrowings at variable rates | Sensitivity analysis | Utilise fixed interest rate borrowings |
| Credit risk | Cash and cash equivalents, trade receivables, financial assets and debt investments | Aging analysis Credit analysis | Diversification of bank deposits, credit limits. Investment policy |
| Liquidity risk | 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.

| | Weighted average interest rate | Carrying amounts | Fixed interest rate | Variable interest rate | Non interest bearing |
|--|---------------------------------------|-------------------------|----------------------------|-------------------------------|-----------------------------|
| | % | \$ | \$ | \$ | \$ |
| 2025 | | | | | |
| Cash and cash equivalents | 4.12% | 61,810,976 | 36,250,504 | 25,560,472 | 0 |
| Financial assets at amortised cost - term deposits | 4.37% | 19,894,465 | 19,894,465 | 0 | 0 |
| 2024 | | | | | |
| 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 |

Sensitivity

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

| | 2025 | 2024 |
|---|-------------|-------------|
| | \$ | \$ |
| Impact of a 1% movement in interest rates on profit or loss and equity* | 255,605 | 301,424 |

* 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).

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

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 2024 or 1 July 2025 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 2025 and 30 June 2024 was determined as follows for trade and other receivables.

| | Current | More than 30 days past due | More than 60 days past due | More than 90 days past due | Total |
|------------------------------------|-----------|-------------------------------|-------------------------------|-------------------------------|-----------|
| 30 June 2025 | | | | | |
| Trade and other receivables | | | | | |
| Expected credit loss | 0.00% | 26.41% | 8.16% | 20.05% | |
| Gross carrying amount | 1,135,002 | 159,551 | 151,423 | 1,074,258 | 2,520,234 |
| Loss allowance | 0 | 42,137 | 12,361 | 215,394 | 269,892 |
| Rates receivable | | | | | |
| Expected credit loss | 0.00% | 0.00% | 0.00% | 0.00% | |
| Gross carrying amount | 85,435 | 21,714 | 620,077 | 6,378,879 | 7,106,105 |
| Loss allowance | 0 | 0 | 0 | 0 | 0 |

30 June 2024

Trade and other receivables

| | | | | | |
|-----------------------|-----------|----------|----------|----------|-----------|
| Expected credit loss | 0.00% | 25.5651% | 21.1339% | 21.9258% | |
| 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 |

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

23. FINANCIAL RISK MANAGEMENT (Continued)

(b) Credit risk (Continued)

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

| | Rates receivables | | Trade and other receivables | | Contract Assets | |
|---|--------------------------|---------------|------------------------------------|---------------|------------------------|---------------|
| | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 |
| | Actual | Actual | Actual | Actual | Actual | Actual |
| | \$ | \$ | \$ | \$ | \$ | \$ |
| Opening loss allowance as at 1 July | 0 | 0 | 215,611 | 192,969 | 0 | 0 |
| Increase in loss allowance recognised in profit or loss during the year | 0 | 0 | 140,691 | 62,195 | 0 | 0 |
| Receivables written off during the year as uncollectible | 0 | 0 | (86,410) | (39,553) | 0 | 0 |
| Closing loss allowance at 30 June | 0 | 0 | 269,892 | 215,611 | 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
FOR THE YEAR ENDED 30 JUNE 2025

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.

| | Due within 1 year | Due between 1 & 5 years | Due after 5 years | Total contractual cash flows | Carrying amount |
|--------------------------|----------------------------------|--|----------------------------------|---|----------------------------|
| 2025 | \$ | \$ | \$ | \$ | \$ |
| Trade and other payables | 21,969,393 | 0 | 0 | 21,969,393 | 21,969,393 |
| Borrowings | 5,510,331 | 16,542,448 | 4,012,113 | 26,064,892 | 30,032,429 |
| Lease liabilities | 173,812 | 367,969 | 0 | 541,781 | 541,781 |
| | <u>27,653,536</u> | <u>16,910,417</u> | <u>4,012,113</u> | <u>48,576,066</u> | <u>52,543,603</u> |
| 2024 | | | | | |
| Trade and other payables | 17,971,322 | 0 | 0 | 17,971,322 | 18,392,884 |
| Borrowings | 1,539,246 | 13,793,524 | 16,937,776 | 32,270,546 | 31,090,273 |
| Lease liabilities | 254,514 | 388,928 | 0 | 643,442 | 643,442 |
| | <u>19,765,082</u> | <u>14,182,452</u> | <u>16,937,776</u> | <u>50,885,310</u> | <u>50,126,599</u> |

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
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
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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.

| Objective | Description |
|---|---|
| Governance 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. |
| General purpose funding To collect revenue to allow for the provision of services. | Rates, general purpose government grants and interest revenue. |
| Law, order, public safety 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. |
| Health 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. |
| Education and welfare 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. |
| Community amenities 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. |
| Recreation and culture 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. |
| Transport 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. |
| Economic services To help promote the local government and its economic wellbeing. | Marketing & promotion of tourism, visitor centres, economic development, implementation of building and development controls. |
| Other property and services 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
FOR THE YEAR ENDED 30 JUNE 2025

26. FUNCTION AND ACTIVITY (Continued)

(b) Income and expenses

| | 2025 Actual \$ | 2024 Actual \$ |
|---|-------------------------------|-------------------------------|
| Income excluding grants, subsidies and contributions and capital grants, subsidies and contributions | | |
| Governance | 1,862 | 0 |
| General purpose funding | 103,992,922 | 98,666,244 |
| Law, order, public safety | 776,939 | 585,519 |
| Health | 258,374 | 253,775 |
| Education and welfare | 596,658 | 504,983 |
| Community amenities | 21,750,217 | 19,413,322 |
| Recreation and culture | 8,883,719 | 7,562,877 |
| Transport | 3,596,391 | 3,169,280 |
| Economic services | 3,148,107 | 2,789,339 |
| Other property and services | 760,120 | 669,469 |
| | 143,765,309 | 133,614,808 |
| Grants, subsidies and contributions and capital grants, subsidies and contributions | | |
| Governance | 15,240 | 0 |
| General purpose funding | 2,864,501 | 3,950,975 |
| Law, order, public safety | 96,714 | 137,887 |
| Health | 448,928 | 257,289 |
| Education and welfare | 189,481 | 77,286 |
| Community amenities | 20,210 | 5,464 |
| Recreation and culture | 10,800,069 | 7,003,182 |
| Transport | 5,700,734 | 5,752,730 |
| Economic services | 2,817,838 | 2,349,913 |
| Other property and services | 10,967,416 | 12,082,087 |
| | 33,921,131 | 31,616,813 |
| Total income | 177,686,440 | 165,231,621 |
| Expenses | | |
| Governance | (6,062,117) | (6,018,975) |
| General purpose funding | (2,349,708) | (1,824,804) |
| Law, order, public safety | (3,935,901) | (3,889,795) |
| Health | (3,038,440) | (2,187,647) |
| Education and welfare | (5,142,650) | (4,764,563) |
| Community amenities | (27,604,444) | (24,960,642) |
| Recreation and culture | (59,394,436) | (57,268,763) |
| Transport | (30,545,655) | (33,266,755) |
| Economic services | (5,747,318) | (5,780,269) |
| Other property and services | (24,790,366) | (23,943,816) |
| Total expenses | (168,611,035) | (163,906,029) |
| Net result for the period | 9,075,405 | 1,325,592 |
| (c) Assets | | |
| Governance | 12,626,176 | 12,298,830 |
| General purpose funding | 7,396,114 | 5,493,925 |
| Law, order, public safety | 12,037,267 | 12,219,894 |
| Health | 1,681 | 2,100 |
| Education and welfare | 5,280,401 | 5,362,158 |
| Community amenities | 3,242,821 | 3,298,995 |
| Recreation and culture | 327,521,145 | 372,514,578 |
| Transport | 608,753,394 | 606,481,767 |
| Economic services | 101,235,688 | 101,436,263 |
| Other property and services | 960,180 | 1,058,481 |
| Unallocated | 87,907,667 | 39,675,000 |
| Total assets | 1,166,962,534 | 1,159,841,991 |

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

27. RATING INFORMATION

(a) General rates

| RATE TYPE | | Rate in \$ | Number of properties | 2024/25 Actual rateable value* | 2024/25 Actual rate revenue | 2024/25 Actual interim rates | 2024/25 Actual total revenue | 2024/25 Budget rate revenue | 2024/25 Budget interim rate | 2024/25 Budget total revenue | 2023/24 Actual total revenue |
|---|---------------------------|-------------------|-----------------------------|---------------------------------------|------------------------------------|-------------------------------------|-------------------------------------|------------------------------------|------------------------------------|-------------------------------------|-------------------------------------|
| Rate description | Basis of valuation | | | | | | | | | | |
| Residential Improved | Gross rental valuation | 0.08967 | 37,861 | 737,133,377 | 66,098,760 | 894,270 | 66,993,030 | 66,222,959 | 900,000 | 67,122,959 | 63,206,834 |
| Residential Vacant | Gross rental valuation | 0.17193 | 1,407 | 19,212,635 | 3,303,229 | 18,185 | 3,321,414 | 3,736,277 | 0 | 3,736,277 | 3,202,033 |
| Business Improved | Gross rental valuation | 0.09785 | 1,028 | 165,590,572 | 16,203,038 | 23,001 | 16,226,039 | 16,275,264 | 0 | 16,275,264 | 15,612,548 |
| Business Vacant | Gross rental valuation | 0.17934 | 106 | 3,119,760 | 559,498 | (4,792) | 554,706 | 559,498 | 0 | 559,498 | 539,237 |
| Urban Development | Gross rental valuation | 0.15986 | 10 | 3,439,100 | 549,775 | (33,274) | 516,501 | 549,775 | 0 | 549,775 | 516,567 |
| Total general rates | | | 40,412 | 928,495,444 | 86,714,300 | 897,390 | 87,611,690 | 87,343,773 | 900,000 | 88,243,773 | 83,077,219 |
| Minimum payment | | | | | | | | | | | |
| Minimum payment | | | | | | | | | | | |
| Residential Improved | Gross rental valuation | 1,285 | 5,748 | 73,655,738 | 7,386,180 | 0 | 7,386,180 | 7,280,810 | 0 | 7,280,810 | 7,123,068 |
| Residential Vacant | Gross rental valuation | 1,064 | 1,973 | 8,712,566 | 2,099,272 | 0 | 2,099,272 | 1,666,224 | 0 | 1,666,224 | 2,018,379 |
| Business Improved | Gross rental valuation | 1,285 | 419 | 3,184,623 | 538,415 | 0 | 538,415 | 476,735 | 0 | 476,735 | 522,828 |
| Business Vacant | Gross rental valuation | 1,285 | 11 | 54,250 | 14,135 | 0 | 14,135 | 14,135 | 0 | 14,135 | 13,596 |
| Total minimum payments | | | 8,151 | 85,607,177 | 10,038,002 | 0 | 10,038,002 | 9,437,904 | 0 | 9,437,904 | 9,677,871 |
| Total general rates and minimum payments | | | 48,563 | 1,014,102,621 | 96,752,302 | 897,390 | 97,649,692 | 96,781,677 | 900,000 | 97,681,677 | 92,755,090 |
| Specified area rates | | | | | | | | | | | |
| Mandurah Ocean Marina | | 0.01169 | 889 | 25,858,751 | 302,289 | 921 | 303,210 | 302,146 | 0 | 302,146 | 302,616 |
| Mandurah Quay | | 0.00425 | 406 | 7,992,780 | 33,970 | 48 | 34,018 | 33,861 | 0 | 33,861 | 33,953 |
| Port Bouvard Eastport Canals | | 0.00128 | 428 | 10,880,850 | 13,928 | 138 | 14,066 | 13,889 | 0 | 13,889 | 14,131 |
| Port Bouvard Northport Canals | | 0.00220 | 320 | 7,206,740 | 15,855 | 0 | 15,855 | 15,818 | 0 | 15,818 | 15,855 |
| Port Mandurah Canals | | 0.00347 | 885 | 23,324,780 | 80,937 | 92 | 81,029 | 80,840 | 0 | 80,840 | 81,104 |
| Mariners Cove | | 0.00067 | 445 | 11,745,035 | 7,869 | 87 | 7,956 | 7,656 | 0 | 7,656 | 11,695 |
| Total amount raised from rates (excluding general rates) | | | 3,373 | 87,008,936 | 454,848 | 1,286 | 456,134 | 454,210 | 0 | 454,210 | 459,354 |
| Concessions | | | | | | | (49,247) | | | (51,990) | (49,775) |
| Total rates | | | | | | | 98,056,579 | | | 98,083,897 | 93,164,669 |
| (b) Rates related information | | | | | | | | | | | |
| Rates instalment interest | | | | | | | 348,981 | | | 413,200 | 389,549 |
| Rates instalment plan charges | | | | | | | 108,532 | | | 103,300 | 108,532 |
| Rates overdue interest | | | | | | | 303,985 | | | 309,900 | 323,746 |

*Rateable Value at time of raising of rate.

CITY OF MANDURAH
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28. DETERMINATION OF SURPLUS OR DEFICIT

| | | 2024/25 (30 June 2025 carried forward) | 2024/25 Budget (30 June 2025 carried forward) | 2023/24 (30 June 2024 carried forward) |
|---|---|---|---|---|
| Note | | \$ | \$ | \$ |
| (a) Non-cash amounts excluded from operating activities | | | | |
| | 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> . | | | |
| | Adjustments to operating activities | | | |
| | Less: Profit on asset disposals | (275,878) | 0 | (188,569) |
| | Less: Non-cash movement in assets | (500,939) | 0 | (1,490,669) |
| | Less: Movement in liabilities associated with restricted cash | 0 | 237,145 | 0 |
| | Less: Fair value adjustments to financial assets at fair value through profit or loss | 6,215 | 0 | 251,584 |
| | Add: Loss on disposal of assets | 2,765,679 | 0 | 7,246,306 |
| | Add: Write-Off of WIP / Duplicated Assets | 1,539,236 | 0 | 0 |
| | Add: Depreciation | 35,876,845 | 35,205,987 | 35,755,740 |
| | Non-cash movements in non-current assets and liabilities: | | | |
| | Investment property | (804,038) | 0 | 0 |
| | Pensioner deferred rates | (359,101) | 0 | (114,428) |
| | Employee benefit provisions | 96,633 | 0 | 79,713 |
| | Liabilities | 626,955 | 0 | 330,421 |
| | Other liabilities | (600,736) | 0 | 381,891 |
| | Contract liabilities | 150,000 | 0 | 144,975 |
| | Non-cash amounts excluded from operating activities | 38,520,871 | 35,443,132 | 42,396,964 |
| (b) Non-cash amounts excluded from investing activities | | | | |
| | 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> . | | | |
| | Adjustments to investing activities | | | |
| | Movement in non-current capital grant/contribution liability | 0 | 500,000 | 0 |
| | Infrastructure received for substantially less than fair value | (12,186,424) | 0 | (11,770,725) |
| | Movement in current unspent capital grants associated with restricted cash | (4,441,191) | 0 | (1,734,695) |
| | Non-cash amounts excluded from investing activities | (16,627,615) | 500,000 | (13,505,420) |
| (c) Non-cash amounts excluded from financing activities | | | | |
| | The following non-cash revenue or expenditure has been excluded from amounts attributable to financing activities within the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> . | | | |
| | Adjustments to financing activities | | | |
| | Non cash proceeds from new leases | (251,471) | (1,863,760) | (507,877) |
| | Non-cash amounts excluded from financing activities | (251,471) | (1,863,760) | (507,877) |
| (d) Surplus or deficit after imposition of general rates | | | | |
| | 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. | | | |
| | Adjustments to net current assets | | | |
| | Less: Reserve accounts | (65,678,155) | (62,300,778) | (69,472,383) |
| | Less: Financial assets at amortised cost - self-supporting loans | (47,106) | 0 | (10,000) |
| | Less: Financial assets at amortised cost | | | |
| | Less: Current assets not expected to be received at end of year | | | |
| | - Inventory | (445,000) | 0 | (445,000) |
| | Add: Current liabilities not expected to be cleared at end of year | | | |
| | - Current portion of borrowings | 6,509,258 | 4,082,703 | 6,237,234 |
| | - Unspent portion of borrowings | (625,629) | (2,124,066) | (2,109,715) |
| | - Current portion of contract liability held in reserve | 1,866,747 | 1,115,424 | 5,065,976 |
| | - Current portion of lease liabilities | 173,812 | 1,731,395 | 254,514 |
| | - Employee benefit provisions | 4,509,712 | 1,818,111 | 4,886,946 |
| | Total adjustments to net current assets | (53,736,361) | (55,677,211) | (55,592,428) |
| | Net current assets used in the Statement of financial activity | | | |
| | Total current assets | 95,042,842 | 90,409,174 | 95,914,005 |
| | Less: Total current liabilities | (40,412,780) | (35,181,306) | (39,567,380) |
| | Less: Total adjustments to net current assets | (53,736,361) | (55,677,211) | (55,592,428) |
| | Surplus or deficit after imposition of general rates | 893,701 | (449,343) | 754,197 |

29. BORROWING AND LEASE LIABILITIES

(a) Borrowings

| 45

| | | | | | | | | | | | |
|--|-----------|---|-----------|-----------|---|-----------|-----------|-----------|---|-----------|-----------|
| Lakelands DOS [360] | 1,387,697 | 0 | (267,295) | 1,120,402 | 0 | (327,883) | 792,519 | 1,182,594 | 0 | (205,103) | 977,492 |
| Smoke Bush Retreat Footpath [361] | 56,775 | 0 | (8,947) | 47,828 | 0 | (9,449) | 38,379 | 49,375 | 0 | (7,400) | 41,976 |
| New Road Construction 2018/19 [39] | 1,026,254 | 0 | (124,360) | 901,894 | 0 | (157,651) | 744,243 | 929,088 | 0 | (97,166) | 831,922 |
| Mandjar Square Stage 3 and 4 [40] | 620,830 | 0 | (75,433) | 545,397 | 0 | (95,710) | 449,687 | 297,438 | 0 | (31,005) | 266,434 |
| Falcon Seawall [41] | 328,443 | 0 | (36,704) | 291,739 | 0 | (40,060) | 251,679 | 562,043 | 0 | (58,787) | 503,257 |
| New Boardwalks 18/19 [42] | 330,762 | 0 | (36,737) | 294,025 | 0 | (41,510) | 252,515 | 289,455 | 0 | (41,307) | 248,148 |
| Civic Building - Tuckey Room Extension [43] | 330,343 | 0 | (36,761) | 293,582 | 0 | (40,866) | 252,716 | 289,073 | 0 | (41,270) | 247,803 |
| Novara Foreshore Stage 3 [44] | 132,591 | 0 | (14,768) | 117,823 | 0 | (16,480) | 101,343 | 109,920 | 0 | (22,671) | 87,249 |
| Pinjarra Road Carpark [45] | 132,591 | 0 | (14,768) | 117,823 | 0 | (16,480) | 101,343 | 109,920 | 0 | (22,671) | 87,249 |
| Coodanup Drive - Road Rehabilitation [46] | 66,321 | 0 | (7,459) | 58,862 | 0 | (7,696) | 51,166 | 49,918 | 0 | (16,402) | 33,516 |
| South Harbour Upgrade [47] | 169,324 | 0 | (16,744) | 152,580 | 0 | (18,380) | 134,200 | 137,032 | 0 | (32,291) | 104,741 |
| Falcon Skate Park Upgrade [48] | 86,124 | 0 | (10,090) | 76,034 | 0 | (10,308) | 65,726 | 79,649 | 0 | (6,475) | 73,174 |
| Falcon Bay Foreshore Stage 3 of 4 [49] | 219,015 | 0 | (31,750) | 187,265 | 0 | (23,295) | 163,970 | 184,568 | 0 | (34,446) | 150,122 |
| New Road Construction 2019/20 [50] | 604,125 | 0 | (104,899) | 499,226 | 0 | (95,106) | 404,120 | 502,874 | 0 | (101,251) | 401,623 |
| Mandjar Square Final Stage [51] | 219,002 | 0 | (30,617) | 188,385 | 0 | (24,307) | 164,078 | 186,615 | 0 | (32,386) | 154,229 |
| Halls Head Recycled Water 2019/20 [52] | 146,877 | 0 | (14,307) | 132,570 | 0 | (16,131) | 116,439 | 136,446 | 0 | (10,431) | 126,015 |
| Westbury Way North side POS Stage 3 [53] | 146,891 | 0 | (14,305) | 132,586 | 0 | (15,049) | 117,537 | 136,480 | 0 | (10,411) | 126,069 |
| Smart Street Mall Upgrade 2019/20 [54] | 350,153 | 0 | (57,113) | 293,040 | 0 | (44,969) | 248,071 | 295,429 | 0 | (54,724) | 240,706 |
| Smart Street Mall 2020/21 [55] | 905,433 | 0 | (105,466) | 799,967 | 0 | (89,720) | 710,247 | 775,113 | 0 | (130,320) | 644,793 |
| New Roads 2020/21 [56] | 481,957 | 0 | (61,623) | 420,334 | 0 | (54,157) | 366,177 | 414,547 | 0 | (67,411) | 347,136 |
| Enclosed Dog Park [57] | 17,065 | 0 | (1,244) | 15,821 | 0 | (1,313) | 14,508 | 16,204 | 0 | (861) | 15,343 |
| Falcon Bay Upgrade - Stage 4 of 5 [58] | 231,480 | 0 | (29,175) | 202,305 | 0 | (25,512) | 176,793 | 199,113 | 0 | (32,367) | 166,746 |
| Novara Foreshore Stage 4 [59] | 84,550 | 0 | (7,784) | 76,766 | 0 | (6,922) | 69,844 | 78,124 | 0 | (6,426) | 71,699 |
| Bortolo Reserve - Shared Use Parking and Fire Track Facility [602] | 248,388 | 0 | (31,271) | 217,117 | 0 | (26,698) | 190,419 | 212,764 | 0 | (35,624) | 177,140 |
| South Harbour Paving Upgrade Stage 2 [61] | 42,286 | 0 | (3,373) | 38,913 | 0 | (3,301) | 35,612 | 39,793 | 0 | (2,494) | 37,299 |
| Eastern/ Western Foreshore 2020/21 [62] | 912,751 | 0 | (120,004) | 792,747 | 0 | (121,060) | 671,687 | 779,568 | 0 | (133,183) | 646,385 |
| Falcon Skate Park Upgrade 2020/21 [63] | 63,077 | 0 | (5,022) | 58,055 | 0 | (5,022) | 53,033 | 59,456 | 0 | (3,621) | 55,835 |
| Carryover Roads 2020/21 [64] | 457,080 | 0 | (51,509) | 405,571 | 0 | (51,438) | 354,133 | 395,866 | 0 | (61,213) | 334,653 |
| Roads 2021/22 [65] | 229,614 | 0 | (25,305) | 204,309 | 0 | (24,368) | 179,941 | 199,370 | 0 | (30,244) | 169,126 |
| Carparks 2021/22 [66] | 152,434 | 0 | (17,244) | 135,190 | 0 | (16,460) | 118,730 | 132,727 | 0 | (19,707) | 113,020 |
| Ablutions 2020/21 & 2021/22 (consolidation of above Ablution loans) [67] | 228,857 | 0 | (25,755) | 203,102 | 0 | (24,612) | 178,490 | 198,973 | 0 | (29,885) | 169,088 |
| Eastern/ Western Foreshore 2021/22 | 1,377,801 | 0 | (159,732) | 1,218,069 | 0 | (160,896) | 1,057,173 | 1,191,189 | 0 | (186,611) | 1,004,577 |
| Parks and Reserves Upgrades 2021/22 | 446,783 | 0 | (51,216) | 395,567 | 0 | (51,441) | 344,126 | 387,392 | 0 | (59,391) | 328,001 |
| Cambria Island Abutment Wall | 54,949 | 0 | (6,351) | 48,598 | 0 | (6,415) | 42,183 | 47,930 | 0 | (7,019) | 40,912 |
| Mandurah Library Re Roofing Project | 106,264 | 0 | (12,070) | 94,194 | 0 | (10,565) | 83,629 | 92,634 | 0 | (13,630) | 79,004 |
| Mandurah Ocean Marina Chalets Refurbishment | 137,711 | 0 | (15,821) | 121,890 | 0 | (15,598) | 106,292 | 119,587 | 0 | (18,123) | 101,464 |
| Enclosed Dog Park 2021/22 | 165,729 | 0 | (18,599) | 147,130 | 0 | (17,978) | 129,152 | 144,466 | 0 | (21,262) | 123,204 |
| Falcon Bay Upgrade - Stage 4 of 5 2021/22 | 66,188 | 0 | (7,295) | 58,893 | 0 | (7,741) | 51,152 | 58,386 | 0 | (7,802) | 50,584 |
| Novara Foreshore Stage 4 2021/22 | 210,045 | 0 | (23,828) | 186,217 | 0 | (23,481) | 162,736 | 182,850 | 0 | (27,195) | 155,655 |
| Smart Street Mall 2021/22 | 568,125 | 0 | (65,422) | 502,703 | 0 | (65,598) | 437,105 | 492,211 | 0 | (75,913) | 416,298 |
| RC Pinjarra Road Stage 3 | 500,263 | 0 | (63,813) | 436,450 | 0 | (64,713) | 371,737 | 439,135 | 0 | (61,129) | 378,006 |
| RC Pinjarra Road Stage 4 | 500,263 | 0 | (63,800) | 436,463 | 0 | (64,711) | 371,752 | 439,135 | 0 | (61,129) | 378,006 |
| Falcon Reserve Activation Plan Stage 3 | 400,211 | 0 | (51,388) | 348,823 | 0 | (51,036) | 297,787 | 350,645 | 0 | (49,565) | 301,080 |
| 2022/23 Parks and Reserves Upgrades | 390,205 | 0 | (50,030) | 340,175 | 0 | (50,008) | 290,167 | 342,000 | 0 | (48,206) | 293,794 |
| Kangaroo Paw Park | 307,570 | 0 | (39,016) | 268,554 | 0 | (39,245) | 229,309 | 270,283 | 0 | (37,287) | 232,997 |
| Cambria Island Abutment Walls Repair | 268,538 | 0 | (34,592) | 233,946 | 0 | (34,155) | 199,791 | 235,065 | 0 | (33,473) | 201,593 |
| SP Halls Head PSP | 200,105 | 0 | (25,609) | 174,496 | 0 | (25,493) | 149,003 | 175,489 | 0 | (24,616) | 150,873 |

| | | | | | | | | | | | |
|---|-------------------|------------------|--------------------|-------------------|------------------|--------------------|-------------------|-------------------|------------------|--------------------|-------------------|
| Seascapes Boardwalk | 200,105 | 0 | (25,611) | 174,494 | 0 | (25,491) | 149,003 | 175,489 | 0 | (24,616) | 150,873 |
| Bruce Cresswell Reserve | 196,103 | 0 | (24,934) | 171,169 | 0 | (25,129) | 146,040 | 172,189 | 0 | (23,914) | 148,275 |
| Falcon Bay Stage 5 of 5 | 145,076 | 0 | (18,480) | 126,596 | 0 | (17,917) | 108,679 | 127,343 | 0 | (17,734) | 109,609 |
| Mandurah Community Museum Roof and Gutters | 130,068 | 0 | (16,676) | 113,392 | 0 | (16,493) | 96,899 | 113,991 | 0 | (16,077) | 97,914 |
| RC Peel Street | 111,058 | 0 | (14,138) | 96,920 | 0 | (12,902) | 84,018 | 97,461 | 0 | (13,597) | 83,864 |
| 2022/23 South Harbour Upgrades | 102,054 | 0 | (13,027) | 89,027 | 0 | (12,192) | 76,835 | 89,619 | 0 | (12,435) | 77,183 |
| Torcello Mews Canal PAW Renewal | 100,054 | 0 | (12,723) | 87,331 | 0 | (12,036) | 75,295 | 87,829 | 0 | (12,223) | 75,606 |
| Halls Head Pde Beach Central CP Stage 2 | 97,261 | 0 | (12,055) | 85,206 | 0 | (11,733) | 73,473 | 86,088 | 0 | (11,173) | 74,915 |
| Pleasant Grove Foreshore | 59,031 | 0 | (7,408) | 51,623 | 0 | (7,240) | 44,383 | 52,869 | 0 | (6,162) | 46,708 |
| Smart Street Mall Upgrade | 58,748 | 0 | (7,392) | 51,356 | 0 | (7,218) | 44,138 | 51,797 | 0 | (6,951) | 44,846 |
| Halls Head Parade Car Park Stage 2a | 50,026 | 0 | (4,683) | 45,343 | 0 | (6,152) | 39,191 | 47,542 | 0 | (2,484) | 45,058 |
| Bortolo Reserve Fire Track Water Infrastructure | 40,021 | 0 | (2,830) | 37,191 | 0 | (4,941) | 32,250 | 39,336 | 0 | (685) | 38,651 |
| Senior Citizens Carpark | 12,006 | 0 | (852) | 11,154 | 0 | (896) | 10,258 | 11,793 | 0 | (213) | 11,580 |
| Building Renewal & Upgrades | 0 | 1,408,979 | 0 | 1,408,979 | 0 | (107,703) | 1,301,276 | 1,408,562 | 720,000 | (145,794) | 1,982,768 |
| Parks and Reserves Upgrades | 0 | 3,440,409 | 0 | 3,440,409 | 0 | (262,990) | 3,177,419 | 3,439,391 | 1,080,000 | (355,996) | 4,163,395 |
| Roads & Drainage Program | 0 | 2,365,222 | 0 | 2,365,222 | 0 | (180,800) | 2,184,422 | 2,364,522 | 2,700,000 | (244,741) | 4,819,781 |
| Parks & Reserves Upgrade 24/25 | 0 | 0 | 0 | 0 | 1,080,000 | 54 | 1,080,054 | 0 | 0 | 0 | 0 |
| Building Renewal & Upgrades Program 24-25 | 0 | 0 | 0 | 0 | 720,000 | 735 | 720,735 | 0 | 0 | 0 | 0 |
| Roads & Drainage Program 24/25 | 0 | 0 | 0 | 0 | 2,200,000 | 48 | 2,200,048 | 0 | 0 | 0 | 0 |
| Mandurah Quay Seawall Repair | 0 | 0 | 0 | 0 | 100,848 | 0 | 100,848 | 0 | 150,000 | 0 | 150,000 |
| MAIA - E6N0162552 (ERP System) | 1,106,208 | 0 | (153,864) | 952,344 | 0 | (164,946) | 787,398 | 0 | 0 | 0 | 0 |
| MAIA - E6N0162763 (ERP System) | 161,241 | 0 | (22,427) | 138,814 | 0 | (24,042) | 114,773 | 0 | 0 | 0 | 0 |
| MAIA - E6N0162894 (ERP System) | 231,611 | 0 | (32,125) | 199,487 | 0 | (34,473) | 165,013 | 0 | 0 | 0 | 0 |
| MAIA - E6N0162965 (ERP System) | 228,125 | 0 | (63,549) | 164,576 | 0 | (56,497) | 108,079 | 0 | 0 | 0 | 0 |
| MAIA - E6N0163066 (ERP System) | 111,049 | 0 | (29,453) | 81,596 | 0 | (31,607) | 49,988 | 0 | 0 | 0 | 0 |
| MAIA - E6N0163214 (ERP System) | 160,906 | 0 | (38,320) | 122,585 | 0 | (41,765) | 80,821 | 0 | 0 | 0 | 0 |
| MAIA - E6N0163365 (ERP System) | 99,557 | 0 | (13,560) | 85,997 | 0 | (14,647) | 71,350 | 0 | 0 | 0 | 0 |
| MAIA - E6N0163612 (ERP System) | 298,051 | 0 | (63,299) | 234,752 | 0 | (68,854) | 165,898 | 0 | 0 | 0 | 0 |
| MAIA - E6N0163764 (ERP System) | 299,911 | 0 | (57,921) | 241,990 | 0 | (63,133) | 178,857 | 0 | 0 | 0 | 0 |
| MAIA - E6N0163853 (ERP System) | 611,750 | 0 | (104,597) | 507,153 | 0 | (116,223) | 390,930 | 0 | 0 | 0 | 0 |
| MAIA - E6N0164030 (ERP System) | 181,289 | 0 | (23,787) | 157,502 | 0 | (27,162) | 130,339 | 0 | 0 | 0 | 0 |
| MAIA - E6N0164072 (ERP System) | 704,346 | 0 | (103,051) | 601,295 | 0 | (114,216) | 487,079 | 0 | 0 | 0 | 0 |
| MAIA - E6N0164204 (ERP System) | 0 | 301,559 | (19,048) | 282,511 | 0 | (42,225) | 240,286 | 0 | 0 | 0 | 0 |
| MAIA - E6N0164270 (ERP System) | 0 | 825,319 | (27,648) | 797,671 | 0 | (120,227) | 677,444 | 0 | 0 | 0 | 0 |
| CHG - 2502673 (ERP System) | 0 | 0 | 0 | 0 | 350,773 | (31,490) | 319,282 | 0 | 0 | 0 | 0 |
| Total | 27,757,958 | 8,341,488 | (5,009,170) | 31,090,273 | 4,451,621 | (5,509,463) | 30,032,429 | 26,697,364 | 4,650,000 | (4,332,703) | 27,014,673 |

Borrowing finance cost payments

| Purpose | Loan number | Institution | Interest rate | Date final payment is due | Actual for year ending 30 June 2025 | Budget for year ending 30 June 2025 | Actual for year ending 30 June 2024 |
|---|-------------|-------------|---------------|---------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| | | | | | \$ | \$ | \$ |
| IT Communications Equipment [318(i)] | 318 | Westpac | 5.215% | 19/06/2025 | 0 | 0 | (196) |
| Rushton Park Redevelopment [318(ii)] | 318 | Westpac | 5.215% | 19/06/2025 | 0 | 0 | (1,029) |
| Meadow Springs Recreation Facility [318(iii)] | 318 | Westpac | 5.215% | 19/06/2025 | 0 | 0 | (784) |
| Drainage [318(iv)] | 318 | Westpac | 5.215% | 19/06/2025 | 0 | 0 | (245) |
| Road Construction [318(v)] | 318 | Westpac | 5.215% | 19/06/2025 | 0 | 0 | (2,647) |
| Halls Head Bowling Club upgrade [331] | 331 | Westpac | 5.215% | 19/06/2028 | (3,378) | (7,646) | (10,907) |
| Parks - Falcon Bay Reserve [333(i)] | 333 | Westpac | 0.00% | 19/06/2023 | 0 | 0 | 0 |
| Road Construction [333(ii)] | 333 | Westpac | 0.00% | 19/06/2023 | 0 | 0 | 0 |
| New Pedestrian Bridge Construction [335] | 335 | Westpac | 0.00% | 19/06/2024 | (13) | 0 | (3,931) |
| Waste Trailers and Dolly [336] | 336 | Westpac | 0.00% | 19/06/2024 | (19) | 0 | (2,060) |
| MARC Redevelopment [338] | 338 | Westpac | 5.215% | 19/06/2025 | (2,229) | (4,823) | (9,239) |
| New Road Construction [339] | 339 | Westpac | 5.215% | 16/06/2025 | (2,378) | (4,373) | (7,634) |
| MARC Redevelopment Stage 1 [340] | 340 | Westpac | 5.215% | 19/06/2026 | (2,692) | (9,144) | (12,855) |
| MARC Redevelopment Stage 2 [341] | 341 | Westpac | 5.215% | 19/06/2026 | (4,448) | (20,944) | (29,357) |
| New Road Construction [342] | 342 | Westpac | 5.215% | 16/06/2026 | (2,554) | (11,356) | (15,957) |
| WMC Tims Thicket [343] | 343 | Westpac | 5.215% | 16/06/2026 | (1,731) | (1,854) | (2,607) |
| Eastern Foreshore Wall [344] | 344 | Westpac | 5.215% | 19/06/2026 | (4,071) | (14,345) | (20,150) |
| MARC Stage 2 [345] | 345 | Westpac | 5.215% | 19/06/2027 | (3,864) | (21,363) | (30,047) |
| Road Construction [346] | 346 | Westpac | 5.215% | 16/06/2027 | (2,149) | (7,487) | (10,573) |
| MARC Carpark [347] | 347 | Westpac | 5.215% | 19/06/2027 | (2,686) | (5,689) | (8,035) |
| MPAC Forecourt [348] | 348 | Westpac | 5.215% | 19/06/2027 | (2,309) | (2,372) | (3,350) |
| Waste Water Reuse [349] | 349 | Westpac | 5.215% | 16/06/2027 | (2,769) | (2,845) | (4,018) |
| Halls Head Ablution Block [350] | 350 | Westpac | 5.215% | 19/06/2027 | (1,849) | (1,898) | (2,681) |
| Falcon Bay Seawall [351] | 351 | Westpac | 5.215% | 19/06/2027 | (1,802) | (4,771) | (6,739) |
| Mandurah Marina [352] | 352 | Westpac | 5.215% | 16/06/2028 | (3,435) | (4,296) | (6,128) |
| MARC Solar Plan [353] | 353 | Westpac | 5.215% | 19/06/2028 | (3,437) | (4,296) | (6,129) |
| MARC Carpark [354] | 354 | Westpac | 5.215% | 16/06/2028 | (1,986) | (6,443) | (9,192) |
| Novara Foreshore Development [355] | 355 | Westpac | 5.345% | 19/05/2028 | (2,459) | (5,198) | (6,616) |
| Falcon Bay Foreshore Upgrades [356] | 356 | Westpac | 5.215% | 16/06/2028 | (1,721) | (8,579) | (12,234) |
| Mandurah Foreshore Boardwalk Renewal [357] | 357 | Westpac | 5.215% | 16/05/2028 | (1,837) | (8,532) | (11,950) |
| Mandjar Square Development [358] | 358 | Westpac | 5.215% | 19/06/2028 | (1,883) | (9,098) | (12,671) |
| New Road Construction [359] | 359 | Westpac | 5.215% | 19/06/2028 | (4,386) | (25,138) | (35,405) |
| Lakelands DOS [360] | 360 | Westpac | 5.215% | 16/06/2028 | (8,562) | (49,387) | (69,148) |
| Smoke Bush Retreat Footpath [361] | 361 | Westpac | 5.215% | 19/06/2028 | (2,562) | (2,148) | (3,064) |
| New Road Construction 2018/19 | 39 | Westpac | 5.471% | 19/06/2029 | (23,297) | (39,622) | (56,592) |
| Mandjar Square Stage 3 and 4 | 40 | Westpac | 5.471% | 19/06/2029 | (13,961) | (23,969) | (18,122) |
| Falcon Seawall | 41 | Westpac | 5.471% | 16/06/2029 | (14,767) | (12,686) | (34,234) |
| New Boardwalks 18/19 | 42 | Westpac | 5.471% | 19/06/2029 | (13,317) | (12,717) | (18,091) |
| Civic Building - Tuckey Room Extension | 43 | Westpac | 5.471% | 19/06/2029 | (13,962) | (12,700) | (18,067) |
| Novara Foreshore Stage 3 | 44 | Westpac | 5.471% | 16/06/2029 | (5,444) | (5,061) | (7,155) |
| Pinjarra Road Carpark | 45 | Westpac | 5.471% | 16/06/2029 | (5,444) | (5,061) | (7,155) |
| Coodanup Drive - Road Rehabilitation | 46 | Westpac | 5.471% | 19/06/2029 | (3,259) | (2,501) | (3,498) |
| South Harbour Upgrade | 47 | Westpac | 5.471% | 19/06/2030 | (7,493) | (6,480) | (9,126) |
| Falcon Skate Park Upgrade | 48 | Westpac | 5.471% | 16/06/2030 | (4,260) | (3,233) | (4,478) |
| Falcon Bay Foreshore Stage 3 of 4 | 49 | Westpac | 5.471% | 19/06/2030 | (10,462) | (1,461) | (2,007) |
| New Road Construction 2019/20 | 50 | Westpac | 5.471% | 19/06/2030 | (14,226) | (3,043) | (4,433) |
| Mandjar Square Final Stage | 51 | Westpac | 5.471% | 16/06/2030 | (9,450) | (2,246) | (3,140) |
| Halls Head Recycled Water 2019/20 | 52 | Westpac | 5.471% | 16/06/2030 | (6,368) | (5,726) | (8,195) |
| Westbury Way North side POS Stage 3 | 53 | Westpac | 5.471% | 19/06/2030 | (7,451) | (5,726) | (8,196) |
| Smart Street Mall Upgrade 2019/20 | 54 | Westpac | 5.471% | 19/06/2030 | (15,762) | (2,622) | (3,618) |
| Smart Street Mall 2020/21 | 55 | Westpac | 5.45% | 20/06/2031 | (22,047) | (4,319) | (6,305) |
| New Roads 2020/21 | 56 | Westpac | 5.45% | 20/06/2031 | (12,070) | (3,120) | (4,607) |
| Enclosed Dog Park | 57 | Westpac | 5.45% | 20/06/2031 | (899) | (672) | (964) |
| Falcon Bay Upgrade - Stage 4 of 5 | 58 | Westpac | 5.45% | 20/06/2031 | (5,388) | (1,240) | (1,726) |
| Novara Foreshore Stage 4 | 59 | Westpac | 5.45% | 20/06/2031 | (4,105) | (2,518) | (3,246) |

| | | | | | | | |
|---|-----|--------------|---------|------------|-------------|-----------|-------------|
| Bortolo Reserve - Shared Use Parking and Fire Track Facility | 60 | Westpac | 5.45% | 20/06/2031 | (6,410) | (1,233) | (1,837) |
| South Harbour Paving Upgrade Stage 2 | 61 | Westpac | 5.45% | 20/06/2031 | (2,209) | (1,530) | (2,135) |
| Eastern/ Western Foreshore 2020/21 | 62 | Westpac | 5.45% | 20/06/2031 | (4,903) | (3,854) | (5,959) |
| Falcon Skate Park Upgrade 2020/21 | 63 | Westpac | 5.45% | 20/06/2031 | (3,294) | (2,347) | (3,294) |
| Carryover Roads 2020/21 | 64 | Westpac | 6.09% | 19/06/2032 | (3,342) | (2,200) | (3,273) |
| Roads 2021/22 | 65 | Westpac | 6.09% | 19/06/2032 | (2,729) | (1,287) | (1,792) |
| Carparks 2021/22 | 66 | Westpac | 6.09% | 19/06/2032 | (2,139) | (977) | (1,357) |
| Ablutions 2020/21 & 2021/22 (consolidation of above Ablution loans) | 67 | Westpac | 6.09% | 19/06/2032 | (3,228) | (1,388) | (2,088) |
| Eastern/ Western Foreshore 2021/22 | 68 | Westpac | 6.09% | 19/06/2032 | (7,526) | (6,016) | (8,686) |
| Parks and Reserves Upgrades 2021/22 | 69 | Westpac | 6.09% | 19/06/2032 | (3,217) | (2,343) | (3,446) |
| Cambria Island Abutment Wall | 70 | Westpac | 6.09% | 19/06/2032 | (510) | (366) | (573) |
| Mandurah Library Re Roofing Project | 71 | Westpac | 6.09% | 19/06/2032 | (2,490) | (709) | (986) |
| Mandurah Ocean Marina Chalets Refurbishment | 72 | Westpac | 6.09% | 19/06/2032 | (1,297) | (769) | (1,077) |
| Enclosed Dog Park 2021/22 | 73 | Westpac | 6.09% | 19/06/2032 | (2,181) | (1,121) | (1,560) |
| Falcon Bay Upgrade - Stage 4 of 5 2021/22 | 74 | Westpac | 6.09% | 19/06/2032 | (551) | (708) | (998) |
| Novara Foreshore Stage 4 2021/22 | 75 | Westpac | 6.09% | 19/06/2032 | (2,166) | (1,308) | (1,815) |
| Smart Street Mall 2021/22 | 76 | Westpac | 6.09% | 19/06/2032 | (3,884) | (2,858) | (4,058) |
| RC Pinjarra Road Stage 3 | 77 | Westpac | 6.221% | 19/06/2033 | (2,440) | (2,269) | (3,337) |
| RC Pinjarra Road Stage 4 | 78 | Westpac | 6.221% | 19/06/2033 | (2,441) | (2,269) | (3,351) |
| Falcon Reserve Activation Plan Stage 3 | 79 | Westpac | 6.221% | 19/06/2033 | (2,689) | (1,568) | (2,339) |
| 2022/23 Parks and Reserves Upgrades | 80 | Westpac | 6.221% | 19/06/2033 | (2,373) | (1,574) | (2,351) |
| Kangaroo Paw Park | 81 | Westpac | 6.221% | 19/06/2033 | (2,036) | (1,506) | (2,263) |
| Cambria Island Abutment Walls Repair | 82 | Westpac | 6.221% | 19/06/2033 | (1,892) | (973) | (1,454) |
| SP Halls Head PSP | 83 | Westpac | 6.221% | 19/06/2033 | (1,366) | (847) | (1,246) |
| Seascapes Boardwalk | 84 | Westpac | 6.221% | 19/06/2033 | (1,366) | (9,118) | (1,246) |
| Bruce Cresswell Reserve | 85 | Westpac | 6.221% | 19/06/2033 | (1,188) | (908) | (1,382) |
| Falcon Bay Stage 5 of 5 | 86 | Westpac | 6.221% | 19/06/2033 | (1,544) | (655) | (986) |
| Mandurah Community Museum Roof and Gutters | 87 | Westpac | 6.221% | 19/06/2033 | (969) | (524) | (783) |
| RC Peel Street | 88 | Westpac | 6.221% | 19/06/2033 | (2,004) | (496) | (766) |
| 2022/23 South Harbour Upgrades | 89 | Westpac | 6.221% | 19/06/2033 | (1,501) | (477) | (665) |
| Torcello Mews Canal PAW Renewal | 90 | Westpac | 6.221% | 19/06/2033 | (1,392) | (457) | (707) |
| Halls Head Parade Car Park Stage 2a | 91 | Westpac | 6.221% | 19/06/2033 | (1,323) | (712) | (999) |
| Pleasant Grove Foreshore | 92 | Westpac | 6.221% | 19/06/2033 | (681) | (914) | (1,173) |
| Smart Street Mall Upgrade | 93 | Westpac | 6.221% | 19/06/2033 | (664) | (355) | (495) |
| Halls Head Pde Beach Central CP Stage 2 | 94 | Westpac | 6.221% | 19/06/2033 | (556) | (1,593) | (2,024) |
| Bortolo Reserve Fire Track Water Infrastructure | 95 | Westpac | 6.221% | 19/06/2033 | (424) | (1,764) | (2,534) |
| Senior Citizens Carpark | 96 | Westpac | 6.221% | 19/06/2033 | (714) | (529) | (760) |
| Building Renewal & Upgrades | 97 | Westpac | 5.115% | 19/06/2034 | (76,905) | (34,695) | (417) |
| Parks and Reserves Upgrades | 98 | Westpac | 5.115% | 19/06/2034 | (187,786) | (84,716) | (1,018) |
| Roads & Drainage Program | 99 | Westpac | 5.115% | 19/06/2034 | (129,120) | (58,241) | (700) |
| Parks & Reserves Upgrade 24/25 | 100 | Westpac | 4.724% | 19/06/2038 | (54) | 0 | 0 |
| Building Renewal & Upgrades Program 24-25 | 101 | Westpac | 4.794% | 19/06/2038 | (736) | 0 | 0 |
| Roads & Drainage Program 24/25 | 102 | Westpac | 4.794% | 19/06/2038 | (48) | 0 | 0 |
| MAIA - E6N0162552 (ERP System) | M1 | CHG Meridian | 7.016% | 1/07/2029 | (62,540) | 0 | (73,622) |
| MAIA - E6N0162763 (ERP System) | M2 | CHG Meridian | 7.013% | 1/07/2029 | (9,112) | 0 | (10,727) |
| MAIA - E6N0162894 (ERP System) | M3 | CHG Meridian | 7.119% | 1/07/2029 | (13,295) | 0 | (15,643) |
| MAIA - E6N0162965 (ERP System) | M4 | CHG Meridian | 7.056% | 1/07/2029 | (9,905) | 0 | (14,571) |
| MAIA - E6N0163066 (ERP System) | M5 | CHG Meridian | 7.682% | 1/07/2029 | (4,978) | 0 | (7,132) |
| MAIA - E6N0163214 (ERP System) | M6 | CHG Meridian | 7.644% | 1/07/2029 | (9,327) | 0 | (12,771) |
| MAIA - E6N0163365 (ERP System) | M7 | CHG Meridian | 7.231% | 1/07/2029 | (6,278) | 0 | (7,366) |
| MAIA - E6N0163612 (ERP System) | M8 | CHG Meridian | 8.453% | 1/07/2029 | (17,798) | 0 | (23,352) |
| MAIA - E6N0163764 (ERP System) | M9 | CHG Meridian | 8.495% | 1/07/2029 | (19,052) | 0 | (24,264) |
| MAIA - E6N0163853 (ERP System) | M10 | CHG Meridian | 10.486% | 1/07/2029 | (49,611) | 0 | (61,238) |
| MAIA - E6N0164030 (ERP System) | M11 | CHG Meridian | 12.732% | 1/07/2029 | (19,911) | 0 | (23,286) |
| MAIA - E6N0164072 (ERP System) | M12 | CHG Meridian | 10.567% | 1/07/2029 | (58,288) | 0 | (69,452) |
| MAIA - E6N0164204 (ERP System) | M13 | CHG Meridian | 12.927% | 1/07/2029 | (37,077) | 0 | (20,603) |
| MAIA - E6N0164270 (ERP System) | M14 | CHG Meridian | 13.476% | 1/07/2029 | (101,616) | 0 | (27,813) |
| CHG - 2502673 (ERP System) | M15 | CHG Meridian | 10.361% | 1/07/2029 | (17,767) | 0 | 0 |
| Total finance cost payments | | | | | (1,199,484) | (638,922) | (1,050,303) |

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29. BORROWING AND LEASE LIABILITIES (Continued)

(b) New borrowings - 2024/25

| Particulars/purpose | Institution | Loan type | Term years | Interest rate | Amount borrowed | | Amount (used) | | Total interest and charges | Actual balance unspent |
|---|--------------|-----------|------------|---------------|-----------------|-------------|---------------|-------------|----------------------------|------------------------|
| | | | | | 2025 Actual | 2025 Budget | 2025 Actual | 2025 Budget | | |
| | | | | | \$ | \$ | \$ | \$ | \$ | \$ |
| Parks & Reserves Upgrade 24/25 | Westpac | Variable | 13 Years | 4.724% | 1,080,000 | 1,080,000 | (1,080,000) | (1,080,000) | (54) | 0 |
| Building Renewal & Upgrades Program 24/25 | Westpac | Variable | 13 Years | 4.794% | 720,000 | 720,000 | (720,000) | (720,000) | (736) | 0 |
| Roads & Drainage Program 24/25 | Westpac | Variable | 13 Years | 4.794% | 2,200,000 | 2,700,000 | (2,007,092) | (2,700,000) | (48) | 192,908 |
| Mandurah Quay Seawall | Westpac | Variable | 13 Years | 4.724% | 100,848 | 150,000 | (28,782) | (150,000) | 0 | 72,066 |
| CHG - 2502673 (ERP System) | CHG Meridian | Variable | 5 Years | 10.361% | 350,773 | 0 | (350,773) | 0 | (17,767) | 0 |
| | | | | | 4,451,621 | 4,650,000 | (4,186,647) | (4,650,000) | (18,605) | 264,974 |

(c) Unspent borrowings

| Particulars | Institution | Date Borrowed | Unspent balance | Borrowed during | Expended during | Unspent balance |
|---|-------------|---------------|-----------------|-----------------|-----------------|-----------------|
| | | | 1 July 2024 | 2024-25 | 2024-25 | 30 June 2025 |
| | | | \$ | \$ | \$ | \$ |
| 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 | 78,293 | 0 | (78,293) | 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 | 776,084 | 0 | (776,084) | 0 |
| Parks and Reserves Upgrades 2021/22 | Westpac | 29/06/2022 | 4,209 | 0 | 0 | 4,209 |
| Cambria Island Abutment Wall | Westpac | 29/06/2022 | 37,603 | 0 | 0 | 37,603 |
| Mandurah Ocean Marina Chalets Refurbishment | Westpac | 29/06/2022 | 53,039 | 0 | 0 | 53,039 |
| Pleasant Grove Foreshore | Westpac | 19/06/2023 | 4,534 | 0 | 0 | 4,534 |
| Mandurah Community Museum Roof and Gutters | Westpac | 19/06/2023 | 17,832 | 0 | 0 | 17,832 |
| Torcello Mews Canal PAW Renewal | Westpac | 19/06/2023 | 6,363 | 0 | 0 | 6,363 |
| Parks & Reserves Upgrades (23/24) | Westpac | 30/06/2024 | 94,683 | 0 | (94,683) | 0 |
| Parks & Reserves Upgrades (23/24) | Westpac | 30/06/2024 | 800,000 | 0 | (800,000) | 0 |
| Mandurah Quay Seawall | Westpac | 24/06/2025 | 0 | 100,848 | (28,782) | 72,066 |
| Roads & Drainage Program 24/25 | Westpac | 24/06/2025 | 0 | 2,200,000 | (2,007,092) | 192,908 |
| | | | 2,109,715 | 2,300,848 | (3,784,934) | 625,629 |

(d) Lease liabilities

| | | Actual | | | | | | | Budget | | | |
|--------------------------------|-------|--------------|----------------|------------|-----------------|----------------|------------|-----------------|----------------|----------------|------------|--------------|
| Purpose | Note | Principal at | New leases | Principal | Principal at 30 | New leases | Principal | Principal at 30 | Principal at 1 | New leases | Principal | Principal at |
| | | 1 July 2023 | during 2023-24 | repayments | June 2024 | during 2024-25 | repayments | June 2025 | July 2024 | during 2024-25 | repayments | 30 June 2025 |
| | | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Gym equipment | | 8,359 | 219,276 | (144,178) | 83,457 | 29,650 | (113,107) | 0 | 51,637 | 882,016 | (220,705) | 712,948 |
| Software | | 18,356 | 73,096 | (73,096) | 18,356 | 36,052 | (54,408) | 0 | 18,026 | 405,914 | (87,416) | 336,524 |
| IT Equipment | | 334,368 | 215,505 | (166,978) | 382,895 | 185,769 | (129,630) | 439,034 | 222,403 | 575,829 | (212,141) | 586,091 |
| Survey Equipment | | 212,804 | 0 | (54,070) | 158,734 | 0 | (55,987) | 102,747 | 152,212 | 0 | (56,379) | 95,833 |
| Total lease liabilities | 11(b) | 573,887 | 507,877 | (438,322) | 643,442 | 251,471 | (353,132) | 541,781 | 444,278 | 1,863,760 | (576,642) | 1,731,396 |

Lease finance cost payments

| Purpose | Lease | Institution | Date final | Actual for year | Budget for | Actual for year | Lease term |
|-----------------------------|------------|--------------------------|----------------|-----------------|--------------|-----------------|------------|
| | number | | payment is due | ending | year ending | ending 30 June | |
| | | | | 30 June 2025 | 30 June 2025 | 2024 | |
| | | | | \$ | \$ | \$ | |
| Gym equipment | E6TEC64146 | CHG Meridian | 31/03/2025 | (729) | (16,127) | (4,323) | 21 months |
| Software | Various | CHG Meridian | 1/04/2025 | (126) | (7,671) | (330) | Various |
| IT Equipment | Various | HP, Fuji, Dell & Kyocera | Various | (11,627) | (22,271) | (10,484) | Various |
| Survey Equipment | 2508156 | CHG Meridian | 1/03/2027 | (4,606) | (4,605) | (6,522) | 48 months |
| Total finance cost payments | | | | (17,088) | (50,674) | (21,659) | |

CITY OF MANDURAH
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30. RESERVE ACCOUNTS

| | 2025 Actual opening balance | 2025 Actual transfer to | 2025 Actual transfer (from) | 2025 Actual closing balance | 2025 Budget opening balance | 2025 Budget transfer to | 2025 Budget transfer (from) | 2025 Budget closing balance | 2024 Actual opening balance | 2024 Actual transfer to | 2024 Actual transfer (from) | 2024 Actual closing balance |
|--|--------------------------------------|----------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|----------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|----------------------------------|--------------------------------------|--------------------------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Restricted by legislation/agreement | | | | | | | | | | | | |
| Cash in Lieu of Parking Reserve | 505,194 | 24,075 | 0 | 529,269 | 503,320 | 0 | 0 | 503,320 | 491,695 | 13,499 | 0 | 505,194 |
| | 505,194 | 24,075 | 0 | 529,269 | 503,320 | 0 | 0 | 503,320 | 491,695 | 13,499 | 0 | 505,194 |
| Restricted by council | | | | | | | | | | | | |
| Building Reserve | 1,543,544 | 73,557 | 0 | 1,617,101 | 1,512,891 | 7,000,000 | 0 | 8,512,891 | 1,448,838 | 166,243 | (71,537) | 1,543,544 |
| Asset Management Reserve | 29,005,913 | 5,975,806 | (8,011,605) | 26,970,114 | 32,076,141 | 0 | (5,283,629) | 26,792,512 | 21,080,104 | 10,998,768 | (3,072,959) | 29,005,913 |
| Cultural Centre Reserve | 493 | 0 | 0 | 493 | 2,480 | 0 | 0 | 2,480 | 189,763 | 13 | (189,283) | 493 |
| Sustainability Reserve | 283,127 | 13,492 | 0 | 296,619 | 282,900 | 0 | 0 | 282,900 | 509,862 | 7,545 | (234,280) | 283,127 |
| Waste Reserve | 9,608,503 | 1,304,406 | (197,632) | 10,715,277 | 7,936,741 | 0 | (3,029,636) | 4,907,105 | 8,221,489 | 1,801,708 | (414,694) | 9,608,503 |
| Interest Free Loans Reserve | 237,124 | 0 | (45,420) | 191,704 | 191,704 | 0 | 0 | 191,704 | 191,704 | 45,420 | 0 | 237,124 |
| CLAG Reserve | 32,425 | 20,064 | (51,074) | 1,415 | 20,974 | 0 | 0 | 20,974 | 20,690 | 11,735 | 0 | 32,425 |
| Mandurah Ocean Marina Reserve | 186,780 | 8,901 | 0 | 195,681 | 186,087 | 0 | 0 | 186,087 | 181,789 | 4,991 | 0 | 186,780 |
| Waterways | 574,299 | 51,093 | 0 | 625,392 | 941,563 | 0 | 0 | 941,563 | 1,055,377 | 64,849 | (545,927) | 574,299 |
| Port Mandurah Canals Stage 2 Maintenance Reserve | 97,707 | 4,656 | 0 | 102,363 | 97,344 | 0 | 0 | 97,344 | 95,096 | 2,611 | 0 | 97,707 |
| Mariners Cove Canals Reserve | 89,024 | 4,242 | 0 | 93,266 | 88,693 | 0 | 0 | 88,693 | 86,645 | 2,379 | 0 | 89,024 |
| Port Bouvard Canal Maintenance Contributions Reserve | 280,206 | 13,353 | 0 | 293,559 | 279,167 | 0 | 0 | 279,167 | 272,719 | 7,487 | 0 | 280,206 |
| Unspent Grants Reserve | 9,070,982 | 3,855,489 | (8,684,374) | 4,242,097 | 5,771,117 | 0 | 0 | 5,771,117 | 10,621,307 | 11,760,898 | (13,311,223) | 9,070,982 |
| Leave Reserve | 3,528,937 | 1,028,192 | (1,160,498) | 3,396,631 | 2,297,295 | 420,468 | (1,160,498) | 1,557,265 | 3,261,428 | 267,509 | 0 | 3,528,937 |
| Bushland Acquisition Reserve | 1,582,033 | 284,922 | 0 | 1,866,955 | 1,776,093 | 0 | 0 | 1,776,093 | 1,539,761 | 42,272 | 0 | 1,582,033 |
| Coastal Storm Contingency Reserve | 271,249 | 12,926 | 0 | 284,175 | 270,242 | 0 | 0 | 270,242 | 264,001 | 7,248 | 0 | 271,249 |
| Digital Futures Reserve | 59,672 | 2,844 | 0 | 62,516 | 59,455 | 0 | 0 | 59,455 | 58,078 | 1,594 | 0 | 59,672 |
| Decked Carparking Reserve | 1,058,391 | 50,437 | 0 | 1,108,828 | 1,054,465 | 0 | 0 | 1,054,465 | 1,030,111 | 28,280 | 0 | 1,058,391 |
| Specified Area Rates - Waterside Canals | 116,583 | 5,246 | (6,425) | 115,404 | 112,732 | 0 | (2,942) | 109,790 | 116,808 | 2,455 | (2,680) | 116,583 |
| Specified Area Rates - Port Mandurah Canals | 140,024 | 74,122 | (13,856) | 200,290 | 145,661 | 64,900 | (1,860) | 208,701 | 287,011 | 67,849 | (214,836) | 140,024 |
| Specified Area Rates - Mandurah Quay Canals | 272,821 | 41,038 | 0 | 313,859 | 271,632 | 26,861 | 0 | 298,493 | 239,190 | 33,631 | 0 | 272,821 |
| Specified Area Rates - Mandurah Ocean Marina | 943,219 | 201,203 | 0 | 1,144,422 | 892,459 | 149,147 | 0 | 1,041,606 | 774,206 | 169,013 | 0 | 943,219 |
| Specified Area Rate - Port Bouvard Canals | 154,751 | 18,468 | 0 | 173,219 | 156,606 | 4,118 | 0 | 160,724 | 152,725 | 3,259 | (1,233) | 154,751 |
| Specified Area Rate - Mariners Cove | 9,825 | 246 | (4,144) | 5,927 | 5,715 | 0 | 0 | 5,715 | 4,783 | 5,042 | 0 | 9,825 |
| Specified Area Rate - Eastport | 53,609 | 13,415 | 0 | 67,024 | 54,494 | 853 | 0 | 55,347 | 52,585 | 1,129 | (105) | 53,609 |
| Sports Club Maintenance Levy Reserve | 372,780 | 76,790 | 0 | 449,570 | 322,802 | 0 | 0 | 322,802 | 304,673 | 68,107 | 0 | 372,780 |
| City Centre Land Acquisition Reserve | 1,081,825 | 1,049,239 | 0 | 2,131,064 | 1,074,940 | 0 | 0 | 1,074,940 | 1,052,919 | 28,906 | 0 | 1,081,825 |
| Lakelands Community Infrastructure Reserve | 1,156,506 | 55,113 | 0 | 1,211,619 | 1,152,215 | 0 | 0 | 1,152,215 | 1,125,604 | 30,902 | 0 | 1,156,506 |
| Plant Reserve | 1,975,087 | 1,382,100 | (1,445,699) | 1,911,488 | 487,561 | 0 | 0 | 487,561 | 3,011,375 | 814,008 | (1,850,296) | 1,975,087 |
| Workers Compensation Reserve | 314,546 | 14,990 | 0 | 329,536 | 567,334 | 0 | 0 | 567,334 | 554,251 | 8,405 | (248,110) | 314,546 |
| Restricted Cash Reserve | 2,975,709 | 2,351,907 | (1,223,547) | 4,104,069 | 1,772,053 | 0 | 0 | 1,772,053 | 2,848,106 | 1,223,547 | (1,095,944) | 2,975,709 |
| Transform Mandurah Funding Program Reserve | 952,303 | 45,382 | (997,685) | 0 | 925,969 | 0 | 0 | 925,969 | 852,513 | 99,790 | 0 | 952,303 |
| Public Arts Reserve | 412,520 | 29,583 | (7,107) | 434,996 | 311,498 | 0 | 0 | 311,498 | 311,498 | 101,022 | 0 | 412,520 |
| Community Safety Reserve | 524,672 | 22,389 | (54,848) | 492,213 | 510,653 | 0 | 0 | 510,653 | 510,653 | 14,019 | 0 | 524,672 |
| Large-Scale Arts and Culture Attraction Reserve | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 68,967,189 | 18,085,611 | (21,903,914) | 65,148,886 | 63,609,676 | 7,666,347 | (9,478,565) | 61,797,458 | 62,327,662 | 27,892,634 | (21,253,107) | 68,967,189 |
| | 69,472,383 | 18,109,686 | (21,903,914) | 65,678,155 | 64,112,996 | 7,666,347 | (9,478,565) | 62,300,778 | 62,819,357 | 27,906,133 | (21,253,107) | 69,472,383 |

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 |
|--|---|
| Restricted by legislation/agreement | |
| Cash in Lieu of Parking Reserve | Parking - Provide additional parking areas |
| Restricted by council | |
| 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 |
| Large-Scale Arts and Culture Attraction Reserve | To fund Mandurah as a desirable City in its cultural offerings, by actively seeking impactful, large-scale arts and culture initiatives to Mandurah through research, partnerships and leveraging funding opportunities |

CITY OF MANDURAH
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

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 2024 | Amounts received | Amounts paid | 30 June 2025 |
|-----------------------------------|--------------------|-------------------------|---------------------|---------------------|
| | \$ | \$ | \$ | \$ |
| Cash-in-lieu of public open space | 1,316,060 | 98,637 | (478,234) | 936,463 |
| | 1,316,060 | 98,637 | (478,234) | 936,463 |