



ANNUAL REPORT

FOR THE YEAR ENDED
30TH JUNE 2015

MISSION STATEMENT

To build on our history to create our future

SHIRE OF YORK

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PART B – ANNUAL FINANCIAL REPORT

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The Annual Report of the Shire of York is produced in accordance with the requirements of the Local Government Act 1995 and provides a valuable record of the work of the Local Government over the reporting period, 1st July 2014 to 30 June 2015.

As a part of York's history this report is designed to record the successes and challenges the Shire faced and to demonstrate how the community, the Council and the administration met these challenges.

The second part of the report provides the statement by the Auditor and financial reports showing statutory information in the format required by the Local Government Act.

During the reporting period Councillors Boyle and Duperouzel resigned. The remaining Councillors were subsequently suspended. Mr James Best was appointed as Commissioner for the Shire of York for six months from 5 January 2015 to 6 July 2015.

The Minister for Local Government ensured that specific training programs were put in place for Councilors' and attendance was compulsory.

The major improvement in the road network and associated infrastructure cost \$1.652 million dollars and was the highlight of the year. Completion of the Forrest Oval water Re-use dam will provide a resource of fresh water for the grassed oval.

Innovation by the Shire Staff enabled the purchase and installation of solar panels on the roof of the office and roof of the York Recreation and Convention Centre to supplement electricity consumption.

The contribution by the Residency museum to the Heritage of York and Local Tourism has again been invaluable. Management arrangements have been made to elevate the standing of the staff to have a greater involvement in heritage matters.

Forrest Oval has experienced another successful year with regional sporting and community groups, holding many of their major events in York. The Tennis Courts are still under observation and action has been taken to repair facility surface.

Law, and order and public safety remained as strong priorities in 2014/15 and close liaison with York Police is a focus for Council. Special thanks are extended to Sergeant Gubanyi and his team for their efforts in keeping York safe. The Shire has assisted by increasing its CCTV coverage and granting access to the police.

I also take this opportunity to express sincere thanks and appreciation to the Staff for the loyalty and commitment to York and for their service delivery to the community to make York an even better place to live.

Graeme Simpson

GRAEME K SIMPSON
ACTING CHIEF EXECUTIVE OFFICER

Strategic Direction

Mission Statement

To build on our history to create our future

Our Vision – The Rural Gateway

Our Shire will be:

- A place to visit, work, play and rest;
- A place of vibrancy and energy, but one of tranquillity and safety;
- A place of growth, find opportunities and thrive;
- A place of history, and cultural interests, where past history is valued, building a sense of permanency and pride;
- A place of community, where lifestyle choices are important and where community matters.

Our Aim

To manage growth economically and socially in supporting a progressive vibrant community.

Our Goals

Social

- Manage population growth through planned provision of services and infrastructure;
- Strengthen community interactions and a sense of a united, cohesive and safe community;
- Build and strengthen community, culture, vibrancy and energy.

Environmental

- Maintain and preserve the natural environment during growth, enhancing the 'rural' nature of York, and ensuring a sustainable environment for the future;
- Support sustainable energy and renewable resource choices.

Economic

- Build population base through economic prosperity;
- Value, protect and preserve our heritage past;
- Grow the economic base and actively support local businesses and service provision.

Governance

Strengthen Shire Leadership

Our Vision

- We will ensure our sustainability through our leadership, our regional and government partnerships and ensure we make informed resource decisions for our community good.
- We will engage and listen to our community, advocate on behalf of our community, be accountable and manage within our governance and legislative framework.
- Our objectives and priorities are built from our shared outcomes.

Our People

Senior Staff

Acting Chief Executive Officer

Mr Michael Keeble – to 18 November 2014

Mr Graeme Simpson

Deputy Chief Executive Officer

Mrs Tyhscha Cochrane

Manager Works & Services

Mr Graham Lantzke – resigned 11 August 2014

Mr Keith Dickerson (Interim Contract Manager)

Mr Allan Rourke – commenced 8 December 2014

Manager Health & Building Services

Mr Gordon Tester *

Manager of Planning Services

Mrs Jacky Jurmann *

Employee Remuneration 2014/15

In the 2014/15 financial year the Shire of York had four (4) employees entitled to an annual cash salary of \$100,000 or more in the following bands:

Bands	# Employees
\$100,000 - 109,999	1
\$110,000 - 119,999	0
\$120,000 - 129,999	1
\$130,000 - 139,999	0
\$140,000 - 149,999	0
\$160,000 - 169,999	0
\$170,000 - 179,999	1
\$180,000 – 189,000	1

Human Resources

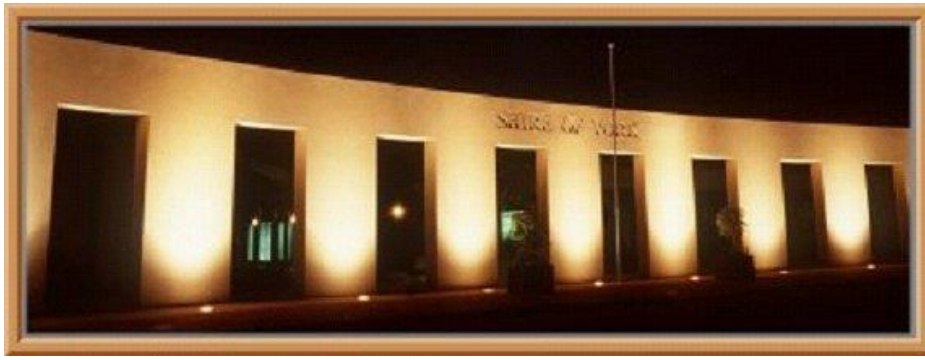
Staff of the York Shire

The organisation would be unable to function without the support of its administration staff and I would like to pay tribute to the following staff and identify their role in our operations:

Anneke Birleson	Customer Services Officer
Carol Littlefair	Museum Curator
Cindy Keeble	Librarian
Dot Bourne	Admin Support / Customer Service Officer
Gail Maziuk	HR/Compliance Officer
Hayley McNamara	Customer Service Officer
Helen Darcy-Walker	Executive Support Officer
John Coles	Environmental Health Officer
John Goward	Ranger
Kathryn Brown	Recreation & Convention Centre Manager
Katrina Parsons	Casual Swimming Pool Attendant
Kira Strange	Planning Officer
Kristy Livingstone	Accounts Officer
Leonie Kempin	Depot Administration Officer
Lindy Dewar	Customer Services Officer
Matthew Davies	Payroll/IT Communications
Natasha Brennan	Administration Support Officer
Nicole Fleay *	Casual Records/Administration Support Officer
Nicole McNamara *	Casual Administration Support Officer
Nick Russo	Catering Manager YRCC
Pamella Law	Rates Officer
Patricia Mogridge *	Information Services Officer
Paul West *	Purchasing Officer
Samantha Good	Museum Assistant
Sharla Fythe	Technical Services Officer
Susan Johns	Records/Administration Support Officer
Tabitha Bateman	Finance Controller
Tamara Hooper	Administration Support Officer
Timothy Jurmann *	Building Surveyor
Vicki Robinson	Information Services Officer
William (Bill) Livingstone	Pool Manager

** denotes the staff member left the employ of the Shire of York in this financial year*

Administration and Corporate Services Sector



The 2014/2015 Financial Year has again proved to be an extremely busy period for Council staff, with many challenges and opportunities to explore.

Administration staff levels remained stable during 2014/15. New administration staff members employed in 2014/15 to fill vacancies are:

- Allan Rourke – Works Manager
- Paul West – Purchasing Officer – new position
- Kristy Livingstone – Accounts Officer - new position
- Dot Bourne – Administration Officer
- Hayley McNamara – Customer Service Officer

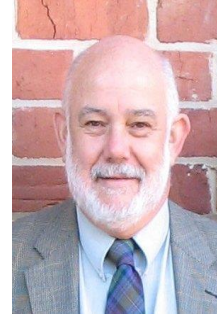
Elected Members

Councillors who resigned in 2014/15 are:

Councillor Mark Duperouzel resigned from Council on the 5 November 2014.

Councillor Tony Boyle resigned from Council on the 8 December 2014.

The remaining Councillors were suspended on 6 January 2015 for a period of 6 months. James Best was appointed Commissioner until the 7 July 2015.



Elections

No Elections were held in this financial year.

End of Year Financial Situation

The York Shire Council recorded a surplus of \$1,998,492 for the 2014/15 Financial Year. Contributors to the surplus include an advance payment of Financial Assistance Grants of \$742,000 which will reduce the payments received 2015/16, incomplete road and footpath construction works and deferral of Walk Trail upgrades.

Some of the non-completed works have been included in the 2015/16 budget while others have been incorporated into the Long Term Financial Plan to be prioritised by Council.

Valuations

Rural land was re-valued during the period in accordance with the requirements of the Regional Developments and Land information to value rural land on an annual basis.

The Department of Land Information have now changed the time frame between GRV re-valuations from five years to four years, next re-valuation will be for financial year 2015/2016.

Revenue and Expenditure

REVENUE	\$	% of total
Rates	4,622,832	50%
Operating Grants, Subsidies and Contributions	2,760,075	30%
Fees and Charges	1,492,709	16%
Service Charges	0	0%
Interest Earnings	191,285	2%
Other Revenue	80,334	1%
Profit on Asset Disposals	7,093	0%
TOTAL	9,154,328	100%
EXPENSES		
Employee Costs	(3,478,181)	36%
Materials and Contracts	(2,988,116)	31%
Depreciation on Non-Current Assets	(2,224,631)	23%
Utility Charges	(250,010)	3%
Insurance Expenses	(302,819)	3%
Interest Expenses	(120,683)	1%
Other Expenditure	(125,238)	1%
Loss on Asset Disposals	(42,437)	0%
TOTAL	(9,532,115)	100%

SHIRE OF YORK
RATES INCENTIVE PRIZES
WINNERS

FIRST PRIZE — Mr Kevin Giles

The Shire of York, in conjunction with the York & Districts Community Bank Branch of Bendigo Bank, a \$1,000 bank account

SECOND PRIZE— Mr Max Malland

Four tickets to the
Western Australian Symphony Orchestra donated by WASO

THIRD PRIZE— Mrs Helen Watt

\$200 worth of Unleaded Petrol donated by
Fuel Distributors of WA Pty Ltd.



Fuel Distributors
of Western Australia Pty Ltd



The Shire of York gratefully acknowledges the support of the York & Districts Community Bank Branch of Bendigo Bank, Fuel Distributors of Western Australia Pty Ltd, West Australian Symphony Orchestra and Aspen Parks for their contributions to the 2014/2015 rates incentive prizes.

These prize winners were drawn by random computer selection.



Our Services

Community Assistance & Support

Once again community organisations were provided with financial assistance through direct sponsorship and donations. Community Sponsorships for 2014/2015 were as follows:

Name	Purpose	Funds
Cycle Events	Event funding	\$509
Australia Day	Australia Day Breakfast	\$5,013
York Town Hall	Free Usage - Various Events	\$573
York Youthcare	York District High School Chaplain service	\$3,000
York Children's Christmas Street Party	Christmas Street Party and Lights Competition	\$7,125
Talbot Brook Community Group	Improvements and maintenance of Talbot Hall	\$8,500
York Seniors Mobility Group	Stay on Your Feet	\$1,245
York Community Resource Centre	Sponsorship 2014/15 - one-off	\$27,273
York Community Resource Centre	York Business Directory	\$1,091
York Community Resource Centre	2015 Womens Event & Summer Holiday Programme funding	\$1,750
York Agricultural Society	Staging of the York Agricultural Show including in-kind support	\$10,000
Avon Tourism Inc	Regional area promotion and marketing for the Avon Valley	\$10,000
York District High School	2014 Presentation Night – Book Awards, Sashes \$1,500 and Hall Hire	\$2,591
Seniors Appreciation Day 2014/15	Senior Citizens' Appreciation Day including in-kind hall hire and set-up	\$2,316
York Society – Arts & Crafts	Town Hall hire in-kind	\$6,745
Greenhill's Progress Association	Improvements and maintenance of Hall	\$4,200
York Easter Fair	Event funding including in-kind	\$2,000
Friendship Club	Medieval Fayre Event funding including in-kind	\$5,000
York Men's Shed	Switchboard upgrades	\$4,077
York Hockey Club	Players Bunkers, Disabled Ramp & Security	\$3,570
York Golf Club	Refurbish Captain's Room	\$2,000
York Bowling Club	Open Day 2015 and Corporate Bowls	\$3,955
Motor Shows	Veteran Car Club and Avon Classic Rally 2014	\$1,990
Fiddlestix Bush Band	Event funding including in-kind	\$1,000
Emergency Services	Donations	\$1,500
York Community Radio	Utilities, Rates, Insurances, Leases & Supplies	\$6,243
York's Got Talent	Event funding including in-kind	\$636
Avon Tourism - York sub-branch	York Jazz Festival Seed funding (held in Trust)	\$30,000
Youth Connections	Community Bus Hire - Dance	\$207
Anzac Day	Community Bus Hire and Wreaths	\$1,691
	Total Sponsorship	\$155,799

It should be noted that the above contributions do not include all the in-kind assistance provided to many community organisations and contributions paid to organisations towards the development of Council owned facilities.

Library

Our statistics indicate that membership remains steady and use is only slightly lower. Local stock continues to expand and we are making a consistent effort to increase large print and audio books. We have also made a point of discarding video items as very few members have a video player these days as well as old stock that is no longer being used. Ensuring a relevant collection of items for York residence and an interesting discard bin for Patrons.

The State Library has continued to expand its programme of Better Beginnings by providing backpacks for use by young readers to encourage literacy. These backpacks have a great selection of books and activities and a most fabulous puppet.

Cathie Stark has continued to provide her valuable volunteer services and we welcome Rita Bremner as a new library volunteer. Our volunteers provide quality assistance in the library and we truly value their contributions. On behalf of the York community we sincerely thank these ladies for their volunteer services.



Story Time

Story time is a popular library service which is designed to introduce books and a love of reading to toddlers. Held every Tuesday at 9.30 during the school term, it allows families the benefit of someone else reading to their children with an appropriate craft activity and social interactions in an informal setting.

Story Time is a great preparation for Pre School and Kindy and judging by attendance and participation it is a very successful service.



			2014/15
Items Issued	Adult Non Fiction		4119
	Adult Fiction		13740
	Junior Library		6637
	Total		24496
Membership	Adults		784
	Family		423
	Junior		67
	Total		1274
General Statistics	Library was opened for		1972
	Books issued per hour		12.42
	Items requested by other libraries		397
	Items requested from other libraries		733
Local Stock On Hand	Adult Non Fiction		3812
	Adult Fiction		3841
	Junior		2046
	Total		9699
State Library Stock	Adult Non Fiction		1331
	Adult Fiction		2066
	Junior		961
	Total		4358



Residency Museum

ANZAC EXHIBITION – OK AT THE TIME OF WRITING – opened 18 APRIL



This small exhibition was created to honour the Centenary of ANZAC and opened to coincide with the **NATIONAL TRUST WA HERITAGE FESTIVAL 18 APRIL – 18 MAY 2015**. A Private View was held on 24th April with another especially for York Men's Shed members held on 13th May. York District High School students and teachers held their own Anzac Memorial event on the 24th, placing poppies in a ceremony on the Museum lawn, before visiting the new exhibition. The Exhibition was also promoted at the Dawn Service on the 25th, resulting in increased visitor numbers that day.

With assistance from Guest Curator, military historian Dr. Mike Galvin, the exhibition gives a poignant insight into the life of Irwin Whitfield of

York, a WW1 soldier, from initial training at Blackboy Hill camp to active service in Egypt and Palestine and the effect of his death on his sister Claudia, who left school to become "the son my father has lost".

Claudia ran the family farm 'Wonobbing' firstly supporting her ailing father, then farmed it after his death until 1949. The story of Irwin and Claudia is told through extracts from original letters and diaries, making a powerful and moving account of the consequences of WW1 upon one York family. A special loan of a Light Horseman's WW1 uniform from private collector Gary Hayes added another dimension to the exhibition, which will run until the end of 2015.

ANZAC CENTENARY LOCAL GRANT OBTAINED

York Residency Museum will be creating a major exhibition for the Shire of York to commemorate the Centenary of Anzac during the period 2014-2018. It is a regional partner in the W.A. Museum's State wide programme 'Remembering Them' which will facilitate the creation of exhibition graphic panels and showcases of museum objects to be shown in York Town Hall. The subjects covered will be wide ranging and encompass York's contribution to the war effort both through Service personnel and its effect on those who remained behind.

The Museum has been successful in obtaining additional funding of \$34,416 under the Anzac Centenary Local Grants scheme to bring another dimension to the above exhibition in the form of an installation of one hundred life size silhouette figures to be placed in the Town Hall. This is intended as a very powerful evocation of actual real people from York who were affected by WW1 including servicemen, women and children. Some of these figures will be photographic images but many will be plain silhouettes, when no image is available.

Flatpack figures that will not take up much room and are easily stored will be made in batches during 2016 and 2017 and be shown for a period at various local venues or in the Shire Library, then all come together in 2018 at York Town Hall, with the 'Remembering Them' conventional exhibition.

AGED FRIENDLY COMMUNITIES GRANT OBTAINED TO IMPROVE RESIDENCY MUSEUM FACILITIES



Thanks to a Wheatbelt Development Commission Creating Age Friendly Communities in Small Towns Grant, York Residency Museum will have a much improved, aged friendly building next year.

The aim of this project is to improve the amenities to deliver disability compliant amenities to one of the Shire's most popular facilities, through new toilet and multi-function facilities that can be used by visitors, staff and volunteers.

No alterations are being made to the highly significant Heritage-Listed Museum building. The works are anticipated to be completed in 2016.

ADDITIONAL DUST-PROOF CABINET FROM LOTTERYWEST

As noted in last year's Annual Report, the Residency Museum obtained two new dust-proof cabinets for the museum store. A further small cabinet has been recently purchased with the remainder of that Lotterywest grant, which will prove most useful when alterations to the store take place as described above.

CONSERVED PHOTOGRAPHS RE-INSTALLED IN TOWN HALL



The photographs of past Mayors, Councillors and local scenes that were the fortunate recipients of a Lotterywest Conservation Grant in 2012/13 returned from the conservators, Preservation Services of Perth. Replicas specially made for display now hang in the Town Hall upstairs gallery and President's Office.

'Museum volunteers Adelphe and Walter King help to unwrap the photographs'

RED TARDIS UPDATE

Towards the end of the financial year, the Tardis project was nearing completion and the telephone boxes were installed in Joaquina Street and Settler's Courtyard. The official opening of this major project took place in July and will be covered in depth in next year's report.

NEW STAFF

The emphasis for the new casual weekend staff has been on training and understanding museum processes.

August 2014 was the first month that the museum was opened with paid casual weekend staff and since then has always been open 100% of advertised hours.

MAJOR UPGRADE OF SECURITY SYSTEM

During 2014/15 the museum's security systems have had a major upgrade and security procedures reviewed and tightened.

PHOTOGRAPH DONATIONS

The Museum has received forty-eight photographs of local York people and places so far this year, which have been added to our database available to the public.

NEW SIGNS IN AVON TERRACE

Three new directional signs have been added to the Shire's standard signage systems outside Home hardware and on the corner of Avon Terrace and South Street, to help visitors locate the Residency Museum. The Museum also has an advertising banner in a centrally located café window in Avon Terrace, by kind permission of the proprietor and shop owner.

VISITOR DATA

Visitor data collated shows visitor numbers steady and rising according to season throughout 2014/15 with some encouraging statistics:

Total Income increased 16.8% from 2013/14

General admissions increased 11% from 2013/14

Local visitors increased by 54.5% from 2013/14 [possibly due to the Anzac exhibition]

Group bookings 44% increased from 2013/14

Pics: Museum Income comparison

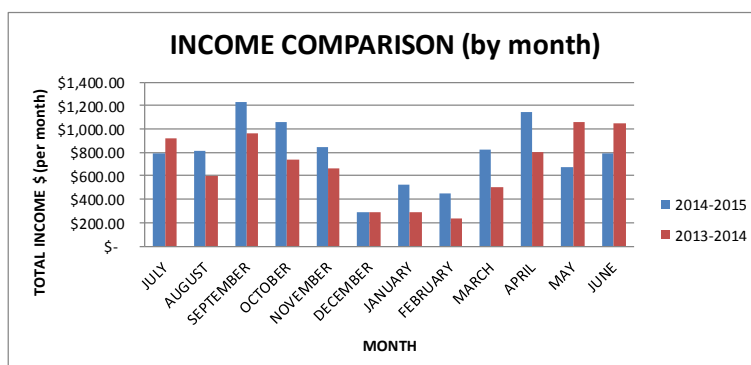
Visitor Data comparison

Monthly income comparison

Monthly Income best performing months comparison

MONTHLY INCOME COMPARISON 2013-14 / 2014-15

	2013-2014	2014-2015
JULY	\$ 925.00	\$ 788.00
AUGUST	\$ 604.90	\$ 809.00
SEPTEMBER	\$ 966.00	\$ 1,232.00
OCTOBER	\$ 738.00	\$ 1,058.00
NOVEMBER	\$ 666.00	\$ 844.00
DECEMBER	\$ 286.00	\$ 295.00
JANUARY	\$ 286.00	\$ 527.00
FEBRUARY	\$ 232.00	\$ 451.00
MARCH	\$ 499.00	\$ 824.00
APRIL	\$ 804.00	\$ 1,140.00
MAY	\$ 1,063.00	\$ 676.00
JUNE	\$ 1,053.00	\$ 793.00



Record Keeping

A complete review of the Shire of York's Record Keeping Plan was carried out in early 2010.

The Shire of York, which is renowned for its heritage values and its commitment to preserving local history, supports the principles of the State Records Act and recognises the importance of establishing and maintaining a reliable and credible Record Keeping System.



In accordance with section 28 of the *State Records Act 2000*, the Plan for the Shire is to be reviewed within five years of its approval date. Once completed, a report of the review must be submitted to the State Records Office by **18 June 2015**.

The required five year review of the Record Keeping Plan has commenced.

The Plan indicates a strong commitment to address certain matters within specific timeframes and we continue to work hard to meet all timeframes.

Freedom of Information

The Shire of York has a Freedom of Information Statement prepared in accordance with the Freedom of Information Act 1992. This Statement was reviewed in August 2014 and is available on our Website. It outlines the Shire's functions, the kind of documents held and how the documents can be accessed.

A total of sixteen (16) Freedom of Information Applications were received during this reporting period.

Integrated Planning and Reporting Framework

Components of the Integrated Planning and Reporting Framework include:

- Workforce Planning
- Community Strategic Plan
- Asset Management Plan
- Corporate Business Plan
- Long Term Financial Planning

The Shire's planning framework aligns with the DLG's framework as outlined below and comprises of the following plans and activities (refer Diagram 1).

Strategic Community Plan (SCP) – identifies the community's main aspirations and priorities for the future and outlines strategies for achieving these goals

Corporate Business Plan (CBP) – describes the activities that will be undertaken over the next four years to achieve the agreed short and long term goals and outcomes.

Divisional Operational Plans (DOP) – outlines the details of the specific projects and activities that will achieve the commitments documented in the Corporate Business Plan.

Long Term Financial Plan (LTFP) – details the financial resources needed to enact the CBP in the first four years and potential revenues and expenses for the next six years of the plan. This plan serves to inform and resource all aspects of the integrated planning activities as appropriate.

Asset Management Plan (AMP) – This plan identifies and records the asset register, service levels, activities and strategies to ensure the physical assets and infrastructure are appropriately managed and maintained over their lifecycle, and disposed of or replaced at the end of that lifecycle.

Integrated Workforce Plan (IWP) – This plan identifies and reports on the internal capacity to meet current and future needs of the goals and objectives of the Shire / Community, both in capacity and capability. It identifies the gaps in human resources, assets or financial resources and strategies to mitigate them.



Workforce Planning

The Shire of York has a current Workforce Plan.

The Workforce Plan identifies gaps between the current workforce profile and the organisational structure.

The Workforce Plan identifies organisational activities to foster and develop the workforce.

The Workforce Plan implementation is budgeted for in the Corporate Business Plan and the Long term Financial Plan.

Purpose

The purpose of Workforce Planning is to develop and implement a structure, systems and processes for workforce planning that will be implemented across all aspects of the Shire's planning, operations and services. This integrated approach to workforce planning will ensure that the Shire of York recruits, retains and manages the human resource requirements needed to meet the strategic and operational objectives of the Shire, its community and the organisation.

Integrated Workforce Planning

The workforce plan has been developed to address the requirements of the Local Government Act 1995 section S5.56 (1) A "plan for the future" and S5.56(2): That Local Governments develop a Strategic Community Plan that links community aspirations with the Council's long term strategy. That the Local Government has a corporate business plan linking to long term financial planning that integrates asset management, workforce planning and specific council plans (informing strategies) with the strategic plan.

Strategic Community Plan- 2012 to the Future

The Strategic Community Plan (SCP) is a forward looking document that covers a ten year period. It is based on community input and Council research and sets a direction and guides decision-making over the planning period.

The Corporate Business Plan (CBP) identifies what will be achieved over the first four years of the planning period, and the steps that will be taken to achieve the longer term goals set out in the SCP and enables progress to be reviewed and monitored by the community and the Council.

Delivery of the SCP and CBP requires the Council to work closely with neighbouring Shires, State and Federal Governments, the private and community and voluntary sectors.

The Council will undertake a major strategic review in 2016.

Our Planning Framework

In 2012 the Shire, in partnership with community and stakeholders, developed a shared strategic vision, goals and outcomes.

In the initial stages of development, research was undertaken across the quadruple bottom line to ensure our community and Council were able to make informed and appropriate priority decisions for our local community.

This included a review of the external Federal and State Government plans, and long term demographic changes, impacts, risks, and the challenges facing our community, to ensure we are a sustainable and growing community.

Complaints about Conduct of Members

Council is required to report on official complaints that result in action under section 5.110 6 (b) or (c) of the Local Government Act 1995. During the 2014/15 year no breaches resulting in action under this section were reported.

Development Services

The Development Services Section of the Council consists of:

- Mrs Jacky Jurmann Manager Planning Services – Town Planning and Heritage
- Mr Gordon Tester Manager Health & Building – Environmental Health, Building Control, Building Maintenance, Ranger Services and Swimming Pool

Health, Building, Town Planning, Fire Prevention & Regulatory Services Sector

Town Planning

Land use planning in York is guided by two main documents – the Local Planning Strategy and the Town Planning Scheme No. 2 (known as TPS 2).

The Town Planner responds to many enquiries relating to planning related issues, both in person and in writing. Enquiries can range from rezoning and subdivision, restoration and development of heritage properties, to the keeping of sea containers, varying the provisions of the Residential Design Codes and conducting home businesses.

It is the aim of the planning section to provide an efficient and effective service to landowners, residents, developers and the community.

Scheme Amendments

Since the gazettal of TPS 2 in 1996, there have been 53 scheme amendments initiated, including three 'omnibus' amendments (description of an amendment that contains a number of proposals).

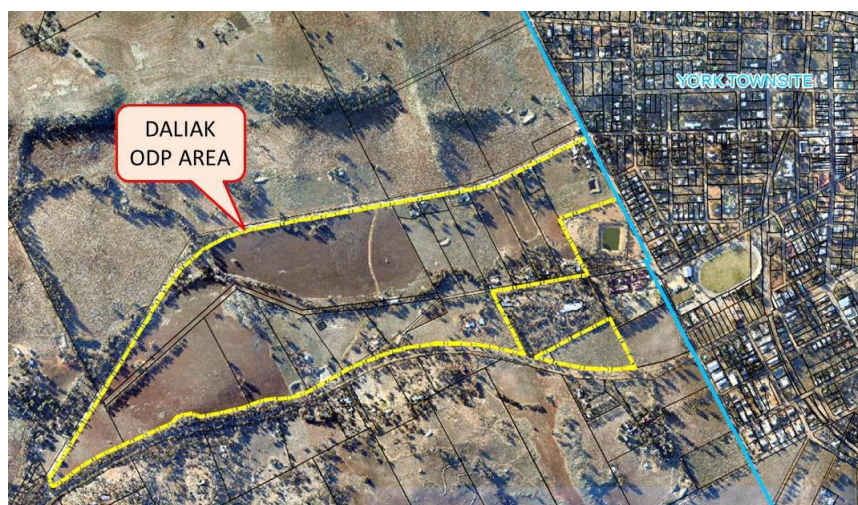
Scheme Amendment 50, a significant 'omnibus', represents a significant review of the Scheme and will introduce new land use definitions and an expanded land use table to represent today's needs. It will also provide guidance on the development and use of reserved land. Once gazetted the Scheme will be an easier to use document that provides better guidance and more certainty for all users, including landowners, developers and planners through better defined land uses and reduced reliance on the 'use not listed' provisions. The amendment is currently with the Minister for Planning for final approval.

Structure Plans

Structure Plans (formerly known as Outline Development Plans or ODPs) are required to guide larger developments.

A Structure Plan has been submitted for the Daliak Precinct and is currently being finalised to guide orderly development in that precinct. The Plan will outline staging, infrastructure requirements and land uses.

Council adopted the Plan on the 24 August 2015 and submitted to the WAPC for final approval on the 8th September 2015.



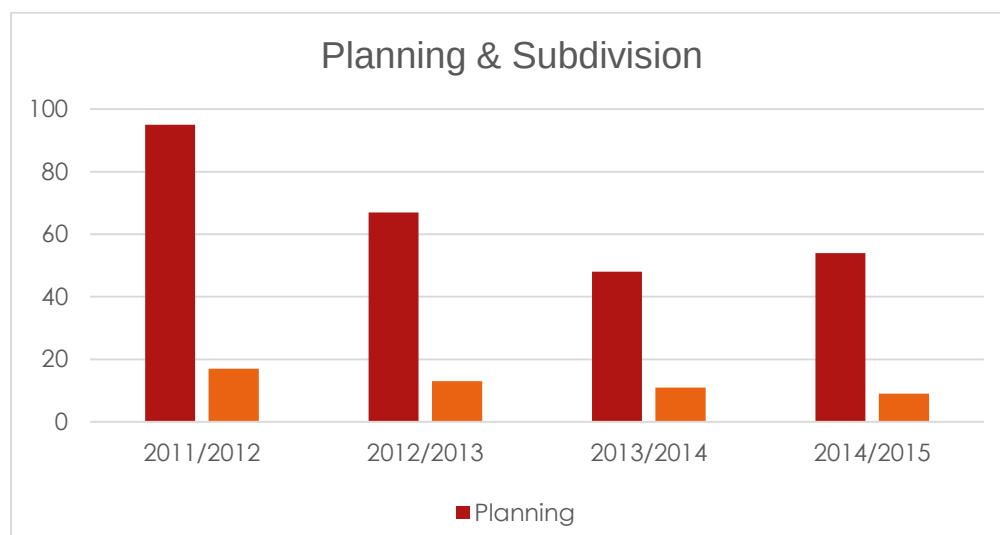
Planning Applications

Planning applications are submitted to Council for construction of dwellings and ancillary residential development, works to heritage buildings and within heritage precincts, change of use for shops and other commercial premises, display advertising signage, and for construction of commercial and industrial developments.

In the 2014/2015 financial year, 54 planning applications received, 6 more than in the previous period.

Similarly, the number of subdivision applications received by the WAPC for the York Shire decreased and in this period 9 subdivision referrals were received by Council, compared to 11 in the previous period.

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



Heritage and Culture

Council has employed a Heritage Consultant to review the Local Planning Policy for Heritage Precincts and Places and the Municipal Heritage Inventory. The first stage of the review has commenced and in the near future be the subject of community and landowner consultation.

Health

Council's Environmental Health Officer is responsible for monitoring various aspects of public health within the Shire. This includes the inspection of food premises, public buildings, lodging houses, caravan park, mosquito monitoring, public swimming pools, septic/ATU installations and offensive trade monitoring.

Activities also include the licensing of stall holder applications and the approval of public events and trading in public places.

Council continued to monitor the structural and operational aspects of all premises to ensure compliance with the requirements of relevant legislation.

Effluent Disposal Systems

Twenty effluent disposal systems were approved for installation in 2014/2015.

The progressive installation of reticulated sewer within the town site is required to overcome system failures and to facilitate the development of unit development and smaller residential blocks.

Registered and Licensed Premises

The following premises are currently operating in the Shire:

Offensive Trades	1
Food Businesses	42
Licensed Hotels	2
Lodging Houses	19

Additionally there are 8 Bed and Breakfast businesses that are not required to be registered under the Health Act 1911.

Food Safety

The Shire of York offers a free Online Food Safety Training course to assist food businesses to meet their food safety training requirements under the *Food Act 2008*.

The Online Food Safety Training was developed by Environmental Health Australia and is being used extensively throughout Australia.

Swimming Pools

York War Memorial Public Swimming Pool

The York War Memorial Public Swimming Pool was inspected and sampled monthly over the swimming pool season for November to April.

Samples of the swimming pool water are sent for analysis to a Perth laboratory to ensure they meet the required microbiological and bacteria standards.



Swimming pool manager Bill Livingstone continues to do an excellent job managing and maintaining the pool.

Privately Owned Public Pools

The Shire of York currently has no Department of Health approved privately owned public pool.

Private Swimming Pools

The Shire of York is required to inspect all private swimming pools within its district at least once in every four year period. Inspections were last carried out in the 2012/13 period, next inspections are due for the 2016/17 period.

Waste Collection & Disposal

The Council again participated in the “drum MUSTER” program. This nationwide program provides for the collection and disposal of used farm chemical containers. A collection yard is located adjacent to the transfer station and collections are received regularly. A total of 3470 drums were collected under the program this year, 1007 higher than the amount collected last year.

Council continued with its participation in the Mobile Muster program. This program was initiated to ensure that mobile phones and their accessories are recycled. Collection points for mobiles are located at the Shire Administration Office and the waste transfer station. 11.25kg of disused mobile phones were collected.

A total of 1244.92 tonnes of waste were transported to the Shire of Northam landfill site for the 2014/15 financial year. This is 144.12 Tonnes more waste than the 2013/14 financial year.

A total of 384.04 tonnes of recyclable material recycled during the 2014/15 financial year. This is 4.46 tonnes less material than the 2013/14 financial year.

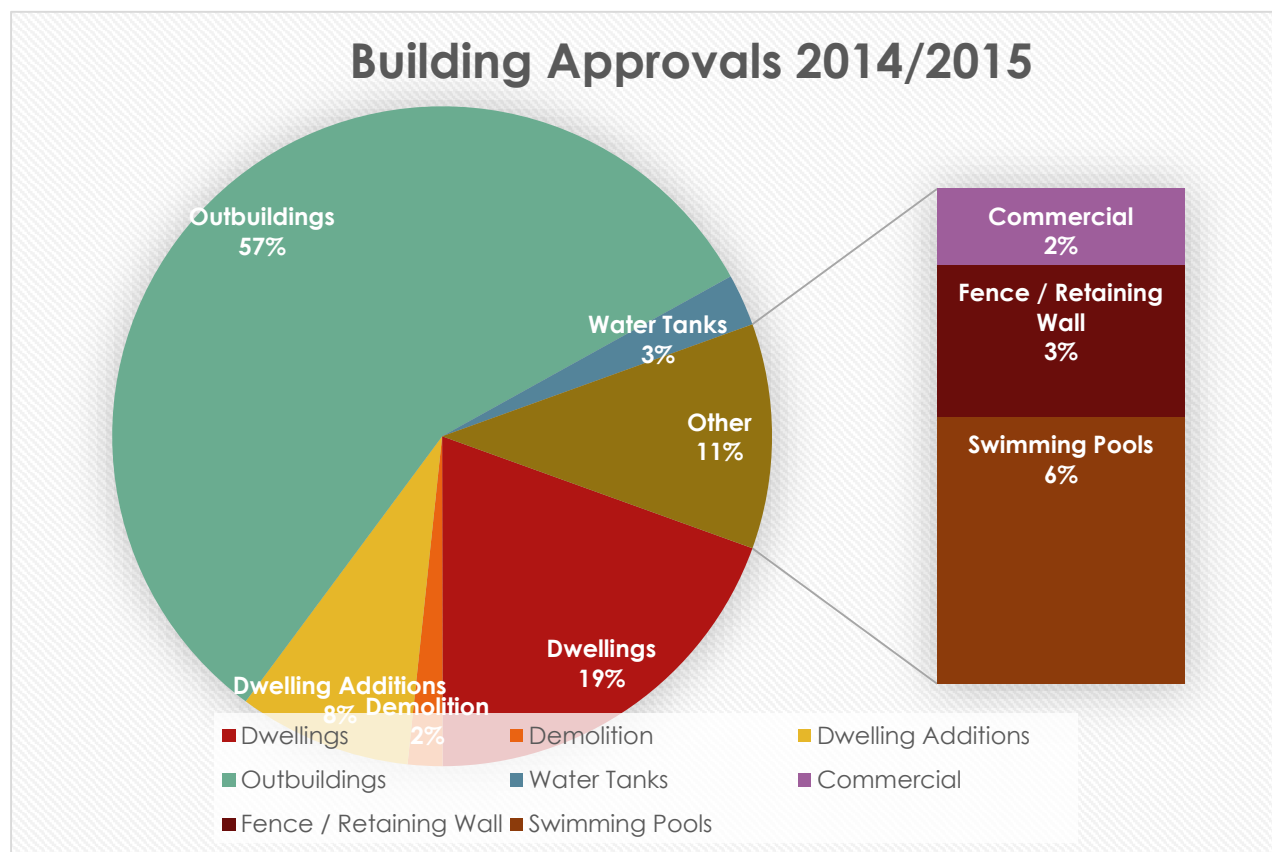
The skip bin service offered to residents with a bin service continues to be popular and the bulk waste pick-ups which were introduced in 2007 continue to be well received.

Building

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

In 2014/2015 the Building Section of the Council processed 118 building applications.

These applications were split into the following categories:

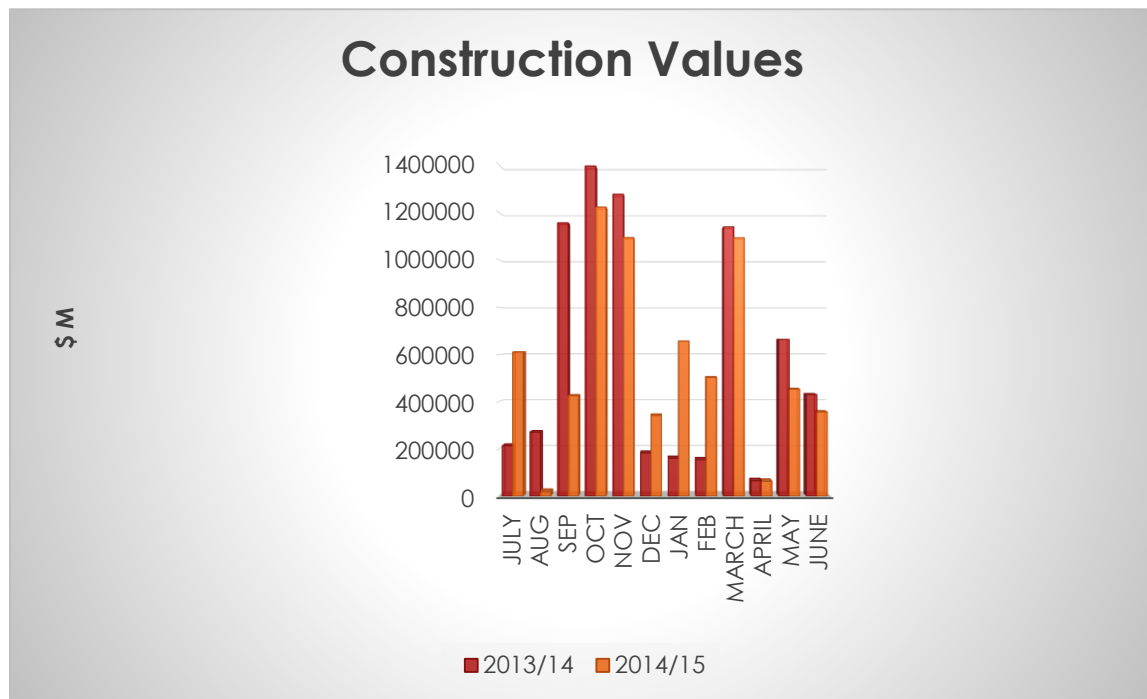


The percentage split is similar to previous years with a slight increase in outbuilding applications.

Comparison table for previous years are as follows:

	2014/15	2013/14	2012/13	2011/12	2010/11	2009/10	2008/09
Dwellings	23	21	30	21	30	16	22
Additions	10	7	10	12	50	22	23
Outbuildings	67	99	95	89	97	77	78
S/Pools	7	9	16	7	13	2	10
Commercial	2	2	8	10	7	2	7
Demolition	2						
Water Tank	3						
Fence	4						
Total	118	138	159	139	197	119	140

The number of Building Permits issued in 2014 / 2015 area slightly down on previous years.



The approximate value of building works in the Shire was \$6.84million, a decrease of 5% in value, from \$7.26 million in 2013/14 and a further decrease of 29.19% in value from \$9.66 million in 2012/13.

The introduction of Privately Certified applications has not impacted on the workloads within the Shire of York.

The increase in the requirement for Continued Professional Development Points (CPD), by the Building Commission will place an additional load on existing resources. It is estimated that CPD will require training of the equivalent of 1-1.5 days per month.

Energy Efficiency Shire Buildings

The Shire of York has undertaken a two stage project to improve its energy efficiency use for its administration office and the York Town Hall.

With the assistance of a Federal Government Grant of \$132,000 all inefficient lighting and air conditioning was replaced.

The lighting throughout these buildings is now LED and the air conditioning units are now inverter type air conditioners.

Once the infrastructure had been upgraded which produced noticeable reductions in energy costs immediately, solar panels were then installed.

This has resulted in Council's energy bills being reduced from \$27,920 in the 2012/2013 financial year to \$15,461 in the 2014/2015 financial year.

Council was recognised for its achievements in this area by winning the 2014 Regional Award for Energy Innovation.



Disability Access and Inclusion Plan

Council continues to make progress on the Disability Access and Inclusion Plan (DAIP) which was adopted by Council on 16th July 2007. A series of objectives and strategies were included in the DAIP along with a list of 10 recommendations for the delivery and monitoring of initiatives and strategies included in the plan. Council staff will work on an ongoing basis over the coming years to implement those recommendations.

A full review of Council's Disability Access Plan has been undertaken with community consultation in 2012 and a revised plan was submitted for approval to the Disability Services Commission and approved.

The 2014/2015 Disability Access and Inclusion Plan progress report has been submitted and the plan is available for perusal on Council's website.

Ranger Services

The Council Ranger has continued to provide an efficient service to the Shire of York. Regular patrols in the town site and rural areas are conducted. The Ranger is responsible for responsible dog ownership, stock control, and animal welfare, litter/illegal dumping control, illegal camping, illegal off-road usage, snake removal and fire control.

Ranger Services are responsible for the compliance of the legislation relating to the Bush Fire Act 1954, Regulations and Local Laws. An advertising campaign was launched this year promoting the fire break and hazard reduction requirements and compliance dates. These requirements were broadcast twice daily on York FM Community Radio, displayed for three weeks on the Shires Transportable Speed display trailer, advertised in local newspapers and displayed at prominent locations around town. As usual the Shire of York sent out Firebreak Notices and a Community Information Brochures to all rate



payers outlining the firebreak and hazard reduction requirements. After the compliance date the Council Ranger conducted firebreak and hazard reduction property inspections throughout York issuing Notices to Comply and infringement notices for non-compliance. A zero tolerance in non-compliant fire breaks resulted in a far greater

compliance rate this year.

A new initiative was introduced allowing owner/occupiers of occupied properties within the townsite of which are neatly landscaped to the extent that they do not present a fire hazard to apply for exemptions. 48 exemptions have been issued to date.

The issuing of fire permits during the restricted burning period and the management of the permits in relation to who was burning and when was also completed by the Ranger. This resulted in the number of permit burns getting away reduced to zero and less incidents of the fire brigade having to turn out unnecessarily.

Animal Control has also been a priority with educating people on the responsibilities of animal ownership. The incidents of dogs attacking have been dealt with swiftly with numerous infringement notices being issued and several dogs declared as dangerous. As a duty of care to the community strict control provisions are imposed on dangerous dogs such as the erection of suitable fencing, the dogs to be muzzled in public and be under effective control of a person capable of controlling the dog. A dangerous dog must also wear a distinctive yellow and red collar at all times. As in previous years numerous infringement notices have been issued for failure to register dogs.

It is now compulsory that all dogs have to be micro chipped for the purpose of identification and registration. Registered dogs that are transferred to new owners now need to be micro chipped before they are sold or



**WHY TAKE THE RISK?
GET YOUR PET MICROCHIPPED**

transferred. Dogs that are already owned must be micro chipped by 1 November 2015. Micro chipping helps the shire to readily identify lost and stray dogs and to quickly reunite them with their owners, thereby reducing the period of impoundment and overall costs and inconvenience to owners.

The Shire of York has established a fully equipped cat pound. The full Cat Act 2011 took effect from 1 November 2013 and required all cats to be micro chipped, sterilized and



registered. Impounded cats are kept for seven working days if the owner can be identified and three days if the owner cannot be identified, before either being rehomed or euthanized. Shire records indicate that 62 cats and 315 dogs have been registered with the shire this year.

The Shire of York has entered into an agreement with an animal welfare group, A1 Wheatbelt Dog Rescue, who have rehomed

the dogs which were impounded and due for euthanizing.

Additionally, the Shire has entered into an agreement with the Heartlands Veterinary Hospital who have agreed to perform euthanasia on any stray or surrendered animal that can be lawfully euthanized after being impounded for the necessary time required by law.

Parking in no parking areas has been closely monitored by the Ranger paying particular attention to the disabled parking bays on Avon Terrace and York District High School “children’s drop off zone”, vehicles parked within 6 meters of intersections, on footpaths and so as to face oncoming traffic.

The parking restriction signage within Avon Terrace has been upgraded to Australian Standards. An advertising campaign has taken place to advise motorists that infringement notices may be issued to offenders. The ranger is issuing warning notices along with a flyer advising of the unrestricted parking areas in Howick and Lowe Street.

Infringement notices are being issued for vehicles impounded after obstructing public places in excess of 24 hours – this is in accordance with the provisions of the Activities on Thoroughfares and Public Places Local Law.

Straying stock on the roads has also been a contentious issue with owners needing to ensure their fencing is adequate to keep their stock within.

Council has a number of security cameras placed at various locations around the town site. The implementation of these cameras has seen the cost to Council for damage, vandalism and illegal dumping decrease dramatically.

Works & Services Sector

Staff

The Council’s works staff continues to undertake various work activities ranging from mowing grassed areas to constructing and sealing regional roads.

The Depot Workforce for 2014/2015 was:

Allan Rourke – Manager of Works
Peter Murray – Works Supervisor
Peter Atkins
Les Burrow
Robert Mackenzie
Neil Thomas
Richard Smith*
Robbie Windsor

Trevor Barratt
Clint Strickland
Glen Plaisted
Christian Chadwick
Ricky Thompson
Leigh Tait
Peter Murray
Alexander Beard
Christopher Adams*
Robert Macey
Jason Church*

** denotes the staff member left the employ of the Shire of York in this financial year*

Plant

The Council purchased/replaced the following plant items in this reporting period.

- Isuzu 7 Tonne Side Tipper Truck
- Armadillo Ride On Street Sweeper
- Gianni – Ferrari Ride On Mower
- 2 Light Vehicle Utilities

Capital Works

Roads to Recovery

2014/15 was the first year in a new round of the federally funded Roads to Recovery Programmes.

Specific road works undertaken through Roads to Recovery Funding in 2014/15 included the following:

- | | |
|-----------------------------------|-----------|
| ▪ Mannavale Road | \$ 63,015 |
| ▪ Quellington Road Reconstruction | \$132,746 |
| ▪ Quellington Road Final Seal | \$ 38,202 |
| ▪ Marwick Road Reseal | \$ 62,206 |

Regional Roads

The Western Australian Government provided \$484,594 for works on designated regional roads and Council provided an additional contribution of \$321,816.

Works were undertaken on:

- | | |
|---|-----------|
| ▪ York-Tammin (Goldfields) Road Final Seal – | \$137,066 |
| ▪ Spencers Brook Road Widen and seal various sections - | \$602,101 |
| ▪ Spencer Brook Road Final Seal – | \$ 67,243 |

Black Spots

Major works to the following intersections were completed in 2014/15 as part of the Blackspot Funding from the Western Australian Government.

- | | |
|---|-----------|
| ▪ Spencers Brook Road/Wilberforce Road Intersection – Stage 2 - | \$ 27,087 |
| ▪ Quellington Road/Mannavale Road Intersection Stage 2 - | \$108,146 |
| ▪ Ovens Road/Northam-Cranbrook Road Intersection Stage 2 - | \$ 11,185 |

Municipal Fund

In addition to the works mentioned above Council expended a further \$967,984 on transport based maintenance works and services which included street cleaning, tree lopping, road & bridge maintenance, gravel purchases, sealing & re-sealing, culverts & drainage and car park maintenance. Further construction works were undertaken utilising \$292,971 of Municipal funds.

Major works included;

▪ Road Maintenance	\$ 810,363
▪ Avon Terrace	\$ 50,380
▪ Mokine Road	\$ 17,133
▪ Berry Brow Road	\$ 43,429
▪ Wambyn Road	\$ 46,735
▪ Boyercutty Road	\$ 22,310
▪ Steer/Pioneer Road	\$ 42,764
▪ Cowan Road	\$ 24,531
▪ Clifford Street	\$ 25,237

Over the past few years the Council has significantly increased its expenditure on asset preservation for roads and this preservation effort must be continued if the road network is to be sustainable.

Private Works

Private works income generated in response to works requests amounted to \$29,630. The Council is conscious that its involvement in private works will not be at a detriment to its own works program and of our local contractors.

Sustainability Incentives

include;

▪ Forrest Oval Water Reuse Dam	\$ 240,684
▪ Solar Panels Shire Administration Building	\$ 54,990

Australia Day Breakfast

This year's Australia Day celebration saw a large crowd of more than 400 enjoyed a great Aussie breakfast in the park and to celebrate being Australian.

The York Volunteer Workers and York Men's Shed, assisted by many wonderful volunteers, cooked bacon, eggs and sausages from 7.30am the Perth Hills and Wheatbelt Band Committee served breakfast and the Salvation Army provided tea, coffee and cold drinks.



A very large thank you is extended to the following people:

- **York District High School 2014 Head Boy Connor Sing and Head Girl Cessed Reynolds** for performing their first official duties in raising the flags at the beginning of the ceremony.
- **York & Districts Community Bank Branch of the Bendigo Bank** for their continued support of the Junior and Senior Sports Awards.
- **York IGA** for providing all the food, plates, cutlery, bread and drinks for the breakfast.
- **Water Corporation Northam** for providing cool refreshing water.
- **York Volunteer Workers** for assisting with breakfast.
- **York Men's Shed** for their support with the breakfast.
- **Perth Hills and Wheatbelt Band Committee** for the support with serving breakfast.
- **Salvation Army** for their provision of hot and cold beverages.
- **Frank Dols** for providing the music and sound system.
- **York Honours Committee** – Tim Hooper, Wayne Collins, Pat Hooper, John Weeks, Graham Edmonds, Sharon MacDonald and Margaret Wallace.
- **Nice & Easy Singers** for the national anthem and entertainment.
- **Perth Hills and Wheatbelt Band Committee** for entertainment.
- **Individuals clubs and organisations** who nominated people for the awards.
- **The Community of York** for attending.
- **York Shire Council** for ongoing commitment to the Australia Day event.
- **Avon Waste** for their provision of extra bins for rubbish.
- **York Shire Works staff** for the high level of presentation of the park and for their involvement.

Australia Day Awards

The York Shire Council congratulates the winners and all nominees for the following awards.

Junior Citizen of the Year

Nominees:

Amber Goward-Bell

Winners: AMBER GOWARD-BELL



Community Group or Event

Nominees:

Wheatbelt Women's Health Hub Inc, York Branch of Country Women's Association.

Winner: YORK BRANCH OF COUNTRY WOMEN'S ASSOCIATION.

Citizen of the Year

Nominees:

Wendy Steed, Duncan Steed, Lindsay McNeill, Graeme Hunt

Winner: GRAEME HUNT

Junior Sports Star of the Year

Nominees:

Amber Goward-Bell, Harrison Duperouzel, Brock Morgan, Casseda Reynolds

Winner: BROCK MORGAN

Sports Star of the Year

Nominees:

Sian Smith, Jake Duperouzel

Winner: SIAN SMITH



Appreciation

I would like to thank all staff of the Shire of York for their loyal and dedicated service during the period under review. I believe the Shire and its residents are well served by their employees many of who go to great lengths to provide services to the public in their role as a Shire employee.

GRAEME K SIMPSON
ACTING CHIEF EXECUTIVE OFFICER



SHIRE OF YORK

ANNUAL FINANCIAL REPORT

2014-15



**SHIRE OF YORK
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2015**

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ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2015
LOCAL GOVERNMENT ACT 1995
LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996
STATEMENT BY CHIEF EXECUTIVE OFFICER

The attached financial report of the Shire of York being the annual financial report and other information for the financial year ended 30th June 2015 are in my opinion properly drawn up to present fairly the financial position of the Shire of York at 30th June 2015 and the results of the operations for the financial year then ended in accordance with the Australian Accounting Standards and comply with the provisions of the Local Government Act 1995 and the Regulations under that Act.

Signed as authorisation of issue on the seventh day of December 2015.

Mark Dacombe
Acting Chief Executive Officer



SHIRE OF YORK
STATEMENT OF COMPREHENSIVE INCOME BY PROGRAM
FOR THE YEAR ENDED 30 JUNE 2015

2013/14 ACTUAL		NOTES	2014/15 BUDGET	2014/15 ACTUAL
\$	EXPENSES EXCLUDING FINANCE COSTS		\$	\$
(147,028)	General Purpose Funding		(246,984)	(405,739)
(1,133,014)	Governance		(974,427)	(850,920)
(491,649)	Law, Order, Public Safety		(548,332)	(378,671)
(284,779)	Health		(302,388)	(270,549)
(67,754)	Education and Welfare		(113,606)	(87,625)
(1,053,300)	Community Amenities		(1,378,983)	(1,154,110)
(2,118,564)	Recreation and Culture		(2,595,019)	(2,285,111)
(2,618,133)	Transport		(2,112,914)	(2,561,975)
(579,318)	Economic Services		(872,763)	(605,570)
(344,141)	Other Property and Services		(59,803)	(714,771)
(8,837,680)			(9,205,219)	(9,315,041)
	REVENUE			
5,003,792	General Purpose Funding		6,317,145	7,137,476
478,867	Governance		22,463	85,347
139,162	Law, Order, Public Safety		122,160	88,540
62,585	Health		58,900	24,356
39,249	Education and Welfare		32,226	34,971
790,157	Community Amenities		781,522	667,659
490,201	Recreation and Culture		1,052,890	810,568
903,987	Transport		1,368,927	1,079,013
163,998	Economic Services		220,820	147,743
97,952	Other Property & Services		96,800	84,352
8,169,950			10,073,853	10,160,025
	FINANCE COSTS			
(1,622)	Community Amenities		(1,080)	(803)
(123,427)	Recreation and Culture		(118,923)	(118,321)
0	Transport		(19,185)	(1,559)
(125,049)		6.3	(139,188)	(120,683)
	ASSET DISPOSALS			
6,727	Governance		7,000	(23,791)
0	Law, Order, Public Safety		100	0
(4,050)	Health		(4,000)	0
974	Community Amenities		1,000	0
(38,176)	Transport		15,380	(11,553)
3,509	Economic Services		0	0
192,314	Other Property & Services		(5,000)	0
161,298		5.2	14,480	(35,344)
(631,481)	NET RESULT		743,926	688,957
	Other Comprehensive Income			
21,357,135	Changes on Revaluation of Non-Current Assets	7.31	0	20,708,873
21,357,135	Total Other Comprehensive Income		0	20,708,873
20,725,654	TOTAL COMPREHENSIVE INCOME		743,926	21,397,830

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



SHIRE OF YORK
STATEMENT OF COMPREHENSIVE INCOME BY NATURE/TYPE
FOR THE YEAR ENDED 30 JUNE 2015

2013/14 ACTUAL		NOTES	2014/15 BUDGET	2014/15 ACTUAL
\$	REVENUE		\$	\$
3,983,247	Rates	10	4,640,349	4,622,832
1,421,363	Operating Grants, Subsidies and Contributions	32	1,930,648	2,760,075
1,593,851	Fees and Charges	15.1	1,669,665	1,492,709
253,009	Interest Earnings	17	181,431	191,285
95,268	Other Revenue		167,930	80,334
7,346,737			8,590,023	9,147,235
	EXPENSES			
(3,180,371)	Employee Costs		(3,851,571)	(3,478,181)
(2,876,699)	Materials and Contracts		(2,740,495)	(2,988,116)
(1,975,192)	Depreciation on Non-Current Assets		(1,720,103)	(2,224,631)
(342,754)	Utility Charges		(345,143)	(250,010)
(292,367)	Insurance Expenses		(318,067)	(302,819)
(125,049)	Interest Expenses		(139,188)	(120,683)
(170,297)	Other Expenditure		(229,840)	(125,238)
(8,962,730)			(9,344,407)	(9,489,678)
(1,615,993)			(754,384)	(342,443)
823,213	Non-Operating Grants, Subsidies and Contributions	32	1,483,830	1,066,744
209,346	Profit on Asset Disposals	5.1	23,480	7,093
(48,049)	Loss on Asset Disposals	5.1	(9,000)	(42,437)
(631,482)	NET RESULT		743,926	688,957
	Other Comprehensive Income			
21,357,135	Changes on Revaluation of Non-Current Assets	7.31	0	20,708,873
21,357,136	Total Other Comprehensive Income		0	20,708,873
20,725,654	TOTAL COMPREHENSIVE INCOME		743,926	21,397,830

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



SHIRE OF YORK
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2015

	Notes	Actual 2013/14 \$	Actual 2014/15 \$
Current assets			
Cash and cash equivalents	4	2,246,268	2,399,957
Trade and other receivables	27	1,302,915	1,945,849
Inventories	28	3,869	92,608
Total current assets		3,553,051	4,438,415
Non-current assets			
Trade and other receivables	27	53,949	57,702
Property, plant and equipment	5	12,088,932	35,483,726
Infrastructure	5	100,091,137	97,533,176
Total non-current assets		112,234,018	133,074,603
Total assets		115,787,070	137,513,018
Current liabilities			
Trade and other payables	29	356,998	442,212
Borrowings	6	105,730	149,876
Provisions	30	640,469	615,135
Total current liabilities		1,103,197	1,207,223
Non-current liabilities			
Borrowings	6	1,959,680	2,148,420
Provisions	30	32,889	68,241
Total non-current liabilities		1,992,569	2,216,661
Total liabilities		3,095,766	3,423,884
Net assets		112,691,303	134,089,134
Equity			
Retained surplus		30,785,281	31,433,456
Asset revaluation surplus	7.31	80,059,528	100,768,401
Reserves - Cash backed	7.30	1,846,494	1,887,277
Total equity		112,691,303	134,089,134

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



**SHIRE OF YORK
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2015**

	NOTES	RETAINED SURPLUS	RESERVES	ASSET REVALUATION SURPLUS	TOTAL EQUITY
		\$	\$	\$	\$
Balance as at 30 June 2013		31,657,897	1,605,361	58,702,393	91,965,651
Comprehensive Income					
Net Result		(631,482)	0	0	(631,482)
Changes on revaluation of non-current assets	7.31	0	0	21,357,135	21,357,135
Total Comprehensive Income		(631,482)	0	21,357,135	20,725,653
Reserve Transfers		(241,133)	241,133	0	0
Balance as at 30 June 2014		30,785,282	1,846,494	80,059,528	112,691,304
Comprehensive Income					
Net Result		688,957	0	0	688,957
Changes on revaluation of non-current assets	7.31	0	0	20,708,873	20,708,873
Total Comprehensive Income		688,957	0	20,708,873	21,397,830
Reserve Transfers		(40,783)	40,783	0	0
Balance as at 30 June 2015		31,433,456	1,887,277	100,768,401	134,089,134

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



SHIRE OF YORK
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2015

2013/14 ACTUAL		NOTES	2014/15 BUDGET	2014/15 ACTUAL
\$	Cash Flows from Operating Activities		\$	\$
	EXPENDITURE			
(3,126,924)	Employee Costs		(3,851,571)	(3,461,305)
(3,826,620)	Materials & Contracts		(2,630,473)	(3,508,404)
(342,754)	Utilities		(345,143)	(250,010)
(292,367)	Insurance		(318,067)	(302,819)
(125,887)	Interest Expenses		(139,188)	(120,002)
(170,297)	Other Expenditure		(229,841)	(125,238)
(7,884,849)			(7,514,283)	(7,767,778)
	REVENUE			
3,937,346	Rates		5,140,349	4,704,573
1,252,106	Operating Grants and Subsidies		1,782,302	1,728,074
374,208	Contributions and Donations Reimbursements		536,486	278,423
1,593,851	Fees and Charges		1,869,665	1,517,726
253,009	Interest Received		181,431	191,285
543,342	GST		0	543,723
100,402	Other Revenue		167,930	84,107
8,054,264			9,678,163	9,047,911
169,415	Net Cash flows from Operating Activities	8.2	2,163,880	1,280,133
	Cash flows from investing activities			
	Payments			
(570,819)	Purchase Land and Buildings		(727,264)	(413,603)
(1,142,566)	Purchase Infrastructure Assets- Roads and Bridges		(2,388,428)	(1,570,437)
(31,540)	Purchase Infrastructure Assets - Recreational Facilities		(562,943)	(48,329)
(4,199)	Purchase Infrastructure Assets - Other		(72,790)	(6,665)
(790,736)	Purchase Plant and Equipment		(699,635)	(442,565)
(76,934)	Purchase Furniture and Equipment		(168,080)	(82,668)
(2,616,794)			(4,619,140)	(2,564,267)
	Receipts			
204,418	Proceeds from Sale of Land	5.1	0	0
299,022	Proceeds from Sale of Plant and Equipment	5.1	297,400	126,333
823,213	Non-operating Grants & Subsidies		1,483,830	1,066,744
1,326,653			1,781,230	1,193,077
(1,290,141)	Net cash flows from investing activities		(2,837,910)	(1,371,190)
	Cash flows from financing activities			
0	Proceeds from Borrowings		600,000	338,616
(99,845)	Loan Repayments - Principal	6.3	(176,873)	(105,730)
11,060	Principal Repayments Received		11,860	11,860
(88,785)	Net cash flows from financing activities		434,987	244,746
(1,209,511)	Net (decrease)/increase in cash held		(239,043)	153,689
3,455,777	Cash at the Beginning of Reporting Period		2,246,268	2,246,268
2,246,268	Cash at the End of Reporting Period	8.1	2,007,225	2,399,957

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



**SHIRE OF YORK
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2015**

2013/14 ACTUAL		NOTES	2014/15 BUDGET	2014/15 ACTUAL
\$	REVENUE		\$	\$
1,020,546	General Purpose Funding		1,676,796	2,514,644
478,867	Governance		22,463	85,347
139,162	Law, Order Public Safety		122,160	88,540
62,585	Health		58,900	24,356
39,249	Education and Welfare		32,226	34,971
790,157	Community Amenities		781,522	667,659
490,201	Recreation and Culture		1,052,890	810,568
903,987	Transport		1,368,927	1,079,013
163,998	Economic Services		220,820	147,743
97,952	Other Property and Services		96,800	84,352
4,186,704			5,433,504	5,537,193
	EXPENSES			
(147,028)	General Purpose Funding		(246,984)	(405,739)
(1,133,014)	Governance		(974,427)	(850,920)
(491,649)	Law, Order, Public Safety		(548,332)	(378,671)
(284,779)	Health		(302,388)	(270,549)
(67,754)	Education and Welfare		(113,606)	(87,625)
(1,054,922)	Community Amenities		(1,380,063)	(1,154,913)
(2,241,991)	Recreation and Culture		(2,713,942)	(2,403,432)
(2,618,133)	Transport		(2,132,099)	(2,563,534)
(579,319)	Economic Services		(872,763)	(605,570)
(344,140)	Other Property & Services		(59,802)	(714,771)
(8,962,729)			(9,344,406)	(9,435,724)
(4,776,025)	<i>Net Operating Result Excluding Rates</i>		(3,910,902)	(3,898,531)
	Adjustments for Cash Budget Requirements			
11,060	Principal Repayment Received - Loans	6.3	11,860	11,860
161,298	Profit/(Loss) on the disposal of assets	5.1	14,480	(35,344)
361,367	Increase/(Decrease) in LSL - Cash at Bank		0	(129,519)
12,712	Increase/(Decrease) in Accrued Leave Provisions		0	35,352
(8,147)	(Increase)/Decrease in Non-Current Debtors		0	(10,000)
0	Adjustment in stock		0	50,000
1,975,192	Depreciation Written Back		1,720,103	2,224,631
342,142	Book Value of Assets Sold/Written Back		282,920	161,677
2,855,624			2,029,363	2,308,657
(1,920,401)	<i>Sub Total</i>		(1,881,539)	(1,589,874)
	LESS CAPITAL EXPENDITURE AND REVENUE			
(570,819)	Purchase Land & Buildings		(727,264)	(413,603)
(1,142,566)	Infrastructure Assets - Roads		(2,388,428)	(1,570,437)
(31,540)	Infrastructure Assets - Recreation Facilities		(562,943)	(48,329)
(4,199)	Infrastructure Assets - Other		(72,790)	(6,665)
(790,736)	Purchase Plant and Equipment		(699,635)	(442,565)
(76,933)	Purchase Furniture and Equipment		(168,080)	(82,668)
(99,845)	Repayment of Debt - Loan Principal		(176,873)	(105,730)
0	Proceeds from Borrowings	6.3	600,000	338,616
(909,634)	Transfer to Reserves (Restricted Assets)		(374,983)	(316,220)
668,501	Transfer from Reserves (Restricted Assets)		483,766	275,436
(2,957,771)			(4,087,230)	(2,372,165)
(4,878,172)	<i>Sub Total</i>		(5,968,769)	(3,962,039)
2,232,626	ADD: Opening Funds Surplus/(Deficit)		1,328,420	1,337,699
(1,337,699)	LESS: Closing Funds (Surplus)/Deficit		0	(1,998,492)
(3,983,246)	Amount Required to be Raised from Rates	10	(4,640,349)	(4,622,832)

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



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of Preparation

The financial report comprises general purpose financial statements which have been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the Local Government Act 1995 and accompanying regulations. Material accounting policies which have been adopted in the preparation of this financial report are presented below and have been consistently applied unless stated otherwise.

Except for cash flow and rate setting information, the 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

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.

1.2 The Local Government Reporting Entity

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 9 to these financial statements.

1.3 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.

1.4 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 that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts.

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



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.5 Trade and Other Receivables

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

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.

Collectability of trade and other receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off when identified. An allowance for doubtful debts is raised when there is objective evidence that they will not be collectible.

1.6 Inventories

1.6.1 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.

1.6.2 Land Held for Sale

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

1.7 Fixed Assets

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

1.7.1 Mandatory Requirement to Revalue Non-Current Assets

Effective from 1 July 2012, the Local Government (Financial Management) Regulations were amended and the measurement of non-current assets at Fair Value became mandatory.

The amendments allow for a phasing in of fair value in relation to fixed assets over three years as follows:

- (a) for the financial year ending on 30 June 2013, the fair value of all of the assets of the local government that are plant and equipment; and
- (b) for the financial year ending on 30 June 2014, the fair value of all of the assets of the local government -
 - (i) that are plant and equipment; and
 - (ii) that are -
 - (I) land and buildings; or
 - (II) infrastructure; and
- (c) for a financial year ending on or after 30 June 2015, the fair value of all of the assets of the local government.

Thereafter, in accordance with the regulations, each asset class must be revalued at least every 3 years.

In 2013, Council commenced the process of adopting Fair Value in accordance with the Regulations.

Relevant disclosures, in accordance with the requirements of Australian Accounting Standards, have been made in the financial report as necessary.



**SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.7.2 Land Under Control

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

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

1.7.3 Initial Recognition and Measurement between Mandatory Revaluation Dates

All assets are initially recognised at cost and subsequently revalued in accordance with the mandatory measurement framework detailed above.

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Council 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 acquired between initial recognition and the next revaluation of the asset class in accordance with the mandatory measurement framework detailed above, are carried at cost less accumulated depreciation as management believes this approximates fair value. They will be subject to subsequent revaluation at the next anniversary date in accordance with the mandatory measurement framework detailed above.

1.7.4 Revaluation

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 asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

1.7.5 Transitional Arrangements

During the time it takes to transition the carrying value of non-current assets from the cost approach to the fair value approach, the Council may still be utilising both methods across differing asset classes.

Those assets carried at cost will be carried in accordance with the policy detailed in the **Initial Recognition** section as detailed above.

Those assets carried at fair value will be carried in accordance with the **Revaluation** Methodology section as detailed above.

1.7.6 Land Under Roads

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

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

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



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.7 Fixed Assets (Continued)

Whilst such treatment is inconsistent with the requirements of AASB 1051, Local Government (Financial Management) Regulation 4(2) provides, in the event of such an inconsistency, the Local Government (Financial Management) Regulations prevail. Consequently, any land under roads acquired on or after 1 July 2008 is not included as an asset of the Council.

1.7.7 Depreciation

The depreciable amount of all fixed assets including buildings but excluding freehold land, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

When an item of property, plant and equipment is revalued, any accumulated depreciation at the date of the revaluation is restated proportionately with the change in the gross carrying amount of the asset so that the carrying amount of the asset after revaluation equals its revalued amount.

Major depreciation periods used for each class of depreciable asset are:

Buildings	40 years
Furniture and Equipment	8 years
Plant and Equipment	8 years
<u>Infrastructure</u>	
Sealed Roads, Streets and Carparks	Condition Rated Annually
Unsealed Roads	Condition Rated Annually
Bridges, Drainage	1.3%
Concrete Footpaths, Cycleways, Walkways and Skate Park	50 Years
Brick Footpaths	25 Years
Effluent Systems	20 Years
Sewerage Ponds	75 – 80 Years
Water Pipes and Hydrants	20 Years
Bus Shelters	20 Years
Parks Furniture and Equipment	5 – 20 Years

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

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

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

When revalued assets are disposed of, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

1.7.8 Capitalisation Threshold

For reasons of practicality, the following thresholds have been applied, below which any expenditure on assets need not be capitalised:

Land

Expenses totalling less than \$1,000 on any one item in any year need not be capitalised.

Buildings

Expenses totalling less than \$1,000 on any one item in any year need not be capitalised.

Furniture and Equipment

Expenses totalling less than \$1,000 on any one item in any year need not be capitalised.

Plant and Equipment

Expenses totalling less than \$1,000 on any one item in any year need not be capitalised.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.8 Fair Value of Assets and Liabilities

When performing a revaluation, the Council uses a mix of both independent and management valuations using the following as a guide:

Fair Value is the price that Council 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. 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 (i.e. the market with the greatest volume and level of activity for the asset 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.

1.8.1 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.

1.8.2 Valuation techniques

The Council selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the Council are consistent with one or more of the following valuation approaches:

1.8.3 Market approach

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



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.8 Fair Value of Assets and Liabilities (Continued)

1.8.4 Income approach

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

1.8.5 Cost approach

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

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 Council 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 and 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.

As detailed above, the mandatory measurement framework imposed by the Local Government (Financial Management) Regulations requires, as a minimum, all assets carried at a revalued amount to be revalued at least every 3 years.

1.9 Financial Instruments

1.9.1 Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the Council becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Council commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

1.9.2 Classification and Subsequent Measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method, or at cost.

Amortised cost is calculated as:

- (a) the amount in which the financial asset or financial liability is measured at initial recognition;
- (b) less principal repayments and any reduction for impairment; and
- (c) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest rate method.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.9 Financial Instruments (Continued)

1.9.2 Classification and Subsequent Measurement (Continued)

(i) Financial assets at fair value through profit and loss

Financial assets are classified at “fair value through profit or loss” when they are held for trading for the purpose of short-term profit taking. Such assets are subsequently measured at fair value with changes in carrying amount being included in profit or loss. Assets in this category are classified as current assets.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Loans and receivables are included in current assets where they are expected to mature within 12 months after the end of the reporting period.

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed maturities and fixed or determinable payments that the Council has the positive intention and ability to hold to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Held-to-maturity investments are included in non-current assets, where they are expected to mature within 12 months after the end of the reporting period. All other investments are classified as non-current.

(iv) Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either not suitable to be classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with changes in such fair value (i.e. gains or losses) recognised in other comprehensive income (except for impairment losses). When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are included in current assets, where they are expected to be sold within 12 months after the end of the reporting period. All other available-for-sale financial assets are classified as non-current.

(v) Financial liabilities

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



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.9 Financial Instruments (Continued)

1.9.3 Impairment

A financial asset is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which will have an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

1.9.4 Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the Council no longer has any significant continual involvement in the risks and benefits associated with the asset.

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

1.10 Impairment of Assets

In accordance with Australian Accounting Standards the Council'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.

For non-cash generating assets such as roads, drains, public buildings and the like, value in use is represented by the depreciated replacement cost of the asset.

1.11 Trade and Other Payables

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



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.12 Employee Benefits

1.12.1 Short-Term Employee Benefits

Provision is made for the Council's obligations for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Council's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the statement of financial position. The Council's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

1.12.2 Other Long-Term Employee Benefits

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

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

1.13 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.

1.14 Provisions

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

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

1.15 Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not legal ownership, are transferred to the Council, are classified as finance leases.

Finance leases are capitalised recording an asset and a liability at the lower amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives under operating leases are recognised as a liability and amortised on a straight line basis over the life of the lease term.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.16 Investment in Associates

An associate is an entity over which the Council has significant influence. Significant influence is the power to participate in the financial operating policy decisions of that entity but is not control or joint control of those policies. Investments in associates are accounted for in the financial statements by applying the equity method of accounting, whereby the investment is initially recognised at cost and adjusted thereafter for the post-acquisition change in the Council's share of net assets of the associate. In addition, the Council's share of the profit or loss of the associate is included in the Council's profit or loss.

The carrying amount of the investment includes, where applicable, goodwill relating to the associate. Any discount on acquisition, whereby the Council's share of the net fair value of the associate exceeds the cost of investment, is recognised in profit or loss in the period in which the investment is acquired.

Profits and losses resulting from transactions between the Council and the associate are eliminated to the extent of the Council's interest in the associate.

When the Council's share of losses in an associate equals or exceeds its interest in the associate, the Council discontinues recognising its share of further losses unless it has incurred legal or constructive obligations or made payments on behalf of the associate. When the associate subsequently makes profits, the Council will resume recognising its share of those profits once its share of the profits equals the share of the losses not recognised.

1.17 Interests in Joint Arrangements

Joint arrangements represent the contractual sharing of control between parties in a business venture where unanimous decisions about relevant activities are required.

Separate joint venture entities providing joint venturers with an interest to net assets are classified as a joint venture and accounted for using the equity method.

Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The Council's interests in the assets, liabilities, revenue and expenses of joint operations are included in the respective line items of the financial statements. Information about the joint ventures is set out in Note 21.

1.18 Rates, Grants, Donations and Other Contributions

Rates, grants, donations and other contributions are recognised as revenues when the local government obtains control over the assets comprising the contributions.

Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.

Where contributions recognised as revenues during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the nature of and amounts pertaining to those undischarged conditions are disclosed in Note 4.2. That note also discloses the amount of contributions recognised as revenues in a previous reporting period which were obtained in respect of the local government's operations for the current reporting period.

1.19 Superannuation

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



**SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.20 Current and Non-Current Classification

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where the Council 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 even if not expected to be realised in the next 12 months except for land held for sale where it is held as non-current based on the Council's intentions to release for sale.

1.21 Rounding Off Figures

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

1.22 Comparative Figures

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

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

1.23 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.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.24 New Accounting Standards and Interpretations for Application in Future Periods

The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the Shire.

Management's assessment of the new and amended pronouncements that are relevant to the Shire, applicable to future reporting periods and which have not yet been adopted are set out as follows:

Title	Issued / Compiled	Applicable ⁽¹⁾	Impact
(i) AASB 9 Financial Instruments (incorporating AASB 2014-7 and AASB 2014-8)	December 2014	1 January 2018	Nil – The objective of this Standard is to improve and simplify the approach for classification and measurement of financial assets compared with the requirements of AASB 139. Given the nature of the financial assets of the Shire, it is not anticipated the Standard will have any material effect.
(ii) AASB 2010-7 Amendments to Australian Accounting Standards arising from AASB 9 (December 2010)	September 2012	1 January 2018	Nil - The revisions embodied in this Standard give effect to the consequential changes arising from the issuance of AASB 9 which is not anticipated to have any material effect on the Shire (refer (i) above).
[AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 120, 121, 127, 128, 131, 132, 136, 137, 139, 1023 & 1038 and Interpretations 2, 5, 10, 12, 19 & 127]			
(iii) AASB 15 Revenue from Contracts with Customers	December 2014	1 January 2017	This Standard establishes principles for entities to apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from a contract with a customer. The effect of this Standard will depend upon the nature of future transactions the Shire has with those third parties it has dealings with. It may or may not be significant.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.24 New Accounting Standards and Interpretations for Application in Future Periods (Continued)

	Title	Issued / Compiled	Applicable ⁽¹⁾	Impact
(iv)	AASB 2013-9 Amendments to Australian Accounting Standards - Conceptual Framework, Materiality and Financial Instruments [Operative date: Part C Financial Instruments - 1 January 2015]	December 2013	Refer title column	Part C of this Standard makes consequential amendments to AASB 9 and numerous other Standards and amends the permissions around certain applications relating to financial liabilities reissued at fair value. As the bulk of changes relate either to editorial or reference changes it is not expected to have a significant impact on the Shire.
(v)	AASB 2014-3 Amendments to Australian Accounting Standards - Accounting for Acquisitions of Interests in Joint Operations [AASB 1 & AASB 11]	August 2014	1 January 2016	This Standard amends AASB 11: <i>Joint Arrangements</i> to require the acquirer of an interest (both initial and additional) in a joint operation in which the activity constitutes a business, as defined in AASB 3: <i>Business Combinations</i> , to apply all of the principles on business combinations accounting in AASB 3 and other Australian Accounting Standards except for those principles that conflict with the guidance in AASB 11; and disclose the information required by AASB 3 and other Australian Accounting Standards for business combinations. Since adoption of this Standard would impact only acquisitions of interests in joint operations on or after 1 January 2016, management believes it is impracticable at this stage to provide a reasonable estimate of such impact on the Shire's financial statements.
(vi)	AASB 2014-4 Amendments to Australian Accounting Standards - Clarification of Acceptable Methods of Depreciation and Amortisation [AASB 116 & 138]	August 2014	1 January 2016	This Standard amends AASB 116 and AASB 138 to establish the principle for the basis of depreciation and amortisation as being the expected pattern of consumption of the future economic benefits of an asset. It also clarifies the use of revenue-based methods to calculate the depreciation of an asset is not appropriate nor is revenue generally an appropriate basis for measuring the consumption of the economic benefits embodied in an intangible asset. Given the Shire currently uses the expected pattern of consumption of the future economic benefits of an asset as the basis of calculation of depreciation, it is not expected to have a significant impact.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.24 New Accounting Standards and Interpretations for Application in Future Periods (Continued)

Title	Issued / Compiled	Applicable ⁽¹⁾	Impact
(vii) AASB 2014-5 Amendments to Australian Accounting Standards arising from AASB 15	December 2014	1 January 2017	Consequential changes to various Standards arising from the issuance of AASB 15. It will require changes to reflect the impact of AASB 15.
(viii) AASB 2015-2 Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 101 [AASB 7, 101, 134 & 1049]	January 2015	1 January 2016	This Standard amends AASB 101 to provide clarification regarding the disclosure requirements in AASB 101. Specifically, the Standard proposes narrow-focus amendments to address some of the concerns expressed about existing presentation and disclosure requirements and to ensure entities are able to use judgement when applying a Standard in determining what information to disclose in their financial statements. This Standard also makes editorial and consequential amendments as a result of amendments to the Standards listed in the title column. It is not anticipated it will have any significant impact on disclosures.
(ix) AASB 2015-3 Amendments to Australian Accounting Standards arising from the withdrawal of AASB 1031 Materiality	January 2015	1 July 2015	This Standard completes the withdrawal of references to AASB 1031 in all Australian Accounting Standards and Interpretations, allowing it to be completely withdrawn. It is not anticipated it will have a significant impact as the principles of materiality remain largely unchanged.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2015

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.24 New Accounting Standards and Interpretations for Application in Future Periods (Continued)

Title	Issued / Compiled	Applicable ⁽¹⁾	Impact
(x) AASB 2015-6 Amendments to Australian Accounting Standards - Extending Related Party Disclosures to Not-for-Profit Public Sector Entities [AASB 10, 124 & 1049]	March 2015	1 July 2016	The objective of this Standard is to extend the scope of AASB 124 <i>Related Party Disclosures</i> to include not-for-profit sector entities. The Standard is expected to have a significant disclosure impact on the financial report of the Shire as both Elected Members and Senior Management will be deemed to be Key Management Personnel and resultant disclosures will be necessary.

Notes:

⁽¹⁾ Applicable to reporting periods commencing on or after the given date.

1.25 Adoption of New and Revised Accounting Standards

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

These new and revised Standards were:

AASB 2011-7
AASB 2012-3
AASB 2013-3
AASB 2013-8
AASB 2013-9 Parts A & B

Most of the Standards adopted had a minimal effect on the accounting and reporting practices of the Shire as they did not have a significant impact on the accounting or reporting practices or were either not applicable, largely editorial in nature, were revisions to help ensure consistency with presentation, recognition and measurement criteria of IFRSs or related to topics not relevant to operations.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

2. REVENUES AND EXPENSES

The Operating Revenue and Expenses as reported in the Financial Report includes:

Actual 2013/14 \$		Actual 2014/15 \$
	Charging as Expenses	
1,975,192	Depreciation on Non-Current Assets	2,224,631
<u>1,975,192</u>	Depreciation	<u>2,224,631</u>
6,500	Acquittal Audits	1,200
21,060	Interim and Annual Audits	18,360
<u>27,560</u>	Auditors Remuneration	<u>19,560</u>
<u>125,887</u>	Interest Expense	<u>120,683</u>
	Crediting as Revenue	
	Profit (Loss) on Sale of Non-Current Assets	
194,338	Land	0
(33,040)	Plant and Equipment	(11,322)
0	Furniture and Equipment	(24,022)
<u>161,298</u>		<u>(35,344)</u>

3. DESCRIPTION OF FUNCTIONS/ACTIVITIES

Description of Programs

GENERAL PURPOSE FUNDING

Rates, general purpose government grants and interest revenue.

GOVERNANCE

Members expenses and the costs associated with meetings of Council, policy determination and public ceremonies and presentations and administration allocations.

LAW, ORDER AND PUBLIC SAFETY

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

HEALTH

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

EDUCATION & WELFARE

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

HOUSING

Maintenance of staff and rental housing.

COMMUNITY AMENITIES

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

RECREATION AND CULTURE

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

TRANSPORT

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

ECONOMIC SERVICES

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

OTHER PROPERTY AND SERVICES

Private works carried out by Council, public works overhead allocations, plant operation cost allocations and stock.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

4. CASH AND CASH EQUIVALENTS

4.1	Actual		Note	Actual
	2013/14			2014/15
	\$			\$
	3,800	Cash on Hand		3,800
	395,974	Cash at Bank		597,157
	1,846,494	Term Deposits		1,799,000
	2,246,268	Total Cash		2,399,957
		Represented by:-		
	2,062,076	Restricted Cash*		2,097,665
	184,192	Unrestricted Cash		302,293
	2,246,268			2,399,957
	215,582	Unspent Grants	4.2	210,388
	1,846,494	Cash backed Reserve Funds	7	1,887,277
	2,062,076	*Restricted Cash - Sub Total		2,097,665

4.2 Conditions over contributions

Contributions and Grants recognised as revenues during the financial year which had not yet been fully expended in the manner specified by the contributor:

	Opening Balance	Received	Expended	Closing Balance
	1-Jul-14	2014/15	2014/15	30-Jun-15
DLG/ Member Local Government Connecting Local Governments Funding	60,229	0	0	60,229
DLG Workforce Plan Funding	18,186	0	0	18,186
DLG Regional Cat Pound	15,011	0	(13,385)	1,626
DLG Cat Sterilisation Program	13,536	0	(186)	13,350
RRG Spencers-Brook Road	50,183	0	(50,183)	0
WALGGC Talbot West Bridge	45,319	0	0	45,319
Wheatbelt Development Commission - Business Case Grant Funds	13,118	0	0	13,118
Dept Veteran Affairs - ANZAC Centenary Grant (Krupp Gun Housing etc)	0	27,273	0	27,273
Dept Veteran Affairs - ANZAC Centenary Grant (Residency Museum Project)	0	31,287	0	31,287
	215,582	58,560	(63,754)	210,388



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

5. FIXED ASSETS

5.1 Disposal of Asset by Class

In accordance with Financial Management Regulation 36(1)(e), the following information is provided in relation to the disposal of Assets by Asset Class:

	Proceeds Sale of Assets		Written Down Value		Gain(Loss) on Disposal	
	2014/15	2014/15	2014/15	2014/15	2014/15	2014/15
	Budget	Actual	Budget	Actual	Budget	Actual
	\$	\$	\$	\$	\$	\$
Asset by Class						
Plant and Equipment	297,400	126,333	282,920	137,555	14,480	(11,222)
Furniture and Equip	0	0	0	24,122	0	(24,122)
TOTAL BY CLASS OF ASSETS	297,400	126,333	282,920	161,677	14,480	(35,344)

5.2 Disposal of Assets by Program

	Proceeds Sale of Assets		Written Down Value		Gain/(Loss) on Disposal	
	2014/15	2014/15	2014/15	2014/15	2014/15	2014/15
	Budget	Actual	Budget	Actual	Budget	Actual
	\$	\$	\$	\$	\$	\$
Governance	108,000	42,807	101,000	66,598	7,000	(23,791)
Law, Order & Public Safety	7,500	0	7,400	0	100	0
Health	60,000	0	64,000	0	(4,000)	0
Education & Welfare	0	0	0	0	0	0
Housing	0	0	0	0	0	0
Community Amenities	30,000	0	29,000	0	1,000	0
Recreation & Culture	0	0	0	0	0	0
Transport	71,900	83,526	56,520	95,079	15,380	(11,553)
Economic Services	0	0	0	0	0	0
Other Property & Services	20,000	0	25,000	0	(5,000)	0
TOTAL BY PROGRAM	297,400	126,333	282,920	161,677	14,480	(35,344)



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

5. FIXED ASSETS (Continued)

5.3 Fixed Assets according to Class

	Actual 2013/14 \$	Actual 2014/15 \$
<u>Property, Plant & Equipment</u>		
Land (at independent valuation 2015)	0	4,720,450
Land at cost	819,987	0
	<u>819,987</u>	<u>4,720,450</u>
 Buildings (at independent valuation 2015)	 0	 28,440,100
Buildings at cost	11,524,684	0
Less Accumulated Depreciation	(2,609,425)	0
	<u>8,915,259</u>	<u>28,440,100</u>
 Furniture and Fittings (at management valuation 2014)	 996,060	 996,060
Additions after Valuation	0	82,668
Disposals	0	(166,813)
Less Accumulated Depreciation	(680,780)	(604,535)
	<u>315,280</u>	<u>307,380</u>
 Plant and Equipment (at management valuation 2014)	 2,768,811	 2,768,811
Additions after Valuation	0	442,565
Disposals	0	(222,577)
Less Accumulated Depreciation	(730,406)	(973,003)
	<u>2,038,405</u>	<u>2,015,796</u>
 <u>Total Property, Plant & Equipment</u>	 <u>12,088,931</u>	 <u>35,483,726</u>
 <u>Infrastructure Assets</u>		
Roads (at independent valuation 2014)	97,895,797	97,895,797
Additions after Valuation	0	1,542,048
Less Accumulated Depreciation	(16,256,780)	(17,236,952)
	<u>81,639,017</u>	<u>82,200,893</u>
 Drainage (at management valuation 2014)	 617,989	 617,989
Less Accumulated Depreciation	(97,197)	(104,825)
	<u>520,792</u>	<u>513,164</u>
 Parks/Reserves (at management valuation 2014)	 825,988	 825,988
Less Accumulated Depreciation	(541,573)	(565,303)
	<u>284,415</u>	<u>260,685</u>
 Bridges (at independent valuation 2015)	 0	 11,069,000
Bridges (at management valuation 2014)	31,782,000	0
Less Accumulated Depreciation	(17,820,500)	0
	<u>13,961,500</u>	<u>11,069,000</u>
 Footpaths (at independent valuation 2014)	 2,027,982	 2,027,982
Additions after Valuation	0	3,145
Less Accumulated Depreciation	(787,806)	(832,417)
	<u>1,240,176</u>	<u>1,198,710</u>
 Other Structures (at independent/management valuation 2014)	 2,980,313	 2,980,313
Additions after Valuation	0	51,849
Less Accumulated Depreciation	(535,075)	(741,439)
	<u>2,445,238</u>	<u>2,290,723</u>
 <u>Total Infrastructure</u>	 <u>100,091,138</u>	 <u>97,533,175</u>
 <u>Total Fixed Assets</u>	 <u>112,180,069</u>	 <u>133,016,901</u>



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

5. FIXED ASSETS (Continued)

5.4 Movements in Carrying Amounts

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

<u>Property, Plant & Equipment</u>	<u>Land</u>	<u>Buildings</u>	<u>Furniture and Equipment</u>	<u>Plant and Equipment</u>	<u>Total</u>
	\$	\$	\$	\$	\$
Asset Balance at the beginning of the year	819,987	11,524,684	996,060	2,768,811	16,109,542
Transfer Between Asset Classes during the year	(31,238)	31,238	0	0	0
Assets Acquired during the year	0	413,603	82,668	442,565	938,836
Transferred to Inventories	(50,000)	0	0	0	(50,000)
Assets Disposed during the year	0	0	(166,813)	(222,577)	(389,390)
Revaluation Increments/(Decrements)	3,981,700	16,470,575	1,028	0	20,453,303
Asset Balance at the end of the year	4,720,450	28,440,100	912,943	2,988,799	37,062,291
Accumulated depreciation at the beginning of the year	0	(2,609,425)	(680,780)	(730,406)	(4,020,611)
Depreciation Expense Raised	0	(227,598)	(67,474)	(327,618)	(622,690)
Depreciation Expense Written Back on Disposals	0	0	142,691	85,021	227,712
Revaluation Increments/(Decrements)	0	2,837,023	0	0	2,837,023
Accumulated depreciation at the end of year	0	0	(605,563)	(973,003)	(1,578,565)
Net Asset Values at the end of year	4,720,450	28,440,100	307,380	2,015,796	35,483,726



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

5. FIXED ASSETS (Continued)

5.4 Movements in Carrying Amounts

Infrastructure	Drainage	Parks/Reserves	Bridges	Footpaths	Other Items	Roads	Total
	\$	\$	\$	\$	\$	\$	\$
Asset Balance at the beginning of the year	617,989	825,988	31,782,000	2,027,982	2,980,313	97,895,797	136,130,068
Assets Acquired during the year	0	0	28,389	3,145	51,849	1,542,048	1,625,431
Revaluation Increments/(Decrements)	0	0	(20,741,389)	0	0	0	(20,741,389)
Asset Balance at the end of the year	617,989	825,988	11,069,000	2,031,127	3,032,162	99,437,845	117,014,111
Accumulated depreciation at the beginning of the year	(97,197)	(541,573)	(17,820,500)	(787,806)	(535,075)	(16,256,779)	(36,038,930)
Depreciation Expense Raised	(7,628)	(23,730)	(339,435)	(44,611)	(206,364)	(980,172)	(1,601,940)
Revaluation Increments/(Decrements)	0	0	18,159,935	0	0	0	18,159,935
Accumulated depreciation at the end of year	(104,825)	(565,303)	0	(832,417)	(741,439)	(17,236,951)	(19,480,935)
Net Asset Values at the end of year	513,164	260,685	11,069,000	1,198,710	2,290,723	82,200,894	97,533,176



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

6. BORROWINGS

6.1 Loan Borrowings

Actual 2013/2014 \$		Actual 2014/2015 \$
	Current Borrowings	
105,730	Loan Debentures	149,876
<u>105,730</u>	BALANCE AS AT 30TH JUNE	<u>149,876</u>
	Non Current Borrowings	
1,959,680	Loan Debentures	2,148,420
<u>1,959,680</u>	BALANCE AS AT 30TH JUNE	<u>2,148,420</u>
<u>2,065,410</u>	TOTAL BORROWINGS AS AT 30TH JUNE	<u>2,298,296</u>

6.2 Loans Raised during the Financial Year

Actual 2013/2014 \$		Actual 2014/2015 \$
	The Shire borrowed the following funds in the 2014/2015 financial year.	
	Amount Borrowed	
0	Loan 66 - Plant Purchases (2.84% p.a., 7 years, maturity 2 May 2022)	338,616
	Amount Expended	
0		338,616
<u>Nil</u>	CLOSING BALANCE	<u>Nil</u>

6.3 Loan Repayments

Council's Loan Liability is summarised as:

Program	Principal	New Loans Raised		Interest		Principal Repayment		Principal
	1/07/2014	Budget 2014/15	Actual 2014/15	Budget 2014/15	Actual 2014/15	Budget 2014/15	Actual 2014/15	30/06/2015
	\$	\$		\$	\$	\$	\$	\$
Community Amenities								
(*) Water Supply - Loan 60	18,108	0	0	1,080	1,080	11,860	11,860	6,248
Recreation & Culture								
Archive Facility - Loan 65	94,954	0	0	4,511	4,511	10,342	10,342	84,612
Forrest Oval - Loan 62	1,219,773	0	0	77,014	77,015	41,731	41,730	1,178,043
Forrest Oval - Loan 63	286,177	0	0	14,609	14,609	16,328	16,328	269,849
Forrest Oval - Loan 64	446,398	0	0	22,789	22,788	25,470	25,470	420,928
Transport								
Plant Purchases - Loan 66	0	600,000	338,616	19,185	0	71,142	0	338,616
Plus Change in Net Accrual					680			
TOTAL	<u>2,065,410</u>	<u>600,000</u>	<u>338,616</u>	<u>139,188</u>	<u>120,683</u>	<u>176,873</u>	<u>105,730</u>	<u>2,298,296</u>
Loan Repayments to be financed by Council				138,108	119,603	165,013	93,870	
Loan Repayments reimbursed from external sources				1,080	1,080	11,860	11,860	
TOTAL				<u>139,188</u>	<u>120,683</u>	<u>176,873</u>	<u>105,730</u>	

(*) Self Supporting Loan financed by payments from third parties.

All other loan repayments were financed by general purpose income.

Council does not hold any unspent loan funds as detailed in Financial Management Regulation 48(a).

6.4 Overdraft Facility

The Shire established an overdraft facility in 2003 of \$200,000 to assist with short term liquidity requirements. The balance of the overdraft as at 30 June 2015 was \$nil (Financial Management Regulation 48(b)).



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

7. RESERVES - CASH BACKED

The transactions of the Reserve Funds are summarised as follows:

Actual 2013/14 \$		Budget 2014/15 \$	Actual 2014/15 \$
7.1 Plant Replacement Reserve (Cash Backed)			
Purpose - Acquisition of plant and major capital repairs for plant			
338,002	Balance brought forward 1st July	119,740	119,740
13,633	Plus Transfer from Accumulated Surplus		
245,249	- Interest Received	5,544	3,738
	- Other	263,903	263,903
	Less Transfer To Accumulated Surplus		
(477,144)	- Other Plant Purchases	0	0
119,740	BALANCE AS AT 30th JUNE	389,187	387,381
7.2 Avon River Reserve (Cash Backed)			
Purpose - Maintain and protect Avon River and its environs			
23,009	Balance brought forward 1st July	13,337	13,337
928	Plus Transfer from Accumulated Surplus		
	- Interest Received	439	378
	Less Transfer To Accumulated Surplus		
(10,600)	- Other swing bridge entrance	0	0
13,337	BALANCE AS AT 30th JUNE	13,776	13,715
7.3 Recreation Complex Reserve (Cash backed)			
Purposes - Provide for multi-purpose community centre and ongoing development of recreation facilities			
2,916	Balance brought forward 1st July	4,220	4,220
118	Plus Transfer from Accumulated Surplus		
1,186	- Interest Received	150	120
	- Other YRCC membership fees	0	0
	Less Transfer To Accumulated Surplus		
0	- Other function centre IT and kitchen utensils	(4,370)	(4,340)
4,220	BALANCE AS AT 30th JUNE	0	(0)
7.4 Town Planning Reserve (Cash backed)			
Purpose - Develop and review York Town Planning Schemes and amendments			
14,892	Balance brought forward 1st July	15,493	15,493
601	Plus Transfer from Accumulated Surplus		
	- Interest Received	510	439
	- Other TPS Review	(16,003)	(9,250)
15,493	BALANCE AS AT 30th JUNE	0	6,682
7.5 Refuse Site Development Reserve (Cash Backed)			
Purpose - Ongoing maintenance and development of Council's waste management facilities			
185,524	Balance brought forward 1st July	172,793	172,793
7,483	Plus Transfer from Accumulated Surplus		
	- Interest Received	5,657	4,895
	Less Transfer To Accumulated Surplus		
(20,214)	- Other - Operating Loss	0	(6,498)
172,793	BALANCE AS AT 30th JUNE	178,450	171,189
7.6 Industrial Land Reserve (Cash backed)			
Purpose - Development and expansion of an industrial subdivision within the Shire			
111,364	Balance brought forward 1st July	115,856	115,856
4,492	Plus Transfer from Accumulated Surplus		
	- Interest Received	3,820	3,281
115,856	BALANCE AS AT 30th JUNE	119,676	119,137



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

7. RESERVES - CASH BACKED (Continued)

Actual 2013/14 \$		Budget 2014/15 \$	Actual 2014/15 \$
7.7 Residency Museum Reserve (Cash Backed)			
Purpose - Fund capital expenditure and maintenance of the historical museum			
11,847	Balance brought forward 1st July	11,284	11,284
	Plus Transfer from Accumulated Surplus		
437	- Interest Received	371	320
0	- Other - Monitored Alarm System	(10,000)	(5,956)
<u>11,284</u>	BALANCE AS AT 30th JUNE	<u>1,655</u>	<u>5,648</u>
7.8 Pioneer Memorial Lodge Reserve (Cash Backed)			
Purpose - Finance capital improvements and extensions to seniors village (from operational surpluses of the Lodge)			
117,800	Balance brought forward 1st July	122,551	122,551
	Plus Transfer from Accumulated Surplus		
4,751	- Interest Received	3,847	3,471
	Less Transfer To Accumulated Surplus		
0	- Other - Refurbishments	(122,551)	(22,729)
<u>122,551</u>	BALANCE AS AT 30th JUNE	<u>3,847</u>	<u>103,293</u>
7.9 Public Open Space Reserve (Cash Backed)			
Purpose - Expansion and development of passive recreation areas within the Shire			
378	Balance brought forward 1st July	393	393
	Plus Transfer from Accumulated Surplus		
15	- Interest Received	13	11
<u>393</u>	BALANCE AS AT 30th JUNE	<u>406</u>	<u>404</u>
7.1 Community Bus Reserve (Cash Backed)			
Purpose - Finance the changeover of the Community Bus (funded from operational surpluses of the Community Bus)			
62,298	Balance brought forward 1st July	69,041	69,041
	Plus Transfer from Accumulated Surplus		
2,513	- Interest Received	2,233	1,955
4,230	- Other	10,000	2,707
<u>69,041</u>	BALANCE AS AT 30th JUNE	<u>81,274</u>	<u>73,703</u>
7.11 Centennial Gardens Reserve (Cash Backed)			
Purpose - Further expansion and capital repairs of the existing units			
100,814	Balance brought forward 1st July	117,883	117,883
	Plus Transfer from Accumulated Surplus		
4,066	- Interest Received	3,841	3,338
13,003	- Other	0	1,766
<u>117,883</u>	BALANCE AS AT 30th JUNE	<u>121,724</u>	<u>122,988</u>
7.12 Car Parking Reserve (Cash Backed)			
Purpose - The Management and control of parking facilities in accordance with Council's Parking Plan			
15,476	Balance brought forward 1st July	16,100	16,100
	Plus Transfer from Accumulated Surplus		
624	- Interest Received	531	456
<u>16,100</u>	BALANCE AS AT 30th JUNE	<u>16,631</u>	<u>16,556</u>
7.13 Archives Reserve (Cash Backed)			
Purpose - To provide a secure building for the safe storage of Council's archival records			
19,159	Balance brought forward 1st July	19,932	19,932
	Plus Transfer from Accumulated Surplus		
773	- Interest Received	657	564
	Less Transfer To Accumulated Surplus		
0	- Other Archives/Records storage	(10,000)	(14,173)
<u>19,932</u>	BALANCE AS AT 30th JUNE	<u>10,589</u>	<u>6,324</u>



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

7. RESERVES - CASH BACKED (Continued)

	Actual 2013/14 \$		Budget 2014/15 \$	Actual 2014/15 \$
7.14 Disaster Reserve (Cash Backed) Purpose - To help fund recover from a natural disaster				
	28,808	Balance brought forward 1st July	29,970	29,970
		Plus Transfer from Accumulated Surplus		
	1,162	- Interest Received	987	849
	<u>29,970</u>	BALANCE AS AT 30th JUNE	<u>30,957</u>	<u>30,819</u>
7.15 Water Supply Reserve (Cash Backed) Purpose - To hold funds raised through water supply charge until loan repayments is due				
	6,778	Balance brought forward 1st July	6,778	6,778
	<u>6,778</u>	BALANCE AS AT 30th JUNE	<u>6,778</u>	<u>6,778</u>
7.16 Tied Grant Funding Reserve (Cash Backed) Purpose - To segregate grant funds provided for specific projects until those projects are carried out				
	61,689	Balance brought forward 1st July	61,425	61,425
		Less Transfer To Accumulated Surplus		
	0	- Other SEAVROC	(11,374)	0
	0	- Other Regional Waste Management Strategy	(6,118)	0
	(264)	- Other You're Welcome	(11,602)	0
	0	- Other Mannavale, Qualan, West and Spencers Brook Bridges	(30,830)	(753)
	<u>61,425</u>	BALANCE AS AT 30th JUNE	<u>1,501</u>	<u>60,672</u>
7.17 Staff Leave Reserve (Cash Backed) Purpose - To fund annual and long service leave requirements				
	279,102	Balance brought forward 1st July	640,469	640,469
		Plus Transfer from Accumulated Surplus		
	11,257	- Interest Received	11,652	15,274
	350,110	- Other	20,000	0
		Less Transfer To Accumulated Surplus		
	0	- Other	(99,000)	(144,793)
	<u>640,469</u>	BALANCE AS AT 30th JUNE	<u>573,121</u>	<u>510,950</u>
7.18 Main St (Town Precinct) Upgrade Reserve (Cash Backed) Purpose - To provide funds for the upgrade of Main Street and development of a town precinct				
	44,194	Balance brought forward 1st July	45,977	45,977
		Plus Transfer from Accumulated Surplus		
	1,783	- Interest Received	1,511	1,301
		Less Transfer To Accumulated Surplus		
	0	- Other	(47,305)	(47,279)
	<u>45,977</u>	BALANCE AS AT 30th JUNE	<u>183</u>	<u>(\$0)</u>
7.19 Buildings Reserve (Cash Backed) Purpose - To provide for the construction and major capital improvements to all Council buildings				
	975	Balance brought forward 1st July	1,015	1,015
		Plus Transfer from Accumulated Surplus		
	40	- Interest Received	34	29
	<u>1,015</u>	BALANCE AS AT 30th JUNE	<u>1,049</u>	<u>1,044</u>
7.2 Strategic Planning Reserve (Cash Backed) Purpose - To provide for the preparation, ongoing replacement, amendment & printing costs associated with the Strategic Plan				
	14,034	Balance brought forward 1st July	7,356	7,356
		Plus Transfer from Accumulated Surplus		
	566	- Interest Received	242	208
		Less Transfer To Accumulated Surplus		
	(7,244)	- Other	0	0
	<u>7,356</u>	BALANCE AS AT 30th JUNE	<u>7,598</u>	<u>7,564</u>



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

7. RESERVES - CASH BACKED (Continued)

	Actual 2013/14 \$		Budget 2014/15 \$		Actual 2014/15 \$
7.21 Cemetery Reserve (Cash Backed)					
Purpose - To provide for ongoing development of the York Cemetery or development of a new cemetery site					
23,320	Balance brought forward 1st July	24,261		24,261	
941	Plus Transfer from Accumulated Surplus				
	- Interest Received	800		687	
0	Less Transfer To Accumulated Surplus				
	- Other Cemetery Upgrades	(25,019)		0	
24,261	BALANCE AS AT 30th JUNE	42		24,948	
7.22 York Town Hall Reserve (Cash Backed)					
Purpose - To provide for the ongoing development of York Town Hall recognising its significant heritage value to residents					
27,995	Balance brought forward 1st July	19,124		19,124	
1,129	Plus Transfer from Accumulated Surplus				
	- Interest Received	958		542	
(10,000)	Less Transfer To Accumulated Surplus				
	- Other Town Hall Lift Awning	(19,000)		(19,666)	
19,124	BALANCE AS AT 30th JUNE	1,082		(\$0)	
7.23 Roads Reserve (Cash Backed)					
Purpose - To provide for future road resealing requirements					
71,999	Balance brought forward 1st July	74,903		74,903	
2,904	Plus Transfer from Accumulated Surplus				
	- Interest Received	2,468		2,121	
74,903	BALANCE AS AT 30th JUNE	77,371		77,024	
7.24 Land & Infrastructure Development Reserve (Cash Backed)					
Purpose - To provide for the purchase of land and/or buildings or the construction of buildings					
660	Balance brought forward 1st July	87,069		87,069	
27	Plus Transfer from Accumulated Surplus				
	- Interest Received	2,496		2,466	
25,000	- Other Muni Contribution	25,000		0	
204,418	- Other land sales	0		0	
	Less Transfer To Accumulated Surplus				
(132,235)	- Admin Air Conditioning Units	0		0	
(7,264)	- Admin Solar Panels	(8,000)		0	
(3,537)	- Admin Air Conditioning Enclosure	0		0	
0	- Relocate Talbot Fire Shed	(15,094)		0	
0	- Purchase Easement Lot 51	(25,000)		0	
87,069	BALANCE AS AT 30th JUNE	66,471		89,535	
7.25 Greenhills Townsite Development Reserve (Cash Backed)					
Purpose - To provide for the enhancement of the amenity and economic potential of the townsite in consultation with the Greenhills Progress Association					
26,180	Balance brought forward 1st July	27,236		27,236	
1,056	Plus Transfer from Accumulated Surplus				
	- Interest Received	898		771	
0	Less Transfer To Accumulated Surplus				
	- Other	(22,500)		0	
27,236	BALANCE AS AT 30th JUNE	5,634		28,007	



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

7. RESERVES - CASH BACKED (Continued)

Actual 2013/14 \$		Budget 2014/15 \$	Actual 2014/15 \$
7.26 RSL Memorial Reserve (Cash Backed)			
Purpose - To provide for the upgrading of the RSL memorial			
11,393	Balance brought forward 1st July	11,853	11,853
460	Plus Transfer from Accumulated Surplus		
	- Interest Received	390	336
11,853	BALANCE AS AT 30th JUNE	12,243	12,189
7.27 Forrest Oval Bowling Greens Reserve (Cash Backed)			
Purpose - to provide for the replacement of bowling rink synthetic surfaces			
4,002	Balance brought forward 1st July	7,397	7,397
161	Plus Transfer from Accumulated Surplus		
3,234	- Interest Received	252	209
	- Other	4,000	0
7,397	BALANCE AS AT 30th JUNE	11,649	7,606
7.28 Forrest Oval Tennis Greens Reserve (Cash Backed)			
Purpose - to provide for the future of tennis synthetic surface			
476	Balance brought forward 1st July	1,040	1,040
20	Plus Transfer from Accumulated Surplus		
544	- Interest Received	34	29
	- Other	1,000	0
1,040	BALANCE AS AT 30th JUNE	2,074	1,069
7.29 Forrest Oval Lights Reserve (Cash Backed)			
Purpose - to provide for the replacement and upgrading of the Oval Lights			
1,274	Balance brought forward 1st July	1,998	1,998
51	Plus Transfer from Accumulated Surplus		
673	- Interest Received	96	56
	- Other	650	0
1,998	BALANCE AS AT 30th JUNE	2,744	2,054
1,846,494	TOTAL RESERVES - CASH BACKED	1,737,712	1,887,277
7.3 Cash Backed Reserve Summary			
1,605,361	Balance brought forward 1st July	1,846,494	1,846,494
909,634	Plus Transfer from Accumulated Surplus	374,983	316,220
(668,501)	Less Transfer To Accumulated Surplus	(483,766)	(275,437)
1,846,494	BALANCE AS AT 30th JUNE	1,737,712	1,887,277

All of the above Reserve Accounts are Cash Backed and are disclosed as Restricted Cash Assets in Note 2 of the Annual Financial Statements. Its anticipated that the Reserves will be utilised over the next 1 to 10 years. Council would expect further transfers to be made to some of the Reserves as funds are utilised.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

7.31 Asset Revaluation Surplus

The Asset Revaluation Surplus is not Cash Backed and future transactions in the Surplus will be in accordance with the Shire of York Accounting Policy.

Actual 2013/14 \$		Budget 2014/15 \$	Actual 2014/15 \$
Asset Revaluation Surplus (Roads)			
58,702,393	Balance brought forward 1st July	67,555,433	67,555,433
8,853,040	Revaluation Increment	0	0
0	Revaluation Decrement	0	0
67,555,433	BALANCE AS AT 30th JUNE	67,555,433	67,555,433
Asset Revaluation Surplus (Bridges)			
0	Balance brought forward 1st July	11,468,112	11,468,112
29,051,276	Revaluation Increment	0	18,159,936
(17,583,164)	Revaluation Decrement	0	(20,741,389)
11,468,112	BALANCE AS AT 30th JUNE	11,468,112	8,886,659
Asset Revaluation Surplus (Footpaths)			
0	Balance brought forward 1st July	727,663	727,663
1,424,877	Revaluation Increment	0	0
(697,214)	Revaluation Decrement	0	0
727,663	BALANCE AS AT 30th JUNE	727,663	727,663
Asset Revaluation Surplus (Parks and Reserves)			
0	Balance brought forward 1st July	308,319	308,319
308,319	Revaluation Increment	0	0
0	Revaluation Decrement	0	0
308,319	BALANCE AS AT 30th JUNE	308,319	308,319
Asset Revaluation Surplus (Land)			
0	Balance brought forward 1st July	0	0
0	Revaluation Increment	0	3,981,700
0	Revaluation Decrement	0	0
0	BALANCE AS AT 30th JUNE	0	3,981,700
Asset Revaluation Surplus (Furniture and Equipment)			
0	Balance brought forward 1st July	0	0
0	Revaluation Increment	0	1,029
0	Revaluation Decrement	0	0
0	BALANCE AS AT 30th JUNE	0	1,029
Asset Revaluation Surplus (Buildings)			
0	Balance brought forward 1st July	0	0
0	Revaluation Increment	0	19,307,598
0	Revaluation Decrement	0	0
0	BALANCE AS AT 30th JUNE	0	19,307,598
80,059,527	TOTAL ASSET REVALUATION SURPLUS	80,059,527	100,768,401
SUMMARY ASSET REVALUATION SURPLUS			
58,702,393	Balance brought forward 1st July	80,059,527	80,059,527
39,637,512	Revaluation Increment	0	41,450,263
(18,280,378)	Revaluation Decrement	0	(20,741,389)
80,059,527	BALANCE AS AT 30th JUNE	80,059,527	100,768,401



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

8. CASH FLOW INFORMATION

Reconciliation of cash flows from operations with change in net equity resulting from operations.

For the purpose of the Statement of Cash Flows, cash includes cash on hand and deposits with Banks or Financial Institutions.

8.1	Actual 2013/14	RECONCILIATION OF CASH	Budget 2014/15	Actual 2014/15
	\$		\$	\$
	184,192	Cash at Bank - Operating	5,201	302,292
	2,062,076	Restricted Cash	2,002,024	2,097,665
	2,246,268	TOTAL CASH	2,007,225	2,399,957
8.2		<u>Non cash flows in change in Net Equity</u>		
	(631,481)	Net Result	743,927	688,957
	1,975,192	Depreciation	1,720,103	2,224,631
	(161,298)	(Profit)/loss on sale of Fixed Assets	(14,480)	35,344
	(823,213)	Contributions for Development of Assets	(1,483,830)	(1,066,744)
	(7,346)	Movement in Non - Current Debtors	0	\$34,388
		<u>Change in Assets and Liabilities</u>		
	7,416	(Increase)/Decrease in Inventory	(1,001)	(88,739)
	160,489	(Increase)/Decrease in Accounts Receivables	1,088,140	(642,936)
	19,055	(Increase)/Decrease in Provisions	0	10,018
	(369,396)	Increase/(Decrease) in Accounts Payables	111,021	85,214
	169,418	Cash flows from Operations	2,163,880	1,280,133
8.3		Credit stand-by arrangement and loan facilities		
		Council has a Credit Card facility of :		
	10,000	Credit Card Limit	10,000	10,000
	333	Amount Utilised	0	\$0
		Council has Bank Overdraft facilities of :		
	200,000	Credit Facility	200,000	200,000
	0	Amount Utilised	0	0
	210,333	Unused Facility available	210,000	210,000



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

9. TRUST FUND INFORMATION

Funds held at balance date over which the Council has no control and which are not included in the Financial Statements are:

PARTICULARS	OPENING BALANCE 1/07/2014 \$	RECEIPTS ACTUAL 2014/15 \$	PAYMENTS ACTUAL 2014/15 \$	CLOSING BALANCE 30/06/2015 \$
BCITF PAYMENT	1,969	13,351	13,609	1,711
BOND CAT TRAP	0	1,300	980	320
BONDS - EXTRACTIVE INDUSTRIES	4,500	0	0	4,500
BONDS - FOOTPATH & KERB	33,226	3,500	4,000	32,726
BONDS - HALL ETC	4,300	4,140	3,620	4,820
BONDS - KEYS	2,240	460	480	2,220
BONDS - PARKS/COUNCIL PROPS	500	0	0	500
BONDS - RENTAL PROPERTY	2,944	371	1,880	1,435
BUILDER REGIST BOARD LEVY	1,337	9,603	9,577	1,363
BUILDING BONDS	11,100	1,000	6,750	5,350
CASH RECEIPT ADJUSTMENTS	6,750	1,450	200	8,000
COMMUNITY BUS BONDS	2,400	4,100	4,700	1,800
CROSSOVER BOND - ASTONE	6,000	0	0	6,000
CROSSOVER BOND - N BLISS	1,650	0	0	1,650
CROSSOVER BOND - SMORENBURG	1,650	0	0	1,650
CROSSOVER BOND - AVON VALLEY P	5,940	0	0	5,940
FUNDS HELD FOR LOCAL GROUPS	14,339	63,706	18,057	59,989
GREENHILLS BUSHFIRE BRIGADE	114	0	0	114
LEEUEWIN CONTRIBUTIONS	800	0	0	800
MOTO CROSS TRACK	4,155	332	0	4,487
PALMBROOK - CROSSOVERS	60,095	1,216	0	61,310
PALMBROOK - FOOTPATHS	63,086	1,226	0	64,312
PALMBROOK - INTERSECTIONS	27,347	553	0	27,900
PALMBROOK - PUBLIC OPEN SPACE	58,422	0	0	58,422
PALMBROOK - RURAL NUMBERS	1,820	0	0	1,820
PLANNING BONDS	2,900	0	0	2,900
POLICE LICENSING	0	1,516,275	1,516,275	0
PROPERTY SALE NON PAYMENT RATES	8,041	0	0	8,041
SETTLERS HOUSE BONDS	13,357	0	0	13,357
STAFF SOCIAL FUNDS	40	1,141	890	291
SUBDIVISION BONDS	45,014	1,650	1,650	45,014
SUBDIVISION BOND - BAWDEN	3,300	0	0	3,300
SUBDIVISION BOND - PREISIG	29,149	590	0	29,739
WATER LOAN REPAYMENTS IN FULL	3,753	0	3,019	733
SPORTING PRECINCT	3,960	0	0	3,960
TOTAL	426,198	1,625,962	1,585,687	466,473



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

10. RATING INFORMATION

Rating Information for the year ended 30 June 2015

RATE TYPE	Budget Rate Revenue	Rate in \$	Number of Properties	Rateable Value	Total Rate Revenue
	\$			\$	\$
General Rate GRV	1,758,324	\$0.099948	\$1,162	17,634,767	1,762,560
Minimum Rate GRV	820,050	\$1,050	\$778	4,637,871	816,900
General Rate UV	1,601,875	\$0.007777	\$354	205,839,000	1,600,810
Minimum Rate UV	435,000	\$1,450	\$300	37,393,985	435,000
Interim Rates	25,000				7,562
Back Rates	100				0
TOTAL	4,640,349		\$2,594	265,505,623	4,622,832

10.1 General and Minimum Rate

In accordance with Financial Management Regulation 39, Council has imposed the following Rates:

Actual 2013/14		Budget 2014/15	Actual 2014/15
\$		\$	\$
\$0	- General Rate Gross Rental Valued	\$0	\$0
\$850 p.a.	- Minimum Rate Gross Rental Valued	\$1050 p.a.	\$1050 p.a.
0.006944	- General Rate Unimproved Valued	0.007777	0.007777
\$1,030 p.a.	- Minimum Rate Unimproved Valued	\$1450 p.a.	\$1450 p.a.

The Objects and Reasons for General and Minimum Rate

All land except exempt land in the Shire of York is rated according to its Gross Rental Value (GRV) in Townsites or Unimproved Value (UV) in the remainder of the Shire.

The General Rates detailed above for the 2014/2015 financial year have been determined by the Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates.

The minimum rates have been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of Council's services and facilities.

11. SPECIFIED AREA RATES

No Specified Area Rates were levied during 2014/2015.

12. SERVICE CHARGES

No Service Charges were imposed during 2014/2015.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

13. INFORMATION ABOUT DISCOUNTS, INCENTIVES, CONCESSIONS AND WRITE OFFS

Pursuant to Sections 6.4 and 6.12 of the Local Government Act 1995, Council may, when adopting the Annual Budget, grant an incentive or discount for the early payment of Rates and Charges.

13.1 Discount on Rates and Service Charges

The Council did not offer a discount on rates.

13.2 Incentive Scheme (Rates)

Council, with the support of the following businesses, allowed those property owners who paid their rates levy by the due date specified on the rates notice to participate in a draw for the following prizes.

- 1st Prize** \$1,000 Bank Account with the York and Districts Community Bank Branch - Sponsored by the Shire and Bendigo Bank
- 2nd Prize** Four tickets to the Western Australian Symphony Orchestra for Tchaikovsky's Serenade on Sunday, 30th November 2014.
- 3rd Prize** \$200 worth of unleaded fuel, sponsored by Fuel Distributors WA.

13.3 Concessions

Council offered subsidised hall and recreation centre hire to approved community groups. Council considers the support of these groups necessary for the overall benefit of the community. Approved groups paid \$66 per day, or \$330 per year where they used the venue on a regular basis for a period of 12 times within the year.

13.4 Write Offs

In accordance with Section 6.12 of the Local Government Act 1995 and Financial Management Regulation 42, details of debts written off by the Council during the financial year are as follows;

Actual 2013/14		Actual 2014/15
\$		\$
2,698	Write Offs	157,989
<u>2,698</u>		<u>157,989</u>



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

14. INTEREST CHARGES FOR THE LATE PAYMENT OF RATES AND OTHER DEBTS

14.1 Interest Charge for Late Payment of Rates

Pursuant to Section 6.51 of the Local Government Act and Financial Management Regulation 43(a) Council imposed the following rate of interest applicable for the late payment of rates and service charges and applied as follows:

- (a) Where no election has been made to pay the rate charge by instalments,
 - (i) after it becomes due and payable; or
 - (ii) 35 days after the date of issue of the rate notice
 which ever is the later.
- (b) Where an election has been made to pay the rate charge by instalments and an instalment remains unpaid after it is due and payable.

The rate of interest applied is 11% and the revenue from the imposition of the interest amounted to \$73,844

14.2 Interest and other charges for the payment by instalments

Pursuant to Section 6.45 of the Local Government Act and Financial Management Regulation 43(c) the due dates of each instalment was as follows:

1st Instalment	\$41,884
2nd Instalment	\$41,947
3rd Instalment	\$42,010
4th Instalment	\$42,073

The charges applicable for participation in the instalment scheme were as follows;

Interest calculated on instalment payments	5.50%
Administration charge per instalment	\$10

Actual 2013/14		Budget 2014/15	Actual 2014/15
\$		\$	\$
103,339	Interest Charges for the late Payment of Rates Charged	60,000	73,844
16,270	Instalment Interest Charges	16,000	19,654
1,293	Pensioner Deferred Rates Interest Charges	2,000	1,728
15,014	Administration Charges for Instalment Options	16,000	19,850
3,199	Interest charges for the late payment of ESL	3,000	3,459

14.3 Interest Charges for Other Debts

No interest is charged under Section 6.13 of the Local Government Act for the late payment of money, other than rates.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

15. FEES AND CHARGES INFORMATION

15.1 Fees and Charges by Program

In accordance with Financial Management Regulation 41, the estimates of total revenue from Fees and Charges for each program are summarised as follows:

Actual 2013/14		Actual 2014/15
\$		\$
7,374	Governance	6,245
29,895	General Purpose Funding	36,464
78,587	Law, Order, Public Safety	39,785
61,971	Health	24,356
32,307	Education and Welfare	32,343
740,826	Community Amenities	649,291
457,210	Recreation and Culture	533,727
298	Transport	250
122,364	Economic Services	106,770
63,019	Other Property and Services	63,478
1,593,851	TOTAL FEES AND CHARGES	1,492,709

15.2 Fees and Charges Amendments

No amendments were made during the 2014/2015 financial year.

16. COUNCIL MEMBERS - FEES, EXPENSES AND ALLOWANCES

In accordance with Financial Management Regulation 44 Fees, Expenses or Allowances paid to Council Members are summarised as follows:

Actual 2013/14		Budget 2014/15	Actual 2014/15
\$		\$	\$
	- Annual Attendance Fee		
35,382	Councillor (5)	65,500	30,722
7,094	President	20,270	10,135
	- Expenses		
19,820	- Telecommunications Allowance	21,000	14,018
0	- Travel Expenses	1,500	3,647
	- Annual Local Government Allowance		
14,958	- President	36,050	11,455
3,119	- Deputy President	9,012	2,003
0	- Commissioner's Remuneration	0	51,000
80,373		153,332	122,980

17. INVESTMENT EARNINGS

The Earnings from Investments are summarised as follows:

Actual 2013/14		Budget 2014/15	Actual 2014/15
\$		\$	\$
70,126	General Account	50,000	39,608
58,781	Reserve Funds	50,431	52,991
124,102	Rates - Late payment & Instalment Interest	81,000	98,686
253,009	TOTAL	181,431	191,285



SHIRE OF YORK
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FOR THE YEAR ENDED 30TH JUNE 2015

18. DEPRECIATION ON NON-CURRENT ASSETS

The Depreciation charge included in the Financial Statements are summarised as follows:

Actual 2013/14 \$		Actual 2014/15 \$
180	General Purpose Funding	180
72,861	Governance	77,620
42,773	Law, Order, Public Safety	44,507
12,540	Health	14,115
21,169	Education and Welfare	21,187
25,339	Community Amenities	28,033
357,830	Recreation and Culture	383,948
1,235,473	Transport	1,395,505
10,176	Economic Services	11,717
196,851	Other Property and Services	247,819
1,975,192	TOTAL	2,224,631

19. MAJOR LAND TRANSACTIONS

Council did not participate in any major land transactions during 2014/15

20. TRADING UNDERTAKINGS

Council did not participate in any trading undertakings during 2014/15.

21. JOINT VENTURE

Centennial Park Aged Care

Council together with Homeswest have a joint venture arrangement with regard to the provision of aged persons accommodation. Centennial Park consists of six units built by Homeswest and administered by Council. Council collects the rental income and pays ongoing expenses. Any surplus funds are transferred to Reserve at year end for future upgrades.

22. CAPITAL AND LEASING COMMITMENTS

At the reporting date, the Council did not have any obligations under non-cancellable operating leases.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

23. FINANCIAL INSTRUMENTS

23.1 Interest Rate Risk

The following table details Council's exposure to financial risks, including interest rate risk, price risk, credit risk, etc as at 30th June 2015.

	Carrying Value 2013/14	Average Interest Rate %	Interest Bearing \$	Non Interest Bearing \$	Carrying Value 2014/15 \$	Fair Value 2014/15 \$
Financial Assets						
Cash	2,246,268	3.46	2,396,157	3,800	2,399,957	2,399,957
Receivables	1,356,864		0	2,003,551	2,003,551	2,003,551
	3,603,132		2,396,157	2,007,351	4,403,508	4,403,508
Financial Liabilities						
Payables	356,998		0	442,212	442,212	442,212
Borrowings	1,521,732	5.39	2,298,296	0	2,298,296	1,832,762
	1,878,730		2,298,296	442,212	2,740,508	2,274,974

23.2 Material Risk from Financial Instruments

Council does not have any material credit risk exposure to any single debtor under any financial instruments entered into.

23.3 Fair Values and Carrying Amounts of Financial Assets and Liabilities

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the notes to and forming part of the Annual Financial Statements.

23.4 Receivables

Council's receivables are classified as Rates and Annual Charges, Self Supporting Loans and General Debtors. Rates and Annual Charges are charges that are considered as charges against the property and as such are considered being secured by the Property to which they relate. Council accounts for Self Supporting Loans as part of its current receivables as and when payments fall due, amounts due in future years are shown as non-current.

Self Supporting Loans shown as debtors represent the repayments of a loan that Council has drawn on behalf of a Community Group. Council's General Debtors include receivables for goods and services provided to members of the community, government departments and businesses. Council has exposure to credit risk in that debtors may not be able to meet their commitments to repay debts. Council reviews its outstanding debts regularly and commences a variety of recovery techniques in accordance with its Debt Recovery Procedures. Council reviews outstanding debts annually and provides a provision should debts become doubtful.

2013/14			2014/15	
Current	Non Current		Current	Non Current
\$	\$		\$	\$
832,775	47,702	Financial Assets	710,965	57,702
11,860	6,247	Rates and Annual Charges	6,248	0
458,280	0	Self Supporting Loans	1,228,636	0
1,302,915	53,949	General Debtors	1,945,849	57,702

The profile of the Shire's credit risk at balance date was:

2013/14		2014/15
%		%
	Rates and Annual Charges	
31%	-Current	33%
69%	-Overdue	67%
	Other receivables	
30%	-Current	15%
70%	-Overdue	85%



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

23. FINANCIAL INSTRUMENTS (Continued)

23.5 Market Risk

The Council invests funds that are not required immediately in Financial Instruments such as Term Deposits. The Council may be subject to interest rate risk in that future cash flows may fluctuate because of changes in market interest rate.

<u>Actual 2013/14</u>		<u>Actual 2014/15</u>
\$		\$
22,463	Impact of 1% Movement in Interest Rates on Investment Earnings (+/-)	24,000
56,157	Impact of 2.5% Movement in Interest Rates on Investment Earnings (+/-)	59,999

23.6 Payables and Borrowings

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

The maturity analysis for Council's financial liabilities is detailed as follows;

	2013/14	Less than 1 year	1 to 5 years	Greater than 5 years	2014/15
	\$	\$	\$	\$	\$
Financial Liabilities					
Accounts Payable - Current	356,998	442,212	0	0	442,212
Borrowings	2,065,410	149,876	830,175	1,318,245	2,298,296
	2,422,408	592,088	830,175	1,318,245	2,740,508

The following sets out the carrying amount, by maturity, of the financial instruments exposed to interest rate risk:

	Less than 1 year \$	1 to 2 years \$	2 to 3 years \$	3 to 4 years \$	4 to 5 years \$	Greater than 5 years \$	Total \$
Year Ended 30 June 2015							
Debentures		6,248				2,292,047	2,298,295
Weighted Average - Interest Rate		5.39%				4.96%	5.39%
Year Ended 30 June 2014							
Debentures			18,108			2,047,302	2,065,410
Weighted Average - Interest Rate			5.83%			5.77%	5.83%



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

24. POSITION AT COMMENCEMENT OF FINANCIAL YEAR

24.1 DETERMINATION OF OPENING FUNDS

ACTUAL 2013/14 \$		Budget 2014/15 \$	ACTUAL 2014/15 \$
	<u>Current Assets</u>		
395,974	Cash at Bank	265,714	508,880
1,846,494	Investments	1,737,711	1,887,277
3,800	Cash on Hand	3,800	3,800
1,302,915	Receivables	225,615	1,945,850
3,869	Stock on Hand	4,871	92,608
3,553,052		2,237,711	4,438,415
	<u>Less Current Liabilities</u>		
(356,998)	Accounts Payable	(500,000)	(442,212)
(640,469)	Accrued Leave	(573,121)	(615,135)
(105,730)	Current Loan Liability	(99,846)	(149,876)
(1,103,197)		(1,172,967)	(1,207,223)
2,449,855	SURPLUS OF CURRENT ASSETS OVER CURRENT LIABILITIES	1,064,744	3,231,192
	ADJUSTMENTS		
105,730	Add Back Current Loan Liability	99,846	149,876
(11,860)	Less Current Assets for Self Supporting Loan Repayments	0	(6,247)
(1,846,494)	Less Cash Backed Reserves	(1,737,711)	(1,887,277)
640,469	Plus Leave Reserve	573,121	510,949
1,337,699	OPENING/CLOSING FUNDS	0	1,998,492

24.2 STATEMENT OF RECONCILIATION OF NET CURRENT ASSETS BROUGHT FORWARD

In accordance with Financial Management Regulation 36(1)(b) the following reconciliation is provided between the Net Current Assets carried forward from the previous financial year, compared to the Net Current Assets detailed in the 2014/2015 Annual Budget.

Net Current Asset detailed in the 2014/2015 Annual Budget	1,328,420
Net Current Assets Brought Forward as at 1st July 2014	1,337,699

25. CAPITAL EXPENDITURE BY PROGRAM

Actual Capital Expenditure incurred by Program is summarised as follows:

Program	2013/14 \$	Furniture and Equipment \$	Land and Buildings \$	Plant and Equipment \$	Roads \$	Infrastructure Recreation Facilities \$	Other \$	2014/15 \$
Governance	398,017	55,452	69,163	44,170		0	0	168,785
Law, Order, Public Safety	101,877	0	13,385	30,634		0	0	44,019
Health	7,510	0	0	0		0	0	0
Education and Welfare	0	0	9,067	0		0	0	9,067
Housing	0	0	0	0		0	0	0
Community Amenities	40,786	0	0	3,235		0	3,145	6,380
Recreation and Culture	294,645	24,884	306,805	12,910		0	0	392,928
Transport	1,688,638	0	0	338,243	1,570,437	0	0	1,908,680
Economic Services	30,112	0	0	13,373		0	3,520	16,893
Other Property & Services	55,209	2,332	15,183	0		0	0	17,515
TOTAL	2,616,794	82,668	413,603	442,565	1,570,437	48,329	6,665	2,564,267



SHIRE OF YORK
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FOR THE YEAR ENDED 30TH JUNE 2015

26. FINANCIAL INFORMATION BY RATIO

In accordance with Financial Management Regulation 50 the following Financial Information by Ratio is provided:

2012/13 %	2013/14 %			2014/15 %
2.42	3.22	(a)	Current Ratio <u>current assets minus restricted current assets</u> current liabilities minus liabilities associated with restricted assets	3.36
0.49	0.53	(b)	Asset Sustainability Ratio <u>capital renewal and replacement expenditure</u> depreciation expense	0.43
5.66	2.87	(c)	Debt Service Cover Ratio <u>annual operating surplus before interest and depreciation</u> principal and interest	8.69
(0.22)	(0.23)	(d)	Operating Surplus Ratio <u>operating revenue minus operating expense</u> own source operating revenue	(0.06)
0.68	0.69	(e)	Own Source Revenue Ratio <u>own source operating revenue</u> operating expense	0.70

ADDITIONAL RATIO INFORMATION

The following information relates to those ratios which only require an attestation they have been checked and are supported by verifiable information.

0.79	0.74	(f)	Asset Consumption Ratio <u>depreciated replacement cost of assets</u> current replacement cost of depreciated assets	0.86
0.84	0.84	(g)	Asset Renewal Funding Ratio <u>NPV of planned capital renewals over 10 years</u> NPV of required capital expenditure over 10 years	0.75



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

27. TRADE AND OTHER RECEIVABLES

Receivables due to Council include the following:

ACTUAL 2013/14		ACTUAL 2014/15
\$		\$
	Current	
832,775	Rates	748,571
15,419	LSL Due from Other Councils	23,390
451,847	Sundry Debtors	396,929
(42,321)	Less Provision for Doubtful Debts	(12,420)
11,860	Long Term Loans-Interest Free & Self Supporting	6,248
423	Accrued Income including Self Supporting Loans	754,001
30,186	ESL Debtors	29,027
2,726	Pensioner Rebates	102
1,302,915		1,945,849
	Non Current	
47,702	Rates Outstanding-Pensioner Deferred	57,702
6,247	Long Term Loans-Interest Free and Self Supporting	0
53,949		57,702

Deferred pensioners rates represent amounts owing by pensioners who have chosen to defer the payment of their rates in accordance with the Rates and Charges (Rebates and Deferments) Act 1992.

28. INVENTORIES

ACTUAL 2013/14		ACTUAL 2014/15
\$		\$
3,869	Comprises of Construction Materials, Fuels and Consumables	92,608

All inventories at balance date have been valued at lower cost.

29. TRADE AND OTHER PAYABLES

ACTUAL 2013/14		ACTUAL 2014/15
\$		\$
276,087	Sundry Creditors	338,261
80,911	Other Payables	103,951
356,998	Total	442,212

30. PROVISIONS

Provision for Employees' entitlements at balance date are as follows:

ACTUAL 2013/14		ACTUAL 2014/15
\$		\$
	Current	
321,651	- Provision for Annual Leave	340,417
223,371	- Provision for Long Service Leave	201,018
75,355	- Provision for Sick Leave	52,944
20,092	- LSL Leave Owed To Other Local Governments	20,756
640,469		615,135
	Non Current	
32,889	- Provision for Long Service Leave	68,241
32,889		68,241
673,358		683,376



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

31. EMPLOYEE NUMBERS

The following information is provided in relation to the number employees.

No. of Employees

<u>2013/14</u>		<u>2014/15</u>
50	Total Number of Employees The number of full time equivalent employees at 30 June	48

32. ECONOMIC DEPENDENCY

A significant portion of revenue is received by way of grants from the State and Federal Government. The total of grant revenue from government sources is as follows:

<u>ACTUAL 2013/14</u>		<u>ACTUAL 2014/15</u>
\$		\$
1,252,106	By Nature/Type:	2,481,652
823,213	Operating Grants	1,066,744
<u>2,075,319</u>	Non-operating Grants	<u>3,548,396</u>
	Total	
837,285	General Purpose Funding	2,186,474
306,557	Governance	27,273
55,236	Law, Order and Public Safety	41,720
0	Education and Welfare	0
24,712	Community Amenities	0
0	Recreation and Culture	272,565
815,068	Transport	1,000,364
36,461	Economic Services	20,000
0	Other Property & Services	0
<u>2,075,319</u>		<u>3,548,396</u>

It should be noted the figure reported as Operating Grants, Subsidies and Contributions on the Statement of Comprehensive Income by Nature/Type includes \$278,423 of Subsidies and Contributions in addition to the Operating Grants.

33. CONTINGENT LIABILITIES

A claim was made by the former Shire President with regard to reimbursement of legal fees. The legal opinion received by the Shire was that the reimbursement would not be required to be paid, as a result of this advice no amount has been recognised in the financial statements. In the event that the Shire is required to pay, the maximum liability is estimated to be \$55,000.

34. TOTAL ASSETS CLASSIFIED BY FUNCTION AND ACTIVITY

<u>ACTUAL 2013/14</u>		<u>ACTUAL 2014/15</u>
\$		\$
1,388,306	By Program:	1,565,100
73,334	Governance	3,056,462
447,160	General Purpose Funding	452,108
113,975	Law, Order, Public Safety	848,072
436,708	Health	2,390,038
36,159	Education and Welfare	0
602,671	Housing	561,781
9,412,051	Community Amenities	25,365,251
97,390,919	Recreation and Culture	94,643,265
90,148	Transport	97,284
1,819,147	Economic Services	2,293,190
3,976,492	Other Property and Services	6,240,467
<u>115,787,070</u>	Unallocated	<u>137,513,018</u>
	Total	

35. EVENTS AFTER REPORTING PERIOD

No events, other than those disclosed in the financial report, have occurred subsequent to the balance sheet date or are pending that would require adjustment to, or disclosure in, the financial report or amendments to significant assumptions used in the preparation of the accounting estimates.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

36. FAIR VALUE MEASUREMENTS

Persuant to Local Government (Financial Management) Regulation 17A(3) the Shire, as at 30 June 2015, has measured the following asset categories at fair value:

Furniture and Equipment

The office furniture and equipment currently on the Shire asset register was identified during the stocktake in 2015 plus additions for the current year and are replaced on a regular basis. The items held as at 30 June 2015 are not considered to have an actual and liquid secondhand market and are generally sold at auction without a reserve or discarded depending on their condition which is reflected in the residual value. Based on the above, the cost approach is deemed to be the most appropriate and a very conservative fair value measurement.

Plant and Equipment

A stocktake of Plant and Equipment was undertaken as at 30 June 2013, resulting in non existing items, predominantly old items that had been fully depreciated or could not be found being written off and any item below the value of \$1000 threshold was removed from the asset register. The items were internally valued through the use of external suppliers. Acquisitions in 2013/14 and 2014/15 were recorded at cost.

Infrastructure

Roads

In the case of roads a full road asset network valuation was undertaken by external consultants (Talis Consultants) in 2014. The fair value is determined as the Current Replacement Cost (CRC) less accumulated depreciation to reflect the already consumed or expired future economic benefits. This approach is consistent with AASB 116. The valuation for roads was generated from the RAMM Pavement Management System. The Shire had completed a full network condition summary and the external valuers have confirmed that there is a high level of confidence in the inventory data being relevant and of the condition data being a true representation of the current state. Also, unit rates used have been reviewed by the Shire and are considered accurate by the external valuer. Acquisitions in 2014/15 were recorded at cost.

Drainage

A review of the Shire's asset register was undertaken in-house by Council Staff to validate the detail contained for Drainage Infrastructure in 2013/14. A review of the values contained in the Asset Register revealed that the written down value as at the 30 June 2014 represents 0.5% of the total Infrastructure Assets. The book value reflects the fair value based on the current replacement cost less accumulated depreciation. Acquisitions in 2014/15 were recorded at cost.

Reserve - Plant & Equipment

A review of the Shire's asset register was undertaken in-house by Council Staff to validate the detail contained for Plant & Equipment Infrastructure. A review of the values contained in the Asset Register revealed that the written down as at the 30 June 2014 represented 0.18% of the total Infrastructure Assets. The book value reflects the fair value based on the current replacement cost less accumulated depreciation. Acquisitions in 2014/15 were recorded at cost.

Reserve - Grasses

A review of the Shire's asset register was undertaken in-house by Council Staff to validate the detail contained for Grass Reserves Infrastructure. A review of the values contained in the Asset Register revealed that the written down value as at the 30 June 2014 represented 0.1% of the total Infrastructure Assets. The book value reflects the fair value based on the current replacement cost less accumulated depreciation.

Footpaths

In the case of footpaths a full valuation was undertaken by external consultants in 2014. The fair value is determined as the Current Replacement Cost (CRC) less accumulated depreciation to reflect the already consumed or expired future economic benefits. This approach is consistent with AASB 116. The acquisitions for 2014/15 were recorded at cost.

Bridges

In April 2015, Griffin Valuation Advisory were requested by the Shire of York to undertake a revaluation for financial reporting purposes for the period 30 June 2015. The values were incorporated in the Shire's asset register and financial records as fair values for bridges as at 30 June 2015.

Other Items of Infrastructure

A review of the Shire's asset register was undertaken in-house by Council Staff in 2013/14 to validate the detail contained for Other Items of Infrastructure. A review of the values contained in the Asset Register revealed that the written down value for this category is minor. In order to determine a fair value for these items the ABS Road and Bridge Construction Index was applied to the historical cost less accumulated depreciation. In 2014/15 the acquisitions were recorded at cost.



SHIRE OF YORK
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36. FAIR VALUE MEASUREMENTS (Continued)

The Shire of York measures the following assets and liabilities on a recurring basis;

Roads
 Drainage
 Parks/Reserves
 Bridges
 Footpaths
 Other Structures
 Furniture and Equipment
 Plant and Equipment
 Buildings
 Land

The Shire does not measure any other assets and liabilities at fair value on a non-recurring basis.

The following table provides the fair values of the Shire's assets measured and recognised on a recurring basis after initial recognition and their categorisation within the fair value hierarchy.

Recurring Fair Value Measurements Non-Financial Assets	Level 1	Level 2	2014/15 Level 3
Infrastructure	0	0	97,533,176
Plant & Equipment	0	0	2,015,796
Furniture & Equipment	0	0	307,380
Buildings	0	1,655,000	26,785,100
Land	0	3,360,000	1,360,450
Total non-financial assets recognised at fair value on a recurring basis	0	5,015,000	128,001,902

Recurring Fair Value Measurements Non-Financial Assets	Level 1	Level 2	2013/14 Level 3
Infrastructure	0	0	100,091,138
Plant & Equipment	0	0	2,038,405
Furniture & Equipment	0	0	315,280
Total non-financial assets recognised at fair value on a recurring basis	0	0	102,444,823

Transfers Policy

The policy of the Shire of York is to recognise transfers into and transfers out of the fair value hierarchy levels as at the end of the reporting period. There were no transfers between Levels 1 and 2 for recurring fair value measurements during the year. There were also no transfers in and out of Level 3 measurements.

Highest and Best Use

There were no assets valued where it was assumed that the highest and best use was other than their current use.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

36. FAIR VALUE MEASUREMENTS (Continued)

Valuation techniques and inputs used to derive fair values

The following table summarises valuation inputs and techniques used to determine the fair value for each asset class.

Non-Financial Assets	Level of Valuation Input	Fair Value at 30/6/2015	Valuation Technique(s)	Inputs used
Infrastructure				
- Roads	3	82,200,894	Cost Approach	price per square metre
- Footpaths	3	1,198,710	Cost Approach	price per square metre
- Parks & Gardens	3	260,685	Cost Approach	price per square metre
- Drainage	3	513,164	Cost Approach	price per square metre
- Bridges	3	11,069,000	Cost Approach	price per square metre
- Other	3	2,290,723	Cost Approach	Price per square metre, estimates of residual value, useful life
Plant & Equipment	2	2,015,796	Market Approach	Make, size, year of manufacture and condition
Furniture & Equipment	2 & 3	307,380	Market Approach	Make, size, year of manufacture and condition
Buildings	2 & 3	28,440,100	Market Approach	Type of properties, whether market or non-market type or combination of both
Land	2 & 3	4,720,450	Market Approach	Type of properties, whether market or non-market type or combination of both
		<u>133,016,902</u>		



SHIRE OF YORK
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FOR THE YEAR ENDED 30TH JUNE 2015

36. FAIR VALUE MEASUREMENTS (Continued)

Plant and Equipment

Plant and equipment were revalued in 2013 as part of the mandatory requirements embodied in Local Government (Financial Management) Regulation 17A. Whilst the additions since 1 July 2013 have been brought in the books at cost, given they were acquired at arms length and any accumulated depreciation reflects the usage of service potential, it is considered that the recorded written down values approximate fair values. Thus, the value of the class of assets in the Shire's books is considered to be in accordance with Local Government (Financial Management (Regulation) 17A (2) which requires these assets to be shown at fair value. Plant and Equipment will be revalued during the year ended 30 June 2016 in accordance with the mandatory asset measurement framework detailed at Note 1.7.1.

Most plant and equipment assets are generally valued using the market and cost approach using comparable sales and relevant industry market price reference guides, and have been classified as being valued at Level 2 of the fair value hierarchy. The most significant inputs into this valuation approach are the make, size, year of manufacture and condition.

Quantitative Information about the significant unobservable inputs and relationship to fair value

The following table summarises the quantitative information about the key significant unobservable inputs (level 2 fair value hierarchy), the ranges of those inputs and the relationships of unobservable inputs to the fair value measurements.

Asset Description	Fair value as at 30 June 2015	Valuation Techniques	Unobservable inputs	Range of inputs (probability of weighted average)	Relationship of unobservable inputs to fair value A change of 10% would result in a change in fair value by:
Infrastructure Assets					
Roads	82,200,894	Cost Approach	price per square metre	+/- 10%	8,220,089
Footpaths	1,198,710	Cost Approach	price per square metre	+/- 10%	119,871
Parks & Gardens	260,685	Cost Approach	price per square metre	+/- 10%	26,069
Drainage	513,164	Cost Approach	price per square metre	+/- 10%	51,316
Bridges	11,069,000	Cost Approach	price per square metre	+/- 10%	1,106,900
Other Infrastructure	2,290,723	Cost Approach	Price per square metre, estimates of residual value, useful life	+/- 10%	229,072

Valuation processes

The Council engages external, independent and qualified valuers to determine the fair value of the entity's plant and equipment and infrastructure on a regular basis.

An annual assessment is undertaken to determine whether the carrying amount of the assets is materially different from the fair value. If any variation is considered material, a revaluation is undertaken either by comprehensive revaluation or by applying an interim revaluation using appropriate indices.

Relationship between asset consumption rating scale and the level of consumed service potential

Under the cost approach the estimated cost to replace the asset is calculated and then adjusted to take account of the accumulated depreciation. In order to achieve this, the valuer determines an asset consumption rating scale for each asset type based on legal and commercial obsolescence and the determination of key depreciation related assumptions such as residual value, useful life and pattern of consumption of the future economic benefit. The consumption rating scales were based initially on the past experience of the consultants and industry guides and were then updated to take into account the experience and understanding of the Shire's own engineers, asset management and finance staff.



SHIRE OF YORK
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

36. FAIR VALUE MEASUREMENTS (Continued)

Disclosed Fair Value Measurements

The following assets and liabilities are not measured at fair value in the statement of financial position, but their fair values are disclosed in the notes:

Borrowings

The following table provides the level of fair value hierarchy within which the disclosed fair value measurements are categorised in their entirety and a description of the valuation technique(s) and inputs used:

Description	Fair Value Hierarchy Level	Valuation Technique(s)	Inputs Used
Loans	2	Income approach using discounted cashflow methodology	Current treasury borrowing rates for similar instruments

INDEPENDENT AUDITOR'S REPORT

TO: RATEPAYERS OF SHIRE OF YORK

Report on the Financial Report

We have audited the financial report of the Shire of York, which comprises the Statement of Financial Position as at 30 June 2015 and the Statement of Comprehensive Income by Nature or Type, Statement of Comprehensive Income by Program, Statement of Changes in Equity and Statement of Cash Flows and Rate Setting Statement for the year ended on that date and a summary of significant accounting policies and other explanatory information and the Statement by Chief Executive Officer.

Management's Responsibility for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards, the Local Government Act 1995 (as amended) and the Local Government (Financial Management) Regulations 1996 (as amended) and for such internal controls as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. Our audit has been conducted in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with the relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Council's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional accounting bodies.

INDEPENDENT AUDITOR'S REPORT (Cont'd)

Auditor's Opinion

In our opinion, the financial report of the Shire of York:

- (a) gives a true and fair view of the financial position of the Shire of York as at 30 June 2015 and of its financial performance for the year ended on that date; and
- (b) complies with the Local Government Act 1995 (as amended), the Local Government (Financial Management) Regulations 1996 (as amended) and the Australian Accounting Standards.

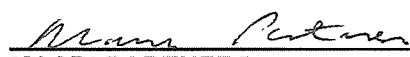
Report on Other Legal and Regulatory Requirements

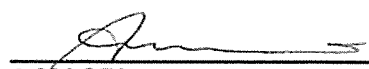
In accordance with the Local Government (Audit) Regulations 1996, we also report that:

- (a) There are no matters that in our opinion indicate significant adverse trends in the financial position or financial management practices of the Council.
- (b) There are no matters indicating non-compliance with Part 6 of the Local Government Act 1995 (as amended), the Local Government (Financial Management) Regulations 1996 (as amended) or applicable financial controls of any other written law were noted during the course of our audit.
- (c) In relation to the asset consumption ratio and asset renewal funding ratio (presented at Note 26 of the annual financial report) we have reviewed the calculations as presented and nothing has come to our attention to suggest they are not:
 - (i) reasonably calculated; and
 - (ii) based on verifiable information.
- (d) All necessary information and explanations were obtained by us.
- (e) All audit procedures were satisfactorily completed in conducting our audit.

Matters Relating to the Electronic Publication of the Audited Financial Report

This auditor's report relates to the financial report of Shire of York for the year ended 30 June 2015 included on the Shire of York's website. Management is responsible for the integrity of the Shire of York's website. The auditor's report refers only to the subject matter described above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to refer to the hard copy of the audited financial report to confirm the information contained in this website version of the financial report.


MACRI PARTNERS
CERTIFIED PRACTISING ACCOUNTANTS
SUITE 2, 137 BURSWOOD ROAD
BURSWOOD WA 6100


A MACRI
PARTNER

PERTH
DATED THIS 29TH DAY OF JANUARY 2016.

