



Annual Report

2013/14



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Introduction

The Shire of Exmouth is an area of 6,261 square kilometres situated on the tip of the North West Cape in Western Australia 1,270 kilometres north of Perth. Our remote town was originally constructed in 1964 as a support town for the United States Naval Communications Station Harold E Holt. Although Exmouth has a resident population of 2,500, in the period April to October the numbers swell to approximately 7,500 with the influx of many tourists that travel north for the beautiful climate and conditions that Exmouth has to offer.

The main local industries include tourism, pastoral, light engineering, building & construction, defence due to the Harold E Holt Military Communications Base and oil & gas due to the various mining companies having Floating Production Storage and Offtake (FPSO) facilities off the North West Cape. The major employers in town are Raytheon and the Department of Defence, the Department of Parks and Wildlife due to the World Heritage listed Ningaloo Reef and Cape Range National Park, the Shire of Exmouth, Exmouth Hospital, Exmouth District High School and the many tourism operators.

Exmouth is one of the few areas in Australia that can boast the Range to Reef experience. The Cape Range National Park, with its spectacular gorges, is nestled on the west coast of the Cape and provides a large variety of camp sites on the coastal fringe of the park. You can hike through walk trails and gorges offering some of the best views in the west, or indulge in relaxing at pristine sandy beaches with crystal clear turquoise waters. Visit the top of the Range to see the sun rise and set over the beautiful beaches that encompass the North West Cape.

The world-heritage listed Ningaloo Marine Park extends 260 kilometres along the west coast of the Cape and provides one of the world's best reef experiences. Accessible directly from the shore, the Ningaloo Reef boasts an abundance of beautiful corals and amazing marine life. Explore the reef by snorkelling, diving or swimming amongst unique and colourful fish, ancient and vibrant corals, inquisitive dolphins, dugongs, turtles and manta rays. Visit at the right time of year and swim alongside the majestic whalesharks as they migrate past the coast. All of the above makes Exmouth a great place to live, work and visit and we encourage everyone to visit our website at www.exmouth.wa.gov.au

The Shire of Exmouth in Focus

Shire Organisational and Management Structure

The Shire of Exmouth is formed under the Local Government Act 1995 and its operations and structures are a reflection of this State Legislation and its associated Regulations. Local Governments are also affected by many other pieces of Legislation which impose both powers and duties which must be carried out.

Members of the community are a vital part of the local government structure. Any member of the public who is an elector of the Shire may be elected a Councillor. Members who have been elected to represent the community meet regularly to make decisions on matters concerning the Council and to provide guidance to the Chief Executive Officer on community priorities and policy.

The Council during the period under review consisted of the following members

Cr C (Turk) Shales
Shire President



Cr M (Mick) Hood
Deputy Shire
President



Cr R (Ross)
Winzer



Cr G (Graham)
Thompson



Cr R (Bob)
Todd



Cr S (Suzanne)
McHutchison

The organisation employs 72 staff which equates to a 67.7 Full Time Equivalent, and is managed by:

Mr Bill Price
Mrs Sue O'Toole
Mrs Jenny Kox
Mr Roge Kempe
Mr Rob Manning
Mr Rhassel Mhasho
Mr Keith Woodward

Chief Executive Officer
Executive Manager Corporate Services
Executive Manager Aviation Services
Executive Manager Community Engagement
Executive Manager Health & Building
Executive Manager Town Planning
Executive Manager Engineering Services

Strategic Directions

Introduction

The Shire of Exmouth is experiencing a period of unparalleled growth and development. Planning is also well underway for a next round of upgrades around the Exmouth town centre and our foreshore areas. This will ensure that Exmouth will have a vibrant and contemporary central business district with services for our community and places to meet and recreate.

The Shire's Strategic Community Plan has a strong focus on our community. That is why Council encourages residents and stakeholders to actively participate in the future development of your community and town.

Council is of the view that these plans provide clear focus and direction for the work of the Shire of Exmouth over the coming years and we are confident that this will enable us to achieve our vision:

*~ to support and develop a vibrant, welcoming community
that embraces its past, values its present
and plans for a sustainable future ~*

It is recognised that we need to adopt an integrated and collaborative approach to prepare for, meet and benefit from the opportunities and challenges that face our community. We will therefore endeavour:

- ❖ To provide sustainable management of the organisation
- ❖ To consistently apply the Principles of Good Governance
 - ❖ To communicate effectively
 - ❖ To promote socioeconomic development
 - ❖ To value our environment and heritage

We encourage you to work alongside us in the best interests of current and future generations of the Shire of Exmouth.

The Key Strategic Objectives

The key objectives from the *Shire of Exmouth 10+ Year Strategic Community Plan 2011* are outlined below along with the Shire's performance measures and relevant actions taken during the 2013/14 financial year.

Economic

Objective 1: To be a diverse and innovative economy with a range of local employment opportunities.

The Shire of Exmouth is very fortunate to be bounded by World Heritage natural assets, as well as a range of industries including tourism, fisheries, resources, defence and mining which all provide diverse economic opportunities and stable employment.

We will promote growth by ensuring that Exmouth continues to be recognised as an attractive place to live, work and invest. An increase in our population and investment will also pave the way for better education, training and employment opportunities, to help retain our youth in town.

We will implement exceptional planning and ensure that there is adequate consideration of the social and environmental impacts of all future development, in order to achieve balanced growth for our community, whilst also conserving the pristine environment and retaining our local character and relaxed lifestyle.

Outcome 1.1 To increase the number of local business, industries and services that will provide a range of employment opportunities for the people of Exmouth

Key Strategies	SCP Link	Actions	Performance measure	Actions Taken
Maintain and review town planning strategies to ensure a diversity of land use options	1.1.1	Appoint consultant and initiate new Town Planning Scheme #4 & Local Planning Strategy	TPS #4 initiated	
Explore the opportunities identified in the Gascoyne Pilbara Project Report stemming from the Resource sector	1.1.2	Promote Exmouth Lifestyle Choice Project; Exmouth Boat Harbour Expansion; Airline connections to north and hinterlands (resource industry); by continued engagement with the resource industry	Develop & distribute Exmouth Lifestyle Choice Brochure; Engagement with the resource industry. Undertake feasibility study for airline connections	In Progress

Continue to work with the Chamber of Commerce and the GDC to promote investment opportunities in the region	1.1.3	Investigate and promote Flight Linkages with Pilbara towns. Coordinate Affordable Housing Initiative with local business.	Initiate feasibility study for flight linkages to Pilbara Region. Completed housing project	In Progress
Implement key projects identified in the Gascoyne Regional Development Plan 2010 - 2020	1.1.4	Participate in Gascoyne Regional Blueprint Planning	Adoption of Gascoyne Regional Blueprint with endorsement from State Government agencies	Completed
Attract industry specific recruitment and training provider/s	1.1.5	Liaison with CCI, Durack, Community Resource Centre, Resource and Tourism Industries to promote the creation of Exmouth specific training	Regular contact	In Progress
Facilitate and assist innovative industries including research, marine, environment, aquaculture	1.1.6	Formalise a Ningaloo Alliance with recognised Research agencies to support the Ningaloo Centre concept	Formalised Ningaloo Alliance Vision Document	Completed
Lobby to expand the capacity of the Exmouth Boat Harbour	1.1.7	Lobby Government to invest in Boat Harbour to service the potential of resource sector, industry and tourism opportunities	Secured funding opportunities for expansion	Completed
Lobby for improved telecommunication services	1.1.8	Lobby for Broadband Network and Mobile coverage in Black Spot Areas	Ongoing Lobbying	Ongoing
Advocate for traineeships and apprenticeships throughout local business	1.1.9	Promote with ECCI to employ a local school leaver program with local businesses. Ongoing employment of a Trainee with Council	Increased employment opportunity for school leavers	Ongoing
Facilitate the development of coastal commercial assets at the industrial estate	1.1.10	Make land appropriately zoned and promoted for the development of coastal commercial assets.	Structure plan approved	

Outcome 1.3 Diverse tourism opportunities

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Develop and implement a Strategic Experience Plan for the Ningaloo - Shark Bay national landscapes	1.3.1	Consultant engaged and Experience Development Strategy (EDS) developed	Consultant Contracted, Plan developed	Completed
Review operations of the visitor centre and how the region is promoted	1.3.2	Develop a Funding Agreement with KPI's to assist in monitoring new EVC structure & Shire's financial support to Exmouth Visitor Centre (EVC); Develop a basic marketing plan with priorities to give direction to how the Shire can promote the Region.	Shire and Council representation on the Visitor Centre Management Committee; Review EVC reports on a Quarterly and Annual basis. Funding Agreement completed. Marketing plan with priorities developed.	Completed
Develop an Economic Development Plan and Tourism Plan to take Exmouth's distinct characteristics into consideration	1.3.3	Develop a regional Experience Development Strategy (EDS) - as part of National Landscapes (NL) programme.	Plan completed	Completed

Outcome 1.4 Maintain and increase the defence presence

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Lobby government for Exmouth to become a strategic defence hub	1.4.1	Seek commitment from Federal Government for Exmouth to become a Defence Hub for North West Australia - ADF Posture Review	Commitment from Federal Government	In Progress

Outcome 1.5 Maintain and improve Shire infrastructure

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Advocate for the provision of infrastructure and utilities to facilitate economic growth	1.5.1	Ensure infrastructure requirements are included in the Gascoyne Infrastructure Blueprint. (Power, Water, Boat Harbour, Land, Waste Water Treatment Plant)	Funded projects	Completed
Lobby to become the hub for regional air services	1.5.2	Respond to State Aviation Strategy. Engage with DoT on mid-contract review of subsidised air service Engage with stakeholders at Learmonth Airport and Exmouth Aerodrome. Commence feasibility study on Pilbara linked services.	Response provided on SAS Bi-monthly Heliport, Monthly Defence and Bi-annual Airlines/DoT Meetings. Feasibility Study Completed	Completed
Adopt and implement a plan for expansion of the airports and operations	1.5.3	Undertake an Exmouth Aerodrome Master Plan Develop tender for fuel facilities at Learmonth Airport & Exmouth Aerodrome. Implement infrastructure upgrades at Exmouth Aerodrome - Develop Car-park master plan for Learmonth Airport.	Completion of Master Plans Tender Awarded Infrastructure projects commenced	In Progress

Environment

Objective 2: To have a balanced respect for our environment and heritage, both natural and built.

The Exmouth community are passionate and proud of their natural environment. As a start, we encourage our community to be more involved in projects such as the Town Centre Revitalisation and the Ningaloo Centre, to instil a greater sense of local pride and make certain we all proudly celebrate our World Heritage status. Our unique environment also presents a tangible prospect for us to be a world class leader in eco-friendly initiatives.

We can work together as a community to all be proud and welcoming ambassadors, and take responsibility for the presentation of our town.

Outcome 2.1 To maintain and improve access and connectivity to our natural assets

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Develop and implement the initiatives that address access and connectivity in the Town Centre Revitalisation and Foreshore Development Plan and the Structure Plan	2.1.1	Continuation of revitalisation of CBD/Foreshore Continuation of footpath network as per plan	Program actions achieved as per plan	Ongoing
Maintain and improve current level of access to coastal assets	2.1.2	Continuation of revitalisation of Foreshore precincts	Program actions achieved as per plans	Ongoing
Lobby State Government to improve access roads into town and for improved transport services	2.1.3	Advocate for greater investment by State Government for improvements to Exmouth strategic roads	Funding commitments achieved	In Progress

Outcome 2.2 Our pristine natural environment and biodiversity will be understood, maintained and protected

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Establishment of the Ningaloo Research Centre within the Ningaloo Centre	2.2.1	Establish a formal Agreement/Vision Statement with Research industry partners (Ningaloo Alliance) Incorporate dedicated Research facilities/interpretation within the Ningaloo Centre Plans Seek leveraged funding.	Adopt Ningaloo Alliance Vision Statement Adopt final designs for Ningaloo Centre incorporating Research components Funds Secured	In Progress
Promote partnerships with key stakeholders to engage the community	2.2.2	To actively seek representation on relevant committees i.e. DEC and Ningaloo Alliance in projects and community programs	Council represented on relevant committees	Completed
Employ additional resources in community and environmental programs	2.2.3	Seek local implementation of environmental programs like Reef Check, Conservation Volunteers, to train and include community volunteers Seek additional financial resources Deliver and contribute to environmental and research programs.	Program delivered	Completed

Outcome 2.3 To have a town and community that takes pride in its World Heritage status

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Promote and celebrate World Heritage status	2.3.1	Promotion of World Heritage values in partnership with primary stakeholders Creation of strategies to promote status Include promotions of WH status and values in marketing and branding opportunities	World Heritage values promoted	Completed
Develop and provide information for local residents and tourists on World Heritage status	2.3.2	Develop information on WH status in partnership with DEC; include in corporate communication and interpretation for the Ningaloo Centre	WH Information sheet with photo database developed with DEC; WH information utilised	Completed

Outcome 2.4 To be a leader in eco-friendly initiative and innovations

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Investigate and consider preparation of local planning policies and/or design guidelines to integrate environmentally sustainable design principles in all industrial, commercial and residential development	2.4.1	Incorporate the design guidelines to integrate environmentally sustainable design principles in the Local Planning Scheme	Draft LPS incorporate sustainable design principles	
The Shire and community, where possible, adopts best practice environmental sustainable design and use initiatives	2.4.2	Investigating the feasibility of the introduction of localised grey water treatment and reuse for future subdivisions Obtain grant funding for the purchase of Pool Blankets to conserve water at the Paltridge Memorial Swimming Pool.	Commence investigations Grant Funding Received	In Progress
Progress regional renewable initiatives (ie solar, recycling, water wise, energy efficiency)	2.4.3	Complete the review of the Regional waste management strategy. Submit EOI to Horizon Power to participate in the Living Laboratory Project.	Complete strategy EOI submitted	In Progress
Develop and implement sustainable recycling initiatives	2.4.4	Undertake initiatives for Regional Waste and Recycling project adopted by the RCG. Implement a waste water re-use system for the back-wash and wash-down water from the Water Spray Ground. Investigate tyre recycling initiative Investigate uses for fish offal	Completed construction of recycling depot for cans, cardboard and glass / Waste Water reuse at Federation Park	In Progress

Outcome 2.5 To make Exmouth an attractive town that is a comfortable and welcoming place to live and visit, and reflects the lifestyle values and unique natural environment

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Implement the outcomes of the Town Centre Revitalisation and Foreshore Development Plan	2.5.1	Complete Revitalisation project in CBD/Foreshore Rationalise Seniors Centre building and make available for new Government Office Development Complete partial upgrade of fencing to Paltridge Memorial Swimming Pool	Completed Revitalisation of CBD/Foreshore as per plan Land offered for development opportunity Fencing complete	Completed
Implement the projects identified in the Gascoyne Regional Development Plan 2010 - 2020	2.5.2	Source funding for the implementation of flagship projects identified in the Gascoyne Development Plan including CBD/Foreshore Revitalisation project, Stage 2 Reid St/LIA Flood Mitigation works, Ningaloo Centre Project and Exmouth Marina Harbour.	Secured funding to complete CBD/Foreshore, Ningaloo Centre and Reid St & Exmouth Boat Harbour Projects.	Completed
Advocate for relocation of key infrastructure in line with the Gascoyne Infrastructure Plan (ie powerhouse, power network and sewerage ponds)	2.5.3	Engage with Horizon Power to coordinate a staged underground power network program	Staged underground power program	In Progress
Create the Ningaloo Centre to enhance the community and visitor experience	2.5.4	Engage Builder & Architect, Secure all funding, commence construction	Secured funding and commencement of project	Secured Funding Completed - Project commencing October 2014
Installed flood mitigation measures to protect the town centre and future land development	2.5.5	Completion of Stage 2 LIA/Reid St Flood Mitigation Project	Complete construction	In Progress
Continue to coordinate the Emergency Services (LEMC) for Exmouth	2.5.6	Provide input into Emergency Service legislation and develop Exmouth risk management plan. Plan for the establishment of an emergency response precinct Ongoing Training for LEMC members	Comments Submitted Commence plan Trained members	
Implement marketing strategies ie. Town Branding	2.5.7	Develop a Strategy to promote Exmouth as a place to live and include Identification of key messages, images and style guides	Develop Strategy	In Progress

Outcome 2.6 Incorporate Climate Change impacts into current and future planning and policy of Land Developments

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Ensure that disaster management (eg flood mitigation and essential services) takes into account potential climate change impacts including community essential services	2.6.1	Incorporate the disaster management principles in the Local Planning Scheme	Draft Local Planning Scheme containing disaster management principles	
Consider the effects of climate change in all future land development, planning and policy	2.6.2	Inclusion of Exmouth South flood modelling in new Local Planning Strategy. State Planning Policy 2.6 State Coastal Planning to be included in preparation of new Local Planning Strategy. Incorporate WALGA climate change management principles in new Local Planning Strategy.	Draft Local Planning Scheme containing climate change principles	

Social

Objective 3: To be a dynamic, passionate and safe community valuing natural and cultural heritage.

Exmouth's small town atmosphere, friendly spirit, relaxed lifestyle and safe community environment are highly regarded by our residents. We need to make sure we continue to provide services and infrastructure which will retain and enhance these highly valued social qualities.

We acknowledge we need to encourage moderate expansion, to improve our local services such as health, aged care and education to meet the expectations of our community.

Outcome 3.1 Retain a safe community environment

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
To engage the community in decision making and a shared responsibility to achieve our goals	3.1.1	Actively engage and inform the community through: Community Forums, newsletters, Shire Website, Notices, Focus groups, Council Meetings and similar. Specifically target young people through Youth Action Exmouth (YAE).	Number of Forums & newsletters Number of Meetings with Youth	Ongoing
To facilitate better engagement between government agencies and service providers	3.1.2	Engage State Government Agencies to co-ordinated outcomes in the Gascoyne Infrastructure Blue Print	Adoption of Blue Print	In Progress
Review and implement the Crime Prevention and Community Safety Plan	3.1.3	To Review the Crime Prevention and Community Safety Plan (CPCS Plan) and seek community input (survey and focus group); Adopt the CPCS	Plan Adopted and Submitted	In Progress
Incorporate 'designing out crime principles' in planning for new developments	3.1.4	Incorporate the design out of crime principles in the Local Planning Scheme	Draft Local Planning Scheme containing design Out Crime principles	
Expand the ranger services and lobby for other enforcement services	3.1.5	To explore the expansion of enforcement services within the existing organisational structure Partner with WA Police and DEC for enforcement against illegal activities	Review of position descriptions Issuing of infringements and reduction in illegal activities	

Outcome 3.2 Excellent lifestyle, recreational and cultural facilities

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Create the Ningaloo Centre to enhance the community and visitor experience (refer 2.5.4)	3.2.1	Engage Builder & Architect, Secure all funding, commence construction	Secured funding and commencement of project	Secured Funding Completed - Project commencing October 2014
Build a new boat ramp and land based facilities at Tantabiddi	3.2.2	Construction of Toilet Block and boat ramp at Tantabiddi Investigate funding opportunities for carpark and tourism operator parking	Completion of Toilet Block and boat ramp Funding secured	Completed
Develop, implement and regularly review a recreational, cultural facilities and open space plan	3.2.3	Develop a Recreation Centre Precinct Plan (RCPP) Develop a Shire Hall Functionality Plan (SHFP) Incorporate Public Open Space Hierarchy (POSH) into the new TPS.	RCPP developed SHFP developed POSH developed	RCPP Completed / SHFP Deferred
Develop tourism and recreational infrastructure at the Exmouth Marina development	3.2.4	Implement projects identified under the Foreshore Revitalisation program Investigate funding opportunities for new jetties and fishing platforms	Complete Landscaping at Marina Footbridge Commence investigations	

Outcome 3.3 An inclusive, responsible and cohesive community

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
To be the tidiest town in Australia	3.3.1	Promote and initiate projects under the Tidy Towns Program	Community ownership and awarded recognition Enhancement of town	Completed
Support festivals and events that promote and celebrate Exmouth's lifestyle, culture and heritage	3.3.2	Contribute to Whaleshark Festival Programming, Ningaloo Music Festival and other major events as appropriate; Coordinate celebrations and commemorations of historical events as they occur Commemorate Krait 60 years; Celebrate Exmouth Town 50 Years; recognise First Oil 60 years	Successful festivals and events	Completed
Undertake a needs analysis and develop and implement a Youth Plan	3.3.3	Finalise Exmouth Youth Plan with assistance from young people	Finalised Youth Plan Priority actions implemented with young people's input	Completed

Outcome 3.4 A community that is well informed and educated about our natural, cultural and built environment

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Establishment of the Ningaloo Research Centre within the Ningaloo Centre	3.4.1	Establish a formal Agreement/Vision Statement with Research industry partners (Ningaloo Alliance) Incorporate dedicated Research facilities/interpretation within the Ningaloo Centre Plans Seek leveraged funding.	Adopt Ningaloo Alliance Vision Statement Adopt final designs for Ningaloo Centre incorporating Research components Funds Secured	In Progress
Promote partnerships with key stakeholders	3.4.2	Involve key Stakeholders in Community Forums to inform the community Major community events and activities like Health Expo, Sports Conference, Career Expo's) are planned and delivered in partnership with other organisations.	Bi-annual Shire Community Forums held Contribute to community information sessions with other organisations	Completed
Employ additional resources in community and environmental programs	3.4.3	Continue to seek grant support for community programs Engage key stakeholders and community volunteers to contribute to community programs.	Successful grants for community programs Increased volunteer participation in programs	Completed
Organise cultural awareness training	3.4.4	Recognition of cultural events and communicate the importance and meaning of events like Australia Day, ANZAC and Remembrance Day to the organisation and wider community Celebrate important cultural and historic events.	Cultural events held	Completed

Outcome 3.5 Maintain and increase the participation levels in local community organisations and clubs

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Support and acknowledge the contribution of volunteers through a variety of programs	3.5.1	Ongoing Volunteer Emergency Services Reception and Sports Volunteer Awards; organise Australia day with Active Citizenship Awards. Continue the role of the Club Development Officer to provide training and support for Clubs; Assist volunteer organisations like Birds Australia, Reef Check, Conservation Volunteers, to undertake their activities in the Exmouth region.	Volunteer recognition programs and acknowledgement events conducted.	Completed
Support and assist community organisations and sporting clubs	3.5.2	Development of Racecourse Business Case Ongoing support of clubs & community development positions Ongoing support for community volunteers/organisations via financial and/or in kind Prepare an Annual Community Development action plan.	Business Case completed Training and skill development opportunities delivered Annual Community Development Action plan developed	Completed

Outcome 3.6 Expand education and training facilities and opportunities

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Advocate to agencies for the development of an increase in the provision of secondary, tertiary, traineeships and adult learning	3.6.1	Plan and secure primary tenancy arrangement for the Durack TAFE Institute within the Ningaloo Centre Participation in School Careers Local Expo	Secured Tenancy arrangement, Durack participation in design requirements	In Progress
Advocate for apprenticeships and traineeships throughout Exmouth	3.6.2	Promote with ECCI a employ local school leaver program with local businesses	increased employment opportunity for school leavers Shire committed to employment of trainees	Completed

Outcome 3.7 Residents and visitors have access to appropriate services and facilities to enhance their health and wellbeing

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Advocate for a tiered approach to aged care	3.7.1	Continue support of 36 Aged Persons Homes in Stokes-Hughes St Exmouth	Number of actions	Ongoing
Advocate for health and support services that meet the needs of the local community	3.7.2	Continue to work with Health & Family Agencies on delivery of services Coordinate Health related awareness programs to be delivered (i.e. Pink October, Movember) Commence Feasibility of Men's Shed program	Annual Exmouth visits undertaken by State Government Officers based in Carnarvon; Health & Support Booklet finalised; 2 Health awareness programs delivered.	Completed

Outcome 3.8 There is a diverse range of residential land options available

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Advocate for State Government to release more land	3.8.1	Initiate discussions with State Government on Native Title issues Construction and selling of first stage of Nimitz Street Subdivision. Host Exmouth Land Group Meetings	40 Residential Lots released Participate in Quarterly Meetings	
Council to investigate opportunities to acquire crown land for development	3.8.2	Carrying out feasibility studies on the identified parcels of land, eg native title, flood modelling Business Case completed for identified parcels of land Identification and initiate the acquisition of Crown land	Feasibility Study completed, Business Case submitted 10 crown parcels identified	
Develop affordable service workers accommodation	3.8.3	Develop a business case, approval and tendering for the Lefroy Street housing project in partnership with Department of Housing.	Approved business case and selected tendered to undertake the project.	

Civic Leadership

Objective 4: To work together as custodians of now and the future.

We will continue to strive to be forward thinking, have strong representation and provide good leadership. We will also proactively communicate and acknowledge local feedback to ensure the services we deliver are representative of our community's needs.

In addition to focussing on continually improving our quality of service, we will work smarter to leverage partnerships and greater collaboration. We will maximise our efforts and advocate to better represent our region's interests particularly in relation to our environment, as well as continuing to lobby for better services to support our community.

Outcome 4.1 To be a collaborative community with the capacity to manage the current and future direction of Exmouth

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
To engage the community in decision making and a shared responsibility to achieve our goals	4.1.1	Continue community meetings and consultations as a way of promoting effective information sharing. Development of a feedback option on website	Number of Forums & newsletters Development of Website function	Completed
To facilitate better engagement between government agencies and service providers	4.1.2	Engage State Government Agencies to co-ordinated outcomes in the Gascoyne Infrastructure Blue Print	Adoption of Blue Print	In Progress

Outcome 4.2 A local government that is respected, professional, trustworthy and accountable

KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Provide opportunities for training, education and professional development of officers and elected members	4.2.1	Provision of funding for attendance at relevant conferences and professional development opportunities for Staff and Councillors	Performance appraisals are conducted annually and effectively	Completed

To strive for a high level of effective communication, internally and externally	4.2.2	Upgrade to Website/Ongoing Newsletters Continue community engagement meetings. Incorporate communication strategies with Rate Notices Participation in regular staff meetings for each department	Number of Forums & newsletters Initiate communications strategy Number of staff meetings	Ongoing
Encourage and promote a culture within the organisation that aligns with the values of the Strategic Community Plan	4.2.3	Develop a communications strategy for improved knowledge sharing across the organisation	Develop communications strategy	Ongoing
Ensure compliance with all relevant legislation and regulation	4.2.4	Conducting an Audit Committee Meeting Completion of Compliance Return	Statutory requirements met Number of Meetings	Completed
Maintain a corporate structure that reflects and meets the needs of the community	4.2.5	Monitor staffing levels and operational performance in accordance with the Workforce Plan and ensure that sufficient resources are provided to deliver required service levels	Number of improvements implemented	Completed
Provide sufficient resources to facilitate effective governance	4.2.6	Ensure adequate training, mentoring and remuneration is available to attract and retain staff and councillors	Maintain financial ratios within acceptable levels.	In Progress
For the organisation to be responsive to the community's aspirations where appropriate	4.2.7	Conduct a Community Survey regarding community needs and Shire services (performance)	Community Survey completed & considered	Completed
Investigate revenue generation and funding opportunities that will fund future operations	4.2.8	Review Council properties and services to ascertain opportunity for commercial benefit and/or rationalisation	Commence Review	Ongoing
Ensure that community facilities are being developed and rationalised in line with Council's financial capacity for a growing community	4.2.9	Develop a Recreation Centre Precinct Plan (RCPP); Develop a Shire Hall Functionality Plan (SHFP); Incorporate Public Open Space Hierarchy (POSH) into the new TPS.	RCPP developed; SHFP developed; POSH developed	RCPP Completed / SHFP Deferred

Outcome 4.3 To be strong advocates representing the region's interests

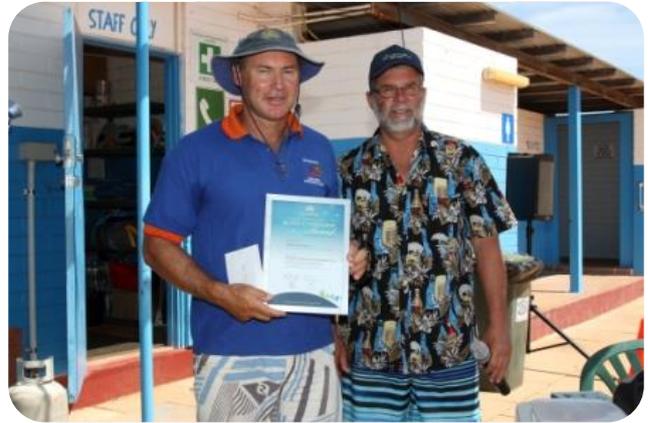
KEY STRATEGIES	SCP LINK	ACTIONS	PERFORMANCE MEASURE	ACTIONS TAKEN
Create platforms for better engagement with government agencies and key stakeholders	4.3.1	Engage State Government Agencies to co-ordinated outcomes in the Gascoyne Infrastructure Blue Print	Adoption of Blue Print	In Progress
Continually review the Strategic Community Plan through community engagement to ensure it represents the community's interests	4.3.2	Commence a review of the Strategic Community Plan Conduct annual survey of community	Review completed Survey completed and considered	In Progress

Shire President's Report

It is with great pleasure that I present the Annual Report 2013/2014 for the Shire of Exmouth.

I am now into my 5th year as a Councillor and entering into my 4th year as your Shire President and I am comfortable with the steady direction we are taking for Exmouth towards a greater self-sustainable future.

To achieve this, our four focus areas continue to be Tourism growth, an increased Defence presence, support for Oil & Gas activities and utilisation of Aquaculture opportunities.



July 2013 saw the resignation of Jon Warren as Councillor and in October we said goodbye to a long term Councillor, Cr Stuart Fitzgerald. Stuart was a Councillor for a period of 8 years and Deputy Shire President for 2, we thank him enormously for his dedication throughout this long stint as Councillor. We now welcome Suzanne McHutchison and the return of Bob Todd as Councillors and wish them well in their roles.

Exmouth started the year 2014 with a huge milestone, celebrating the Shire of Exmouth 50 year anniversary. This included some spectacular displays of craftsmanship, art and community spirit.

A significant rain event in late April caused major damage to roads and infrastructure and extensive damage around the west side of Cape Range which had to be seen firsthand, as I did, to believe it. A thorough but lengthy WANNDRRA process had to be followed to secure State Government funding for repair works, but I am very pleased to see that work has now commenced.

Stage 2 of the CBD Revitalisation project is all but complete, and I must say it's great to hear the positive comments from visitors and locals about the new look and feel of the town centre. The revamp of Town Beach is well under way.

In finishing, I thank my fellow Councillors, the CEO, Bill Price, the Executive Managers and all Staff of the Shire for their ongoing support and strong work ethic.

Finally to the people of Exmouth, thank you for your ongoing efforts and contributions, as individuals, community groups and clubs to make this beautiful little piece of paradise a place for all to enjoy.

A handwritten signature in black ink, appearing to read 'C. Shales'.

**Cr C (Turk) Shales
Shire President**

Executive Services

Chief Executive Officer

Bill Price

Executive Services Team

Sue O'Toole – Executive Manager Corporate Services

Jenny Kox – Executive Manager Aviation Services

Roge Kempe – Executive Manager Community Engagement

Rob Manning – Executive Manager Health & Building

Rhassel Mhasho – Executive Manager Town Planning

Keith Woodward – Executive Manager Engineering Services

Andrew Forte – Strategic Projects Officer

Brooke Shales – Executive Secretary

Strategic Planning

Governance

Policy

Organisational Development

Economic Development

Executive Services

The purpose of this annual report is to keep Councillors and the community informed on both the operations and accountability of the Shire of Exmouth. The information contained herein provides a detailed description of the finances of the Shire as well as reports of major happenings and activities that have occurred throughout the year.

Council has again achieved significant outcomes for the benefit of the wider community during 2013/14, with the Council continuing its emphasis on high end strategic planning for the long term future of Exmouth.

A summary of the major strategic activities undertaken during the period include:

Developing Northern Australia

The Federal Coalition Government, since its election, has introduced a 2030 Vision for Developing Northern Australia (i.e. area north of the Tropic of Capricorn). A Joint Select Committee has been established with an initial Inquiry process that will eventually feed into a White Paper for the Development of Northern Australia.

Council took the opportunity to provide a submission and attend an in person hearing held in Karratha to promote five (5) development opportunities and advantages that Exmouth could offer, including

1. Defence
2. Mineral & Energy Industry
3. International Tourism
4. Education & Research
5. Aquaculture

It is extremely pleasing that all of the Council's topics have featured prominently within the committee's Final Report. Council will continue to explore the opportunities through this process. Further information on the inquiry can be obtained on the following links: <http://www.exmouth.wa.gov.au>, <http://www.aph.gov.au/jscna/report>

Advocacy for State Government Infrastructure Projects

Council during the year under review, continually lobbied State Government and associated agencies to have the essential infrastructure projects within Exmouth completed.

1. Exmouth Marina Harbour Expansion – Has been identified by the Council as the highest priority project required by the Community. It is essential that the Marina is upgraded to accommodate the growth potential of industry utilising the facility that will have significant economic and employment knock on effects for the community.
2. Waste Water Treatment Plant (WWTP) – Again is a priority for the Council to have relocated from its existing site to the proposed new site north of the Golf Course. This will allow future developments that were previously effected by a buffer zone surrounding the WWTP as well as increasing overall capacity. It is proposed that the new facility will be operational by 2016.

3. Nimitz Street Residential Land Subdivision – Council has participated actively with Landcorp in the development of Outline Development Plan (ODP) for a 399 residential lot subdivision, with an initial release of 45 lots in early 2015.
4. Affordable Service Worker Housing Project – Council have assisted in the facilitation of an affordable service worker housing project proposed for 2015 with the provision of a portion of land located in Lefroy Street. The project proposes 20 - 2 or 3 bedroom units at an estimated cost of \$8.5m.

Ningaloo Centre Project

The Ningaloo Centre continues to be the landmark project for the Council and has progressed significantly over the year. During this period the contracted Builder/Architect partnership (Matera/Site Architecture) has been completing the Stage 1 'Design & Documentation' component of the project which comprises of 4 separate phases

1. Design Brief Finalisation (completed December 2013)
2. Schematic Design (completed June 2014)
3. Design Development (required to be completed by September 2014)
4. Final Construction Documentation (required to be completed by October 2014)

Also during this period Council had secured \$ 7m funding from the Federal Governments Community Development Grant (CDG) as well as progressed significantly business cases from the Royalties for Regions R4R program and LotteryWest.

It is intended that the project be 'spade ready' by the end of 2014 calendar year involving a 20 month building timeframe to be completed by the middle of 2016.



Exmouth CBD/Foreshore Revitalisation Project

During the year the Council successfully completed the final construction phase of the CBD/Foreshore Revitalisation Project.

Earlier Stage 1 works included the redirection of Payne Street to the East of the Paltridge Memorial Swimming Pool so that the Federation Park and Swimming Pool could be integrated into one recreational precinct. The undergrounding of the power network within this area was also undertaken. Federation Park was totally refurbished with new facilities such as shade structures, ablutions, BBQ's, and a large stage for community performances. Significant landscaping with new lawns and flower beds were also installed. The jewel of the redevelopment was the construction of an Exmouth themed Water Spray Park which has been hugely welcomed by young families.

Stage 2 works completed during the year involved the redevelopment of the Thew, Kennedy & Learmonth Streets precincts, including the undergrounding of power, reconstruction of streets resulting in the linking of Thew Street to Learmonth Street, re-development of the Kennedy Street carpark area, and the extension of the Ross Street Mall theme into the Kennedy Street precinct.

I would like to congratulate all parties involved in this project and make particular mention of Council staff who seized ownership of this project.



Learmonth Airport

Council continue to operate the Learmonth Airport and Heliport to an extremely high standard thanks largely to the effort of the management and personnel employed at the facility. Upgrades to the facility are ongoing that continue to improve the visitation experience for commuters.

Community Celebrations

A significant milestone for the community was celebrated on New Years Eve 2013, in recognition of the 50th Anniversary of the proclamation of the Exmouth Townsite and establishment of the Shire of Exmouth as a Local Government entity on 1/1/1964.

The community celebration was held in the newly created Federation Park with a variety of family orientated activities and entertainment culminating in an outstanding and memorable fireworks event. A special mention to the community engagement staff and associated volunteers who made the event such a success.

Tidy Towns

Exmouth participated in the Keep Australia Beautiful Tidy Towns competition for the first time in a number of years. The Shire of Exmouth 'Community Strategic Plan' includes an action that Exmouth be the '*Tidiest town in Australia*'. In our first attempt Exmouth won the following categories

- Award for Preserving and Celebrating their Heritage & Culture – in recognition of the 100 Anniversary Lighthouse Celebrations, ANZAC Day, Whaleshark Festival and NAIDOC Week.
- Special Commendations: awarded to Mrs Mac's Op Shop Volunteers for their fabulous volunteer-run "shed" for preloved goods and for donating proceeds to community groups and organisations such as PMH.



Exmouth again entered projects and community activities into the 2013/14 program and is likely to improve on its previous accomplishments. Regardless of the result of the KABC awards, Council is extremely proud and pleased with the general improvement of the appearance and general tidiness of the town, which is an expectation of a recognised tourism town. Council looks forward to a greater community buy-in on this project into the future.

Council is extremely proud and pleased with the general improvement of the appearance and general tidiness of the town, which is an expectation of a recognised tourism town. Council looks forward to a greater community buy-in on this project into the future.

New Council Branding

Council undertook a new Branding exercise during the year with an aim to achieve a more modern, clear, consistent visual identity for the organisation that resonates with stakeholders by reflecting the organisation's mission and core values. This requires a rejuvenated identity which is more powerful and easily recognisable. Key benefits of the new logo and branding include:

- Build a positive and unified perception of Council
- Create a common vision for the future of Council as an organisation and its community
- Provide a modern and consistent visual representation of the region
- Enhance the position of the Council within its local, regional and global communities
- Attract investment to the region, be it from tourists, trade, industry or other levels of government.



Council are extremely pleased with the result of the new branding and would like to acknowledge the special efforts of Exmouth local Tony Howard of 'Tony Howard Designs' and Brooke Shales Executive Secretary.

Future Projects

Projects that will have a major focus by the Council in 2014/15 include:

- Ningaloo Centre
- Exmouth Boat Harbour
- Affordable Housing Project
- New Emergency Response Precinct
- Exmouth Race Track
- Stage 2 Reid Street Flood Mitigation Works

- Canal Jetties Development
- Recycling Drop-off Processing Centre

Looking Ahead

I believe Exmouth will continue to experience exciting development opportunities in the future and it will be critical that Council manages this potential development effectively to ensure that it both benefits and is sustainable to the Exmouth community whilst not impinging on the environmental and lifestyle experience that Exmouth stands for. Having said all this, I am extremely confident that with the experience and competence of elected members and staff that Council will continue to represent the community effectively during this testing period.



I would like to take this opportunity to express my appreciation to the Council for their excellent leadership and Council staff who have committed themselves industriously for the benefit of the community and I look forward to a successful working relationship into the future.

Council Meeting Dates

The Councillors meet regularly to discuss matters requiring decision and consideration. These meetings are held at 4.00pm on the third Thursday of every month. These Council meetings are governed by Regulations and Standing Orders.

A Council Agenda Briefing Session is held on the Tuesday before the monthly Ordinary Council meeting. These Briefing sessions enable Councillors to be regularly briefed on current matters and to enable Councillors to discuss matters other than those listed on the Council Agenda.

Election Dates

Elections are held for the position of Councillor in October every second year. The next ordinary election is due to be held on October 2013.

ACCESS TO THE DECISION MAKING PROCESS

The Council has various powers and obligations under legislation which requires it to make decisions on a regular basis. As the position is not full time, the Councillors rely upon the staff to collect, collate and provide advice on decisions which they must make. The decision making process usually follows the following broad outline:

- Applications to the Council Staff or correspondence to the Council.
- Preparation of an Officers Report including an Officers recommendation to Council.
- Presentation of the recommendation to the Council in a meeting agenda document.
- A Council Meeting at which a decision is made.
- Minutes of the meeting are prepared.
- The applicant is advised of the decision by the staff (in writing if appropriate)

If you have an interest in a matter that is due to be considered by the Council you have a number of avenues by which you can have access to, and review, the decision making process. These are as follows:

Prior to the Meeting

You may contact the Council staff and be informed about meeting dates, legislative requirements, and Council policy and seek their advice on the application requirements.

The Councillors receive an agenda the week before the scheduled Council meeting. This agenda sets out the issues to be considered at the meeting and contains recommendations from the staff to the Councillors. This agenda is available for you to inspect, and take copies, at the Office, at any time after it has been sent to the Councillors.

Councillors are your representatives and you may contact them directly before the meeting.

At the Meeting

Council meetings are open to the public. Anyone may attend. Agenda documents will be available at the meeting or on-line and you will be provided the opportunity to ask questions. This question time is at the commencement of the meeting and up to 15 minutes is allocated.

After the Meeting

Minutes of the meeting are required to be produced at least two weeks after the meeting date. In the case of the Shire of Exmouth, minutes are usually available at the Counter and Shire website within 7 working days after the meeting.

Persons requiring the issue of monthly minutes of Council Meetings have the option of purchasing them for an annual fee, or downloading them from the Shire website www.exmouth.wa.gov.au when they are available.



Corporate Services

Executive Manager Corporate Services

Sue O'Toole

Corporate Services Team

Vanessa Volkoff – Administration Manager
Alex Donnelly – Administration Officer
Michelle Head – Administration Officer
Julianne Roulston – Administration Officer

Durga Ojha – Accountant
Cally Schmidt – Senior Finance Officer
Sara Bailey – Finance Officer

Maureen Graham – Centrelink Officer
Jasmine Rohan (Jan 2014) – Centrelink Officer
Kevin Bayne – Centrelink Officer

Administration Services

Financial Services

Records Management & Information Systems

Insurance & Risk Management

Cemetery

Aged Care facilities

Centrelink Agency

Corporate Services

The 2013/14 Financial Year was a busy year for Corporate Services, with the updating of integrated planning and reporting requirements as well as continuing with implementing many improvements to our records management system, in particular, archiving and disposal of records.

Management and monitoring of Council's leased properties continues and during 2013/14 Administration initiated 6 new leases, 9 leases were ceased and 5 Deeds of Extension were renegotiated.

Community Donations/Assistance

Council provided donations, fee-waivers and in-kind assistance to various community groups during the year, which included:

Donation Recipient	Amount \$
EDHS Chaplaincy Program	3,000
Exmouth Cultural Arts Centre	850
Exmouth District High School	1,698
Exmouth Game Fishing Club	638
Exmouth Golf Club	3,590
Exmouth Lioness	906
Exmouth Motor Cycle Club	701
Exmouth Senior Citizens	265
Exmouth Swimming Club	698
Exmouth Whale Shark Festival	5,083
Cape Board Riders Great Northern Cleanup Donation	200
Durack Institute of Technology	250
Gascoyne Arts Council	500
North West Cape Exmouth Aboriginal Corp	553
PCYC	643
RFDS (Landings at Learmonth)	10,072
Todd Hutton Fundraiser	150
Variety Bash WA	1,275
Other & In Kind Works	1,676
TOTAL	32,748

Aged Care Facilities

Corporate Services manages 34 aged person units located at Stokes-Hughes Street Exmouth. These units are popular with an occupancy rate of 100% and Administration maintains a waiting list for prospective tenants. During 2013/14, 2 Units were vacated and were filled immediately.

December 2013 saw Corporate Service Officers host an annual morning tea for the residents at Aged Persons Homes to provide an opportunity for residents to get together to discuss any issues regarding maintenance, billing procedures etc.

Cemeteries

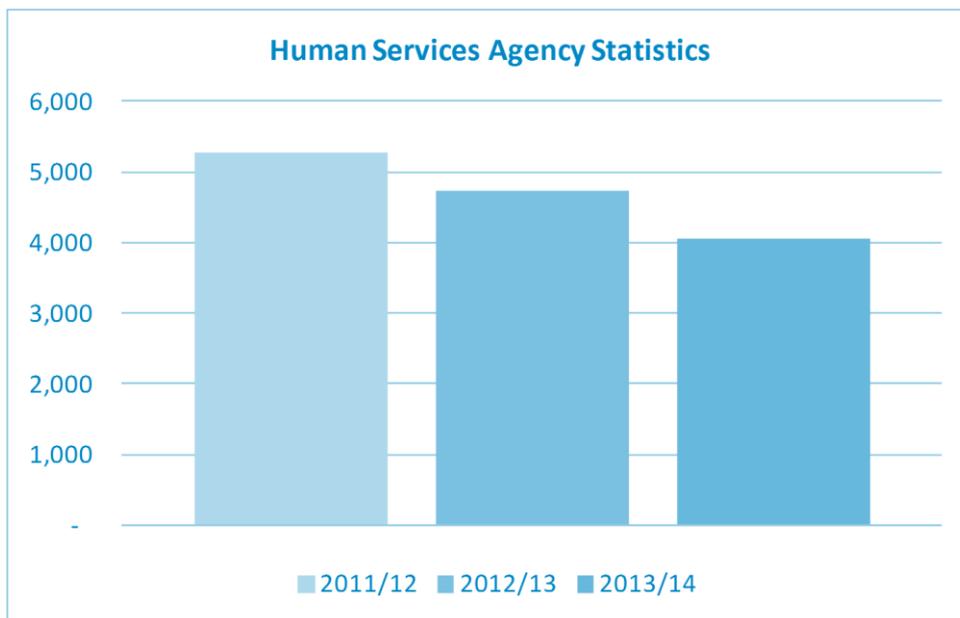
A guide to the Exmouth Public Cemetery was published in early 2008 and it assists on an ongoing basis in the process of arranging a suitable grave or niche memorial.

Digital photos of each headstone and niche plaque are now captured and held within our cemetery register. This provides a useful source of information and for genealogical purposes, so when a request is received from the public, we can retrieve the relevant information quickly.

Human Services (formerly Centrelink Agency)

The agency continues to provide a limited service to recipients of health, social and welfare payments. The centre operates from 9am to 11:30am Monday to Friday.

During 2013/14 1,351 forms were lodged on behalf of the public and staff responded to 1,636 general enquiries. The centre also assists with referrals to the call centre as well as use of the computer equipment.



Comparing statistics from previous years show figures are lower and is partly due a rise in the number of customers utilising the Human Services website.

Human Resources

As at 30 June 2014, the Shire has a workforce of approximately 74 staff (permanent full time and part-time, contract and casuals), equivalent of 69.2 full time employees (FTE). During 2013/14 there were 11 resignations with a turnover rate of 15%.

This is lower from the previous year that had a turnover rate of 22%.

Integrated Planning and Reporting

In August 2010 the Minister for Local Government introduced Integrated Planning and Reporting reforms, a new approach to how councils develop their budgets and corporate plans. Integrated Planning ensures that councils better reflect community aspirations within their activities by taking a long term (10 year) outlook. It is based around a community Strategic Plan which must reflect these aspirations.

The Strategic Community Plan was adopted by Council in 2011 and a strategic review is scheduled in 2014/15 with a full review to be scheduled in 2015/16.

Integrated Planning and Reporting Framework:



Council continue to review the informing strategies that are the elements of the integrated planning framework; Corporate Business Plan, Workforce Plan, Asset Management Plan and Long Term Financial Plan.

- **A Corporate Business Plan** was developed by Council Officers detailing the specific actions, priorities, projects, services and activities that council will undertake in response to the aspirations and objectives stated in the Strategic Community Plan. The Plan includes resources (human and financial) to achieve each strategy and will act as an organisational guide to Council and management.

The plan is for a minimum of 4 years and is being used in future Annual Reports detailing our progress in achieving each of the strategies.

- **A Workforce Plan** was developed by Bandt Gatter & Associates, consultants to perform a review of council's workforce that demonstrates we will have a sustainable workforce for the future that will support the organisational requirements. This plan will be reviewed every four years to ensure the workforce required is budgeted for in the Corporate Business Plan and the Long Term Financial Plan.

- **An Asset Management Plan** was developed by consultants, UHY Haines Norton and it will be used to demonstrate acquiring and maintaining assets at the required level of service to the community in the most cost effective manner within accepted resource constraints.

The plan will allow us to progressively develop asset management systems for all Council assets and the aim of this is to utilise this planned approach to influence the annual budget cycle.

- **A Long Term Financial Plan (LTFP)** was developed by consultants, UHY Haines Norton and will serve an important function in Council's strategic planning process.

The LTFP is a tool to test the community's aspirations and goals against financial realities and will be used to inform decision making during the review of the Corporate Business Plan.

This plan will be reviewed each year when developing the annual budget.

Financial Report Summary

The Financial Report is for the period 1 July 2013 to 30 June 2014 and provides an overview of Council's financial management and performance.

Summary of Revenue and Expenses:

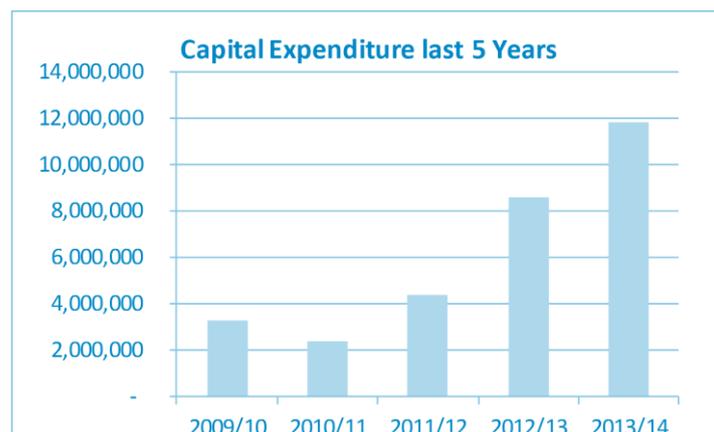
	2013/14	2012/13	2011/12
	\$	\$	\$
Operating Revenue	12,066,776	14,677,584	13,172,075
Operating Expenditure	(15,701,986)	(15,116,344)	(11,705,035)
Capital Works: Buildings & Infrastructure	(11,823,951)	(8,547,176)	(2,818,831)
Non Operating Grants	6,352,714	4,910,840	6,102,016

Council budgeted an estimated closing surplus of \$10,522, however finished the year with a closing surplus of \$752,520 for 2013/14. This result was higher due to:

- Additional revenue received from increased landings and passengers at Learmonth Airport
- Some projects were not initiated during 2013/14.

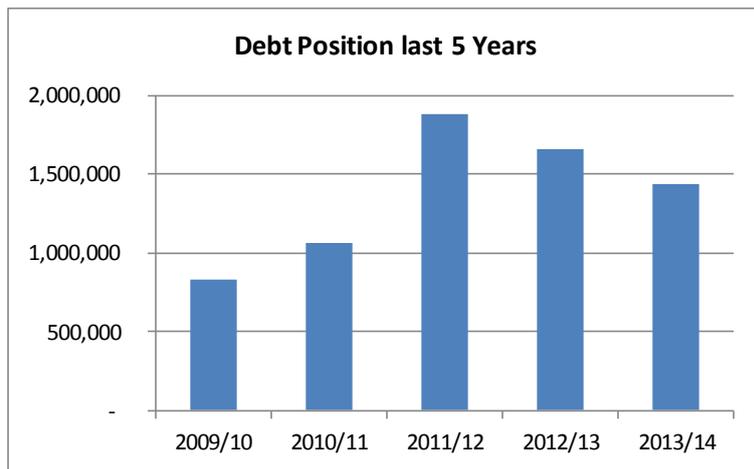
Capital Acquisitions

During 2013/14, \$11,823,951 was expended on capital acquisitions and when included in the previous four years, the total expenditure is \$30,336,403. Council relies on government grants to fund the majority of its capital works.

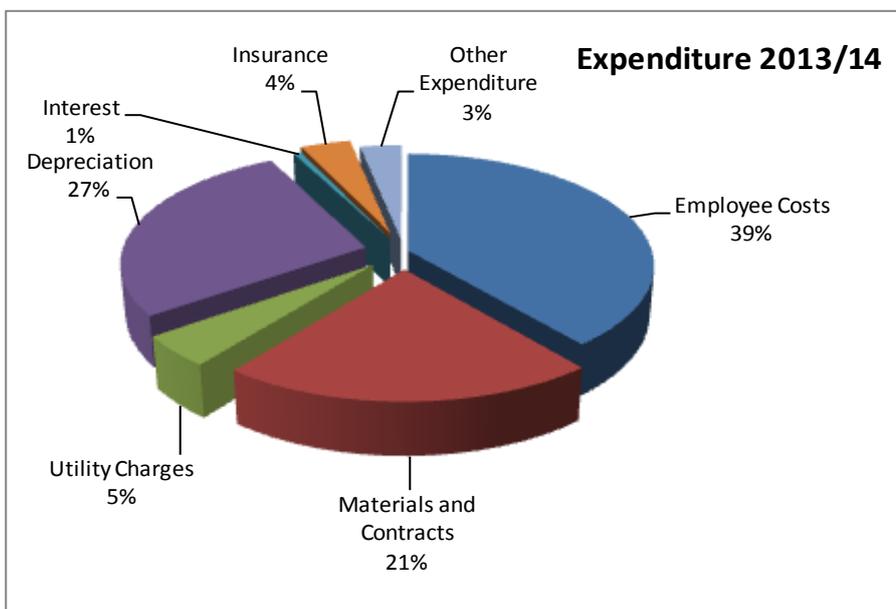
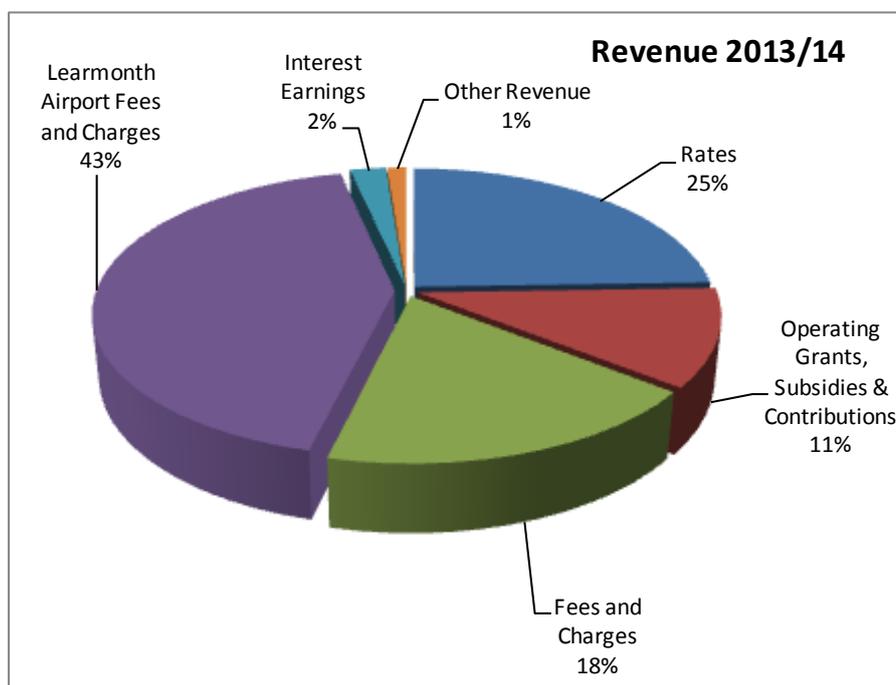


Borrowings

Council is easily servicing its debt with principal repayments representing 15% of the debt servicing obligation during 2013/14. There were no borrowings during the financial year and Council is capable of increasing its borrowing level should the need for capital replacement be required.



Graphical overview of Operating Revenue & Expenditure



In 2013/14 for every \$100 the Shire of Exmouth spent:



Aviation Services

Executive Manager Aviation Services

Jenny Kox

Airport Team

Dion A'Hearne	Airport Officer
Edward Boney	Airport Officer
Aaron Crabtree	Airport Officer
Tudor Cummins	Airport Officer
Andrew Froome	Airport Officer
Natasha Kelly	Airport Officer (resigned 7 Feb 2014)
Julia Kernaghan	Airport Officer
Stephen Kox	Airport Manager
Allan Ladhams	Property Maintenance/Airport Officer
Neil Linthorne	Airport Officer
Renata Miller	Airport Officer
Jeffrey Nelson	Airport Officer
Tracey Neilson	Airport Officer
Pratima Ojha	Airport Officer
Clif O'Toole	Heliport Coordinator
Delores Percival	Airport Officer
Stephanie Price	Airport Officer
Cameron Regterschot	Airport Officer
Jill Roberts	Airport Officer
Maryann Smidt	Airport Officer
William Smidt	Airport Officer
Sherree Stevens	Airport Officer

Aerodrome Services

Heliport Services

Aviation Services

The Aviation Services Department covers the strategic, regulatory and operational requirements of Learmonth Airport (including Learmonth Heliport) and Exmouth Aerodrome.

Compliance activities and staff training & development have again been the focus of the year as well as managing a number of capital improvement projects at both airports.



Learmonth Airport

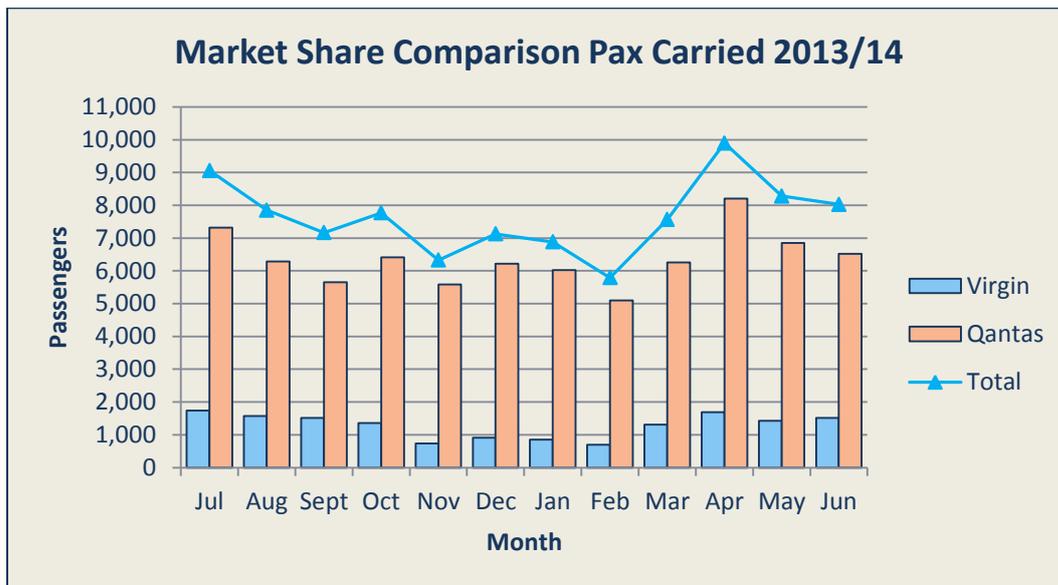
Airlines

Airlines operating Regular Public Transport (RPT) services into Learmonth continues to be semi-regulated by the State Government's Department of Transport with both airlines required to provide a minimum of three services a week.

Changes to the Operating Deed with the Department of Defence were made to enable more flexibility for RPT airlines to switch between aircraft frames and slightly modify schedules due to aircraft availability.

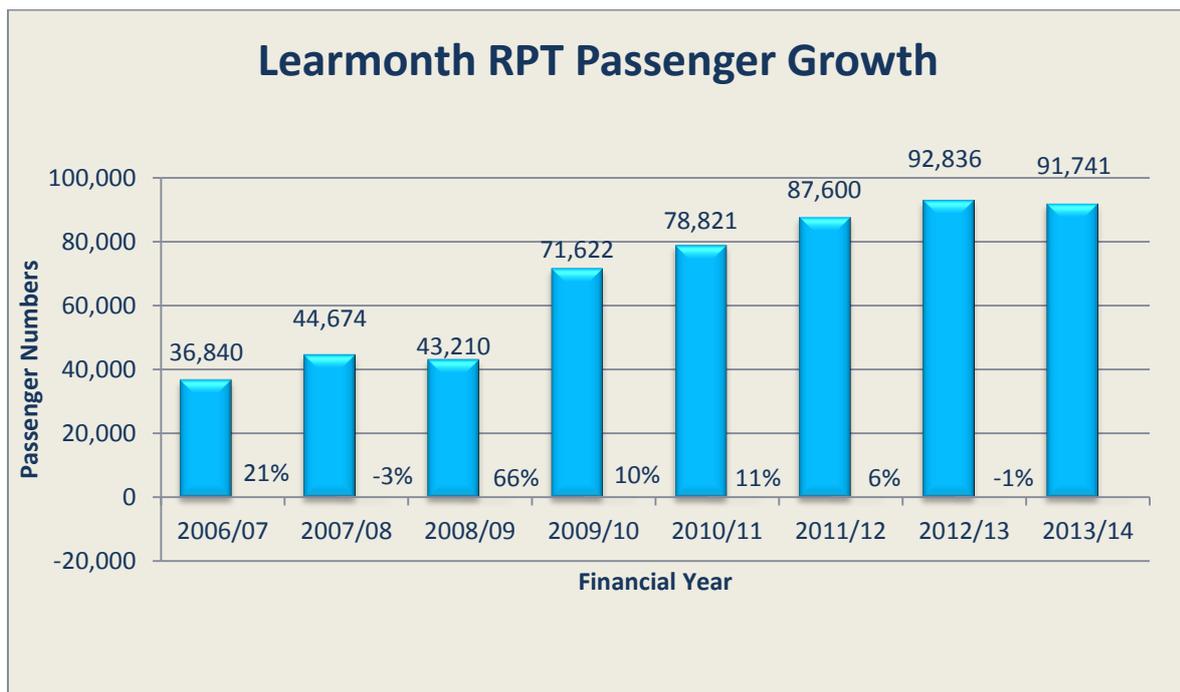
Qantas has increased its market share of passengers into and out of Exmouth from 60% up to over 80%. Qantas now operate a range of aircraft; B717 (125 seats) or F100 (100 seats) aircraft for each morning service and Q400 (74 seats) for afternoon and weekend services.

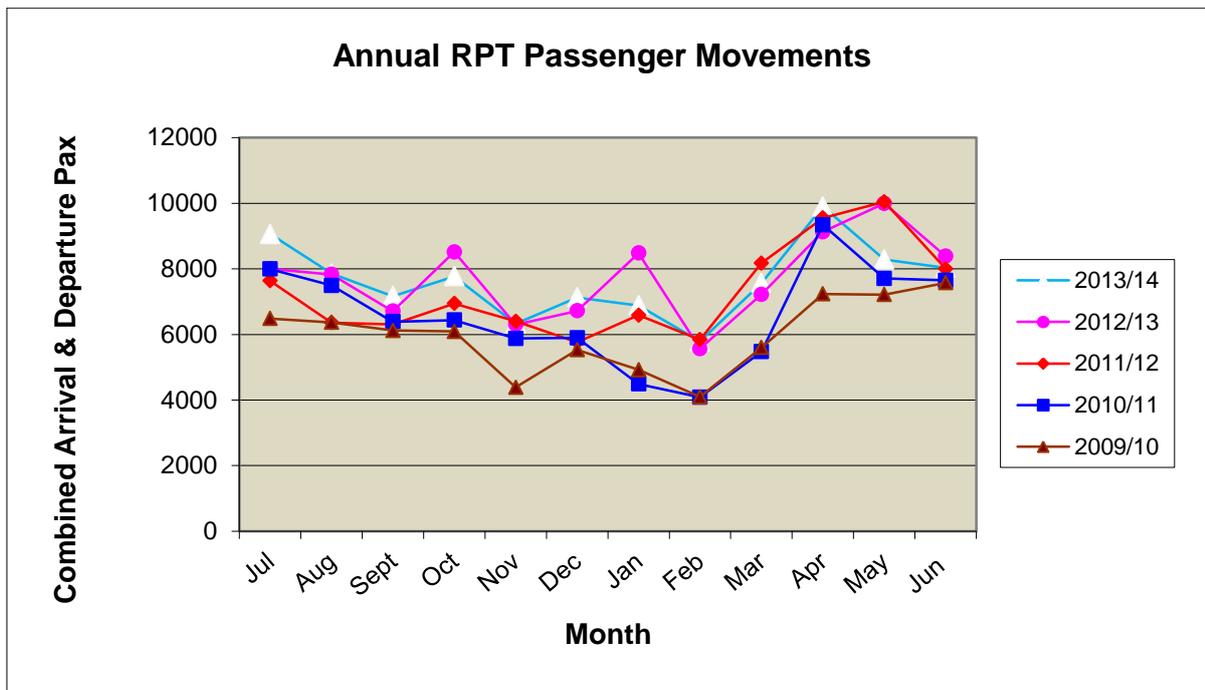
Virgin Australia Regional Airlines (VARA) continues to operate the 100 seat F100 three times a week into Learmonth. There were no significant changes to the VARA service other than slight changes to the days on which they operated to best capture the leisure market.



There were 91,741 RPT passengers for the 2013/14 financial year which represents around 1% decrease (or 1,095 less passengers) on the previous financial year.

This decrease can be attributed to the limited cyclone activity this year as well as a reduced drilling campaign by most of the offshore oil and gas companies.

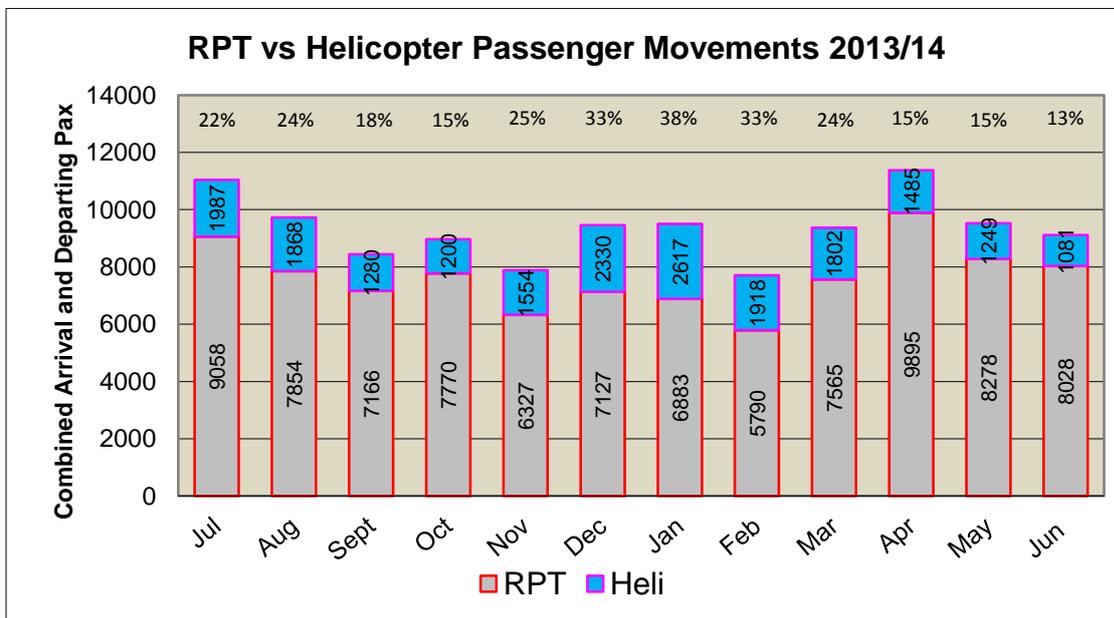




Heliport

This year 20,371 passengers travelled in and outbound through the Heliport, which was 3,264 less passengers than the previous financial year (-14%).

The average for the financial year of RPT verses helicopter passengers was 23%, down 3% on the previous year.



Projects

Learmonth Airport conducted its bi-annual emergency exercise on Sunday 3 November 2013. WA Police, RAAF, AFP, Airport and Shire employees as well as Volunteer Fire & Rescue Service, St John Ambulance, State Emergency Service, Pilbara Regiment and Australian Red Cross volunteers were well represented on the day which tested establish airport emergency response plans. In addition, 20 volunteer 'passengers' displayed excellent acting skills, helping bring a sense of realism to the



exercise. Two airport coaster buses and the PCYC bus were used to simulate the aircraft. In all, over 70 people were involved in the exercise which ran from 7am to 11am.

The exercise not only provided an opportunity to test the emergency plan, but as it involved multiple agencies, it tested collaboration between all groups as well as providing each agency with the opportunity to practice their own operating procedures in a controlled environment. Video footage taken on the day also provided a useful analysis and training tool for further improvements by each agency.

Completing improvements at the Heliport saw refurbishment of the toilet blocks. The circa 1970's blue tiles, green doors and aging cisterns were replaced with modern fixtures and fittings in neutral tones.

The crew rest room has also been relocated from near arrivals to near check-in to provide meeting room, emergency response and tea room space. The new rest area is used each morning by Qantas / Network crew members.



Screening point equipment was repositioned to improve passenger flow and changes to fire hose locations, egress doors and airside doors have been completed, improving security outcomes.

Exmouth Aerodrome

Works undertaken included continued grading of runway and roads and reinstatement works on the runway following flood damage.



Water tanks and a solar water pump have been installed to provide water for fire fighting at the site.

Development of the Exmouth Aerodrome Master Plan has stalled this year but will be actioned in the coming year.

The solar runway lighting project gave us back-to-back awards at the Australian Airports Association's *Airport Industry Awards 2013*. This time around, Exmouth Aerodrome was named the joint winner of the Non-certified Aerodrome of the Year along with Gannawarra Shire Council (Cohuna Aerodrome – Vic). The Awards seek to acknowledge the organisations and individuals who are achieving excellence within Australia's airport industry.

Congratulations to all the airport staff involved as well as Clayton Lord, Mark Hawker and Ted Motzel and their teams for their hard work in again achieving such a prestigious award.



Looking forward

Next year, the Department will focus on the following major activities:

- Actioning the Learmonth Airport Car Parking Master Plan;
- Further building/facility improvements for Airport including replacement toilets in the terminal;
- Progressing of a Master Plan for Exmouth Aerodrome;
- Ablutions at Exmouth Aerodrome; and
- Further development of Exmouth Aerodrome.

Community Engagement

Executive Manager Community Engagement

Rogé Kempe

Community Engagement Team

Sharon Regterschot – Librarian/Telecentre Coordinator
Bec Edwards – Library/Telecentre Assistant
Bev Marston – Exmouth Visitor Centre Business Manager
Bec Lawson – Exmouth Visitor Centre Assistant Manager
Lauren Rampling – Community Development Officer
Jaci Cutler – Community Activities Officer

Community & Cultural Development
Library & Community Resource Centre
Youth and Seniors support
Tourism & Promotions
Disability support
Festivals & Events
Heritage
Grants

Community Engagement

The principal functions of the Council's Community Engagement Department are within Community Development, Library Services and Tourism.

In addition, the department is responsible for corporate communications and marketing through newsletters and press releases and plays a role in preserving and communicating Exmouth's history. The Department also contributes to the management of existing and development of new community infrastructure.



Community Development

Officers continue to assist Exmouth residents, groups and clubs through community development activities, school holiday programs and commemorative services.

Recognition of Emergency Services took place during National Volunteers Week with a "Thank an Emergency Volunteer Night" organised specifically for those emergency services volunteers that keep our community and our visitors safe, like St. John's Ambulance, Volunteer Fire Services and Marine Rescue.

A review of the *Community Safety & Crime Prevention Plan* was commenced.

The 'Passionately Pink' dinner was organised as part of the Pink October activities and was a huge success as 90 Exmouth women dressed in pink to attend a very informative talk by Dr Linda Frieland which led to lots of laughter and some tears.

Movember is an awareness and fundraising campaign for men's health, specifically for prostate and testicular cancer and mental health. A Mo-Party was held at the Potshot and the Regional Men's Health Initiative supported the event with a guest speaker who also conducted free health checks.

This year's Health & Wellness Expo included 28 health and wellness service providers giving information to the community. There were 3 guest speakers

Officers and Councillors have initiated community meetings to establish an Exmouth Men's Shed and will continue their support next financial year.

Culture and the Arts

Shire Officers continued to work with Country Arts WA and the Exmouth Cultural Arts Centre (ECAC) and others to further develop arts & cultural opportunities in Exmouth.

The Shire organised and supported a range of events, like:

- Sand sculpture workshops for community
- Fashion design and garment making workshops for students and community members
- Sponsorship of the 2013 Crossing Roper Bar Tour; performers included the Wagilac Songmen and members of the Australian Art Orchestra.
- Contributed to have Black Swan Theatre perform 'Shakespeare Shenanigans'
- Sponsored *Artquest* 2013.
- Supported various local groups with their events (balls, school play, Arts & Craft Show), through fee waivers and other means of assistance.



The Shire purchased the painting 'Through the Dunes' by Alana Whitford. The painting was voted the People's Choice winner at Artquest.

Club Development

The Club Development Program of the Department of Sport & Recreation (DSR) continues with Shire officers assisting Exmouth clubs to improve their governance and other operational activities. Various training and workshop opportunities were organised for clubs to attend.

A Gascoyne Club Volunteer Awards Night was held in Carnarvon to acknowledge local and regional volunteers and workshops were delivered to Exmouth Clubs through the Annual Conference.

The Shire continues to participate in the KidSport program to assist children from low income families with a financial contribution towards sport and recreation club fees and small equipment.

Infant, Youth and Seniors Services

School holiday programs offered a wide range of activities, including Sand Castle competition, face painting workshops, dog show, and Paddle Boarding.

The Shire supported Exmouth District High School with careers week and set up a display about working for local government and highlighted the projects that Exmouth Shire is undertaking.

The *Youth Cultural Exchange Project* provides young people with opportunities to experience and learn valuable skills for organising and running future Youth Events in Exmouth. This includes working and communicating together, networking, risk management, promotions and event management and has resulted in the formation of the *Youth Action Exmouth* (YAE) group.

Outcomes this year were:

- Attendance of young people at the *Propel Youth Arts ArtsCAMP* in Perth
- Attendance of young people at the *KickstART Festival* in Perth
- Development of an *Event Planning Handbook* for young people
- Contribution of youth elements and activities to events like Whaleshark Festival and the Opening of Federation Park
- Production of a short film 'My Place' is a documentary filmed in the Cape Range National Park regarding their thoughts and feelings on our natural environment. One of the major themes of the film is how young people would like the area to be preserved for future generations.

Officers continued to be on the Advisory Committee for the Exmouth PCYC.

Disability Services

The Shire's Disability Access & Inclusion Plan was reviewed with input from community members and agencies. Council continues to implement the plan which guides the whole of Shire approach to access and inclusion in coming years.

The Shire hosted the documentary 'The Ride' in September 2013 which follows the journeys of 4 men who had car accidents and are now wheelchair bound. Afterwards there was a Q&A session with one of the stars of the documentary.



Events & Commemorations

The Shire organised, often in partnership, and supported various community events like NAIDOC week, Australia Day, ANZAC Day, Remembrance Day, and Vietnam Veterans Day.

The official opening of Stage 1 - CBD & Foreshore Revitalisation was conducted by Vince Catania MLA Member for North West Central and Shire President Turk Shales. This opening event created lots of excitement for our community as it coincided with the start of the Variety WA Bash for 2013. Amongst other activities, there was a 'crazy balloon man' using the new stage in Federation Park where he dazzled kids with his balloon creations and the Exmouth Stardust dancers performed for an enthusiastic crowd.

Festivals

The Shire's contribution to the Whaleshark Festival programme included an Enviro fashion parade and photo exhibition. The Ningaloo Reef and Cape Range scenery was utilised as a backdrop for a community project which showcased local talent and skills in garment making, modelling and photography. The project included a hair & make-up workshop as part of the modelling activities. This year, *Youth Action Exmouth* Group (YAE) chose "Freestyle Now" for the Ningaloo Whaleshark Festival. Three trainers came up for BMX, scooter & skate workshops and mini competitions. YAE members set up a Henna Tattooing tent and also brought *Zorb Ball* and *Sumo Suits* to town which was very popular with all ages.



Officers continue to represent Exmouth on the *Gascoyne in May* committee, to assist in the regional coordination and support for all Gascoyne festivals.

Celebrating our History

50 Year Celebrations: on 1 January 2014 it was 50 years since Exmouth was officially created by the Western Australian Government and Council organised celebrations for this event. There were sand sculpting sessions with a sand sculpting specialist brought up from Perth who also made a feature sand sculpture representing key Ningaloo elements and creatures. The commemorative occasion showcased a large projection of old photographs from the past 50 years which was extremely popular with the locals and in the evening there was live music and an exceptional fireworks display.

Krait commemoration: it was 70 years ago since the Krait returned safely to Exmouth and officers worked with the WA Museum to develop exhibition panels about the story of

the Krait and its crew. These panels were on display via a temporary history trail through the shopping centre with panels and a DVD audio display in different shop windows.

Grants

Grant information was distributed to Exmouth community groups & clubs on an on-going basis. In addition, many letters of support were provided on behalf of the Shire to assist those groups and clubs with their grant applications.

Some of the grants and sponsorships received by the Shire for community facilities and programs were: Club Development Conference, 50 years Celebrations, National Landscapes programme, and Youth Development & Culture.

Communications & Promotions

This year saw the ongoing production and distribution of monthly Shire Newsletters, which included information about Shire functions, processes and projects. The Shire produced a range of media releases which were published in Northern Guardian, The West Australian and various websites, e-newsletters and Facebook pages.

Officers provided community information through ABC and RedFM radio and a new Facebook page was launched: Shire of Exmouth - Youth Action Exmouth.

Various activities were undertaken to promote the Shire of Exmouth as a place to live and visit, including the production of a Ningaloo Centre brochure.

The Shire supported the Banners in the Terrace programme, with ECAC designing a banner which promoted Exmouth in Perth City.

After the April flood events, the Shire supported the Exmouth Visitor Centre with a radio campaign that ran spot ads and a listener giveaway promotion, offering five Visit Ningaloo packages of airfares, accommodation and tours.

Community Facilities Planning

Master planning for the Recreation Centre Precinct Area was finalised and adopted by Council. The Plan provides 3 options for future (re)development of the Recreation Centre building and surrounding areas.

Interpretive signage to accommodate the statue of the relocated King Prawn (donated by MG Kailis) was designed and installed during the year. The project assists community members and visitors to gain better understanding of the Exmouth Gulf region and its rich history and importance for Exmouth.



Tourism

After a service review, Council has continued to show strong support for the Exmouth Visitor Centre, contributing financially to the operations of the Centre. The Shire no longer employs two senior staff members and from July 2013 onwards the Centre is run by Industry. An officer and a Council representative remain on the Visitor Centre Committee.

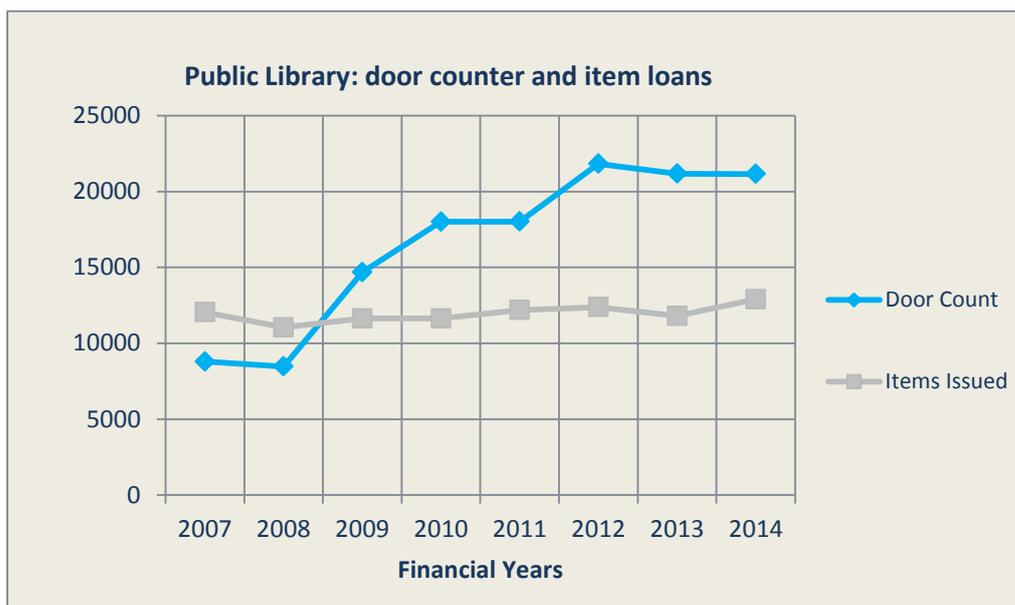
The Shire coordinated the Experience Development Strategy for the Ningaloo-Shark Bay National Landscape which was finalised in June 2014.

Officers represented the Shire of Exmouth on the Reference Group for the Gascoyne Regional Tourism Strategy and contributed to the development thereof.

Officers continue to represent the Shire of Exmouth on the National Landscape Committee and the Board of Australia's Coral Coast.

Library

In the past 12 months 21,164 people visited the library and borrowed 12,899 items; an increase of 1091 items for the same period last year.



Nearly 1300 new items were purchased and received into the library, plus approximately 300 donated exchange books.

The implementation of Ebooks (electronic book) occurred last year and 325 Ebooks were borrowed throughout the year. This year 575 inter-library loan items have been borrowed from other libraries and Exmouth has lent 205 items to other WA libraries.

Better Beginnings Story/Rhyme and craft time continues weekly with up to 25 children attending the sessions. Library staff also visited the Early Childhood Centre, pre primary, kindergarten children and teachers at EDHS throughout the year.

The Gascoyne Early Years Group, Carnarvon Library and Exmouth Library ran a "Thanks Dad" photo competition in February 2014. The aim of the project was "promoting positive male role model" for children.



Children's Book Week was held in August, with the theme being '*Connect to reading*'.

Popular storyteller Clare Stace from *Sensational Storytelling* visited Exmouth District High School for three workshops and storytelling sessions.

The Exmouth Community Resource Centre (CRC) discontinued its operations last year. This financial year the Public Library continued to provide the same level of service as the CRC did in previous years, including internet use, photocopying, and faxing.

Looking forward

A Tourism Experience Development Strategy as part of the National Landscape programme will commence implementation next financial year.

Officers will continue to support the Men's Shed project

A feasibility study into a BMX track will commence

ANZAC Day commemorations will pay tribute to 100 year Anzac Day

Audio e-books will become available at the Library and possibly e-magazines also being available.

Youth Action Exmouth (YAE) activities will continue in the new financial year.



Health & Building Services

Executive Manager Health & Building

Rob Manning

Health & Building Team

Steve Foster – Building Surveyor

Patrick Barber – Environmental Health Officer (Resigned April 2014)

Carla Webster – Environmental Health Officer (Commenced June 2014)

Joshua Koontz – Swimming Pool Manager

Kristy Wadley – Assistant Swimming Pool Manager (Resigned Feb 2014)

Sharlene Williams – Part Time Duty Manager (Commenced March 2014)

Samantha Evans - Life Guard

Kirra De Jong - Life Guard

Sam De Jong – Life Guard

Donna Koontz - Life Guard

Clive Watson - Water Sampling Officer (Resigned April 2014)

*Building Services
Environmental Health Services
Swimming Pool
Waste Management and Recycling
Occupational, Health & Safety*

Health & Building

The principal functions of the Council's Health & Building Services are to ensure new developments comply with statutory requirements; and where appropriate to carry out routine inspections and monitoring of existing establishments/public facilities to maintain an acceptable level of public health and safety for the community. The Exmouth Paltridge Memorial Swimming Pool falls under the Environmental Health division of the organisation. Occupational Health and Safety (for the organisation) was administered under the responsibility of Health & Building Services until November 2013 when this responsibility was transferred to Engineering Services.



Environmental Health

The Council's Environmental Health Department operated with a full complement of staff resources for most of 2013/2014, with a couple of resignations late in the period. This enabled a high level of environmental health surveillance and guidance to be provided to the community to maintain and improve standards of public health and illness prevention. The above was achieved by continuing to complete a vast range of inspection and monitoring programmes.

Environmental Health Officers also made regular contributions to the Shire Newsletter, local media and continued promoting recycling in the community by engaging with local sporting clubs, not-for-profit (NFP) groups and the Exmouth District High School.



In 2013/2014 access to the "I'm Alert" food safety training was again provided free of charge. "I'm Alert" is a free interactive food safety training program that is accessed via the Shire of Exmouth web site. It provides food handlers convenient access to basic training that may assist them to meet 'adequate knowledge and skills in food safety' as required under the Food Safety Standards. The training continues to be utilised not only by food businesses but also by, sporting clubs/NFP groups engaging in food stalls for fund raising as well as members of the general public concerned about food safety in their home. There has been an increase from 2012/2013 (121 users) with 156 completing the training for 2013/2014. Overall since its inception in November 2010, there has been a total of 576 users. A certificate is issued to those that participate in the training.

Officers worked closely with organisers of various festivals and public events such as the Whale Shark Festival and regular Sunday Markets to ensure that reasonable and practicable care was taken to protect the health and safety of patrons/participants at such events.

Waste Management and Recycling

Waste Management

In November 2013 the Environmental Health Department took over the responsibility of the staff and day to day management of the Qualing Scarp Waste Disposal Site (the tip). A number of procedural changes were implemented as well as changes to the layout and operation at the tip. The above changes were made to more thoroughly implement the aims and objectives of the Qualing Scarp Waste Disposal Site Landfill Environmental Management Plan and ensure that the fees and charges adopted by the Council can be collected/charged as appropriate.

Due to the quantities and types of waste entering the tip, the site is now approved by the Department of Environmental Regulation (DER) as a Licenced Category 61 and 64 landfill site. DER also granted a Works Approval for the re-development of the liquid waste ponds which is scheduled to occur in the 2014/2015 financial year.

Recycling

The local C.A.R.E. Group continued providing the aluminium can collection service during this period all the while generating an income to help fund the fantastic work that they do for the local injured native wildlife. Approximately 2.5 tonnes(t) of aluminium cans were collected during this period and with the assistance of Jakhaul Haulage they were processed and freighted out of town for recycling.

The *Household/Domestic Battery Recycling Program* continued again this year. This program aims to significantly reduce domestic batteries from entering landfill. Drop-off points are located at the Shire administration building and Exmouth District High School (EDHS).



With EDHS opting not to continue with the interclass competition for the most batteries brought in for recycling, the Domestic Battery Recycling in School Program has slowed significantly with less than one 205L (44 gal) drum being collected this year. Never the less, the batteries collected were diverted from landfill where they were destined to break down over time and possibly leach dangerous chemicals and heavy metals in to the ground. Council Officers will endeavour to re-invigorate Domestic Battery Recycling in School Program for the 2014/2015 year.

Approximately 3,000L of domestic motor oil, 211t of steel and 7.7t of automotive and marine batteries were removed from the Qualing Scarp Landfill site for recycling. In addition to the above, 3.6t of E-Waste was sent out of town for recycling. The E-Waste was collected at the tip and via a once-off drop off day.

Paltridge Memorial Swimming Pool

The annual attendance figures for Paltridge Memorial Swimming Pool (the pool) were down slightly compared to the figures of recent years. This is attributable to two main factors, one being the early closure due to the flooding of the pool and the other being the opening of the Federation Park Water Spray Ground. In consideration of the above, the overall usage of the pool continues to be strong and shows the importance of the facility to the community.

Season	2010/11	2011/12	2012/13	2013/14
Attendance	27,159	28,054	29,519	26,329

It should be noted that the above figures do not include the year-round 'out of hours' usage of the facility by the local dive companies for SCUBA instruction.

The closing of the 2013/2014 pool season was a particularly challenging one for the Pool Manager. The resignation of the Assistant Pool Manager in February 2014 (family relocating to Perth metro) created staff shortages and many hours for the manager to fill. This was followed by a significant rain event in April that caused the pool and surrounds to flood. This resulted in an early closure of the pool for the 2013/2014 season.

Some of the significant events that took place throughout the 2013/2014 pool season include the following:-

Pilbara Championships

The 2014 Hancock Memorial Pilbara Swimming Championships were held at the pool from 22-24 November 2014. The three day event was a great success with between 460 and 490 people through the gates each day. Exmouth Amateur Swimming Club was victorious winning both the handicap division and the main division.

Australia Day

The annual Australia Day breakfast was held at the pool again on the 27 January 2014. The focus of this day is to provide a public venue to present the Australia Day awards along with a family friendly event with a free breakfast, Aqua Run, pool games, costume competitions and the annual plastic bottle regatta to finish off a great day. This year 263 people enjoyed this morning at the pool.



Youth Quake

Exmouth Christian Fellowship brought up Youth For Christ to run a youth event (Youth Quake) at the pool on the 25 October 2014. This event was attended by 69 kids from year 7 to year 12 who enjoyed letting their hair down. All additional activities were well supervised by appropriately qualified people to ensure maximum safety for all additional activities outside of standard pool operations.



Virtual Swim to Rottnest

At this year's Virtual Swim To Rottnest there were 18 competitors in total consisting of 1 Novelty team of 10 Kids, 1 Team of 4 swimmers and 2 teams of 2 swimmers all swimming a combined total of 20km each i.e. 400 Laps. This event promotes fitness and healthy living in our community and raises money for the Royal Flying Doctor Service. The total amount raised for RFDS from this event was \$397.90. Total numbers for the morning of the event where 60 people.

Dive In Movies

The Dive In Movies season for 2014 started with a competition to win a free family pass to the Dive In Movies. From the results of the competition 6 of the community's favourite movies where chosen and where shown on an average of 1 to 2 movies per month throughout the warmer part of the pool season.

Pool Covers

Thanks to a CSRFF grant from the Department of Sport & Recreation the pool now has covers. The covers started being used in early April 2014 and kept the pool temperature consistently around 27°C until the flood in late April. The pool was refilled late June and the covers where put on straight away keeping the pool temperature around 22°C through winter rather than usual 18°C without the covers. The pool covers will not only keep the water warm but will also save on water usage through reduced evaporation, save on chemical usage through the sun leaching out the chemicals and keep the pool cleaner saving on labour.

New Fence

Thanks again to the same CSRFF grant as the pool covers, the pool has also received a fresh new look with the completion in March 2014 of the new fence. The fence provides better security and new alignment has opened up more usable area in the pool grounds. The new fencing provides improved security, integrates the pool with the new Federation Park and looks great.

Pool Flooding

On 26 April 2014 the 2013/2014 Pool season ended early due to the pool and surrounds being flooded. Heavy rain caused water to flow into the pool area and fill up the whole pool facility until the pool was 100mm under water. After the water had drained away this left the pools full of mud, sticks and rubbish. The pools needed to be drained, pipes washed out and mud pumped out. All the pool surrounds needed to be cleaned from the mud and silt.



Pool Painted

The pool bowl received a new coat of paint after the flooding in April this year. The pool was scheduled to be painted in 2015. However, with the pool hosting the 2015 WA Country Pennants swimming competition and the pool needing to be emptied because of the flood event, it was decided to bring these works forward to ensure line marking would be visible and compliant; and the general presentation of the pool was of an appropriate standard to host such a significant event.

In addition to the above, there are many other events and activities that occurred throughout the pool season. These included various programmes of Swimming Lessons, School Carnivals, Family Fun Days (e.g. Pool Open Day and Australia Day), Swimming Club Time Trial Nights and various aqua fitness classes.

Federation Park Water Spray Ground

The company that constructed the Federation Park Water Spray Ground, entered the facility in to the 2014 Annual Swimming Pool and Spa Association (WA) Awards for Excellence. There were over 200 entrants for the awards with about 20 competing in the category of Water Feature. Council's Federation Park Water Spray Ground being the feature earning the Silver Medal.

The water spray ground will soon see some additional interpretive signage and play features installed as part of the collaborative project that Council Officers have been working with staff from the Exmouth Department of Parks and Wildlife through this period.



Occupational Safety and Health (OSH)

The Shire of Exmouth is committed to a high standard of health and safety within the workplace. The Shire's OSH Committee had been meeting every 2-3 months over the past couple of years which provided a forum for both managers and staff to discuss any OSH issues that have arisen and provided an opportunity for improving both work practices and the safety of work areas to ensure a high level of occupational health and safety across the entire organisation. The above committee was also developing and Workplace OSH Manual with assistance from LGIS.

Through the above process it became evident that Engineering Services was the better fit for taking the lead in administering OSH. Activities performed by staff within that department had a much greater requirement for using the tools that will form the OSH Manual. Owing to the above, in November 2013 the OSH responsibility for the organisation was transferred to Engineering Services

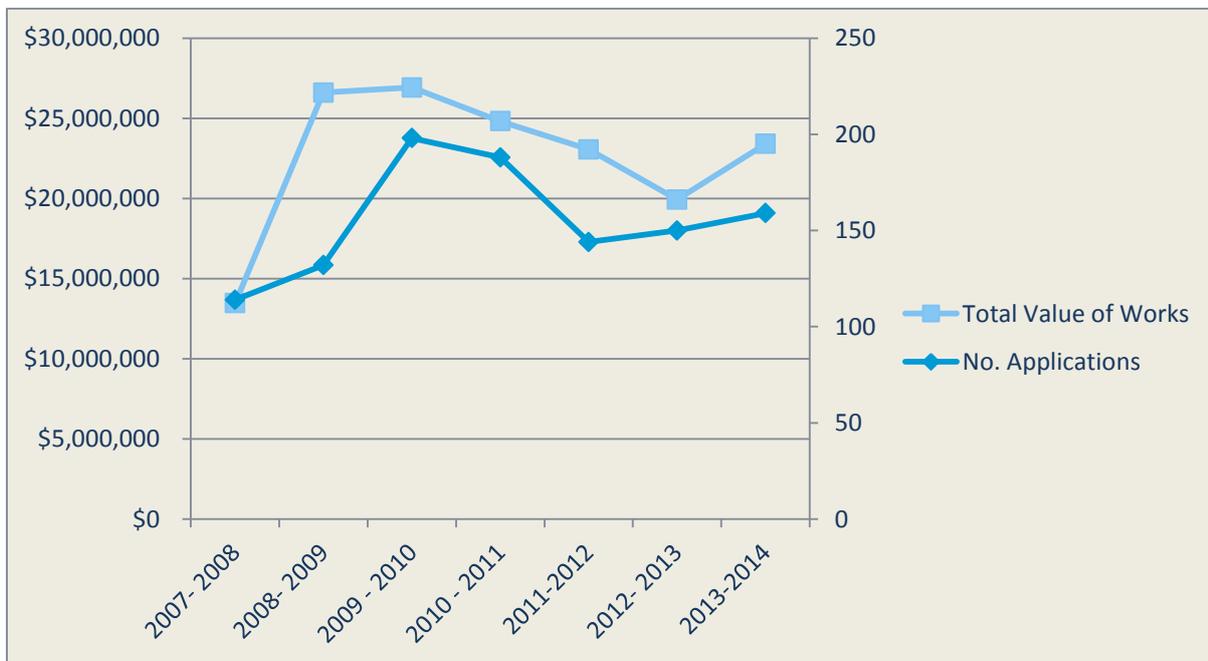
Building

Over this period the Council's Building Department has continued to maintain an efficient turn-around time in processing the relatively high number of building permit applications. Minor works applications were generally approved in less than a week and more substantial proposals took between 1 to 3 weeks to process.

Another significant activity for the period has been the pursuit of compliance in relation to structures commenced or built without the necessary permit. All of these matters were resolved without the need for further legal action. Other compliance matters pursued were in relation to reminding Building Permit holders of their obligations/procedural requirements under the Building Act.

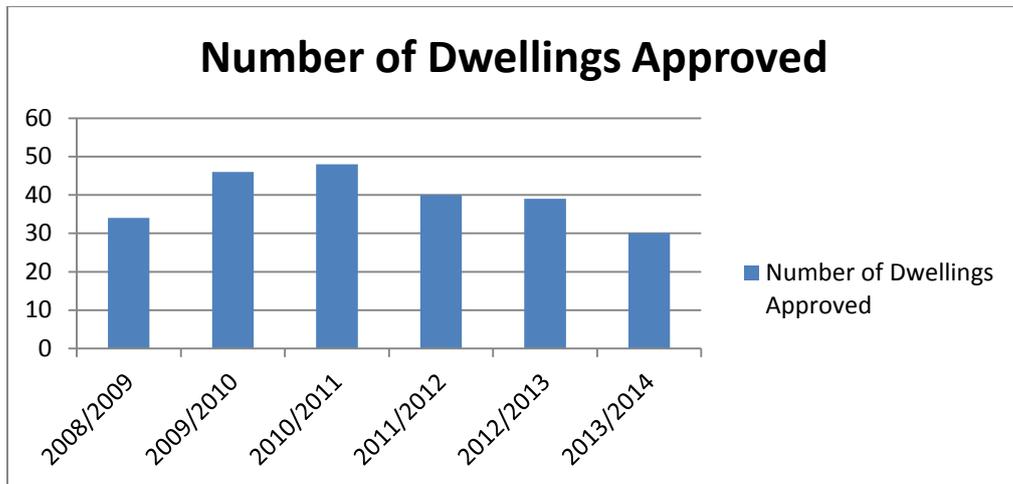
The following graph illustrates trends for the number of approved building licences/permits and the value of the related works over the last 7 financial years, both being relatively stable for the past few years with the prospect of some growth being evident.

Summary of Building Licence/Permit Applications – July 2007 – June 2014



Building License/Permit statistics for the past 7 financial years

The number of dwellings approved over recent years has also remained relatively consistent. Although the past year was down slightly on previous years, the Shire of Exmouth is still averaging close to 40 dwellings per year from 2008/2009 to present.



The construction of new homes within the Exmouth Marina Village, the Mortis Street subdivision and in-filling of existing residential areas were the main contributors to the above statistics. It is likely that this statistic will plateau at around 30 dwellings per year while the current land stock is available or until further land release/s create more opportunities.

Town Planning Services

Executive Manager Town Planning

Rhassel Mhasho

Town Planning Team

James Trimble - Planning Officer

Sandra Mhasho– Planning Assistant

David George – Ranger and Emergency Services

Sharlene Williams-- Ranger

Town Planning Services

Townscape

Reserves Management

Heritage

Emergency Management, Compliance & Ranger Services

Town Planning

The Town Planning Department covers a wide range of functions related to Strategic Planning, Statutory Planning, Development Approval, Land Administration, Local Laws and Planning Policies. All activities are carried out in accordance with the relevant legislation including the Planning & Development Act 2005, Local Government Act 1995, Council's Local Planning Scheme and Council Policies. Customer Service, community information and public consultation are all major aspects of Town Planning.

It has been another extremely busy year for the department with many challenges faced through the consideration of some controversial development proposals, meeting timeframes for strategic planning projects.

Staff Updates

Sharlene Williams was promoted to join the team in the Ranger section. This has increased Council's presence throughout the district, thus allowing officers the opportunity to commence preparing and providing a better service to the community.

The Executive Manager Town Planning and Planning Officer attended a training course in Perth in August 2013 to obtain a Diploma in Project Management Qualification. The qualification has developed officer skills in basic project management, further extending the capabilities of the Town Planning Department.

Ranger Services

Ranger Services are responsible for the administration and enforcement of a number of State Acts and Shire Local Laws. Officers regularly patrol the district to ensure the safety and security of the community.

Illegal camping and dog offences continue to be a challenge for Ranger Services. In the past 12 months there has been a slight increase in the number of offences detected since the previous 12 months. Ranger services will continue to enforce the offences (and all other offences) to ensure the safety and the security of the community.

Offence Type	2010/11	2011/12	2012/13	2013/14
Dogs	73	76	57	60
Camping	319	351	228	251
Parking	55	60	53	66
Litter	22	5	16	4
Fire	7	41	32	161
Off Road Vehicles	6	6	2	0
Other	16	39	18	32
Total	497	578	406	574

Local Laws

The Shire completed its eight year statutory review of the Shire's local laws during the reporting year. The review identified several local laws that required amendment or redrafting to ensure that the local laws reflected the current environment and community expectations.

A period of six week public advertising was conducted to determine if the local laws should remain, be amended or repealed in their entirety. The results of public advertising and an internal assessment determined that the Shire's local laws should be amended. The actions recommended in the review, including the creation of new local laws, will progress through Council throughout the next reporting year.

Emergency Management

2013/14 was a relatively quiet emergency year for the district, with no substantial cyclones or bush fires impacting the district.

A heavy rainfall event occurred on Anzac Day 2014, which subsequently resulted in flash flooding and a number of roads being closed until the water levels dropped. According to the Bureau of Meteorology, this was a result of a surface trough over the west of the State that drew in a vast amount of tropical moisture that was concentrated over the Northwest Cape Region. As much as 400mm may have fallen in the Cape Range area to the West of Exmouth, with 206mm recorded in Exmouth. Council Officers worked tirelessly in both closing and re-opening the roads to ensure the essential services could continue to operate and passengers were able to make their flights at Learmonth airport.



The annual residential cyclone clean-up was conducted in early November and Ranger Services were involved throughout the year in preparing the district for Tropical Cyclones. Fortunately, the district wasn't impacted by a tropical cyclone, but was well prepared in any case.

Ranger Services conducted patrols of the district to ensure the community was prepared for bush fires by having properly installed firebreaks on private property and the annual strategic firebreak maintenance program for Shire and UCL reserves was carried out during the year. The year saw a major increase in the lack of preparedness from residents, with a total of 145 properties initially not complying with Council's Annual Firebreak Notice.

Emergency Services Precinct

Planning has commenced for the development of a dedicated emergency services precinct to house some of the local volunteer emergency service agencies. Upon completion, the facility is believed to assist all agencies in preparing for emergencies and provide a home for the newly established Exmouth Bush Fire Brigade who currently do not have a station.

Statutory Planning

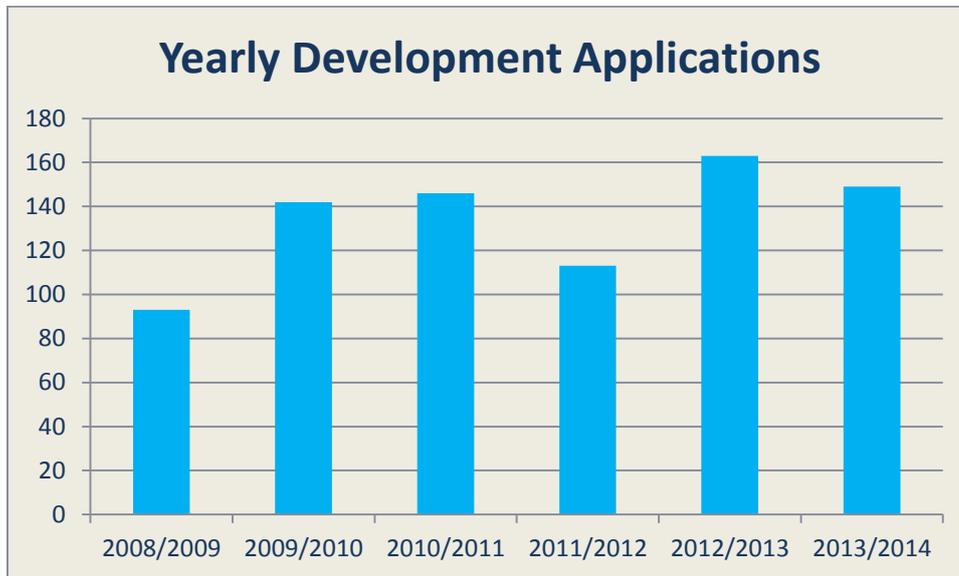
Development Applications and Subdivision

The past 12 months has seen continued processing of Development (Planning) Applications and a 14 day processing time for planning applications was maintained. A total of 149 development applications were processed during the 2013/2014 financial year. The majority of these were holiday

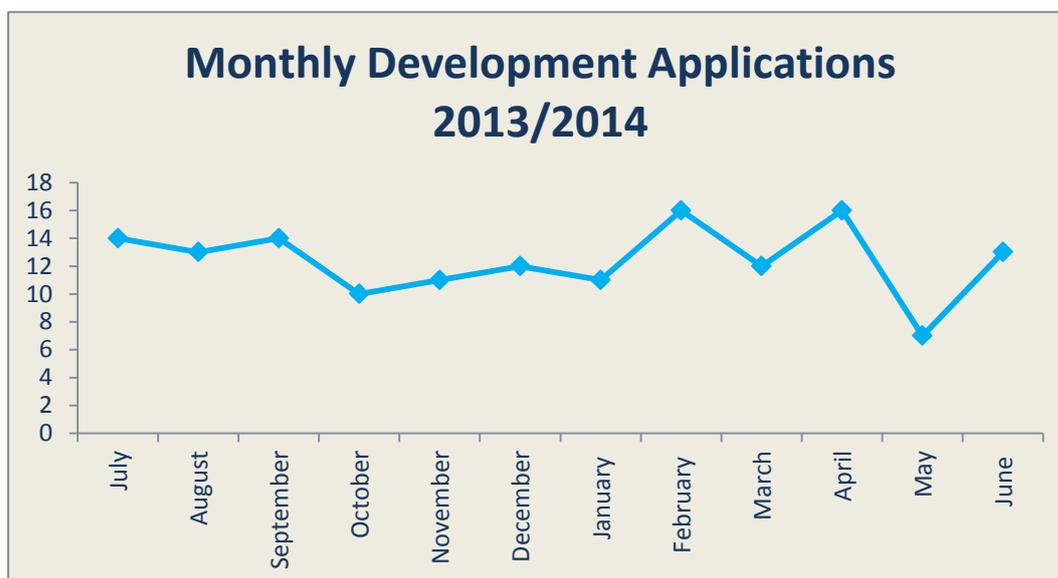
accommodation, home occupation, oversized outbuildings, jetties and residential dwelling applications.

Significant development approvals included stage 2 of the Exmouth Escape Resort with the addition of 12 short stay accommodation units and the approval of a light-industrial development in Neale Cove supporting the oil and gas industry.

The graph below shows the distribution and expected annual average total of development applications processed over the past 5 years.



The graph below depicts the monthly number of development applications.



Subdivisions and ODP

The department was involved in the modification and processing of the Nimitz Street Outline Development Plan (ODP), the largest ODP for Exmouth. The ODP was prepared by RPS on behalf of LandCorp and covers a total area of approximately 44ha.

The Outline Development Plan incorporates a mix of low and medium density lot sizes including Residential R17.5, R20 and R30.

Stage 3 of the Nimitz Street subdivision was approved within the 2013/14 financial year which consists of 49 residential lots and 2 grouped housing sites.

The latest breakdown of the potential lot yield and density after the modification is provided in the table below:

Density Code Estimated Lots Estimated		
	Dwelling Units	Lots
R17.5	298	298
R20	97	97
R30	50	4
Total	445	399

¹Based on strict interpretation of the minimum average lot size requirements of the R-Codes

Modification to Exmouth Marina Broad ODP:

In April Council supported a major modification the Exmouth Marina Broad ODP. The modification will facilitate the subdivision of the landmark site into two (2) lots. Officers anticipate subdivision of the site into two will encourage high quality development, given the reduced development cost for each subdivided lot.

Lot 300 Heron Way:

Subdivision approval was granted by the West Australian Planning Commission (WAPC) in February for the 11 lot Shire Special Rural subdivision of Lot 300 Heron Way. Council will be developing the subdivision. To date, Council has formally adopted advertising of the Business Plan required in accordance with the Local Government Act. The project is expected to generate positive financial return for the Shire.

The table below shows details of land release projects currently being undertaken by the department.

Details of future land release in Exmouth

Area	No of lots	Stage	Expected release	Size of lots	Developer
Nimitz Street	399 with 39 lots released in stage 1	Subdivision approved by WAPC	2015/16	640 - 750m2	LandCorp
Preston Street	11	Subdivision approved by WAPC	2014/15	1 ha	Shire of Exmouth
Learmonth Street	24	Subdivision approved by WAPC	2015/16	500-900m2	LandCorp

Strategic Town Planning

Exmouth South Structure Plan 2011

The Department successfully completed the preparation of the Exmouth South Structure Plan. The plan was endorsed by WAPC on 30 October 2013. Implementation of the Structure Plan has begun with the creation of two (2) public access routes, one PAR to the Bay of Rest and another PAR across the Cape Range to Sandy Bay.

Local Planning Strategy and New Local Planning Scheme No 4

The town planning department was successful with a grant application for the preparation of a Local Planning Strategy and a new Local Planning Scheme.

Taylor Burrell Barnett (TBB) planning consultants were engaged to deliver the project. It is envisaged that the project will be completed in 2015/16 financial year. Officers have been busy researching and negotiating the provisions to be included in Local Planning Scheme 4.

Truscott Crescent New Caravan Park

Tourism WA have taken over the new caravan park project and completed a pre-feasibility study. Tourism WA are currently finalising a geotechnical report, coastal management plan, flora and fauna study, feature survey and servicing report.

Review and Development of New Planning Policies

No new planning policies were formulated during the year. It is envisaged that most of the policies will be incorporated into the New Town Planning Scheme No 4 during the 2014/15 financial year.

Land Administration

Disposal of Portions of Marina Reserve

Officers have been working with the Department of Lands for the disposal of portions of a reserve in the Marina. Monies obtained from the disposal will be put into landscaping other public open spaces within the Marina in accordance with statutory provisions. The portions of land being disposed will be offered to adjoining residential lot owners for purchase and amalgamation. The project will provide rationalisation of public open spaces within the Marina, and will enable the enhancement and enjoyment of high quality landscaped open spaces.

Looking forward

Next year, the business will focus on the following major activities:

The Lefroy Street Housing Project

Council has been working with Exmouth Chamber of Commerce and Industry to come up with a housing project for the low wage, low skilled seasonal and permanent workers. The project has since been taken over by the Department of Housing (DoH) The Department of Housing are currently working out the best land tenure arrangements and rental model that can be applied to this development. The DoH intends to fund the project to a tune of \$8.5 million.

Progressing the release of land for Residential, Industrial, Tourism and Commercial Development

The department will continue progressing the timely release of land, identified by Council, for residential, industrial, Tourism and commercial development with the Department of Lands



Engineering Services

Executive Manager Engineering Services

Keith Woodward

Engineering Services Team

Joanne Gordon	Works Coordinator
Denise Bailey	Works Administration
Jemma Cross	Works Administration Trainee
Andrew Graham	Leading Hand Road Crew
Mick Hall	Road Crew
Craig Smith	Road Crew
Mark Woods	Road Crew
Darrel Stevens	Road Crew
Chris Norman	Road Crew/Waste Truck
Jim Coles	Waste Truck
Jeff Green	Building Maintenance
Rodney McKenzie	Building Maintenance and APH caretaker
Brad Bell	Irrigation
Ricky Melvin	Leading Hand Parks
Tim Fisher	Parks
Lisa Sanders	Parks
Ken Cameron	Parks
Lisa Gordon	Parks
Garvin Western	Parks
Nick Bewsher	Parks Trainee
Katrina Stephens	Public Building Cleaner
Brian Woods	Amenities Cleaner
Shane Eggleston	Amenities
Alan Winter	Mechanic

*Transport-Roads, Footpaths
Parks and Recreation Grounds
Asset and Building Maintenance
Infrastructure and Community Amenities*

Engineering Services

Engineering Services manages the strategic, administrative and operational activities associated with:

- Roads, car parks, signage and footpaths
- Flood mitigation and drainage
- Coastal infrastructure, boat ramps, jetties, water ways and coastal car parks
- Waste truck and landfill operations
- Parks and Gardens, sporting fields, road verges, street trees, passive parklands and irrigation
- Buildings maintenance
- Aviation runway and apron
- Shire heavy and light fleet
- Works Depot
- Engineering workforce
- Bush Fire Brigade and associated equipment
- Civil Project

Major Projects 2013/2014:

Capital Projects General Information

Projects 2012/2013	Value	Status Complete	Completion Date
Footpath Stokes-Hughes	\$100,000	100%	15.3.13
Footpath Murat Rd	\$100,000	100%	25.4.13
Road Works and Drainage Payne Street and Pool Carpark (TCFR)		100%	24.6.13
Underground Power (TCFR)		100%	23.5.13
Federation Park (TCFR)		100%	30.6.13
Oval Lighting	\$500,000	100%	30.6.13
Tantabiddi Toilet Block	\$270,000	100%	30.6.13
Sea Walls Town Beach and Yacht Club (TCFR)	\$543,000	100%	26.7.13
LIA / Reid Street Flood Mitigation	\$1,750,000	100%	28.6.13
Town Centre and Foreshore Revitalisation (TCFR)	\$10,120,000	100%	10.6.14

Exmouth Town Centre and Foreshore Revitalisation Project:

The Exmouth Town Centre and Foreshore Revitalisation project cost \$10,120,000 of which \$6,000,000 was funded from the Royalties for Regions Gascoyne Revitalisation Plan to implement and construct the Exmouth Town Centre and Foreshore Revitalisation (ETCFR) Project – Stage 2; a project with a total value of \$9.616million. This project has been recognized as a project with high priority in the *Gascoyne Regional Development Plan 2010 – 2020* and follows on from the Stage 1 planning process, which has now been completed. The entire project is estimated to be worth \$23.67m and will be staged over several years.



The Shire, working alongside the Gascoyne Development Commission (GDC) and the Department of Planning has taken a positive approach to the development of Exmouth through future land use planning. The ETCFR Plan has been developed with the aim to ensure that the predicted growth of Exmouth is catered for in a successful manner. It allows for the future demand of retail and commercial floor space, and to ensure that Exmouth is attractive for all residents and visitors, with well-defined and connected nodes.

The works crew received many positive comments in particular regarding the town centre reconstruction works between Federation Park to Learmonth Street, the landscaping and absence of rubbish and litter within the town site.

The construction phase of the project included the following nine elements:

Thew Street

Reconstruction of Thew Street to be redefined as a street (rather than a parking area). It will be linked with Maidstone Crescent and provide accessibility to the retail main street and direct access to parking also linking in to parking for longer vehicles including caravans and campers.

Works include: Reconstruction of road and drainage, asphalt seal, kerb, footpath, verge treatment, road markings, signage, parking and the installation of underground power.

Redevelopment of Bonefish Car Park and Link to Maidstone Crescent

Bonefish Street Car Park's redevelopment will reduce the traffic adjacent to the Exmouth District High School.



Works include: verge treatment, demolition of existing public amenities and construction of new public amenities. Drainage works, markings, signage, lighting and kerbing.

Federation Park Redevelopment

Redevelopment will include an upgrade incorporating a market space, a town event space including a multi-use stage and improved pedestrian paths. A new water based playground will be installed with an amenities building, new street furniture, paving landscaping, lighting and shaded areas for an overall park rejuvenation.

Works include: demolition of existing park structures, clearing of debris and drainage channel, minor earthworks, feature paving, footpaths, paving outside pool, landscaping dry land and irrigated feature landscaping, public amenities building with screening area, water feature/interactive park, street furniture, shade structures, way finding, lighting, transformer, signage.

Realignment of Payne St and Redevelopment of Pool Car Park

Redevelopment will involve road realignment with a new road and parking bay for the swimming pool and link road to Maidstone Crescent

Works include: Reconstruction of road and drainage, bitumen seal, kerb, verge treatment, road markings, signage and parking. The installation of underground power and street lighting.

Redevelopment of Kennedy Street Mall

Redevelopment will enhance the street through hard landscaping, formalised tree planting and the creation of new commercial development sites. The street will be redesigned to function initially as a shared street where vehicles can share a slow speed environment with pedestrians.

Works include: New road construction, excavation works, materials and road base. Paving – trafficable and pedestrian, kerbing, street furniture, landscaping, signage, lighting. Demolition and relocation of a transformer to New Town Centre Car Park.

New Town Centre Car Park

Redevelopment and expansion of the existing car park between Kennedy and Learmonth Streets will be undertaken.

Works include: Construction of excavation and earthworks for a new vehicle parking area including long vehicles, materials, road base, seal, marking, kerbing, pathways, landscaping, lighting and signage. Construction of public amenities and a new transformer.

Town Beach Upgrade

Includes enhancement of the existing town beach to provide functional, comfortable, shaded and visually enticing parks to allow for greater numbers of visitors and locals to enjoy.

Works include: provision/installation of Limestone sea walls, bitumen sealing of car park, shade shelters, seating, shower, BBQ and landscaping.

Undergrounding of Power

Undergrounding of power network within the CBD

Signage, Audit, Sundries

RfR signage, project audit and sundries



LIA/Reid Street Flood Mitigation Project:

The Exmouth Townsite and North West Cape is subject to cyclones, causing strong winds and storms resulting in inundation of the coastal zone. Flooding of the coastal plain also occurs as a result of the combination of rain, high tides and low lying landform. Flooding associated with run-off from the Cape Range and storm/cyclone events is of particular concern, with the Exmouth Townsite having experienced two recent flood events. These events included severe Tropical Cyclone Vance in March 1999 and significant rain events that occurred in March 1999, June 2002 and April 2014 causing damage to property and roads.

The Shire of Exmouth in conjunction with the Department of Water completed the “*Exmouth Floodplain Management Study*” December 2007. The study proposed a floodplain development strategy for the Shire and assessed possible flood mitigation works. The study recommended both structural and non-structural flood mitigation measures, based on detailed hydrologic and hydraulic modeling and has been endorsed by the Shire and the Department of Water. These works have been recommended to minimize the impact of flooding on the town including the Light Industrial Area (LIA); Exmouth Marina Precinct, existing residences and businesses; and to assist with maintaining access between properties south of the LIA creek and town. The need for flood mitigation has also been identified to establish clear parameters for future development on land affected by the floodway/flood fringe. During a flood event, the breakout of floodwater from the LIA floodway substantially impacts the Exmouth community and ultimately the State Government. The works identified within this stage of the flood mitigation works would alleviate the affect should a 1:100 year flood event occur. A 1:100 year flood in most situations is associated with a cyclone however can occur independently of cyclones in Exmouth.

The implementation of these flood mitigation plans and measures will allow for compatible planning and use of the land on and surrounding the floodplains as a resource for future use and protect infrastructure to alleviate the financial and social impacts to the community, business and government in a flood event. This project will allow for the future sustainability and strategic growth of Exmouth.

This flood mitigation project is separated into 3 construction phases. Phase 1 has been completed. Phase 2 will commence in 2014 and Phase 3 as funding is identified and secured.

General

Roads

The Shire and Main Roads Western Australia strategise and plan road projects within the Shire. The Shire's road programs are submitted to Main Roads via the 'Roads 2025' program. This program governs the State and Federal Governments road funding grants to the Shire. The Shire has identified three priority roads which are part of the 'Roads 2025' program; Murat Road, Yardie Creek Road and Ningaloo Access Road.

Murat Road

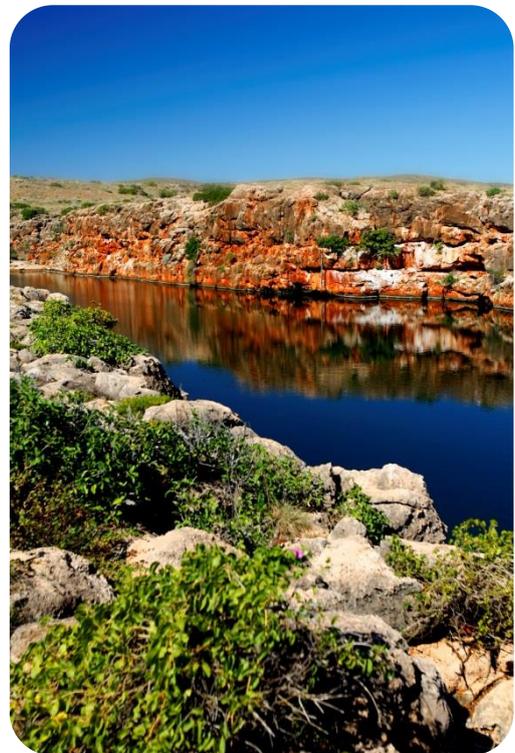
Murat Road is the only entrance road into the Exmouth town site. The road was originally designed and constructed in 1966 and has not been redesigned since. Murat Road is defined as a Regional Distributor which services a significant tourist destination and the Exmouth community. The current re-engineering of Murat Road is based on the "*Road Safety Audit*" recommendations and design consultation with Main Roads. The development strategy is to upgrade Murat Road to a standard which allows for increased traffic volumes due to development and increases in tourism. Murat Road is being constructed to a Type 4 standard with improved geometric and intersection design, drainage, road width and surface treatments. In addition improved off road facilities (street lighting, parking, pedestrian and landscaping) will be provided.

Yardie Creek Road

Yardie Creek Road (YCR) provides sealed access to the West Coast of Cape Range up to Yardie Creek. The road services multiple beach accesses and the Cape Range National Park. The development strategy is to upgrade Yardie Creek Road to a Type 4 standard which allows for increased traffic volumes due to development and increases in tourism. The redesign focuses on improved geometric design, drainage, road width and surface treatments.

Ningaloo Access Road

In March 2012 a bush fire started on the southern and northern side of Ningaloo Road. The fire scar is approximately 10 kilometres long interfacing with the road. As a result of the loss of vegetation and the summer wind pattern sand is drifting in a northerly direction over the road. The road conditions sand drift assessed could be described as; very deep sand drifts and complete road coverage varying in depth to 700mm. Sand lumps forming intermittently 3 to 6 metres wide and 5 to 7 metres between formations. The sand drift road reserve volume is estimated at 30,000 to 40,000m³ as of 31 October 2012. Final drift estimates will be undertaken at the end of February 2013. The Shire does not have the financial resources to remove this sand drift.



The increasing financial demands associated with maintaining Ningaloo Road and no increases in funding revenue continues to compound the maintenance and preservation costs associated with the road. Road preservation works such as carriageway reconditioning and construction including the supply and application of gravel are beyond the Shire's resource and financial capacity. The road construction gravels available in proximity to Ningaloo Road are low quality and would be described calcareous material, shelly sands, coral grave, limestone with a high sand concentrate. These materials have a high failure rate.

The Shire cannot afford or keep up with the level of pavement disintegration that is occurring on Ningaloo Road nor can the Shire afford to purchase and cart processed gravels. Even if the



maintenance funds and operations are maintained at the current level, asset value will degrade and then drop in severability. Ultimately it would be expected that much of the Ningaloo Road would effectively revert to a Level 1 road.

Gravel Reserves Road Construction and Maintenance

The Shire and the Department of Environment and Conservation organized the “*Biodiversity Values of Basic Raw Materials within Cape Range*” report which establishes what locations can be developed for gravel extraction with minimum impact on the environmental values of Cape Range. The extraction site management plans will be developed in 2013/2014. This plan will manage extraction, operations and rehabilitation of the Shire’s Pindan Pit and Gravel Reserves.

Staff and Structure

There were no increases in staffing levels for 2013/2014. The morale of the outdoor work force is good with no lost time to industrial action. Sick leave was maintained to approximately 2.5% of the total job hours allocated. There were no significant work place injuries. The department has monthly safety meetings/and toolbox meeting; minutes are taken. The department is developing the Workplace Safety and Health plans including the associated training.

Staff development programs planned for 2013/2014 year included the continuation of Civil Engineering, Horticultural and Administration traineeships. Three staff are undertaking further education in Civil Engineering Works and Horticulture.

Waste Collection

Rubbish truck and waste services were delivered consistently over 365 days.

Plant and Equipment

The Shire’s 10 year fleet replacement program has resulted in a modern fleet of heavy and light vehicles which is rarely seen in small rural Local Governments.

The approach taken to manage the Shire fleet is based on the Institute of Public Works Engineering Australia “*Plant and Vehicle Management*” (IPWEA) program.

This will ensure optimum trade cycles and service programming will substantially lower the cost of fleet and plant operations. The goal is high utilization, optimum replacement, minimum down time and proactive failure management. Fleet utilizations and the fleet replacement program are benchmarked annually against the IPWEA benchmarking guidelines.

The purchase of a road sweeper has improved the presentation and safety of the road network.

Buildings

The building maintenance and preservation budget remains at 2.5% of the insured value of the buildings; 1% for reactive works and; 1.5% for preservation works.

The Exmouth Shire is responsible for the delivery of building facilities in line with the Shire’s overarching service delivery agenda and priorities. Accordingly, the Shire’s plans are being developed to recognise current and future risks including changes in building and electrical codes, service demands, changes in delivery methods, and changes in the level of resources available.

Statutory Reports

Strategic Community Plan 2011-2021

As part of the Integrated Planning framework which was introduced by the State Government in July 2012, the Shire of Exmouth adopted its Strategic Community Plan in November 2011 following extensive consultation with the community to provide for the visions and aspirations for the Shire's future direction.

The Plan provides the objectives and strategies for the key themes, including:

- Economic
- Environment
- Social
- Civic Leadership

A copy of the Strategic Community Plan 2011-2021 is available on the Shire's website at www.exmouth.wa.gov.au.

Corporate Business Plan 2014-2018

Council adopted its Corporate Business Plan in June 2014 and provides for the projects that are aligned with the objectives and strategies of the Community Strategic Plan for the next four years. This is also a requirement of the Integrated Planning Reporting Framework.

The Corporate Business Plan provides for the delivery of community services and has been aligned to each objective of the Strategic Community Plan

Record Keeping Plan

In accordance with the State Records Act 2000, the Shire of Exmouth and all its employees are legally obliged to comply with the Shire's Record Keeping Plan. This Plan had been endorsed by the State Records Office of Western Australia in 2010. A review of the plan was carried out in 2014 and a copy is with the State Records Office for endorsement.

National Competition Policy Statement

The Competition Principles Agreement is an Inter-government Agreement between the Commonwealth and State/Territory Governments that sets out how government will apply National Competition Policy principles to public sector organisations within their jurisdiction.

The State Government released a Policy Statement effective from July 1996 called the Clause 7 Statement, which forms part of the Competition Principles Agreement. The Clause 7 policy document sets out nominated principles from the Agreement that now apply to Local Government. The provisions of Clause 7 of the Competition Principles Agreement require Local Government to report annually as to the implementation, application and effects of the Competition Policy.

The Competition Principles Agreement, under Clause 7, specifies three broad areas of reporting, they are:

- Competitive Neutrality
- Structural Review of Public Monopolies; and
- Legislative Review

In accordance with the requirements of the National Competition Policy the Shire of Exmouth makes the following disclosure for 2013/14.

Competitive Neutrality

The objective of competitive neutrality is the elimination of resource allocation distortions arising out of local government ownership of significant business activities.

The Shire of Exmouth does not operate a business enterprise that has been classified by the Australian Bureau of Statistics as either a Public Trading Enterprise or Public Financial Enterprise.

The number of activities to which competitive neutrality principles have been applied in the reporting period is: One (1) – Learmonth Aviation Operations.

The number of activities to which competitive neutrality principles have been considered but not applied in the reporting period is: One (1) - Learmonth Aviation Operations

Implementation Timetable

This was carried out by Council and a Report for the operation of the Learmonth Aviation Operations was submitted to the Department of Local Government. The Report is available at the Shire of Exmouth Council Offices. The Report concluded that competitive neutrality not be applied to the Learmonth Aviation Operations. Council will continue to monitor the benefits of applying competitive neutrality on an ongoing basis.

Structural Review of Public Monopolies

In relation to Structural review of public monopolies the Shire of Exmouth discloses the following:

Structural reform principals have been applied to the following number of activities in the reporting period: Zero (0)

Structural reform principals have been considered but not applied to the following number of activities in the reporting period: Zero (0)

Legislative Review

Parties to the National Competition Policy package agreed that legislation should not restrict competition unless:

- The benefits of the restriction to the community as a whole outweigh the costs; and
- The objectives of the legislation can only be achieved by restricting competition.

Accordingly, the Shire of Exmouth is required to implement a systematic review of all its existing legislation to determine whether there are any direct or indirect effects on competition.

In relation to a Legislative Review the Shire of Exmouth discloses that:

As at the reporting date the below By-laws and Local Laws are currently under review and will be reformed as a result of any legislative review

- Local Laws Relating to Fencing;
- Local Laws Relating to Parking;

- Local Laws relating to Exmouth Public Cemetery;
- Dogs Local Law;
- Local Government Property Local Law;
- Local Law Standing Orders;
- Activities on Thoroughfares and Trading in thoroughfares and Public Places Local Law.

As part of the review of all By-Laws and Local Laws, the following By-Laws are repealed:

By-Laws Relating to:

- ✓ Motels, published in the Government Gazette of 29 April 1964;
- ✓ Old Refrigerators and Cabinets, published in the Government Gazette of 29 April 1964;
- ✓ Petrol Pumps, published in the Government Gazette of 3 August 1966;
- ✓ Storage of Inflammable Liquid, published in the Government Gazette of 29 April 1964;
- ✓ Signs, Hoardings and Billposting, published in the Government Gazette of 29 April 1964;
- ✓ Deposit of Refuse and Litter, published in the Government Gazette of 11 November 1965;
- ✓ Clearing of Land and depositing and Removal of refuse, Rubbish and Disused Materials, published in the Government Gazette of 16 November 1966;
- ✓ Holiday Cabins and Chalets, published in the Government Gazette of 31 October 1968;
- ✓ Vehicle Wrecking, published in the Government Gazette of 24 March 1969;
- ✓ Sick Leave, published in the Government Gazette of 17 November 1972.

Legislative Review and Reform Strategy

The Shire of Exmouth will ensure that any proposals for the development of new Local Laws from January 1, 1997 will take into account the requirements of Clause 7 of the Competition Policy Statement.

Freedom of Information

During 2013/14 Financial Year, the Shire of Exmouth received 5 requests for information under the Freedom of Information Act 1992. These were actioned in accordance with requirements of the Act.

Register of Complaints

Division 5 and Division 9 of the Local Government Act 1995 set out the statutory obligations of the Shire in respect of annual report and the conduct of certain officials. Section 5.121 details specific requirements in respect of the need to record details of entries made during the financial year in the register of complaints of minor breaches.

For the period ended 30 June 2014, the CEO had received nil complaints.

Disability Access and Inclusion Plan

Ongoing implementation of the Shire's Disability Access & Inclusion Plan (DAIP) took place during the year 2013-2014.

The new Disability Access & Inclusion Plan (DAIP) 2013-2018 was developed the previous year in accordance with current legislation and is being implemented accordingly.

Over the year, the Shire has continued to implement various initiatives and programs contained within the DAIP. The Shire of Exmouth has upgraded some existing facilities and services, within budget constraints.

Of special note is that the Shire hosted "The Ride" which toured WA from October - December 2013 to promote road safety. It also helped the WA community to better understand the impact of living with a disability, 'The Ride' is a moving, funny and inspirational film which follows Jim, Anton and Terry (paraplegics) and Craig (quadriplegic) as they 'go bush' on a 5000km quad bike adventure.

The screening of the documentary in Exmouth was one of the best attended in the State! The event was locally supported by the Shire of Exmouth and the Exmouth Community Support Group. About 80 people attended the evening and had a chance to meet one of the riders from the documentary for a question & answer session.

- All staff completed a questionnaire to establish training needs re access and inclusion
- Pavement fixed where issues had been identified by members of the DAIP working group
- Youth Action Exmouth group have completed a handbook for organising events which includes reference to better access and inclusion.
- Initiatives undertaken by your agents or contractors to enhance access and inclusion.
- More ACROD bays available as a result of town centre revitalisation scheme
- Better ramp access in town centre

The Shire continues to reports on the achievements of the Plan on an annual basis to the Disability Services Commission.

Outcomes towards the Shire of Exmouth's Disability Access & Inclusion Plan

1. *People with disabilities have the same opportunities as other people to access the services of, and any events organised by, a public authority:*
 - Access to Shire organised events enables people with disabilities to attend. This includes Australia Day, commemorative services and large scale community celebrations.
2. *People with disabilities have the same opportunities as other people to access the buildings and other facilities of a public authority:*
 - Ongoing footpath improvements like installation of on/off ramps, replacement of uneven slabs and maintenance of dual use paths network.
 - Maintenance of ACROD parking bays like re-marking of bays, monitoring of appropriate use by Ranger Services
 - Additional ACROD parking bays installed around the Ross Street Mall and at Learmonth Airport.
 - Additional disability access toilets installed around the town centre.
3. *People with disabilities receive information from a public authority in a format that will enable them to access the information as readily as other people are able to access it:*
 - A wide range of information is made available to all residents of Exmouth via the Shire's monthly newsletter, emails, Community Notice Board, website and local newspapers/radio;
 - Information can be made available on request in a variety of formats, where practicable;
 - The Shire's website underwent a major revamp in 2013 and is better accessible and easier to navigate with more information uploaded throughout the year.
4. *People with disabilities receive the same level and quality of service from the staff of a public authority as other people receive from the staff of that public authority:*
 - All Shire employees read and sign an Induction Manual agreeing to adhere to a range of policies and procedures which includes an Equal Opportunities policy
 - The Executive Manager Community Engagement has a designated responsibility for access and inclusion issues and seeks professional advice from organisations such as the Disability Services Commission and WALGA as appropriate.

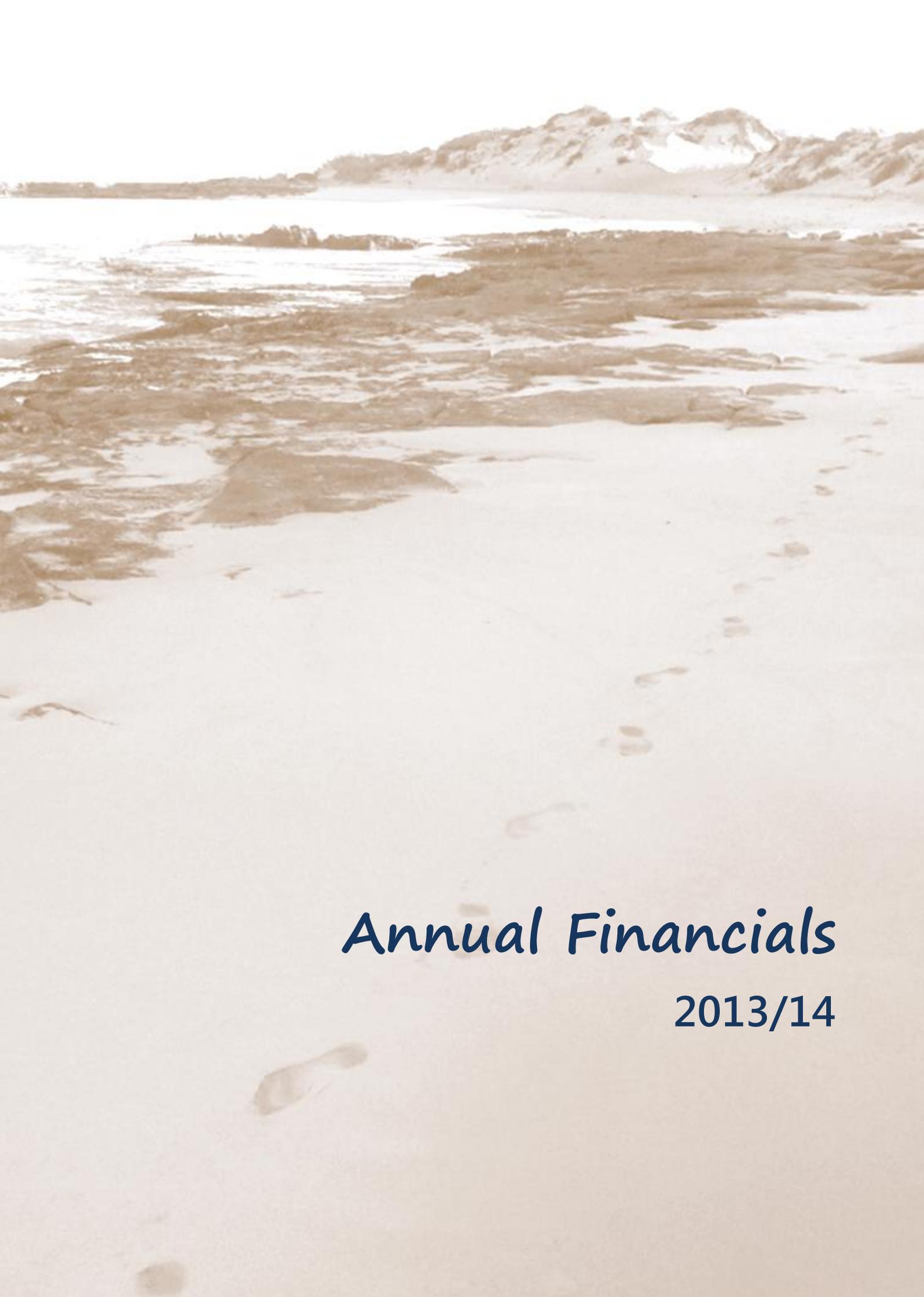
5. *People with disabilities have the same opportunities as other people to make complaints to a public authority:*
 - The Shire has a formal complaints procedure and complaints can be made in person, in writing, via phone, fax or email and via the feedback mechanism on the website.

6. *People with disabilities have the same opportunities as other people to participate in any public consultation by a public authority:*
 - The Shire has a number of Committees which include community representatives and all members of our community are welcome to nominate at the appropriate time.
 - The Shire's monthly Ordinary Council Meeting agendas and minutes are available on the website. Council meetings are open to the public and there is an opportunity for members of the public to ask questions at each meeting.
 - The Shire continues to undertake community and stakeholder consultation across a wide range of issues and these processes are open to all who wish to participate and contributions can be made in a variety of ways: face to face, phone, electronic, in writing etc. The Shire ensures that all venues used are accessible to people with disabilities.

Employees Remuneration

Set out below, in bands of \$10,000 is the number of employees of the Shire entitled to an annual salary or \$100,000 or more.

Salary Range (\$)	2014	2013	2012	2011	2010
100,000 – 109,999	3				
110,000 – 119,999					1
120,000 – 129,999			2	1	
130,000 – 139,999	1				
140,000 – 149,999					
150,000 – 159,000	1	1			



Annual Financials

2013/14

SHIRE OF EXMOUTH

2013/14 Financial Report

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**SHIRE OF EXMOUTH
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2013**

**LOCAL GOVERNMENT ACT 1995
LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996**

STATEMENT BY CHIEF EXECUTIVE OFFICER

The attached financial report of the Shire of Exmouth being the annual financial report and supporting notes and other information for the financial year ended 30th June 2014 are in my opinion properly drawn up to present fairly the financial position of the Shire of Exmouth at 30th June 2014 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 regulations under that Act.

Signed on the 12 day of November 2014.



B Price
Chief Executive Officer

SHIRE OF EXMOUTH
Statement of Comprehensive Income
By Nature or Type
for the Year Ended 30 June 2014

	NOTE	2014 \$	2014 Budget \$	2013 \$
Revenue				
Rates	23	2,955,092	2,953,684	2,964,770
Operating Grants, Subsidies & Contributions	29	1,339,868	1,514,741	3,192,842
Fees and Charges	28	7,354,381	6,783,027	7,703,203
Interest Earnings	2(a)	272,113	203,872	417,166
Other Revenue		145,195	5,900	266,895
		<u>12,066,649</u>	<u>11,461,224</u>	<u>14,544,877</u>
Expenses				
Employee Costs		(5,496,899)	(5,622,558)	(5,326,440)
Materials and Contracts		(3,037,328)	(4,107,366)	(3,112,758)
Utility Charges		(644,604)	(745,764)	(628,671)
Depreciation on Non-current Assets	2(a)	(3,870,471)	(2,873,588)	(3,184,433)
Interest Expenses	2(a)	(79,985)	(79,984)	(91,743)
Insurance Expenses		(540,104)	(499,881)	(451,297)
Other Expenditure		(437,701)	(407,962)	(1,401,115)
		<u>(14,107,092)</u>	<u>(14,337,103)</u>	<u>(14,196,457)</u>
		(2,040,442)	(2,875,879)	348,421
Non Operating Grants, Subsidies & Contributions	29	6,352,714	8,634,766	4,910,840
Fair Value decrement to Fixed Assets		(1,020,034)	0	0
Profit on Asset Disposals	21	128	24,377	132,706
Loss on Asset Disposals	21	(574,862)	0	(386,052)
NET RESULT		<u>2,717,504</u>	<u>5,783,265</u>	<u>5,005,915</u>
Other Comprehensive Income				
Changes on revaluation of non-current assets	13	0	0	23,352,431
Total Other Comprehensive Income		<u>0</u>	<u>0</u>	<u>23,352,431</u>
TOTAL COMPREHENSIVE INCOME		<u>2,717,504</u>	<u>5,783,265</u>	<u>28,358,346</u>

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

SHIRE OF EXMOUTH
Statement of Comprehensive Income
By Program

for the Year Ended 30 June 2014

	NOTE	2014 \$	2014 Budget \$	2013 \$
Revenue				
	2(a)			
General Purpose Funding		4,128,504	4,066,712	5,177,807
Governance		6,341	51,000	9,311
Law, Order, Public Safety		79,983	53,250	65,004
Health		49,231	43,897	46,768
Education and Welfare		41,136	36,778	118,654
Housing		268,405	232,910	233,817
Community Amenities		962,310	1,077,220	1,106,761
Recreation and Culture		326,562	202,385	901,305
Transport		5,744,564	5,257,521	6,407,627
Economic Services		337,899	362,301	323,303
Other Property and Services		121,713	77,250	154,518
		<u>12,066,648</u>	<u>11,461,224</u>	<u>14,544,875</u>
Expenses Excluding Finance Costs				
	2(a)			
General Purpose Funding		(84,910)	(598,940)	(77,575)
Governance		(454,108)	(81,915)	(424,719)
Law, Order, Public Safety		(359,388)	(417,823)	(307,560)
Health		(265,284)	(320,589)	(214,996)
Education and Welfare		(93,744)	(104,597)	(190,944)
Housing		(357,434)	(369,037)	(383,823)
Community Amenities		(1,898,676)	(2,139,168)	(2,473,330)
Recreation & Culture		(3,146,462)	(3,077,862)	(3,064,208)
Transport		(6,490,017)	(6,211,725)	(6,180,995)
Economic Services		(785,660)	(916,086)	(704,668)
Other Property and Services		(91,422)	(19,376)	(81,893)
		<u>(14,027,105)</u>	<u>(14,257,119)</u>	<u>(14,104,711)</u>
Finance Costs				
	2(a)			
Housing		(58,308)	(58,307)	(62,552)
Community Amenities		(3,803)	(3,803)	(9,390)
Recreation & Culture		0	0	(405)
Other Property & Services		(17,874)	(17,874)	(19,396)
		<u>(79,985)</u>	<u>(79,984)</u>	<u>(91,743)</u>
Non Operating Grants Subsidies & Contributions				
Law, Order, Public Safety		0	0	9,018
Housing		0	0	0
Community Amenities		0	399,570	0
Recreation & Culture		2,659,538	3,500,943	2,772,816
Transport		3,607,090	4,734,253	2,069,805
Economic Services		86,086	0	59,200
		<u>6,352,714</u>	<u>8,634,766</u>	<u>4,910,840</u>
Fair Value Decrements to Fixed Assets				
Other Property & Services		(1,020,034)	0	0
Profit/(Loss) on Disposal of Assets				
Other Property & Services		(574,734)	24,377	(253,346)
		<u>(1,594,768)</u>	<u>24,377</u>	<u>(253,346)</u>
NET RESULT		2,717,504	5,783,265	5,005,915
Other Comprehensive Income				
Changes on revaluation of non-current assets	13	0	0	23,352,431
Total Other Comprehensive Income		<u>0</u>	<u>0</u>	<u>23,352,431</u>
TOTAL COMPREHENSIVE INCOME		<u>2,717,504</u>	<u>5,783,265</u>	<u>28,358,346</u>

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

SHIRE OF EXMOUTH
Statement of Financial Position
As at 30 June 2014

	NOTE	2014 \$	2013 \$
CURRENT ASSETS			
Cash and Cash Equivalents	3	6,327,306	8,162,348
Trade and Other Receivables	5	2,279,673	3,096,400
Inventories	6	55,661	55,088
TOTAL CURRENT ASSETS		<u>8,662,640</u>	<u>11,313,836</u>
NON-CURRENT ASSETS			
Other Receivables	5	269,773	372,710
Property, Plant and Equipment	7	39,792,436	36,515,701
Infrastructure	8	37,505,933	34,427,824
		<u>77,568,142</u>	<u>71,316,235</u>
TOTAL ASSETS		<u>86,230,782</u>	<u>82,630,071</u>
CURRENT LIABILITIES			
Trade and Other Payables	9	2,624,045	1,675,196
Current Portion of Long Term Borrowings	10	105,882	214,637
Provisions	11	803,575	719,963
TOTAL CURRENT LIABILITIES		<u>3,533,502</u>	<u>2,609,796</u>
NON-CURRENT LIABILITIES			
Long Term Borrowings	10	1,335,121	1,447,231
Provisions	11	168,897	95,287
TOTAL NON-CURRENT LIABILITIES		<u>1,504,018</u>	<u>1,542,518</u>
TOTAL LIABILITIES		<u>5,037,520</u>	<u>4,152,314</u>
NET ASSETS		<u>81,193,262</u>	<u>78,477,757</u>
EQUITY			
Retained Surplus		43,163,700	38,489,834
Reserves - Cash/Investment Backed	12	5,227,075	7,183,436
Revaluation Surplus	13	32,802,487	32,804,487
TOTAL EQUITY		<u>81,193,262</u>	<u>78,477,757</u>

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

SHIRE OF EXMOUTH
Statement of Changes in Equity
for the Year Ended 30 June 2014

	RETAINED SURPLUS	RESERVES CASH/ INVESTMENT BACKED	REVALUATION SURPLUS	TOTAL EQUITY
	\$	\$	\$	\$
Balance as at 1 July 2012	32,536,715	8,130,640	9,452,056	50,119,411
Prior Period Adjustment	0	0	23,886,266	23,886,266
Restated Balance	<u>32,536,715</u>	<u>8,130,640</u>	<u>33,338,322</u>	<u>74,005,677</u>
Comprehensive Income				
Net Result	5,005,915			5,005,915
Changes on Revaluation of Non Current Assets		0	(533,835)	(533,835)
Correction of Errors				0
Total Other Comprehensive Income	<u>5,005,915</u>	<u>0</u>	<u>(533,835)</u>	<u>4,472,080</u>
Transfer from/(to) Reserves	<u>947,204</u>	<u>(947,204)</u>	<u>0</u>	<u>0</u>
Balance as at 30 June 2013	<u>38,489,834</u>	<u>7,183,436</u>	<u>32,804,487</u>	<u>78,477,757</u>
Comprehensive Income				0
Net Result	2,717,504	0	0	2,717,504
Change on Revaluation of Non-Current Assets			(2,000)	(2,000)
Total Other Comprehensive Income	<u>2,717,504</u>	<u>0</u>	<u>(2,000)</u>	<u>2,715,504</u>
Transfer from/(to) Reserves	<u>1,956,362</u>	<u>(1,956,362)</u>	<u>0</u>	<u>0</u>
Balance as at 30 June 2014	<u>43,163,700</u>	<u>5,227,075</u>	<u>32,802,487</u>	<u>81,193,262</u>

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

SHIRE OF EXMOUTH

Statement of Cash Flows

for the Year Ended 30 June 2014

	NOTE	2014 \$	2014 Budget \$	2013 \$
Cash Flows From Operating Activities				
Receipts				
Rates		3,677,432	3,249,052	2,801,807
Operating Grants, Subsidies & Contributions		1,339,868	1,514,741	3,192,842
Fees and Charges		7,445,167	7,122,178	7,993,720
Interest Earnings		272,113	203,872	417,166
Goods and Services Tax		1,281,821	1,411,494	1,199,019
Other Revenue		145,195	5,900	266,896
		<u>14,161,596</u>	<u>13,507,238</u>	<u>15,871,450</u>
Payments				
Employee Costs		(5,339,677)	(5,704,083)	(5,181,195)
Materials and Contracts		(2,278,821)	(4,391,252)	(3,359,779)
Utility Charges		(549,719)	(763,318)	(657,283)
Insurance Expenses		(540,104)	(499,881)	(451,297)
Interest Expenses		(79,985)	(79,984)	(91,743)
Goods and Services Tax		(1,229,033)	(1,411,494)	(1,227,386)
Other Expenditure		(342,814)	(407,962)	(1,429,727)
		<u>(10,360,153)</u>	<u>(13,257,973)</u>	<u>(12,398,409)</u>
Net Cash Provided By Operating Activities	14(b)	<u>3,801,443</u>	<u>249,265</u>	<u>3,473,041</u>
Cash Flows from Investing Activities				
Payments for Purchase of Property, Plant & Equipment		(5,527,875)	(4,410,838)	(2,651,015)
Payments for Construction of Infrastructure		(6,296,079)	(8,305,813)	(5,869,769)
Grants/Contributions for the Development of Assets		6,352,714	8,634,766	4,910,840
Proceeds from Sale of Plant & Equipment		1,869	37,500	254,462
		<u>(5,469,371)</u>	<u>(4,044,385)</u>	<u>(3,355,482)</u>
Net Cash Used in Investing Activities		<u>(5,469,371)</u>	<u>(4,044,385)</u>	<u>(3,355,482)</u>
Cash Flows from Financing Activities				
Repayment of Debentures		(220,864)	(220,864)	(220,222)
Community Loan Advances		0	0	(334,000)
Proceeds from New Debentures		0	0	0
Proceeds from Community Loans		53,750	0	72,500
		<u>53,750</u>	<u>0</u>	<u>72,500</u>
Net Cash Provided By (Used In) Financing Activities		<u>(167,114)</u>	<u>(220,864)</u>	<u>(481,722)</u>
Net Increase (Decrease) in Cash Held		<u>(1,835,042)</u>	<u>(4,015,984)</u>	<u>(364,163)</u>
Cash at Beginning of Year		8,162,348	8,162,348	8,526,511
Cash and Cash Equivalents at the End of Year	14(a)	<u><u>6,327,306</u></u>	<u><u>4,146,364</u></u>	<u><u>8,162,348</u></u>

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

SHIRE OF EXMOUTH

Rate Setting Statement

for the Year Ended 30 June 2014

	NOTE	2014 Actual \$	2014 Budget \$	2013 Actual \$
REVENUES				
General Purpose Funding		1,213,982	1,151,776	2,265,914
Governance		6,341	51,000	9,311
Law, Order, Public Safety		79,983	53,250	74,022
Health		49,231	43,897	46,768
Education and Welfare		41,136	36,778	118,654
Housing		268,405	232,910	233,817
Community Amenities		962,310	1,476,790	1,106,761
Recreation and Culture		2,986,100	3,703,328	3,674,121
Transport		9,351,654	9,991,774	8,477,432
Economic Services		423,985	362,301	382,503
Other Property and Services		121,841	101,627	287,226
		<u>15,504,968</u>	<u>17,205,431</u>	<u>16,676,529</u>
EXPENSES				
General Purpose Funding		(84,910)	(598,940)	(77,575)
Governance		(454,108)	(81,915)	(424,719)
Law, Order, Public Safety		(359,388)	(417,823)	(307,560)
Health		(265,284)	(320,589)	(214,996)
Education and Welfare		(93,744)	(104,597)	(190,944)
Housing		(415,742)	(427,344)	(446,375)
Community Amenities		(1,902,479)	(2,142,971)	(2,482,720)
Recreation & Culture		(3,146,462)	(3,077,862)	(3,064,613)
Transport		(6,490,017)	(6,211,725)	(6,180,995)
Economic Services		(785,660)	(916,086)	(704,668)
Other Property and Services		(1,704,193)	(37,251)	(1,021,179)
		<u>(15,701,987)</u>	<u>(14,337,104)</u>	<u>(15,116,343)</u>
Net Result Excluding Rates		(197,019)	2,868,328	1,560,186
Adjustments for Cash Budget Requirements:				
Non-Cash Expenditure and Revenue				
Decrement on revaluation of non-current assets		1,020,034	0	533,835
(Profit)/Loss on Asset Disposals	21	574,734	(24,377)	253,346
Movement in Accrued Interest				
Movement in Deferred Pensioner Rates (Non-Current)		(5,814)	0	(4,922)
Movement in Employee Benefit Provisions		157,222	0	145,245
Depreciation and Amortisation on Assets	2(a)	3,870,471	2,873,588	3,184,433
Capital Expenditure and Revenue				
Purchase Land and Buildings		(4,376,218)	(3,465,088)	(364,706)
Purchase Infrastructure Assets - Roads		(2,925,645)	(4,522,678)	(1,460,765)
Purchase Infrastructure Assets - Other		(3,925,271)	(3,783,135)	(5,288,028)
Purchase Plant and Equipment		(409,334)	(630,100)	(1,036,128)
Purchase Furniture and Equipment		(187,483)	(314,150)	(397,549)
Purchase Paintings & Sculptures		0	(1,500)	0
Payments for Works in Progress		0	0	26,393
Proceeds from Disposal of Assets	21	1,869	37,500	254,462
Repayment of Debentures	22	(220,864)	(220,864)	(220,222)
Proceeds from New Debentures	22	0	0	0
Proceeds from Community Groups	22	53,750	79,000	72,500
Advances to Community Groups	22	0	0	(334,000)
Transfers to Reserves (Restricted Assets)	12	(2,157,870)	(1,162,672)	(3,494,752)
Transfers from Reserves (Restricted Assets)	12	4,114,232	2,910,531	4,441,956
ADD Estimated Surplus/(Deficit) July 1 B/Fwd	23(b)	2,451,204	2,451,204	1,668,027
LESS Estimated Surplus/(Deficit) June 30 C/Fwd	23(b)	752,520	10,522	2,451,204
Amount Required to be Raised from Rates	23(a)	<u>(2,914,522)</u>	<u>(2,914,936)</u>	<u>(2,911,893)</u>

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

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) 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 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 also 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.

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 20 to these financial statements.

(b) Goods and Services Tax

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.

(c) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks, other short term highly liquid investments with 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 on the statement of financial position.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(d) 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.

(e) Inventories

General

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

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

Land Held for Resale

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

(f) 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.

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 the assets of the local government that 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 EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(f) Fixed Assets (continued)

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.

Whilst they would be initially recorded at cost, fair value at the date of acquisition was deemed cost as per AASB 116.

Consequently, these assets were initially recognised at cost but revalued along with other items of Land and Buildings as at 30 June 2013.

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 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.

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.

Transitional Arrangement

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.

Early Adoption of AASB13 - Fair Value Measurement

Whilst the new accounting standard in relation to Fair Value, AASB 13 - Fair Value Measurement only become applicable for the year ended 30 June 2014 (in relation to Council), given the legislative need to commence using Fair Value methodology in the previous reporting period (year ended 30 June 2013) the Council chose to early adopt AASB 13 (as allowed for in the standard).

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(f) Fixed Assets (continued)

Early Adoption of AASB13 - Fair Value Measurement (continued)

As a consequence, the principles embodied in AASB 13 - Fair Value Measurement have been applied to the previous reporting period (year ended 30 June 2013).

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.

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.

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 treated in one of the following ways:

- a) 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; or
- b) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

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

Buildings	40 Years
Furniture and Equipment	
Electronic Equipment	3-5 Years
All other Items	5-10 Years
Plant and Equipment	
Heavy Plant & Equipment	3-10 Years
Light to Medium Vehicles	2-5 Years
Light Mobile Equipment	2 Years
Infrastructure	
Road Base Construction	40 Years
Road Seals - Aggregate	12 Years
Road Seals - Asphalt	20 Years
Road (Unsealed) - Gravel	8 Years
Road (Unsealed) - Unformed	6 Years
Road Kerb	50 Years
Bridges	50 Years
Drains/Sewers	75 Years
Airfield - Runways	12 Years
Other	50-100 Years

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(f) Fixed Assets (continued)

Depreciation (continued)

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.

Capitalisation Thresholds

Expenditure on items of equipment under \$5,000 is not capitalised, rather, it is recorded on an asset inventory listing.

(g) 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 (ie 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 (ie 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 (ie the market that maximises the receipts from the sale of the asset after taking into account transactions 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.

Fair Value Hierarchy

AASB 13 requires the disclosure of fair value information by level of the fair value hierarchy, which categories fair value measurement into one of three possible levels based on the lowest level that are 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.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(g) Fair Value of Assets and Liabilities (continued)

Fair Value Hierarchy (continued)

The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

Valuation techniques

The 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:

Market approach

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

Income approach

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

Cost approach

Valuation techniques that reflect the current replacement cost of 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.

(h) Financial Instruments

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 (ie 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.

Classification and Subsequent Measurement

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

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) Financial Instruments (continued)

Classification and Subsequent Measurement (continued)

The effective interest method used is 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 predicated, 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.

(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 EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) Financial Instruments (continued)

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 has 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 amount.

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.

(i) 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 the other standard.

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

(j) 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 EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Employee Benefits

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 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.

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 remeasurement for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

The 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 provisions.

(l) 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.

(m) Provisions

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

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

(n) 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.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(n) Leases (continued)

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

(o) Investments 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.

Where 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.

(p) 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. Refer to note 1(o) for a description of the equity method of accounting.

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 17.

(q) 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 2(c). 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 operation for the current reporting period.

(r) Superannuation

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

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(s) 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 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 resale where it is held as non-current based on Council's intentions to release for sale.

(t) Rounding Off Figures

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

(u) Comparative Figures

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

When Council applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statement, a statement of financial position as at the beginning of the earliest period will be disclosed.

The following comparative figures have been restated to conform with AASB 116, whereby the net revaluation decrease in the carrying amount of a class of asset had not been netted off against revaluation increases for Land and Buildings, Furniture and Equipment and Plant and Equipment for year ended 30 June 2013.

	As restated	As previously presented
	\$	\$
Statement of Comprehensive Income		
Other Comprehensive Income		
Changes on revaluation of non-current assets	23,352,431	(533,835)
Total Comprehensive Income	28,358,346	4,472,080
Statement of Financial Position		
Reserves - Asset Revaluation	32,804,487	33,338,322
Total Equity	78,477,757	78,477,757
Statement of Changes in Equity		
Retained Surplus		
Net Result	5,005,915	4,472,080
Balance as at 30 June 2013	38,489,834	37,955,999
Revaluation Surplus		
Change on Revaluation of Non-Current Assets	23,352,431	23,886,266
Balance as at 30 June 2013	32,804,487	33,338,322
Total Equity		
Net Result	5,005,915	4,472,080
Change on Revaluation of Non-Current Assets	23,352,431	23,886,266
Balance as at 30 June 2013	78,477,757	78,477,757

(v) 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 EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(w) 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 Council.

Management's assessment of the new and amended pronouncements that are relevant to the Council, 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	December 2013	1 January 2017	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 Council, 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)	December 2013	1 January 2017	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 Council (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]

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

	Title	Issued / Compiled	Applicable ⁽¹⁾	Impact
(iii)	AASB 2011 - 7 Amendments to Australian Accounting Standards arising from the Consolidation and Joint Arrangement Standards [Not-For-Profit entities] [AASB 1, 3, 5, 7, 9, 2009-11, 101, 107, 112, 118, 121, 124, 131, 132, 133, 138, 139, 1023 & 1038 and Interpretations 5, 9, 16 & 17]	December 2012	1 January 2014	Consequential changes to various standards arising from the issuance of AASB 10, 11, 12, 127 and 128. It is not expected to have a significant impact on Council.
(iv)	AASB 2012-3: Amendments to Australian Accounting Standards - Offsetting Financial Assets and Financial Liabilities [AASB 132]	June 2012	1 January 2014	This Standard adds application guidance to AASB 132: Financial Instruments: Presentation to address potential inconsistencies identified in applying some of the offsetting criteria of AASB 132, including clarifying the meaning of "currently has a legally enforceable right of set-off" and that some gross settlement systems may be considered equivalent to net settlement. This Standard is not expected to significantly impact the Council's financial statements.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

	Title	Issued / Compiled	Applicable ⁽¹⁾	Impact
(v)	AASB 2013 - 3: Amendments to AASB 136 - Recoverable Amount Disclosures for Non-Financial Assets	June 2013	1 January 2014	<p>This standard makes amendments to AASB 136 and includes requirements to disclose additional information when present value techniques are used to measure the recoverable amount of impaired assets.</p> <p>It is not expected to have a significant impact on Council.</p>
(vi)	AASB 2013-8: Amendments to Australian Accounting Standards – Australian Implementation Guidance for Not-for-Profit Entities – Control and Structured Entities [AASB 10, 12 & 1049]	October 2013	1 January 2014	<p>This standard adds Appendix E to AASB 10 to provide implementation guidance for Not-for-Profit entities regarding control criteria from the perspective of not-for-profit entities.</p> <p>It is not expected to have a significant impact on Council.</p>
(vii)	AASB 2013-9: Amendments to Australian Accounting Standards – Conceptual Framework, Materiality and Financial Instruments [Operative dates: Part A Conceptual Framework – 20 December 2013; Part B Materiality – 1 January 2014; Part C Financial Instruments – 1 January 2015]	December 2013	Refer Title column	<p>Part A of this standard makes various editorial corrections to Australian Accounting Standards.</p> <p>Part B of this standard deletes references to AASB 1031 in various Australian Accounting Standards in advance of the withdrawal of AASB 1031.</p> <p>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.</p> <p>As the bulk of changes related either to editorial or reference changes it is not expected to have a significant impact on Council.</p>

Notes:

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

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(x) Adoption of New and Revised Accounting Standards

During the current year, the Council 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 10	AASB 128	AASB 2012 - 2
AASB 11	AASB 2011 - 7	AASB 2012 - 3
AASB 12	AASB 2011 - 9	AASB 2012 - 5
AASB 119	AASB 2011 - 10	AASB 2012 - 10
AASB 127		

Most of the standards adopted had a minimal effect on the accounting and reporting practices of the Council 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 EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

2. REVENUES AND EXPENSES

2014
\$

2013
\$

(a) Net Result

The Net Result includes:

(i) Charging as an Expense:

Auditors Remuneration

- Audit of the financial report	16,380	16,827
- Financial Management Review	0	2,750

Depreciation

Buildings	732,255	615,317
Furniture and Equipment	443,539	396,703
Plant and Equipment	498,743	446,234
Infrastructure Other	998,892	591,563
Infrastructure Roads	1,197,042	1,134,616
	<u>3,870,471</u>	<u>3,184,433</u>

Interest Expenses (Finance Costs)

Debentures (refer Note 23(a))	79,985	91,743
	<u>79,985</u>	<u>91,743</u>

(ii) Crediting as Revenue:

2014
\$

2014
Budget
\$

2013
\$

Interest Earnings

Investments - Reserve Funds	90,753	91,872	148,823
- Other Funds	95,515	70,000	147,115
Other Interest Revenue (refer note 28)	85,845	42,000	121,228
	<u>272,113</u>	<u>203,872</u>	<u>417,166</u>

Grants & Subsidies

Early receivable of Financial Assistance Grant from WA Grants Commission.	<u>0</u>	<u>0</u>	<u>948,700</u>
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SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective

The Shire of Exmouth is dedicated to providing high quality services to the community. In consultation with the community, Council developed a Strategic Community Plan in 2011. The Plan outlines the Shires' vision and key strategic objectives for 10+ years.

SHIRE VISION:

To be welcoming custodians embracing our past, valuing our present and planning for the future.

The Shires' key strategic objectives are:

ECONOMIC

To be a diverse and innovative economy with a range of local employment opportunities.

ENVIRONMENT

To have a balanced respect for our environment and heritage, both natural and built.

SOCIAL

To be a dynamic, passionate and safe community valuing natural and cultural heritage.

CIVIC LEADERSHIP

To work together as custodians for now and the future.

GOVERNANCE

The maintenance of a representative body of the community members elected to fill the role of Councillors and President as required by the Local Government Act 1995.

GENERAL PURPOSE FUNDING

The collection of rate revenue and the maintenance of valuation and rating records to support the collection process.

LAW, ORDER, PUBLIC SAFETY

The provision of bush fire control services, animal control and support for emergency services as well as the maintenance and enforcement of local laws.

HEALTH

Maternal and Infant Health, preventative services and environmental health.

EDUCATION AND WELFARE

To support and maintain education and aged and disabled care.

HOUSING

The provision of housing to staff members and aged persons.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective (Continued)

COMMUNITY AMENITIES

Maintenance of rubbish service to residents and maintenance of sanitary landfill sites. Town planning and regional development, maintenance of cemeteries and other community amenities.

RECREATION AND CULTURE

The provision and maintenance of recreational and cultural facilities.

TRANSPORT

The provision and maintenance of new and improved road and aerodrome infrastructure.

ECONOMIC SERVICES

The promotion of the district to increase economic activities and the provision of building control within the shire.

OTHER PROPERTY & SERVICES

The provision of private works to the public and the maintenance of cost pools for plant operating, public works overheads and administration costs.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

2. REVENUES AND EXPENSES (Continued)

(c) Conditions Over Grants/Contributions

Grant/Contribution	Function/Activity	Opening	Received (2)	Expended (3)	Closing	Received (2)	Expended (3)	Closing
		Balance (1) 1/7/12	2012/13	2012/13	Balance (1) 30/06/2013	2013/14	2013/14	Balance 30/06/2014
		\$	\$	\$	\$	\$	\$	\$
DEC - Bushfire Mitigation Fund	Law, Order, Public Safety	27,337	633	0	27,970	505	0	28,475
DLG - Cat Act	Law, Order, Public Safety	2,535	0	0	2,535	0	(2,535)	0
FESA Bushfire & SES	Law, Order, Public Safety	0	0	0	0	14,137	0	14,137
Woodside Living Smart Program	Health	0	0	0	0	5,409	0	5,409
Dept of Planning	Community Amenities	51,568	79,342	0	130,910		(130,910)	0
Revitalisation & Foreshore Development	Community Amenities	160,182	0	(160,182)	0			0
CLGF Flood Lighting Talanjee Oval	Recreation & Culture	205,478	0	(205,478)	0			0
CLGF Water Playground	Recreation & Culture	157,767	0	(157,767)	0			0
Country Arts Youth Program	Recreation & Culture	12,000	277	0	12,277		(12,277)	0
Landcorp - Water Playground	Recreation & Culture	274,333	0	(274,333)	0			0
Marina Breakwater NavAid	Recreation & Culture	23,388	542	0	23,930	432	0	24,362
Tantabiddi Boat Ramp	Recreation & Culture	283,235	0	(28,467)	254,768	0	(254,768)	0
Youth Leadership Program	Recreation & Culture	0	10,500	0	10,500	0	0	10,500
CSRFF Oval Lighting	Recreation & Culture	0	53,993	0	53,993	0	(53,993)	0
R4R Foreshore Works	Recreation & Culture	0	441,652	0	441,652	0	(441,652)	0
Youth Program	Recreation & Culture	0	0	0	0	510	0	510
R4R Ningaloo Centre	Recreation & Culture	0	0	0	0	849,140	0	849,140
CLGF Renewable Energy Project	Transport	55,627	0	(55,627)	0			0
DEC Contribution Flood Damage	Transport	23,381	0	(23,381)	0			0
Dept of Lands Flood Mitigation Reid St	Transport	41,682	0	(41,682)	0			0
Landcorp - Marina Grant	Transport	369,178	8,550	0	377,728		(377,728)	0
Main Roads PACE Retreat	Transport	40,195	931	0	41,126		(41,126)	0
MRWA Blackspot Funding	Transport	0	92,310	0	92,310	0	(92,310)	0
MRWA Murat Road	Transport	0	83,840	0	83,840	0	(83,840)	0
MRWA Yardie Creek Rd	Transport	0	0	0	0	115,241	0	115,241
Dept Parks & Wildlife Charles Knife Rd	Transport	0	0	0	0	28,000	0	28,000
Chevron - Display Banners	Economic Services	5,000	115	0	5,115	92	0	5,207
Dept of Sustain - Interpretive Signage	Economic Services	21,200	0	0	21,200	0	(12,108)	9,092
Dept of Sustain - Lantern & Film Making	Economic Services	17,620	0	(17,620)	0			0
Landscape Experience	Economic Services	0	19,000	0	19,000	0	(4,000)	15,000
Dry Season Assistance Grant	Economic Services	10,000	0	(10,000)	0	0	0	0
TOTAL		1,781,706	791,685	(974,537)	1,598,854	1,013,466	(1,507,247)	1,105,073

Notes:

(1) - Grants/contributions recognised as revenue in a previous reporting period which were not expended at the close of the previous reporting period.

(2) - New grants/contributions which were recognised as revenues during the reporting period and which had not yet been fully expended in the manner specified by the contributor (includes interest earned on Grant Funding

(3) - Grants/contributions which had been recognised as revenues in a previous reporting period or received in the current reporting period and which were expended in the current reporting period in the manner specified by contributor.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

	Note	2014 \$	2013 \$
3. CASH AND CASH EQUIVALENTS			
Unrestricted		1,100,231	978,912
Restricted - Reserves		5,227,075	7,183,436
		<u>6,327,306</u>	<u>8,162,348</u>

The following restrictions have been imposed by regulations or other externally imposed requirements:

Community Interest Free Loans Reserve	12	203,868	147,458
Community Development Fund Reserve	12	875,496	962,738
Leave Reserve	12	564,966	554,956
Plant Reserve	12	280,149	501,416
Waste Management Reserve	12	149,377	146,730
Public Open Space Reserve	12	0	793
Swimming Pool Reserve	12	407,377	351,045
Shire Staff Housing Reserve	12	7,869	984,071
Airport Reserve	12	1,396,393	1,384,480
Airport Security Equipment Reserve	12	0	0
Rehabilitation Reserve	12	160,254	430,770
Marina Village Asset Replace & Preservation Reserve	12	5,546	5,448
Building Infrastructure Preservation Reserve	12	49,916	49,032
Industrial Area Roads Reserve	12	0	28,665
Town Planning Scheme Reserve	12	19,512	10,897
Unspent Grants & Contributions Reserve	12	1,105,073	1,598,854
Carried Over Projects Reserve	12	1,279	26,083
		<u>5,227,075</u>	<u>7,183,436</u>

4. INVESTMENTS

The Shire of Exmouth had no non bank financial instruments during 2013/14. All funds were held as cash with investments made in short term deposits.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

	2014	2013
	\$	\$
5. TRADE AND OTHER RECEIVABLES		
Current		
Rates Outstanding	251,494	979,647
Sundry Debtors & Receivables	1,721,754	1,812,540
GST Receivable	247,425	300,213
Loans - Clubs/Institutions	59,000	4,000
	<u>2,279,673</u>	<u>3,096,400</u>
Non-Current		
Rates Outstanding - Pensioners	24,023	18,210
Loans - Clubs/Institutions	245,750	354,500
	<u>269,773</u>	<u>372,710</u>
6. INVENTORIES		
Current		
Fuel and Materials	55,661	55,088
	<u>55,661</u>	<u>55,088</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

	2014 \$	2013 \$
7. PROPERTY, PLANT AND EQUIPMENT		
Land and Buildings		
Freehold Land at:		
- Independent Valuation 2013	7,680,000	7,680,000
- Cost	1,385,250	0
	<u>9,065,250</u>	<u>7,680,000</u>
Buildings at:		
- Independent Valuation 2013	27,798,368	27,798,368
- Management Valuation 2013	631,425	631,425
- Additions after Valuation - Cost	2,990,968	0
Less Accumulated Depreciation	<u>(4,707,015)</u>	<u>(3,974,760)</u>
Total Buildings	<u>26,713,746</u>	<u>24,455,033</u>
Total Land & Buildings	<u>35,778,996</u>	<u>32,135,033</u>
Furniture and Equipment		
- Independent Valuation 2013	2,545,360	2,552,997
- Management Valuation 2013	320,840	320,840
- Additions after Valuation - Cost	187,484	-
Less Accumulated Depreciation	<u>(1,707,722)</u>	<u>(1,264,183)</u>
	<u>1,345,962</u>	<u>1,609,654</u>
Plant and Equipment		
- Independent Valuation 2013	4,493,607	4,516,936
- Management Valuation 2013	30,481	30,481
- Additions after Valuation - Cost	418,535	-
Less Accumulated Depreciation	<u>(2,275,145)</u>	<u>(1,776,403)</u>
	<u>2,667,478</u>	<u>2,771,014</u>
	<u>39,792,436</u>	<u>36,515,701</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

7. PROPERTY, PLANT AND EQUIPMENT (continued)

Land and Buildings

Plant & Equipment

Furniture & Equipment

Both Furniture and equipment and plant and equipment were revalued in 2013 as part of the mandatory requirements embodied in Local Government (Financial Management) Regulation 17A.

Land and Buildings were also revalued in 2013.

Whilst the additions since that time are shown at cost, given they were acquired at arms length and any accumulate depreciation reflects the usage of service potential, it is considered the recorded written down value approximates fair value. Thus, the value is considered in accordance with Local Government (Financial Management) Regulation 17A (2) which requires these assets to be shown at fair value.

They will be revalued during the year ended 30 June 2016 in accordance with the mandatory asset measurement framework detailed at Note 1 (f).

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

7. PROPERTY, PLANT AND EQUIPMENT (Continued)

Movements in Carrying Amounts

The following represents the movement in the carrying amounts of each class of property, plant and equipment between the beginning and the end of the current financial year.

	Land (Level 2) \$	Non Specialised Buildings (Level 2) \$	Specialised Buildings (Level 3) \$	Total Buildings \$	Total Land & Buildings \$	Plant & Equipment (Level 2) \$	Furniture & Equipment (Level 3) \$	Total \$
Balance at beginning of the year	7,680,000	24,455,033	0	24,455,033	32,135,033	2,771,014	1,609,654	36,515,701
Additions	1,385,250	2,990,968		2,990,968	4,376,218	409,334	187,483	4,973,035
(Disposals)	0	0		0	0	(23,330)	(7,637)	(30,967)
Revaluation - Increments - (Decrements)	-	0	0	0	0	0	0	0
Impairment - (losses) - reversals	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
Initial Recognition of Assets due to Changes to Regulations								0
Depreciation (Expense)		(732,255)		(732,255)	(732,255)	(498,743)	(443,539)	(1,674,537)
Other Movements (Reclassified Assets) Correction		0		0	0	9,203	1	9,203 1
Carrying amount at the end of year	<u>9,065,250</u>	<u>26,713,746</u>	<u>0</u>	<u>26,713,746</u>	<u>35,778,996</u>	<u>2,667,478</u>	<u>1,345,962</u>	<u>39,792,436</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

	2014 \$	2013 \$
8. INFRASTRUCTURE		
Roads - Cost	23,866,343	30,968,374
Less Accumulated Depreciation	<u>(7,317,726)</u>	<u>(12,986,888)</u>
	16,548,617	17,981,486
 Infrastructure Other		
- Management Valuation 2013	0	2000
- Independent Valuation 2014	19,160,500	0
- Management Valuation 2014	13,026,859	0
- Additions after Valuation - Cost		20,405,423
Less Accumulated Depreciation	<u>(11,230,043)</u>	<u>(3,961,085)</u>
	20,957,316	16,446,338
	 <u>37,505,933</u>	 <u>34,427,824</u>

Movements in Carrying Amounts

The following represents the movement in the carrying amounts of each class of infrastructure between the beginning and the end of the current financial year.

	Roads \$	Infrastructure Other \$	Total \$
Balance at beginning of the year	17,981,486	16,446,338	34,427,824
Additions	2,925,645	3,925,271	6,850,916
(Disposals)	0	(547,636)	(547,636)
Revaluation - Increments	0	1,835,269	1,835,269
- (Decrements)	0	(2,855,303)	(2,855,303)
Impairment - (losses)	0	0	0
- reversals	0	0	0
Depreciation (Expense)	(1,197,042)	(998,892)	(2,195,934)
Other Movements (Reclassified Assets)	(3,161,472)	3,152,269	(9,203)
Balance as at 30 June 2014	<u>16,548,617</u>	<u>20,957,316</u>	<u>37,505,933</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

	2014	2013
	\$	\$
9. TRADE AND OTHER PAYABLES		
Current		
Sundry Creditors	1,977,331	866,254
Accrued Expenses	365,415	548,671
Unearned Revenue	16,664	0
Tax Payable	264,635	260,271
	<u>2,624,045</u>	<u>1,675,196</u>
10. LONG-TERM BORROWINGS		
Current		
Secured by Floating Charge Debentures	<u>105,882</u>	<u>214,637</u>
	<u>105,882</u>	<u>214,637</u>
Non-Current		
Secured by Floating Charge Debentures	<u>1,335,121</u>	<u>1,447,231</u>
	<u>1,335,121</u>	<u>1,447,231</u>

Additional detail on borrowings is provided in Note 22.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

	2014	2013
	\$	\$
11. PROVISIONS		
Analysis of total provisions		
Current	803,575	719,963
Non-current	168,897	95,287
	<u>972,472</u>	<u>815,250</u>

	Provision for Annual Leave \$	Provision for Employee Gratuity \$	Provision for Long Service Leave \$	Total \$
Opening Balance as at 1 July 2013	504,624	82,991	178,278	765,893
Additional Provisions	37,695	25,555	176,007	239,257
Amounts Used	0	0	(32,678)	(32,678)
Used amounts reversed	0	0	0	0
Increase in the discounted amount arising because of time and the effect of any change in the discount rate	0	0	0	0
Balance at 30 June 2014	<u>542,319</u>	<u>108,546</u>	<u>321,607</u>	<u>972,472</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

	2014 \$	2014 Budget \$	2013 \$
12. RESERVES - CASH/INVESTMENT BACKED			
(a) Community Interest Free Loans Reserve			
Opening Balance	147,458	147,458	322,944
Amount Set Aside / Transfer to Reserve	56,410	81,949	74,514
Amount Used / Transfer from Reserve	0	0	(250,000)
	<u>203,868</u>	<u>229,407</u>	<u>147,458</u>
(b) Community Development Fund Reserve			
Opening Balance	962,738	962,738	550,000
Amount Set Aside / Transfer to Reserve	508,878	519,255	412,738
Amount Used / Transfer from Reserve	(596,120)	(120,000)	0
	<u>875,496</u>	<u>1,361,993</u>	<u>962,738</u>
(c) Leave Reserve			
Opening Balance	554,956	554,956	613,253
Amount Set Aside / Transfer to Reserve	10,010	11,099	14,203
Amount Used / Transfer from Reserve	0	0	(72,500)
	<u>564,966</u>	<u>566,055</u>	<u>554,956</u>
(d) Plant Reserve			
Opening Balance	501,416	501,416	936,066
Amount Set Aside / Transfer to Reserve	7,086	4,728	11,350
Amount Used / Transfer from Reserve	(228,353)	(265,000)	(446,000)
	<u>280,149</u>	<u>241,144</u>	<u>501,416</u>
(e) Waste Management Reserve			
Opening Balance	146,730	146,730	143,409
Amount Set Aside / Transfer to Reserve	2,647	2,935	3,321
Amount Used / Transfer from Reserve	0	0	0
	<u>149,377</u>	<u>149,665</u>	<u>146,730</u>
(f) Public Open Space Reserve			
Opening Balance	793	793	281,961
Amount Set Aside / Transfer to Reserve	3	16	73,211
Amount Used / Transfer from Reserve	(796)	0	(354,379)
	<u>0</u>	<u>809</u>	<u>793</u>
(g) Swimming Pool Reserve			
Opening Balance	351,045	351,045	284,457
Amount Set Aside / Transfer to Reserve	56,332	107,021	66,588
Amount Used / Transfer from Reserve	0	0	0
	<u>407,377</u>	<u>458,066</u>	<u>351,045</u>
(h) Shire Staff Housing Reserve			
Opening Balance	984,071	984,071	962,572
Amount Set Aside / Transfer to Reserve	3,798	11,681	21,499
Amount Used / Transfer from Reserve	(980,000)	(400,000)	0
	<u>7,869</u>	<u>595,752</u>	<u>984,071</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

	2014 \$	2014 Budget \$	2013 \$
12. RESERVES - CASH/INVESTMENT BACKED			
(i) Aviation Reserve			
Opening Balance	1,384,480	1,484,270	483,704
Amount Set Aside / Transfer to Reserve	437,964	387,145	1,467,955
Amount Used / Transfer from Reserve	(426,051)	(546,000)	(567,179)
	<u>1,396,393</u>	<u>1,325,415</u>	<u>1,384,480</u>
(j) Airport Security Equipment Reserve			
Opening Balance	0	0	1,096,220
Amount Set Aside / Transfer to Reserve	0	0	164,783
Amount Used / Transfer from Reserve	0	0	(1,261,003)
	<u>0</u>	<u>0</u>	<u>0</u>
(k) Rehabilitation Reserve			
Opening Balance	430,770	430,770	391,223
Amount Set Aside / Transfer to Reserve	29,484	23,615	39,547
Amount Used / Transfer from Reserve	(300,000)	(70,000)	0
	<u>160,254</u>	<u>384,385</u>	<u>430,770</u>
(l) Marina Village Asset Replace & Preservation Reserve			
Opening Balance	5,448	5,448	5,324
Amount Set Aside / Transfer to Reserve	98	109	124
Amount Used / Transfer from Reserve	0	0	0
	<u>5,546</u>	<u>5,557</u>	<u>5,448</u>
(m) Building Infrastructure Preservation Reserve			
Opening Balance	49,032	49,032	47,922
Amount Set Aside / Transfer to Reserve	884	10,981	1,110
Amount Used / Transfer from Reserve	0	0	0
	<u>49,916</u>	<u>60,013</u>	<u>49,032</u>
(n) Industrial Area Roads Reserve			
Opening Balance	28,665	28,665	28,016
Amount Set Aside / Transfer to Reserve	107	573	649
Amount Used / Transfer from Reserve	(28,772)	0	0
	<u>0</u>	<u>29,238</u>	<u>28,665</u>
(o) Town Planning Scheme Reserve			
Opening Balance	10,897	10,897	10,650
Amount Set Aside / Transfer to Reserve	8,615	5	247
Amount Used / Transfer from Reserve	0	(10,650)	0
	<u>19,512</u>	<u>252</u>	<u>10,897</u>
(p) * Unspent Grants & Contributions Reserve			
Opening Balance	1,598,854	1,598,854	1,769,171
Amount Set Aside / Transfer to Reserve	1,035,084	1,038	1,141,414
Amount Used / Transfer from Reserve	(1,528,866)	(1,498,881)	(1,311,731)
	<u>1,105,073</u>	<u>101,011</u>	<u>1,598,854</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

	2014 \$	2014 Budget \$	2013 \$
12. RESERVES - CASH/INVESTMENT BACKED			
(q) **Carried Over Project Reserve			
Opening Balance	26,083	26,083	203,748
Amount Set Aside / Transfer to Reserve	470	522	1,499
Amount Used / Transfer from Reserve	(25,274)	0	(179,164)
	<u>1,279</u>	<u>26,605</u>	<u>26,083</u>

SUMMARY	2014	2014 Budget	2013
	\$	\$	\$
Opening Balance	7,183,436	7,283,226	8,130,640
Amount Set Aside / Transfer to Reserve	2,157,870	1,162,672	3,494,752
Amount Used / Transfer from Reserve	(4,114,232)	(2,910,531)	(4,441,956)
TOTAL CASH BACKED RESERVES	<u>5,227,075</u>	<u>5,535,367</u>	<u>7,183,436</u>

All of the reserve accounts are supported by money held in financial institutions and match the amount shown as restricted cash in Note 3 and 4 to this financial report.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

	Balance 1 July 2013	Amount Trf to/from Reserve	Closing Balance 2014
	\$	\$	\$
12. RESERVES - CASH BACKED			
<u>* Summary of Unspent Grants & Contributions Reserve</u>			
- Landcorp Marina Grant	377,728	(377,728)	0
- Marina Breakwater/NavAid (07/08)	23,930	432	24,362
- DEC Bushfire Mitigation Fund	27,970	505	28,475
- Tantabiddi Boat Ramp	254,768	(254,768)	0
- Country Arts Youth Program	12,278	(12,278)	0
- Main Roads PACE Retreat	41,125	(41,125)	0
- Dept of Planning	130,910	(130,910)	0
- Chevron Display Banners	5,115	92	5,207
- Dept of Sustain Interpretative Signage	21,200	(12,108)	9,092
- DLG Cat Act Implementation	2,535	(2,535)	0
- Youth Leadership	10,500	0	10,500
- Landscape Experience	19,000	(4,000)	15,000
- MRWA Murat Road	83,840	(83,840)	0
- MRWA Blackspot Murat Road	92,310	(92,310)	0
- Youth Program	0	510	510
- CSRFF Flood Lighting Talanjee Oval	53,993	(53,993)	0
- R4R Foreshore Works	441,652	(441,652)	0
- Woodside Living Smart Project\	0	5,409	5,409
- MRWA Yardie Creek Rd	0	115,241	115,241
- Dept Parks & Wildlife Charles Knife Rd	0	28,000	28,000
- FESA Bushfire & SES	0	14,137	14,137
- R4R Ningaloo Centre	0	849,140	849,140
	<u>1,598,854</u>	<u>(493,781)</u>	<u>1,105,073</u>
<u>** Summary of Carried Over Project Reserve</u>			
- Donations - WWII plaque	1,256	23	1,279
- Sewerage Farm	15,328	(15,328)	0
- Donation Bundegi Shade	9,499	(9,499)	0
	<u>26,083</u>	<u>(24,805)</u>	<u>1,279</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

12. RESERVES - CASH BACKED

In accordance with council resolutions in relation to each reserve account, the purpose for which the reserves are set aside are as follows:

Community Interest Free Loans Reserve

- to be used to fund major community development projects

Community Development Fund Reserve

- to be used to fund community development initiatives

Leave Reserve

- to be used to fund annual and long service leave requirements

Plant Reserve

- to be used for the purchase of major plant and equipment

Waste Management Reserve

- to be used to fund capital and operational costs of Refuse Site including implementation of post closure plan

Public Open Space Reserve

- to be used for the development of Public Open Space

Swimming Pool Reserve

- to be used to fund Swimming Pool upgrades

Shire Staff Housing Reserve

- to be used to fund housing for Shire staff

Aviation Reserve

- to be used to fund Aviation improvements

Rehabilitation Reserve

- to be used to manage the funds associated with the environmental rehabilitation of the sand and gravel pits within the Shire of Exmouth

Marina Village Asset Replace & Preservation Reserve

- to be used for the preservation and maintenance of infrastructure related to the Exmouth Marina Village

Building Infrastructure Preservation Reserve

- to be used for the development, preservation and maintenance of building infrastructure within the Shire of Exmouth

Industrial Area Roads Reserve

- to be used for the purpose of industrial Area Road Surface Preservation within the Shire of Exmouth

Town Planning Scheme Reserve

- to be used for the purpose of funding a review of the future Town Planning Scheme

Land Development Reserve

- to be used for the purpose of developing land in Exmouth

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

12. RESERVES - CASH BACKED

Unspent Grants & Contributions Reserve

- to be used for the purpose of containing funds that are derived from unspent or prepaid grants and contributions from external parties

Carried Over Project Reserve

- to be used for the preservation of carried over projects funds

The Leave and Plant Reserves are not expected to be used within a set period as further transfers to the reserve accounts are expected as funds are utilised.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

	2014 \$	2013 \$
13. REVALUATION SURPLUS		
Revaluation surpluses have arisen on revaluation of the following classes of non-current assets:		
(a) Roads		
Opening Balance	9,452,056	9,452,056
Revaluation Increment	0	0
Revaluation Decrement	0	0
	<u>9,452,056</u>	<u>9,452,056</u>
(b) Land and Buildings		
Opening Balance	22,611,050	0
Revaluation Increment	0	22,611,050
Revaluation Decrement	0	0
	<u>22,611,050</u>	<u>22,611,050</u>
(c) Plant and Equipment		
Opening Balance	231,857	0
Revaluation Increment	0	432,466
Revaluation Decrement	0	(200,609)
	<u>231,857</u>	<u>231,857</u>
(d) Furniture & Equipment		
Opening Balance	507,525	0
Revaluation Increment	0	618,738
Revaluation Decrement	0	(111,213)
	<u>507,525</u>	<u>507,525</u>
(e) Infrastructure Other		
Opening Balance	2,000	0
Revaluation Increment	0	2,000
Revaluation Decrement	(2,000)	0
	<u>0</u>	<u>2,000</u>
TOTAL ASSET REVALUATION SURPLUS	<u>32,802,488</u>	<u>32,804,488</u>

Asset Class Paintings and Sculptures has been merged with Infrastructure Other

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

14. NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of Cash

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

	2014 \$	2014 Budget \$	2013 \$
Cash and Cash Equivalents	<u>6,327,306</u>	<u>4,146,364</u>	<u>8,162,348</u>

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

Net Result	2,717,504	5,783,265	5,005,915
Depreciation	3,870,471	2,873,588	3,184,433
(Profit)/Loss on Sale of Asset	1,594,768	(24,377)	253,346
(Increase)/Decrease in Receivables	865,915	634,520	99,187
(Increase)/Decrease in Inventories	(572)	3,630	(18,129)
Increase/(Decrease) in Payables	948,849	(305,070)	(286,116)
Increase/(Decrease) in Provisions	157,222	(81,525)	145,245
Grants/Contributions for the Development of Assets	(6,352,714)	(8,634,766)	(4,910,840)
Net Cash from Operating Activities	<u>3,801,443</u>	<u>249,265</u>	<u>3,473,041</u>

(c) Undrawn Borrowing Facilities

Credit Standby Arrangements

Bank Overdraft limit	400,000	400,000
Bank Overdraft at Balance Date	0	0
Credit Card limit	40,000	40,000
Credit Card Balance at Balance Date	0	0
Total Amount of Credit Unused	<u>440,000</u>	<u>440,000</u>

Loan Facilities

Loan Facilities - Current	105,882	214,637
Loan Facilities - Non-Current	1,335,121	1,447,231
Total Facilities in Use at Balance Date	<u>1,441,003</u>	<u>1,661,868</u>
Unused Loan Facilities at Balance Date	<u>0</u>	<u>0</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

	2014 \$	2013 \$
15. CONTINGENT LIABILITIES/ASSETS		
(a) There were no known contingent liabilities as at 30 June 2014.		
(b) There is a likelihood of recognising the Pedestrian Footbridge located at the Exmouth Marina Village as an asset and the approximate value of the bridge is \$4,967,365.		
16. CAPITAL AND LEASING COMMITMENTS		
(a) Operating Lease Commitments		
The shire has no operating leases		
(b) Capital Expenditure Commitments		
Contracted for:		
- capital expenditure projects	291,470	2,798,310
Payable:		
- not later than one year	<u>291,470</u>	<u>2,798,310</u>

The capital expenditure projects outstanding at the end of the current reporting period represents

	Contract Value \$	2014 \$	2013 \$
Oval Lighting Towers	476,026	0	113,462
Toilet Block Tantabiddi	283,234	0	251,000
CBD & Foreshore Redevelopment	6,000,000	0	2,433,848
Ningaloo Centre	1,614,525	291,470	0
	<u>8,373,785</u>	<u>291,470</u>	<u>2,798,310</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

17. JOINT VENTURE

The Shire together with Homeswest have a joint venture arrangement with regard to the provision of Aged Persons accommodation. The assets are 34 units and a caretakers house. Council's equity in the assets is 16% as per agreement with investment in Homeswest. Council's capital expenditure in these assets is included in Land and Buildings as follows:

	2014	2013
	\$	\$
Non-Current Assets		
Land & Buildings	996,819	473,802
Less: Accumulated Depreciation	(93,099)	(223,522)
	<u>903,720</u>	<u>250,280</u>

18. TOTAL ASSETS CLASSIFIED BY FUNCTION AND ACTIVITY

Governance	15,024	10,292
General Purpose Funding	0	0
Law, Order, Public Safety	1,617,362	1,654,697
Health	69,947	78,289
Education and Welfare	1,879,536	972,132
Housing	9,876,271	8,343,222
Community Amenities	2,516,699	2,678,491
Recreation and Culture	16,560,537	11,024,629
Transport	38,096,954	33,340,155
Economic Services	2,693,483	2,082,539
Other Property and Services	3,972,555	3,220,573
Unallocated	8,932,414	19,225,052
	<u>86,230,782</u>	<u>82,630,071</u>

	2014	2013	2012
19. FINANCIAL RATIOS			
Current Ratio	1.16	2.01	1.68
Asset Sustainability Ratio	1.61	1.91	1.50
Debt Service Cover Ratio	4.44	10.81	16.02
Operating Surplus Ratio	(0.19)	0.04	0.15
Own Source Revenue Coverage Ratio	0.73	0.79	0.84

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

19. FINANCIAL RATIOS

The above ratios are calculated as follows:

Current Ratio
$$\frac{\text{Current assets minus restricted current assets}}{\text{Current liabilities minus liabilities associated with restricted assets}}$$

Asset Sustainability Ratio
$$\frac{\text{Capital renewal and replacement expenditure}}{\text{depreciation expenses}}$$

Debt Service Cover Ratio
$$\frac{\text{annual operating surplus before interest and depreciation}}{\text{principal and interest}}$$

Operating Surplus Ratio
$$\frac{\text{Operating revenue minus operating expense}}{\text{own source operating revenue}}$$

Own Source Revenue Coverage Ratio
$$\frac{\text{own source operating revenue}}{\text{operating expense}}$$

Notes: Information relating to the Asset Consumption Ratio and the Asset Renewal Funding Ratio can be found at Supplementary Ratio Information on Page 63 of this document.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

20. TRUST FUNDS

Funds held at balance date over which the Municipality has no control and which are not included in the financial statements are as follows:

	Balance 1-Jul-13 \$	Amounts Received \$	Amounts Paid (\$)	Balance 30-Jun-14 \$
Hall & Rec Centre Bonds	5,560	3,800	(4,830)	4,530
Olma Funding	2,423	0	0	2,423
Forum Travel Fund	2,990	0	0	2,990
NADC	11,335	0	0	11,335
Council Nomination Fees	0	480	(480)	0
Cyclone Baptist Needy	2,800	0	0	2,800
Sundries	7,844	0	0	7,844
Buildings/Planning Bonds	74,900	0	(1,000)	73,900
Youth Affairs	1,401	0	0	1,401
APH Bonds	8,701	0	(813)	7,888
Jurabi Coastal Park	59,400	0	0	59,400
Unclaimed Monies	942	0	0	942
PACE Programs	620	0	(620)	0
Sub Division Clearance Bond	5,000	0	0	5,000
Staff Housing Bonds	0	400	(400)	0
Regional Collaborative Group Funding	19,174	0	0	19,174
Key Bonds	100	600	(350)	350
Bond Deed Exmouth Marina Holdings	68,804	0	(11,500)	57,304
Cash in Lieu POS	159,963	5,010	0	164,973
Ingleton St Res 29086 (20A/152)	194,750	5,111	0	199,861
BCITF	1,283	52,652	(50,117)	3,818
BSL	287	27,947	(28,781)	(547)
Donations for Other Organisations	135	399	(399)	135
	<u>628,412</u>	<u>96,399</u>	<u>(99,290)</u>	<u>625,521</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

21. DISPOSALS OF ASSETS - 2013/14 FINANCIAL YEAR

The following assets were disposed of during the year.

By Program	Net Book Value		Sale Price		Profit (Loss)	
	Actual	Budget	Actual	Budget	Actual	Budget
	\$	\$	\$	\$	\$	\$
Other Property & Services						
(FE00123) 14 Council Chamber Chairs	1,876	0	1,477	0	(399)	0
(FE00206) Ipad J Warren	264	0	392	0	128	0
(PE00141) Lights Talanjee Oval	6,812	0	0	0	(6,812)	0
(IN00002) Shade Structures Playgrounds	4,438	0	0	0	(4,438)	0
(IN00003) Shade Structures Playgrounds	5,148	0	0	0	(5,148)	0
(IN00005) Dog Pound Infrastructure	882	0	0	0	(882)	0
(IN00006) Dog Pound Infrastructure	961	0	0	0	(961)	0
(IN00007) Dog Pound Infrastructure	208	0	0	0	(208)	0
(IN00008) Playground Krait St Shade	14,312	0	0	0	(14,312)	0
(IN00009) Playground Krait St Shade	6,854	0	0	0	(6,854)	0
(IN00010) Playground Krait St Shade	183	0	0	0	(183)	0
(IN00011) Playground Krait St Shade	1,046	0	0	0	(1,046)	0
(IN00012) Playground Krait St Shade	1,791	0	0	0	(1,791)	0
(IN00013) Playground Krait St Shade	271	0	0	0	(271)	0
(IN00014) Playground Krait St Shade	4,659	0	0	0	(4,659)	0
(IN00015) Cemetery/Memorial Wall Infrastructure	85	0	0	0	(85)	0
(IN00016) Cemetery/Memorial Wall Infrastructure	15,343	0	0	0	(15,343)	0
(IN00017) Cemetery/Memorial Wall Infrastructure	4,974	0	0	0	(4,974)	0
(IN00018) Cemetery/Memorial Wall Infrastructure	1,964	0	0	0	(1,964)	0
(IN00019) Cemetery/Memorial Wall Infrastructure	52	0	0	0	(52)	0
(IN00020) Cemetery/Memorial Wall Infrastructure	305	0	0	0	(305)	0
(IN00021) Swimming Pool Formwork	51	0	0	0	(51)	0
(IN00022) Swimming Pool BBQ & Inflatable	7,604	0	0	0	(7,604)	0
(IN00023) Swimming Pool BBQ	223	0	0	0	(223)	0
(IN00024) Swimming Pool Inflatable & Signs	536	0	0	0	(536)	0
(IN00025) Swimming Pool Upgrade	153	0	0	0	(153)	0
(IN00027) Swimming Pool Upgrade	3,884	0	0	0	(3,884)	0
(IN00031) Airport Extinguisher & Digital 20	6,297	0	0	0	(6,297)	0
(IN00033) Airport Seating	20,895	0	0	0	(20,895)	0
(IN00034) Airport Security Upgrade	35,213	0	0	0	(35,213)	0
(IN00036) Airport Security Upgrade	3,372	0	0	0	(3,372)	0
(IN00037) Airport Security Upgrade	8,509	0	0	0	(8,509)	0
(IN00038) Airport Security Upgrade	10,664	0	0	0	(10,664)	0
(IN00047) Accommodation Outside Workers	340	0	0	0	(340)	0
(IN00048) Accommodation - Outside Workers	2,265	0	0	0	(2,265)	0
(IN00049) Accommodation - Outside Workers	8,222	0	0	0	(8,222)	0
(IN00050) Accommodation - Outside Workers	1,262	0	0	0	(1,262)	0
(IN00051) Accommodation - Outside Workers	3,874	0	0	0	(3,874)	0
(IN00052) Accommodation - Outside Workers	338	0	0	0	(338)	0
(IN00053) Accommodation - Outside Workers	381	0	0	0	(381)	0
(IN00054) Irrigation Software/Hardware	195	0	0	0	(195)	0
(IN00065) Tantabiddi Boat Ramp	547	0	0	0	(547)	0
(IN00066) WALGA Asset Mgmt Plan	108	0	0	0	(108)	0
(IN00067) WALGA Asset Mgmt Plan	2,623	0	0	0	(2,623)	0

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

21. DISPOSALS OF ASSETS - 2013/14 FINANCIAL YEAR (cont.)

The following assets were disposed of during the year.

By Program	Net Book Value		Sale Price		Profit (Loss)	
	Actual	Budget	Actual	Budget	Actual	Budget
	\$	\$	\$	\$	\$	\$
Other Property & Services						
(IN00068) Swimming Pool Shade Sail	5,488	0	0	0	(5,488)	0
(IN00069) Swimming Pool Shade Sail	12,855	0	0	0	(12,855)	0
(IN00070) Swimming Pool Shade Sail	13,949	0	0	0	(13,949)	0
(IN00071) Swimming Pool Shade Lighting	8,426	0	0	0	(8,426)	0
(IN00072) Swimming Pool Shade Sail	226	0	0	0	(226)	0
(IN00073) Engineering Design Airconditioning	2,304	0	0	0	(2,304)	0
(IN00074) Light Aircraft strip reseal	2,588	0	0	0	(2,588)	0
(IN00084) Hard Roof Structure to Pool	39,442	0	0	0	(39,442)	0
(IN00093) Fencing/Paving Playgroup	17,711	0	0	0	(17,711)	0
(IN00101) Fencing	3,242	0	0	0	(3,242)	0
(IN00102) Swimming Pool Upgrade	20,655	0	0	0	(20,655)	0
(IN00106) Noerc Concept Plan	16,354	0	0	0	(16,354)	0
(IN00108) Play Equipment & Shade	2,209	0	0	0	(2,209)	0
(IN00110) Beach Volleyball 2002	4,626	0	0	0	(4,626)	0
(IN00111) Beach Volleyball Town Beach	336	0	0	0	(336)	0
(IN00112) Beach Volleyball 2001	1,788	0	0	0	(1,788)	0
(IN00116) Bundegi Beach	4,674	0	0	0	(4,674)	0
(IN00118) Hospital Carpark	7,864	0	0	0	(7,864)	0
(IN00125) Fall St Table	346	0	0	0	(346)	0
(IN00127) Federation Park Garden Beds	11,604	0	0	0	(11,604)	0
(IN00128) Federation Park Garden Beds 2001	3,071	0	0	0	(3,071)	0
(IN00132) Krait St Park	446	0	0	0	(446)	0
(IN00133) Krait St Park Table	480	0	0	0	(480)	0
(IN00146) Centenary Park Upgrade	1,159	0	0	0	(1,159)	0
(IN00153) Cemetery Wall	532	0	0	0	(532)	0
(IN00160) Federation Park Infrastructure	20,479	0	0	0	(20,479)	0
(IN00162) Swimming Pool	396	0	0	0	(396)	0
(IN00163) Swimming Pool Lane Ropes	788	0	0	0	(788)	0
(IN00164) Swimming Pool Repaint Pool	11,336	0	0	0	(11,336)	0
(IN00166) Swimming Pool Upgrades Sept 05	330	0	0	0	(330)	0
(IN00167) Reticulation Units 1-18	3,138	0	0	0	(3,138)	0
(IN00168) APH Fencing	13,690	0	0	0	(13,690)	0
(IN00176) Senior Citizens Ctr Infrastructure	668	0	0	0	(668)	0
(IN00177) Senior Citizens Ctr Infrastructure	7,806	0	0	0	(7,806)	0
(IN00178) Senior Citizens Ctr Infrastructure	1,075	0	0	0	(1,075)	0
(IN00179) Senior Citizens Centre	476	0	0	0	(476)	0
(IN00180) Senior Citizens Ctr Infrastructure	4,419	0	0	0	(4,419)	0
(IN00182) Senior Citizens Ctr Infrastructure	1,315	0	0	0	(1,315)	0
(IN00183) Senior Citizens Ctr Infrastructure	2,899	0	0	0	(2,899)	0
(IN00184) Senior Citizens Ctr Infrastructure	60,228	0	0	0	(60,228)	0
(IN00185) Senior Citizens Ctr Infrastructure	20,549	0	0	0	(20,549)	0
(IN00187) Shade Cloth Kiosk	299	0	0	0	(299)	0
(IN00200) 56 Nimitz St Water Softner	736	0	0	0	(736)	0
(IN00214) Aerodrome Additions 2001	3,870	0	0	0	(3,870)	0

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
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21. DISPOSALS OF ASSETS - 2013/14 FINANCIAL YEAR (cont.)

The following assets were disposed of during the year.

<u>By Program</u>	Net Book Value		Sale Price		Profit (Loss)	
	Actual	Budget	Actual	Budget	Actual	Budget
	\$	\$	\$	\$	\$	\$
Other Property & Services						
(IN00215) Aerodrome Cover Baggage Carousel	2,275	0	0	0	(2,275)	0
(IN00216) Aerodrome Fans	2,627	0	0	0	(2,627)	0
(IN00217) Aerodrome Fencing, Signage	75	0	0	0	(75)	0
(IN00218) APH Units Infrastructure	18,398	0	0	0	(18,398)	0
(IN00219) Boat Ramp Town Beach	2,974	0	0	0	(2,974)	0
(IN00220) Boat Ramp Town Beach	488	0	0	0	(488)	0
(IN00221) Playgroup Reticulation 2002	1,002	0	0	0	(1,002)	0
(IN00247) Boundary Fence 29 Snapper Lp	4,214	0	0	0	(4,214)	0
(IN00137) Lighthouse Composting Toilet	2,117	0	0	0	(2,117)	0
(IN00138) Lighthouse Toilet	3,413	0	0	0	(3,413)	0
(IN00139) Marine Research Concept	12,164	0	0	0	(12,164)	0
(PE00061) 2005 Holden Commadore 160EX	0	4,617	0	8,750	0	4,133
(PE00183) 1993 Massey Ferguson Tractor	0	0	0	20,000	0	20,000
(PE00008) 2006 Kubota Tractor/Mower	0	8,506	0	8,750	0	244
	576,603	13,123	1,869	37,500	(574,734)	24,377

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
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21. DISPOSALS OF ASSETS - 2013/14 FINANCIAL YEAR (cont.)

The following assets were disposed of during the year.

By Class	Net Book Value		Sale Price		Profit (Loss)	
	Actual \$	Budget \$	Actual \$	Budget \$	Actual \$	Budget \$
Plant & Equipment						
(PE00141) Lights Talanjee Oval	6,812		0		(6,812)	0
(PE00061) 2005 Holden Commadore 160EX	0	4,617	0	8,750	0	4,133
(PE00183) 1993 Massey Ferguson Tractor	0	0	0	20,000	0	20,000
(PE00008) 2006 Kubota Tractor/Mower	0	8,506	0	8,750	0	244
Furniture & Equipment						
(FE00123) 14 Council Chamber Chairs	1,876	0	1,477	0	(399)	0
(FE00206) Ipad J Warren	264	0	392	0	128	0
Infrastructure Other						
(IN00002) Shade Structures Playgrounds	4,438	0	0	0	(4,438)	0
(IN00003) Shade Structures Playgrounds	5,148	0	0	0	(5,148)	0
(IN00005) Dog Pound Infrastructure	882	0	0	0	(882)	0
(IN00006) Dog Pound Infrastructure	961	0	0	0	(961)	0
(IN00007) Dog Pound Infrastructure	208	0	0	0	(208)	0
(IN00008) Playground Krait St Shade	14,312	0	0	0	(14,312)	0
(IN00009) Playground Krait St Shade	6,854	0	0	0	(6,854)	0
(IN00010) Playground Krait St Shade	183	0	0	0	(183)	0
(IN00011) Playground Krait St Shade	1,046	0	0	0	(1,046)	0
(IN00012) Playground Krait St Shade	1,791	0	0	0	(1,791)	0
(IN00013) Playground Krait St Shade	271	0	0	0	(271)	0
(IN00014) Playground Krait St Shade	4,659	0	0	0	(4,659)	0
(IN00015) Cemetery/Memorial Wall Infrastructure	85	0	0	0	(85)	0
(IN00016) Cemetery/Memorial Wall Infrastructure	15,343	0	0	0	(15,343)	0
(IN00017) Cemetery/Memorial Wall Infrastructure	4,974	0	0	0	(4,974)	0
(IN00018) Cemetery/Memorial Wall Infrastructure	1,964	0	0	0	(1,964)	0
(IN00019) Cemetery/Memorial Wall Infrastructure	52	0	0	0	(52)	0
(IN00020) Cemetery/Memorial Wall Infrastructure	305	0	0	0	(305)	0
(IN00021) Swimming Pool Formwork	51	0	0	0	(51)	0
(IN00022) Swimming Pool BBQ & Inflatable	7,604	0	0	0	(7,604)	0
(IN00023) Swimming Pool BBQ	223	0	0	0	(223)	0
(IN00024) Swimming Pool Inflatable & Signs	536	0	0	0	(536)	0
(IN00025) Swimming Pool Upgrade	153	0	0	0	(153)	0
(IN00027) Swimming Pool Upgrade	3,884	0	0	0	(3,884)	0
(IN00031) Airport Extinguisher & Digital 20	6,297	0	0	0	(6,297)	0
(IN00033) Airport Seating	20,895	0	0	0	(20,895)	0
(IN00034) Airport Security Upgrade	35,213	0	0	0	(35,213)	0
(IN00036) Airport Security Upgrade	3,372	0	0	0	(3,372)	0
(IN00037) Airport Security Upgrade	8,509	0	0	0	(8,509)	0
(IN00038) Airport Security Upgrade	10,664	0	0	0	(10,664)	0
(IN00047) Accommodation Outside Workers	340	0	0	0	(340)	0
(IN00048) Accommodation - Outside Workers	2,265	0	0	0	(2,265)	0
(IN00049) Accommodation - Outside Workers	8,222	0	0	0	(8,222)	0
(IN00050) Accommodation - Outside Workers	1,262	0	0	0	(1,262)	0
(IN00051) Accommodation - Outside Workers	3,874	0	0	0	(3,874)	0

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

21. DISPOSALS OF ASSETS - 2013/14 FINANCIAL YEAR (cont.)

The following assets were disposed of during the year.

By Class	Net Book Value		Sale Price		Profit (Loss)	
	Actual	Budget	Actual	Budget	Actual	Budget
	\$	\$	\$	\$	\$	\$
Infrastructure Other						
(IN00052) Accommodation - Outside Workers	338	0	0	0	(338)	0
(IN00053) Accommodation - Outside Workers	381	0	0	0	(381)	0
(IN00054) Irrigation Software/Hardware	195	0	0	0	(195)	0
(IN00065) Tantabiddi Boat Ramp	547	0	0	0	(547)	0
(IN00066) WALGA Asset Mgmt Plan	108	0	0	0	(108)	0
(IN00067) WALGA Asset Mgmt Plan	2,623	0	0	0	(2,623)	0
(IN00068) Swimming Pool Shade Sail	5,488	0	0	0	(5,488)	0
(IN00069) Swimming Pool Shade Sail	12,855	0	0	0	(12,855)	0
(IN00070) Swimming Pool Shade Sail	13,949	0	0	0	(13,949)	0
(IN00071) Swimming Pool Shade Lighting	8,426	0	0	0	(8,426)	0
(IN00072) Swimming Pool Shade Sail	226	0	0	0	(226)	0
(IN00073) Engineering Design Airconditioning	2,304	0	0	0	(2,304)	0
(IN00074) Light Aircraft strip reseal	2,588	0	0	0	(2,588)	0
(IN00084) Hard Roof Structure to Pool	39,442	0	0	0	(39,442)	0
(IN00093) Fencing/Paving Playgroup	17,711	0	0	0	(17,711)	0
(IN00101) Fencing	3,242	0	0	0	(3,242)	0
(IN00102) Swimming Pool Upgrade	20,655	0	0	0	(20,655)	0
(IN00106) Noerc Concept Plan	16,354	0	0	0	(16,354)	0
(IN00108) Play Equipment & Shade	2,209	0	0	0	(2,209)	0
(IN00110) Beach Volleyball 2002	4,626	0	0	0	(4,626)	0
(IN00111) Beach Volleyball Town Beach	336	0	0	0	(336)	0
(IN00112) Beach Volleyball 2001	1,788	0	0	0	(1,788)	0
(IN00116) Bundegi Beach	4,674	0	0	0	(4,674)	0
(IN00118) Hospital Carpark	7,864	0	0	0	(7,864)	0
(IN00125) Fall St Table	346	0	0	0	(346)	0
(IN00127) Federation Park Garden Beds	11,604	0	0	0	(11,604)	0
(IN00128) Federation Park Garden Beds 2001	3,071	0	0	0	(3,071)	0
(IN00132) Krait St Park	446	0	0	0	(446)	0
(IN00133) Krait St Park Table	480	0	0	0	(480)	0
(IN00146) Centenary Park Upgrade	1,159	0	0	0	(1,159)	0
(IN00153) Cemetery Wall	532	0	0	0	(532)	0
(IN00160) Federation Park Infrastructure	20,479	0	0	0	(20,479)	0
(IN00162) Swimming Pool	396	0	0	0	(396)	0
(IN00163) Swimming Pool Lane Ropes	788	0	0	0	(788)	0
(IN00164) Swimming Pool Repaint Pool	11,336	0	0	0	(11,336)	0
(IN00166) Swimming Pool Upgrades Sept 05	330	0	0	0	(330)	0
(IN00167) Reticulation Units 1-18	3,138	0	0	0	(3,138)	0
(IN00168) APH Fencing	13,690	0	0	0	(13,690)	0
(IN00176) Senior Citizens Ctr Infrastructure	668	0	0	0	(668)	0
(IN00177) Senior Citizens Ctr Infrastructure	7,806	0	0	0	(7,806)	0
(IN00178) Senior Citizens Ctr Infrastructure	1,075	0	0	0	(1,075)	0
(IN00179) Senior Citizens Centre	476	0	0	0	(476)	0
(IN00180) Senior Citizens Ctr Infrastructure	4,419	0	0	0	(4,419)	0
(IN00182) Senior Citizens Ctr Infrastructure	1,315	0	0	0	(1,315)	0
(IN00183) Senior Citizens Ctr Infrastructure	2,899	0	0	0	(2,899)	0

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
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21. DISPOSALS OF ASSETS - 2013/14 FINANCIAL YEAR (cont.)

The following assets were disposed of during the year.

<u>By Class</u>	Net Book Value		Sale Price		Profit (Loss)	
	Actual \$	Budget \$	Actual \$	Budget \$	Actual \$	Budget \$
Infrastructure Other						
(IN00184) Senior Citizens Ctr Infrastructure	60,228	0	0	0	(60,228)	0
(IN00185) Senior Citizens Ctr Infrastructure	20,549	0	0	0	(20,549)	0
(IN00187) Shade Cloth Kiosk	299	0	0	0	(299)	0
(IN00200) 56 Nimitz St Water Softner	736	0	0	0	(736)	0
(IN00214) Aerodrome Additions 2001	3,870	0	0	0	(3,870)	0
(IN00215) Aerodrome Cover Baggage Carousel	2,275	0	0	0	(2,275)	0
(IN00216) Aerodrome Fans	2,627	0	0	0	(2,627)	0
(IN00217) Aerodrome Fencing, Signage	75	0	0	0	(75)	0
(IN00218) APH Units Infrastructure	18,398	0	0	0	(18,398)	0
(IN00219) Boat Ramp Town Beach	2,974	0	0	0	(2,974)	0
(IN00220) Boat Ramp Town Beach	488	0	0	0	(488)	0
(IN00221) Playgroup Reticulation 2002	1,002	0	0	0	(1,002)	0
(IN00247) Boundary Fence 29 Snapper Lp	4,214	0	0	0	(4,214)	0
(IN00137) Lighthouse Composting Toilet	2,117	0	0	0	(2,117)	0
(IN00138) Lighthouse Toilet	3,413	0	0	0	(3,413)	0
(IN00139) Marine Research Concept	12,164	0	0	0	(12,164)	0
	576,603	13,123	1,869	37,500	(574,734)	24,377

<u>Summary</u>	Actual \$	Budget \$
Profit on Asset Disposals	128	24,377
Loss on Asset Disposals	(574,862)	0
	<u>(574,734)</u>	<u>24,377</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

22. INFORMATION ON BORROWINGS

(a) Repayments - Debentures

Particulars	Principal 1-Jul-13 \$	New Loans \$	Principal Repayments		Principal Outstanding 30 June 2014		Interest Repayments	
			Actual \$	Budget \$	Actual \$	Budget \$	Actual \$	Budget \$
Housing								
Loan 77 - Skip Jack Circle Land	251,454		36,295	36,295	215,159	215,157	13,918	13,917
Loan 80 - Staff Dwellings	949,064		49,387	49,387	899,677	899,677	44,390	44,390
Community Amenities								
Loan 79 - Rubbish Truck	107,155		107,155	107,155	-	-	3,803	3,803
Other Properties & Services								
Loan 75 - Office Extensions	13,058		13,058	13,058	-	13,058	629	629
Loan 76 - 1 Bennett St Exmouth	341,137		14,969	14,969	326,168	341,139	17,245	17,245
	1,661,868	-	220,864	220,864	1,441,004	1,469,031	79,985	79,984

All debenture repayments are financed by general purpose revenue

(b) New Debentures - 2013/14

Particulars/Purpose	Amount Borrowed		Institution	Loan Type	Term (Years)	Total Interest & Charges \$	Interest Rate %	Amount Used		Balance Unspent \$
	Actual \$	Budget \$						Actual \$	Budget \$	
Community Amenities										
Nil										

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

22. INFORMATION ON BORROWINGS

(c) Self Supporting Loans - Interest Free

Particulars	Purpose of Loan	Amount Borrowed \$	Principal 1-Jul-13 \$	New Loans \$	Principal Repayments		Principal Outstanding	
					Actual \$	Budget \$	Actual \$	Budget \$
Recreation & Culture								
*Loan A011413 Golf Club 2002	Purchase Tractor	40,000	1,000			1,000	1,000	-
*Loan A011406 Bowling Club 2009	Installation of Air Conditioning	20,000	12,000		2,000	2,000	10,000	10,000
*Loan A011403 Golf Club 2009	Purchase Slasher	15,000	9,000			3,000	9,000	6,000
*Loan A017018 Squash Club 2010	Upgrade Toilet Facilities	25,000	12,500		1,500	2,500	11,000	10,000
*Loan A017003 Golf Club 2012	Storage Shed	30,000	25,000			5,000	25,000	20,000
*Loan A017019 Truscott Club 2012	Replace Cool Room Motors	20,000	15,000		5,000	5,000	10,000	10,000
*Loan A017020 Bowling Club 2012	Synthetic Greens	250,000	200,000		40,000	50,000	160,000	150,000
*Loan A017021 EGFC 2013	Gantry Upgrade	84,000	84,000		5,250	10,500	78,750	73,500
		484,000	358,500	-	53,750	79,000	304,750	279,500

* Self Supporting Loans were financed from Community Development Interest Free Loans Reserve account

(d) Unspent Debentures

Particulars/Purpose	Dated Borrowed	Balance 1 July 2013 \$	Borrowed During Year \$	Expended During Year \$	Balance 30 June 2014 \$
Nil					

(e) Overdraft

Council established an overdraft facility of \$400,000 with the Westpac Bank to assist with short term liquidity requirements. The balance of the bank overdraft at 1 July 2013 and 30 June 2014 was \$Nil.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

23. RATING INFORMATION - 2013/14 FINANCIAL YEAR

RATE TYPE	Rate in \$	Number of Properties	Rateable Value \$	Rate Revenue \$	Interim Rates \$	TOTAL REVENUE \$	Budget Rate Revenue \$	Budget Interim Rates \$	Budget Total Revenue \$
Differential General Rate									
Gross Rental Value (GRV)									
Composite Development	0.0707	45	992,770	70,189	1,019	71,208	70,189		70,189
Industrial	0.0823	35	881,234	72,526	(1,104)	71,422	72,526		72,526
Light Industrial	0.0823	35	729,551	60,042	393	60,435	60,042		60,042
Marina	0.1197	405	5,345,390	639,844	(1,318)	638,526	639,844	4,000	643,844
Mixed Use	0.0823	97	1,750,809	144,092	(3,277)	140,815	144,092		144,092
Recreation & Public Open Space	0.0823	0	0	0	0	0	0		0
Residential	0.0767	877	13,761,048	1,055,472	5,404	1,060,876	1,055,472	1,000	1,056,472
Residential Development	0.0633	19	86,910	5,501	935	6,436	5,501		5,501
Special Rural	0.0645	21	368,190	23,748	0	23,748	23,748		23,748
Special Use	0.0645	34	845,480	54,534	(373)	54,161	54,534		54,534
Strategic Industrial	0.0707	10	218,624	15,457	171	15,628	15,457		15,457
Tourist	0.0823	143	2,812,182	231,443	(61)	231,382	231,443		231,443
Town Centre	0.0823	65	3,075,520	253,115	138	253,253	253,114		253,114
Unimproved Value (UV)									
Aquaculture	0.0712	3	295,000	21,004	0	21,004	21,004		21,004
Mining	0.1424	35	221,627	31,560	2,810	34,370	31,560	150	31,710
Pastoral	0.0712	5	227,740	16,215	0	16,215	16,215		16,215
Sub-Totals		1,829	31,612,075	2,694,742	4,737	2,699,479	2,694,741	5,150	2,699,891

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

23. RATING INFORMATION - 2013/14 FINANCIAL YEAR

RATE TYPE	Minimum Rates	Number of Properties	Rateable Value	Rate Revenue	Interim Rates	TOTAL REVENUE	Budget Rate Revenue	Budget Interim Rates	Budget Total Revenue
	\$		\$	\$	\$	\$	\$	\$	\$
Minimum Payments									
Gross Rental Value (GRV)									
Composite Development	675.00	0	0	0		0	0		0
Industrial	675.00	1	5,000	675		675	675		675
Light Industrial	675.00	1	3,850	675		675	675		675
Marina	1150.00	104	618,180	119,600		119,600	119,600		119,600
Mixed Use	675.00	25	76,718	16,875		16,875	16,875		16,875
Recreation & Public Open Space	675.00	0	0	0		0	0		0
Residential	675.00	86	514,050	58,050		58,050	58,050		58,050
Residential Development	380.00	7	14,130	2,660		2,660	2,660		2,660
Special Rural	675.00	1	9,600	675		675	675		675
Special Use	675.00	2	10,348	1,350		1,350	1,350		1,350
Strategic Industrial	675.00	0	0	0		0	0		0
Tourist	675.00	37	202,000	24,975		24,975	24,975		24,975
Town Centre	675.00	0	0	0		0	0		0
Unimproved Value (UV)									
Aquaculture	211.00	0	0	0		0	0		0
Mining	211.00	12	7,929	2,532		2,532	2,532		2,532
Pastoral	211.00	0	0	0		0	0		0
Sub-Totals		276	1,461,805	228,067	0	228,067	228,067	0	228,067
		2,105	33,073,880	2,922,809	4,737	2,927,546	2,922,808	5,150	2,927,958
Rate Concessions						(13,024)			(13,022)
Total Amount Raised from General Rate						2,914,522			2,914,936
Specified Area Rates						40,570			38,748
Total Rates						2,955,092			2,953,684

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

23. RATING INFORMATION - 2013/14 FINANCIAL YEAR

(b) Information on Surplus/Deficit) Brought Forward

	2014 (30 June 2014 Carried Forward) \$	2014 (1 July 2013 Brought Forward) \$	2013 (30 June 2013 Carried Forward) \$
Surplus/(Deficit)			
1 July 2013 Brought Forward	<u>752,520</u>	<u>2,451,204</u>	<u>2,451,204</u>
Comprises:			
Cash - Unrestricted	1,100,231	978,912	978,912
Cash - Restricted	5,227,075	7,183,436	7,183,436
Rates - Current	251,494	979,647	979,647
Sundry Debtors	1,721,753	1,812,539	1,812,539
GST Receivable	247,425	300,213	300,213
Inventories - Fuel and Materials	55,662	55,089	55,089
	<u>8,603,640</u>	<u>11,309,836</u>	<u>11,309,836</u>
Less:			
Reserves - Restricted Cash			
Community Interest Free Loans Reserve	(203,868)	(147,458)	(147,458)
Community Development Fund Reserve	(875,496)	(962,738)	(962,738)
Leave Reserve	(564,966)	(554,956)	(554,956)
Plant Reserve	(280,149)	(501,416)	(501,416)
Waste Management Reserve	(149,377)	(146,730)	(146,730)
Public Open Space Reserve	0	(793)	(793)
Swimming Pool Reserve	(407,377)	(351,045)	(351,045)
Shire Staff Housing Reserve	(7,869)	(984,071)	(984,071)
Airport Reserve	(1,396,393)	(1,384,480)	(1,384,480)
Airport Security Equipment Reserve	0	0	0
Rehabilitation Reserve	(160,254)	(430,770)	(430,770)
Marina Village Asset Replace & Preservation Reserve	(5,546)	(5,448)	(5,448)
Building Infrastructure Preservation Reserve	(49,916)	(49,032)	(49,032)
Industrial Area Roads Reserve	0	(28,665)	(28,665)
Town Planning Scheme Reserve	(19,512)	(10,897)	(10,897)
Unspent Grants & Contributions Reserve	(1,105,073)	(1,598,854)	(1,598,854)
Carried Over Projects Reserve	(1,279)	(26,083)	(26,083)
Sundry Creditors	<u>(2,624,044)</u>	<u>(1,675,196)</u>	<u>(1,675,196)</u>
	<u>(7,851,119)</u>	<u>(8,858,632)</u>	<u>(8,858,632)</u>
Surplus/(Deficit)	<u><u>752,520</u></u>	<u><u>2,451,204</u></u>	<u><u>2,451,204</u></u>

Difference:

There was no difference between the Surplus/(Deficit) 1 July 2013 Brought Forward position used in the 2014 audited financial report and the Surplus/(Deficit) Carried Forward position as disclosed in the 2013 audited financial report.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

24. SPECIFIED AREA RATE - 2013/14 FINANCIAL YEAR

	Rate in \$	Basis of Rate	Rateable Value \$	Rate Revenue \$	Budget Rate Revenue \$	Applied to Costs \$	Budget Applied to Costs \$
Marina Specified Area	0.0122	GRV	3,161,100	40,570	38,748	40,570	38,748
				40,570	38,748	40,570	38,748

The specified area rate for the marina is for those properties fronting the marina canals. The proceeds of the rate are applied in full to the environmental monitoring and maintenance of the canal waterways.

25. SERVICE CHARGES - 2013/14 FINANCIAL YEAR

Council did not charge a service charge in 2013/14.

26. DISCOUNTS, INCENTIVES, CONCESSIONS, & WRITE-OFFS - 2013/14 FINANCIAL YEAR

	Type	Disc %	Total Cost/ Value \$	Budget Cost/ Value \$
Aquaculture Zone				
Rates - A1332	Concession	N/A	(9,703)	(9,703)
Rates - A1333	Concession	N/A	(798)	(798)
Pastoral Zone				
Rates - A514	Concession	N/A	(879)	(879)
Rates - A688	Concession	N/A	(171)	(171)
Rates - A512	Concession	N/A	(1,028)	(1,028)
Rates - A1146	Concession	N/A	(445)	(443)
			(13,024)	(13,022)

The concession for Aquaculture is to recognise support for the development of aquaculture ventures
The concession is provided to Pastoralists to accommodate their concerns for their rating costs

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

27. INTEREST CHARGES AND INSTALMENTS - 2013/14 FINANCIAL YEAR

	Interest Rate %	Admin. Charge \$	Revenue \$	Budgeted Revenue \$
Interest on Unpaid Rates	11		74,082	30,000
Interest on Instalments Plan	5.5		11,763	12,000
Charges on Instalment Plan		12.45	12,749	10,881
			98,594	52,881

Ratepayers had three separate options for payment of their rates as listed below. Administration charges and interest applied for the final three instalments.

Option 1 (Full Payment)

Full amount of rates and charges including arrears to be paid on or before 11 September 2013.

Option 2 (4 Instalments)

First instalment	due 11 September 2013
Second instalment	due 11 November 2013
Third instalment	due 13 January 2014
Fourth instalment	due 13 March 2014

Option 3 (2 Instalments)

First instalment	due 11 September 2013
Second instalment	due 11 November 2013

28. FEES & CHARGES	2014 \$	2013 \$
General Purpose Funding	33,908	28,803
Law, Order, Public Safety	21,075	7,807
Health	43,822	46,768
Education & Welfare	35,279	10,072
Housing	248,091	232,224
Community Amenities	953,473	956,807
Recreation & Culture	107,898	83,325
Transport	5,588,654	6,017,716
Economic Services	271,278	248,706
Other Property & Services	50,902	70,975
	<u>7,354,381</u>	<u>7,703,203</u>

During 2013/14, there was an amendment to the Fees and Charges for Disposal Fees at the Refuse Site, which was advertised on 15 January 2014.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

29. GRANT REVENUE

2014
\$

2013
\$

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

By Nature or Type:

Operating Grants, Subsidies and Contributions	1,339,868	3,192,842
Non-Operating Grants, Subsidies and Contributions	6,352,714	4,910,840
	7,692,582	8,103,682

By Program:

General Purpose Funding	907,547	1,783,769
Governance	0	0
Law, Order, Public Sector	54,909	66,215
Education & Welfare	5,409	0
Housing	17,118	0
Community Amenities	7,568	150,000
Recreation and Culture	2,814,038	3,502,322
Transport	3,716,758	2,438,068
Economic Services	147,409	119,835
Other Property & Services	21,826	43,473
	7,692,582	8,103,682

2014
\$

2014
Budget
\$

2013
\$

30. COUNCILLORS' REMUNERATION

The following fees, expenses and allowances were paid to council members and/or the president.

President's Allowance	12,500	12,500	8,707
President's Meeting Fees	12,500	12,500	10,521
Deputy President's Allowance	3,131	3,125	2,176
Councillor Meeting Fees	35,281	37,500	26,305
Telecommunications Allowance	6,101	15,200	8,328
	69,513	80,825	56,037

31. EMPLOYEE NUMBERS

The number of full-time equivalent employees at balance date

2014

2013

69.2

67.7

32. MAJOR LAND TRANSACTIONS

Council did not participate in any major land transactions during the 2013/14 financial year.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

33. MAJOR TRADING UNDERTAKINGS

Learmonth Airport is the general aviation and regular passenger transport airport for the Shire of Exmouth. It is the main regional base for aircraft charter operations and private flying in Exmouth.

The Shire is responsible for operating the civil terminal, apron and taxiway; the RAAF are responsible for maintaining the other civil facilities used for civil aviation to comply with Defence legislation and regulations.

	2014	2014	2013
	\$	Budget	\$
		\$	
Operating Revenue			
Fees & Charges	5,421,181	5,100,756	5,860,467
Grants & Subsidies	0	0	225,400
Other Revenue	46,274	17,000	0
	<u>5,467,455</u>	<u>5,117,756</u>	<u>6,085,867</u>
Operating Expenditure			
Employee Costs	(2,200,842)	(1,811,261)	(1,738,154)
Materials & Contracts	(398,402)	(803,472)	(748,043)
Utilities	(177,662)	(175,030)	(184,791)
Insurance	(106,740)	(98,271)	(85,013)
Other Expenditure	(273,605)	(611,404)	(582,470)
Depreciation	(733,721)	(381,118)	(458,937)
	<u>(3,890,972)</u>	<u>(3,880,556)</u>	<u>(3,797,408)</u>
Operating Surplus/(Deficit)	<u>1,576,483</u>	<u>1,237,200</u>	<u>2,288,459</u>
CAPITAL EXPENDITURE			
Land & Buildings	(232,392)	(295,000)	(37,830)
Furniture and Equipment	(73,593)	(100,000)	(191,018)
Infrastructure Other	(18,182)	(40,000)	(1,438,791)
Plant and Equipment	(26,333)	(32,000)	0
Transfer to/from Reserve	(82,182)	58,655	251,071
	<u>(432,682)</u>	<u>(408,345)</u>	<u>(1,416,568)</u>
TOTAL NET RESULT	<u>1,143,801</u>	<u>828,855</u>	<u>871,891</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

34. FINANCIAL RISK MANAGEMENT

Council's activities expose it to a variety of financial risks including price risk, credit risk, liquidity risk and interest rate risk. The Council's overall risk management focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Council.

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

Financial risk management is carried out by the finance area under policies approved by the Council.

The Council held the following financial instruments at balance date:

	Carrying Value		Fair Value	
	2014	2013	2014	2013
	\$	\$	\$	\$
Financial Assets				
Cash and cash equivalents	6,327,306	8,162,348	6,327,306	8,162,348
Receivables	2,549,446	3,469,110	2,549,446	3,469,110
Financial assets at fair value through profit or loss	0	0	0	0
Available for-sale financial assets	0	0	0	0
	<u>8,876,752</u>	<u>11,631,458</u>	<u>8,876,752</u>	<u>11,631,458</u>
Financial Liabilities				
Payables	2,624,045	1,675,196	2,624,045	1,675,196
Borrowings	1,441,003	1,661,868	1,441,003	1,661,868
	<u>4,065,048</u>	<u>3,337,064</u>	<u>4,065,048</u>	<u>3,337,064</u>

Fair value is determined as follows:

- Cash and Cash Equivalents, Receivables, Payables – estimated to the carrying value which approximates net market value.
- Borrowings – estimated future cash flows discounted by the current market interest rates applicable to assets and liabilities with similar risk profiles.

Financial Assets at Fair Value through profit and loss. Available for Sale Financial Assets - based on quoted market prices at the reporting date or independent valuation.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

34. FINANCIAL RISK MANAGEMENT (Continued)

(a) Cash and Cash Equivalents

Financial assets at fair value through profit or loss

Available-for-sale financial assets

Held-to-maturity investments

Council's objective is to maximise its return on cash and investments whilst maintaining an adequate level of liquidity and preserving capital. The finance area manages the cash and investments portfolio with the assistance of independent advisers (where applicable).

The major risk associated with investments is price risk – the risk that the capital value of investments may fluctuate due to changes in market prices, whether these changes are caused by factors specific to individual financial instruments of their issuers or factors affecting similar instruments traded in a market.

Cash and investments are also subject to interest rate risk – the risk that movements in interest rates could affect returns.

Another risk associated with cash and investments is credit risk – the risk that a contracting entity will not complete its obligations under a financial instrument resulting in a financial loss to Council.

Council manages these risks by diversifying its portfolio and only purchasing investments with high credit ratings or capital guarantees. Council also seeks advice from independent advisers (where applicable) before placing any cash and investments.

	2014	2013
	\$	\$
Impact of a 10% (*) movement in price of investments:		
- Equity	0	0
- Statement of Comprehensive Income	0 (+)	0 (+)
Impact of a 1% (*) movement in interest rates on cash and investments:		
- Equity	226,882	198,431
- Statement of Comprehensive Income	238,787	196,153

Notes:

(*) Sensitivity percentages based on management's expectation of future possible market movements.

Recent market volatility has seen large market movements for certain types of investments.

(+) Maximum impact.

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

34. FINANCIAL RISK MANAGEMENT (Continued)

(b) Receivables

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

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

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

Council makes suitable provision for doubtful receivables as required and carries out credit checks on most non-rate debtors.

There are no material receivables that have been subject to a re-negotiation of repayment terms.

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

	2014	2013
Percentage of Rates and Annual Charges		
- Current	0%	0%
- Overdue	100%	100%
Percentage of Other Receivables		
- Current	84%	98%
- Overdue	16%	2%

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

34. FINANCIAL RISK MANAGEMENT (Continued)

(c) Payables 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. Council manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer. Payment terms can be extended and overdraft facilities drawn upon if required.

The contractual undiscounted cash flows of Council's Payables and Borrowings are set out in the Liquidity Sensitivity Table below:

	Due within 1 year \$	Due between 1 & 5 years \$	Due after 5 years \$	Total contractual cash flows \$	Carrying values \$
<u>2014</u>					
Payables	2,624,045	0	0	2,624,045	2,624,045
Borrowings	105,881	567,264	767,856	1,928,920	1,441,003
	<u>2,729,926</u>	<u>567,264</u>	<u>767,856</u>	<u>4,552,965</u>	<u>4,065,048</u>
<u>2013</u>					
Payables	1,675,196	0	0	1,675,196	1,675,196
Borrowings	220,223	587,409	853,862	2,230,038	1,441,003
	<u>1,895,419</u>	<u>587,409</u>	<u>853,862</u>	<u>3,905,234</u>	<u>3,116,199</u>

SHIRE OF EXMOUTH

Notes to and forming part of the Financial Report
for the Year Ended 30 June 2014

34. FINANCIAL RISK MANAGEMENT (Continued)

(c) Payables

Borrowings (continued)

Borrowings are also subject to interest rate risk – the risk that movements in interest rates could adversely affect funding costs. Council manages this risk by borrowing long term and fixing the interest rate to the situation considered the most advantageous at the time of negotiation.

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

	<1 year \$	>1<2 years \$	>2<3 years \$	>3<4 years \$	>4<5 years \$	>5 years \$	Total \$	Weighted Average Effective Interest Rate %
2014								
Borrowings								
Fixed Rate								
Debentures					(215,157)	(1,225,847)	(1,441,004)	4.94%
Weighted Average Effective Interest Rate					5.65%	4.81%		
2013								
Borrowings								
Fixed Rate								
Debentures	(120,213)					(1,541,655)	(1,661,868)	4.99%
Weighted Average Effective Interest Rate	5.50%					4.95%		

SHIRE OF EXMOUTH

Supplementary Ratio Information
for the Year Ended 30 June 2014

RATIO INFORMATION

The following information relates to those ratios which only require an attestation they have been checked and are supported by verifiable information. It does not form part of the audited annual financial report.

	2013	2012	2011
Asset Consumption Ratio	0.71	1.14	N/A
Asset Renewal Funding Ratio	0.92	N/A	N/A

The above ratios are calculated as follows:

Asset Consumption Ratio
$$\frac{\text{depreciated replacement cost of assets}}{\text{current replacement cost of depreciable assets}}$$

Asset Renewal Funding Ratio
$$\frac{\text{NPV of planned capital renewals over 10 years}}{\text{NPV of required capital expenditure over 10 years}}$$

N/A - In keeping with amendments to Local Government (Financial Management) Regulation 50, comparatives for the two preceding years (being 2012 and 2011) have not been reported as financial information is not available.



Anderson Munro & Wyllie

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INDEPENDENT AUDIT REPORT TO THE ELECTORS OF THE SHIRE OF EXMOUTH

Scope

We have audited the financial report of Shire of Exmouth for the year ended 30 June 2014. The financial report comprises the Statement by Chief Executive Officer, Statements of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows, Rate Setting Statement and accompanying notes to the financial statements.

The Council is responsible for the preparation of a financial report which provides a true and fair view of the financial performance and position of the council in accordance with the Local Government Act 1995, and Regulations. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error and for accounting policies and estimates inherent to the financial report.

Audit Approach

We conducted an independent audit of the financial report in order to express an opinion on it to the electors of the Shire of Exmouth. Our audit was conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control and the availability of persuasive rather than conclusive evidence. Therefore an audit cannot guarantee that all misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Local Government Act 1995, and Regulations, including compliance with Accounting Standards in Australia, and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the Council's financial position, and of their performance which is represented by the results of operations and cash flows.

We formed our opinion on the basis of these procedures, which included:

- examining on a test basis, information to provide evidence, supporting the amounts and disclosures in the financial report.
- assessing the appropriateness of the accounting policies and disclosures used, and the reasonableness of significant accounting estimates made by the directors.

Whilst we considered the effectiveness of managements internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.



Independence

Anderson Munro & Wyllie are independent of the Shire of Exmouth, and have met the independence requirements of Australian professional ethical pronouncements and the Local Government Act 1995.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion, the financial statements of the Shire of Exmouth are properly drawn up:

- a) So as to give a true and fair view of the state of affairs of the Shire as at 30 June 2014 and the results of its operations and cash flows for the year then ended;
- b) In accordance with the requirements of the Local Government Act 1995; and
- c) In Accordance with Applicable Australian Accounting Standards.

Statutory Compliance

- a) We did not during the course of the audit, become aware of any instance where the Council did not comply with the requirements of the Local Government Act 1995 and the Local Government (Financial Management) Regulations 1996.
- b) There were no material or significant adverse trends in financial position or financial management practices revealed during the course of our audit.
- c) We have obtained all necessary information and explanations in relation to our audit.
- d) Our audit procedures were all satisfactorily completed.
- e) In relation to the Supplementary Ratio Information presented at page 67 of this report, we have reviewed the calculations as presented and in our opinion these are:
 - i) Based on verifiable information; and
 - ii) Reasonable assumptions.

Dated the 12th day of November 2014 in Perth, Western Australia

BILLY-JOE THOMAS
Director

Anderson Munro & Wyllie
ANDERSON MUNRO & WYLLIE
Chartered Accountants