



Annual Report

2020-2021

Adopted February 2022



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This document is available in alternative formats upon request at the Shire Administration Office.



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Acknowledgement of Country

The Shire of York acknowledge the Traditional Custodians of the land, the Ballardong people of the Noongar nation and pays respects to Elders past, present and emerging.

We recognise the unique and valuable contribution the Ballardong Noongar people have made and continue to make to our culture and in our community.

The land on which we live, meet and thrive as a community always was and always will be Noongar land.

Shire President's Report



It is my pleasure to present the Shire of York's Annual Report for the 2020/21 financial year.

The first events held post lockdown(s) created a much-welcomed economic boost for the town and region. In particular, the weekend of 12-13 September 2020 was massive in York with many thousands of people visiting the town for the numerous different events being held, including the Motor Show, the Westcycle Canola Classic and the York Races to name a few.

Council Elections

In September 2020, Cr Jane Ferro was elected to Council following an extraordinary election. It was a pleasure to welcome Cr Ferro back to Council.

Rebranding

Along with the major review of the Strategic Community Plan, adopted by Council at its June 2020 meeting, Council deemed it appropriate to consider updating the Shire's branding to reflect the community's reviewed vision and the organisation's growing status as a contemporary, responsive and professional local government authority. The new branding showcases the elements the community put forward as the most important: Heritage, Environment and Community. A number of concepts were developed with a community survey undertaken to identify the preferred option. The new brand was launched in March 2021 and has received positive feedback.

Highlights

A major project for the year has been the remedial works undertaken at the Residency Museum to strengthen the building and chimneys against earthquakes and other natural hazards. The work is being done as part of the Earthquake Building Mitigation project with the Shire of York as a project partner with GeoScience Australia, the University of Adelaide and the Department of Fire and Emergency Services. The works have been possible through a grant of \$110,000 from the Department of Planning Lands and Heritage, match-funded by the Shire.

The Shire was also successful in obtaining a funding boost of \$40,000 to improve facilities at the York Oliver Battista Motocross Track. We are grateful for the support from the

State Government for this popular facility, which will be matched with \$40,000 from the Shire of York. The funding will be used to improve the amenities and optimize the use of space within the area, all designed to enhance the liveability of the Shire.

National Reconciliation Week held during May 2021 was marked by an Unveiling Ceremony at the summit of Wongborel/Mt Brown. Two new brass plaques commemorating the Ballardong Noongar and settler heritage of York were revealed to the public. I was honoured to join Local Elder Audrey Narkle-Nettle who provided the Welcome to Country and unveiled the Ballardong plaque, while I unveiled the settler plaque. Research revealed that the existing information about the settler discovery of the area was factually incorrect, so it was decided by Council to respectfully honour both Indigenous and settler heritage by having two new plaques, which marks an important step in the reconciliation process for the Shire of York and its local Ballardong Noongar residents.

Additionally, to gauge the local Aboriginal community's response and willingness to be involved and supportive of the Shire's undertaking of a Reconciliation Action Plan (RAP), a series of three consultation meetings have been held this year. Dr Marion Kickett, Director of the Centre for Aboriginal Studies at Curtin University, was engaged to facilitate the consultation process and to provide cultural awareness training. A very positive response was received from the meetings towards support for the RAP. At its May 2021 meeting, Council endorsed the formation of a RAP Working Group and approved the Terms of Reference for the Group. We look forward to seeing their work come to fruition.

Acknowledgements

As we work towards achieving the goals and priorities of the Strategic Community Plan, on behalf of Council, I would like to acknowledge our CEO and staff for their commitment and dedication throughout the year and congratulate them on their efforts. I also express my sincere gratitude to my fellow Councillors who collaborate cohesively to achieve our shared vision. As a result, we continue to have a strong, friendly and vibrant community and can be proud of the way in which we have worked together to address the year's challenges.

Cr Denese Smythe
SHIRE PRESIDENT



“

Council deemed it appropriate to update the Shire’s branding to reflect the community’s reviewed vision and the organisation’s growing status as a contemporary, responsive and professional local government authority.”



CEO's Introduction



In a year that saw us all responding to the changing situation that is the COVID-19 pandemic, I am pleased to say that York appears to have come through, so far at least, relatively unscathed.

The town has been buzzing and thriving which is great to see.

Major Projects

One of the main focuses for staff this year was the consideration of the management at the York Recreation & Convention Centre (YRCC). While the lead up work has been many years in the making, at its December 2020 Council resolved to release a Request for Proposal focused on community and financial outcomes, seeking alternate management models for the YRCC. The submissions received were presented to Council's April 2021 meeting with the CEO being authorised to enter into negotiations with Belgravia Leisure. Following some community concern, at its June 2021 meeting Council resolved to defer endorsement of the final draft contract documentation and to undertake a Business Plan, reporting back to Council in September 2021.

Management Changes

There were a number of staff movements throughout the year. Alina Behan, commenced on 7 September 2020 as Executive Manager Corporate & Community Services after Ms Suzie Hazlehurst left the Shire to take up the role of CEO at the Shire of Toodyay. I take this opportunity to thank Suzie for her time in York and wish her all the best. Also at the Executive level, Mr Darren Wallace departed from the position of Executive Manager Infrastructure & Development Services (EMIDS) in March 2021. I would like to acknowledge Darren for his services to the Shire and wish him the best for his future and I would like to thank Fraser Brown for acting in the position during the time leading up to the appointment being filled. Ms Sinead McGuire takes up the role of EMIDS towards the end of July 2021 and we look forward to her joining our team.

Cultural Program

As set out in the Corporate Business Plan, the Shire's continuous improvement included commencing the internal culture program designed to deliver a better outcome for the community.

Several directorate specific as well as all-staff workshops have been conducted, intended to enhance our employees understanding of themselves and each other. The program focuses on the Shire's values of courage, empathy and respect as well as an overarching value of excellence.

Feedback from the workshops has been positive and it is pleasing to see staff interacting together with a shared purpose and common goal. I look forward to continuing developing the culture in the new financial year with the overall aim of improving the organisation for the benefit of the community.

Community Wellbeing Plan (Health Plan)

The Shire of York has begun developing a Community Wellbeing Plan to identify the challenges and strategies towards providing healthier lifestyle opportunities and environments for our residents.

The Plan will provide a framework to maximise community health and wellbeing, support and encourage a healthy community, assist people to live healthier lifestyles, be physically active and to feel more socially engaged.

To ensure the Plan is relevant, stakeholder engagement and community consultation will be undertaken in the new financial year, enabling the Plan to address the unique requirements of our community.

In Closing

It has been a pleasure to serve the community of York over the last twelve months and I would acknowledge the Shire President, Councillor Denese Smythe and all the Councillors for their commitment and support. I also express my very sincere appreciation to the Executive Team and the whole staff for their hard work and dedication to the Shire and our community.

Chris Linnell
CHIEF EXECUTIVE OFFICER

#australiaday
#reflectrespectcelebrate



“

The Shire’s continuous improvement included commencing the internal culture program designed to enhance and deliver a better outcome for the community.”



Vision and Objectives



Vision

“A vibrant and inviting agricultural, heritage and tourist town and Shire, and a community that is focused on and works collaboratively to improve and promote the town and the Shire of York as a destination and wonderful place to live.”



The Place to Live

To be a place which is attractive and accessible for the young and elderly, and attracts people in the age groups in between to work and settle in the Shire.



Leader in Cultural Heritage and Environment

To be a place which is renowned for its cultural heritage and the quality of its natural environment, and for the care taken by the community of both.



Driving the York Economy Forward

To have a vibrant, diverse and prosperous local economy which is sustainable in the long term, makes sustainable use of its natural and built heritage and community assets, and delivers benefit in the form of local jobs, business opportunities and a positive image for the Shire.



Built for Resilience

To have secured an infrastructure base which is affordable, is managed to a level of risk accepted by the community, supports a sustainable environment, increases rural and town resilience and is responsive to community needs.



Strong Leadership and Governance

To be a community where there is effective and responsive leadership and governance, a sense of collective purpose and shared direction and a willingness and desire to work together for that future.

Council's Strategic Priorities



To be a close-knit community, full of life, in a welcoming and accessible place for all

PRIORITIES

- Engage children and young people in their place and future
- Increase disability access and seniors' services
- Support community-led development



To have a vibrant, diverse and prosperous local economy which creates local jobs, business opportunities and a positive image for the Shire

PRIORITIES

- Support tourism and business development



To be a place which is renowned for the quality of its natural environment, the astounding beauty of the landscape, and the care taken by the community

PRIORITIES

- Improve the ecology and enjoyment of the river



To have a built environment which supports community, economy and the environment, respects the past and creates a resilient future

PRIORITIES

- Upgrade roads and complete footpaths network
- Enhance streetscapes with a focus on trees
- Revitalise Avon Terrace and restore heritage



To have effective and responsive leadership and governance, where a sense of collective purpose and shared direction combine to work together

PRIORITIES

- Continuous improvement of community engagement
- Explore establishment of a contemporary, accessible Council Chamber
- Continuous improvement of governance



Governance



Our Council

The Shire of York Councillors are:



Cr Denese Smythe
Shire President
Expiry of Term: October 2023



Cr Denis Warnick
Deputy Shire President
Expiry of Term: October 2021



Cr Jane Ferro
Councillor
Expiry of Term: October 2021



Cr Ashley Garratt
Councillor
Expiry of Term: October 2023



Cr Pamela Heaton
Councillor
Expiry of Term: October 2023



Cr Stephen Muhleisen
Councillor
Expiry of Term: October 2023



Cr Kevin Trent OAM RFD
Councillor
Expiry of Term: October 2021

Councillor Resignation

Due to the resignation of Cr David Wallace from Council on 8 June 2020, an extraordinary election was conducted in September 2020 with Cr Jane Ferro being elected to Council. The next ordinary local government elections are scheduled for October 2021 with three (3) positions becoming vacant.

Register of Complaints about Conduct of Members

The Local Government Act 1995 s5.121 requires the complaints officer of the Local Government to maintain a register of complaints which records all complaints that result in an action under the Local Government Act s5.110 (6) (b) or (c). This register is held on the Shire of York's website. There were no breaches recorded for the 2020/21 year.

Committee/ Council Meeting	Members	Ordinary Meetings Held	Ordinary Meetings Present	Special Meetings Held	Special Meetings Present
Council	Cr Denese Smythe	11	11	3	3
	Cr Denis Warnick	11	11	3	3
	Cr Jane Ferro*	11	9	3	1
	Cr Ashley Garratt	11	11	3	3
	Cr Pam Heaton	11	11	3	3
	Cr Stephen Muhleisen	11	11	3	3
	Cr Kevin Trent	11	11	3	3
Audit & Risk Committee	Cr Denese Smythe	4	4	0	0
	Cr Denis Warnick	4	2	0	0
	Cr Jane Ferro*	4	3	0	0
	Cr Ashley Garratt	4	1	0	0
	Cr Pam Heaton	4	4	0	0
	Cr Stephen Muhleisen	4	4	0	0
	Cr Kevin Trent	4	4	0	0
Access & Inclusion Advisory Committee	Cr Jane Ferro	3	3	0	0
	Cr Kevin Trent	3	2	0	0
	Cr Denese Smythe**	3	0	0	0

*Note: Cr Ferro elected to Council on 18 September 2020

**Note: Deputy Delegate





Strategic and Governance Activities

Policy Review

A role of Council is to determine Local Government policies. The development and management of Council policy is an ongoing process. It is important that Council policies are kept up to date and are reviewed on a regular basis under the direction of the Chief Executive Officer. If any changes or amendments are required these are brought to Council for endorsement.

During the year staff undertook a minor policy review to update the following:

- Minor amendments to existing policies.
- Separating existing Policy Manual into two (2) separate sections. One section being Strategic Policies (Council related) and one new section, Operational Policies being those policies that specifically fall under the functions of the CEO as defined in the Local Government Act 1995, Section 5.41 Function of the CEO.
- New Policy numbering to remove redundant numbering.
- Rebranding changes to reflect the new logo.

New policies introduced this year include:

Community Policies:	C6 Public Art
Governance Policies:	G26 Model Standards for CEO Recruitment, Performance & Termination
Health Policies:	H1 Occupational Safety & Health
Operational Policies:	O8 Employee Code of Conduct

Amended Policies this year include:

Community Policies:	C3 Community Funding: Grants & Sponsorship
	C4 Sponsorship of Tourism Events
	C5 Public Events in York

Elected Member Policies: E1 Code of Conduct: Council members, Committee members & Candidates

Finance Policies:	F1 Revenue Collection
	F2 Procurement

Governance Policies: G6 Community Access to Information
G13 Community Engagement and Consultation
G23 Commissioning Legal Advice

Health Policies: Temporary Accommodation

Local Planning Policies: P12 Temporary Alfresco Dining Areas

Policies Transferred to new Operational section:

- O1 Staff Superannuation
- O2 Volunteer Management
- O3 Workforce & Human Resources
- O4 Alcohol & Other Drugs
- O5 Asset Management
- O6 Internal Controls
- O7 Heat Management

Removed (Revoked) Policies:

Town Planning: Restriction on Building Materials (PPI)
Retrospective Planning Applications

Delegations Review

Sections 5.18 and 5.46(2) of the Local Government Act 1995 require that a Local Government keeps a register of delegations of authority made under the Act and that these are reviewed at least once every financial year. The Shire of York's Register of Delegated Authority was reviewed and adopted on 22 December 2020.



Community Engagement



Community Engagement & Consultation Register

The Shire uses the IAP2 Framework of Public Participation to define the public’s role in all community engagement processes. The IAP2 Framework defines levels of participation as INFORM, CONSULT, INVOLVE, COLLABORATE and EMPOWER.

Name of Engagement	Name of Engagement	Name of Engagement
Henrietta St Footpath (PSP)	Cowan Street Drainage	Footpath works on Ulster, Glebe and Grey St
Date	Date	Date
12-Mar-21 at 5.30pm	2-Jul-21	13-Apr-21
Engagement	Engagement	Engagement
IAP2: CONSULT: Letter to invite to community consultation workshop organised by Cardno and SOY. 4 attendees.	IAP2: INFORM Letter drop to neighbouring properties.	IAP2: INFORM Letter drop to neighbouring properties.

Name of Engagement	Name of Engagement	Name of Engagement
Residency Museum building works	Bushland Garden Install of composting toilet	Old Infant Health Centre
Date	Date	Date
27-Apr-21	Aug 2020	22 Dec 2020 - 5 Feb 2021
Engagement	Engagement	Engagement
IAP2: INFORM Letter drop to neighbouring properties.	IAP2: INFORM Letter drop to neighbouring properties.	IAP2: INFORM The Shire invited public comment on the proposal to demolish the Old Infant Health Centre in December 2020. Notice of demolition advertised June 2021. Submissions received + presented to Council at Feb 21 OCM.

Name of Engagement	Name of Engagement	Name of Engagement
Reconciliation Action Plan	Tree planting grant for Motocross track	Avon Terrace Accessibility project
Date	Date	Date
March - April 2021	Quarter 4 2021	24-Mar-21
Engagement	Engagement	Engagement
IAP2: INVOLVE Three community consultation sessions were held to gauge interest amongst the local Indigenous community in participating in a Reconciliation Action Plan with the Shire of York. The sessions were led by Dr Marion Kickett, Director of the Aboriginal Cultural Centre at Curtin University and were well attended.	IAP2: INVOLVE The Arts & Cultural Heritage Officer worked with the River Conservation Society to apply for a grant of \$2,000 for tree planting at the Motocross track from the Forest Products Commission. Grant successful.	IAP2: CONSULT Accessibility walkabout of Avon Terrace, Henrietta Street and Avon Park. Shire staff and Access & Inclusion Advisory Committee Chair.

Name of Engagement	Name of Engagement	Name of Engagement
Golf Club Lease	Old Tennis Courts lease	Pioneer Memorial Lodge Lease
Date	Date	Date
Adopted 22 June 2021	Signed April 2021	OCM March 2021
Engagement	Engagement	Engagement
IAP2: INVOLVE Consultation took place with Golf Club committee.	IAP2: INVOLVE Consultation took place with River Conservation Society committee.	IAP2: CONSULT Consultation with WA Country Health Services, State Solicitors Office, Representatives of the York Health Advisory Group.



Name of Engagement	Name of Engagement	Name of Engagement
YRCC Management	Shire of York Rebranding – second presentation of concepts to community.	York Bypass Draft Final Route Assessment
Date	Date	Date
Continuous	24 September to 13 October 2020	1 - 27 June 2020, 14 July 2020, 5 October 2020
Engagement	Engagement	Engagement
IAP2: INFORM/CONSULT	IAP2: CONSULT	IAP2: CONSULT
Consultation in preparation of creation of RFP	Display stand in Shire Office foyer from 25 Sept to 19 October.	The draft final report was available to view for a 4 week period from 2 June 2020. An onsite meeting was convened at one of the affected
20 October 2020 – CEO / YCSC meeting	<ul style="list-style-type: none"> • Display stand at the Avon Park Official Opening on 10/10/20. 	landowners “Shed” on 14 July 2020 and attended by a large number of affected residents and Councillors and Shire Staff. At this meeting, it was agreed that a bus tour of the route would be organised, and Main Roads WA were to be invited to attend.
Advertising RFP	<ul style="list-style-type: none"> • Online webform created and hosted on Shire’s website enabling easy completion with opt it/opt out policy info. 	The bus tour took place on 5 October 2020. There were two trips due to number restrictions on the bus. Main Roads had a representative on both trips and the verbal feedback from the tour considered in the preparation of the November 2020 report.
Engagement plan to advise community of RFP process prepared 11 Dec 2020.	<ul style="list-style-type: none"> • Paragraph in September Community Matters – Shire Update page 9. 	Council considered the outcomes of the consultation at its November 2020 Ordinary Council Meeting where Officers advised that:
Request for Proposal (RFP) advertised from 30 January 2021 on the Shire’s website, in the West Australian Saturday newspaper, and using the Government’s tender portal Tenderlink.	<ul style="list-style-type: none"> • Email sent to community groups asking them to share with members. 	<ul style="list-style-type: none"> • Submissions raised concerns regarding the need for a bypass, amenity of residents (noise) and detailed design issues such as indigenous heritage, flora surveys and hydrology (underground springs).
Public Meeting 3 Feb 2021, 60 attendance inclusive.	<ul style="list-style-type: none"> • Email sent to Sporting Groups asking them to share with members. 	<ul style="list-style-type: none"> • That as part of the consultation, Main Roads confirmed the project is not financially viable and is not part of its long-term plans. As such, no further detailed planning or design will be undertaken in the foreseeable future.
YRCC Staff – EMCCS meeting Friday 5 Feb 2021	<ul style="list-style-type: none"> • Face to face canvassing of some businesses in Avon Terrace. 	Due to the time that elapsed since the previous consultation, it was recommended that the community be given an opportunity to comment on the draft Final Report and Council consider the updated report and additional feedback in May 2020.
Decision of Council following RFP	<ul style="list-style-type: none"> • News item on Shire website. 	
<ul style="list-style-type: none"> • Broadcast via Community Matters May 2021 plus Shire website - News item and social media posts and local radio. Direct comms by email to YRCC users and groups. A4 flyer distributed to notice boards. 	<ul style="list-style-type: none"> • Posts on Shire’s Facebook page and shared to community Facebook groups inc. York Community Concerns and York Community Page. 	
<ul style="list-style-type: none"> • The Executive Manager Corporate & Community Services met with YRCC staff Friday 7 May to explain the decision of Council and future employment opportunities. 	<ul style="list-style-type: none"> • Shire President mentioned the project on local radio. 	
<ul style="list-style-type: none"> • Belgravia Leisure presentation to the community on Wednesday 9 June 2021 at the YRCC, which commenced at 6.00pm. Approx. 120 attendance inclusive. 	79 submissions were collected via online and offline forms.	
Follow up meetings in writing to ensure accurate and agreed record of discussion. From the discussions held at the community presentation on 9 June 2021 it was clear there was a lack of clarity around the intent and financial implications of this transaction. Council requested more and clearer communications moving forward.		

Name of Engagement	Name of Engagement	Name of Engagement
YRCC Regular Users License	Community Wellbeing Plan	Community Scorecard
Date	Date	Date
26/05/2021	Commenced March 2021	31 May 2021
Engagement	Engagement	Engagement
<p>IAP2: INVOLVE License agreement discussions incorporated conversations regarding YRCC management and club requirements.</p> <p>Licence Notice Published on Wednesday, 26 May 2021.</p> <p>Local Government Act 1995 Section 3.58 disposing of Property The Shire invited public comment to be made in writing on or before 4.00pm, Friday 18 June 2021</p> <p>Consultation undertaken with:</p> <ul style="list-style-type: none"> • York Bowling Club • York Tennis Club • York Junior Netball Club • York Imperials Cricket Club • York Junior Football Club • York Senior Football Club • York Badminton Club • York Seniors Mobility • York Agricultural Society • Rural Dance School 	<p>IAP2: CONSULT The Shire commissioned a Health Profile report for York, to assist with the development of the Wellbeing Plan. Consultation took place with the York Health Action Group, York District High School, the York Access & Inclusion Advisory Committee, and York Aboriginal Elders.</p>	<p>IAP2: CONSULT Scorecard invitations were sent to all households and residential PO Boxes in the Shire of York using Australia Post's unaddressed mail services. Respondents could complete the scorecard in hard copy or online.</p> <p>CATALYSE® sent email invitations to the Shire's customer contacts, and the Shire provided supporting promotions through various communication channels.</p> <p>The scorecard was open from 31 May to 18 June 2021.</p> <p>The scorecard was completed by 510 community members with various connections to the Shire of York.</p>

Shire Property Management

Demolition of Old Infant Health Centre

The Shire demolished the Old Infant Health Centre Building for the construction of a Car Park for the Shire Administration Office at Lot 7 (5) Joaquina Street, York.

Disposal of 7 Glebe Street

Local Government Act 1995
Section 3.58 disposing of Property
The Shire leased the Old Tennis Court Building and land at No. 7 Glebe Street, York to the York River Conservation Society Inc to establish an Environmental Discovery Centre.

Leases

The following leases were finalised during this period:

- The Old Tennis Courts to the River Conservation Society Inc
- Pioneer Memorial Lodge (PML)
- York Golf Club Inc



Human Resources

Senior Staff

During the year, the following senior staff were employed by the Shire of York.

Executive Manager Corporate & Community Services

Alina Behan 7/9/2020.

Employee Remuneration 2020/21

In the 2020/21 financial year the Shire of York had three (3) positions where employees were entitled to an annual cash salary of \$100,000 or more in the following bands:

Bands	Employees
\$100,000 to \$109,999	
\$110,000 to \$119,999	
\$120,000 to \$129,999	
\$130,000 to \$139,999	
\$140,000 to \$149,999	2
\$150,000 to \$159,999	
\$160,000 to \$169,999	
\$170,000 to \$179,999	1
\$180,000 to \$189,999	

As part of the annual performance review process, officers and their supervisors identify areas where additional training is required or sought. In addition, cross-organisational training is provided to increase the capacity of the organisation. During 2020/21 this included:

- IGNITE Training for Managers/Coordinators
- Brainbox Training for Supervisors
- Cultural Training Program
- Records Awareness Training
- Report Writing
- Risk Management
- Project Management Fundamentals
- LGIS Safe Work Methods

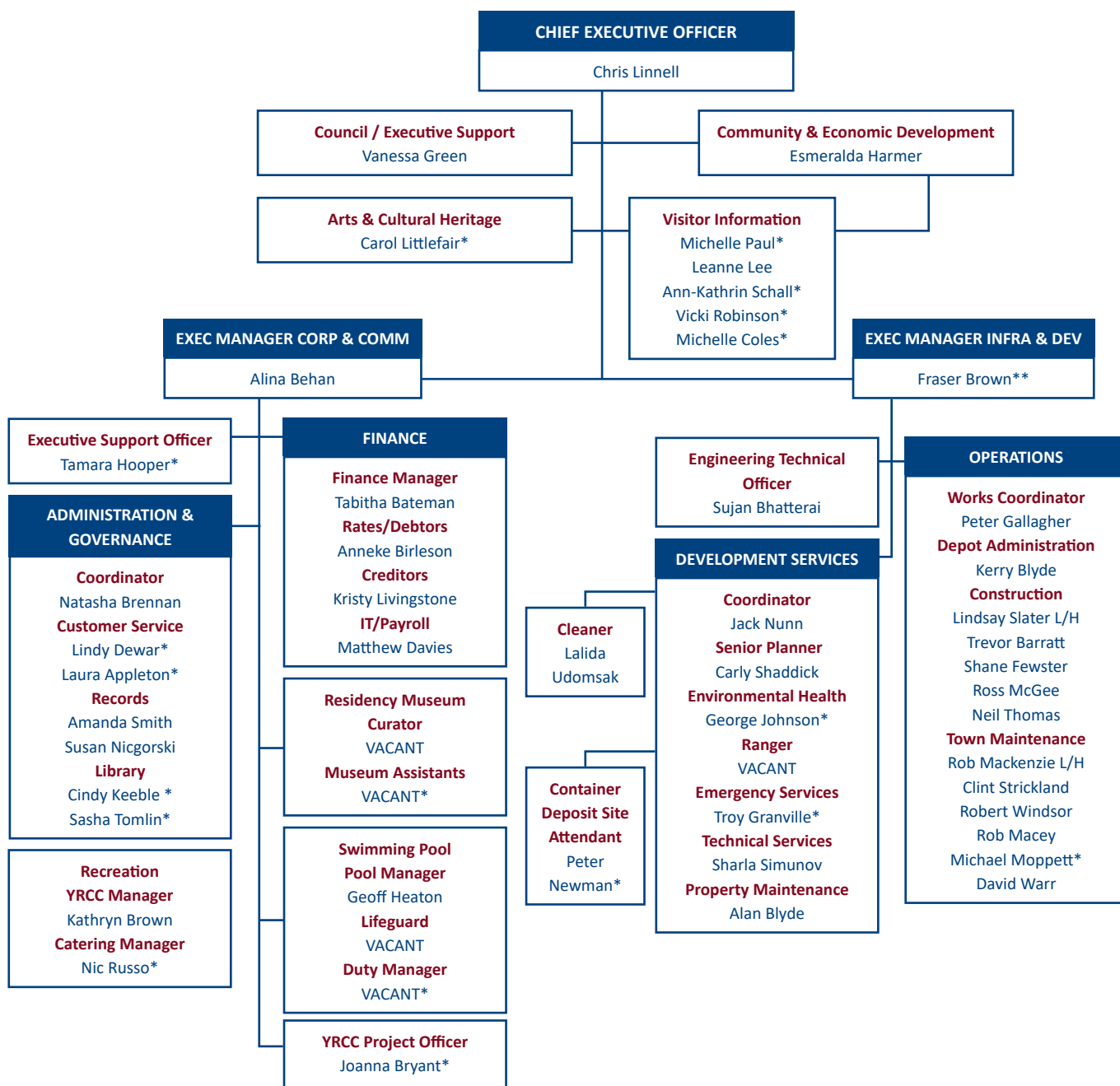
- LGIS Take 5 Training
- LGIS Isolation and Tag-Out Training
- Procurement Training
- COVID Training

In addition, the Shire is committed to the health and well-being of its staff and during the year provided

- Flu Vaccinations
- Skin Cancer Screening
- Health Assessments
- Employee Counselling
- Free Gym Membership
- Free Pool Access

Organisational Chart 2020/21

As of June 2021



* Denotes part-time / casual staff member, or limited contract

** Denotes Acting in position

The following staff left the employ of the Shire during the 20/21 year:

Susan Nicgorski – Administration Officer – Records (Contract)
 Helen D’Arcy-Walker – Executive Support Officer – Council
 Darren Wallace – Executive Manager Infrastructure & Development
 Michael Atkinson – Plant Operator (Contract)
 Stella Manning – Swimming Pool Lifeguard (Seasonal)

Ben Schreuder – Swimming Pool Lifeguard (Seasonal)
 Karen Major – Swimming Pool Duty Manager
 John Goward – Ranger
 Dorothy Bourne – Administration Officer
 Katie Benfield-Constable – Museum Curator
 Mona Numann – Museum Curator (Contract)
 Jackie Jenkin – Museum Assistant
 Lorraine Daly – Museum Assistant

Jake Tomlinson – YRCC casual
 Rebecca Hameister – Information Services Officer
 Edward (John) Dyer – Works Coordinator
 The Shire employs a number of casual and seasonal staff on an on-going basis. In addition, over 40 people volunteer their services to the York Visitor Centre, York Residency Museum and the York Public Library and the Shire is grateful for their on-going contribution.



Events & Economic Development



By July 2021, most regional COVID restrictions had lifted in WA and York was well positioned as a cost affordable inter-regional destination for adventure, families and recreational experiences.

Many travel lovers sought wallet-friendly experiences closer to home. Deliberate digital marketing campaigns promoting York’s natural and outdoor experiences, welcome back to York events and COVID safe experiences, saw visitor numbers increase significantly throughout the 2020/21 financial year. Visitor Centre staff reported more people giving consideration to how both one’s presence and dollars impact the local community and environment, opting for more sustainable experiences that promote health and well-being of people and the planet.

These early indicators and continued COVID uncertainty evidenced more people’s willingness to tour closer to their home base, support local economies and explore regional and rural areas. Interest in York grew, local job opportunities increased to meet visitor demand and the majority of York’s businesses prospered under the continued impacts of the pandemic across WA.

Achievements:

- Delivery of the York Dollar\$ incentive program providing discounts on rates and monetary vouchers to ratepayers who pay their rates in full or the first installment by the due date. The incentive issued \$45,840 in York Dollar\$ vouchers to ratepayers to spend at local participating businesses.
- Provision of Business Reignite Grants totaling \$27,425 in funding to support fourteen local businesses to provide activity stimulation, employment opportunities for York’s art sector and improve their capacity to respond to evolving COVID-19 market conditions.

- Reactivation of York’s calendar of events and delivery of smaller scale ‘welcome back to York’ events, attracting significantly higher than usual visitor numbers.
- Council supported the following through three year funding agreements:

Organisation	Amount	Provision
Wheatbelt Arts & Events	\$15,000	The York Festival
York Society	\$6,500	Art & Craft Awards
York Community Resource Centre	\$18,000	Annual School Holiday Programs
York Agricultural Society	\$11,000	Agricultural Show
Premiere Events	\$22,500	York Motorcycle Festival
York Christmas Festival	\$12,750	York Christmas Festival & Residential Lights Competition
Total Funding Committed	\$85,750	

The Community Funding and Sponsorship of Tourism Events programs enabled the Shire to support large-scale events designed to appeal to a wider market of visitors, community-based groups and other locally relevant activities designed for community enjoyment.

Only one round of community funding of the two usually offered was opened for application during the 2020/21 financial year due to the COVID-19 pandemic. The round usually offered in April 2020 was redirected to support COVID-19 recovery initiatives such as the welcome back to York events.

Organisation	Funding	Provision
York Veteran Car Club	\$9,500	Creation of the York Motor Show website
York Bowling Club	\$4,000	Delivery of two regional sporting events
River Conservation Society	\$9,260	Purchase of tools to assist maintain reserves and bushlands
York Events on Avon	\$2,250	In-kind Shire facility hire
York Men's Shed	\$600	Purchase of equipment for Community Shed
York District High School	\$3,000	End of Year Award Presentations
Total	\$28,610	



Tourism



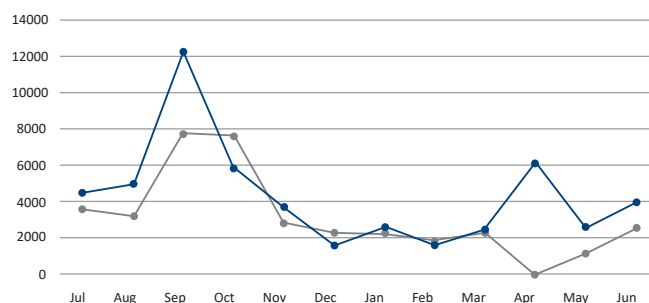
A mixture of annual and welcome back events, coupled with tourism promotional strategies and new branding saw significant visitor numbers return to York throughout the financial year.

Visitor Centre Achievements:

- York representation at several State tourism events including the Caravan and Camping Expo in March and Perth Airport WA Regional Tourism Conference in Geraldton in May.
- Delivery of an annual Tourism Business Forum in March providing networking opportunities, opportunity to showcase the Shire's new branding and tourism strategies to the community and tourism business providers.
- Updated visitor servicing desks to comply with evolving COVID restrictions and meet increased visitor numbers.
- Development and delivery of content for Shire's Experience York social media pages and Visitor website.
- Introduction of targeted mailouts to tourism providers, visitors and the local community. Visitors can now subscribe and manage their preferences for event information via York Visitor Centre website.
- Delivery of guided Town Hall tours for groups and coach bookings.
- Delivery of Canola for Tourism safety messaging and work with a local business owner to open Canola for visitors.
- Delivery of Tourism Familiarisation in partnership with Chittering, Toodyay, Beverley, York, Goomalling and Northam to increase tourism product knowledge and provided a regional approach to tourism.
- Increased stock levels to meet visitor demand.
- Completed refresh of the Tourist Information Bay to align with the Shire's new branding.

- Increase in free and family-friendly events to continue to appeal to younger families such as YORKids, Nature Play Trail app and Tiny Doors of York Trail.
- Promotion of outdoor recreation experiences such as the Avon River walk trail, mountain bike and cycle trails.

York Visitor Centre Visitor Count
Financial Year 2020-2021



Overview

- Total visitor count through the York Visitor Centre has increased by 40% (15,138 visitors) in the 2020/2021 financial year vs the previous financial year.
- York Visitor Centre retail sales are up by 41% (\$6,452.19) vs the previous financial year.
- COVID-19 continued to impact visitor numbers – Intrastate visitors have increased significantly; interstate visitors have been sporadic and international borders remain closed. Additional short lockdowns of the Perth and Peel region, interstate and seasonal fluctuations contribute to differences in visitor numbers.

Visitor Count by Month

Month	Financial Year 2020/2021	Financial Year 2019/2020	% change to previous year
July	4564	3615	26%
August	5001	3223	55%
September	12298	7734	59%
October	5847	7609	-23%
November	3778	2841	33%
December	1596	2266	-30%
January	2550	2272	12%
February	1645	1840	-11%
March	2446	2260	8%
April	6127	0	N/A
May	2661	1148	132%
June	4006	2573	56%
Total	52,519	37,381	40%

Retail Sales by Financial Year

Financial Year	Total Retail Sales (inc. GST)	Change to previous FY	Change to previous FY in %
2018 - 2019 FY	\$20,470.55	-\$933.30	-4%
2019 - 2020 FY	\$15,672.55	-\$4,798.00	-23%
2020 - 2021 FY	\$22,124.74	\$6,452.19	41%



Community Services



The Shire through its partnerships with the York Community Resource Centre, River Conservation Society and York Society has supported youth initiatives, tree planting days, community clean up days and outdoor movies.

The following Committees of Council and working groups included community members being appointed to the Committee:

- Access and Inclusion Committee
- Honours Reference Group

The committees, in turn, consulted with the community on relevant matters including access and inclusion priorities and nominations for the Australia Day citizen awards.



Congratulations to the following winners of the 2021 Australia Day Awards:

Junior Sports Star Award:

No award presented due to COVID-19 – no sport played

Senior Sports Star Award:

No award presented due to COVID-19 – no sport played

Active Citizenship Award (for a Community Group or Event):
River Conservation Society York

Community Citizen of the Year–Youth (under 25):
No nominations received

Community Citizen of the Year–Senior (65 years or over):
Annette McArthur

Community Citizen of the Year :
Tricia Byfield (pictured above)

Australia Day Awards

Australia Day Award winners were announced at the community breakfast and presentation ceremony at the York Recreation and Convention Centre. Celebrations continued at York Memorial Swimming Pool with free entry from 10.00am including lawn games, activities and a free BBQ. The Shire was successful in securing a \$20,000 grant from the Australia Day COVID

Safe Grants Program enabling purchase of additional marquees, extra entertainment and photography fees, and additional staffing and cleaning supplies.



Community Development

Age Friendly Community Plan

The Shire's Age Friendly Community Plan aims to optimise opportunities for health, participation and security in order to enhance the quality of life as people age. The Shire planned to host the 'Living Well in the Avon Region: York Senior Residents Forum & Expo' in May 2021 however due to the uncertainty of the COVID situation this did not go ahead.

Disability Access and inclusion Plan

Local governments are required to prepare a Disability Access and Inclusion Plan (most commonly known as a DAIP) to plan and implement improvements across seven outcome areas; services and events, buildings and facilities, information, quality of service, complaints, consultation processes and employment.

Activities undertaken during 2020/21 to address the Shire's DAIP include the following:

- Demonstrating that people with disability have the same opportunities as other people to obtain and maintain employment with a public authority, the Shire employed an Acting EMIDS who uses a wheelchair and an EMCCS with a recognised disability.
- Progressing actions on the Access & Inclusion audit of Shire assets including a number of improved foot paths throughout the York CBD and the access ramp to the York Memorial Swimming Pool was completely rebuilt to meet the standards highlighted in the Access & Inclusion Audit.
- Consulting with the Access & Inclusion Advisory Committee on the planned infrastructure improvements to Avon Terrace and CBD fully designed and ready for delivery in 2021/22.

Library Services

The York Library focused on consolidation and refreshing library stock. There was a significant cull of older library stock no longer relevant to current borrowing trends and needs. The cull has made way for fresh, up to date new stock to provide more diverse choices for library patrons.

The library saw an increase in demand for online e-resources including e-book, e-audio and e-magazines provided through the State Library of Western Australian agreement.

There were inhouse exhibitions to showcase ANZAC banners and figurines and museum objects while the Museum was closed for renovations.

The York building boom and increased sales of houses in York saw 169 new members join the York Library in the 2020/21 financial year.

The Library sought funding for an online library catalogue to support those with access issues to the library building. Although the grant was unsuccessful, the importance of the project was recognised and funding allocated in the 2021/22 budget year.

The library welcomed Julie John to the team. Julie and Cathie Stark are both valued volunteers in the library. Their service and knowledge are valued and are a much needed support for the ongoing function of the library.

*Numbers impacted by reduced opening hours during Covid 19.

		2020/21	2019/20
Items Issued	Adult Non-Fiction	2311	2211
	Adult Fiction	14152	14345
	Junior Library	4562	4475
	TOTAL	21025	21031
Membership	Adults	724	694
	Family	405	420
	Junior	49	48
	TOTAL	1176	1,162
General Statistics	Hours the library was open	1992	1744*
	Books issued per hour	10.55	12.09*
	Items requested by other libraries	295	275
	Items requested from other libraries	551	415
Local Stock On Hand	Adult Non-Fiction	3075	3669
	Adult Fiction	3575	3995
	Junior	1891	2460
	TOTAL	8541	10,124
State Library Stock	Adult Non-Fiction	1114	969
	Adult Fiction	4106	3564
	Junior	1486	1359
	TOTAL	6701	5,982



Residency Museum

Donations/Acquisitions

Despite closure due to building works, the Residency Museum received a number of significant donations during 2020/21. A very important object, the Convict Depot handbell was donated by York District Hospital and formally accepted by the Shire President in a small ceremony at the Hospital. It had been part of the Hospital's collection because when the Convict Depot (of which the Residency Museum is the last remaining part) closed in the 1870s, some Depot buildings were repurposed as Medical quarters, eventually being replaced by the Old Hospital in 1896. It in turn was replaced by the current Hospital in Trews Road in 1963 and the bell remained with the Hospital authorities until its recent donation.

Other notable donations included a significant late C19th embroidered evening gown and cape plus a child's jacket made from kangaroo skin, all linked to the local early settler Dempster family and a lead smelting pot and leadworking tool linked to an early local builder.

Visitor figures

The 2020/21 financial year saw 1,263 visitors, generating income of \$6,284 during the months of July to November inclusive. After that date the Museum was closed for building works.



Staff and Volunteers

Curator Katie Benfield-Constable returned briefly after maternity leave in January 2021 to pack up the whole Museum and put the collections in storage in preparation for the forthcoming building works. Katie's resignation to take up an exciting new post as an archaeologist was of fortunate timing as the Museum closed for much of 2021 due to building works.

Arts & Cultural Heritage

The Arts & Cultural Heritage Officer undertook the following during 2020/21:

- Trails Concept Plan
- Aboriginal cultural heritage matters
- Earthquake Building Mitigation project
- Reconciliation Action Plan Consultation

Highlights

\$20,000 grant from DLGSC for Trails Concept Plan

\$40,000 grant from DLGSC ORV Fund for Oliver Battista Motocross track improvements

Residency Museum Earthquake / Building Conservation project State Heritage Awards Finalist

Revised Bird & Wildflowers leaflet including Noongar names

Projects

Trails

On acceptance of the Trails Masterplan in June 2019, Council decided to reprioritise the off-road vehicle upgrades to High Priority. A grant application of \$40,000 was successful for upgrades to the Oliver Battista Off Road Trail Bike Park in Spencers Brook Road and has been matched by Shire funding. The York Public Motocross Track is one of only 6 off-road vehicle areas in the state. It has been identified as having Regional significance in the Trails Masterplan.

The Arts & Cultural Heritage Officer worked with the River Conservation Society to apply for a grant of \$2000 for tree planting at the Motocross track from the Forest Products Commission, to create a noise buffer hedge along the road and a vegetation corridor around the track to link with native vegetation beside the Avon River.

Aboriginal Cultural Heritage Matters

A Noongar Standard Heritage Agreement was entered into with the South West Aboriginal Land and Sea Council (SWALSC) in early 2020. The Agreement area covers the open spaces Wongborel/Mt Brown, Walwalying/Mt Bakewell and along the Gogulyar Bilya/Avon River identified in the Trails Master Plan as suitable for future trails development.

A Shire-funded Noongar Cultural Heritage Survey covering these areas has been undertaken by independent anthropologist Dr Bryan Rochelle of Snappygum Heritage Services to Department of Planning, Lands and Heritage and SWALSC standards in order to identify and record culturally sensitive sites, which will be lodged with the Department of Planning Lands and Heritage for potential inclusion on the State Register of Aboriginal Heritage Places.

Three community consultation sessions were held during March-April 2021 to gauge interest amongst the local Indigenous community in participating in a Reconciliation Action Plan (RAP) with the Shire of York.

The sessions were led by Dr Marion Kickett, Director of the Aboriginal Cultural Centre at Curtin University and were well attended.

The application was successful, and a Tree Planting Day was held on 25 July, with Motocross track users, River Conservation Society members and community volunteers planting 3,000 seedlings.

A grant of \$20,000 was obtained from the Department of Local Government, Sport and Cultural Industries to progress the Trails Master Plan by the development of a Trails Concept Plan, the next stage in the process which will identify trails routes to be developed, or disused. This is being undertaken by specialist trails consultants Common Ground and is anticipated to be completed in early 2022.



The Terms of Reference for the RAP Working Group were approved by Council in May and since then several Expressions of Interest in being on the RAP Working Group have been received from Indigenous and non-Indigenous local residents. The aim is to complete a Stage 1 'Reflect' RAP as defined by Reconciliation Australia.

Two new brass plaques commemorating the Ballardong Noongar and settler heritage of York replaced the plaque dating from the 1960s and were installed on the granite monument atop Wongborel/Mt Brown in an Unveiling Ceremony on Friday 28 May. The event was part of National Reconciliation Week. Local Elder Audrey Narkle-Nettle gave a Welcome to Country and unveiled the Ballardong plaque with local Elder Mr Philip Bateman. York District High School Aboriginal student representatives also took part and Shire President Denese Smythe unveiled the settler plaque.

A revised 'Birds and Wildflowers of the Shire of York' leaflet was created for the York Visitor Centre. It incorporates dual language (Noongar/English) names of all the birds and some trees/plants and was undertaken in wide consultation with Elders and members of the local Noongar community.



Earthquake Building Mitigation project

The Shire of York as a project partner with GeoScience Australia, the University of Adelaide and the Department of Planning Lands and Heritage put this research into practice through a grant of \$110,000 from DPLH match-funded by the Shire of York to undertake remedial works to strengthen York Residency Museum against earthquakes and other natural hazards.



York Recreation and Convention Centre

Transition of Management of the YRCC

Since 2018, the Shire of York has attempted to progress the movement of the management of the YRCC to an alternative model. It has:

- Consulted with sporting groups and the York Community Social Centre (YCSC) with the view to an incorporated body taking over the management of the hospitality function of the YRCC.
- Researched outsourced management models which included a visit to Merredin Regional Community and Leisure Centre.
- Commissioned SGL Consulting Group to prepare a scope for the Request for Tender document relating to the management of the YRCC.
- Conducted a review of other internal management models to identify improvements for Shire operations.

Progress was hampered by COVID-19 which required the closing of the facility until September 2020.

With the lifting of many of the COVID-19 restrictions, the management of the YRCC was reconsidered by Council in December 2020, and it was resolved that Council release a Request for Proposal focussed on community and financial outcomes, seeking alternate management models for the YRCC with the view to implement the preferred management model in the 2021/22 financial year.

The intent of the Request for Proposal process was to establish a partnership between the successful respondent, the Shire and the local sporting and community groups to ensure the recreational and sporting facilities at the Forrest Oval Precinct are well managed and used to provide the best outcomes for the community.

Following the Request for Proposal process, two proposals were received from YMCA and Belgravia Leisure. At the April 2021 OCM Council directed the CEO to enter into negotiations with Belgravia Leisure to progress towards a service agreement and facility licence.

Development Services

Town Planning

The Shire of York prepared a new Local Planning Strategy and Local Planning Scheme which was adopted by Council at its Ordinary Meeting held on 16 December 2019. The documents were approved and Gazetted on the 13 January 2021.

Local Heritage Survey, Heritage List and Heritage Areas

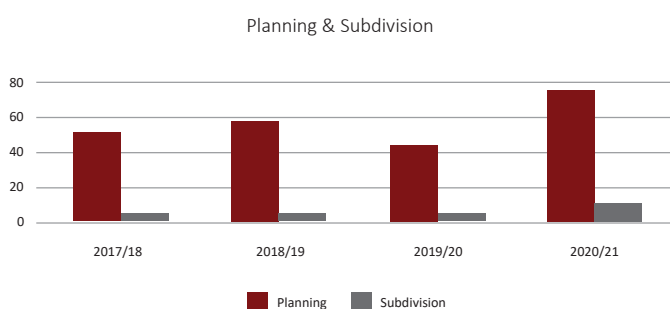
The Shire contracted Stephan Carrick Architects to prepare a new Local Planning Policy for Heritage Conservation and Development, with it to be adopted in the 21/22 financial year.

Planning Applications

In the 2020/2021 financial year, 75 planning applications were received, 32 more than in the previous period.

The number of subdivision applications received by the Western Australian Planning Commission (WAPC) for the Shire of York increased and in this period 10 subdivision referrals were received by Council, compared to 4 in the previous period.

The following graph depicts the number of planning and subdivision applications for the York local government area:



Health

Effluent Disposal Systems

Forty-two effluent disposal systems were approved for installation in 2020/2021. That is an increase of 320% on the previous financial year.

Registered and Licensed Premises

The following premises were operating in the Shire of York during 2020/2021.

- Offensive Trades 1
- Food Businesses 65
- Licensed Hotels 4
- Lodging Houses 18

Additionally, there are eight Bed and Breakfast businesses that were not required to be registered under the *Health Act 1911*.

Community Wellbeing Plan (Health Plan)

The Shire of York began consultation towards developing a Community Wellbeing Plan to identify the challenges and strategies towards providing healthier lifestyle opportunities and environments for our residents.

Food Safety

The Shire of York offered a free Online Food Safety Training course to assist food businesses to meet their food safety training requirements under the Food Act 2008. This training was developed by Environmental Health Australia and is being used extensively throughout Australia.

Containers For Change

The Containers for Change facility opened in November 2020. In the first 8 months of operation, the York refund point processed an impressive 894,072 containers, keeping them out of landfill and off our beautiful streets.

This equates to \$89,407.20 back to the people of York.

Other good news since the program started is that the Economic Regulation Authority has reported that beverage companies are doing the right thing and have not unreasonably raised drink prices because of the container deposit scheme.



Swimming Pools

York Memorial Aquatic Centre End of Season Report 2020/21 Aquatic Attendance

	2016/17	2017/18	2018/19	2019/20	2020/21
November	3433	2624	3404	3066	2040
December	3764	2176	3744	5951	4546
January	4654	4379	3694	4455	3139
February	1597	2703	3462	3180	2387
March	1505	1608	2324	1747	2060
April	Closed	Closed	286	Closed	
Total	14953	13490	16914	18399	14172

General entries to the Aquatic Centre have shown a decrease on previous years, due to poor weather in November and December, a late start by York Swimming Club and a very mild summer.

Several programs were conducted throughout the pool season which included:

- Community Christmas Party
- In-term and Vacation Swimming Lessons
- Australia Day Celebrations
- Mini Tetrathlon
- Swimming Club “York Open”
- Regular Swimming Club training and Club Nights
- York District High School Swimming Carnival

Junior Lifeguard Program

The Junior Lifeguard Program was a new initiative which had a good following. The program ran for a period of 6 weeks and was conducted on a Sunday afternoon for children aged 12 – 16 years.

The program attracted 8 children who attended every week. During this time they learnt new life skills which included basic resuscitation, spinal injury management, basic first aid, and lifesaving methods.

Private Swimming Pools

The Shire of York is required to inspect all private swimming pools within its district at least once in every four-year period. Only new pool inspections & requested inspections were carried out in the year 2020-21.

Waste Collection & Disposal

MUSTER Programs

The Shire again participated in the “drum MUSTER” program. This nationwide program provides for the collection and disposal of used farm chemical containers. A total of 1,968 drums were collected under the program in 2020/21, 229 more than the amount collected the previous year.

As a part of the new Avon Waste Contract, Avon Waste took over the “drum MUSTER” program early in 2021. The Transfer Station is now providing an ongoing collection of up to 50 drums at any one time to be dropped off during open hours. For larger drop offs, Avon Waste is to be contacted for an appointment time.

The Shire continued with its participation in the Mobile Muster program. This program was initiated to ensure that mobile phones and their accessories are recycled. 23kg of disused mobile phones were collected in 2020/21, an increase of 12kg.

Waste Statistics

A total of 1223.64 tonnes of waste was transported to the Shire of Northam landfill site for the 2020/21 financial year. This is 44.79 tonnes less waste than the 2019/20 financial year.

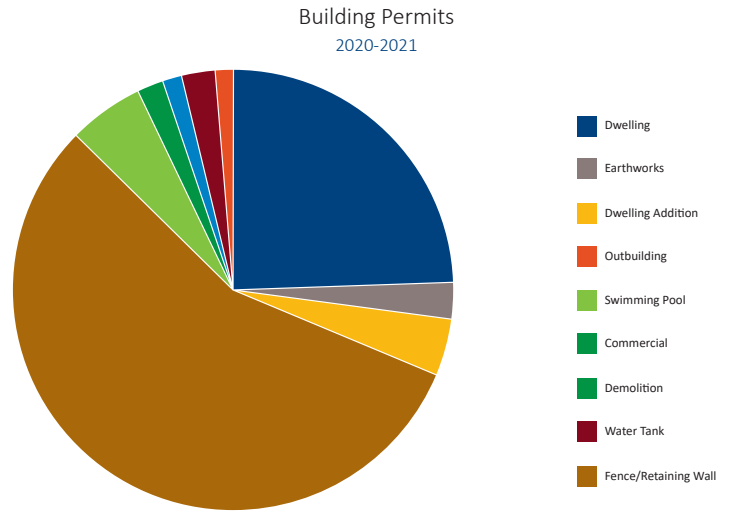
A total of 313.63 tonnes of recyclable material was received in 2020/21 which is 47.22 tonnes less material than 2019/20.

Building

Shire Officers audit building works to ensure compliance with the approved plans and to ensure that all work is carried out to the necessary standard.

Statistics

In 2020/21 the Shire processed 160 building applications, that is a 65% increase on the 2019/20 financial year. These applications were split into the following categories:



Building Approvals 2020/2021

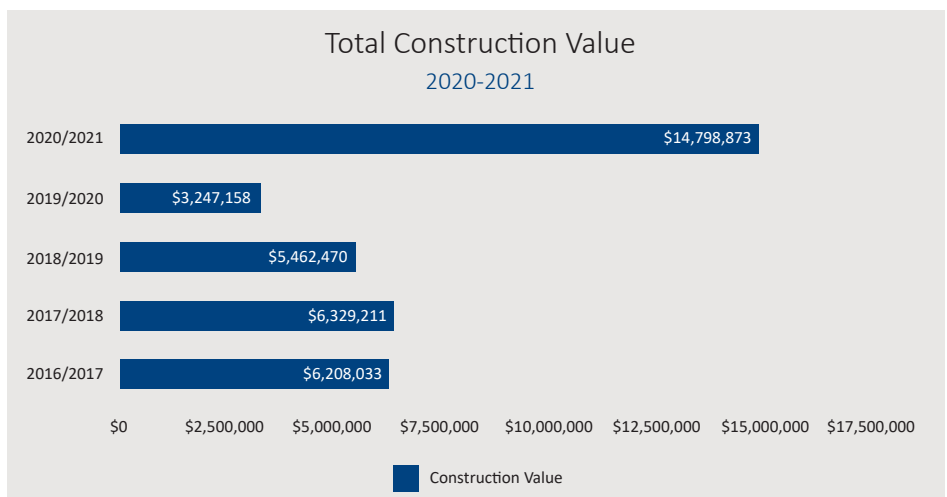
The percentage split is similar to previous years for Swimming Pools, Water Tanks, Fences, and Dwelling Additions with a 550% increase in Dwellings and a 58% increase in Outbuilding applications.

A comparison table for previous years is as follows:

	2020/21	2019/20	2018/19	2017/18	2016/17
Dwellings	39	6	17	14	18
Additions	7	15	11	8	5
Outbuildings	90	57	72	51	63
S/ Pools	9	9	3	2	4
Commercial	3	2	7	10	4
Demolition	2	0	1	2	2
Water Tank	4	4	4	3	3
Fence	2	4	3	2	4
Earthworks	4	0	0	0	0
Total	160	97	118	94	103

The number of Building Permits issued in 2020/21 is 65% higher than the previous.

The approximate value of building works in the Shire was \$14.80 million in 2020/21, an increase of 355% on the \$3.25 million in 2019/20.



Ranger and Emergency Services

Fire near Great Southern Highway – January 2021

The Shire of York thanks the 150 firefighters who worked tirelessly both in the air and on the ground to protect lives and property in the fire at Daliak, St Ronans, Wilberforce and Inkpen to York's west and north.

The Department of Fire and Emergency Services confirmed 100 firefighters battled to control the fire with about 50 Volunteer Fire and Rescue Service, Bush Fire Service, Volunteer Fire and Emergency Services, Parks and Wildlife Service firefighters also on the scene.

Residents and land-owners impacted by the fire were supported through the BlazeAid program to clear, repair or replace fences. BlazeAid is a volunteer based organisation that assists communities to recover after natural disasters, fires and floods. Restoring damaged fences is a priority so that farmers can get back to normal as quickly as possible.

Bush Fire Management

An advertising campaign is launched each year promoting the fire break and hazard reduction requirements and compliance dates. Zero tolerance in non-compliant fire breaks has resulted in far greater compliance.

Owner/occupiers of occupied properties within the town site which are landscaped to the extent that they do not present a fire hazard are allowed to apply for exemptions.

Animal Control

A reduced number of infringement notices relating to dog attacks were issued compared to last year and no dogs have been declared dangerous this year. Shire records indicate that 18 new cats and 88 new dogs have been registered this year.

Parking

Illegal parking continues to be closely monitored by the Ranger with particular attention to the disabled parking bays on Avon Terrace, vehicles parked within 6 meters of intersections, on footpaths or facing oncoming traffic.



Infrastructure Services

There were 13 Operational Staff based at the Depot during 2020/21 split into two main crews; Town and Parks crew and Gardens crew.

Town, Parks and Gardens

The Town & Parks and Gardens Crew has a substantial scope of works including traffic control duties, drain clearing, cleaning and tree pruning in town and rural, street sweeping, graffiti removal, weed spraying in town and rural, kerbside pickup, drum MUSTER, maintaining parks, reserves and public open spaces and installing Christmas decorations around town.

Town, Parks and Garden crews highlights:



Final landscaping of Avon Park and tree planting with River Conservation Society and York District High School



Installation of new Shire boundary signs



Containers for Change Shed erected and refund point opened Nov 2020



Candice Bateman playground upgrade



Drainage improvements made at RV Park on Janet Millet Lane



Construction

The Construction Crew carries out road maintenance including maintenance grading and culvert cleaning. There are over 700kms of sealed and unsealed roads combined in the Shire of York. The crew operates two graders and a road patrol truck which manage road maintenance across gravel roads, sealed roads and town streets within the Shire.

The maintenance of rural roads to an acceptable standard is part of the daily routine for the Shire's construction crew.

Regular tasks include:

- Maintenance grading
- Patching of roads
- Clearing culverts and drains
- Repair/replacement of guideposts and signs
- Vegetation removal

Roads to Recovery

Specific road works undertaken through Roads to Recovery Funding in 2020/21 included:

- Doodenanning Road – Reconstruction 1km
- Qualen West Road – Rural reseal 4km
- Mannavale Road – Reconstruction 1.5km

Municipal Road Construction

- Talbot Road – Widening 2km
- Brook Street – Reseal .21km
- Ford Street – Reseal .89km
- Broome Street – Reseal .25km
- Alfred Street – Reseal .39km
- Bland Street – Reseal .07km
- Elizabeth Street – Reseal .21km
- Clifford Strett – Reseal .16km
- Bouverie Road – Reseal .33km
- Attfield Road – Reseal .51km
- Fisher Street – Reseal .24km

Asset Renewal Gravel Re-sheets

- Gwambygine East Road
- Talbot Hall Road
- Berrybrow Road
- Railway Road

Footpath Re-construction

- Ulster Road - from South Street/Forrest Street intersection to 20 Ulster Road
- Glebe Street - from the bridge end to Janet Millett Lane
- Grey Street - from Macartney Street to Centennial Drive

Skate Park CCTV

In response to anti social behavior, permanent CCTV cameras were installed at the Avon Park Skate Park.

Residency Museum Conservation Work

Conservation works were undertaken to the State Heritage registered building Residency Museum including the structural strengthening of chimneys, roof frame and verandahs, replacement of roof cladding and conservation to masonry and verandahs, repainting inside and out.

Sustainability

Kerbside Pickup

The kerbside pick-up was general waste and garden and green waste. This was carried out in May 2021.

Grading Fire Breaks

As part of the Shire fire prevention works the Shire grades and maintains the fire breaks on Shire owned land.



Skate Park CCTV



Grey Street - from Macartney Street to Centennial Drive



Construction clearing culverts and drains

Corporate Services

Records

The Shire of York uses a hybrid records management system to ensure all records created and received are captured and stored according to the Shire's Record Keeping Plan, which was reviewed and adopted by Council at its December Ordinary Meeting of Council 2020, resolution 111220.

All records are disposed of in accordance with the General Disposal Authority for Local Government Records. The Records Officer annually recommends disposal of records in accordance with the State Records Act 2000 guidelines which are then approved by the Administration Governance Officer, Executive Manager for Corporate and Community Services and the CEO.

Standard 2 Principle 6 requires the Shire to ensure that employees comply with the Record Keeping Plan. The following activities have been undertaken to ensure staff awareness and compliance:

1. Induction program was undertaken for six staff within two weeks of commencement.
2. One edition of the administration bulletin was produced including record keeping sections and circulated to staff.
3. One on one training and assistance has taken place on an as needs basis identified by staff/manager request.

A Records and Information Management Systems Strategic Plan has been developed in order to guide the development of records systems and practices in order to keep up to speed with changes in the way information is created, delivered and utilised.

Freedom of Information

The Shire of York has a Freedom of Information Statement prepared in accordance with the Freedom of Information Act 1992. It outlines the Shire's functions, the kind of documents held and how the documents can be assessed.

A total of four new Freedom of Information applications were received during this reporting period, with three internal reviews carried out.

The annual review of the Information Statement was also completed with the document adopted by Council on 22 December 2020.

National Competition Policy and Public Interest Disclosure

The Shire of York has considered its obligations regarding the national competition policy and reviewed its policies to ensure anti-competitive practices are not adopted.

No complaints were received regarding anti-competitive practice.

Customer Service

Customer Service Officers are responsible for general customer enquiries and payments as well as bookings for the Shire's facilities.

The Shire continues to provide services on behalf of the Department of Transport (DoT) to enable residents to register their vehicles and to renew their drivers licence and vehicle registration. Certain Shire officers are also authorised to issue permits on behalf of the DoT and a DoT examiner visits the Shire fortnightly to conduct driving examinations.

The Office hours are 8.30am - 4.30pm Monday to Friday except for public holidays and the advertised shut down between Christmas and New Year.

Financial Services

Rates

Rates account for approximately 50% of the Shire of York's revenue and are determined after lengthy and careful consideration by Council and the Administration based on the expected expenditure. Examples of expenditures identified in the annual budget include, but are not limited to:

- Infrastructure Services: local roads, bridges, footpaths, drainage, waste collection and management.
- Provision of Recreation Facilities: parks, swimming pool, recreation centre, ovals and sporting facilities.
- Health Services: water and food inspection, toilet facilities, noise control and animal control.
- Community Services: aged care/accommodation, community group/event sponsorship.
- Planning and Building Services.
- Administration of Facilities: cemeteries, public parking.
- Cultural Facilities and Services: Library, Town Hall, Visitor Centre, Residency Museum.



Rates Incentives

Council's focus for the 2020/21 year was to support local stimulus and incentivize local spending, due to the COVID-19 pandemic.

It was decided to implement a combination of early payment of rates discount and a shop local programme.

Council resolved to offer a 1.5% discount on the rates component if the rates were paid in full by the due date.

Council also resolved to offer York Dollar\$ vouchers for paying in full or the first instalment, by the due date, with ratepayers receiving \$50 or \$20 respectively.

As a direct response to the COVID-19 pandemic, Council extended the hold on penalty interest from the initial 1 April 2020 through to 31 December 2020. In addition, Council charged no instalment administration fees or interest for the 2020/21 financial year.



Financials

2020-2021

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Community Vision

A vibrant and inviting agricultural, heritage and tourist town and a Shire community that is focused on and works collaboratively to improve and promote the town and the Shire of York as a destination and wonderful place to live.

Principal place of business:
1 Joaquina Street
York WA 6302

Statement by Chief Executive Officer for the year ended 30 June 2021

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

STATEMENT BY CHIEF EXECUTIVE OFFICER

The attached financial report of the Shire of York for the financial year ended 30 June 2021 is based on proper accounts and records to present fairly the financial position of the Shire of York at 30 June 2021 and the results of the operations for the financial year then ended in accordance with the Local Government Act 1995 and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards.

Signed on the sixteenth (16) day of December 2021



Chief Executive Officer

Chris Linnell

Name of Chief Executive Officer

Statement of Comprehensive Income by Nature or Type

for the year ended 30 June 2021

	NOTE	2021 Actual \$	2021 Budget \$	2020 Actual \$
Revenue				
Rates	26(a)	5,956,375	5,993,127	5,878,646
Operating grants, subsidies and contributions	2(a)	1,785,935	1,016,781	2,110,209
Fees and charges	2(a)	1,490,543	1,394,574	1,391,296
Interest earnings	2(a)	74,620	67,032	183,147
Other revenue	2(a)	216,732	274,429	60,234
		9,524,205	8,745,943	9,623,532
Expenses				
Employee costs		(3,886,004)	(4,314,396)	(3,711,377)
Materials and contracts		(2,315,304)	(2,644,202)	(2,323,610)
Utility charges		(387,264)	(399,841)	(399,887)
Depreciation on non-current assets	10(b)	(2,865,589)	(2,585,950)	(2,956,342)
Interest expenses	2(b)	(92,628)	(94,453)	(103,316)
Insurance expenses		(286,049)	(219,481)	(255,506)
Other expenditure	2(a)	(637,111)	(449,696)	(478,879)
		(10,469,949)	(10,708,019)	(10,228,917)
		(945,744)	(1,962,076)	(605,385)
Non-operating grants, subsidies and contributions	2(a)	684,728	1,301,193	2,205,782
Profit on asset disposals	10(a)	5,702	0	0
(Loss) on asset disposals	10(a)	(13,466)	(88,418)	(197,629)
Fair value adjustments to to financial assets at fair value through profit or loss	5	2,586	0	1,153
		679,550	1,212,775	2,009,306
Net result for the period		(266,194)	(749,301)	1,403,921
Other comprehensive income				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus - Plant & Equipment	12	0	0	(32,952)
Total other comprehensive income for the period		0	0	(32,952)
Total comprehensive income for the period		(266,194)	(749,301)	1,370,969

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



Statement of Comprehensive Income by Program

for the year ended 30 June 2021

	NOTE	2021 Actual \$	2021 Budget \$	2020 Actual \$
Revenue				
	2(a)			
Governance		51,362	2,900	50,190
General purpose funding		7,584,473	6,763,120	7,600,379
Law, order, public safety		76,554	79,219	350,486
Health		17,077	2,500	19,358
Education and welfare		63,582	35,623	39,016
Community amenities		793,939	733,317	737,454
Recreation and culture		458,722	613,613	400,839
Transport		218,040	227,663	218,885
Economic services		208,277	246,588	139,107
Other property and services		52,179	41,400	67,817
		9,524,205	8,745,943	9,623,531
Expenses				
	2(b)			
Governance		(603,610)	(784,407)	(798,099)
General purpose funding		(432,912)	(443,201)	(308,573)
Law, order, public safety		(484,641)	(464,439)	(688,701)
Health		(257,444)	(241,049)	(283,431)
Education and welfare		(127,987)	(146,148)	(126,705)
Community amenities		(1,131,985)	(1,184,791)	(1,020,948)
Recreation and culture		(3,166,733)	(3,381,598)	(3,063,451)
Transport		(3,081,375)	(2,472,543)	(2,838,355)
Economic services		(1,030,579)	(1,427,106)	(871,448)
Other property and services		(60,055)	(68,283)	(125,889)
		(10,377,321)	(10,613,565)	(10,125,600)
Finance Costs				
	2(b)			
Recreation and culture		(90,274)	(91,870)	(99,544)
Transport		(2,354)	(2,584)	(3,772)
		(92,628)	(94,454)	(103,316)
		(945,744)	(1,962,076)	(605,385)
Non-operating grants, subsidies and contributions	2(a)	684,728	1,301,193	2,205,782
Profit on disposal of assets	10(a)	5,702	0	0
(Loss) on disposal of assets	10(a)	(13,466)	(88,418)	(197,629)
Fair value adjustments to to financial assets at fair value through profit or loss	12	2,586	0	1,153
		679,550	1,212,775	2,009,306
Net result for the period		(266,194)	(749,301)	1,403,921
Other comprehensive income				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus	12	0	0	(32,952)
Total other comprehensive income for the period		0	0	(32,952)
Total comprehensive income for the period		(266,194)	(749,301)	1,370,969

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

Statement of Financial Position

for the year ended 30 June 2021

	NOTE	2021 \$	2020 \$
CURRENT ASSETS			
Cash and cash equivalents	3	7,018,678	5,604,494
Trade and other receivables	6	943,258	2,025,225
Inventories	7	34,901	24,221
TOTAL CURRENT ASSETS		7,996,837	7,653,940
NON-CURRENT ASSETS			
Trade and other receivables	6	124,589	124,706
Other financial assets	5	73,807	71,221
Property, plant and equipment	8	32,294,386	32,453,112
Infrastructure	9	104,247,781	104,919,358
Right-of-use assets	11	970,499	800,061
TOTAL NON-CURRENT ASSETS		137,711,062	138,368,458
TOTAL ASSETS		145,707,899	146,022,398
CURRENT LIABILITIES			
Trade and other payables	13	1,705,643	1,759,940
Other Liabilities	14	556,588	333,758
Borrowings	15(a)	251,899	244,526
Employee related provisions	16	916,209	869,559
TOTAL CURRENT LIABILITIES		3,430,339	3,207,783
NON-CURRENT LIABILITIES			
Borrowings	15(a)	1,372,916	1,624,815
Employee related provisions	16	118,062	137,024
TOTAL NON-CURRENT LIABILITIES		1,490,978	1,761,839
TOTAL LIABILITIES		4,921,317	4,969,622
NET ASSETS		140,786,582	141,052,776
EQUITY			
Retained surplus		33,615,369	33,517,034
Reserves - cash backed	4	2,658,821	3,023,350
Revaluation surplus	12	104,512,392	104,512,392
TOTAL EQUITY		140,786,582	141,052,776

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



Statement of Changes in Equity

for the year ended 30 June 2021

	NOTE	RETAINED SURPLUS \$	RESERVES CASH BACKED \$	REVALUATION SURPLUS \$	TOTAL EQUITY \$
Balance as at 1 July 2019		32,045,802	3,090,661	104,545,344	139,681,807
Comprehensive income					
Net result for the period		1,403,921	0	0	1,403,921
Other comprehensive income	12	0	0	(32,952)	(32,952)
Total comprehensive income		1,403,921	0	(32,952)	1,370,969
Transfers from reserves	4	342,349	(342,349)	0	0
Transfers to reserves	4	(275,038)	275,038	0	0
Balance as at 30 June 2020		33,517,034	3,023,350	104,512,392	141,052,776
Comprehensive income					
Net result for the period		(266,194)	0	0	(266,194)
Total comprehensive income		(266,194)	0	0	(266,194)
Transfers from reserves	4	546,274	(546,274)	0	0
Transfers to reserves	4	(181,745)	181,745	0	0
Balance as at 30 June 2021		33,615,369	2,658,821	104,512,392	140,786,582

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

Statement of Cash Flows

for the year ended 30 June 2021

	NOTE	2021 Actual \$	2021 Budget \$	2020 Actual \$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		6,025,089	5,493,127	5,884,749
Operating grants, subsidies and contributions		2,514,713	2,128,910	1,883,210
Fees and charges		1,490,543	1,394,574	1,391,296
Interest received		74,620	67,032	183,147
Goods and services tax received		0	116,796	0
Other revenue		216,732	91,200	60,234
		10,321,697	9,291,639	9,402,636
Payments				
Employee costs		(3,858,316)	(4,314,396)	(3,706,972)
Materials and contracts		(2,384,011)	(2,844,202)	(1,567,894)
Utility charges		(387,264)	(399,841)	(399,887)
Interest expenses		(92,628)	(94,453)	(103,316)
Insurance paid		(286,049)	(219,481)	(255,506)
Other expenditure		(563,234)	(449,696)	(478,879)
Goods and services tax paid		(10,413)	0	0
		(7,581,915)	(8,322,069)	(6,512,454)
Net cash provided by operating activities	17	2,739,782	969,570	2,890,182
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	8(a)	(793,454)	(1,742,000)	(379,438)
Payments for construction of infrastructure	9(a)	(1,328,494)	(2,823,216)	(3,712,887)
Payments for right of use assets	11	(192,656)	0	(31,861)
Non-operating grants, subsidies and contributions		1,132,416	1,301,193	1,742,623
Proceeds from sale of property, plant & equipment	10(a)	101,116	252,000	67,545
Net cash provided by (used in) investment activities		(1,081,072)	(3,012,023)	(2,314,017)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	15(b)	(244,526)	(244,526)	(233,976)
Net cash provided by (used in) financing activities		(244,526)	(244,526)	(233,976)
Net increase (decrease) in cash held		1,414,184	(2,286,979)	342,189
Cash at beginning of year		5,604,494	5,604,494	5,262,305
Cash and cash equivalents at the end of the year	17	7,018,678	3,317,515	5,604,494

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



Rate Setting Statement

for the year ended 30 June 2021

NOTE	2021 Actual \$	2021 Budget \$	2020 Actual \$
OPERATING ACTIVITIES			
Net current assets at start of financial year - surplus/(deficit)	27 (b)	2,192,324	2,294,904
		2,192,324	2,294,904
Revenue from operating activities (excluding rates)			
Governance	51,362	2,900	50,190
General purpose funding	1,628,098	769,993	1,721,737
Law, order, public safety	76,554	79,219	350,486
Health	17,077	2,500	19,358
Education and welfare	63,582	35,623	39,016
Community amenities	793,939	733,316	737,454
Recreation and culture	458,722	613,613	400,839
Transport	223,537	227,663	218,885
Economic services	210,863	246,588	139,107
Other property and services	52,384	41,400	68,967
	3,576,118	2,752,815	3,746,039
Expenditure from operating activities			
Governance	(606,267)	(806,775)	(805,973)
General purpose funding	(432,912)	(443,201)	(308,573)
Law, order, public safety	(484,641)	(464,439)	(873,596)
Health	(257,444)	(241,049)	(288,291)
Education and welfare	(127,987)	(146,148)	(126,705)
Community amenities	(1,131,985)	(1,184,791)	(1,020,948)
Recreation and culture	(3,257,007)	(3,473,468)	(3,162,995)
Transport	(3,083,729)	(2,527,927)	(2,842,127)
Economic services	(1,037,843)	(1,431,606)	(871,448)
Other property and services	(63,601)	(77,033)	(125,889)
	(10,483,416)	(10,796,437)	(10,426,545)
Non-cash amounts excluded from operating activities	27(a)	2,881,453	3,189,453
Amount attributable to operating activities		(1,833,521)	(1,196,149)
INVESTING ACTIVITIES			
Non-operating grants, subsidies and contributions	2(a)	684,728	2,205,782
Proceeds from disposal of assets	10(a)	101,116	67,545
Purchase of property, plant and equipment	8(a)	(793,454)	(852,087)
Purchase and construction of infrastructure	9(a)	(1,328,494)	(3,712,887)
Purchase of right of use assets	11	(192,656)	(31,861)
		(1,528,760)	(2,323,508)
Amount attributable to investing activities		(1,528,760)	(2,323,508)
FINANCING ACTIVITIES			
Repayment of borrowings	15(b)	(244,526)	(233,976)
Transfers to reserves (restricted assets)	4	(181,745)	(275,038)
Transfers from reserves (restricted assets)	4	546,274	342,349
Amount attributable to financing activities		120,003	(166,665)
Surplus/(deficit) before imposition of general rates		(3,242,278)	(3,686,322)
Total amount raised from general rates	26(a)	5,956,375	5,878,646
Surplus/(deficit) after imposition of general rates	27(b)	2,714,097	2,192,324

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

Notes To and Forming Part of The Financial Report

for the year ended 30 June 2021

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Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

1. BASIS OF PREPARATION

The financial report comprises general purpose financial statements which have been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying regulations.

The *Local Government Act 1995* and accompanying Regulations take precedence over Australian Accounting Standards where they are inconsistent.

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost. All right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost rather than at fair value. The exception is 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 Shire to measure any vested improvements at zero cost.

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.

THE LOCAL GOVERNMENT REPORTING ENTITY

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 30 to these financial statements.

INITIAL APPLICATION OF ACCOUNTING STANDARDS

During the current year, the Shire adopted all of the new and revised Australian Accounting Standards and Interpretations which were compiled, became mandatory and which were applicable to its operations.

These were:

- AASB 1059 *Service Concession Arrangements: Grantors*
- AASB 2018-7 *Amendments to Australian Accounting Standards - Definition of Materiality*

The adoption of these standards had no material impact on the financial report.

NEW ACCOUNTING STANDARDS FOR APPLICATION IN FUTURE YEARS

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

- AASB 2020-1 *Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current*
- AASB 2020-3 *Amendments to Australian Accounting Standards - Annual Improvements 2018-2020 and Other Amendments*
- AASB 2021-2 *Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting Estimates*

It is not expected these standards will have an impact on the financial report.

CRITICAL ACCOUNTING ESTIMATES

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

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

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

2. REVENUE AND EXPENSES

REVENUE RECOGNITION POLICY

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	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of revenue recognition
Rates	General Rates	Over time	Payment dates adopted by Council during the year	None	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Grant contracts with customers	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	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contract commitments	General appropriations and contributions with no reciprocal commitment	No obligations	Not applicable	Not applicable	Cash received	On receipt of funds	Not applicable	When assets are controlled
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Pool inspections	Compliance safety check	Single point in time	Equal proportion based on an equal annually fee	None	Set by State legislation	Apportioned equally across the inspection cycle	No refunds	After inspection complete based on a 4 year cycle
Other inspections	Regulatory Food, Health and Safety	Single point in time	Full payment prior to inspection	None	Set by State legislation or limited by legislation to the cost of provision	Applied fully on timing of inspection	Not applicable	Revenue recognised after inspection event occurs
Waste management collections	Kerbside collection service	Over time	Payment on an annual basis in advance	None	Adopted by council annually	Apportioned equally across the collection period	Not applicable	Output method based on regular weekly and fortnightly period as proportionate to collection service
Property hire and entry	Use of halls and facilities	Single point in time	In full in advance	Refund if event cancelled within 7 days	Adopted by council annually	Based on timing of entry to facility price	Returns limited to repayment of transaction price	On entry or at conclusion of hire
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Commissions	Commissions on licencing and ticket sales	Over time	Payment in full on sale	None	Set by mutual agreement with the customer	On receipt of funds	Not applicable	When assets are controlled
Reimbursements	Insurance claims	Single point in time	Payment in arrears for claimable event	None	Set by mutual agreement with the customer	When claim is agreed	Not applicable	When claim is agreed



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

2. REVENUE AND EXPENSES

(a) Grant revenue

Grants, subsidies and contributions are included as both operating and non-operating revenues in the Statement of Comprehensive Income:

	2021 Actual	2021 Budget	2020 Actual
	\$	\$	\$
Operating grants, subsidies and contributions			
Governance	21,000	0	50,152
General purpose funding	1,501,419	665,461	1,501,240
Law, order, public safety	46,904	54,457	329,008
Education and welfare	0	0	3,380
Community amenities	0	0	2,150
Recreation and culture	23,729	0	14,831
Transport	162,383	161,363	163,467
Economic services	30,500	135,500	2,525
Other property and services	0	0	43,456
	1,785,935	1,016,781	2,110,209
Non-operating grants, subsidies and contributions			
Law, order, public safety	0	0	472,649
Recreation and culture	65,062	175,239	722,026
Transport	619,666	1,125,954	1,011,107
	684,728	1,301,193	2,205,782
Total grants, subsidies and contributions	2,470,663	2,317,974	4,315,991
Fees and charges			
Governance	609	400	38
General purpose funding	32,117	15,000	37,347
Law, order, public safety	21,741	17,210	17,478
Health	17,077	2,500	19,358
Education and welfare	36,946	32,001	35,636
Community amenities	745,544	729,806	734,720
Recreation and culture	433,685	463,273	385,981
Transport	0	0	640
Economic services	176,206	109,984	135,737
Other property and services	26,618	24,400	24,361
	1,490,543	1,394,574	1,391,296

There were no changes to the amounts of fees or charges detailed in the original budget.

SIGNIFICANT ACCOUNTING POLICIES

Grants, subsidies and contributions

Operating grants, subsidies and contributions are grants, subsidies or contributions that are not non-operating in nature.

Non-operating grants, subsidies and contributions are amounts received for the acquisition or construction of recognisable non-financial assets to be controlled by the local government.

Fees and Charges

Revenue (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees.

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

2. REVENUE AND EXPENSES (Continued)

(a) Revenue (Continued)

Contracts with customers and transfers for recognisable non-financial assets

Revenue from contracts with customers and transfers to enable the acquisition or construction of recognisable non-financial assets to be controlled by the Shire was recognised during the year for the following nature or types of goods or services:

	2021 Actual	2021 Budget	2020 Actual
	\$	\$	\$
Operating grants, subsidies and contributions	1,785,935	1,016,781	2,110,209
Fees and charges	1,490,543	1,394,574	1,391,296
Other revenue	161,012	91,200	60,234
Non-operating grants, subsidies and contributions	684,728	1,301,193	2,205,782
	<u>4,122,218</u>	<u>3,803,748</u>	<u>5,767,521</u>
Revenue from contracts with customers and transfers to enable the acquisition or construction of recognisable non-financial assets to be controlled by the Shire is comprised of:			
Revenue from contracts with customers included as a contract liability at the start of the period	20,000	0	0
Revenue from contracts with customers recognised during the year	3,417,490	2,502,555	3,561,739
Revenue from transfers intended for acquiring or constructing recognisable non financial assets during the year	684,728	1,301,193	2,205,782
	<u>4,122,218</u>	<u>3,803,748</u>	<u>5,767,521</u>
Information about receivables, contract assets and contract liabilities 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:			
Trade and other receivables from contracts with customers	24,750	0	509,216
Liabilities under transfers to acquire or construct non-financial assets to be controlled by the entity	(556,588)	0	(333,758)

Contract assets primarily relate to the Shire's right to consideration for work completed but not billed at 30 June 2021.

Impairment of assets associated with contracts with customers are detailed at note 2 (b) under 'Other expenditure'.

Contract liabilities for contracts with customers primarily relate to grants with performance obligations received in advance, for which revenue is recognised over time as the performance obligations are met.

Information is not provided about remaining performance obligations for contracts with customers that had an original expected duration of one year or less.

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

Performance obligations in relation to contract liabilities from transfers for recognisable non financial assets are satisfied as project milestones are met or completion of construction or acquisition of the asset. All associated performance obligations are expected to be met over the next 12 months.



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

2. REVENUE AND EXPENSES (Continued)

(a) Revenue (Continued)

Revenue from statutory requirements

Revenue from statutory requirements was recognised during the year for the following nature or types of goods or services:

General rates
Statutory permits and licences
Fines

Other revenue

Reimbursements and recoveries
Other

Interest earnings

Interest on reserve funds
Rates instalment and penalty interest (refer Note 26(e))
Other interest earnings

	2021 Actual \$	2021 Budget \$	2020 Actual \$
	5,956,375	5,993,127	5,878,646
	41,782	28,000	13,023
	15,560	10,700	14,699
	<u>6,013,717</u>	<u>6,031,827</u>	<u>5,906,368</u>
	55,720	183,229	0
	161,012	91,200	60,234
	<u>216,732</u>	<u>274,429</u>	<u>60,234</u>
	20,026	21,832	37,118
	47,887	27,200	114,402
	6,707	18,000	31,627
	<u>74,620</u>	<u>67,032</u>	<u>183,147</u>

SIGNIFICANT ACCOUNTING POLICIES

Interest earnings

Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset 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).

Interest earnings (continued)

Interest income is presented as finance income where it is earned from financial assets that are held for cash management purposes.

Notes To and Forming Part of The Financial Report

for the year ended 30 June 2021

2. REVENUE AND EXPENSES (Continued)

(b) Expenses	Note	2021 Actual \$	2021 Budget \$	2020 Actual \$
Auditors remuneration				
- Audit of the Annual Financial Report		40,840	41,000	41,000
- Other services		2,120	4,000	1,500
		42,960	45,000	42,500
Interest expenses (finance costs)				
Borrowings	15(b)	92,628	94,454	103,316
		92,628	94,454	103,316
Other expenditure				
Impairment loss on trade and other receivables from contracts with customers		73,661	0	58,898
Sundry expenses		563,450	449,696	419,981
		637,111	449,696	478,879



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

3. CASH AND CASH EQUIVALENTS

	NOTE	2021 \$	2020 \$
Cash at bank and on hand		3,443,214	3,064,566
Term deposits		3,575,464	2,539,928
Total cash and cash equivalents		7,018,678	5,604,494
Restrictions			
The following classes of 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		3,614,053	3,736,011
		3,614,053	3,736,011

The restricted assets are a result of the following specific purposes to which the assets may be used:

Reserves - cash backed	4	2,658,821	3,023,350
Contract liabilities from contracts with customers	14	556,588	333,758
Bonds and deposits held	13	398,644	378,903
Total restricted assets		3,614,053	3,736,011

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

Restricted assets

Restricted asset balances are not available for general use by the local government due to externally imposed restrictions. Externally imposed restrictions are specified in an agreement, contract or legislation. This applies to reserves, 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.

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

4. RESERVES - CASH BACKED

	2021 Actual		2021 Budget		2021 Budget		2021 Budget		2020 Actual		2020 Actual		2020 Actual	
	Opening Balance	Transfer to	Actual	Transfer (from)	Opening Balance	Transfer to	Actual	Transfer (from)	Opening Balance	Transfer to	Actual	Transfer (from)	Actual	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Leave	524,991	29,530	554,521	0	524,991	28,791	0	563,782	490,181	34,810	0	0	524,991	
(b) Plant	698,410	5,598	474,627	(229,381)	698,410	5,043	(230,000)	473,453	684,393	14,017	0	(7,412)	698,410	
(c) Town Planning	0	0	0	0	0	0	0	0	7,275	137	0	0	0	
(d) Avon River Maintenance	15,230	130	15,360	0	15,230	110	0	15,340	14,932	298	0	0	15,230	
(e) Industrial Land	132,299	1,132	133,431	0	132,299	955	0	133,254	129,710	2,589	0	0	132,299	
(f) Refuse Site	190,101	1,437	75,192	(116,346)	190,101	1,373	(150,000)	41,474	186,381	3,720	0	0	190,101	
(g) Centennial Gardens	166,223	14,156	180,379	0	166,224	1,200	(25,000)	142,424	153,892	12,331	0	0	166,223	
(h) Public Open Space	0	0	0	0	0	0	0	0	440	8	0	(448)	0	
(i) Community Bus	0	0	0	0	0	0	0	0	85,201	1,608	0	(86,809)	0	
(l) Pioneer Memorial Lodge	90,430	17,634	108,064	0	90,430	653	(35,000)	56,083	88,660	1,770	0	0	90,430	
(k) Carparking	18,386	157	18,543	0	18,386	133	0	18,519	18,026	360	0	0	18,386	
(l) Building	440,346	3,586	333,932	(110,000)	440,346	3,180	(110,000)	333,526	367,933	72,413	0	0	440,346	
(m) Disaster	148,450	1,122	59,025	(90,547)	148,450	101,072	(113,000)	136,522	33,983	114,467	0	0	148,450	
(n) Archives	0	0	0	0	0	0	0	0	6,885	130	0	(7,015)	0	
(o) Water Supply	0	0	0	0	0	0	0	0	6,778	0	0	(6,778)	0	
(p) Tied Grant Funds	19,557	0	19,557	0	19,557	141	0	19,698	227,144	0	0	(207,587)	19,557	
(q) Cemetery	0	0	0	0	0	0	0	0	5,109	96	0	(5,205)	0	
(r) RSL Memorial	12,439	106	12,545	0	12,439	90	0	12,529	13,270	264	0	(1,095)	12,439	
(s) Greenhills Townsite Development	11,080	95	11,175	0	11,080	80	0	11,160	30,493	587	0	(20,000)	11,080	
(t) Roads	372,018	3,181	375,199	0	372,018	2,686	0	374,704	364,738	7,280	0	0	372,018	
(u) Land & Infrastructure	156,131	1,335	157,466	0	156,131	1,127	0	157,258	153,076	3,055	0	0	156,131	
(v) Forrest Oval Lights	5,232	904	6,136	0	5,232	38	0	5,270	4,341	891	0	0	5,232	
(w) Bowls Synthetic Surface	19,474	889	20,363	0	19,474	141	0	19,615	15,707	3,767	0	0	19,474	
(x) Tennis Synthetic Surface	2,553	590	3,143	0	2,553	18	0	2,571	2,113	440	0	0	2,553	
(y) Recreation	0	100,163	100,163	0	0	100,000	0	100,000	0	0	0	0	0	
	3,023,350	181,745	2,658,821	(546,274)	3,023,351	246,831	(663,000)	2,607,182	3,090,661	275,038	0	(342,349)	3,023,350	

All reserves are supported by cash and cash equivalents and are restricted within equity as Reserves - cash backed.



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

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:

Anticipated date of use	Name of Reserve	Purpose of the reserve
Ongoing	(a) Leave	To fund annual and long service leave requirements.
Ongoing	(b) Plant	To be used to fund plant purchases or major capital repairs.
Ongoing	(c) Town Planning	To develop and review the York Town Planning schemes and amendments.
Ongoing	(d) Avon River Maintenance	To maintain and protect the Avon River and its environs.
Ongoing	(e) Industrial Land	For the continued development and expansion of an industrial subdivision within the Shire.
Ongoing	(f) Refuse Site	To be used for ongoing maintenance and development of Council's waste management facilities.
Ongoing	(g) Centennial Gardens	To be used for further expansion and capital repairs of the existing units.
Ongoing	(h) Public Open Space	For the expansion and development of passive recreation areas within the Shire.
Ongoing	(i) Community Bus	To finance the changeover of the Community Bus (funded by the operational surplus of the Community Bus).
Ongoing	(j) Pioneer Memorial Lodge	To finance capital improvements and extensions to the seniors village (funded by the operational surplus of the Lodge).
Ongoing	(k) Carparking	To fund the management and control of parking facilities in accordance with Councils Parking Plan.
Ongoing	(l) Building	For the construction and major capital improvements to all Council buildings.
Ongoing	(m) Disaster	A contingency reserve to help fund recovery from any natural disaster.
Ongoing	(n) Archives	To provide a secure building for the safe storage of Council's Archival Records.
Ongoing	(o) Water Supply	To hold funds raised through the water supply charge until the loan repayment is due.
Ongoing	(p) Tied Grant Funds	To segregate grant funds provided for specific projects until those projects are carried out.
Ongoing	(q) Cemetery	To provide for the ongoing development of the existing York Cemetery or the development of a new site at a location to be determined.
Ongoing	(r) RSL Memorial	To provide for the upgrading of the RSL Memorial
Ongoing	(s) Greenhills Townsite Development	To provide funds to enhance the amenity and economic potential of the Greenhills Townsite with such funds to be expended in consultation with the Greenhills Progress Association.
Ongoing	(t) Roads	To provide for future road resealing requirements.
Ongoing	(u) Land & Infrastructure	For the purpose of funding the purchase of land and or buildings or the construction of buildings.
Ongoing	(v) Forrest Oval Lights	To provide for the replacement and upgrading of the Oval Lights.
Ongoing	(w) Bowls Synthetic Surface	To provide for the future replacement of Bowls synthetic surface.
Ongoing	(x) Tennis Synthetic Surface	To provide for the future replacement of Tennis synthetic surface.
Ongoing	(y) Recreation	To be used to fund capital improvements and ongoing development of recreational facilities, including sporting facilities, halls and trails.

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

5. OTHER FINANCIAL ASSETS

Non-current assets

Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss

Units in Local Government House Trust

	2021	2020
	\$	\$
Financial assets at fair value through profit or loss	73,807	71,221
Units in Local Government House Trust	73,807	71,221

During the year \$2,586 (\$1,153 in 2020) was recognised as fair value gains on equity investments at fair value through profit or loss.

SIGNIFICANT ACCOUNTING POLICIES

Other financial assets at amortised cost

The Shire 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.

Financial assets at fair value through profit and loss

The Shire classifies the following financial assets at fair value through profit and loss:

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

Impairment and risk

Information regarding impairment and exposure to risk can be found at Note 28.



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

6. TRADE AND OTHER RECEIVABLES

Current

Rates receivable	
Sundry receivables	
Allowance for impairment of receivables from contracts with GST receivable	
Accrued income	
Other Debtors	
LSL owed by other Local Governments	

Non-current

Deferred Pensioner Rates	
--------------------------	--

	2021	2020
	\$	\$
Rates receivable	1,025,412	1,090,279
Sundry receivables	78,836	468,987
Allowance for impairment of receivables from contracts with GST receivable	(290,999)	(217,122)
Accrued income	9,347	575,043
Other Debtors	48,311	43,530
LSL owed by other Local Governments	21,709	24,279
	943,258	2,025,225
Deferred Pensioner Rates	124,589	124,706
	124,589	124,706

SIGNIFICANT ACCOUNTING POLICIES

Trade and other receivables

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

Trade receivables are recognised at original invoice amount less any allowances for uncollectible amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

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 28.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

Classification and subsequent measurement

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Trade receivables are held with the objective to collect the contractual cashflows and therefore 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.

Notes To and Forming Part of The Financial Report

for the year ended 30 June 2021

7. INVENTORIES

Current

Stock on hand - Works and Services
Stock on hand - York Recreation and Convention Centre

	2021	2020
	\$	\$
	7,553	4,307
	27,348	19,914
	<u>34,901</u>	<u>24,221</u>
	24,221	33,513
	(187,645)	(104,943)
	198,325	95,651
	<u>34,901</u>	<u>24,221</u>

The following movements in inventories occurred during the year:

Balance at beginning of year

Inventories expensed during the year

Additions to inventory

Balance at end of year

SIGNIFICANT 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.



Notes To and Forming Part of The Financial Report

for the year ended 30 June 2021

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.

	Land - Freehold Land	Buildings - Specialised	Non- Buildings	Total Land and Buildings	Furniture and Equipment	Plant and Equipment	Total Property, Plant and Equipment
	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2019	5,580,550	25,549,940	31,130,490	281,811	2,257,375	33,669,676	
ROU Assets at 1 July 2019 (see Note 11)	0	(788,815)	(788,815)	0	0	(788,815)	
Additions	0	217,172	217,172	12,693	622,222	852,087	
(Disposals)	0	0	0	0	(265,174)	(265,174)	
Revaluation increments / (decrements) transferred to revaluation surplus	0	0	0	0	(32,952)	(32,952)	
Depreciation (expense)	0	(577,234)	(577,234)	(85,089)	(308,137)	(970,460)	
Transfers	0	0	0	0	(11,250)	(11,250)	
Balance at 30 June 2020	5,580,550	24,401,063	29,981,613	209,415	2,262,084	32,453,112	
Comprises:							
Gross balance amount at 30 June 2020	5,580,550	25,556,990	31,137,540	934,814	2,262,188	34,334,542	
Accumulated depreciation at 30 June 2020	0	(1,155,927)	(1,155,927)	(725,399)	(104)	(1,881,430)	
Balance at 30 June 2020	5,580,550	24,401,063	29,981,613	209,415	2,262,084	32,453,112	
Additions	0	209,846	209,846	92,898	490,710	793,454	
(Disposals)	0	(7,264)	(7,264)	0	(101,616)	(108,880)	
Depreciation (expense)	0	(581,694)	(581,694)	(56,902)	(204,704)	(843,300)	
Balance at 30 June 2021	5,580,550	24,021,951	29,602,501	245,411	2,446,474	32,294,386	
Comprises:							
Gross balance amount at 30 June 2021	5,580,550	25,759,037	31,339,587	1,027,712	2,645,622	35,012,921	
Accumulated depreciation at 30 June 2021	0	(1,737,086)	(1,737,086)	(782,301)	(199,148)	(2,718,535)	
Balance at 30 June 2021	5,580,550	24,021,951	29,602,501	245,411	2,446,474	32,294,386	

Notes To and Forming Part of The Financial Report

for the year ended 30 June 2021

8. PROPERTY, PLANT AND EQUIPMENT (Continued)

(b) Fair Value Measurements

(i) Fair Value	Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
Land and buildings						
	Land - freehold land	2	Market approach using recent observable market data for similar assets	Independent	June 2018	Price per square metre
	Buildings - non-specialised	3	Cost approach using depreciated replacement cost	Independent	June 2018	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
	Furniture and equipment	3	Cost approach using depreciated replacement cost	Management	June 2017	Purchase costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
	Plant and equipment*	2	Market approach using recent observable market data for similar assets	Independent	June 2020	Market price based on make, size, year of manufacture and condition

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 requirement to revalue plant and equipment has been removed in the Local Government (Financial Management) Amendment Regulations that were published in the Government Gazette on 6 November 2020. The Shire is required to use the cost model and there is no requirement to reverse the revaluation already undertaken by the Shire in 2019/20. In moving to the cost model, the Shire will continue to depreciate on the existing revalued amount.



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

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 - Bridges	Infrastructure - Footpaths	Infrastructure - Other Structures	Infrastructure - Parks & Reserves	Total Infrastructure
Balance at 1 July 2019	\$ 69,217,515	\$ 16,574,854	\$ 11,085,486	\$ 1,454,552	\$ 2,264,331	\$ 2,563,749	\$ 103,160,487
Additions	2,191,518	103,561	10,368	153,554	160,198	1,093,688	3,712,887
Depreciation (expense)	(1,030,208)	(444,745)	(140,526)	(37,797)	(228,899)	(83,091)	(1,965,266)
Transfers					11,250		11,250
Balance at 30 June 2020	70,378,825	16,233,670	10,955,328	1,570,309	2,206,880	3,574,346	104,919,358
Comprises:							
Gross balance at 30 June 2020	104,139,500	38,064,568	11,236,281	1,861,073	3,549,889	3,728,684	162,579,995
Accumulated depreciation at 30 June 2020	(33,760,675)	(21,830,898)	(280,953)	(290,764)	(1,343,009)	(154,338)	(57,660,637)
Balance at 30 June 2020	70,378,825	16,233,670	10,955,328	1,570,309	2,206,880	3,574,346	104,919,358
Additions	1,038,285	0	38,619	120,766	58,898	71,926	1,328,494
Depreciation (expense)	(1,043,884)	(445,355)	(140,694)	(40,293)	(228,223)	(101,622)	(2,000,071)
Balance at 30 June 2021	70,373,226	15,788,315	10,853,253	1,650,782	2,037,555	3,544,650	104,247,781
Comprises:							
Gross balance at 30 June 2021	105,177,785	38,064,568	11,274,901	1,981,839	3,608,786	3,800,610	163,908,489
Accumulated depreciation at 30 June 2021	(34,804,559)	(22,276,253)	(421,648)	(331,057)	(1,571,231)	(255,960)	(59,660,709)
Balance at 30 June 2021	70,373,226	15,788,315	10,853,253	1,650,782	2,037,555	3,544,650	104,247,781

Notes To and Forming Part of The Financial Report

for the year ended 30 June 2021

9. INFRASTRUCTURE (Continued)

(b) Carrying Value Measurements

(i) Fair Value	Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
	Infrastructure - roads	3	Cost approach using depreciated replacement cost	Management valuation	June 2017	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
	Infrastructure - Drainage	3	Cost approach using depreciated replacement cost	Management valuation	June 2017	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
	Infrastructure - Bridges	3	Cost approach using depreciated replacement cost	Independent valuation	June 2018	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
	Infrastructure - Footpaths	3	Cost approach using depreciated replacement cost	Management valuation	June 2017	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
	Infrastructure - Other Structures	3	Cost approach using depreciated replacement cost	Management valuation	June 2017	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
	Infrastructure - Parks and Reserves	3	Cost approach using depreciated replacement cost	Management valuation	June 2018	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs

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, 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.



Notes To and Forming Part of The Financial Report

for the year ended 30 June 2021

10. FIXED ASSETS

(a) Disposals of Assets

	2021		2021		2021		2020		2020	
	Actual	Actual	Actual	Actual	Net Book	Budget	Actual	Actual	Actual	Actual
Value	Net Book	Actual	Actual	Actual	Value	Proceeds	Loss	Net Book	Actual	Actual
		Proceeds	Profit	Loss				Value	Sale	Loss
		\$	\$	\$	\$	\$	\$	\$	\$	\$
Buildings - Non-Specialised	7,264	0	0	(7,264)	0	0	0	0	0	0
Plant and Equipment	101,616	101,116	5,702	(6,202)	340,418	252,000	(88,418)	265,174	67,545	(197,629)
	108,880	101,116	5,702	(13,466)	340,418	252,000	(88,418)	265,174	67,545	(197,629)

The following assets were disposed of during the year.

	2021		2021		2021	
	Actual	Actual	Actual	Actual	Actual	Actual
Value	Net Book	Actual	Actual	Actual	Actual	Actual
		Proceeds	Profit	Loss	Loss	Loss
		\$	\$	\$	\$	\$
Plant and Equipment						
Governance						
12198 - Mazda Sedan	21,748	19,091	0	(2,657)		
Transport						
12050 - Mower	8,502	14,000	5,498	0		
Other property and services						
12196 - Mazda Sedan	28,090	24,545	0	(3,545)		
12218 - Ford Ranger	43,276	43,480	204	0		
	101,616	101,116	5,702	(6,202)		
Buildings						
Economic services						
10699 - 5 Joaquina St	7,264	0	0	(7,264)		
	7,264	0	0	(7,264)		
	108,880	101,116	5,702	(13,466)		

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

10. FIXED ASSETS

SIGNIFICANT ACCOUNTING POLICIES

Fixed assets

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

Recognition and measurement

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 *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.

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

Individual assets that are land, building, infrastructure or investment properties acquired between initial recognition and the next revaluation of the asset class in accordance with the mandatory measurement framework, are recognised at cost and disclosed as being at fair value as management believes cost approximates fair value. They are subject to subsequent revaluation at the next anniversary date in accordance with the mandatory measurement framework.

Revaluation

Fair value of land, buildings, infrastructure and investment properties is determined at least once every five years in accordance with the regulatory framework, or when Council is of the opinion that the fair value of an asset is materially different from its carrying amount. This includes buildings and infrastructure which were pre-existing improvements (i.e. vested improvements) on vested land acquired by the Shire. At the end of each period the valuation is reviewed and where appropriate the fair value is updated to reflect current market conditions. This process is considered to be in accordance with *Local Government (Financial Management) Regulation 17A (2)* which requires land, buildings, infrastructure, investment properties and vested improvements to be shown at fair value.

Increases in the carrying amount arising on revaluation of assets are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same class of asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

AUSTRALIAN ACCOUNTING STANDARDS - INCONSISTENCY

Land under control prior to 1 July 2019

In accordance with the then *Local Government (Financial Management) Regulation 16(a)(ii)*, the Shire was previously required to include as an asset (by 30 June 2013), vested Crown Land operated by the local government as a golf course, showground, racecourse or other sporting or recreational facility of State or Regional significance.

Upon initial recognition, these assets were recorded at cost in accordance with AASB 116. They were then classified as Land and revalued along with other land in accordance with the other policies detailed in this Note.

Land under roads prior to 1 July 2019

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

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

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

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

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

Land under roads from 1 July 2019

As a result of amendments to the *Local Government (Financial Management) Regulations 1996*, effective from 1 July 2019, vested land assets, including land under roads, are treated as ROU assets measured zero cost. Therefore, the previous inconsistency with *AASB 1051* in respect of non-recognition of land under roads acquired on or after 1 July 2008 has been removed, even though measurement at zero cost means that land under roads is still not included in the balance sheet.

Vested improvements from 1 July 2019

The measurement of vested improvements at fair value in accordance with *Local Government (Financial Management) Regulation 17A(2)(iv)* is a departure from *AASB 16* which would have required the Shire to measure the vested improvements as part of the related ROU assets at zero cost.

Refer to Note 11 that details the significant accounting policies applying to leases (including ROU assets).



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

10. FIXED ASSETS

(b) Depreciation

	2021 Actual	2021 Budget	2020 Actual
	\$	\$	\$
Buildings - Non-Specialised	581,694	598,256	577,234
Furniture and Equipment	56,902	92,334	85,089
Plant and Equipment	204,704	197,644	308,137
Infrastructure Roads	1,043,884	881,503	1,030,208
Infrastructure Drainage	445,355	458,252	444,745
Infrastructure - Bridges	140,694	124,221	140,526
Infrastructure - Footpaths	40,293	30,039	37,797
Infrastructure - Other Structures	228,223	203,701	228,899
Infrastructure - Parks & Reserves	101,622	0	83,091
Right of Use Assets - Buildings	22,218	0	20,616
	2,865,589	2,585,950	2,956,342

SIGNIFICANT ACCOUNTING POLICIES

Depreciation

The depreciable amount of all fixed assets including buildings but excluding freehold land and vested land, 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.

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

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

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	40 to 100 years
Furniture and equipment	8 to 10 years
Plant and equipment	5 to 15 years
Intangible assets	5 years
Infrastructure - Roads formation	not depreciated
pavement	70 to 110 years
seal	20 to 25 years
Infrastructure - Footpaths	25 to 50 years
Infrastructure - Drainage	70 to 100 years
Infrastructure - Other	8 to 100 years
Infrastructure - Bridges	40 to 80 years
Right of use (Buildings)	40 to 100 years

Depreciation on revaluation

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

- The gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset. For example, the gross carrying amount may be restated by reference to observable market data or it may be restated proportionately to the change in the carrying amount. The accumulated depreciation at the date of the revaluation is adjusted to equal the difference between the gross carrying amount and the carrying amount of the asset after taking into account accumulated impairment losses; or
- Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

Amortisation

All intangible assets with a finite useful life, are amortised on a straight-line basis over the individual asset's useful life from the time the asset is held for use.

The residual value of intangible assets is considered to be zero and the useful life and amortisation method are reviewed at the end of each financial year.

Amortisation is included within Depreciation on non-current assets in the Statement of Comprehensive Income and in the note above.

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

11. Right-of-Use Assets

Balance at 1 July 2019

Recognition of ROU assets on initial application of AASB 16

Additions

Depreciation (expense)

Balance at 30 June 2020

Additions

Depreciation (expense)

Balance at 30 June 2021

	Right of Use Assets - Buildings	Right-of-use assets Total
	\$	
	788,816	788,816
	31,861	31,861
	(20,616)	(20,616)
	800,061	800,061
	192,656	192,656
	(22,218)	(22,218)
	970,499	970,499

SIGNIFICANT ACCOUNTING POLICIES

Right-of-use assets - valuation

Right-of-use assets are measured at cost. This means that all right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost (i.e. not included 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 for details on the significant 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 shortest. Where a lease transfers ownership of the underlying asset, or the cost of the right-of-use asset reflects that the Shire anticipates to exercise a purchase option, the specific asset is amortised over the useful life of the underlying asset.



Notes To and Forming Part of The Financial Report

for the year ended 30 June 2021

12. REVALUATION SURPLUS

	2021		2020		Total Movement on Revaluation	2021		2020		Total Movement on Revaluation	2020	
	Opening Balance	Closing Balance	Opening Balance	Closing Balance		Opening Balance	Closing Balance	Opening Balance	Closing Balance		Opening Balance	Closing Balance
Revaluation surplus - Land - freehold land	4,001,800	4,001,800	4,001,800	4,001,800	0	0	4,001,800	4,001,800	0	0	4,001,800	4,001,800
Revaluation surplus - Buildings	17,808,574	17,808,574	17,808,574	17,808,574	0	0	17,808,574	17,808,574	0	0	17,808,574	17,808,574
Revaluation surplus - Furniture and equipment	61,757	61,757	61,757	61,757	0	0	61,757	61,757	0	0	61,757	61,757
Revaluation surplus - Plant and equipment	772,011	772,011	772,011	772,011	0	0	804,963	804,963	(32,952)	(32,952)	772,011	772,011
Revaluation surplus - Infrastructure - Roads	51,881,661	51,881,661	51,881,661	51,881,661	0	0	51,881,661	51,881,661	0	0	51,881,661	51,881,661
Revaluation surplus - Infrastructure - Drainage	16,700,778	16,700,778	16,700,778	16,700,778	0	0	16,700,778	16,700,778	0	0	16,700,778	16,700,778
Revaluation surplus - Infrastructure - Bridges	9,305,554	9,305,553	(1)	9,305,553	(1)	0	9,305,554	9,305,554	0	0	9,305,554	9,305,554
Revaluation surplus - Infrastructure - Footpaths	863,267	863,268	1	863,268	1	0	863,267	863,267	0	0	863,267	863,267
Revaluation surplus - Infrastructure - Parks and Reserves	2,583,357	2,583,357	0	2,583,357	0	0	2,583,357	2,583,357	0	0	2,583,357	2,583,357
Revaluation surplus - Infrastructure - Other	533,633	533,633	0	533,633	0	0	533,633	533,633	0	0	533,633	533,633
	104,512,392	104,512,392	0	104,512,392	0	0	104,545,344	104,545,344	(32,952)	(32,952)	104,512,392	104,512,392

Movements on revaluation of property, plant and equipment (including infrastructure) are not able to be reliably attributed to a program as the assets were revalued by class as provided for by AASB 116 Aus 40.1.

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

13. TRADE AND OTHER PAYABLES

Current

Sundry creditors
Prepaid rates
Cash held for Distribution (Previously Trust)
Accrued Interest on Long Term Borrowings

2021	2020
\$	\$
1,193,745	1,269,688
99,690	95,960
398,644	378,903
13,564	15,389
1,705,643	1,759,940

SIGNIFICANT ACCOUNTING POLICIES

Trade and other payables

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

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 Shire recognises revenue for the prepaid rates that have not been refunded.



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

14. OTHER LIABILITIES

Current

Liabilities under transfers to acquire or construct non-financial assets to be controlled by the entity

Performance obligations for each type of liability are expected to be recognised as revenue in accordance with the following time bands:

Less than 1 year

2021	2020
\$	\$
556,588	333,758
Contract liabilities	
\$	\$
0	556,588
Liabilities under transfers to acquire or construct non-financial assets to be controlled by the entity	

SIGNIFICANT ACCOUNTING POLICIES

Contract liabilities

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

With respect to transfers for recognisable non-financial assets, contract liabilities represent performance obligations which are not yet satisfied.

Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

Liabilities under transfers to acquire or construct non-financial assets to be controlled by the entity

Grant liabilities represent the the Shire's performance obligations to construct recognisable non-financial assets to identified specifications which are yet to be satisfied.

Grant liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

15 INFORMATION ON BORROWINGS

	2021	2020
(a) Borrowings	\$	\$
Current	251,899	244,526
Non-current	1,372,916	1,624,815
	1,624,815	1,869,341

(b) Repayments - Borrowings

Particulars	Loan Number	Institution	Interest Rate	30 June 2021		30 June 2021		30 June 2021		30 June 2020		30 June 2020	
				Actual Principal 1 July 2020	Actual Interest repayments	Budget Principal 1 July 2020	Budget Interest repayments	Actual Principal 1 July 2020	Actual Interest repayments	Budget Principal 1 July 2020	Budget Interest repayments		
Recreation and culture													
Loan 62 - Forrest Oval	62	WATC	6.30%	925,749	(60,546)	865,203	(57,383)	865,200	982,653	(56,904)	925,749	(60,947)	925,749
Loan 63 - Forrest Oval	63	WATC	5.15%	174,414	(22,196)	152,218	(8,558)	152,218	195,503	(21,089)	174,414	(9,509)	174,414
Loan 64 - Forrest Oval	64	WATC	5.15%	272,060	(34,623)	237,437	(13,950)	237,439	304,956	(32,696)	272,060	(14,833)	272,060
Loan 65 - Archive Facility	65	WATC	4.88%	24,662	(13,836)	10,826	(953)	10,826	37,842	(13,180)	24,662	(1,566)	24,662
Loan 67 - Old Convent School	67	WATC	3.29%	368,796	(62,226)	306,570	(11,626)	306,571	429,025	(60,229)	368,796	(12,678)	368,796
Transport													
Plant	66	WATC	2.84%	103,660	(51,099)	52,561	(2,584)	52,561	153,338	(49,678)	103,660	(3,783)	103,660
				1,869,341	(244,526)	1,624,815	(94,454)	1,624,815	2,103,317	(233,976)	1,869,341	(103,316)	1,869,341

* WA Treasury Corporation



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

15 INFORMATION ON BORROWINGS (Continued)

	2021	2020
	\$	\$
(c) Undrawn Borrowing Facilities		
Credit Standby Arrangements		
Bank overdraft limit	200,000	200,000
Bank overdraft at balance date	0	0
Credit card limit	10,000	10,000
Credit card balance at balance date	(752)	(407)
Total amount of credit unused	209,248	209,593
Loan facilities		
Loan facilities - current	251,899	244,526
Loan facilities - non-current	1,372,916	1,624,815
Total facilities in use at balance date	1,624,815	1,869,341
Unused loan facilities at balance date	0	0

SIGNIFICANT ACCOUNTING POLICIES

Financial liabilities

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

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

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

Borrowing costs

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

Risk

Information regarding exposure to risk can be found at Note 28.

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

16. EMPLOYEE RELATED PROVISIONS

(a) Employee Related Provisions

	Provision for Annual Leave	Provision for Sick Leave	Provision for Long Service Leave	Total
	\$	\$	\$	\$
Opening balance at 1 July 2020				
Current	460,097	78,691	330,771	869,559
Non-current	0	31,475	105,549	137,024
	460,097	110,166	436,320	1,006,583
Additional provision	47,462	2,468	(22,242)	27,688
Balance at 30 June 2021	507,559	112,634	414,078	1,034,271
Comprises				
Current	507,559	71,956	336,694	916,209
Non-current	0	40,678	77,384	118,062
	507,559	112,634	414,078	1,034,271

Amounts are expected to be settled on the following basis:

Less than 12 months after the reporting date
More than 12 months from reporting date
Expected reimbursements from other WA local governments

	2021	2020
	\$	\$
Less than 12 months after the reporting date	313,567	265,831
More than 12 months from reporting date	698,995	716,473
Expected reimbursements from other WA local governments	21,709	24,279
	1,034,271	1,006,583

Timing of the payment of current leave liabilities is difficult to determine as it is dependent on future decisions of employees.

Expected settlement timings are based on information obtained from employees and historical leave trends and assumes no events will occur to impact on these historical trends.

SIGNIFICANT ACCOUNTING POLICIES

Employee benefits

The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

Short-term employee benefits

Provision is made for the Shire'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 Shire'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 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

Other long-term employee benefits (Continued)

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 Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire 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.

Provisions

Provisions are recognised when the Shire 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.



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

17. NOTES TO THE STATEMENT OF CASH FLOWS

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:

	2021 Actual	2021 Budget	2020 Actual
	\$	\$	\$
Cash and cash equivalents	7,018,678	3,317,515	5,604,494
Reconciliation of Net Cash Provided By Operating Activities to Net Result			
Net result	(266,194)	(749,301)	1,403,921
Non-cash flows in Net result:			
Adjustments to fair value of financial assets at fair value through profit and loss	(2,586)	0	(1,153)
Depreciation on non-current assets	2,865,589	2,585,950	2,956,342
(Profit)/loss on sale of asset	7,764	88,418	197,629
Changes in assets and liabilities:			
(Increase)/decrease in receivables	1,082,085	416,796	(449,944)
Decrease in other assets	0	0	9,292
Increase in inventories	(10,681)	0	0
Increase/(decrease) in payables	(54,297)	(200,000)	666,635
Increase in employee provisions	27,688	128,900	108,384
Increase in other liabilities	222,830	0	204,858
Non-operating grants, subsidies and contributions	(1,132,416)	(1,301,193)	(2,205,782)
Net cash from operating activities	2,739,782	969,570	2,890,182

Notes To and Forming Part of The Financial Report

for the year ended 30 June 2021

18. TOTAL ASSETS CLASSIFIED BY FUNCTION AND ACTIVITY

	2021	2020
	\$	\$
Governance	3,052,172	2,928,248
General purpose funding	6,728,478	1,285,000
Law, order, public safety	785,010	397,503
Education and welfare	2,316,873	2,374,362
Housing	333,932	0
Community amenities	640,559	567,465
Recreation and culture	26,584,377	26,897,483
Transport	99,850,307	99,526,126
Economic services	466,920	103,322
Other property and services	3,429,500	2,632,572
Unallocated	1,519,771	9,310,317
	<u>145,707,899</u>	<u>146,022,398</u>



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

19. CONTINGENT LIABILITIES

Contingent assets and contingent liabilities are not recognised in the statement of financial position but are disclosed and if quantifiable, are measured at the best estimate.

Contingent assets and liabilities are presented inclusive of GST receivable or payable respectively.

Contingent Liabilities

Litigation in progress

The Shire is not involved in any litigation proceedings.

Contaminated Sites

The Shire of York has identified the following sites, in relation to land owned, vested or leased, that is known to be, or suspected of being contaminated. At the date of this report the value and timing of remediation has not been ascertained

1. 36 Avon Terrace, York 6302 comprising Lots, 2, 3, 4, 5, and 6 Avon Terrace
2. 15 Redmile Road, York 6302 comprising Lot 13 Redmile Road

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

20. CAPITAL AND LEASING COMMITMENTS

(a) Capital Expenditure Commitments

	2021	2020
	\$	\$
Contracted for:		
- capital expenditure projects	67,600	50,029
- plant & equipment purchases	20,959	0
	88,559	50,029
Payable:		
- not later than one year	88,559	50,029

At the end of the prior reporting period, the Shire had the above capital commitments contracted but not provided for in the financial statements.

(b) Operating Lease Commitments

Non-cancellable operating leases contracted for but not capitalised in the accounts (short term and low value leases).

	2021	2020
	\$	\$
Payable:		
- not later than one year	0	1,120
- later than one year but not later than five years	0	0
- later than five years	0	0
	0	1,120



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

21. ELECTED MEMBERS REMUNERATION

	2021 Actual	2021 Budget	2020 Actual
	\$		
Councillor Denese Smythe, President			
President's annual allowance	16,916	16,916	16,871
Meeting attendance fees	20,986	20,986	18,714
ICT expenses	2,017	1,954	1,968
	39,919	39,856	37,553
Councillor Denis Warnick, Deputy President			
Deputy President's annual allowance	4,229	4,229	4,217
Meeting attendance fees	13,562	13,562	13,562
ICT expenses	2,017	1,954	1,968
	19,808	19,745	19,747
Councillor Pam Heaton			
Meeting attendance fees	13,562	13,562	13,562
Travel and accommodation expenses	2,017	1,954	1,968
	15,579	15,516	15,530
Councillor Ashley Garratt			
Meeting attendance fees	13,562	13,562	9,449
ICT expenses	2,017	1,954	1,349
	15,579	15,516	10,798
Councillor Stephen Muhleisen			
Meeting attendance fees	13,562	13,562	9,449
ICT expenses	2,017	1,954	1,349
Travel and accommodation expenses			150
	15,579	15,516	10,948
Councillor Kevin Trent			
Meeting attendance fees	13,562	13,562	13,562
ICT expenses	2,017	1,954	1,968
Travel and accommodation expenses	218	1,500	208
	15,797	17,016	15,738
Councillor Heather Saint			
Meeting attendance fees	0	0	4,113
ICT expenses	0	0	588
	0	0	4,701
Councillor Jane Ferro			
Meeting attendance fees	10,478	13,562	4,113
ICT expenses	1,556	1,550	587
Travel and accommodation expenses	0		225
	12,034	15,112	4,925
Ex Councillor David Wallace			
Meeting attendance fees	0		14,998
ICT expenses	96	407	1,935
	96	407	16,933
	134,391	138,684	136,874

Notes To and Forming Part of The Financial Report

for the year ended 30 June 2021

21. ELECTED MEMBERS REMUNERATION

	2021 Actual	2021 Budget	2020 Actual
Fees, expenses and allowances to be paid or reimbursed to elected council members.	\$		
President's allowance	16,916	16,916	16,871
Deputy President's allowance	4,229	4,229	4,217
Meeting attendance fees	99,274	102,359	101,524
ICT expenses	13,754	13,680	13,680
Travel and accommodation expenses	218	1,500	582
	134,391	138,684	136,874



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

22. RELATED PARTY TRANSACTIONS

Key Management Personnel (KMP) Compensation Disclosure

The total of remuneration paid to KMP of the Shire during the year are as follows:

	2021 Actual \$	2020 Actual \$
Short-term employee benefits	708,030	922,646
Post-employment benefits	78,814	115,410
Other long-term benefits	7,891	94,359
Termination benefits	34,413	0
	829,148	1,132,415

Short-term employee benefits

These amounts include all salary, fringe benefits and cash bonuses awarded to KMP except for details in respect to fees and benefits paid to elected members which may be found above.

Post-employment benefits

These amounts are the current-year's estimated cost of providing for the Shire's superannuation contributions made during the year.

Other long-term benefits

These amounts represent long service benefits accruing during the year.

Termination benefits

These amounts represent termination benefits paid to KMP.

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

22. RELATED PARTY TRANSACTIONS (Continued)

Transactions with related parties

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

The following transactions occurred with related parties:	2021 Actual	2020 Actual
	\$	\$
Sale of goods and services	5,200	0
Purchase of goods and services	2,346	8,195

Related Parties

The Shire'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 entity, directly or indirectly, including any elected member, are considered key management personnel.

ii. Other Related Parties

An associate person of KMP was employed by the Shire under normal employment terms and conditions.

Any entity that is controlled by or over which KMP, or close family members of KMP, have authority and responsibility for planning, directing and controlling the activity of the entity, directly or indirectly, are considered related parties in relation to the Shire.

iii. Entities subject to significant influence by the Shire

An entity that has the power to participate in the financial and operating policy decisions of an entity, but does not have control over those policies, is an entity which holds significant influence. Significant influence may be gained by share ownership, statute or agreement.



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

23. INVESTMENT IN ASSOCIATE AND JOINT ARRANGEMENTS

The Shire was not a party to any associate or joint arrangements during the financial year ended 30 June 2021.

24. MAJOR LAND TRANSACTIONS

The Shire was not party to any major trading undertakings during the current financial year ended 30 June 2021.

25. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

The Shire was not participate in any major trading undertakings during the current financial year ended 30 June 2021.

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

26. RATING INFORMATION

(a) Rates

RATE TYPE Differential general rate / general rate

Gross rental valuations

GRV General Rate

Unimproved valuations

UV General

Interim Rates and Back Rates

Sub-Total

Minimum payment

Gross rental valuations

GRV General Rate

Unimproved valuations

UV General

Sub-Total

Discounts (Note 26 (d))

Total amount raised from general rate

Rates Incentives/ Concessions and Write-offs (Note 26(d))

Rate in \$	Number of Properties	2020/21		2020/21 Actual Rate Revenue	2020/21 Actual Interim Rates	2020/21 Actual Back Rates	2020/21 Actual Total Revenue	2020/21 Budget Rate Revenue	2020/21 Budget Interim Rate	2020/21 Budget Back Rate	2020/21 Budget Total Revenue	2019/20 Actual Total Revenue
		Actual Rateable Value	Actual Rateable Value									
0.123882	1,470	22,877,793	2,834,147	2,834,147	0	0	2,834,147	2,831,081	0	0	2,831,081	2,813,370
0.009416	339	230,002,001	2,165,699	2,165,699	0	0	2,165,699	2,165,906	0	0	2,165,906	2,057,998
	1,809	252,879,794	4,999,846	4,999,846	11,876	3,202	15,078	4,996,987	10,000	100	5,007,087	4,872,646
Minimum \$												
1,080	496	1,511,961	535,680	535,680	0	0	535,680	535,680	0	0	535,680	545,400
1,390	325	31,557,210	451,750	451,750	0	0	451,750	450,360	0	0	450,360	460,600
	821	33,069,171	987,430	987,430	0	0	987,430	986,040	0	0	986,040	1,006,000
	2,630	285,948,965	5,987,276	5,987,276	11,876	3,202	6,002,354	5,983,027	10,000	100	5,993,127	5,878,646
							45,979					
							5,956,375				5,993,127	5,878,646
							104,433				(160,523)	(8,871)

SIGNIFICANT ACCOUNTING POLICIES

Rates

Control over assets acquired from rates is obtained at the commencement of the rating period.

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 Shire recognises revenue for the prepaid rates that have not been refunded.



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

26. RATING INFORMATION (Continued)

(b) Specified Area Rate

The Shire did not raise specified area rates for the year ended 30 June 2021.

(c) Service Charges

The Shire did not raise service charges for the year ended 30 June 2021.

(d) Discounts, Incentives, Concessions, & Write-offs

Rates Discounts

Rate or Fee Discount Granted	Discount	Discount	2021 Actual	2021 Budget	2020 Actual
	%	\$	\$	\$	\$
General Rate - Gross Rental Value and Unimproved Value	1.50%		45,979	44,873	0
			45,979	44,873	0

Circumstances in which Discount is Granted

Rates payment incentive applicable to those who pay rates in full by the due date. Not applicable to the instalment option.

Rates Incentives, Concessions & Write-offs

Incentives, Concessions and Write-offs	Type	Discount		2021 Actual	2021 Budget	2020 Actual
		%	\$	\$	\$	\$
York Dollars Vouchers	Incentive	n/a	50/20	44,568	65,650	0
General Rates	Write-Off	n/a	n/a	58,918	50,000	311
Penalty Interest	Write-Off	n/a	n/a	800	0	8,560
Financial Hardship	Concession	n/a	n/a	147	0	0
				104,433	115,650	8,871

Circumstances in which Incentive is Granted

The York Dollars incentive program was applicable to those rates payer who paid their rates by the due date. A voucher for \$50 could be claimed by rate payers who paid in full by the due date or a \$20 voucher could be claimed by those who paid the 1st instalment by the due date. The incentive reported above reflects the redemption of the York Dollars vouchers by local businesses.

Total discounts/concessions (Note 26(a))

150,412	160,523	8,871
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Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

26. RATING INFORMATION (Continued)

(e) Interest Charges & Instalments

Instalment Options	Date Due	Instalment Plan Admin Charge	Instalment Plan Interest Rate	* Unpaid Rates Interest Rate
		\$	%	%
Option one				
Payment in Full	14/09/2020	0	0.0%	8.0%
Option two				
Instalment 1	14/09/2020	0	0.0%	8.0%
Instalment 2	18/11/2020	0	0.0%	8.0%
Instalment 3	19/01/2021	0	0.0%	8.0%
Instalment 4	25/03/2021	0	0.0%	8.0%

	2021 Actual	2021 Budget	2020 Actual
	\$	\$	\$
Instalment plan admin charge revenue	0	0	18,410
Instalment plan interest earned	0	0	23,845
Unpaid rates and service charge interest earned	46,565	25,000	87,934
Pensioner Deferred Interest	1,322	2,200	2,623
	47,887	27,200	132,812

*Interest on unpaid rates applied from 1 January 2021, prior to this, during the financial year it was 0



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

27. RATE SETTING STATEMENT INFORMATION

Note	2020/21	2020/21	2020/21	2019/20
	(30 June 2021 Carried Forward)	Budget (30 June 2021 Carried Forward)	(1 July 2020 Brought Forward)	(30 June 2020 Carried Forward)
	\$	\$	\$	\$
(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 Rate Setting Statement in accordance with <i>Financial Management Regulation 32</i> .				
Adjustments to operating activities				
Less: Profit on asset disposals	10(a)	(5,702)	0	0
Less: Movement in liabilities associated with restricted cash		29,530	34,810	34,810
Movement in investment property (non-current)	12	(2,586)	0	(1,153)
Movement in pensioner deferred rates (non-current)		118	0	(8,617)
Movement in employee benefit provisions (non-current)		(18,962)	0	10,442
Add: Loss on disposal of assets	10(a)	13,466	88,418	197,629
Add: Depreciation on non-current assets	10(b)	2,865,589	2,585,950	2,956,342
Non cash amounts excluded from operating activities		2,881,453	2,674,368	3,189,453
(b) Surplus/(deficit) after imposition of general rates				
The following current assets and liabilities have been excluded from the net current assets used in the Rate Setting Statement 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: Reserves - cash backed	4	(2,658,821)	(2,607,183)	(3,023,350)
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings	15(a)	251,899	251,900	244,526
- Employee benefit provisions funded by Reserve		554,521	553,782	524,991
Add: Movement in provisions between current and non-current		0	(100,561)	0
Total adjustments to net current assets		(1,852,401)	(1,902,062)	(2,253,833)
Net current assets used in the Rate Setting Statement				
Total current assets		7,996,837	4,778,567	7,653,940
Less: Total current liabilities		(3,430,339)	(2,876,505)	(3,207,783)
Less: Total adjustments to net current assets		(1,852,401)	(1,902,062)	(2,253,833)
Net current assets used in the Rate Setting Statement		2,714,097	0	2,192,324

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

28. FINANCIAL RISK MANAGEMENT

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

Risk	Exposure arising from	Measurement	Management
Market risk - interest rate	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 Shire 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 area under policies approved by the Council. The finance area 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 Shire's main interest rate risk arises from cash and cash equivalents with variable interest rates, which exposes the Shire 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 Shire 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 and term deposits 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 \$
2021					
Cash and cash equivalents	0.24%	7,018,678	3,575,464	3,443,214	0
2020					
Cash and cash equivalents	0.68%	5,604,494	2,539,928	283,148	2,781,418

Sensitivity

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

	2021	2020
Impact of a 1% movement in interest rates on profit and loss and equity*	\$ 70,186	\$ 56,045

* 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 Shire 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 Shire 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 15(b).



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

28. FINANCIAL RISK MANAGEMENT (Continued)

(b) Credit risk

Trade and Other Receivables

The Shire's major receivables comprise rates annual charges and user fees and charges. The major risk associated with these receivables is credit risk – the risk that the debts may not be repaid. The Shire manages this risk by monitoring outstanding debt and employing debt recovery policies. It also encourages ratepayers to pay rates by the due date through incentives.

Credit risk on rates and annual charges is minimised by the ability of the Shire to recover these debts as a secured charge over the land, that is, the land can be sold to recover the debt. Whilst the Shire was historically able to charge interest on overdue rates and annual charges at higher than market rates, which further encourage payment.

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

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

The expected loss rates are based on the payment profiles of rates and fees and charges over a period of 36 months before 1 July 2020 or 1 July 2021 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 ratepayers and residents to settle the receivables. Housing prices and unemployment rates have been identified as the most relevant factor in repayment rates, and accordingly adjustments are made to the expected credit loss rate based on these factors.

The loss allowance as at 30 June 2021 for rates receivable was determined as follows:

	Current	More than 1 year past due	More than 2 years past due	More than 3 years past due	Total
30 June 2021					
Rates receivable					
Expected credit loss	12.40%	23.58%	33.10%	49.93%	
Gross carrying amount	359,052	229,617	157,003	279,740	1,025,412
Loss allowance	44,540	54,137	51,972	139,685	290,334
30 June 2020					
Rates receivable					
Expected credit loss	16.67%	18.56%	23.74%	20.95%	
Gross carrying amount	278,819	239,798	167,033	404,629	1,090,279
Loss allowance	46,492	44,517	39,658	84,776	215,443

The loss allowance as at 30 June 2021 and 30 June 2020 was determined as follows for trade receivables.

	Current	More than 30 days past due	More than 60 days past due	More than 90 days past due	Total
30 June 2021					
Trade and other receivables	0.96%	0.41%	0.81%	1.70%	
Gross carrying amount	29,394	29,682	8,400	11,360	78,836
Expected credit loss	283	121	68	193	665
30 June 2020					
Trade and other receivables	0.07%	0.08%	0.50%	2.11%	
Gross carrying amount	242,922	2,387	200,255	23,423	468,987
Expected credit loss	179	2	1,003	495	1,679

Notes To and Forming Part of The Financial Report

for the year ended 30 June 2021

28. 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 Shire 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 15(c).

The contractual undiscounted cash flows of the Shire's payables and borrowings are set out in the liquidity table below. Balances due within 12 months equal their carrying balances, 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 values \$
2021					
Payables	1,705,643	0	0	1,705,643	1,705,643
Borrowings	335,282	1,222,080	471,716	2,029,078	1,624,815
Contract liabilities	556,588	0	0	556,588	556,588
	2,597,513	1,222,080	471,716	4,291,309	3,887,046
2020					
Payables	1,759,940	0	0	1,759,940	1,759,940
Borrowings	338,979	1,382,019	648,691	2,369,689	1,869,341
Contract liabilities	333,758	0	0	333,758	333,758
	2,432,677	1,382,019	648,691	4,463,387	3,963,039



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

29. EVENTS OCCURRING AFTER THE END OF THE REPORTING PERIOD

There are no events occurring after the end of the financial year which have significantly affected or may significantly affect the operations of the Shire.

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

30. 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 2020	Amounts Received	Amounts Paid	30 June 2021
	\$	\$	\$	\$
Cash in Lieu - Public Open Space	58,422	0	0	58,422
	<u>58,422</u>	<u>0</u>	<u>0</u>	<u>58,422</u>



Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

31. OTHER SIGNIFICANT 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 Shire's operational cycle. In the case of liabilities where the Shire 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 Shire'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 Shire 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 statements 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 Shire contributes to a number of Superannuation Funds on behalf of employees. All funds to which the Shire contributes are defined contribution plans.

g) Fair value of assets and liabilities

Fair value is the price that the Shire 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) Fair value hierarchy

AASB 13 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 Shire 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 Shire 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 Shire 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.

i) Impairment of assets

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

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

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

For non-cash generating specialised assets that are measured under the revaluation model, such as roads, drains, public buildings and the like, no annual assessment of impairment is required. Rather AASB 116.31 applies and revaluations need only be made with sufficient regulatory to ensure the carrying value does not differ materially from that which would be determined using fair value at the end of the reporting period.

Notes To and Forming Part of The Financial Report for the year ended 30 June 2021

32 ACTIVITIES/PROGRAMS

Shire operations as disclosed in these financial statements encompass the following service oriented activities/programs.

PROGRAM NAME AND OBJECTIVES

GOVERNANCE

To provide a decision making process for the efficient allocation of scarce resources.

GENERAL PURPOSE FUNDING

To collect revenue to allow for the provision of services

LAW, ORDER, PUBLIC SAFETY

To provide services to help ensure a safer and environmentally conscious community.

HEALTH

To provide an operational framework for the environment and community health.

EDUCATION AND WELFARE

To provide services to disadvantaged persons, the elderly, children and youth.

HOUSING

To provide and maintain staff housing.

COMMUNITY AMENITIES

To provide services required by the community.

RECREATION AND CULTURE

To establish and effectively manage infrastructure and resources which will help the well-being of the community.

TRANSPORT

To provide safe, effective and efficient transport services to the community.

ECONOMIC SERVICES

To help promote the shire and its economic well-being.

OTHER PROPERTY AND SERVICES

To monitor and control operating accounts.

ACTIVITIES

Includes the activities of members of council and the administrative support available to council for the provision of governance of the district. Other costs relate the task of assisting elected members and ratepayers on matters which do not concern specific council services.

Rates, general purpose government grants and interest revenue.

Supervision of local laws, fire prevention including the provision of volunteer fire brigades, animal control and the support of local emergency and public safety organisations.

Food quality control, immunisation, environmental health and support to the medical practice and practitioners.

Building maintenance of Pioneer Memorial Lodge (leased Aged Care facility) and Centennial Units which are a joint venture with Homeswest providing self contained units to over 55's. Support to youth based initiatives.

Provision of staff housing.

Rubbish collection services, management of waste facilities, noise control, administration of the Town Planning Scheme, maintenance of cemeteries and storm water drainage maintenance.

Maintenance of halls, aquatic centre, recreation centre and various reserves. Operation of the library and support to and maintenance of the Residency Museum.

Construction and maintenance of roads, bridges, footpaths, drainage works, lighting and cleaning of streets and depot maintenance.

Area promotion, support to tourism, building control, the community bus, and standpipes.

Public works overhead allocations, plant operation cost allocations and Stock.



Notes To and Forming Part of The Financial Report

for the year ended 30 June 2021

33 FINANCIAL RATIOS

	2021 Actual	2020 Actual	2019 Actual
Current ratio	1.52	1.46	2.14
Asset consumption ratio	0.69	0.70	0.70
Asset renewal funding ratio	n/a	1.08	1.03
Asset sustainability ratio	0.65	0.87	0.71
Debt service cover ratio	5.73	6.69	6.91
Operating surplus ratio	(0.12)	(0.11)	(0.09)
Own source revenue coverage ratio	0.74	0.74	0.75

The above ratios are calculated as follows:

Current ratio	$\frac{\text{current assets minus restricted assets}}{\text{current liabilities minus liabilities associated with restricted assets}}$
Asset consumption ratio	$\frac{\text{depreciated replacement costs of depreciable assets}}{\text{current replacement cost of depreciable assets}}$
Asset renewal funding ratio	$\frac{\text{NPV of planned capital renewal over 10 years}}{\text{NPV of required capital expenditure over 10 years}}$
Asset sustainability ratio	$\frac{\text{capital renewal and replacement expenditure}}{\text{depreciation}}$
Debt service cover ratio	$\frac{\text{annual operating surplus before interest and depreciation}}{\text{principal and interest}}$
Operating surplus ratio	$\frac{\text{operating revenue minus operating expenses}}{\text{own source operating revenue}}$
Own source revenue coverage ratio	$\frac{\text{own source operating revenue}}{\text{operating expense}}$



York residents having fun at the annual YorKIDS Festival, June 2021









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