



# Annual Report 2024/25



*Creating great places*

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## Cover images

**Top:** Mary Carroll Park, Gosnells – opening event, March 2025

**Centre:** Youth Entertainment Space (YES), Sutherlands Park, Huntingdale

**Bottom:** City of Gosnells Operations Centre, Maddington

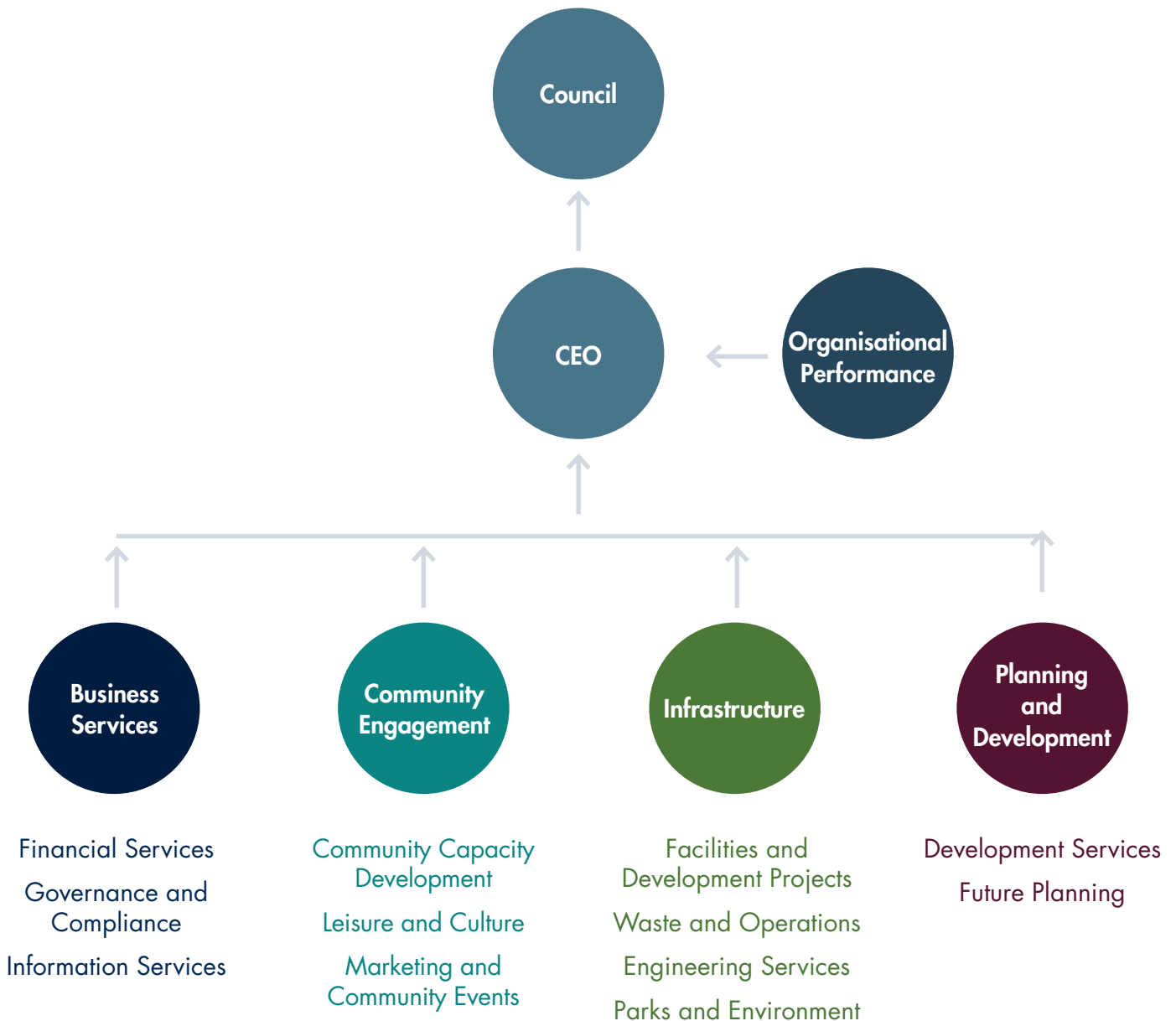
# Our mission, vision and values

*Making the City of Gosnells a great place*

We will celebrate our vibrant and diverse community, embrace our natural surroundings and drive the development of opportunities, to support a safe and sustainable City for future generations.

## Organisational structure

at 30 June 2025





# Message from the Mayor

**The 2024/25 financial year was another strong and successful period for the City of Gosnells, with several long-planned projects coming to fruition.**

The Youth Entertainment Space (YES) at Sutherlands Park in Huntingdale opened to great fanfare in May and has quickly become a favourite destination for young people across the City.

The City also delivered on its commitment to build 11 all-abilities playgrounds in suburbs across the City, with the final playground opening as part of a \$3.5 million upgrade at Mary Carroll Park in Gosnells. This network of accessible play spaces enables families of all abilities to enjoy time together in the community.

A major milestone was achieved with the first shipment of waste sent to the Kwinana Energy Recovery Facility. As a result, City of Gosnells residents are no longer contributing to landfill, with waste instead being converted into energy to power homes and businesses.

Looking ahead, a number of significant projects are well underway.

The Southern River Business Park is nearing completion, set to strengthen the local business community and create new job opportunities for residents. Proceeds from land sales will help fund vital community infrastructure.



Construction continues on the Langford Indoor Sports Centre, and the City has secured grant funding for the Sutherlands Park Centre and sports pavilions. These facilities will support sports and community groups, helping to foster a more connected community.

The City also proudly received its third consecutive National Award for Local Government, this year winning the Arts and Culture category for the Fusion Food and Culture Festival. This vibrant celebration of the City's diversity remains a highlight of the annual events calendar.

In addition, the City has committed to establishing a production nursery to grow more trees and native plants suited to the local environment, helping create a greener, shadier City for the future. The City is also continuing to work towards building a Community Recycling and Education Facility, to make reusing and recycling materials easier.

Together, these projects and initiatives will ensure the City of Gosnells continues to create vibrant, inclusive and sustainable spaces for many years to come.

*Teresa Lynes*

**Terresa Lynes  
Mayor**

**Top:** Turning the sod at Langford Indoor Sport Centre on 7 December 2024.

**Left:** The Governor-General of Australia, Her Excellency Sam Mostyn AC, made Gosnells her first stop in her first community visit to Western Australia since being sworn in.

At a special event hosted by the City of Gosnells in the Civic Centre Gardens on 13 November 2024, Her Excellency greeted the City of Gosnells Mayor Terresa Lynes, Councillors and community members.





# Message from the CEO

**The 2024/25 financial year was a productive period for the City of Gosnells, marked by the completion of several major infrastructure projects and the continuation of others that will benefit the community well into the future.**

By making the best of external funding opportunities and applying prudent financial management, the City has continued to deliver reliable, high-quality services and facilities for residents and ratepayers. These sustained efforts will provide lasting community benefits while keeping rate increases to a minimum.

The City's commitment to sustainable technologies and strong asset management is helping to secure long-term financial advantages for the community, such as reducing exposure to volatile fossil fuel prices, while also improving environmental outcomes. Expanding tree canopy coverage on public land remains a priority.

I look forward to working with the Mayor, Councillors and staff in the coming financial year as we continue to make the City of Gosnells a great place to live and work.

**Ian Cowie PSM**  
Chief Executive Officer

# City profile

In 1907, at a time when the region was focused on farming and timber mills, the Gosnells Road Board was formed to serve a population of 737 and manage the construction of new roads to connect with the established communities of Perth and Fremantle.

Over 118 years later, the City has grown to cover 127km<sup>2</sup>, with over 137,000 people living across 11 suburbs in Beckenham, Canning Vale, Gosnells, Huntingdale, Kenwick, Langford, Maddington, Martin, Orange Grove, Southern River and Thornlie. The City continues to develop and maintain roads, however it now provides a vast range of other services including waste management, parks, community engagement activities, programs for specific groups of people, libraries, environmental management and much more.

# City snapshot



**137,355\***

Population  
\*ABS Estimated Resident Population 2023

**2.7%**

Aboriginal and/or Torres Strait Islander

median age  
**36**



**47,117**

Rateable residential dwellings



**43.7%**

Born overseas

**9,837**

GST registered local businesses

**6.3%**  
United Kingdom

**6.1%**  
India

**3.1%**  
Malaysia

**3%**  
Philippines

**2.7%**  
New Zealand



**34,336**  
local jobs

# Elected Members

1 July 2024 to 30 June 2025



**Mayor**  
Teresa Lynes



**Deputy Mayor**  
**Councillor**  
Serena Williamson



**Councillor**  
Peter Abetz



**Councillor**  
Aaron Adams



**Councillor**  
Caren Baayens



**Councillor**  
Kylie Dalton



**Councillor**  
Glenn Dewhurst



**Councillor**  
David Goode JP



**Councillor**  
Saiful Islam JP



**Councillor**  
Diane Lloyd



**Councillor**  
Kevin McDonald



**Councillor**  
Balli Singh JP



**Councillor**  
Emma Zhang

## City snapshot

### CITY EMPLOYEES

**149**  
part-time  
employees

**408**  
full-time  
employees

**157**  
casual  
employees



**80,046**

total number of  
electors\*

\* including owner-occupiers

### DOGS AND CATS REGISTERED

**11,575**  
dogs currently  
registered



**2,996**  
cats currently  
registered

**643** kennel  
dogs currently  
registered



# Elected Member attendance

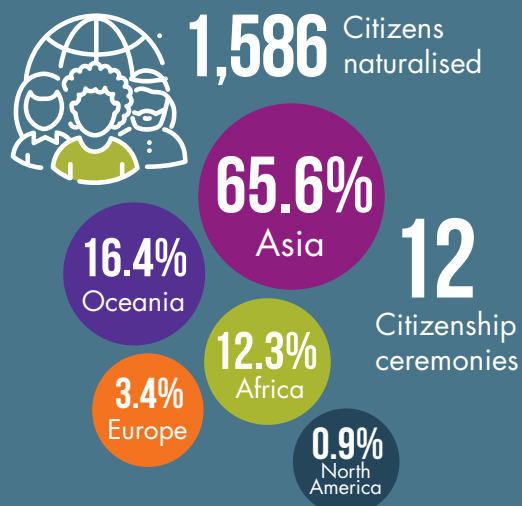
1 July 2024 to 30 June 2025

| Elected Members                     | Ordinary Council Meetings (21) | Electors' Meeting (1) | Total (22) |
|-------------------------------------|--------------------------------|-----------------------|------------|
| Mayor Teresa Lynes                  | 17                             | 1                     | 18         |
| Cr Serena Williamson (Deputy Mayor) | 20                             | 1                     | 21         |
| Cr Peter Abetz                      | 19                             | 1                     | 20         |
| Cr Aaron Adams                      | 19                             | 0                     | 19         |
| Cr Caren Baayens                    | 19                             | 1                     | 20         |
| Cr Kylie Dalton                     | 18                             | 1                     | 19         |
| Cr Glenn Dewhurst                   | 18                             | 1                     | 19         |
| Cr David Goode JP                   | 19                             | 1                     | 20         |
| Cr Saiful Islam JP                  | 20                             | 1                     | 21         |
| Cr Diane Lloyd                      | 20                             | 1                     | 21         |
| Cr Kevin McDonald                   | 20                             | 1                     | 21         |
| Cr Balli Singh JP                   | 20                             | 1                     | 21         |
| Cr Emma Zhang                       | 18                             | 0                     | 18         |

## 2024/25 Electors' Meeting (1)

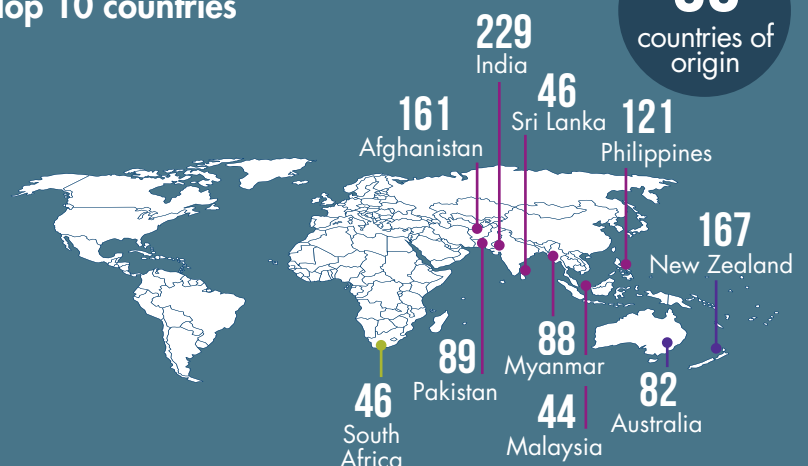
- 4 February 2025

### CITIZENS NATURALISED



### ORIGIN OF NATURALISED CITIZENS

#### Top 10 countries



# Elected Member details

at 30 June 2025

## Gender of Elected Members

|        |   |
|--------|---|
| Female | 6 |
| Male   | 7 |

## Number of First Nations Elected Members

|  |   |
|--|---|
| Councillors who identify as Aboriginal or Torres Strait Islander | 0 |
|--|---|

## Linguistic background of Elected Members

|          |   |
|----------|---|
| Mandarin | 1 |
| Bengali  | 1 |
| Punjabi  | 1 |
| Hindi    | 1 |

## Age of Elected Members

|                               |   |
|-------------------------------|---|
| Between 18 years and 24 years | 0 |
| Between 25 years and 34 years | 0 |
| Between 35 years and 44 years | 4 |
| Between 45 years and 54 years | 2 |
| Between 55 years and 64 years | 6 |
| Over the age of 65 years      | 1 |

# Fees, expenses and allowances

Paid to the Mayor and Councillors from 1 July 2024 to 30 June 2025

| Elected Members                     | Meeting attendance fee | Mayoral allowance | Deputy Mayoral allowance | ICT allowance | Travel reimbursements |
|-------------------------------------|------------------------|-------------------|--------------------------|---------------|-----------------------|
| Mayor Teresa Lynes                  | \$51,412               | \$97,115          | -                        | \$3,500       | -                     |
| Cr Serena Williamson (Deputy Mayor) | \$34,278               | -                 | \$23,706                 | \$3,500       | \$2,122.79            |
| Cr Peter Abetz                      | \$34,278               | -                 | -                        | \$3,500       | \$1,072.01            |
| Cr Aaron Adams                      | \$34,278               | -                 | -                        | \$3,500       | \$459.70              |
| Cr Caren Baayens                    | \$34,278               | -                 | -                        | \$3,500       | -                     |
| Cr Kylie Dalton                     | \$34,278               | -                 | -                        | \$3,500       | -                     |
| Cr Glenn Dewhurst                   | \$34,278               | -                 | -                        | \$3,500       | \$896.99              |
| Cr David Goode JP                   | \$34,278               | -                 | -                        | \$3,500       | -                     |
| Cr Saiful Islam JP                  | \$34,278               | -                 | -                        | \$3,500       | \$862.87              |
| Cr Diane Lloyd                      | \$34,278               | -                 | -                        | \$3,500       | \$306.50              |
| Cr Kevin McDonald                   | \$34,278               | -                 | -                        | \$3,500       | \$266.06              |
| Cr Balli Singh JP                   | \$34,278               | -                 | -                        | \$3,500       | -                     |
| Cr Emma Zhang                       | \$34,278               | -                 | -                        | \$3,500       | \$1,403.70            |



Hoedown at Harmony, Harmony Fields, Maddington, October 2024



Thornlie Library



Parks and gardens works, Mills Park, Beckenham



Installation of new nesting hollows, known as Cockatubes, for black cockatoos, Huntingdale, February 2025

# Key achievements

The City of Gosnells completed a number of significant projects during the 2024/25 financial year and made substantial progress on a number of long-term initiatives.

## Sutherlands Park

The Sutherlands Park Master Plan has continued to progress with the opening of the new Youth Entertainment Space (YES). The facility boasts a split-level skating plaza with rails and banks, shallow skate bowl for all skill levels and an urban play area with hangout zone, social swings and a multipurpose sports area, all under the one roof. There is also a sealed pump track for BMX, mountain bikes or scooters and a covered barbecue area for families.

Sports floodlighting was replaced on Reserve F.

## Mary Carroll Park

Mary Carroll Park was re-opened following a major upgrade, including a pedestrian bridge, accessible public toilets with a Changing Places facility, all-abilities playground, picnic areas and yarning circle.

## Boyle Park in Orange Grove, Gosnells Oval All Abilities Playgrounds

In 2024/25, the City constructed all-abilities playgrounds in Orange Grove and Gosnells, which completes the City's promise to deliver 10 all-abilities playgrounds.

## Kwinana Energy Recovery Centre

Gosnells was one of eight local governments to use the first commercial-scale energy recovery facility in Australia. We are delivering about 780 tonnes of waste each week to the Kwinana Energy Recovery facility, which diverts waste from landfill and provides energy for the Western Power grid.

## Household Hazardous Waste Drop-off Day

A community waste drop-off day was held in April 2025. The event diverted 4,435kg of paint, 3,000L of oil, 780kg of batteries and 435kg household chemicals from landfill or improper disposal.

## Plants for Locals

The City held its Plants for Locals event at Wilkinson Homestead, Gosnells, in May 2025. The event was a success, with all 10,000 plants distributed to residents. Thank you to our sponsors and supporters, Water Corporation and the Armadale Gosnells Landcare Group.

## SPLASH advocacy

The City undertook a significant campaign seeking support for the proposed Sutherlands Park Leisure, Aquatic and Sports Hub (SPLASH) in 2024/25. At this stage, the City has not received adequate State or Federal Government support for the project to proceed. The City will continue to investigate options for delivering a new aquatic facility for the community.

# City snapshot

## FAMILY COMPOSITION



37.3%  
couples with children



21.7%  
couples with no children



21%  
lone person



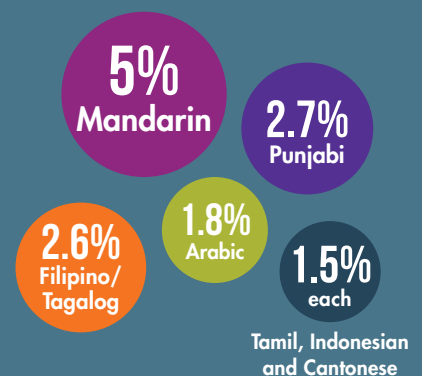
11.8%  
one-parent families



8.2%  
other

## LANGUAGES SPOKEN AT HOME

35.6% speak a language other than English. Top 5 are:





**Youth Entertainment Space (YES) at Sutherlands Park, Huntingdale, opened in May 2025**

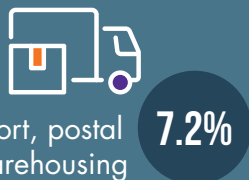


**Mary Carroll Park upgrades, March 2025**



**The City is diverting about 780 tonnes of waste each week via the Kwinana Energy Recovery facility**

### TOP FIVE EMPLOYMENT AREAS BY INDUSTRY



### AGE DEMOGRAPHICS



# Future plans

The City has a range of significant projects planned or in progress.

## Langford Indoor Sports Centre

The City's first indoor multisport facility is under construction at the Langford Netball Complex, Langford Avenue, Langford, and is anticipated to be completed in the first quarter of 2026.

## Garden Street extension

Work will commence soon to duplicate Garden Street from Warton Road to Harpenden Street, and extend Garden Street from Harpenden Street to Holmes Street, in Southern River.

## Sutherlands Park

The Sutherlands Park Master Plan continues to progress, with sports floodlighting on Reserves A and B to be completed in early 2025/26.

The City secured funding for the design and construction of the Sutherlands Park Centre, a replacement sporting pavilion to service Reserves B and C, and irrigation replacement.

## Burslem Drive duplication

The third stage of the Burslem Drive duplication is set to commence in the coming year. The project will continue the duplication from the Olga Road roundabout to the Burslem Drive Bridge.

## Gosnells Bowling Club

Work will continue on an extension to the Gosnells Bowling Club, making more room for the club's growing membership. The project is anticipated to be completed before the end of 2025.

## Dog Parks

A dog park is to be constructed at Oliphant Park, Kenwick, with more dog parks to come.

## Principal Shared Paths

Paths along Bickley Road in Beckenham, Nicholson Road in Canning Vale and along the Armadale Train Line, from Hicks Street to Dorothy Street in Gosnells, will be designed in 2025/26.



# Key service delivery outcomes

## YOUR SAY OVERVIEW 2024/25

99,306

visitors to the Your Say website



3,278

contributions and comments from the community

## TOP 5 YOUR SAY INTERACTIONS

22,917  
SPLASH

8,095  
Public Notices

5,926  
Planning the City



5,440  
YES Sutherlands Park

4,263  
Plants for Locals



Thornlie Library

# Key service delivery outcomes

## CUSTOMER SERVICES



**23,214**  
over-the-counter enquiries assisted



**58,707**  
Customer Contact Centre enquiries answered

**19,891**  
jobs logged by Customer Services



**3,635**  
webchat enquiries answered



Fit For Life Class, Leisure World

## FACILITIES

**60,563**

registered library members  
(includes **9,549** eMembers)



**29,797**

visits to Don Russell Performing Arts Centre (DRPAC)



**390,822**

library items loaned



Teddy Bears Picnic, City of Gosnells Museum, Wilkinson Homestead, Gosnells, March 2025

**390,060**

attendances at Leisure World



**274,330**

visits to other City venues

# Awards

## National Awards for Local Government

**Award:** Disaster Readiness and Recovery

**For:** Smart Drainage Program

**Announced:** July 2024

The City's Smart Drainage program won the Disaster Readiness and Recovery category at the National Awards for Local Government in 2024. The program involves proactive work to prevent floods and improve the way the City identifies and responds to flooding events.

**Image:** Prime Minister Anthony Albanese presents the Disaster Readiness and Recovery Award to Mayor Teresa Lynes – July 2024.



## Water Corporation

**Award:** Gold Waterwise accreditation

**For:** Waterwise initiatives

**Announced:** May 2025

The City again earned Gold Waterwise accreditation from the Water Corporation, recognising its strong commitment to sustainable water management. Director of Infrastructure Martyn Glover was also honoured with an inaugural Waterwise Champion Award, for his leadership in water efficiency initiatives.

**Image:** Department of Water and Environmental Regulation Director General Alistair Jones (left) and Pat Donovan, Water Corporation CEO (right) present the Water Champion Award to City of Gosnells Director Infrastructure, Martyn Glover (centre) – May 2025.



## National Awards for Local Government

**Award:** Arts and Culture

**For:** Fusion Food and Culture Festival

**Announced:** June 2025

Flagship City of Gosnells community event, the 2024 Fusion Food and Culture Festival, achieved top honours in the Arts and Culture category at the 2025 National Awards for Local Government.

**Image:** Mayor Teresa Lynes (right) and City of Gosnells CEO Ian Cowie (left) presented with the Arts and Culture Award by Minister for Regional Development, Local Government and Territories of Australia Kristy McBain (centre) – June 2025.





Dorothy the Dinosaur and Friends performing at Junior Jam, April 2025



Fusion Festival, November 2024



Lawyer in the Library Program, Gosnells Library

# Key service delivery outcomes

## EVENTS AND RECREATION



**105,443**  
swim school participants



**18,851**  
seniors 55+ program participants

**33,482**  
library program participants



**56,092**  
youth and family program participants



**60,000**

total attendees at the City's major events – Fusion Food and Culture Festival, Jingle All the Way, Summer Concert Series and Community Art Exhibition and Awards



# Community awards

## Community Citizen of the Year

**Awarded to:** Rodney Glossop

Mr Glossop is a passionate advocate for health and wellbeing and has had a profound impact on the local community through his dedicated volunteer work with Thornlie Homestead Parkrun and the Thornlie Junior Football Club.

## Senior Community Citizen of the Year

**Awarded to:** Allen Holloway

Mr Holloway has dedicated his time and energy to several volunteer roles in the City of Gosnells, including as the former Chairman of the Gosnells Men's Shed and as a volunteer bus driver for the Ronald McDonald House Charity.

## Young Community Citizen of the Year

**Awarded to:** Emily Dutton

Ms Dutton is a community leader who has helped local families in need access affordable items.

## Active Citizenship

**Awarded to:** Sam's Spares

Founded by Sam Thomas, Sam's Spares is a not-for-profit community organisation that refurbishes unwanted e-waste into usable electronic devices and computers, which are then provided free to people in need in the community.

## Neighbour of the Year

**Awarded to:** Suzanne and Gary Craik

Fostering connections in their local neighbourhood and providing a safe, welcoming space for people in need has earned Thornlie couple Gary and Suzanne Craik the City of Gosnells 2025 Neighbour of the Year Award.



Rodney Glossop, Community Citizen of the Year 2025



Allen Holloway, Senior Community Citizen of the Year 2025

Emily Dutton, Young Community Citizen of the Year 2025



L - R: Darcy Wilson, Brayden Campbell and Shoudy Chen, volunteers from Sam's Spares - Active Citizenship Award



Neighbour of the Year recipients Suzanne and Gary Craik, March 2025



**Underground Sounds winner  
Ava Sharp, October 2024**

## Community awards

### Underground Sounds

**Awarded to:** Ava Sharp

Singer-songwriter Ava Sharp proved she has what it takes to captivate audiences with her musical talents after being named the 2024 winner of the City of Gosnells Underground Sounds youth music competition.

### Safe City Christmas Lights Competition

#### Best private residence

**Awarded to:** John and Lisa Tenbokkel, Langford

#### Best decorated street

**Awarded to:** Tahoe Close, Thornlie

#### Best first time entry

**Awarded to:** Kevin Outten, Thornlie



**One of the decorated homes on Tahoe Close,  
which won Best Decorated Street in the Safe City  
Christmas Lights Competition, December 2024**

### Sustainable Garden Competition

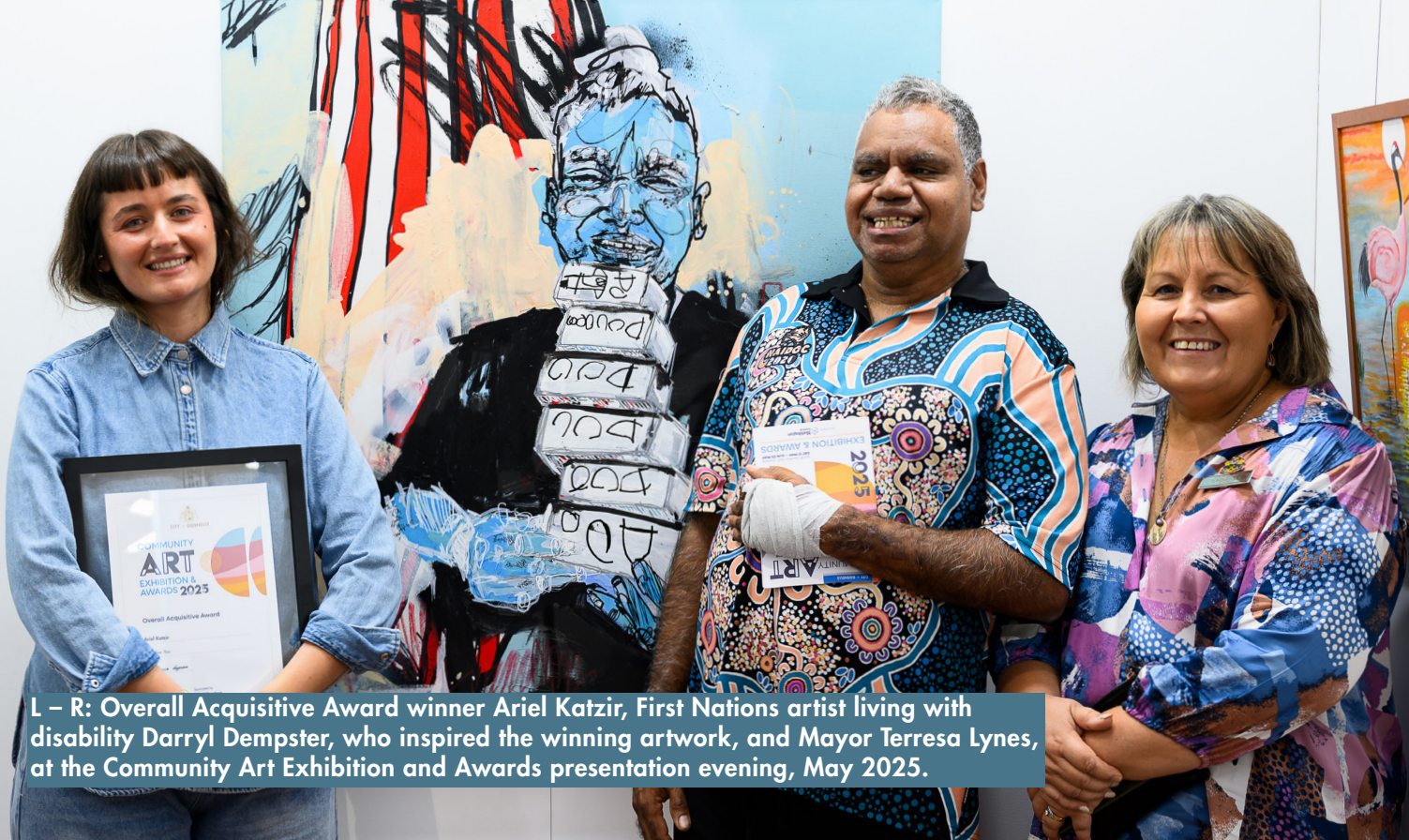
**Supported by the Retic and Landscape Shop**

**Awarded to:** Sarah Clarke

A 'pollinator haven' brimming with a cottage-style mix of natives, annuals and hardy exotic plants on a small residential verge in Southern River has won the City of Gosnells Sustainable Garden Competition.



**Sarah Clarke's garden in Southern River –  
winner of the City of Gosnells Sustainable  
Garden Competition, March 2025**



L – R: Overall Acquisitive Award winner Ariel Katzir, First Nations artist living with disability Darryl Dempster, who inspired the winning artwork, and Mayor Terresa Lynes, at the Community Art Exhibition and Awards presentation evening, May 2025.

## Community Art Exhibition and Awards

Launching with an awards presentation evening on Friday 16 May and opening to the public from Saturday 17 to Sunday 25 May, the City's 2025 Community Art Exhibition welcomed over 1,300 visitors to the Lyal Richardson Hall in The Agonis, Gosnells. Close to 200 original artworks were on display with a total prize pool of \$10,000 on offer, sponsored by Maddington Central.

### Overall Acquisitive Award

**Awarded to:** Ariel Katzir

**Artwork:** *I Do See You* (pictured above)

### Oil Award

**Awarded to:** Sarah Grange

**Artwork:** *Glassy-Eyed*

### Acrylic Award

**Awarded to:** Eva Carot Collins

**Artwork:** *Idiopath*

### Pastel, Pencil, Pen and Watercolour Award

**Awarded to:** Eve Wolfe

**Artwork:** *Daydream*

### Photography and Digital Media Award

**Awarded to:** Robbie Goodall

**Artwork:** *Silent Synchrony*

### Mixed Media and 3D Sculpture Award

**Awarded to:** Abhijit Prasanth

**Artwork:** *His Final Piece Ft. Loyal Doggo*

### Youth Award (12 – 17 years)

**Awarded to:** Brody Nicolai

**Artwork:** *Mixed Emotions*

### The City in Focus Award

**Awarded to:** Lorraine Lennox

**Artwork:** *TRIP-Tych*

### Local Artist Award (for City of Gosnells residents)

**Awarded to:** Geoff Reeves

**Artwork:** *Iron Country*

### Aboriginal Artist Award

**Awarded to:** Possum Rose

**Artwork:** *Shadows of the Past*

### Maddington Central People's Choice Award

**Awarded to:** Casper Green

**Artwork:** *Leeches*

# Grants awarded by the City

## Community funding for Level 1 grants 2024/25

| Organisation   | Funding purpose  | Funding amount |
|--|--|----------------|
| Gosnells Chinese Association (Inc)   | Chinese Mid-Autumn Festival                                | \$2,500        |
| Culture Care WA  | Community Dance Fitness Program                            | \$2,500        |
| Thornlie Senior High School P&C Association (Inc)                            | The Healthy Relationships Bookmark Project                 | \$920          |
| Marathi Association Perth (Inc)  | Dandiya Festival Multicultural Event 2024                  | \$2,500        |
| Austria Club of WA   | A Little Taste of Austria – Austria National Day           | \$2,166        |
| Parkerville Children and Youth Care (Inc) – Child and Parent Centre Brookman | Child and Parent Centre Brookman 10th Anniversary          | \$2,500        |
| Yale Tigers Teeball and Softball Club  | Yale Tigers Coach & Umpire Plan                            | \$2,000        |
| Gosnells Community Legal Centre  | Gosnells CLC Rebrand to Redgum Justice                     | \$2,410        |
| William Langford Community House   | Songs from Around the World a Community Singing Initiative | \$500          |
| The Gosnells Riding Club   | Karinya Equestrian Park Grounds Improvements               | \$2,310        |
| Culture Care WA (Inc)  | Multicultural Wellness Carnival – Mini Olympics            | \$2,500        |
| East Maddington Primary School P&C   | 50th Anniversary Fete                                      | \$2,500        |
| Southern River Community Garden  | Installation of 70% shade cloth over existing garden beds  | \$2,500        |
| Tamil Association of WA auspicing Avvaiyar Tamil School                      | Tami Cultural Day  | \$1,236        |
| Gosnells State Emergency Service   | Gosnells SES Fusion Festival Community Engagement          | \$1,026        |
| Lions Club of Gosnells   | Upgrade of Batteries for Community Trailers                | \$2,421        |
| Darling Range Wildlife Shelter   | Training Volunteer Wildlife Rehabilitators                 | \$2,500        |
| West Australian Stolen Generations Aboriginal Corporation (Yokai)            | Genocide in the Wildflower State                           | \$2,500        |

*Continued on the next page*

# Grants awarded by the City

## Community funding for Level 1 grants 2024/25 (continued)

| Organisation                                      | Funding purpose  | Funding amount  |
|---|--|-----------------|
| Thornlie Bowling Club                             | Children's Christmas Party   | \$2,400         |
| Thornlie Probus Club                              | Advertising Thornlie Probus Club to the Community                                  | \$455           |
| Sam's Spares (Inc)                                | Portable Signage   | \$2,500         |
| Zonta House Refugee Association                   | Paws for Healing   | \$2,500         |
| HCD Streetwise (Inc)                              | Xmas Hamper Appeal   | \$2,000         |
| Gosnells Women's Health Service (Inc)             | Minor Equipment Grant Request  | \$2,500         |
| Royals (Kenwick) Cricket Club                     | 75th Anniversary Celebration   | \$2,500         |
| AMURT Ltd Australia (WA)                          | Community Food Relief Project  | \$2,500         |
| Rajasthani Kutumb Australia (Inc)                 | Ganguar Festival   | \$2,500         |
| RSPCA WA  | RSPCA WA Community Action Day  | \$2,500         |
| Gosnells Womens Health Wellbeing Service          | International Women's Day High Tea   | \$2,500         |
| Thornlie Senior High School P&C Association (Inc) | Healthy Relationships Project – educating young people about healthy relationships | \$2,000         |
| Heritage FM Inc                                   | Project to promote the work of Heritage FM and attract volunteers                  | \$1,362         |
| Bangali Society of Puja and Culture (Inc)         | Celebration of Bengali New Year 2025   | \$1,050         |
| Starick Services (Inc)                            | De-escalation Training for Starick Staff   | \$1,950         |
| Ubuntu Australia (Inc)                            | Badminton Training for CaLD Youths 2025  | \$700           |
| Gosnells Junior Football Club                     | Gosnells Junior Football Club 70th Anniversary Celebration                         | \$2,318         |
| Kenwick Football Club (Inc)                       | Family Day   | \$1,720         |
| Gosnells Chinese Association                      | Children's Nutrition Meals Preparation Workshops                                   | \$2,000         |
| Gosnells Women's Health Service                   | Supporting Paternal Mental Health during Men's Health Week                         | \$2,500         |
| Malayalee Association of WA                       | MAWA Literature Competition – 2025   | \$1,178         |
| Mission Australia Wattle House                    | Community Connect  | \$1,628         |
| <b>Total Level 1 grants</b>                       |  | <b>\$80,750</b> |



Members of Gosnells State Emergency Service (SES) Unit – Fusion Festival, November 2024

## Grants awarded by the City

### Community funding for Level 2 grants 2024/25

| Organisation  | Funding purpose   | Funding amount     |
|---|---|--------------------|
| Gosnells State Emergency Service Unit (Inc)         | Gosnells SES 45th Anniversary   | \$8,361            |
| Real Life Church                                    | Christmas in the Park   | \$5,000            |
| Baseball WA   | Women's Sports Academy  | \$10,000           |
| Christian City Church Langford (C3)                 | Love Langford Dinners   | \$9,939            |
| Gosnells Junior Football Club                       | Team Expansion in Female Modified and Youth Rules Competition in Seasons 2025 | \$4,487.60         |
| Gosnells City Football Sporting & Social Club (Inc) | Purchase of full-size mobile goals  | \$5,770            |
| Gosnells Chinese Association                        | Lunar New Year Celebration  | \$8,667            |
| Darling Range Wildlife Shelter                      | Masterplan concept design for Darling Range Wildlife Shelter                  | \$6,400            |
| Centrepont Church                                   | Centrepont Family Movie Night   | \$4,140            |
| AMURT WA  | Community Care Parcels  | \$9,972            |
| Langford Aboriginal Association                     | NAIDOC Week Event 2025  | \$5,000            |
| Liddelow Homestead Arts and Crafts Club             | Revitalise Equipment  | \$4,350            |
| <b>Total Level 2 grants</b>                         |   | <b>\$82,086.60</b> |

# Access and inclusion

## The City continues to champion an accessible and inclusive community for all.

In 2024/25, the City made significant progress in implementing its Disability Access and Inclusion Plan (DAIP) 2024–2028, which outlines strategies to reduce barriers and promote inclusion across services, facilities and community engagement.

Key achievements include:

- **Mary Carroll Park Redevelopment:** The \$3.5 million upgrade delivered the City's largest all-abilities playground, featuring an accessible bridge and a Changing Places facility. This project embraced universal design principles, creating a welcoming space for people of all abilities to enjoy nature and community connection.
- **Access and Inclusion Network (AGAIN):** In partnership with the City of Armadale, bi-monthly forums were launched to amplify the voices of people with disability. These sessions foster collaboration, influence local initiatives, and strengthen inclusive planning.
- **Accessible Communications Training:** City staff undertook Adobe InDesign Accessibility training, improving the accessibility of public information. This initiative ensures marketing materials meet the needs of people with disability, enhancing communication practices across the organisation.
- **Ongoing Improvements:** The City continued to deliver disability awareness training to staff and community groups, promote accessible events and support inclusive programs through its community grants and services.

The City remains committed to listening, learning and leading in access and inclusion, ensuring all community members can participate fully in civic life.



Pop-up Markets, Gosnells Town Square



Noongar Six Seasons spinners, part of the Playspace area at Mary Carroll Park, Gosnells



Mary Carroll Park, Gosnells



NAIDOC Week, City of Gosnells  
Civic Centre, July 2024



Jingle All the Way, Centennial Pioneer  
Park, Gosnells, December 2024



City of Gosnells  
Ranger Services



Free street trees offered to City residents

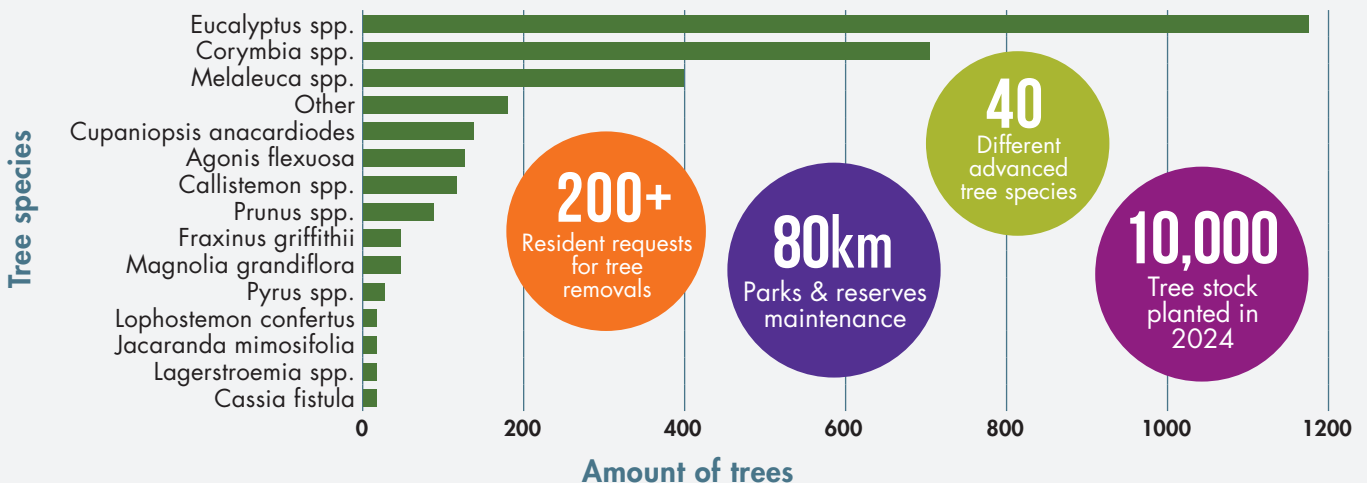
# Greening Gosnells

## The City's urban forest is growing.

Twenty-five actions in Greening Gosnells: Our Public Tree Strategy 2022 – 2030 were completed during the 2024 calendar year, four were in progress and two were noted for future implementation. Some highlights in 2024 included:

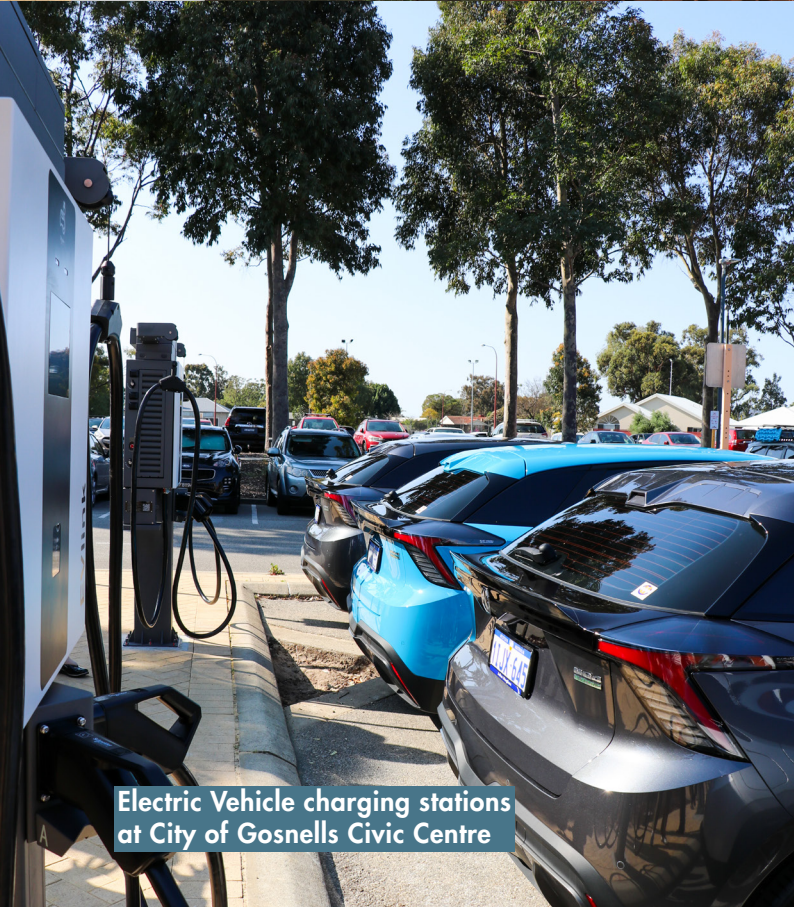
- With the support of the Armadale Gosnells Landcare Group, volunteers helped plant thousands of seedlings at Tom Bateman Wetland on National Tree Day and at Cardington Way Reserve for the Give Our Bushland a Boost event. The City also hosted its annual Plants for Locals event, giving away 10,000 native plants to residents.
- More than 7,000 tubestock trees and over 3,000 advanced trees were planted in public places.
- The estimated canopy at maturity added as a result of the annual tree planting program is almost 80 hectares.
- The City's tree planting palette was refined to include more hardy WA species, and trials progressed with larger soil volumes and soil improvement to increase tree resilience.
- The City provided feedback to the State's draft Urban Greening Strategy, focussing on improvements to liveable neighbourhood design standards and increasing the size of road reserves to facilitate tree planting.
- With support from the State Government's Urban Greening Grant Program, a new biodiversity corridor was created in Canning Vale, following the planting of 1,000 advanced trees and 3,000 understory species.

## Advanced tree species planting (calendar year 2024)





Bridge works, Station Street, Gosnells, November 2024



Electric Vehicle charging stations at City of Gosnells Civic Centre



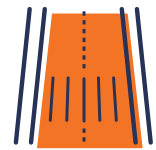
Operations Centre, Maddington

# Key service delivery outcomes

## PARKS AND RESERVES



## CITY MAINTENANCE



## CITY GROWTH



# Prosecutions

Closed during 2024/25

| Offence  | Legislation  | Count     |
|--|--|-----------|
| Parking  | 7.3(2) Parking Local Law 2012                      | 1         |
| Breach Food Act 2008   | Food Act 2009                                      | 5         |
| Removed asbestos without taking measures to prevent asbestos entering the atmosphere | Regulation 7(3) Health (Asbestos) Regulations 1992 | 1         |
| Carried out demolition work without a Demolition Permit                              | Section 10 Building Act 2011                       | 2         |
| Used land without obtaining a Development Approval                                   | Section 218(b) Planning and Development Act 2005   | 1         |
| Breach Planning Approval conditions  | Section 218(c) Planning and Development Act 2005   | 8         |
| Littering  | Section 23 Litter Act 1979                         | 6         |
| Dog not held on leash  | Section 31(3) Dog Act 1976                         | 2         |
| Dog attack causing injury  | Section 33D(1) Dog Act 1976                        | 8         |
| Dog attack not causing injury  | Section 33D(2A) Dog Act 1976                       | 4         |
| Dangerous Dog not wearing collar   | Section 33GA(1) Dog Act 1976                       | 1         |
| Dangerous Dog not wearing muzzle   | Section 33GA(6) Dog Act 1976                       | 1         |
| Dangerous Dog not held by lead   | Section 33GA(7)(a) Dog Act 1976                    | 5         |
| Unregistered Dog   | Section 7(1) Dog Act 1976                          | 1         |
| Breach Building Act 2011   | Section 9 Building Act 2011                        | 5         |
| <b>Total</b>   |  | <b>51</b> |

# Infringements

Issued for 2024/25

| Legislation                                   | Count        |
|---|--------------|
| Bushfire Act 1954                             | 44           |
| Cat Act 2011                                  | 4            |
| Dog Act 1976                                  | 112          |
| Parking Local Law 2012                        | 1,233        |
| Food Act 2008                                 | 29           |
| Thoroughfare and Public Places Local Law 2021 | 32           |
| Litter Act 1979                               | 10           |
| Public Health Local Law 2017                  | 42           |
| <b>Total</b>                                  | <b>1,506</b> |

In addition, 813 cautions were issued under various pieces of legislation.



Operations Centre, Maddington

## Freedom of Information (FOI) statistics

The following table displays FOI applications processed in 2024/25. It shows how many applicants sought information and whether the information was personal to them or general. It also identifies the type of access given. The City also managed 44 requests outside the FOI process using its *Release of Information Policy*, AP 4.2.3.

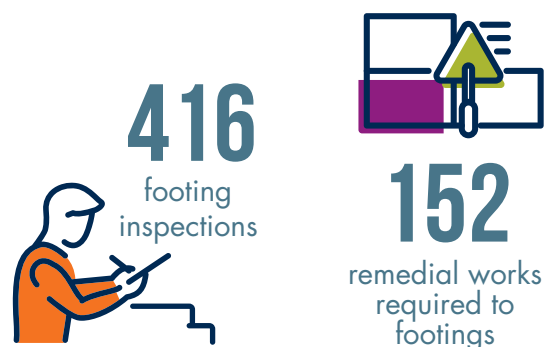
| Access type            | Personal | Non-personal | Total    |
|------------------------|----------|--------------|----------|
| Access in full         | 1        | 0            | 1        |
| Edited access          | 0        | 7            | 7        |
| Access refused         | 0        | 0            | 0        |
| No documents found     | 0        | 0            | 0        |
| Withdrawn by applicant | 0        | 0            | 0        |
| Not finalised          | 0        | 0            | 0        |
| <b>Total</b>           | <b>1</b> | <b>7</b>     | <b>8</b> |

## Key service delivery outcomes

### BUILDING APPLICATIONS PROCESSED



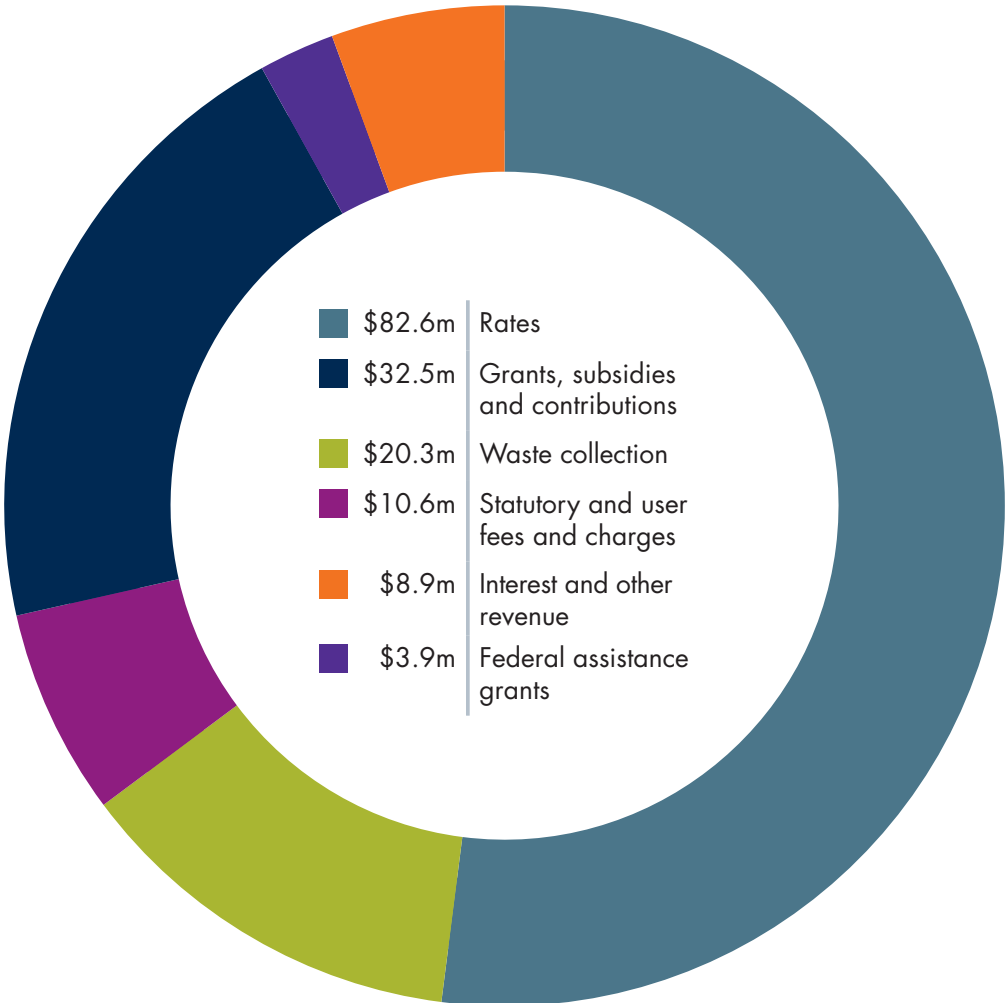
### BUILDING



# Revenue and expenditure

## Revenue

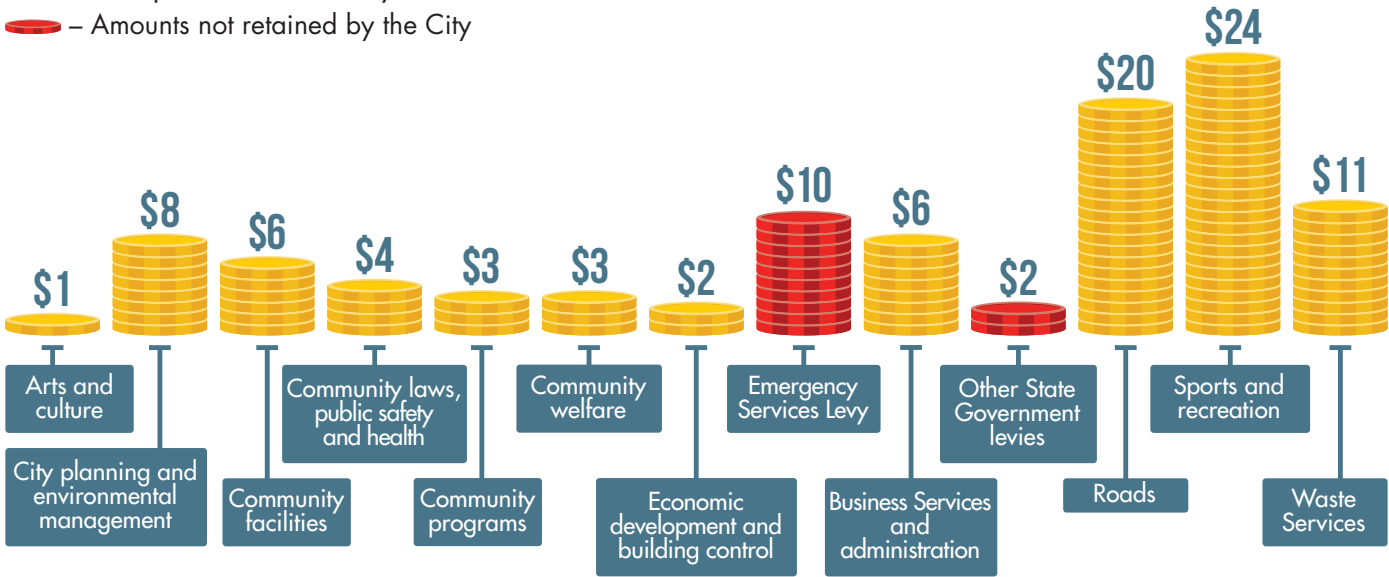
Operating revenue sources



## Outgoings

Areas of expenditure for every \$100 Council receives

– Amounts not retained by the City



# Employee salaries

The City of Gosnells employs 714 people in a diverse range of roles to serve the community. The number of City employees earning an annual salary of \$130,000 or more is set out below, in bands of \$10,000.

| Salary range \$   | 2024/25 |
|-------------------|---------|
| 130,000 – 139,999 | 10      |
| 140,000 – 149,999 | 0       |
| 150,000 – 159,999 | 1       |
| 160,000 – 169,999 | 3       |
| 170,000 – 179,999 | 6       |
| 180,000 – 189,999 | 4       |
| 190,000 – 199,999 | 0       |
| 200,000 – 209,999 | 0       |
| 210,000 – 219,999 | 1       |
| 220,000 – 229,999 | 0       |
| 230,000 – 239,999 | 0       |
| 240,000 – 249,999 | 0       |
| 250,000 – 259,999 | 0       |
| 260,000 – 269,999 | 4       |

The CEO was remunerated in accordance with the determination of the State Government’s Salaries and Allowances Tribunal at \$422,770.

# Official Conduct Report

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

1. The number of complaints recorded in the register of complaints.
2. How the complaints were dealt with.

The City received no complaints alleging minor breaches by Council Members during the financial year.

# Key service delivery outcomes

## WASTE SERVICES



**3.387 MILLION**

rubbish and recycling bins lifted for emptying

**4,071**

tonnes of general junk collected



**7,182**  
tonnes of recyclables collected

**10,995**  
waste works requested



**39,674**

tonnes of general waste collected



**3,274**

tonnes of green waste collected

## COMMUNITY SAFETY



**1,364**

total health inspections

**2,293**

Ranger warnings and infringements issued

**4,986m<sup>2</sup>**  
of graffiti removed



**4,726**  
swimming pool inspections



**332**

safety programs and events



**823**

\$500 Safe City Community CCTV rebates approved

**6,480**

participants at safety programs and events



Mary Carroll Park, Gosnells



National Tree Day planting at Tom Bateman Wetlands, Thornlie, July 2024



Flora of the Foothills exhibition, City of Gosnells Museum



Rock Opera, Centennial Pioneer Park, Gosnells, February 2025

# Financial Report appendix

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Financial Report

for the year ended 30 June 2025

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

**STATEMENT BY CEO**

This financial report of the City of Gosnells has been prepared in compliance with the provisions of the *Local Government Act 1995* from proper accounts and records to present fairly the financial transactions for the reporting period ended 30 June 2025 and the financial position as at 30 June 2025

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

Signed on the 4<sup>th</sup> day of December 2025



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Ian Cowie PSM

Chief Executive Officer

## Statement of comprehensive income

for the year ended 30 June 2025

|   | Note | 2025<br>Actual<br>\$ | 2025<br>Budget<br>\$ | 2024<br>Actual<br>\$ |
|---|------|----------------------|----------------------|----------------------|
| <b>Revenue</b>  |      |                      |                      |                      |
| Rates   | 25   | 82,644,499           | 82,782,977           | 78,324,616           |
| Grants, subsidies and contributions   | 2a   | 6,847,917            | 7,226,457            | 7,529,191            |
| Fees and charges  | 2a   | 30,911,229           | 30,430,139           | 28,424,645           |
| Interest revenue  | 2a   | 8,452,108            | 5,691,041            | 7,795,155            |
| Other revenue   | 2a   | 411,750              | 2,000                | 537,105              |
|   |      | <u>129,267,503</u>   | <u>126,132,614</u>   | <u>122,610,712</u>   |
| <b>Expenses</b>   |      |                      |                      |                      |
| Employee costs  |      | 60,214,865           | 59,984,579           | 56,810,744           |
| Materials and contracts   | 2b   | 44,058,086           | 45,672,419           | 40,607,278           |
| Utility charges   |      | 4,942,054            | 5,238,970            | 5,007,332            |
| Depreciation  | 9a   | 31,726,725           | 30,614,786           | 31,394,588           |
| Finance Costs   | 2b   | 165,616              | 137,782              | 107,481              |
| Insurance expenses  |      | 1,256,362            | 1,308,558            | 1,144,537            |
| Other Expenditure   | 2b   | 5,401,715            | 1,489,834            | 7,455,388            |
|   |      | <u>147,765,423</u>   | <u>144,446,928</u>   | <u>142,527,348</u>   |
| Capital grants, subsidies and contributions                                     | 2a   | 27,339,111           | 17,031,828           | 21,478,236           |
| Profit on asset disposals   | 9d   | 514,124              | 519,170              | 723,840              |
| Loss on asset disposals   | 9d   | (1,879,995)          | (104,165)            | (1,195,720)          |
| Fair value adjustments to financial assets at fair value through profit or loss | 4b   | (8,098)              | –                    | (1,521)              |
| Public Open Space - Cash-in-Lieu contributions                                  |      | 2,234,134            | 2,290,376            | 1,122,042            |
| Impairment reversal   |      | 71,732               | –                    | –                    |
|   |      | <u>28,271,008</u>    | <u>19,737,209</u>    | <u>22,126,877</u>    |
| <b>Net result for the period</b>  | 24b  | <u>9,773,088</u>     | <u>1,422,895</u>     | <u>2,210,241</u>     |
| <b>Other comprehensive income for the period</b>                                |      |                      |                      |                      |
| <i>Items that will not be reclassified subsequently to profit or loss</i>       |      |                      |                      |                      |
| Changes on revaluation of non-current assets                                    | 16   | 33,911,281           | –                    | –                    |
| <b>Total comprehensive income for the period</b>                                |      | <u>43,684,369</u>    | <u>1,422,895</u>     | <u>2,210,241</u>     |

## Statement of financial position

as at 30 June 2025

|  | Note | 2025<br>\$           | 2024<br>\$           |
|--|------|----------------------|----------------------|
| <b>Assets</b>                                |      |                      |                      |
| <b>Current assets</b>                        |      |                      |                      |
| Cash and cash equivalents                    | 3    | 25,359,697           | 46,473,335           |
| Trade and other receivables                  | 5    | 14,225,749           | 13,404,329           |
| Other financial assets                       | 4a   | 118,000,000          | 99,000,000           |
| Inventories                                  | 6    | 325,094              | 463,103              |
| <b>Total current assets</b>                  |      | <b>157,910,540</b>   | <b>159,340,767</b>   |
| <b>Non-current assets</b>                    |      |                      |                      |
| Trade and other receivables                  | 5    | 1,921,827            | 1,836,187            |
| Other financial assets                       | 4b   | 307,312              | 315,410              |
| Inventories                                  | 6    | 1,277,377            | 1,206,977            |
| Property, plant and equipment                | 7    | 342,364,759          | 288,836,150          |
| Infrastructure                               | 8    | 1,107,986,505        | 1,100,618,339        |
| Right of use assets                          | 10a  | 826,998              | –                    |
| Intangible assets                            | 11   | 160,045              | 543,447              |
| <b>Total non-current assets</b>              |      | <b>1,454,844,823</b> | <b>1,393,356,510</b> |
| <b>Total assets</b>                          | 24c  | <b>1,612,755,363</b> | <b>1,552,697,277</b> |
| <b>Liabilities</b>                           |      |                      |                      |
| <b>Current liabilities</b>                   |      |                      |                      |
| Trade and other payables                     | 12   | 20,660,305           | 20,387,341           |
| Contract, grant and contribution liabilities | 13   | 493,793              | 104,253              |
| Capital grant/contributions liabilities      | 13   | 4,682,376            | 2,516,566            |
| Lease liabilities                            | 10b  | 183,073              | –                    |
| Current portion of long term borrowings      | 14   | 27,055,367           | 15,387,863           |
| Employee related provisions                  | 15   | 12,408,536           | 11,903,469           |
| <b>Total current liabilities</b>             |      | <b>65,483,450</b>    | <b>50,299,492</b>    |
| <b>Non-current liabilities</b>               |      |                      |                      |
| Contract, grant and contribution liabilities | 13   | 42,000               | 42,000               |
| Capital grant/contributions liabilities      | 13   | 23,453,403           | 24,313,164           |
| Lease liabilities                            | 10b  | 614,583              | –                    |
| Long term borrowings                         | 14   | 6,481,883            | 5,189,191            |
| Employee related provisions                  | 15   | 789,406              | 647,161              |
| <b>Total non-current liabilities</b>         |      | <b>31,381,275</b>    | <b>30,191,516</b>    |
| <b>Total liabilities</b>                     |      | <b>96,864,725</b>    | <b>80,491,008</b>    |
| <b>Net assets</b>                            |      | <b>1,515,890,638</b> | <b>1,472,206,269</b> |
| <b>Equity</b>                                |      |                      |                      |
| Retained surplus                             |      | 425,666,378          | 408,520,753          |
| Cash-backed reserves                         | 28   | 121,950,218          | 126,785,775          |
| Revaluation surplus                          | 16   | 968,274,042          | 936,899,741          |
| <b>Total equity</b>                          |      | <b>1,515,890,638</b> | <b>1,472,206,269</b> |

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

## Statement of changes in equity

for the year ended 30 June 2025

|  | Note | Retained surplus<br>\$ | Reserves Cash Backed<br>\$ | Revaluation surplus<br>\$ | Total Equity<br>\$   |
|--|------|------------------------|----------------------------|---------------------------|----------------------|
| Balance as at 1 July 2023                        |      | 413,004,516            | 118,551,588                | 938,439,924               | 1,469,996,028        |
| <b>Restated balance as at 1 July</b>             |      | <b>413,004,516</b>     | <b>118,551,588</b>         | <b>938,439,924</b>        | <b>1,469,996,028</b> |
| <b>Comprehensive income for the period</b>       |      |                        |                            |                           |                      |
| <b>Net result for the period</b>                 |      | 2,210,241              | –                          | –                         | 2,210,241            |
| Changes on revaluation of Non-current Assets     | 16   | –                      | –                          | –                         | –                    |
| <b>Other comprehensive income for the period</b> |      | –                      | –                          | –                         | –                    |
| <b>Total comprehensive income</b>                |      | <b>2,210,241</b>       | <b>–</b>                   | <b>–</b>                  | <b>2,210,241</b>     |
| Revaluation write back on disposals              | 16   | 1,540,183              | –                          | (1,540,183)               | –                    |
| Transfers to reserve accounts                    | 28   | (25,166,016)           | 25,166,016                 | –                         | –                    |
| Transfers from reserve accounts                  | 28   | 16,931,829             | (16,931,829)               | –                         | –                    |
| <b>Balance as at 30 June 2024</b>                |      | <b>408,520,753</b>     | <b>126,785,775</b>         | <b>936,899,741</b>        | <b>1,472,206,269</b> |
| Balance as at 1 July 2024                        |      | 408,520,753            | 126,785,775                | 936,899,741               | 1,472,206,269        |
| <b>Comprehensive income for the period</b>       |      |                        |                            |                           |                      |
| <b>Net result for the period</b>                 |      | 9,773,088              | –                          | –                         | 9,773,088            |
| Changes on revaluation of Non-current Assets     | 16   | –                      | –                          | 33,911,281                | 33,911,281           |
| <b>Total comprehensive income</b>                |      | <b>9,773,088</b>       | <b>–</b>                   | <b>33,911,281</b>         | <b>43,684,369</b>    |
| Revaluation write back on disposals              | 16   | 2,536,980              | –                          | (2,536,980)               | –                    |
| Transfers to reserve accounts                    | 28   | (22,432,378)           | 20,432,378                 | –                         | (2,000,000)          |
| Transfers from reserve accounts                  | 28   | 27,267,935             | (25,267,935)               | –                         | 2,000,000            |
| <b>Balance as at 30 June 2025</b>                |      | <b>425,666,378</b>     | <b>121,950,218</b>         | <b>968,274,042</b>        | <b>1,515,890,638</b> |

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

## Statement of cash flows

for the year ended 30 June 2025

|   | Note | 2025<br>Actual<br>\$ | 2024<br>Actual<br>\$ |
|---|------|----------------------|----------------------|
| <b>Cash flows from operating activities</b>               |      |                      |                      |
| <b>Receipts</b>   |      |                      |                      |
| Rates   |      | 83,007,772           | 78,573,109           |
| Grants, subsidies and contributions                       |      | 7,169,348            | 7,587,603            |
| Fees and charges  |      | 30,931,811           | 29,228,417           |
| Interest earnings   |      | 8,415,679            | 6,753,166            |
| Goods and services tax                                    |      | 10,619,596           | 7,937,728            |
| Other revenue   |      | 1,330,268            | 537,105              |
|   |      | <u>141,474,474</u>   | <u>130,617,128</u>   |
| <b>Payments</b>   |      |                      |                      |
| Employee costs  |      | (59,369,178)         | (56,731,408)         |
| Materials and contracts                                   |      | (44,782,375)         | (41,200,623)         |
| Utility charges   |      | (4,942,054)          | (5,007,332)          |
| Finance costs   |      | 277,898              | (53,117)             |
| Insurance paid  |      | (1,256,362)          | (1,144,537)          |
| Goods and services tax paid                               |      | (10,564,710)         | (8,039,617)          |
| Other expenditure   |      | (5,401,491)          | (7,455,388)          |
|   |      | <u>(126,038,272)</u> | <u>(119,632,022)</u> |
| <b>Net cash provided by operating activities</b>          | 17b  | <u>15,436,202</u>    | <u>10,985,106</u>    |
| <b>Cash flows from investing activities</b>               |      |                      |                      |
| <b>Payments</b>   |      |                      |                      |
| Payments for construction of infrastructure               | 8a   | (26,902,112)         | (16,374,134)         |
| Payments for financial assets at amortised cost           |      | (175,000,000)        | (133,000,000)        |
| Payments for purchase of property, plant & equipment      | 7a   | (22,100,496)         | (22,672,140)         |
| <b>Receipts</b>   |      |                      |                      |
| Proceeds from capital grants, subsidies and contributions |      | 17,985,727           | 19,598,927           |
| Proceeds from matured term deposits                       |      | 156,000,000          | 122,000,000          |
| Proceeds from assets disposals                            |      | 566,605              | 1,127,359            |
| <b>Net cash (used in) investment activities</b>           |      | <u>(49,450,276)</u>  | <u>(29,319,988)</u>  |
| <b>Cash flows from financing activities</b>               |      |                      |                      |
| <b>Payments</b>   |      |                      |                      |
| Repayment of loan facilities                              | 27a  | (991,519)            | (976,618)            |
| Repayment of lease liabilities                            | 27d  | (59,760)             | (1,204)              |
| <b>Receipts</b>   |      |                      |                      |
| Proceeds from loan facilities                             | 27a  | 13,951,715           | 14,396,344           |
| <b>Net cash provided by financing activities</b>          |      | <u>12,900,436</u>    | <u>13,418,522</u>    |
| <b>Net (decrease) in cash held</b>                        |      | <u>(21,113,638)</u>  | <u>(4,916,360)</u>   |
| Cash at beginning of year                                 |      | 46,473,335           | 51,389,695           |
| <b>Cash and cash equivalents at the end of the year</b>   | 3    | <u>25,359,697</u>    | <u>46,473,335</u>    |

## Statement of financial activity

for the year ended 30 June 2025

|   | Note | 2025<br>Actual<br>\$ | 2025<br>Budget<br>\$ | 2024<br>Actual<br>\$ |
|---|------|----------------------|----------------------|----------------------|
| <b>OPERATING ACTIVITIES</b>   |      |                      |                      |                      |
| <b>Revenue from operating activities</b>  |      |                      |                      |                      |
| General rates   | 25   | 82,239,038           | 82,395,144           | 77,878,763           |
| Rates excluding general rates   | 25   | 405,461              | 387,833              | 445,853              |
| Grants, subsidies and contributions   |      | 6,847,917            | 7,226,457            | 7,529,191            |
| Fees and charges  |      | 30,911,229           | 30,430,139           | 28,424,645           |
| Interest revenue  |      | 8,452,108            | 5,691,041            | 7,795,155            |
| Other revenue   |      | 411,750              | 2,000                | 537,105              |
| Profit on asset disposals   |      | 514,124              | 519,170              | 723,840              |
| Fair value adjustments to financial assets at fair value through profit or loss | 4b   | 780                  | –                    | 4,204                |
|   |      | <b>129,782,407</b>   | <b>126,651,784</b>   | <b>123,338,756</b>   |
| <b>Expenditure from operating activities</b>                                    |      |                      |                      |                      |
| Employee costs  |      | 60,214,865           | 59,984,579           | 56,810,744           |
| Materials and contracts   |      | 44,058,086           | 45,672,419           | 40,607,278           |
| Utility charges   |      | 4,942,054            | 5,238,970            | 5,007,332            |
| Amortisation and depreciation   |      | 31,726,725           | 30,614,786           | 31,394,588           |
| Interest expenses   |      | 165,616              | 137,782              | 107,481              |
| Insurance expenses  |      | 1,256,362            | 1,308,558            | 1,144,537            |
| Other expenses  |      | 5,401,715            | 1,492,139            | 7,455,388            |
| Loss on asset disposals   |      | 1,879,995            | 104,165              | 1,195,720            |
| Loss on revaluation of non-current assets                                       |      | 8,878                | –                    | 5,725                |
|   |      | <b>149,654,296</b>   | <b>144,553,398</b>   | <b>143,728,793</b>   |
| <b>Non-cash amounts excluded from operating activities</b>                      |      |                      |                      |                      |
| Non-cash amounts excluded from operating activities                             | 26   | 33,995,444           | 30,441,426           | 35,926,465           |
| <b>Amount attributable to operating activities</b>                              |      | <b>14,123,555</b>    | <b>12,539,812</b>    | <b>15,536,428</b>    |
| <b>INVESTING ACTIVITIES</b>   |      |                      |                      |                      |
| <b>Inflows from investing activities</b>  |      |                      |                      |                      |
| Capital grants, subsidies and contributions                                     |      | 27,339,111           | 17,031,828           | 21,478,236           |
| Proceeds from asset disposals   |      | 580,686              | 2,549,000            | 1,127,359            |
| Public Open Space Cash-in-Lieu contributions                                    |      | 2,234,134            | 2,290,376            | 1,122,042            |
|   |      | <b>30,153,931</b>    | <b>21,871,204</b>    | <b>23,727,637</b>    |
| <b>Outflows from investing activities</b>                                       |      |                      |                      |                      |
| Acquisition of property, plant and equipment                                    | 7a   | (33,520,865)         | (35,910,395)         | (24,463,147)         |
| Acquisition of infrastructure   | 8a   | (26,902,112)         | (28,086,340)         | (23,956,078)         |
| Right of use assets received - non cash   | 10a  | (857,418)            | –                    | –                    |
|   |      | <b>(61,280,395)</b>  | <b>(63,996,735)</b>  | <b>(48,419,225)</b>  |
| Non-cash amounts excluded from investing activities                             | 26   | 857,418              | –                    | 265,885              |
| <b>Amount attributable to investing activities</b>                              |      | <b>(30,269,046)</b>  | <b>(42,125,531)</b>  | <b>(24,425,703)</b>  |

## Statement of financial activity (continued)

for the year ended 30 June 2025

|  | Note | 2025<br>Actual<br>\$ | 2025<br>Budget<br>\$ | 2024<br>Actual<br>\$ |
|--|------|----------------------|----------------------|----------------------|
| <b>FINANCING ACTIVITIES</b>                                  |      |                      |                      |                      |
| <b>Inflows from financing activities</b>                     |      |                      |                      |                      |
| Proceeds from loan facilities                                | 27a  | 13,951,715           | 10,882,320           | 14,396,344           |
| Transfers from reserve accounts                              | 28   | 25,267,935           | 29,088,797           | 16,931,829           |
| Proceeds from new leases - non cash                          | 27d  | 857,418              | –                    | –                    |
|  |      | <b>40,077,068</b>    | <b>39,971,117</b>    | <b>31,328,173</b>    |
| <b>Outflows from financing activities</b>                    |      |                      |                      |                      |
| Repayment of loan facilities                                 | 27a  | (991,519)            | (991,519)            | (976,618)            |
| Payments for principal portion of lease liabilities          | 27d  | (59,758)             | –                    | (1,204)              |
| Transfers to reserve accounts                                | 28   | (20,432,378)         | (9,814,804)          | (25,166,016)         |
|  |      | <b>(21,483,655)</b>  | <b>(10,806,323)</b>  | <b>(26,143,838)</b>  |
| Non-cash amounts excluded from financing activities          |      | (857,418)            | –                    | –                    |
| <b>Amount attributable to financing activities</b>           |      | <b>17,735,995</b>    | <b>29,164,794</b>    | <b>5,184,335</b>     |
| <b>MOVEMENT IN SURPLUS OR DEFICIT</b>                        |      |                      |                      |                      |
| <b>Surplus or deficit at the start of the financial year</b> | 26   | (2,207,290)          | 420,925              | 1,497,650            |
| Amount attributable to operating activities                  |      | 14,123,555           | 12,539,812           | 15,536,428           |
| Amount attributable to investing activities                  |      | (30,269,046)         | (42,125,531)         | (24,425,703)         |
| Amount attributable to financing activities                  |      | 17,735,995           | 29,164,794           | 5,184,335            |
| <b>Surplus/(deficit) after imposition of general rates</b>   | 26   | <b>(616,786)</b>     | <b>–</b>             | <b>(2,207,290)</b>   |

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

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 1. Basis of preparation

The financial report comprises general purpose financial statements which have been prepared in accordance with the *Local Government Act 1995* ("the Act") and accompanying regulations.

**LOCAL GOVERNMENT ACT 1995 REQUIREMENTS**

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

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

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

- land and buildings classified as property, plant and equipment; or
- infrastructure; or
- vested improvements that the local government controls; and measured at reportable value; are only required to be revalued every five years. Revaluating these non-financial assets every five years is a departure from AASB 116 *Property, Plant & Equipment*, which would have required the city to assess at each reporting date whether the carrying amount of the above mentioned non-financial assets materially differs from their fair value and, if so, revalue the class of non-financial assets.

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

**Critical accounting estimates and judgements**

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

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

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

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

- Fair value measurement of assets carried at reportable value including:
  - Property, plant and equipment - note 7
  - Infrastructure - note 8
  - Expected credit losses on financial assets - note 5
  - Assets held for sale - note 7
  - Impairment losses of non-financial assets - note 8 and 9
  - Estimated useful life of intangible assets - note 11
  - Measurement of employee benefits - note 15

Fair value hierarchy information can be found in note 28.

**The local government reporting entity**

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 29 to these financial statements.

**Initial application of accounting standards**

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

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

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

These amendments have no material impact on the current annual financial report.

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

## Notes to the Financial Report

for the year ended 30 June 2025

### Note 1. Basis of preparation (continued)

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

- *AASB 2014-10 Amendments to Australian Accounting Standards-Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
- *AASB 2020-1 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current*
- *AASB 2021-7c Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]*
- *AASB 2022-5 Amendments to Australian Accounting Standards - Lease Liability in a Sale and Leaseback*
- *AASB 2022-6 Amendments to Australian Accounting Standards - Non-current Liabilities with Covenants*

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

- *AASB 2022 -10 Amendments to Australian Accounting Standards -Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities*

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

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

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

## City of Gosnells

### Notes to the Financial Report

for the year ended 30 June 2025

#### Note 2. Revenue and expenses

##### (a) Revenue

###### **Contracts with customers**

###### **Grants, subsidies and contributions**

The City receives:

- Financial assistance grants;
- Operating grants, subsidies and contributions to deliver various programs and events within the City; and
- Non-operating grants, subsidies and contributions to acquire or construct recognisable non-financial assets to be controlled by the City.

Financial Assistance Grants are recognised when monies are received as the City does not have an obligation to refund the monies.

The City has an obligation to refund monies for operating and non-operating grants, subsidies and contributions. Revenue is recognised over time when the City satisfies its performance obligation under the grant and contribution contract. The payment terms vary for different contracts and is based on agreed milestones and reporting.

###### **Rates Revenue**

Rates revenue is recognised on commencement of the rating period. Rates are, until the taxable event for the rates has occurred, refundable at the request of the ratepayer. Rates are payable 35 days after the rate notice date. Rates revenue is not refundable except if the amount is recognised as prepaid rates.

###### **Fees and charges**

Fees and charges revenue relates to fees from the use of facilities and charges made for local government services, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees.

Revenue is recognised when the services or goods are provided. The payment and refund terms vary for different fees and charges and is based on the terms and conditions.

###### **Interest earnings**

Interest earned is recognised on an accruals basis taking into account interest rates applicable to the financial assets. Interest on the municipal account and notice savers are paid monthly and interest on term deposits are paid when the term deposits mature.

###### **Other revenue**

Other revenue relates to sale of minor equipment, discounts and rebates received. Revenue is recognised when the sale of minor equipment occurs or when discount and rebate is received. Other revenue is paid immediately when the discount, rebates or sale of minor equipment is received.

###### **POS - Cash in Lieu contributions**

POS - Cash in Lieu contributions are relates to funds collected prior to 12 September 2020 in lieu of the provision of public open space. The funds are collected in accordance with section 154 of the Planning and Development Act 2005 and are recognised as trust (refer to Note 29). The revenue is recognised at a point in time once the capital expenditure has been incurred.

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 2. Revenue and expenses (continued)

## (a) Revenue (continued)

**Revenue Recognition**

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

The table below shows the revenue recognised during the year.

| <b>Nature</b>                               | <b>Contracts with customers</b> | <b>Capital grant/ contributions</b> | <b>Statutory requirements</b> | <b>Other</b>       | <b>Total</b>       |
|---|---------------------------------|-------------------------------------|-------------------------------|--------------------|--------------------|
| <b>For the year ended 30 June 2025</b>      |                                 |                                     |                               |                    |                    |
| Rates                                       | –                               | –                                   | 82,644,499                    | –                  | 82,644,499         |
| Grants, subsidies and contributions         | 814,824                         | –                                   | –                             | 6,033,093          | 6,847,917          |
| Fees and charges                            | 6,834,550                       | –                                   | 24,076,716                    | (37)               | 30,911,229         |
| Interest revenue                            | –                               | –                                   | –                             | 8,452,108          | 8,452,108          |
| Other revenue                               | –                               | –                                   | –                             | 411,750            | 411,750            |
| POS - CIL Contributions                     | –                               | 2,234,134                           | –                             | –                  | 2,234,134          |
| Capital grants, subsidies and contributions | –                               | 26,997,905                          | –                             | 341,206            | 27,339,111         |
| <b>Total</b>                                | <b>7,649,374</b>                | <b>29,232,039</b>                   | <b>106,721,215</b>            | <b>15,238,120</b>  | <b>158,840,748</b> |
| <b>For the year ended 30 June 2024</b>      |                                 |                                     |                               |                    |                    |
| Rates                                       | –                               | –                                   | 78,324,616                    | –                  | 78,324,616         |
| Grants, subsidies and contributions         | 581,445                         | –                                   | –                             | 6,947,746          | 7,529,191          |
| Fees and charges                            | 6,480,623                       | –                                   | 21,944,022                    | –                  | 28,424,645         |
| Interest revenue                            | –                               | –                                   | –                             | 7,795,155          | 7,795,155          |
| Other revenue                               | –                               | –                                   | –                             | 537,105            | 537,105            |
| POS - CIL Contributions                     | –                               | 1,122,042                           | –                             | –                  | 1,122,042          |
| Capital grants, subsidies and contributions | –                               | 21,478,236                          | –                             | –                  | 21,478,236         |
| <b>Total</b>                                | <b>7,062,068</b>                | <b>22,600,278</b>                   | <b>100,268,638</b>            | <b>15,280,006</b>  | <b>145,210,990</b> |
|   |                                 |                                     | <b>2025 Actual</b>            | <b>2025 Budget</b> | <b>2024 Actual</b> |
|   |                                 |                                     | \$                            | \$                 | \$                 |

**Assets and services acquired below fair value**

|                    |                   |          |                  |
|--------------------|-------------------|----------|------------------|
| Contributed assets | 18,517,367        | –        | 7,058,481        |
|                    | <b>18,517,367</b> | <b>–</b> | <b>7,058,481</b> |

**Interest revenue**

|                                       |                  |                  |                  |
|---------------------------------------|------------------|------------------|------------------|
| Reserve funds                         | 6,511,195        | 3,750,041        | 6,264,257        |
| Other funds                           | 1,048,212        | 1,355,000        | 970,242          |
| Rates instalment and penalty interest | 892,701          | 586,000          | 560,656          |
| <b>Total interest earnings</b>        | <b>8,452,108</b> | <b>5,691,041</b> | <b>7,795,155</b> |

Notes to the Financial Report

for the year ended 30 June 2025

Note 2. Revenue and expenses (continued)

(a) Revenue (continued)

**Service charges**

The City did not impose any service charges in 2024/25.

|                      | <b>2025</b><br><b>Actual</b><br>\$ | <b>2025</b><br><b>Budget</b><br>\$ | <b>2024</b><br><b>Actual</b><br>\$ |
|----------------------|------------------------------------|------------------------------------|------------------------------------|
| <b>Other revenue</b> |                                    |                                    |                                    |
| Discount received    | 5,017                              | –                                  | 122                                |
| Others               | 406,733                            | 2,000                              | 536,983                            |
|                      | <u>411,750</u>                     | <u>2,000</u>                       | <u>537,105</u>                     |

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 2. Revenue and expenses (continued)

## (b) Expenses

|  | 2025<br>Actual<br>\$ | 2025<br>Budget<br>\$ | 2024<br>Actual<br>\$ |
|--|----------------------|----------------------|----------------------|
| <b>Materials and contracts</b>                 |                      |                      |                      |
| <b>Auditors remuneration</b>                   |                      |                      |                      |
| - Audit of the annual financial report         | 123,296              | 162,000              | 125,200              |
| - Audit of grant acquittals                    | 4,757                | 3,000                | 1,100                |
| <b>Total Auditors remuneration</b>             | <b>128,053</b>       | <b>165,000</b>       | <b>126,300</b>       |
| <b>Other</b>                                   |                      |                      |                      |
| Materials                                      | 9,655,740            | 5,711,095            | 7,094,027            |
| Other  | 34,274,293           | 39,796,324           | 33,386,951           |
| <b>Total</b>                                   | <b>44,058,086</b>    | <b>45,672,419</b>    | <b>40,607,278</b>    |
| <b>Employee costs</b>                          |                      |                      |                      |
| Employee benefit costs                         | 198,712              | 201,985              | 224,195              |
| Wages and salaries                             | 42,976,569           | 43,468,944           | 40,108,186           |
| Employee leave entitlements                    | 6,970,755            | 6,531,201            | 6,979,090            |
| Superannuation                                 | 7,070,693            | 7,091,487            | 6,479,166            |
| Workers' compensation insurance                | 542,811              | 559,696              | 542,429              |
| Overtime                                       | 1,283,947            | 816,699              | 1,315,488            |
| Protective clothing and uniforms               | 167,135              | 156,764              | 179,760              |
| Recruitment costs                              | 35,643               | 29,000               | 32,394               |
| Training costs (other than salaries and wages) | 406,055              | 617,380              | 435,159              |
| Other employee costs                           | 562,545              | 511,423              | 514,877              |
| <b>Total employee costs</b>                    | <b>60,214,865</b>    | <b>59,984,579</b>    | <b>56,810,744</b>    |
| <b>Finance costs</b>                           |                      |                      |                      |
| Operating - Interest on loan facilities        | 142,000              | 128,259              | 107,421              |
| Operating - Interest on lease liabilities      | 23,616               | 9,523                | 60                   |
| <b>Total</b>                                   | <b>165,616</b>       | <b>137,782</b>       | <b>107,481</b>       |
| Capital interest on loan facilities            | 1,115,263            | 807,379              | -                    |

During the year, borrowing costs incurred in relation to the Southern River Business Park development were capitalised in accordance with AASB 123 Borrowing Costs. The amount capitalised represents finance costs on borrowings specifically drawn to fund the capital works.

Notes to the Financial Report

for the year ended 30 June 2025

Note 2. Revenue and expenses (continued)

(b) Expenses (continued)

|                                       | Note | 2025<br>Actual<br>\$ | 2025<br>Budget<br>\$ | 2024<br>Actual<br>\$ |
|---------------------------------------|------|----------------------|----------------------|----------------------|
| <b>Other expenditure</b>              |      |                      |                      |                      |
| Elected Members remuneration          | 20a  | 636,420              | 650,650              | 613,728              |
| Election expenditure                  |      | –                    | –                    | 404,416              |
| Community sponsorship and donations   |      | 458,732              | 537,077              | 555,297              |
| Rate waivers                          |      | 85,306               | 82,826               | 83,011               |
| Refund of fees and charges            |      | 11,346               | 7,765                | 26,143               |
| ESL council properties                |      | 81,135               | 96,010               | 78,904               |
| Developer contribution reimbursements |      | 3,974,816            | –                    | 5,615,256            |
| Other                                 |      | 153,960              | 115,506              | 78,633               |
| <b>Total other expenses</b>           |      | <b>5,401,715</b>     | <b>1,489,834</b>     | <b>7,455,388</b>     |

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 3. Cash and cash equivalents

|  | Note | 2025<br>\$        | 2024<br>\$        |
|--|------|-------------------|-------------------|
| Cash on hand                             |      | 5,850             | 5,800             |
| Cash at bank                             |      | 18,316,826        | 37,430,514        |
| Term deposits                            |      | 7,037,021         | 9,037,021         |
| <b>Total cash and cash equivalents</b>   | 17   | <b>25,359,697</b> | <b>46,473,335</b> |
| Held as                                  |      |                   |                   |
| - Unrestricted cash and cash equivalents |      | 9,901,210         | 16,216,086        |
| - Restricted cash and cash equivalents   | 17a  | 15,458,487        | 30,257,249        |
| <b>Total</b>                             |      | <b>25,359,697</b> | <b>46,473,335</b> |

**MATERIAL ACCOUNTING POLICIES****Cash and cash equivalents**

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

**Restricted financial assets**

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

## Note 4. Other financial assets

|  | Note | 2025<br>\$         | 2024<br>\$        |
|--|------|--------------------|-------------------|
| <b>(a) Current assets</b>                                    |      |                    |                   |
| Financial assets at fair value through profit or loss        |      | 8,000,000          | —                 |
| <b>Financial assets at fair value through profit or loss</b> |      |                    |                   |
| Managed funds  |      | 8,000,000          | —                 |
|  |      | <b>8,000,000</b>   | <b>—</b>          |
| <b>Financial assets at amortised cost</b>                    |      |                    |                   |
| Term deposits  |      | 110,000,000        | 99,000,000        |
|  |      | <b>110,000,000</b> | <b>99,000,000</b> |
| Held as  |      |                    |                   |
| - Unrestricted other financial assets at amortised cost      |      | 8,000,000          | —                 |
| - Restricted other financial assets at amortised cost        | 17a  | 110,000,000        | 99,000,000        |
| <b>Total</b>   |      | <b>118,000,000</b> | <b>99,000,000</b> |

**(b) Non current assets****Financial assets at fair value through profit or loss**

|                                       |  |                |                |
|---------------------------------------|--|----------------|----------------|
| Units in Local Government House Trust |  | 199,049        | 207,927        |
| Share in Rivers Regional Council      |  | 108,263        | 107,483        |
|                                       |  | <b>307,312</b> | <b>315,410</b> |

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 4. Other financial assets (continued)

|  | 2025 | 2024 |
|--|------|------|
|  | \$   | \$   |

The equity the City has in the Local Government House Trust ("the Trust") is as a consequence of a contribution towards the cost of purchasing 10 units in the Trust. The total contribution by all Councils towards the cost of the WALGA building was \$582,000. There are 620 units in the Trust.

Changes in fair value of units in the Trust have been recognised based on the audited financial statements of the Trust as at 30 June 2024 as the audited financial statements as at 30 June 2025 were not available at the time of the preparation of the financial report. Changes in the fair value of units in the Trust as at 30 June 2025 are unlikely to be material.

The City's investment in Rivers Regional Council (the "Council") represents a 30.79% share in Net Assets of \$353,424. Changes in fair value of the share in Rivers Regional Council have been recognised based on the audited financial statements of the Council as at 30 June 2024 as the audited financial statements as at 30 June 2025 were not available at the time of the preparation of the financial report. Changes in the fair value of units in the Council as at 30 June 2025 are unlikely to be material.

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

|                                       |                |                |
|---------------------------------------|----------------|----------------|
| Opening balance                       | 315,410        | 316,931        |
| Share in River Regional Council       | 780            | 4,204          |
| Units in Local Government House Trust | (8,878)        | (5,725)        |
| <b>Closing balance</b>                | <b>307,312</b> | <b>315,410</b> |

**MATERIAL ACCOUNTING POLICIES****Other financial assets at amortised cost**

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

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

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

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

- Equity investments which the City has not elected to recognise as fair value gains and losses through other comprehensive income.

**Impairment and risk exposure**

Information regarding impairment and exposure to risk can be found at Note 21.

## City of Gosnells

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 5. Trade and other receivables

|   | 2025              | 2024              |
|---|-------------------|-------------------|
|   | \$                | \$                |
| <b>Current</b>                          |                   |                   |
| Rates receivables                       | 7,257,699         | 7,406,385         |
| Sundry receivables                      | 1,546,288         | 1,144,694         |
| Allowance for impairment of receivables | (9,814)           | (9,814)           |
| GST receivables                         | 739,154           | 794,040           |
| Accrued revenue                         | 1,056,923         | 159,310           |
| Accrued interest on term deposits       | 3,123,452         | 3,369,635         |
| Prepayments                             | 485,995           | 465,882           |
| Capital grant receivables               | 26,052            | 74,197            |
|   | <u>14,225,749</u> | <u>13,404,329</u> |
| <b>Non-current</b>                      |                   |                   |
| Pensioner's rates and ESL deferred      | 1,921,827         | 1,836,187         |
| Sundry Receivables                      | –                 | –                 |
|   | <u>1,921,827</u>  | <u>1,836,187</u>  |

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

Information about receivables from contracts with customers is:

|  | 30 June<br>2025 | 30 June<br>2024 | 1 July<br>2023 |
|--|-----------------|-----------------|----------------|
|  | Actual          | Actual          | Actual         |
|  | \$              | \$              | \$             |
| Trade and other receivables from contracts with customers              | 643,157         | 586,026         | 558,686        |
| Contract Assets  | 26,052          | 74,197          | –              |
| Allowance for credit losses of trade receivables                       | (1,873)         | (1,873)         | (1,873)        |
| <b>Total trade and other receivables from contracts with customers</b> | <u>667,336</u>  | <u>658,350</u>  | <u>556,813</u> |

**MATERIAL ACCOUNTING POLICIES****Rates and sundry receivables**

Rates and sundry receivables include amounts due from ratepayers for unpaid rates and other amounts receivable from third parties under contractual arrangements for goods sold and services performed in the ordinary course of business.

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

**Accrued revenue**

Accrued revenue is recognised when the City has yet to receive payment for goods or services provided. It includes accrued interest income and royalties.

**Capital grant receivables**

Capital grant receivables are recognised when money has been spent by the City to acquire or construct non-financial assets that are controlled by the City and the City is entitled to, but has not yet received those capital funds from the grantor.

**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 21.

## Notes to the Financial Report

for the year ended 30 June 2025

### Note 5. Trade and other receivables (continued)

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**Measurement**

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

**Classification and subsequent measurement**

Receivables 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.

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 the Financial Report

for the year ended 30 June 2025

## Note 6. Inventories

|  | 2025             | 2024             |
|--|------------------|------------------|
|  | \$               | \$               |
| <b>Current</b>                                   |                  |                  |
| Fuel and materials                               | 325,094          | 463,103          |
| <b>Total current inventories</b>                 | <b>325,094</b>   | <b>463,103</b>   |
| <b>Non-current</b>                               |                  |                  |
| Land under development and developed land - cost |                  |                  |
| - Acquisition cost                               | 1,277,377        | 1,206,977        |
| <b>Total non-current inventories</b>             | <b>1,277,377</b> | <b>1,206,977</b> |

The following movements in inventories occurred during the year:

|                                      |                  |                  |
|--------------------------------------|------------------|------------------|
| <b>Carrying amount at 1 July</b>     | <b>1,670,080</b> | <b>1,578,053</b> |
| Inventories expensed during the year | (1,676,793)      | (1,845,742)      |
| Reclassification                     | 70,401           | (23,791)         |
| Stock adjustments during the year    | (82,978)         | (48,452)         |
| Additions to fuel and materials      | 1,621,761        | 1,986,221        |
| Sale/disposals of inventory          | -                | 23,791           |
| <b>Carrying amount at 30 June</b>    | <b>1,602,471</b> | <b>1,670,080</b> |

**MATERIAL ACCOUNTING POLICIES****General**

Inventories are measured at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

**Land under development and developed land**

Land under development and developed land is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Borrowing costs and holding charges incurred after development is completed are expensed.

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

Land under development and developed land is classified as current except where it is held as non-current based on the Council's intentions to release for sale.

There is no movement in the non-current land under development balance as there is no intention to sell any land under development in the next 12 months.

Notes to the Financial Report  
for the year ended 30 June 2025

Note 7a. Movements in balances

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

|   | Note | Assets not subject to operating lease |                           |                          |                    | Total Property            |                         |                     | Plant and equipment |  | Total property, plant and equipment |
|---|------|---------------------------------------|---------------------------|--------------------------|--------------------|---------------------------|-------------------------|---------------------|---------------------|--|-------------------------------------|
|   |      | Land                                  | Buildings non-specialised | Works in Progress - Land | Land               | Buildings non-specialised | Furniture and equipment | Plant and equipment | \$                  |  |                                     |
| <b>Measurement basis</b>                                  |      |                                       |                           |                          |                    |                           |                         |                     |                     |  |                                     |
| <b>Balance at 1 July 2023</b>                             |      | 141,168,620                           | 118,360,677               | -                        | 141,168,620        | 118,360,677               | 3,908,043               | 9,471,413           | 272,908,753         |  |                                     |
| Additions - Completed Works                               |      | 1,375,563                             | 1,852,334                 | -                        | 1,375,563          | 1,852,334                 | 422,326                 | 3,814,997           | 7,465,220           |  |                                     |
| Disposals   | 10d  | (22,837)                              | (118,346)                 | -                        | (22,837)           | (118,346)                 | -                       | (492,713)           | (633,896)           |  |                                     |
| Depreciation  | 10a  | -                                     | (5,148,084)               | -                        | -                  | (5,148,084)               | (1,207,227)             | (2,559,470)         | (8,914,781)         |  |                                     |
| Additions - Works in Progress                             |      | -                                     | 1,012,104                 | 16,696,808               | 16,696,808         | 1,012,104                 | 278,151                 | -                   | 17,987,063          |  |                                     |
| <b>Carrying amount at 30 June 2024</b>                    |      | <b>142,545,137</b>                    | <b>115,958,685</b>        | <b>16,696,808</b>        | <b>159,241,945</b> | <b>115,958,685</b>        | <b>3,401,293</b>        | <b>10,234,227</b>   | <b>288,836,150</b>  |  |                                     |
| <b>Comprises:</b>   |      |                                       |                           |                          |                    |                           |                         |                     |                     |  |                                     |
| Gross carrying amount at 30 June 2024                     |      | 142,545,137                           | 219,615,984               | 16,696,808               | 159,241,945        | 219,615,984               | 18,539,763              | 23,506,045          | 420,903,737         |  |                                     |
| Less: Accumulated depreciation at 30 June 2024            |      | -                                     | (103,657,299)             | -                        | -                  | (103,657,299)             | (15,138,470)            | (13,271,818)        | (132,067,587)       |  |                                     |
| <b>Carrying amount at 30 June 2024</b>                    | 8b   | <b>142,545,137</b>                    | <b>115,958,685</b>        | <b>16,696,808</b>        | <b>159,241,945</b> | <b>115,958,685</b>        | <b>3,401,293</b>        | <b>10,234,227</b>   | <b>288,836,150</b>  |  |                                     |
| <b>Measurement basis</b>                                  |      |                                       |                           |                          |                    |                           |                         |                     |                     |  |                                     |
| <b>Balance at 1 July 2024</b>                             |      | 142,545,137                           | 115,958,685               | 16,696,808               | 159,241,945        | 115,958,685               | 3,401,293               | 10,234,227          | 288,836,150         |  |                                     |
| Additions - Completed Works                               |      | 2,843,151                             | 3,146,647                 | -                        | 2,843,151          | 3,146,647                 | 552,130                 | 3,598,616           | 10,140,544          |  |                                     |
| Disposals   | 10d  | (12,072)                              | (52,975)                  | -                        | (12,072)           | (52,975)                  | -                       | (73,625)            | (138,672)           |  |                                     |
| Revaluation increments transferred to revaluation surplus | 19   | 33,911,281                            | -                         | -                        | 33,911,281         | -                         | -                       | -                   | 33,911,281          |  |                                     |
| Depreciation  | 10a  | -                                     | (5,102,721)               | -                        | -                  | (5,102,721)               | (802,764)               | (2,683,476)         | (8,588,961)         |  |                                     |
| Additions - Works in Progress                             |      | -                                     | 6,841,276                 | 11,311,304               | 11,311,304         | 6,841,276                 | 51,837                  | -                   | 18,204,417          |  |                                     |
| <b>Carrying amount at 30 June 2025</b>                    |      | <b>179,287,497</b>                    | <b>120,790,912</b>        | <b>28,008,112</b>        | <b>207,295,609</b> | <b>120,790,912</b>        | <b>3,202,496</b>        | <b>11,075,742</b>   | <b>342,364,759</b>  |  |                                     |
| <b>Comprises:</b>   |      |                                       |                           |                          |                    |                           |                         |                     |                     |  |                                     |
| Gross carrying amount at 30 June 2025                     |      | 179,287,497                           | 227,954,486               | 28,008,112               | 207,295,609        | 227,954,486               | 18,616,730              | 25,629,366          | 479,496,191         |  |                                     |
| Less: Accumulated depreciation at 30 June 2025            |      | -                                     | (107,163,574)             | -                        | -                  | (107,163,574)             | (15,414,234)            | (14,553,624)        | (137,131,432)       |  |                                     |
| <b>Carrying amount at 30 June 2025</b>                    | 8b   | <b>179,287,497</b>                    | <b>120,790,912</b>        | <b>28,008,112</b>        | <b>207,295,609</b> | <b>120,790,912</b>        | <b>3,202,496</b>        | <b>11,075,742</b>   | <b>342,364,759</b>  |  |                                     |

The City has not received assets at substantially less than fair value.

Notes to the Financial Report  
for the year ended 30 June 2025

Note 7b. Carrying Amount Measurements

| Asset class  | Note | Carrying amount<br>2025<br>\$ | Carrying amount<br>2024<br>\$ | Fair value<br>hierarchy | Valuation technique | Basis of<br>valuation | Date of last<br>valuation | Inputs used   |
|--|------|-------------------------------|-------------------------------|-------------------------|---------------------|-----------------------|---------------------------|---|
| <b>(i) Fair Value - as determined at the last valuation date</b> |      |                               |                               |                         |                     |                       |                           |   |
| <b>Land and buildings</b>  |      |                               |                               |                         |                     |                       |                           |   |
| Land   |      | 170,027,497                   | 132,784,137                   | 2 & 3                   | Market Approach     | Independent Valuation | 30 June 2025              | Price per square metre  |
| Land   |      | 9,260,000                     | 9,761,000                     | 3                       | Income Approach     | Independent Valuation | 30 June 2025              | Price per square metre  |
| <b>Total land</b>  | 8a   | <b>179,287,497</b>            | <b>142,545,137</b>            |                         |                     |                       |                           |   |
| Buildings  |      | 120,790,912                   | 115,958,685                   | 3                       | Cost Approach       | Independent Valuation | 30 June 2022              | Estimates of useful life, pattern of consumption and asset condition and relationship to the assessed level of remaining service potential of the depreciable amount. |
| <b>Total buildings</b>   | 8a   | <b>120,790,912</b>            | <b>115,958,685</b>            |                         |                     |                       |                           |   |

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

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

| Asset class             | Valuation technique | Basis of<br>valuation | Date of last<br>valuation | Inputs used    |
|-------------------------|---------------------|-----------------------|---------------------------|----------------|
| <b>(ii) Cost</b>        |                     |                       |                           |                |
| Furniture and equipment | Cost approach       | Not applicable        | Not applicable            | Not applicable |
| Plant and equipment     | Cost approach       | Not applicable        | Not applicable            | Not applicable |
| Land - Work in Progress | Cost approach       | Not applicable        | Not applicable            | Not applicable |

Notes to the Financial Report  
for the year ended 30 June 2025

Note 8. Infrastructure

(a) Movements in balances

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

|  | Note | Roads, footpaths<br>and kerbs | Bridges (Road)    | Drainage           | Park Development   | Others            | Total                |
|--|------|-------------------------------|-------------------|--------------------|--------------------|-------------------|----------------------|
|  |      | \$                            | \$                | \$                 | \$                 | \$                | \$                   |
| Measurement basis                          |      |                               |                   |                    |                    |                   |                      |
| <b>Balance as at 1 July 2023</b>           |      | 646,528,414                   | 47,303,466        | 269,296,304        | 115,092,188        | 22,778,984        | 1,100,999,356        |
| Additions - Completed Works                |      | 3,472,319                     | -                 | 1,867,278          | 3,795,365          | 88,749            | 9,223,711            |
| Additions - Developer Contributed Assets * |      | 4,225,911                     | -                 | 2,048,381          | 776,487            | 17,702            | 7,068,481            |
| Additions - Works in Progress              |      | 4,470,590                     | -                 | 99,724             | 1,487,595          | 616,842           | 6,674,751            |
| Disposals                                  | 9d   | -                             | -                 | -                  | (922,040)          | (67,093)          | (989,133)            |
| Depreciation                               | 9a   | (9,875,274)                   | (976,400)         | (4,060,830)        | (6,904,561)        | (541,762)         | (22,358,827)         |
| <b>Carrying amount at 30 June 2024</b>     |      | <b>648,821,960</b>            | <b>46,327,066</b> | <b>269,250,857</b> | <b>113,325,034</b> | <b>22,893,422</b> | <b>1,100,618,339</b> |
| <b>Comprises:</b>                          |      |                               |                   |                    |                    |                   |                      |
| Gross carrying amount at 30 June 2024      |      | 765,314,861                   | 81,098,876        | 392,027,361        | 156,196,938        | 30,471,042        | 1,425,109,078        |
| Accumulated depreciation at 30 June 2024   |      | (116,492,901)                 | (34,771,810)      | (122,776,504)      | (42,871,904)       | (7,577,620)       | (324,490,739)        |
| <b>Carrying amount at 30 June 2024</b>     |      | <b>648,821,960</b>            | <b>46,327,066</b> | <b>269,250,857</b> | <b>113,325,034</b> | <b>22,893,422</b> | <b>1,100,618,339</b> |
| <b>Balance as at 1 July 2024</b>           |      |                               |                   |                    |                    |                   |                      |
| Additions - Completed Works                |      | 2,756,735                     | -                 | 759,415            | 2,112,478          | 1,230,462         | 6,859,090            |
| Additions - Developer Contributed Assets * |      | 7,249,135                     | -                 | 3,453,655          | 7,814,577          | -                 | 18,517,367           |
| Additions - Works in Progress              |      | 3,694,515                     | 1,002,519         | 489,938            | 1,142,790          | 373,130           | 6,702,892            |
| Disposals                                  | 9d   | -                             | -                 | -                  | (1,807,885)        | -                 | (1,807,885)          |
| Depreciation                               | 9a   | (10,154,339)                  | (976,385)         | (4,108,697)        | (7,018,526)        | (645,351)         | (22,903,298)         |
| <b>Carrying amount at 30 June 2025</b>     |      | <b>652,368,006</b>            | <b>46,353,200</b> | <b>269,845,168</b> | <b>115,568,468</b> | <b>23,851,663</b> | <b>1,107,986,505</b> |
| <b>Comprises:</b>                          |      |                               |                   |                    |                    |                   |                      |
| Gross carrying amount at 30 June 2025      |      | 779,015,245                   | 82,101,395        | 396,730,369        | 163,399,689        | 32,074,635        | 1,453,321,333        |
| Accumulated depreciation at 30 June 2025   |      | (126,647,239)                 | (35,748,195)      | (126,885,201)      | (47,831,221)       | (8,222,972)       | (345,334,828)        |
| <b>Carrying amount at 30 June 2025</b>     |      | <b>652,368,006</b>            | <b>46,353,200</b> | <b>269,845,168</b> | <b>115,568,468</b> | <b>23,851,663</b> | <b>1,107,986,505</b> |

(\* Developer contributed assets received at substantially less than fair value

Notes to the Financial Report  
for the year ended 30 June 2025

Note 8. Infrastructure (continued)

(b) Carrying Amount  
Measurements

| Asset class  | Fair value hierarchy | Valuation technique                          | Basis of valuation    | Date of last valuation | Inputs used  |
|--|----------------------|--|-----------------------|------------------------|--|
| <b>(i) Fair Value - as determined at the last valuation date</b> |                      |  |                       |                        |  |
| Roads, Footpaths and Kerbs                                       | 3                    | Cost Approach using current replacement cost | Management Valuation  | 30 June 2023           | Determination of current replacement cost for each component, after adjusting for the differences in service potential between the existing asset and a modern equivalent. Estimates of useful life, pattern of consumption and asset condition and relationship to the assessed level of remaining service potential of the depreciable amount. |
| Bridges (Road)   | 3                    | Cost Approach using current replacement cost | Independent Valuation | 30 June 2023           | Determination of current replacement cost for each component, after adjusting for the differences in service potential between the existing asset and a modern equivalent. Estimates of useful life, pattern of consumption and asset condition and relationship to the assessed level of remaining service potential of the depreciable amount. |
| Drainage   | 3                    | Cost Approach using current replacement cost | Management Valuation  | 30 April 2023          | Determination of current replacement cost for each component, after adjusting for the differences in service potential between the existing asset and a modern equivalent. Estimates of useful life, pattern of consumption and asset condition and relationship to the assessed level of remaining service potential of the depreciable amount. |
| Park Development   | 3                    | Cost Approach using current replacement cost | Management Valuation  | 30 April 2023          | Determination of current replacement cost for each component, after adjusting for the differences in service potential between the existing asset and a modern equivalent. Estimates of useful life, pattern of consumption and asset condition and relationship to the assessed level of remaining service potential of the depreciable amount. |

Notes to the Financial Report  
for the year ended 30 June 2025

Note 8. Infrastructure (continued)

| Asset class          | Fair value hierarchy | Valuation technique                          | Basis of valuation   | Date of last valuation | Inputs used  |
|----------------------|----------------------|--|----------------------|------------------------|--|
| Other Infrastructure | 3                    | Cost Approach using current replacement cost | Management Valuation | 31 May 2023            | Determination of current replacement cost for each component, after adjusting for the differences in service potential between the existing asset and a modern equivalent. Estimates of useful life, pattern of consumption and asset condition and relationship to the assessed level of remaining service potential of the depreciable amount. |

The timing of valuation(s) complies with the statutory requirement of regulation 17A (4) of the Local Government (Financial Management) Regulations 1996, which requires specific asset classes to be revalued by a specific date.

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 City to determine the fair value of the above asset classes using either level 2 or level 3 inputs except below.

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 9. Fixed Assets

|  | Note | 2025<br>Actual<br>\$ | 2025<br>Budget<br>\$ | 2024<br>Actual<br>\$ |
|--|------|----------------------|----------------------|----------------------|
| <b>(a) Amortisation and depreciation</b>   |      |                      |                      |                      |
| Buildings                                  | 7a   | 5,102,721            | 4,913,555            | 5,148,084            |
| Furniture and equipment                    | 7a   | 802,764              | 748,572              | 1,207,227            |
| Plant and equipment                        | 7a   | 2,504,119            | 2,137,466            | 2,293,585            |
| Drainage                                   | 8a   | 4,108,697            | 4,072,104            | 4,060,830            |
| Park development                           | 8a   | 7,018,526            | 6,620,772            | 6,904,561            |
| Other infrastructure                       | 8a   | 645,351              | 539,553              | 541,762              |
| Bridges (Road)                             | 8a   | 976,385              | 1,276,492            | 976,400              |
| Roads, footpaths and kerbs                 | 8a   | 10,154,339           | 9,921,812            | 9,875,274            |
| Right of use assets                        | 10a  | 30,420               | –                    | 1,049                |
| Intangible assets                          | 11   | 383,403              | 384,460              | 385,816              |
| <b>Total depreciation</b>                  |      | <b>31,726,725</b>    | <b>30,614,786</b>    | <b>31,394,588</b>    |
| <b>Depreciation Capitalised</b>            |      |                      |                      |                      |
| Plant and equipment                        | 7a   | 179,358              | 241,645              | 265,885              |
| <b>Total depreciation and amortisation</b> |      | <b>32,085,441</b>    | <b>30,856,431</b>    | <b>31,660,473</b>    |

## Depreciation and Amortisation Rates

Major estimated useful lives for each asset class for the current and prior years are:

| Asset Class                             | Years                        |
|---|------------------------------|
| Bridges - roads                         | 60 to 100                    |
| Buildings                               | 8 to 80                      |
| Drainage                                |                              |
| Unlined open drain                      | 100                          |
| Other drainage assets                   | 15 to 100                    |
| Furniture and equipment                 | 1 to 75                      |
| Intangible assets                       | 1 to 25                      |
| Other infrastructure                    |                              |
| Streetscape                             | 8 to 50                      |
| Car park                                | 10 to 80                     |
| Formation and Earthworks                | Infinite                     |
| Park development                        |                              |
| Formation and Earthworks                | Infinite                     |
| Other park assets                       | 5 to 60                      |
| Plant and equipment                     | 2 to 36                      |
| Right of use assets                     | Based on the remaining lease |
| Roads, Kerbing and Paths                |                              |
| Subgrade                                | Infinite                     |
| Access roads - Formation and Earthworks | Infinite                     |
| Distributor roads - Pavement            | 54 to 75                     |
| Surface                                 | 5 to 30                      |
| Kerbs                                   | 36 to 80                     |
| Paths                                   | 30 to 80                     |
| Land                                    | Infinite                     |

Notes to the Financial Report

for the year ended 30 June 2025

Note 9. Fixed Assets (continued)

(b) Temporarily Idle or retired from use assets

The City did not have any temporarily idle or retired from use assets as at 30 June 2025.

(c) Fully depreciated assets in use

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

|                         | <b>2025</b>       | <b>2024</b>       |
|-------------------------|-------------------|-------------------|
|                         | <b>Actual</b>     | <b>Actual</b>     |
|                         | <b>\$</b>         | <b>\$</b>         |
| Furniture and equipment | 11,902,316        | 11,185,344        |
| Plant and equipment     | 6,337,395         | 5,742,582         |
| Intangible Assets       | 797,000           | 797,000           |
| Other Infrastructure    | 422,956           | 129,998           |
| Buildings               | 337,200           | 1,701,500         |
| Park Development        | 129,633           | 44,860            |
|                         | <u>19,926,500</u> | <u>19,601,284</u> |

Notes to the Financial Report  
for the year ended 30 June 2025

Note 9. Fixed Assets (continued)

(d) Disposal of assets

The following assets were disposed of during the year.

|                                      | Note | Net book value   |                | Sales proceeds   |                |                  |                | Profit         |                    | (loss)         |                    |                    |
|--------------------------------------|------|------------------|----------------|------------------|----------------|------------------|----------------|----------------|--------------------|----------------|--------------------|--------------------|
|                                      |      | 2025<br>Actual   | 2025<br>Budget | 2024<br>Actual   | 2025<br>Actual | 2025<br>Budget   | 2024<br>Actual | 2025<br>Actual | 2025<br>Budget     | 2024<br>Actual | 2024<br>Actual     |                    |
| <b>By asset class</b>                |      |                  |                |                  |                |                  |                |                |                    |                |                    |                    |
| <i>Property, plant and equipment</i> |      |                  |                |                  |                |                  |                |                |                    |                |                    |                    |
| Land held for resale                 | 7a   | —                | —              | (23,791)         | —              | —                | —              | —              | —                  | —              | —                  | 23,791             |
| Land                                 |      | 12,072           | 18,000         | 22,837           | 110,000        | (148,480)        | 97,928         | —              | —                  | —              | —                  | (22,837)           |
| Buildings                            |      | 52,975           | —              | 118,346          | —              | —                | —              | —              | —                  | —              | (52,975)           | (118,346)          |
| Plant and equipment                  |      | 73,625           | (185,000)      | 492,713          | 457,886        | (589,000)        | 403,396        | 519,170        | —                  | 723,840        | (19,135)           | (89,194)           |
| Furniture & Fittings                 |      | —                | —              | —                | 12,800         | —                | 12,800         | —              | —                  | —              | —                  | —                  |
| <i>Infrastructure</i>                |      |                  |                |                  |                |                  |                |                |                    |                |                    |                    |
| Park development                     | 8a   | 1,807,885        | —              | 922,040          | —              | —                | —              | —              | —                  | —              | (1,807,885)        | (922,040)          |
| Other infrastructure                 |      | —                | 271,164        | 67,093           | —              | 218,309          | —              | —              | —                  | —              | —                  | (67,094)           |
| <b>Total by asset class</b>          |      | <b>1,946,557</b> | <b>104,164</b> | <b>1,599,238</b> | <b>580,686</b> | <b>(519,171)</b> | <b>514,124</b> | <b>519,170</b> | <b>(1,879,995)</b> | <b>723,840</b> | <b>(1,879,995)</b> | <b>(1,195,720)</b> |

# City of Gosnells

## Notes to the Financial Report

for the year ended 30 June 2025

### Note 9. Fixed Assets (continued)

#### MATERIAL ACCOUNTING POLICIES

##### Reportable Value

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

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

##### Initial recognition and measurement between mandatory revaluation dates

All assets are initially recognised at cost where the fair value of the asset at date of acquisition is equal to or above \$5,000 in accordance with *Local Government (Financial Management) Regulation 17A (5)*. All assets are subsequently revalued in accordance with the mandatory measurement framework.

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 that are acquired at no 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 City 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, buildings and infrastructure 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 Financial Management Regulation 17A(4).

##### Revaluation

In accordance with the regulatory framework the fair value of land, buildings and infrastructure is determined within a period of five years. This includes buildings and infrastructure items where pre-existing improvements exist on vested land acquired by the City. 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, 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. Subsequent increases are then recognised in profit or loss to the extent they reverse a net revaluation decrease previously recognised in profit or loss for the same class of asset.

##### Depreciation and amortisation

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 component's useful life from the time the asset is held ready for use or depreciated over its remaining useful life once revalued. 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 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.

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

##### Depreciation on revaluation

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

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

##### Impairment

In accordance with *Local Government (Financial Management) Regulations 17A(4C)*, the City is not required to comply with *AASB136 Impairment of Assets* to determine the recoverable amount of its non-financial assets that are land or buildings classified as property, plant and equipment, infrastructure or vested improvements that the local government controls in circumstances where there has been an impairment indication of a general decrease in asset values.

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

## Notes to the Financial Report

for the year ended 30 June 2025

### Note 9. Fixed Assets (continued)

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

#### **Gains or losses on disposal**

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

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 10. Leases

## (a) Right of use assets

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

|  | Note | Computers &<br>Tablets<br>\$ | Gym Equipment<br>\$ | Colour printer<br>copier<br>machines<br>\$ | Total<br>\$ |
|--|------|------------------------------|---------------------|--|-------------|
| <b>2024</b>                              |      |                              |                     |  |             |
| <b>Balance at 1 July 2023</b>            |      | –                            | –                   | 1,049                                      | 1,049       |
| Depreciation                             | 9a   | –                            | –                   | (1,049)                                    | (1,049)     |
| <b>Carrying amount at 30 June 2024</b>   |      | –                            | –                   | –  | –           |
| Gross balance amount at 30 June 2024     |      | –                            | –                   | 108,923                                    | 108,923     |
| Accumulated depreciation at 30 June 2024 |      | –                            | –                   | (108,923)                                  | (108,923)   |
| <b>Balance at 30 June 2024</b>           |      | –                            | –                   | –  | –           |
| <b>2025</b>                              |      |                              |                     |  |             |
| <b>Balance at 1 July 2024</b>            |      | –                            | –                   | –  | –           |
| Additions *                              |      | 332,643                      | 341,245             | 183,530                                    | 857,418     |
| Depreciation                             | 9a   | –                            | –                   | (30,420)                                   | (30,420)    |
| <b>Carrying amount at 30 June 2025</b>   |      | 332,643                      | 341,245             | 153,110                                    | 826,998     |
| Gross balance amount at 30 June 2025     |      | 332,643                      | 341,245             | 183,530                                    | 857,418     |
| Accumulated depreciation at 30 June 2025 |      | –                            | –                   | (30,420)                                   | (30,420)    |
| <b>Balance at 30 June 2025</b>           |      | 332,643                      | 341,245             | 153,110                                    | 826,998     |

(\*) Right of use asset additions are non-cash additions. Refer to note 20(b).

|   | Note | 2025<br>Actual<br>\$ | 2024<br>Actual<br>\$ |
|---|------|----------------------|----------------------|
| <b>Cash outflow from leases</b>                 |      |                      |                      |
| Finance charge on lease liabilities             |      | 23,616               | 60                   |
| Lease liabilities principal repayments          | 27d  | 59,760               | 1,204                |
| Short-term lease payments recognised as expense |      | –                    | –                    |
| <b>Total cash outflow from leases</b>           |      | <b>83,376</b>        | <b>1,264</b>         |
| <b>Other expenses relating to leases</b>        |      |                      |                      |
| Depreciation                                    |      | 30,420               | 1,049                |
| <b>(b) Lease liabilities</b>                    |      |                      |                      |
| Current   |      | 183,073              | –                    |
| Non-current                                     |      | 614,583              | –                    |
| <b>Total lease liabilities</b>                  | 27d  | <b>797,656</b>       | –                    |

The City has three leases relating to plant &amp; equipment. The leases relate to printercopiers, laptops and gym equipment and

## Notes to the Financial Report

for the year ended 30 June 2025

### Note 10. Leases (continued)

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the lease terms range from 4-5 years. The measurement of lease liabilities does not include variable lease payments and any future cash outflows associated with leases not yet commenced to which the City is committed.

#### **Secured liabilities and assets pledged as security**

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

## Notes to the Financial Report

for the year ended 30 June 2025

### Note 10. Leases (continued)

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#### **MATERIAL ACCOUNTING POLICIES**

##### **Leases**

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

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

##### **Right of use assets and Lease liability**

At the commencement date, a right of use (ROU) asset is recognised at cost and lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease.

ROU assets are subsequently measured under the cost model and are not revalued. All ROU assets (other than vested improvements) under zero cost concessionary leases (peppercorn 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 7 that details the significant accounting policies applying to vested improvements.

ROU 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 ROU asset reflects that the City anticipates to exercise a purchase option, the specific asset is amortised over the useful life of the underlying asset.

Notes to the Financial Report

for the year ended 30 June 2025

Note 11. Intangible assets

Intangible assets are as follows:

|   | Note | 2025<br>Actual<br>\$ | 2024<br>Actual<br>\$ |
|---|------|----------------------|----------------------|
| <b>Computer Software</b>  |      |                      |                      |
| <b>Non-current</b>  |      |                      |                      |
| Gross carrying amount at 30 June  |      | 4,641,591            | 4,641,591            |
| Accumulated amortisation at 30 June   |      | (4,481,546)          | (4,098,144)          |
| <b>Carrying amount at 30 June</b>   |      | <b>160,045</b>       | <b>543,447</b>       |
| Movement in the carrying amount of Intangible assets between the beginning and the end of the year: |      |                      |                      |
| <b>Balance at 1 July</b>  |      | <b>543,448</b>       | <b>929,264</b>       |
| Amortisation expense  | 9(a) | (383,403)            | (385,816)            |
| <b>Carrying amount at 30 June</b>   |      | <b>160,045</b>       | <b>543,448</b>       |

**MATERIAL ACCOUNTING POLICIES**

**Computer software**

Costs associated with maintaining software programmes are recognised as an expense as incurred. Development costs that are directly attributable to the design and testing of identifiable and unique software products controlled by the the City are recognised as intangible assets where the following criteria are met:

- it is technically feasible to complete the software so that it will be available for use;
- management intends to complete the software and use or sell it;
- there is an ability to use or sell the software;
- it can be demonstrated how the software will generate probable future economic benefits;
- adequate technical, financial and other resources to complete the development and to use or sell the software are available; and
- the expenditure attributable to the software during its development can be reliably measured.

Directly attributable costs that are capitalised as part of the software include employee costs and an appropriate portion of relevant overheads.

Capitalised development costs are recorded as intangible assets and amortised from the point at which the asset is ready for use.

**Amortisation**

Similarly, intangible assets are amortised on a straight-line basis over the individual asset’s useful life from the time the asset is held ready for use. Information on useful life can be found in Note 9.

Amortisation is included within depreciation in the Statement of Comprehensive Income

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.

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 12. Trade and other payables

|   | 2025              | 2024              |
|---|-------------------|-------------------|
|   | \$                | \$                |
| <b>Current</b>                                |                   |                   |
| Trade creditors                               | 4,289,284         | 3,738,740         |
| Bonds and deposits                            | 3,759,373         | 3,584,263         |
| Income in advance                             | 8,114,086         | 7,817,397         |
| Accrued expenditure                           | 3,671,602         | 4,890,749         |
| Other   | 825,960           | 356,192           |
| <b>Total current trade and other payables</b> | <b>20,660,305</b> | <b>20,387,341</b> |

**MATERIAL ACCOUNTING POLICIES****Trade and other payables**

Trade and other payables represent liabilities for goods and services provided to the City prior to the end of the financial year that are unpaid and arise when the City becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liabilities and are normally paid within 14 days of recognition. The carrying amount of trade and other payables are considered to be the same as their fair value, due to their short- term nature.

**Statutory liabilities**

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

**Bonds and deposits**

Bonds and deposits represent bonds received from customers mainly for planning and infrastructure work applications. The City has an obligation to return the bonds once customers satisfy the regulatory requirements related to the applications.

**Income in advance**

Income in advance represent liabilities arising from payments received by the City prior to satisfying its obligation to provide goods or render service. Current year income in advance mainly comprises prepaid rates.

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

**Financial liabilities**

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

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

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

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 13. Contract, grant and contribution liabilities

|   | Note  | 2025<br>\$        | 2024<br>\$        |
|---|-------|-------------------|-------------------|
| <b>Current</b>                                    |       |                   |                   |
| <b>Contract liabilities</b>                       |       |                   |                   |
| Liabilities from contract with customers          | 13(a) | 493,793           | 104,253           |
|   |       | <u>493,793</u>    | <u>104,253</u>    |
| <b>Capital grant/contributions liabilities</b>    |       |                   |                   |
| Developer Contribution Plan liabilities           | 13(c) | 1,667,900         | 149,345           |
| Capital grant liabilities                         | 13(b) | 3,014,476         | 2,367,221         |
|   |       | <u>4,682,376</u>  | <u>2,516,566</u>  |
|   |       | <u>5,176,169</u>  | <u>2,620,819</u>  |
| <b>Non-current</b>                                |       |                   |                   |
| <b>Contract liabilities</b>                       |       |                   |                   |
| Deposits received in advance of services provided |       | 42,000            | 42,000            |
|   |       | <u>42,000</u>     | <u>42,000</u>     |
| <b>Capital grant/contributions liabilities</b>    |       |                   |                   |
| Developer Contribution Plan liabilities           | 13(c) | 23,453,403        | 24,313,164        |
|   |       | <u>23,453,403</u> | <u>24,313,164</u> |
|   |       | <u>23,495,403</u> | <u>24,355,164</u> |

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

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

Performance obligations in relation to capital grant/contribution liabilities classified as current liabilities are expected to satisfy within one year. The non-current Developer Contribution plan liabilities relates to payments to developers for construction of common infrastructure works in accordance with the developer contribution arrangements. As payments are dependent on developers constructing the infrastructure and submitting a claim, the City is unable to reliably estimate the satisfaction of these performance obligations.

|   | 2025<br>\$       | 2024<br>\$       |
|---|------------------|------------------|
| <b>13(a) Reconciliation of changes in contract liabilities</b>                                    |                  |                  |
| Opening balance   | 104,253          | 235,062          |
| Additions   | 493,793          | 104,253          |
| Revenue from contracts with customers included as a contract liability at the start of the period | (104,253)        | (235,062)        |
|   | <u>493,793</u>   | <u>104,253</u>   |
| <b>13(b) Reconciliation of changes in capital grant/contribution liabilities</b>                  |                  |                  |
| Opening balance   | 2,367,221        | 1,393,044        |
| Additions   | 2,576,701        | 2,152,187        |
| Revenue from capital grant/contributions held as a liability at the start of the period           | (1,929,446)      | (1,178,010)      |
|   | <u>3,014,476</u> | <u>2,367,221</u> |

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 13. Contract, grant and contribution liabilities (continued)

|   | 2025              | 2024              |
|---|-------------------|-------------------|
|   | \$                | \$                |
| <b>13(c) Reconciliation of changes in Developer Contribution Plan liabilities</b> |                   |                   |
| Opening balance   | 24,462,509        | 21,158,219        |
| Additions   | 2,625,517         | 8,194,682         |
| Revenue from developer contributions held as a liability at start of period       | (1,966,723)       | (4,890,392)       |
|   | <u>25,121,303</u> | <u>24,462,509</u> |

**MATERIAL ACCOUNTING POLICIES****Contract liabilities**

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

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

**Capital grant liabilities**

Capital grant liabilities are recognised for transfers received to acquire or construct non-financial assets that are to be controlled by the City where the City has yet to perform the obligations under the transfers.

Capital grant liabilities are recognised as revenue when the obligations under the transfers are performed.

**Developer Contribution Plan liability**

The City receives contributions from landowners as required under developer contribution arrangements. In accordance with State Planning Policy 3.6 "Infrastructure Contributions", the contributions are recognised in the City's cash-backed reserves (refer to Note 28). Developer contribution plan liabilities represent the unspent contributions from the developer contribution plans relating to construction and/or acquisition of assets that will be controlled by the City.

Developer Contributions are recognised as revenue when the performance obligations in the arrangement are satisfied, i.e. when the arrangement reimburses the City or developer for the construction and/or acquisition of assets.

Notes to the Financial Report

for the year ended 30 June 2025

Note 14. Borrowings

| Note                            | 2025           |                   |             | 2024          |                   |             |
|---------------------------------|----------------|-------------------|-------------|---------------|-------------------|-------------|
|                                 | Current<br>\$  | Non-current<br>\$ | Total<br>\$ | Current<br>\$ | Non-current<br>\$ | Total<br>\$ |
| <b>Secured</b>                  |                |                   |             |               |                   |             |
| Other loans                     | 27,055,367     | 6,481,883         | 33,537,250  | 15,387,863    | 5,189,191         | 20,577,054  |
| <b>Total secured borrowings</b> | 27a 27,055,367 | 6,481,883         | 33,537,250  | 15,387,863    | 5,189,191         | 20,577,054  |

The City has complied with the financial obligations of its borrowing facilities during the 2025 and 2024 years.

**MATERIAL ACCOUNTING POLICIES**

**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.

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature.

**Risk exposure**

Information regarding exposure to risk can be found at Note 21.

Details of individual borrowings required by regulations are provided in Note 27.

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 15. Employee related provisions

|  | 2025              | 2024              |
|--|-------------------|-------------------|
|  | \$                | \$                |
| <b>(a) Employee related provisions</b>               |                   |                   |
| <b>Current provisions</b>                            |                   |                   |
| <b>Employee benefit provisions</b>                   |                   |                   |
| Annual leave   | 4,222,372         | 4,256,743         |
| Long service leave                                   | 5,946,970         | 5,451,067         |
| Other employee leave provisions                      | 647,471           | 485,847           |
|  | <u>10,816,813</u> | <u>10,193,657</u> |
| <b>Employee related other provisions</b>             |                   |                   |
| Employment on-costs                                  | 1,591,723         | 1,709,812         |
|  | <u>1,591,723</u>  | <u>1,709,812</u>  |
| <b>Total current employee related provisions</b>     | <u>12,408,536</u> | <u>11,903,469</u> |
| <b>Non-current provisions</b>                        |                   |                   |
| <b>Employee benefit provisions</b>                   |                   |                   |
| Long service leave                                   | 407,217           | 546,230           |
|  | <u>407,217</u>    | <u>546,230</u>    |
| <b>Employee related other provisions</b>             |                   |                   |
| Employment on-costs                                  | 382,189           | 100,931           |
|  | <u>382,189</u>    | <u>100,931</u>    |
| <b>Total non-current employee related provisions</b> | <u>789,406</u>    | <u>647,161</u>    |
| <b>Total employee related provisions</b>             | <u>13,197,942</u> | <u>12,550,630</u> |

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

Annual leave liabilities are classified as current, as there is no unconditional right to defer settlement for at least 12 months after the end of the reporting period.

The settlement of annual leave and long service liabilities give rise to the payment of employment on costs including workers' compensation insurance. The provision for on-cost is the present value of expected future payments.

|  | 2025             | 2024             |
|--|------------------|------------------|
|  | \$               | \$               |
| <b>Amounts are expected to be settled on the following basis:</b>  |                  |                  |
| <b>Annual leave liabilities</b>  |                  |                  |
| Classified as current as there is no unconditional right to defer settlement for at least 12 months after the end of the reporting period. Assessments indicate that actual settlement of the liabilities is expected to occur as follows: |                  |                  |
| Within 12 months of the end of the reporting period  | 2,986,720        | 2,913,918        |
| More than 12 months after the end of the reporting period  | 1,235,652        | 1,342,825        |
| <b>Total annual leave liabilities</b>  | <u>4,222,372</u> | <u>4,256,743</u> |

**Long service leave liabilities**

Unconditional long service leave provisions are classified as current liabilities as the City does not have an unconditional right to defer settlement of the liability until the employee has completed requisite years of service. Assessments indicate that actual settlement of the liabilities is expected to occur as follows:

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 15. Employee related provisions (continued)

|   | 2025             | 2024             |
|---|------------------|------------------|
|   | \$               | \$               |
| Within 12 months of the end of the reporting period       | 4,775,250        | 4,778,981        |
| More than 12 months after the end of the reporting period | 1,578,937        | 1,184,775        |
| <b>Total long service leave liabilities</b>               | <b>6,354,187</b> | <b>5,963,756</b> |

The provision for long service leave is calculated at the present value as the City does not expect to wholly settle the amounts within 12 months. The present value is measured taking into account the present value of expected future payments to be made in relation to services provided by employees up to the reporting date. These payments are estimated using the remuneration rate expected to apply at the time of settlement, and discounted using market yields at the end of the reporting period on government bonds with terms to maturity that match, as closely as possible, the estimated future cash outflows.

**Deferred salaries**

Deferred salary arrangement allows employees to reduce their salary by 20% over four years and take paid leave in the fifth year at 80% of their salary.

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

|   |                |                |
|---|----------------|----------------|
| Within 12 months of the end of the reporting period       | 148,517        | 155,361        |
| More than 12 months after the end of the reporting period | 119,060        | 95,618         |
| <b>Total deferred salaries</b>                            | <b>267,577</b> | <b>250,979</b> |

**MATERIAL ACCOUNTING POLICIES****Employee benefits**

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

**Short-term employee benefits**

Provision is made for the City's obligations for short-term employee benefits. Short-term employee benefits (other than termination benefits) 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, accrued rostered day off and time owed in lieu. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The City's obligations for short-term employee benefits such as wages and salaries 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 benefit provisions are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurement for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

The City's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the City does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

**Provisions**

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

Notes to the Financial Report  
for the year ended 30 June 2025

Note 15. Employee related provisions (continued)

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

Notes to the Financial Report  
for the year ended 30 June 2025

Note 16. Revaluation surplus

|                            | Note | 2025               | 2025                  | 2025                                | 2025               | 2024               | 2024                  | 2024                                | 2024               | 2024 |
|----------------------------|------|--------------------|-----------------------|-------------------------------------|--------------------|--------------------|-----------------------|-------------------------------------|--------------------|------|
|                            |      | Opening Balance    | Revaluation Increment | Revaluation Write back on Disposals | Closing Balance    | Opening Balance    | Revaluation Increment | Revaluation Write back on Disposals | Closing Balance    |      |
|                            |      | \$                 | \$                    | \$                                  | \$                 | \$                 | \$                    | \$                                  | \$                 | \$   |
| Land and buildings         | 7a   | 168,664,345        | 33,911,281            | (10,926)                            | 202,564,700        | 168,717,291        | —                     | (52,946)                            | 168,664,345        |      |
| Plant and equipment        |      | 560,321            | —                     | (110,582)                           | 449,739            | 849,576            | —                     | (289,255)                           | 560,321            |      |
| Furniture and equipment    |      | 2,785,860          | —                     | (225,291)                           | 2,560,569          | 2,785,860          | —                     | —                                   | 2,785,860          |      |
| Roads, footpaths and kerbs | 8a   | 431,973,828        | —                     | —                                   | 431,973,828        | 431,973,828        | —                     | —                                   | 431,973,828        |      |
| Bridges (Road)             | 8a   | 23,922,639         | —                     | —                                   | 23,922,639         | 23,922,639         | —                     | —                                   | 23,922,639         |      |
| Drainage                   | 8a   | 222,077,584        | —                     | —                                   | 222,077,584        | 222,077,584        | —                     | —                                   | 222,077,584        |      |
| Other infrastructure       | 8a   | 15,041,507         | —                     | —                                   | 15,041,507         | 15,213,135         | —                     | (171,628)                           | 15,041,507         |      |
| Intangible assets          |      | 2,728,056          | —                     | —                                   | 2,728,056          | 2,728,056          | —                     | —                                   | 2,728,056          |      |
| Parks developments         | 8a   | 69,145,601         | —                     | (2,190,181)                         | 66,955,420         | 70,171,955         | —                     | (1,026,354)                         | 69,145,601         |      |
|                            |      | <b>936,899,741</b> | <b>33,911,281</b>     | <b>(2,536,980)</b>                  | <b>968,274,042</b> | <b>938,439,924</b> | <b>—</b>              | <b>(1,540,183)</b>                  | <b>936,899,741</b> |      |
|                            |      | <b>936,899,741</b> | <b>33,911,281</b>     | <b>(2,536,980)</b>                  | <b>968,274,042</b> | <b>938,439,924</b> | <b>—</b>              | <b>(1,540,183)</b>                  | <b>936,899,741</b> |      |

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 17. Notes to the statement of cash flows

**(a) Reconciliation of cash**

For the purposes of the Statement of Cash Flows, cash includes cash on hand and cash equivalents, net of outstanding bank overdrafts. Cash at the end of the reporting period is reconciled to the related items in the Statement of Financial Position as follows:

|                                  | Note | 2025<br>Actual<br>\$ | 2024<br>Actual<br>\$ |
|----------------------------------|------|----------------------|----------------------|
| <b>Cash and cash equivalents</b> | 3    | <u>25,359,697</u>    | <u>46,473,335</u>    |

**Restrictions**

The following classes of financial assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:

|                                      |   |                    |                    |
|--------------------------------------|---|--------------------|--------------------|
| - Cash and cash equivalents          | 3 | 15,458,487         | 30,257,249         |
| - Financial assets at amortised cost | 4 | 110,000,000        | 99,000,000         |
|                                      |   | <u>125,458,487</u> | <u>129,257,249</u> |

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

|   |    |                    |                    |
|---|----|--------------------|--------------------|
| Reserves - cash backed  | 28 | 121,950,218        | 126,785,775        |
| Contract liabilities from transfers for recognisable non-financial assets | 13 | 3,014,476          | 2,367,221          |
| Contract liabilities from contracts with customers                        | 13 | 493,793            | 104,253            |
| <b>Total restricted financial assets</b>                                  |    | <u>125,458,487</u> | <u>129,257,249</u> |

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

|  |  |                   |                   |
|--|--|-------------------|-------------------|
| Net result   |  | 9,773,088         | 2,210,241         |
| Non-cash items:  |  |                   |                   |
| Depreciation/amortisation  |  | 31,726,725        | 31,394,588        |
| Adjustments to fair value of financial assets at fair value through profit or loss |  | 8,098             | 1,521             |
| (Profit)/loss on sale of asset   |  | 1,365,871         | 471,880           |
| Public Open Space Cash-in-Lieu contributions                                       |  | (2,234,134)       | (1,122,042)       |
| Reversal Impairment of assets  |  | (71,732)          | –                 |
| Changes in assets and liabilities:   |  |                   |                   |
| (Increase) in trade and other receivables  |  | (886,947)         | (1,360,074)       |
| Decrease/(Increase) in inventories   |  | 138,009           | (92,027)          |
| Increase in trade and other payables   |  | 2,124,579         | 905,371           |
| Increase in employee related provisions  |  | 647,312           | 176,411           |
| Increase/(decrease) in other liabilities   |  | 259,962           | (122,527)         |
| Capital grants, subsidies and contributions  |  | (27,414,629)      | (21,478,236)      |
| <b>Net cash provided by operating activities</b>                                   |  | <u>15,436,202</u> | <u>10,985,106</u> |

Notes to the Financial Report  
for the year ended 30 June 2025

Note 17. Notes to the statement of cash flows (continued)

|   | Note | 2025<br>Actual<br>\$ | 2024<br>Actual<br>\$ |
|---|------|----------------------|----------------------|
| <b>(c) Undrawn borrowing facilities credit standby arrangements</b>     |      |                      |                      |
| Credit card limit   |      | 300,000              | 300,000              |
| Credit card balance at balance date                                     |      | (25,306)             | (99,639)             |
| <b>Total amount of credit unused</b>                                    |      | <u>274,694</u>       | <u>200,361</u>       |
| The city does not have an overdraft facility during the financial year. |      |                      |                      |
| <b>Loan facilities</b>  |      |                      |                      |
| Loan facilities - current   | 14   | 27,055,367           | 15,387,863           |
| Loan facilities - non-current   | 14   | 6,481,883            | 5,189,191            |
| <b>Total facilities in use at balance date</b>                          |      | <u>33,537,250</u>    | <u>20,577,054</u>    |

Notes to the Financial Report  
for the year ended 30 June 2025

Note 18. Contingent liabilities

The City did not have any contingent liabilities at the reporting date.

Note 19. Capital commitments

|  | 2025              | 2024              |
|--|-------------------|-------------------|
|  | \$                | \$                |
| <b>(a) Capital expenditure commitments</b> |                   |                   |
| <b>Contracted for:</b>                     |                   |                   |
| - capital expenditure projects *           | 11,571,736        | 10,031,396        |
| - plant & equipment purchases *            | 1,640,307         | 1,860,308         |
|  | <b>13,212,043</b> | <b>11,891,704</b> |
| <b>Payable:</b>                            |                   |                   |
| - not later than one year                  | 13,212,043        | 11,891,704        |

The capital expenditure projects outstanding at the end of the reporting periods are related to the facilities, engineering and environmental capital projects and plant and equipment purchases.

(\*) Commitments greater than \$100,000

Notes to the Financial Report

for the year ended 30 June 2025

Note 20. Related party transactions

| Note   | 2025<br>Actual<br>\$ | 2025<br>Budget<br>\$ | 2024<br>Actual<br>\$ |
|--|----------------------|----------------------|----------------------|
| <b>(a) Council Member Remuneration</b>   |                      |                      |                      |
| Fees, expenses and allowances to be paid or reimbursed to elected council members. |                      |                      |                      |
| Mayor's annual allowance   | 97,115               | 97,115               | 93,380               |
| Mayor's meeting attendance fees  | 51,412               | 51,412               | 49,435               |
| Mayor's annual allowance for ICT expenses  | 3,500                | 3,500                | 3,500                |
| Mayor's travel and accommodation expenses  | –                    | 1,616                | 1,322                |
| <b>Total</b>   | <b>152,027</b>       | <b>153,643</b>       | <b>147,637</b>       |
| Deputy Mayor's annual allowance  | 23,707               | 24,279               | 23,089               |
| Deputy Mayor's meeting attendance fees   | 34,278               | 34,278               | 32,599               |
| Deputy Mayor's annual allowance for ICT expenses                                   | 3,500                | 3,500                | 3,500                |
| Deputy Mayor's travel and accommodation expenses                                   | 2,122                | 1,616                | 1,445                |
| <b>Total</b>   | <b>63,607</b>        | <b>63,673</b>        | <b>60,633</b>        |
| All other council member's meeting attendance fees                                 | 377,058              | 377,058              | 356,950              |
| All other council member's annual allowance for ICT expenses                       | 38,500               | 38,500               | 39,066               |
| All other council members' travel and accommodation expenses                       | 5,228                | 17,776               | 9,442                |
| <b>Total</b>   | <b>420,786</b>       | <b>433,334</b>       | <b>405,458</b>       |
| <b>Total</b>   | <b>636,420</b>       | <b>650,650</b>       | <b>613,728</b>       |
| 20b  |                      |                      |                      |

| Note | 2025<br>Actual<br>\$ | 2024<br>Actual<br>\$ |
|------|----------------------|----------------------|
|------|----------------------|----------------------|

**(b) Key management personnel**

**Key Management Personnel (KMP) Compensation**

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

|                                     |     |                  |                  |
|-------------------------------------|-----|------------------|------------------|
| Short-term employee benefits        |     | 1,617,718        | 1,541,932        |
| Post-employment benefits            |     | 177,690          | 160,774          |
| Employee - other long-term benefits |     | 149,372          | 144,184          |
| Council member costs                | 20a | 636,420          | 613,728          |
| <b>Total</b>                        |     | <b>2,581,200</b> | <b>2,460,618</b> |

*Short-term employee benefits*

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

*Post-employment benefits*

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

*Other long-term benefits*

## Notes to the Financial Report

for the year ended 30 June 2025

### Note 20. Related party transactions (continued)

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

#### *Council member costs*

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

#### (c) Transactions with related parties

There were no transactions with related parties that have occurred during the year.

#### **Related parties**

##### **The City's main related parties are as follows:**

##### *i. Key management personnel*

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any council member, are considered key management personnel and are detailed in Notes 20(a) and 20(b).

##### *ii. Other Related Parties*

There is no other related parties requiring disclosure during the current or previous year.

Outside of normal citizen type transactions with the City, there were no other related party transactions involving key management personnel and/or their close family members and/or their controlled (or jointly controlled) entities.

##### *iii. Entities subject to significant influence by the City*

There were no such entities requiring disclosure during the current or previous year.

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 21. Financial risk management

## Financial risk management

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

| Risk                        | Exposure arising from   | Measurement                       | Management   |
|-----------------------------|---|-----------------------------------|--|
| Market risk - interest 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<br>Credit analysis | Diversification of bank deposits, credit limits, investment policy |
| Liquidity risk              | Borrowings and other liabilities  | Rolling cash flow forecasts       | Availability of committed credit lines and borrowing facilities    |

The City does not engage in transactions expressed in foreign currencies other than low value purchases on corporate purchase cards and is therefore not subject to foreign currency risk.

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

## (a) Interest rate risk

## Cash and cash equivalents

The City's main interest rate risk arises from cash and cash equivalents with variable interest rates, which exposes the City to cash flow interest rate risk.

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

|  | Weighted average interest rate % | Carrying amounts \$ | Fixed interest rate \$ | Variable interest rate \$ | Non interest bearing \$ |
|--|----------------------------------|---------------------|------------------------|---------------------------|-------------------------|
| <b>2025</b>  |                                  |                     |                        |                           |                         |
| Cash and cash equivalents                          | 4.55%                            | 25,359,697          | –                      | 25,353,847                | 5,850                   |
| Financial assets at amortised cost - term deposits | 4.86%                            | 110,000,000         | 110,000,000            | –                         | –                       |
| Financial assets at amortised cost - Managed Fund  | 3.93%                            | 8,000,000           | –                      | –                         | 8,000,000               |
| <b>2024</b>  |                                  |                     |                        |                           |                         |
| Cash and cash equivalents                          | 1.52%                            | 46,473,335          | –                      | 46,467,535                | 5,800                   |
| Financial assets at amortised cost - term deposits | 5.29%                            | 99,000,000          | 99,000,000             | –                         | –                       |

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 21. Financial risk management (continued)

**Sensitivity**

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

|  | 2025    | 2024    |
|--|---------|---------|
|  | \$      | \$      |
| Impact of a 1% movement in interest rates on profit or loss and equity * | 253,538 | 464,675 |

(\*) Holding all other variables constant

**Borrowings**

Borrowings are subject to interest rate risk - the risk that movements in interest rates could adversely affect funding costs. The City manages this risk by borrowing long term and fixing the interest rate to the situation considered the most advantageous at the time of negotiation. The City does not consider there to be any interest rate risk in relation to borrowings. Details of interest rates applicable to each borrowing may be found at Note 27(a).

**(b) Credit risk****Trade and Other Receivables**

The City's major receivables comprise rates charges and user fees and charges. The major risk associated with these receivables is credit risk – the risk that the debts may not be paid. The City manages this risk by monitoring outstanding debts 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 City to recover these debts as a secured charge over the land, that is, the land can be sold to recover the debt. The City charges 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 City 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 2024 or 1 July 2025 respectively and the corresponding historical losses experienced within this period. Historical credit loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors such as the ability of 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. There has been no material movement in the loss allowance as at the 30 June 2025.

The loss allowance as at 30 June 2025 and 30 June 2024 for receivables was determined as follows:

|                          | Current | More than 30 days<br>past due | More than 60 days<br>past due | More than 90 days<br>past due | Total   |
|--------------------------|---------|-------------------------------|-------------------------------|-------------------------------|---------|
|                          | \$      | \$                            | \$                            | \$                            | \$      |
| <b>30 June 2025</b>      |         |                               |                               |                               |         |
| <b>Trade receivables</b> |         |                               |                               |                               |         |
| Expected credit loss     | 0.00%   | 0.00%                         | 0.00%                         | 4.52%                         |         |
| Gross carrying amount    | 677,286 | 31,868                        | (900)                         | 217,248                       | 925,502 |
| Loss allowance           | –       | –                             | –                             | 9,814                         | 9,814   |
| <b>Other receivables</b> |         |                               |                               |                               |         |
| Expected credit loss     | 0.00%   | 0.00%                         | 0.00%                         | 0.00%                         |         |
| Gross carrying amount    | 367,476 | 14,981                        | 54,037                        | 184,293                       | 620,787 |
| Loss allowance           | –       | –                             | –                             | –                             | –       |

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 21. Financial risk management (continued)

|                          | Current<br>\$ | More than 30 days<br>past due<br>\$ | More than 60 days<br>past due<br>\$ | More than 90 days<br>past due<br>\$ | Total<br>\$ |
|--------------------------|---------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------|
| <b>30 June 2024</b>      |               |                                     |                                     |                                     |             |
| <b>Trade receivables</b> |               |                                     |                                     |                                     |             |
| Expected credit loss     | 0.00%         | 0.00%                               | 0.00%                               | 11.02%                              |             |
| Gross carrying amount    | 434,446       | 90,255                              | 273,718                             | 89,049                              | 887,468     |
| Loss allowance           | –             | –                                   | –                                   | 9,814                               | 9,814       |
| <b>Other receivables</b> |               |                                     |                                     |                                     |             |
| Expected credit loss     | 0.00%         | 0.00%                               | 0.00%                               | 0.00%                               |             |
| Gross carrying amount    | 257,227       | –                                   | –                                   | –                                   | 257,227     |
| Loss allowance           | –             | –                                   | –                                   | –                                   | –           |

## (c) Liquidity risk

Payables and borrowings are both subject to liquidity risk – that is the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due. The City manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer.

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

|                          | Due<br>within<br>1 year<br>\$ | Due<br>between<br>1 & 5 years<br>\$ | Due<br>after<br>5 years<br>\$ | Total<br>contractual<br>cash flows<br>\$ | Carrying<br>values<br>\$ |
|--------------------------|-------------------------------|-------------------------------------|-------------------------------|--|--------------------------|
| <b>2025</b>              |                               |                                     |                               |  |                          |
| Trade and other payables | 12,546,219                    | –                                   | –                             | 12,546,219                               | 12,546,219               |
| Borrowings               | 27,055,367                    | 6,481,883                           | –                             | 33,537,250                               | 33,537,250               |
| Lease Liability          | 183,073                       | 614,583                             | –                             | 797,656                                  | 797,656                  |
|                          | <b>39,784,659</b>             | <b>7,096,466</b>                    | <b>–</b>                      | <b>46,881,125</b>                        | <b>46,881,125</b>        |
| <b>2024</b>              |                               |                                     |                               |  |                          |
| Trade and other payables | 12,569,944                    | –                                   | –                             | 12,569,944                               | 12,569,944               |
| Borrowings               | 16,220,955                    | 4,326,851                           | 1,081,713                     | 21,629,519                               | 20,577,054               |
| Lease Liability          | –                             | –                                   | –                             | –  | –                        |
|                          | <b>28,790,899</b>             | <b>4,326,851</b>                    | <b>1,081,713</b>              | <b>34,199,463</b>                        | <b>33,146,998</b>        |

## Notes to the Financial Report

for the year ended 30 June 2025

### Note 22. Events occurring after the end of the reporting period

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There has not been any matter or circumstance occurring subsequent to the end of the financial year that has significantly affected, or may significantly affect, the operations of the City, the results of those operations, or the state of affairs of the City in future financial years.

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 23. Other Material Accounting Policies

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

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

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

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the City's operational cycle. In the case of liabilities where the City does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current or non-current based on the City's intentions to release for sale.

**c) Rounding off figures**

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

**d) Comparative figures**

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

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

**e) Budget comparative figures**

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

**f) Superannuation**

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

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

Fair value is the price that the City would receive to sell the asset or would have to pay to transfer a liability, in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from either the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

**h) 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 City selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques

## Notes to the Financial Report

for the year ended 30 June 2025

### Note 23. Other Material Accounting Policies (continued)

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selected by the City are consistent with one or more of the following valuation approaches:

*Market approach*

Valuation techniques that use prices and other relevant information generated by market transactions for identical or similar assets or liabilities.

*Income approach*

Valuation techniques that convert estimated future cash flows or income and expenses into a single discounted present value.

*Cost approach*

Valuation techniques that reflect the current replacement cost of the service capacity of an asset.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, the City gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data is not available and therefore are developed using the best information available about such assumptions are considered unobservable.

**i) Impairment of assets**

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

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

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.

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 24. Function and activity

**(a) Service objectives and descriptions**

City operations as disclosed in these financial statements encompass the following service orientated functions and activities.

**OBJECTIVES****DESCRIPTION****GOVERNANCE**

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

The administration and operation of facilities and services to the elected Members of Council. This program also includes other costs that relate to Elected Members and ratepayers which are not covered under other programs such as citizen ceremonies, civic receptions and elections.

**GENERAL PURPOSE FUNDING**

To collect revenue to allow for the provision of services.

Revenue from rates including differential rates and interim rates, interest and fees on instalment arrangements and interest on arrears. Amounts receivable from the Western Australian Local Government Grants Commission for untied grants such as the Financial Assistance Grants. Interest revenue received on municipal and reserve investments is allocated to this program.

**LAW, ORDER, PUBLIC SAFETY**

To provide services to ensure a safer community.

Administration and operation of funds received from the Department of Fire and Emergency Services for the Gosnells Bush Fire Brigade and State Emergency Service. Provision of community safety programs and Ranger services including registering and impounding of cats and dogs. Revenue allocated to this program includes cat and dog registrations, infringements and prosecutions.

**HEALTH**

To provide an operational framework for good community health.

Administration, inspection and operation of programs concerned with the general health of the community. Revenues and expenses relating to regulation and monitoring of food premises including food sample analysis and noise complaints.

**EDUCATION AND WELFARE**

To assist in meeting the education needs of the community.

Administration, support and operation of services for youth and families, seniors and persons with a disability. Operation of Addie Mills Centre. Provision of Community Development programs and events such as NAIDOC Week and Harmony Week.

**COMMUNITY AMENITIES**

To provide services required by the community.

Administration and operation of the refuse collection and disposal services. Provision of programs for the management and protection of the environment including the Switch Your Thinking program. The administration of town planning schemes, planning applications and associated land issues. This program also includes administration and operations relating to bus shelters, the Kenwick Cemetery and graffiti management.

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 24. Function and activity (continued)

**OBJECTIVES****DESCRIPTION****RECREATION AND CULTURE**

To establish and manage facilities for the well-being of the community.

Administration and operation of the Civic Centre, community halls, recreation centres, parks, sporting facilities, Leisure World, Don Russell Performing Arts Centre, Libraries and Wilkinson Homestead Museum. Provision of heritage and community programs and events, Arts and Culture programs, Sponsorship and Funding programs.

**TRANSPORT**

To provide effective infrastructure to the community in the most efficient way.

Administration, maintenance and construction of roads, drainage, footpaths, bridges, including road verges, streetscapes, crossovers, road signs, street trees, street signage and street lighting. This program also includes the City's car parking facilities and road plant purchases.

**ECONOMIC SERVICES**

To promote the City and improve its economic base.

The development, promotion, support and research of economic development issues and progression of urban development projects. Provision of building control and swimming pool inspection services. Revenue allocated to this program includes royalties from the Boral quarry and telephone tower leases.

**OTHER PROPERTY AND SERVICES**

To provide services required by the community.

Private works carried out on property or services not under the care, control and management of the City. Works also include reinstatement work on the City's infrastructure as a result of damage from development. Plant operations, administration and public works overheads are allocated to the above programs. This program also includes any unclassified activities such as sale of land for the City's land subdivision projects and miscellaneous reserve transfers.

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 24. Function and activity (continued)

## (b) Income and expenses

|   | 2025<br>Actual<br>\$ | 2024<br>Actual<br>\$ |
|---|----------------------|----------------------|
| <b>Income excluding grants, subsidies and contributions and capital grants, subsidies and contributions</b> |                      |                      |
| Governance  | –                    | 1,500                |
| General purpose funding   | 92,000,876           | 86,637,741           |
| Law, order, public safety   | 447,201              | 462,101              |
| Health  | 401,512              | 372,419              |
| Education and welfare   | 133,096              | 119,951              |
| Community amenities   | 21,712,875           | 19,831,276           |
| Recreation and culture  | 6,831,713            | 4,505,312            |
| Transport   | 1,158,299            | 1,113,452            |
| Economic services   | 2,498,491            | 2,182,829            |
| Other property and services   | 55,514               | 582,982              |
|   | <u>125,239,577</u>   | <u>115,809,563</u>   |
| <b>Grants, subsidies and contributions and capital grants, subsidies and contributions</b>                  |                      |                      |
| Governance  | 183,136              | 138,220              |
| General purpose funding   | 3,960,292            | 5,416,387            |
| Law, order, public safety   | 369,509              | 536,187              |
| Health  | 13,643               | 13,060               |
| Education and welfare   | 80,426               | 27,836               |
| Community amenities   | 5,334,121            | 5,474,819            |
| Recreation and culture  | 7,087,168            | 5,319,690            |
| Transport   | 16,417,994           | 12,717,422           |
| Economic services   | 24,925               | 7,323                |
| Other property and services   | 715,813              | 478,524              |
|   | <u>34,187,027</u>    | <u>30,129,468</u>    |
| <b>Total income</b>   | <u>159,426,604</u>   | <u>145,939,031</u>   |
| <b>Expenses</b>   |                      |                      |
| Governance  | (3,042,283)          | (2,958,778)          |
| General purpose funding   | (1,136,482)          | (1,688,965)          |
| Law, order, public safety   | (3,585,990)          | (4,234,154)          |
| Health  | (1,238,515)          | (1,589,317)          |
| Education and welfare   | (3,962,421)          | (4,851,428)          |
| Community amenities   | (26,799,152)         | (29,114,704)         |
| Recreation and culture  | (50,902,515)         | (51,990,818)         |
| Transport   | (31,747,100)         | (31,901,353)         |
| Economic services   | (1,786,129)          | (2,244,783)          |
| Other property and services   | (25,452,929)         | (13,154,490)         |
|   | <u>(149,653,516)</u> | <u>(143,728,790)</u> |
| <b>Net result for the period</b>  | <u>9,773,088</u>     | <u>2,210,241</u>     |

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 24. Function and activity (continued)

## (c) Assets

|                             | <b>2025</b>                 | <b>2024</b>                 |
|-----------------------------|-----------------------------|-----------------------------|
|                             | <b>Actual</b>               | <b>Actual</b>               |
|                             | <b>\$</b>                   | <b>\$</b>                   |
| Governance                  | 8,881,593                   | 9,391,549                   |
| General purpose funding     | 122,305,303                 | 111,614,534                 |
| Law, order, public safety   | 3,988,490                   | 4,374,771                   |
| Health                      | 536,795                     | 585,180                     |
| Education and welfare       | 5,006,587                   | 5,336,991                   |
| Community amenities         | 4,151,595                   | 4,688,893                   |
| Recreation and culture      | 182,792,917                 | 173,177,461                 |
| Transport                   | 992,253,878                 | 987,003,692                 |
| Economic services           | 972,615                     | 612,535                     |
| Other property and services | 257,396,832                 | 208,328,886                 |
| Unallocated                 | 34,468,758                  | 47,582,785                  |
| <b>Total assets</b>         | <b><u>1,612,755,363</u></b> | <b><u>1,552,697,277</u></b> |

## Notes to the Financial Statements

for the year ended 30 June 2025

## Note 25. Rating information

| Rate Type                                | 2025 Actual   |                      |                      |                   | 2025 Budget      |                   |                   |                  | 2024              |                   |
|--|---------------|----------------------|----------------------|-------------------|------------------|-------------------|-------------------|------------------|-------------------|-------------------|
|  | Rate in cents | Number of Properties | Rateable Value \$    | Rate Revenue \$   | Interim Rates \$ | Total Revenue \$  | Rate Revenue \$   | Interim Rates \$ | Total Revenue \$  |                   |
| <b>General Rates</b>                     |               |                      |                      |                   |                  |                   |                   |                  |                   |                   |
| <b>Gross Rental Value (GRV)</b>          |               |                      |                      |                   |                  |                   |                   |                  |                   |                   |
| Extractive Industry                      |               | 3                    | 355,000              | 47,588            | -                | 47,588            | 47,588            | -                | 47,588            | 45,756            |
| General GRV                              | 13.4050       | 37,448               | 758,331,297          | 53,500,291        | 688,925          | 54,189,216        | 53,500,273        | 816,000          | 54,316,273        | 64,554,072        |
| Commercial                               | 7.196         | 1,237                | 197,797,135          | 14,233,482        | -                | 14,233,482        | 14,230,425        | -                | 14,230,425        | -                 |
| Rural GRV                                | 8.466         | 823                  | 21,641,420           | 1,832,163         | (21,046)         | 1,811,117         | 1,832,163         | -                | 1,832,163         | 1,767,050         |
| Tenancy Agreements                       | 7.575         | 52                   | 2,466,595            | 186,845           | (3,860)          | 182,984           | 186,845           | -                | 186,845           | 181,267           |
| Town Centre                              | 8.113         | 61                   | 8,141,095            | 660,487           | (7,199)          | 653,288           | 660,487           | -                | 660,487           | 635,087           |
| <b>Commercial</b>                        |               |                      |                      |                   |                  |                   |                   |                  |                   |                   |
|  | 0.3116        | 25                   | 37,730,000           | 117,567           | 0                | 117,567           | 117,567           | -                | 117,567           | 106,396           |
|  | 0.2493        | 5                    | 64,650,000           | 161,172           | 0                | 161,172           | 161,172           | -                | 161,172           | 154,355           |
| <b>Unimproved Value (UV)</b>             |               | <b>39,654</b>        | <b>1,091,112,542</b> | <b>70,739,594</b> | <b>656,820</b>   | <b>71,396,414</b> | <b>70,736,520</b> | <b>816,000</b>   | <b>71,552,520</b> | <b>67,443,982</b> |
| Rural UV                                 |               | 9,741                | 127,980,027          | 10,578,726        | -                | 10,578,726        | 10,578,726        | -                | 10,578,726        | 10,395,108        |
| Rural UV Agricultural Concession         |               | 206                  | 2,218,579            | 223,716           | -                | 223,716           | 223,716           | -                | 223,716           | 0                 |
| Total general rates                      | \$            | 16                   | 155,953              | 17,376            | -                | 17,376            | 17,376            | -                | 17,376            | 17,748            |
|  |               | 10                   | 59,800               | 10,860            | -                | 10,860            | 10,860            | -                | 10,860            | 10,440            |
| <b>Unimproved Value (UV)</b>             |               | <b>9</b>             | <b>82,560</b>        | <b>9,774</b>      | <b>-</b>         | <b>9,774</b>      | <b>9,774</b>      | <b>-</b>         | <b>9,774</b>      | <b>9,396</b>      |
| Rural UV                                 | 1.044         | 2                    | 399,000              | 2,172             | -                | 2,172             | 2,172             | -                | 2,172             | 2088              |
| Total minimum payments                   |               | <b>9,984</b>         | <b>130,895,919</b>   | <b>10,842,624</b> | <b>-</b>         | <b>10,842,624</b> | <b>10,842,624</b> | <b>-</b>         | <b>10,842,624</b> | <b>10,434,780</b> |
| Total general rates and minimum payments |               | <b>49,638</b>        | <b>1,222,008,461</b> | <b>81,582,218</b> | <b>656,820</b>   | <b>82,239,038</b> | <b>81,579,144</b> | <b>816,000</b>   | <b>82,395,144</b> | <b>77,878,762</b> |
| <b>Specified Area Rate</b>               |               |                      |                      |                   |                  |                   |                   |                  |                   |                   |
| <b>Gross Rental Value (GRV)</b>          |               |                      |                      |                   |                  |                   |                   |                  |                   |                   |
| Bletchley Park                           | 0.3343        | 1,635                | 39,046,770           | 130,525           | 2,627            | 133,151           | 130,524           | -                | 130,524           | 154,892           |
| Brookland Greens                         | 0.2502        | 562                  | 16,575,670           | 41,469            | 6                | 41,475            | 41,468            | -                | 41,468            | 48,911            |
| Sanctuary Waters                         | 0.2674        | 691                  | 17,884,895           | 47,821            | 65               | 47,887            | 47,823            | -                | 47,823            | 56,270            |
| The Avenues                              | 0.2812        | 498                  | 11,693,160           | 32,879            | 33               | 32,911            | 32,886            | -                | 32,886            | 38,698            |
| The Boardwalk                            | 0.204         | 627                  | 19,286,133           | 39,340            | 5                | 39,345            | 39,352            | -                | 39,352            | 46,301            |
| The Reserve                              | 0.1391        | 361                  | 9,909,500            | 13,782            | 2                | 13,784            | 13,780            | -                | 13,780            | 16,264            |
| Total specified area rates               |               | <b>4,374</b>         | <b>114,396,128</b>   | <b>305,816</b>    | <b>2,738</b>     | <b>308,553</b>    | <b>305,833</b>    | <b>-</b>         | <b>305,833</b>    | <b>361,336</b>    |
| Ex-gratia rates                          |               |                      |                      |                   |                  | <b>96,908</b>     |                   |                  | <b>82,000</b>     | <b>84,518</b>     |
| <b>Total amount raised from rates</b>    |               |                      |                      |                   |                  | <b>82,644,499</b> |                   |                  | <b>82,782,977</b> | <b>78,324,616</b> |

Notes to the Financial Statements

for the year ended 30 June 2025

Note 25. Rating information (continued)

**Purpose for the rate and proposed application of proceeds:**

To recover in each Specified Area up to 17.5% of the park and environmental cost incurred by the City as they are maintained to a higher standard.

**Description of the areas in which rates are applied:**

|                                |   |
|--------------------------------|---|
| Bletchley Park and surrounds   | Housing development generally known as "Bletchley Park"   |
| Brookland Greens and surrounds | Housing development generally known as "Brookland Greens" |
| Sanctuary Waters and surrounds | Housing development generally known as "Sanctuary Waters" |
| The Avenues and surrounds      | Housing development generally known as "The Avenues"      |
| The Boardwalk and surrounds    | Housing development generally known as "The Boardwalk"    |
| The Reserve and surrounds      | Housing development generally known as "The Reserve"      |

**Additional Rates Information**

|                                     | <b>2024/25</b> | <b>2023/24</b> | <b>2022/23</b> |
|-------------------------------------|----------------|----------------|----------------|
|                                     | <b>Actual</b>  | <b>Budget</b>  | <b>Actual</b>  |
| Waivers                             | \$ 85,306      | \$ 88,373      | \$ 83,011      |
| Write Offs                          | 302            | -              | 26             |
| Rates instalment interest           | 411,527        | 374,000        | 209,969        |
| Rates overdue interest              | 481,174        | 374,000        | 350,687        |
| Rates instalment administration fee | 232,992        | 255,500        | 256,947        |

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

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 26. Determination of surplus or deficit

|   |   | 2024/25           | 2024/25           | 2023/24           |
|---|---|-------------------|-------------------|-------------------|
|   |   | 30 June 2025      | Budget            | 30 June 2024      |
|   |   | Carried Forward   | 30 June 2025      | Carried Forward   |
| Note  |   | \$                | \$                | \$                |
| <b>(a) Non-cash amounts excluded from operating activities</b>  |   |                   |                   |                   |
| The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> . |   |                   |                   |                   |
| <b>Adjustments to operating activities</b>  |   |                   |                   |                   |
|   |   | (514,124)         | (519,170)         | (723,840)         |
|   | Less: Profit on asset disposals   |                   |                   |                   |
|   | Less: Fair value adjustments to financial assets at fair value through profit or loss | 8,098             | –                 | 1,521             |
|   | Add: Loss on disposal of assets   | 1,879,995         | 104,165           | 1,195,720         |
|   | Add: Depreciation   | 31,906,083        | 30,614,786        | 31,394,588        |
|   | 9a  |                   |                   |                   |
| Non-cash movements in assets and liabilities:   |   |                   |                   |                   |
|   | Pensioner deferred rates  | (85,640)          | –                 | (87,360)          |
|   | Employee benefit provisions   | 142,245           | –                 | –                 |
|   | Movement in non current developer contribution plan liability                         | (859,761)         | –                 | 5,474,762         |
|   | Movement in current developer contribution plan liability                             | 1,518,548         | –                 | (2,128,389)       |
|   | Movement in non-current receivables   | –                 | –                 | 799,463           |
|   | <b>Non-cash amounts excluded from operating activities</b>                            | <b>33,995,444</b> | <b>30,199,781</b> | <b>35,926,465</b> |
| <b>(b) Non-cash amounts excluded from investing activities</b>  |   |                   |                   |                   |
| <b>Adjustments to investing activities</b>  |   |                   |                   |                   |
|   | Infrastructure assets received for substantially less than fair value                 | –                 | –                 | (7,068,481)       |
|   | 8a  |                   |                   |                   |
|   | Non cash Capital grants, subsidies and contributions                                  | –                 | –                 | 7,068,481         |
|   | Right of use assets received - non cash   | 857,418           | –                 | –                 |
|   | 10a   |                   |                   |                   |
|   | Plant and Equipment depreciation capitalised  | –                 | –                 | 265,885           |
|   | 9a  |                   |                   |                   |
|   | <b>Non-cash amounts excluded from investing activities</b>                            | <b>857,418</b>    | <b>–</b>          | <b>265,885</b>    |
|   | Non cash proceeds from new leases   | (857,418)         | –                 | –                 |
|   | 27d   |                   |                   |                   |
|   | <b>Non-cash amounts excluded from financing activities</b>                            | <b>(857,418)</b>  | <b>–</b>          | <b>–</b>          |

## Notes to the Financial Report

for the year ended 30 June 2025

## Note 26. Determination of surplus or deficit (continued)

|   |      | 2024/25             | 2024/25                | 2023/24              |
|---|------|---------------------|------------------------|----------------------|
|   |      | 30 June 2025        | Budget<br>30 June 2025 | 30 June 2024         |
|   | Note | Carried Forward     | Carried Forward        | Carried Forward      |
|   |      | \$                  | \$                     | \$                   |
| <b>(c) Surplus/(deficit) after imposition of general rates</b>  |      |                     |                        |                      |
| The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> to agree to the surplus/(deficit) after imposition of general rates. |      |                     |                        |                      |
| <b>Adjustments to net current assets</b>  |      |                     |                        |                      |
| Less: Reserve accounts  | 28   | (121,950,218)       | (101,724,084)          | (126,785,775)        |
| Developer contribution plan liabilities   | 13   | 1,667,900           | –                      | 149,347              |
| Add: Current liabilities not expected to be cleared at end of year  |      |                     |                        |                      |
| - Current portion of borrowings   | 14   | 27,055,367          | 1,006,648              | 15,387,863           |
| - Current portion of lease liabilities  | 10b  | 183,073             | –                      | –                    |
| <b>Total adjustments to net current assets</b>  |      | <u>(93,043,878)</u> | <u>(100,717,436)</u>   | <u>(111,248,565)</u> |
| <b>Net current assets used in the Statement of Financial Activity</b>   |      |                     |                        |                      |
| Total current assets  |      | 157,910,540         | 138,915,640            | 159,340,767          |
| Less: Total current liabilities   |      | (65,483,450)        | (38,198,204)           | (50,299,492)         |
| Less: Total adjustments to net current assets   |      | <u>(93,043,878)</u> | <u>(100,717,436)</u>   | <u>(111,248,565)</u> |
| <b>Surplus or deficit after imposition of general rates</b>   |      | <u>(616,788)</u>    | <u>–</u>               | <u>(2,207,290)</u>   |

# City of Gosnells

## Notes to the Financial Report

for the year ended 30 June 2025

### Note 27. Borrowing and lease liabilities

#### (a) Borrowings

| Purpose                                  | Note | Actual                |                          |                                     |                           | Budget                   |                                     |                          |                          |                                     |                           |
|--|------|-----------------------|--------------------------|-------------------------------------|---------------------------|--------------------------|-------------------------------------|--------------------------|--------------------------|-------------------------------------|---------------------------|
|  |      | Actual at 1 July 2023 | New loans during 2023-24 | Principal repayments during 2023-24 | Principal at 30 June 2024 | New loans during 2024-25 | Principal repayments during 2024-25 | Principal at 1 July 2024 | New loans during 2024-25 | Principal repayments during 2024-25 | Principal at 30 June 2025 |
| Central Maddington ODP Infrastructure    |      | 7,157,328             | -                        | (976,618)                           | 6,180,710                 | -                        | (991,519)                           | 5,189,191                | -                        | (991,519)                           | 5,189,192                 |
| Southern River Business Park Development |      | -                     | 14,396,344               | -                                   | 14,396,344                | 11,133,414               | -                                   | 25,529,758               | 10,882,320               | -                                   | 25,278,664                |
| MKSEA SAR                                |      | -                     | -                        | -                                   | -                         | 2,818,301                | -                                   | 2,818,301                | 2,818,301                | -                                   | 2,818,301                 |
| <b>Total</b>                             |      | <b>7,157,328</b>      | <b>14,396,344</b>        | <b>(976,618)</b>                    | <b>20,577,054</b>         | <b>13,951,715</b>        | <b>(991,519)</b>                    | <b>33,537,250</b>        | <b>13,700,621</b>        | <b>(991,519)</b>                    | <b>33,286,157</b>         |
| <b>Total Borrowings</b>                  | 16   | <b>7,157,328</b>      | <b>14,396,344</b>        | <b>(976,618)</b>                    | <b>20,577,054</b>         | <b>13,951,715</b>        | <b>(991,519)</b>                    | <b>33,537,250</b>        | <b>13,700,621</b>        | <b>(991,519)</b>                    | <b>33,286,157</b>         |

All loan repayments were financed by general purpose revenue.

#### Borrowing Finance Cost Payments

| Purpose  | Institution             | Interest rate | Function and activity       | Date final payment is due | Actual for year ending 30 June 2025 | Budget for year ending 30 June 2025 | Actual for year ending 30 June 2024 |
|--|-------------------------|---------------|-----------------------------|---------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| Central Maddington ODP Infrastructure  | WA Treasury Corporation | 1.52%         | Community Amenities         | 01/04/2030                | (142,000)                           | (128,259)                           | (107,421)                           |
| Southern River Business Park Development                                     | WA Treasury Corporation | 4.40%         | Other Property and Services | 16/06/2025                | (1,115,262)                         | (807,379)                           | -                                   |
| Maddington Kenwick Strategic Employment Area Specified Area Rate (MKSEA SAR) | WA Treasury Corporation | 4.09%         | Other Property and Services | 20/05/2030                | -                                   | -                                   | -                                   |
| <b>Total Finance Cost Payments</b>   |                         |               |                             |                           | <b>(1,257,262)</b>                  | <b>(935,638)</b>                    | <b>(107,421)</b>                    |

Notes to the Financial Report  
for the year ended 30 June 2025

Note 27. Borrowing and lease liabilities (continued)  
(b) New Borrowings - 2024/25

| Particulars/Purpose                     | Institution             | Loan Type  | Term Years | Interest Rate | Amount Borrowed |        | Amount (Used) |        | Total Interest & Charges | Actual Balance Unspent |
|---|-------------------------|------------|------------|---------------|-----------------|--------|---------------|--------|--------------------------|------------------------|
|   |                         |            |            |               | Actual          | Budget | Actual        | Budget |                          |                        |
|   |                         |            |            | %             | \$              | \$     | \$            | \$     | \$                       | \$                     |
| MKSEA SAR                               | WA Treasury Corporation | Long-term  | 5          | 4.09%         | 2,818,301       | —      | 2,818,301     | —      | 20,927                   | —                      |
| Sothern River Business Park Development | WA Treasury Corporation | Short-term | 1          | 4.58%         | 11,133,344      | —      | 11,133,344    | —      | 3,840,984                | —                      |

Notes to the Financial Report

for the year ended 30 June 2025

**Note 27. Borrowing and lease liabilities (continued)**

**(c) Unspent Borrowings**

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The City did not have any unspent loan funds as at 30 June 2025.

Notes to the Financial Report  
for the year ended 30 June 2025

Note 27. Borrowing and lease liabilities (continued)

(d) Lease liabilities

| Purpose                        | Note | Actual                   |                           |                                     |                           | Budget                    |                                     |                          |                           |                           |   |   |
|--------------------------------|------|--------------------------|---------------------------|-------------------------------------|---------------------------|---------------------------|-------------------------------------|--------------------------|---------------------------|---------------------------|---|---|
|                                |      | Principal at 1 July 2023 | New leases during 2023-24 | Principal repayments during 2023-24 | Principal at 30 June 2024 | New leases during 2024-25 | Principal repayments during 2024-25 | Principal at 1 July 2024 | New leases during 2024-25 | Principal at 30 June 2025 |   |   |
| Laptops & Tablets              |      | -                        | -                         | -                                   | -                         | 332,643                   | (38,804)                            | -                        | -                         | 293,839                   | - | - |
| Colour printer copier machines |      | -                        | -                         | -                                   | -                         | 183,530                   | (20,956)                            | -                        | -                         | 162,574                   | - | - |
| Gym Equipment                  |      | -                        | -                         | -                                   | -                         | 341,245                   | -                                   | -                        | -                         | 341,245                   | - | - |
| <b>Total lease liabilities</b> | 10b  | -                        | -                         | -                                   | -                         | <b>857,418</b>            | <b>(59,760)</b>                     | -                        | -                         | <b>797,658</b>            | - | - |

| Purpose                            | Institution                         | Lease interest rate | Function and activity         | Date final payment is due | Actual for year ending 30 June 2025 |   | Budget for year ending 30 June 2024 |   | Lease term |
|------------------------------------|-------------------------------------|---------------------|-------------------------------|---------------------------|-------------------------------------|---|-------------------------------------|---|------------|
|                                    |                                     |                     |                               |                           | \$                                  | % | \$                                  | % |            |
| Colour printer copier machines     | Kyocera Documents Solutions Pty Ltd | 0.90%               | Other Properties and Services | 30/06/2030                | 20,956                              | - | -                                   | - | 48 Months  |
| Laptops & Tablets                  | HP                                  | 0.97%               | Other Properties and Services | 31/12/2028                | 38,804                              | - | -                                   | - | 48 months  |
| Gym Equipment                      | CHG - Meridan Australia             | 1.16%               | Recreation & Culture          | 29/02/2030                | -                                   | - | -                                   | - | 60 months  |
| <b>Total Finance Cost Payments</b> |                                     |                     |                               |                           | <b>59,760</b>                       | - | -                                   | - |            |

## Notes to the Financial Statements

for the year ended 30 June 2025

## Note 28. Reserve accounts

## (a) Movements in reserve accounts

|   | 2024/25<br>Actual | 2024/25<br>Budget | 2023/24<br>Actual |
|---|-------------------|-------------------|-------------------|
|   | \$                | \$                | \$                |
| <b>Restricted by Council</b>  |                   |                   |                   |
| <b>(a) Asset Management</b>   |                   |                   |                   |
| Opening Balance   | 184,918           | 178,812           | 110,505           |
| Amount used / Transfer from reserve                                   | (40,239)          | (70,000)          | (9,766)           |
| Amount set aside / Transfer to reserve                                | 88,330            | 80,504            | 84,179            |
| Transfer between reserves - equity                                    | 0                 | 0                 | 0                 |
|   | <u>233,009</u>    | <u>189,316</u>    | <u>184,918</u>    |
| <b>(b) Central Maddington City Funded Common Infrastructure Works</b> |                   |                   |                   |
| Opening Balance   | 1,448,541         | 1,437,975         | 1,377,640         |
| Amount used / Transfer from reserve                                   | 0                 | 0                 | 0                 |
| Amount set aside / Transfer to reserve                                | 75,155            | 44,259            | 70,902            |
|   | <u>1,523,696</u>  | <u>1,482,234</u>  | <u>1,448,541</u>  |
| <b>(c) Community Infrastructure</b>                                   |                   |                   |                   |
| Opening Balance   | 15,794,948        | 15,233,039        | 16,539,902        |
| Amount used / Transfer from reserve                                   | (9,412,660)       | (10,927,804)      | (2,348,801)       |
| Amount set aside / Transfer to reserve                                | 1,050,630         | 862,621           | 1,071,902         |
| Transfer between reserves - equity                                    | 91,399            | 13,796            | 531,945           |
|   | <u>7,524,316</u>  | <u>5,181,652</u>  | <u>15,794,948</u> |
| <b>(d) Gosnells and Beckeham Laneways</b>                             |                   |                   |                   |
| Opening Balance   | 269,234           | 246,474           | 853,301           |
| Amount used / Transfer from reserve                                   | 0                 | 0                 | 2,799             |
| Amount set aside / Transfer to reserve                                | 47,081            | 87,117            | 42,092            |
| Transfer between reserves - equity                                    | 0                 | 0                 | (628,958)         |
|   | <u>316,315</u>    | <u>333,591</u>    | <u>269,234</u>    |
| <b>(e) Gosnells Oval Redevelopment</b>                                |                   |                   |                   |
| Opening Balance   | 268,778           | 258,905           | 305,290           |
| Amount used / Transfer from reserve                                   | (182,262)         | (250,000)         | (90,870)          |
| Amount set aside / Transfer to reserve                                | 4,881             | 4,891             | 54,358            |
| Transfer between reserves - equity                                    | (91,398)          | (13,796)          | 0                 |
|   | <u>0</u>          | <u>0</u>          | <u>268,778</u>    |
| <b>(f) Gosnells Town Centre Revitalisation</b>                        |                   |                   |                   |
| Opening Balance   | 5,499,750         | 5,391,353         | 5,368,250         |
| Amount used / Transfer from reserve                                   | (193,998)         | (405,387)         | (240,507)         |
| Amount set aside / Transfer to reserve                                | 177,126           | 165,937           | 372,007           |
| Transfer between reserves – equity                                    | (2,000,000)       | (2,000,000)       | 0                 |
|   | <u>3,482,880</u>  | <u>3,151,903</u>  | <u>5,499,750</u>  |
| <b>Total Restricted by Council C/Fwd</b>                              | <u>13,080,215</u> | <u>10,338,697</u> | <u>23,466,170</u> |

continued on next page ...

## Notes to the Financial Statements

for the year ended 30 June 2025

## Note 28. Reserve accounts (continued)

## (a) Movements in reserve accounts (continued)

|  | 2024/25<br>Actual | 2024/25<br>Budget | 2023/24<br>Actual |
|--|-------------------|-------------------|-------------------|
|  | \$                | \$                | \$                |
| <b>Total Restricted by Council B/Fwd</b>                 | <b>13,080,215</b> | <b>10,338,697</b> | <b>23,466,170</b> |
| <b>(g) Heritage Condition Reward Scheme</b>              |                   |                   |                   |
| Opening Balance  | 20,558            | 26,634            | 25,528            |
| Amount used / Transfer from reserve                      | (7,860)           | (7,260)           | (6,260)           |
| Amount set aside / Transfer to reserve                   | 994               | 820               | 1,290             |
|  | <u>13,692</u>     | <u>20,194</u>     | <u>20,558</u>     |
| <b>(h) Insurance</b>                                     |                   |                   |                   |
| Opening Balance  | 706,333           | 700,427           | 671,760           |
| Amount set aside / Transfer to reserve                   | 102               | 21,558            | 34,573            |
| Transfer between reserves - equity                       | (706,434)         | (721,985)         |                   |
|  | <u>0</u>          | <u>0</u>          | <u>706,333</u>    |
| <b>(i) Local Government Elections</b>                    |                   |                   |                   |
| Opening Balance  | 70,429            | 69,543            | 221,819           |
| Amount used / Transfer from reserve                      | 0                 | 0                 | (404,416)         |
| Amount set aside / Transfer to reserve                   | 256,119           | 242,140           | 253,026           |
|  | <u>326,548</u>    | <u>311,683</u>    | <u>70,429</u>     |
| <b>(j) Local Open Space Strategy</b>                     |                   |                   |                   |
| Opening Balance  | 1,266,659         | 675,328           | 2,129,560         |
| Amount used / Transfer from reserve                      | (1,250,043)       | (670,795)         | (1,014,131)       |
| Amount set aside / Transfer to reserve                   | 84,223            | 97,363            | 125,799           |
| Transfer between reserves - equity                       |                   |                   | 25,431            |
|  | <u>100,839</u>    | <u>101,896</u>    | <u>1,266,659</u>  |
| <b>(k) Maddington/Kenwick Revitalisation</b>             |                   |                   |                   |
| Opening Balance  | 1,823,437         | 1,806,017         | 1,907,919         |
| Amount used / Transfer from reserve                      | (218,865)         | (540,000)         | (179,609)         |
| Amount set aside / Transfer to reserve                   | 86,803            | 55,586            | 95,126            |
|  | <u>1,691,375</u>  | <u>1,321,603</u>  | <u>1,823,437</u>  |
| <b>(l) Operations Centre and Waste Transfer Facility</b> |                   |                   |                   |
| Opening Balance  | 24,449,022        | 24,230,810        | 23,399,828        |
| Amount used / Transfer from reserve                      | (113,119)         | (303,654)         | (150,982)         |
| Amount set aside / Transfer to reserve                   | 1,267,626         | 745,786           | 1,200,175         |
|  | <u>25,603,529</u> | <u>24,672,942</u> | <u>24,449,022</u> |
| <b>Total Restricted by Council C/Fwd</b>                 | <b>40,816,200</b> | <b>36,767,014</b> | <b>51,802,608</b> |

continued on next page ...

## Notes to the Financial Statements

for the year ended 30 June 2025

## Note 28. Reserve accounts (continued)

## (a) Movements in reserve accounts (continued)

|   | 2024/25<br>Actual | 2024/25<br>Budget | 2023/24<br>Actual |
|---|-------------------|-------------------|-------------------|
|   | \$                | \$                | \$                |
| <b>Total Restricted by Council B/Fwd</b>  | <u>40,816,200</u> | <u>36,767,014</u> | <u>51,802,608</u> |
| <b>(m) Plant and Equipment</b>  |                   |                   |                   |
| Opening Balance   | 2,563,759         | 2,786,667         | 2,327,020         |
| Amount used / Transfer from reserve   | (1,869,888)       | (2,677,190)       | (2,961,392)       |
| Amount set aside / Transfer to reserve  | 857,633           | 656,009           | 3,198,130         |
| Transfer between reserves - equity  | 1,000,000         | 1,000,000         | 0                 |
|   | <u>2,551,502</u>  | <u>1,765,486</u>  | <u>2,563,759</u>  |
| <b>(n) Public Art Contribution</b>  |                   |                   |                   |
| Opening Balance   | 252,369           | 199,259           | 149,582           |
| Amount set aside / Transfer to reserve  | 291,698           | 86,133            | 102,786           |
|   | <u>544,067</u>    | <u>285,392</u>    | <u>252,369</u>    |
| <b>(o) Rate Revaluation</b>   |                   |                   |                   |
| Opening Balance   | 461,999           | 458,449           | 319,383           |
| Amount set aside / Transfer to reserve  | 108,146           | 94,110            | 142,616           |
|   | <u>570,145</u>    | <u>552,559</u>    | <u>461,999</u>    |
| <b>(p) Refuse Disposal Site Rehabilitation</b>                                      |                   |                   |                   |
| Opening Balance   | 537,028           | 481,359           | 610,838           |
| Amount used / Transfer from reserve   | (172,972)         | (215,318)         | (132,347)         |
| Amount set aside / Transfer to reserve  | 49,297            | 51,666            | 58,537            |
|   | <u>413,353</u>    | <u>317,707</u>    | <u>537,028</u>    |
| <b>(q) Strategic Capital Development (previously Strategic Capital Acquisition)</b> |                   |                   |                   |
| Opening Balance   | 668,359           | 1,145,580         | 608,869           |
| Amount used / Transfer from reserve   | (633,583)         | (60,000)          | (609,453)         |
| Amount set aside / Transfer to reserve  | 745,537           | 861,509           | 668,943           |
|   | <u>780,313</u>    | <u>1,947,089</u>  | <u>668,359</u>    |
| <b>(r) Streetscape Levy</b>   |                   |                   |                   |
| Opening Balance   | 268,699           | 233,832           | 217,228           |
| Amount used / Transfer from reserve   | (87,434)          | (66,030)          | (53,900)          |
| Amount set aside / Transfer to reserve  | 322,592           | 7,197             | 105,371           |
|   | <u>503,857</u>    | <u>174,999</u>    | <u>268,699</u>    |
| <b>(s) Sutherlands Park</b>   |                   |                   |                   |
| Opening Balance   | 571,699           | 864,527           | 786,368           |
| Amount used / Transfer from reserve   | 0                 | 0                 | (332,049)         |
| Amount set aside / Transfer to reserve  | 27,183            | 26,609            | 117,379           |
| Transfer between reserves - equity  | (598,882)         | (891,136)         | 0                 |
|   | <u>0</u>          | <u>0</u>          | <u>571,699</u>    |
| <b>Total Restricted by Council</b>  | <u>46,179,437</u> | <u>41,810,246</u> | <u>57,126,518</u> |

continued on next page ...

## Notes to the Financial Statements

for the year ended 30 June 2025

## Note 28. Reserve accounts (continued)

## (a) Movements in reserve accounts (continued)

|   | 2024/25<br>Actual | 2024/25<br>Budget | 2023/24<br>Actual |
|---|-------------------|-------------------|-------------------|
|   | \$                | \$                | \$                |
| <b>Total Restricted by Council B/Fwd</b>                        | <u>46,179,437</u> | <u>41,810,246</u> | <u>57,126,518</u> |
| <b>(t) Sutherlands Park Leisure Aquatic Sports Hub (SPLASH)</b> |                   |                   |                   |
| Opening Balance   | 10,624,946        | 10,627,066        | 10,349,123        |
| Amount used / Transfer from reserve                             | (1,664,535)       | (5,043,485)       | (252,917)         |
| Amount set aside / Transfer to reserve                          | 2,166,366         | 1,867,569         | 528,740           |
| Transfer between reserves - equity                              | 706,434           | 721,985           | 0                 |
|   | <u>11,833,212</u> | <u>8,173,135</u>  | <u>10,624,946</u> |
| <b>(u) Synthetic Surfaces Renewal</b>                           |                   |                   |                   |
| Opening Balance   | 130,096           | 129,051           | 123,728           |
| Amount used / Transfer from reserve                             | 0                 | 0                 | 0                 |
| Amount set aside / Transfer to reserve                          | 6,755             | 3,972             | 6,368             |
|   | <u>136,851</u>    | <u>133,023</u>    | <u>130,096</u>    |
| <b>(v) Waste Reserve</b>  |                   |                   |                   |
| Opening Balance   | 2,411,773         | 2,340,043         | 2,715,411         |
| Amount used / Transfer from reserve                             | (1,774,950)       | (1,580,000)       | (469,402)         |
| Amount set aside / Transfer to reserve                          | 839,268           | 722,023           | 165,764           |
| Transfer between reserves - equity                              | 1,000,000         | 1,000,000         | 0                 |
|   | <u>2,476,091</u>  | <u>2,482,066</u>  | <u>2,411,773</u>  |
| <b>(w) Community Waste Transfer and Recycle Facility</b>        |                   |                   |                   |
| Opening Balance   | 1,960,960         | 1,950,019         | 518,224           |
| Amount used / Transfer from reserve                             | (81,220)          | (250,000)         | (120,205)         |
| Amount set aside / Transfer to reserve                          | 1,150,763         | 1,060,019         | 1,562,940         |
|   | <u>3,030,502</u>  | <u>2,760,038</u>  | <u>1,960,960</u>  |
| <b>(x) Capital Works in Progress</b>                            |                   |                   |                   |
| Opening Balance   | 2,615,092         | 2,643,346         | 1,703,679         |
| Amount used / Transfer from reserve                             | (1,908,247)       | (1,581,939)       | (737,821)         |
| Amount set aside / Transfer to reserve                          | 2,382,496         | 81,358            | 1,649,234         |
| Transfer between reserves - equity                              | 32,000            | 0                 | 0                 |
|   | <u>3,121,341</u>  | <u>1,142,765</u>  | <u>2,615,092</u>  |
| <b>(y) Sutherlands Park Master Plan Implementation</b>          |                   |                   |                   |
| Opening Balance   | 3,867,133         | 3,736,103         | 3,162,022         |
| Amount used / Transfer from reserve                             | (1,391,083)       | (1,864,718)       | (655,255)         |
| Amount set aside / Transfer to reserve                          | 936,422           | 564,991           | 1,360,366         |
| Transfer between reserves - equity                              | 598,882           | 891,136           | 0                 |
|   | <u>4,011,354</u>  | <u>3,327,512</u>  | <u>3,867,133</u>  |
| <b>Total Restricted by Council</b>                              | <u>70,778,789</u> | <u>59,828,786</u> | <u>78,736,518</u> |

continued on next page ...

## Notes to the Financial Statements

for the year ended 30 June 2025

## Note 28. Reserve accounts (continued)

## (a) Movements in reserve accounts (continued)

|   | 2024/25<br>Actual | 2024/25<br>Budget | 2023/24<br>Actual |
|---|-------------------|-------------------|-------------------|
|   | \$                | \$                | \$                |
| <b>Restricted by legislation</b>                |                   |                   |                   |
| <b>(z) ODP - Canning Vale</b>                   |                   |                   |                   |
| Opening Balance                                 | 5,259,639         | 5,220,196         | 4,487,634         |
| Amount used / Transfer from reserve             | (146,484)         | (64,029)          | (18,399)          |
| Amount set aside / Transfer to reserve          | 522,641           | 160,669           | 790,404           |
|   | <u>5,635,796</u>  | <u>5,316,836</u>  | <u>5,259,639</u>  |
| <b>(aa) ODP - Central Maddington Precinct 1</b> |                   |                   |                   |
| Opening Balance                                 | 657,758           | 498,472           | 899               |
| Amount used / Transfer from reserve             | (12,398)          | (56,175)          | (35,695)          |
| Amount set aside / Transfer to reserve          | 612,307           | 15,342            | 692,554           |
|   | <u>1,257,667</u>  | <u>457,639</u>    | <u>657,758</u>    |
| <b>(ab) ODP - Central Maddington Precinct 2</b> |                   |                   |                   |
| Opening Balance                                 | 1,756,882         | 1,751,614         | 1,711,121         |
| Amount used / Transfer from reserve             | (3,372)           | (2,854)           | (2,365)           |
| Amount set aside / Transfer to reserve          | 58,043            | 53,912            | 48,126            |
|   | <u>1,811,553</u>  | <u>1,802,672</u>  | <u>1,756,882</u>  |
| <b>(ac) ODP - Homestead Road</b>                |                   |                   |                   |
| Opening Balance                                 | 931,484           | 911,521           | 901,043           |
| Amount used / Transfer from reserve             | (941,909)         | (19,029)          | (347,621)         |
| Amount set aside / Transfer to reserve          | 47,267            | 28,055            | 378,062           |
|   | <u>36,842</u>     | <u>920,547</u>    | <u>931,484</u>    |
| <b>(ad) ODP - Maddington Road A</b>             |                   |                   |                   |
| Opening Balance                                 |                   |                   |                   |
| Amount used / Transfer from reserve             | (8,789)           | 0                 | 0                 |
| Amount set aside / Transfer to reserve          | 136,353           | 0                 | 0                 |
| Transfer between reserves - equity              | 1,310,349         | 0                 | 0                 |
|   | <u>1,437,913</u>  | <u>0</u>          | <u>0</u>          |
| <b>(ae) ODP - Maddington Road B</b>             |                   |                   |                   |
| Opening Balance                                 |                   |                   |                   |
| Amount used / Transfer from reserve             | (6,875)           | 0                 | 0                 |
| Amount set aside / Transfer to reserve          | 37,438            | 0                 | 0                 |
| Transfer between reserves - equity              | 731,373           | 0                 | 0                 |
|   | <u>761,936</u>    | <u>0</u>          | <u>0</u>          |
| <b>(af) ODP - Maddington Road A and B</b>       |                   |                   |                   |
| Opening Balance                                 | 2,071,304         | 2,020,482         | 1,960,858         |
| Amount used / Transfer from reserve             | (29,581)          | (19,029)          | (21,098)          |
| Amount set aside / Transfer to reserve          | 0                 | 62,187            | 101,962           |
| Transfer between reserves - equity              | (2,041,722)       | 0                 | 29,581            |
|   | <u>0</u>          | <u>2,063,640</u>  | <u>2,071,304</u>  |
| <b>Total Restricted by legislation C/Fwd</b>    | <u>10,941,708</u> | <u>10,561,334</u> | <u>10,677,067</u> |

continued on next page ...

## Notes to the Financial Statements

for the year ended 30 June 2025

## Note 28. Reserve accounts (continued)

## (a) Movements in reserve accounts (continued)

|  | 2024/25<br>Actual | 2024/25<br>Budget | 2023/24<br>Actual |
|--|-------------------|-------------------|-------------------|
|  | \$                | \$                | \$                |
| <b>Total Restricted by legislation B/Fwd</b>       | <b>10,941,708</b> | <b>10,561,334</b> | <b>10,677,067</b> |
| <b>(ag) ODP - Southern River Precinct 1</b>        |                   |                   |                   |
| Opening Balance                                    | 1,679,724         | 1,663,187         | 1,579,167         |
| Amount used / Transfer from reserve                | (13,812)          | (19,029)          | (13,977)          |
| Amount set aside / Transfer to reserve             | 86,733            | 50,205            | 82,534            |
| Transfer between reserves - equity                 | (32,000)          | 0                 | 32,000            |
|  | <u>1,720,645</u>  | <u>1,694,363</u>  | <u>1,679,724</u>  |
| <b>(ah) ODP - Southern River Precinct 2</b>        |                   |                   |                   |
| Opening Balance                                    | 8,588,067         | 7,641,699         | 7,329,027         |
| Amount used / Transfer from reserve                | (17,514)          | (19,029)          | (19,299)          |
| Amount set aside / Transfer to reserve             | 1,248,254         | 235,200           | 1,278,339         |
|  | <u>9,818,807</u>  | <u>7,857,870</u>  | <u>8,588,067</u>  |
| <b>(ii) ODP - Southern River Precinct 3</b>        |                   |                   |                   |
| Opening Balance                                    | 12,663,600        | 11,465,783        | 8,120,193         |
| Amount used / Transfer from reserve                | (2,268,621)       | (17,126)          | (1,644,073)       |
| Amount set aside / Transfer to reserve             | 2,150,405         | 381,205           | 6,187,480         |
| Transfer between reserves - equity                 | 0                 | 0                 | 0                 |
|  | <u>12,545,384</u> | <u>11,829,862</u> | <u>12,663,600</u> |
| <b>(aj) ODP - Southern River Precinct 3D</b>       |                   |                   |                   |
| Opening Balance                                    | (1,450)           | (1,340)           | (1,180)           |
| Amount used / Transfer from reserve                | (267)             | (380)             | (270)             |
|  | <u>(1,717)</u>    | <u>(1,720)</u>    | <u>(1,450)</u>    |
| <b>))(ak) ODP - Southern River Precinct 3E</b>     |                   |                   |                   |
| Opening Balance                                    | 1,436,040         | 1,427,428         | 1,307,337         |
| Amount used / Transfer from reserve                | (68,665)          | (190)             | (217,414)         |
| Amount set aside / Transfer to reserve             | 72,526            | 43,936            | 346,118           |
| Transfer between reserves - equity                 | 0                 | 0                 | 0                 |
|  | <u>1,439,901</u>  | <u>1,471,174</u>  | <u>1,436,040</u>  |
| <b>(al) ODP - Southern River Precinct 3A North</b> |                   |                   |                   |
| Opening Balance                                    | 3,902,612         | 3,862,487         | 6,162,339         |
| Amount used / Transfer from reserve                | (704,542)         | (1,145)           | (3,590,708)       |
| Amount set aside / Transfer to reserve             | 181,428           | 86,564            | 1,330,981         |
| Transfer between reserves - equity                 | 0                 | 0                 | 0                 |
|  | <u>3,379,498</u>  | <u>3,947,906</u>  | <u>3,902,612</u>  |
| <b>Total Restricted by legislation C/Fwd</b>       | <b>39,844,226</b> | <b>37,360,788</b> | <b>38,945,660</b> |

continued on next page ...

## Notes to the Financial Statements

for the year ended 30 June 2025

## Note 28. Reserve accounts (continued)

## (a) Movements in reserve accounts (continued)

|  | 2024/25<br>Actual | 2024/25<br>Budget | 2023/24<br>Actual |
|--|-------------------|-------------------|-------------------|
|  | \$                | \$                | \$                |
| <b>Total Restricted by legislation B/Fwd</b>       | <b>39,844,226</b> | <b>37,360,788</b> | <b>38,945,660</b> |
| <b>(am) ODP - Southern River Precinct 3A South</b> |                   |                   |                   |
| Opening Balance                                    | 46,607            | 39,312            | (349)             |
| Amount used / Transfer from reserve                | (147)             | (190)             | (135)             |
| Amount set aside / Transfer to reserve             | 9,337             | 1,210             | 47,092            |
|  | <u>55,798</u>     | <u>40,332</u>     | <u>46,607</u>     |
| <b>(an) ODP - West Canning Vale</b>                |                   |                   |                   |
| Opening Balance                                    | 0                 | 0                 | 162,306           |
| Amount used / Transfer from reserve                | 0                 | 0                 | (172,306)         |
| Amount set aside / Transfer to reserve             | 0                 | 0                 | 0                 |
| Transfer between reserves – equity                 | 0                 | 0                 | 10,000            |
|  | <u>0</u>          | <u>0</u>          | <u>0</u>          |
| <b>(ao) Public Open Space - Cash in Lieu</b>       |                   |                   |                   |
| Opening Balance                                    | 1,552,626         | 971,975           | 1,210,595         |
| Amount used / Transfer from reserve                | (1)               | 0                 | 0                 |
| Amount set aside / Transfer to reserve             | 1,623,414         | 29,916            | 342,031           |
| Transfer between reserves - equity                 | 0                 | 0                 | 0                 |
|  | <u>3,176,039</u>  | <u>1,001,891</u>  | <u>1,552,626</u>  |
| <b>(ap) TPS - 9A</b>                               |                   |                   |                   |
| Opening Balance                                    | 2,842,840         | 2,798,250         | 2,740,300         |
| Amount used / Transfer from reserve                | (14,141)          | (2,198,954)       | (37,623)          |
| Amount set aside / Transfer to reserve             | 147,266           | 86,126            | 140,163           |
|  | <u>2,975,965</u>  | <u>685,422</u>    | <u>2,842,840</u>  |
| <b>(aq) TPS – 15</b>                               |                   |                   |                   |
| Opening Balance                                    | 1,854,566         | 1,673,554         | 1,692,163         |
| Amount used / Transfer from reserve                | (13,862)          | (19,029)          | (27,313)          |
| Amount set aside / Transfer to reserve             | 334,647           | 51,509            | 189,716           |
|  | <u>2,175,351</u>  | <u>1,706,034</u>  | <u>1,854,566</u>  |
| <b>(ar) TPS – 17</b>                               |                   |                   |                   |
| Opening Balance                                    | 2,337,951         | 736,732           | 2,239,391         |
| Amount used / Transfer from reserve                | (13,998)          | (139,029)         | (16,249)          |
| Amount set aside / Transfer to reserve             | 120,851           | 22,675            | 114,809           |
|  | <u>2,444,804</u>  | <u>620,378</u>    | <u>2,337,951</u>  |
| <b>Total Restricted by legislation C/Fwd</b>       | <b>50,672,183</b> | <b>41,414,845</b> | <b>47,580,250</b> |

continued on next page ...

## Notes to the Financial Statements

for the year ended 30 June 2025

## Note 28. Reserve accounts (continued)

## (a) Movements in reserve accounts (continued)

|  | <b>2024/25</b>            | <b>2024/25</b>            | <b>2023/24</b>            |
|--|---------------------------|---------------------------|---------------------------|
|  | <b>Actual</b>             | <b>Budget</b>             | <b>Actual</b>             |
|  | \$                        | \$                        | \$                        |
| <b>Total Restricted by legislation B/Fwd</b> | <u>50,672,183</u>         | <u>41,414,845</u>         | <u>47,580,250</u>         |
| <b>(as) TPS – 20</b>                         |                           |                           |                           |
| Opening Balance                              | 469,007                   | 466,108                   | 445,965                   |
| Amount used / Transfer from reserve          | 0                         | 0                         | 0                         |
| Amount set aside / Transfer to reserve       | 20,242                    | 14,346                    | 23,042                    |
|  | <u>489,249</u>            | <u>480,454</u>            | <u>469,007</u>            |
| <b>Total Restricted by legislation</b>       | <u>51,161,432</u>         | <u>41,895,299</u>         | <u>48,049,258</u>         |
| <b>Total Reserves</b>                        | <u><b>121,950,218</b></u> | <u><b>101,724,085</b></u> | <u><b>126,785,776</b></u> |
| <b>Summary of reserves</b>                   |                           |                           |                           |
| Opening Balance                              | 126,785,775               | 120,998,078               | 118,551,586               |
| Amount used / Transfer from reserve          | (25,267,935)              | (29,088,797)              | (16,931,828)              |
| Amount set aside / Transfer to reserve       | 20,432,378                | 9,814,804                 | 25,166,017                |
|  | <u><b>121,950,218</b></u> | <u><b>101,724,085</b></u> | <u><b>126,785,775</b></u> |

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

## Notes to the Financial Statements

for the year ended 30 June 2025

## Note 28. Reserve accounts (continued)

## (b) Purpose of reserve accounts

The purposes for which the reserves have been established are as follows:

| <b>Name of Reserve</b>  | <b>Anticipated date of use</b> | <b>Purpose of the Reserve</b>   |
|---|--------------------------------|---|
| <b>Restricted by Council</b>  |                                |   |
| Asset Management  | Ongoing                        | To fund costs associated with asset data collection and management, including the acquisition and implementation of an asset management system.   |
| Capital Works in Progress   | Ongoing                        | To hold funds for capital works projects which have been approved and funded but which will not be completed until a future financial year.   |
| Central Maddington City Funded Common Infrastructure Works                        | Ongoing                        | To hold the City's contribution towards the Central Maddington Outline Development Plan (CMODP) and fund the provision of strategic common infrastructure works and public open space within the CMODP area.  |
| Community Infrastructure  | Ongoing                        | To fund the improvement and development of recreation and community facilities.   |
| Community Waste Transfer and Recycle Facility                                     | Ongoing                        | To fund the establishment of a Community Waste Transfer and Recycle Facility.   |
| Gosnells and Beckenham Laneways (formerly Developer Contributions Infrastructure) | Ongoing                        | Developer contributions paid to the City for road and drainage infrastructure works or non-Town Planning Scheme or Outline Development Plan Projects, including funds received under Local Planning Policy 5.7 Gosnells and Beckenham Laneways.   |
| Gosnells Oval Redevelopment   | Ongoing                        | To fund improvement of recreation and community facilities at Gosnells Oval funded from Telco Tower leases.   |
| Gosnells Town Centre Revitalisation   | Ongoing                        | To fund opportunities for the redevelopment, improvement and maintenance of the Gosnells Town Centre.   |
| Heritage Condition Reward Scheme  | Ongoing                        | To fund the preservation or restoration of the City's significant historic items and to fund payments to owners of properties and trees listed in the City of Gosnells Heritage Inventory through the Condition Reward Scheme.  |
| Insurance   | Ongoing                        | To provide funds in case of calls on Council's participation in the self-insurance scheme.  |
| Local Government Elections  | Ongoing                        | For expenditure associated with holding of local government elections.  |
| Local Open Space Strategy   | Ongoing                        | To fund the implementation of projects (including enhancement, strategic acquisitions and disposals) identified in the Public Open Space Strategy, whereby alternative financial sources such as Public Open Space Cash In Lieu and Development Contribution Funds are not available or identified in the Strategy. |
| Maddington/Kenwick Revitalisation   | Ongoing                        | To fund the cost of urban renewal in Maddington/Kenwick.  |

continued on next page ...

## Notes to the Financial Statements

for the year ended 30 June 2025

## Note 28. Reserve accounts (continued)

## (b) Purpose of reserve accounts (continued)

| Name of Reserve                                       | Anticipated date of use | Purpose of the Reserve   |
|---|-------------------------|--|
| <b>Restricted by Council (continued)</b>              |                         |  |
| Operations Centre and Waste Transfer Facility         | Ongoing                 | To fund expenditure relating to the development of a new Operations Centre, Waste Transfer Facility, Animal Pound and Impound Yard.  |
| Plant and Equipment                                   | Ongoing                 | To fund replacement or new acquisition of plant and associated equipment.  |
| Public Art Contribution                               | Ongoing                 | To hold funds received under Local Planning Policy 6.0 – Public Art for the provision of public art.   |
| Rate Revaluation                                      | Ongoing                 | For expenditure associated with the revaluation of properties on which Council raises rates.   |
| Refuse Disposal Site Rehabilitation                   | Ongoing                 | To fund site rehabilitation and POS development at the former Kelvin Road Waste Disposal site.   |
| Strategic Capital Development                         | Ongoing                 | Royalties received from quarry set aside for investing in profit generating assets.  |
| Streetscape Levy                                      | Ongoing                 | To hold funds received under Local Planning Policy 4.7 - Planning and Development of Public Open Space and Streetscapes for the planting of trees in the development area. |
| Sutherland's Park                                     | Ongoing                 | To fund improvement of recreation and community facilities at Sutherland's Park funded from Telco Tower leases.  |
| Sutherland's Park Leisure Aquatic Sports Hub (SPLASH) | Ongoing                 | To fund the development of a recreation and aquatic centre at Sutherland's Park.   |
| Sutherland's Park Master Plan Implementation          | Ongoing                 | To fund costs associated with the implementation of Sutherland's Park Master Plan.   |
| Waste Reserve   | Ongoing                 | To fund costs associated with the delivery of the City's waste services.   |

continued on next page ...

Notes to the Financial Statements

for the year ended 30 June 2025

Note 28. Reserve accounts (continued)

(b) Purpose of reserve accounts (continued)

| Name of Reserve                          | Anticipated date of use | Purpose of the Reserve   |
|--|-------------------------|--|
| <b>Restricted by legislation</b>         |                         |  |
| ODP - Canning Vale                       |                         |  |
| ODP - Central Maddington Precinct 1      |                         |  |
| ODP - Central Maddington Precinct 2      |                         |  |
| ODP - Homestead Road                     |                         |  |
| ODP - Maddington Road A and B            |                         |  |
| ODP - Southern River Precinct 1          |                         |  |
| ODP - Southern River Precinct 2          | Ongoing                 | To fund expenditure on infrastructure and administrative items within the ODP areas with contributions from developers.  |
| ODP - Southern River Precinct 3          |                         |  |
| ODP - Southern River Precinct 3A (North) |                         |  |
| ODP - Southern River Precinct 3A (South) |                         |  |
| ODP - Southern River Precinct 3D         |                         |  |
| ODP - Southern River Precinct 3E         |                         |  |
| ODP - West Canning Vale                  |                         |  |
| Public Open Space – Cash in Lieu         | Ongoing                 | To fund Public Open Space expenditure within the locality for which the cash in lieu is provided, and where local areas are seen to benefit. Funds to be used in accordance with Section 154 of the <i>Planning and Development Act 2005</i> . |

Notes to the Financial Statements

for the year ended 30 June 2025

Note 28. Reserve accounts (continued)

(b) Purpose of reserve accounts (continued)

| Name of Reserve                              | Anticipated date of use | Purpose of the Reserve  |
|--|-------------------------|---|
| <b>Restricted by legislation (continued)</b> |                         |   |
| PS-9A  | Ongoing                 | To fund expenditure on infrastructure and administrative items within the TPS areas with contributions from developers. |
| TPS - 15                                     | Ongoing                 |   |
| TPS - 17                                     | Ongoing                 |   |
| TPS - 20                                     | Ongoing                 |   |

The timing of expenditure from reserves is varied depending upon the timing of projects.

Notes to the Financial Report

for the year ended 30 June 2025

Note 29. Trust funds

|   | 1-Jul-2024       | Amounts received | Amounts paid       | 30 June 2025     |
|---|------------------|------------------|--------------------|------------------|
|   | \$               | \$               | \$                 | \$               |
| <b>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:</b> |                  |                  |                    |                  |
| Unclaimed Monies  | 42,498           | 20,634           | (5,174)            | 57,958           |
| Construction Training Fund  | 33,630           | 245,786          | (214,418)          | 64,998           |
| Building Commission   | 76,406           | 662,574          | (578,045)          | 160,935          |
| Development Applications  | 188              | 47,115           | (29,581)           | 17,722           |
| Public Open Space - Cash In Lieu  | 4,808,752        | -                | (2,234,134)        | 2,574,618        |
|   | <u>4,961,474</u> | <u>976,109</u>   | <u>(3,061,352)</u> | <u>2,876,231</u> |



## Auditor General

### INDEPENDENT AUDITOR'S REPORT

2025

City of Gosnells

To the Council of the City of Gosnells

#### Opinion

I have audited the financial report of the City of Gosnells (City) which comprises:

- the statement of financial position as at 30 June 2025, the statement of comprehensive income, statement of changes in equity, statement of cash flows and statement of financial activity for the year then ended
- notes comprising a summary of material accounting policies and other explanatory information.

In my opinion, the financial report:

- is based on proper accounts and records
- presents fairly, in all material respects, the results of the operations of the City for the year ended 30 June 2025 and its financial position at the end of that period
- is in accordance with the *Local Government Act 1995* (the Act) and, to the extent that they are not inconsistent with the Act, Australian Accounting Standards.

#### Basis for opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial report section below.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

#### Other information

The Chief Executive Officer (CEO) is responsible for the preparation and the Council for overseeing the other information. The other information is the information in the entity's annual report for the year ended 30 June 2025, but not the financial report and my auditor's report.

My opinion on the financial report does not cover the other information and accordingly, I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I did not receive the other information prior to the date of this auditor's report. When I do receive it, I will read it and if I conclude that there is a material misstatement in this information, I am required to communicate the matter to the CEO and Council and request them to correct the misstated information. If the misstated information is not corrected, I may need to retract this auditor's report and re-issue an amended report.

### **Responsibilities of the Chief Executive Officer and Council for the financial report**

The Chief Executive Officer (CEO) of the City is responsible for:

- keeping proper accounts and records
- preparation and fair presentation of the financial report in accordance with the requirements of the Act, the Regulations and Australian Accounting Standards
- managing internal control as required by the CEO to ensure the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the CEO is responsible for:

- assessing the City's ability to continue as a going concern
- disclosing, as applicable, matters related to going concern
- using the going concern basis of accounting unless the State Government has made decisions affecting the continued existence of the City.

The Council is responsible for overseeing the City's financial reporting process.

### **Auditor's responsibilities for the audit of the financial report**

As required by the *Auditor General Act 2006*, my responsibility is to express an opinion on the financial report. The objectives of my audit are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.

A further description of my responsibilities for the audit of the financial report is located on the Auditing and Assurance Standards Board website. This description forms part of my auditor's report and can be found at [https://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf).

### **My independence and quality management relating to the report on the financial report**

I have complied with the independence requirements of the *Auditor General Act 2006* and the relevant ethical requirements relating to assurance engagements. In accordance with ASQM 1 *Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements*, the Office of the Auditor General maintains a comprehensive system of quality management including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

### **Matters relating to the electronic publication of the audited financial report**

This auditor's report relates to the financial report of the City of Gosnells for the year ended 30 June 2025 included in the annual report on the City's website. The City's management is responsible for the integrity of the City's website. This audit does not provide assurance on the integrity of the City's website. The auditor's report refers only to the financial report. It does not provide an opinion on any other information which may have been hyperlinked to/from the annual report. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to contact the City to confirm the information contained in the website version.



Efthalia Samaras  
Acting Assistant Auditor General Financial Audit  
Delegate of the Auditor General for Western Australia  
Perth, Western Australia  
5 December 2025

## MAJOR LAND TRANSACTIONS

### (a) Southern River Business Park

#### (i) Details

The proposed Southern River Business Park consists of Lot 21 Furley Rd, Lot 100 & Lot 1768 Southern River Rd and Lot 1767 Matison St, which are owned fee simple by the City.

The construction of Southern River Business Park will be completed by 30 June 2026. Sale of the lots are all under contract and funds are anticipated to be received by 30 June 2026.

#### (ii) Revenue and Expense

|                                    | <b>Project<br/>Budget</b> | <b>Project<br/>Actual</b> | <b>2025/26<br/>Budget</b> | <b>2024/25<br/>Actual</b> |
|------------------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
|                                    | \$                        | \$                        | \$                        | \$                        |
| <b>Funding Sources</b>             |                           |                           |                           |                           |
| <b>Capital Revenue</b>             |                           |                           |                           |                           |
| Asset Disposal Proceeds            | 39,392,968                | 0                         | 39,392,968                | 0                         |
| <b>Other Funding Sources</b>       |                           |                           |                           |                           |
| Loan Proceeds                      | 25,529,758                | 25,529,758                | 0                         | 11,133,414                |
| Transfer from Reserve - SPLASH     | 3,236,651                 | 3,236,652                 | 0                         | 306,913                   |
| Other Funding                      | 298,794                   | 298,794                   |                           | 118,371                   |
| <b>Total Funding Sources</b>       | <b>68,458,171</b>         | <b>29,065,204</b>         | <b>39,392,968</b>         | <b>11,558,698</b>         |
| <b>Disbursement of Funds</b>       |                           |                           |                           |                           |
| <b>Capital Expenditure</b>         |                           |                           |                           |                           |
| Materials & Contracts              | (27,535,882)              | (26,189,874)              | (1,346,008)               | (10,200,320)              |
| Interest Expense                   | (2,343,362)               | (1,115,263)               | (1,228,099)               | (1,115,263)               |
|                                    | (29,879,244)              | (27,305,137)              | (2,574,107)               | (11,315,583)              |
| <b>Operating Expense</b>           |                           |                           |                           |                           |
| Materials & Contracts              | (2,199,350)               | (1,760,067)               | (439,283)                 | (243,115)                 |
| <b>Other Expenses</b>              |                           |                           |                           |                           |
| Loan Repayment                     | (25,529,758)              | 0                         | (25,529,758)              | 0                         |
| Transfer to Reserve -<br>SPLASH    | (10,849,820)              | (0)                       | (10,849,820)              | (0)                       |
|                                    | (36,379,578)              | (0)                       | (36,379,578)              | (0)                       |
| <b>Total Disbursement of funds</b> | <b>(68,458,172)</b>       | <b>(29,065,204)</b>       | <b>(39,392,968)</b>       | <b>(11,558,698)</b>       |
| <b>Total</b>                       | <b>(0)</b>                | <b>(0)</b>                | <b>0</b>                  | <b>(0)</b>                |

## 12. MAJOR LAND TRANSACTIONS (CONTINUED)

### (b) Southern River Business Park (continued)

#### (iii) Expected Future Projections

|                                | <u>2025/26</u>      | <u>Total</u>        |
|--------------------------------|---------------------|---------------------|
|                                | \$                  | \$                  |
| <b>Revenue</b>                 |                     |                     |
| Asset Disposal Proceeds        | 39,392,968          | 39,392,968          |
| Loan Proceeds                  | 0                   | 0                   |
| Transfer from Reserve - SPLASH | 0                   | 0                   |
|                                | <u>39,392,968</u>   | <u>39,392,968</u>   |
| <b>Expenditure</b>             |                     |                     |
| Materials & Contracts          | (1,785,291)         | (1,785,291)         |
| Interest Expense               | (1,228,099)         | (1,228,099)         |
| Loan Repayment                 | (25,529,758)        | (25,529,758)        |
| Transfer to Reserve            | (10,849,820)        | (10,849,820)        |
|                                | <u>(39,392,968)</u> | <u>(39,392,968)</u> |

#### (iv) Assets and Liabilities

Assets associated with this land transaction have a written down value of \$54,882,986 at 30 June 2025.

Liabilities associated with this land transaction is anticipated to be \$25,529,759 at 30 June 2025.

There is no change in the short term loan facility for the 2025/26 financial year. The loan will be repaid from the Southern River Business Park sales proceeds.

#### Capital Grants, Subsidies and Contributions

The table below shows the amount of capital grants, subsidies and contributions the City of Gosnells has received over the past three financial years.

|                    | <b>2024-25</b> | <b>2023-24</b> | <b>2022-23</b> |
|--------------------|----------------|----------------|----------------|
| <b>Renewal</b>     | 2,208,461      | 2,359,074      | 2,065,439      |
| <b>Replacement</b> | 622,852        | 1,649,553      | 2,124,354      |
| <b>Total</b>       | 2,831,313      | 4,008,627      | 4,189,792      |



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