

Shire of
Wyndham East Kimberley

Annual Report 2008-09



Shire of Wyndham-East Kimberley Annual Report 2008-09

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Shire of Wyndham-East Kimberley

Annual Report 2008-09

The Shire of Wyndham East Kimberley operates under the provision of the Local Government Act 1995 (as amended) and associated regulations. The Shire of Wyndham East Kimberley is a statutory organisation responsible to the ratepayers and residents within the Shire.

Shire of Wyndham East Kimberley

PO Box 614
Kununurra WA 6743

Email: mail@thelastfrontier.com.au
Website: www.thelastfrontier.com.au

Shire Offices and Chambers:

Kununurra Office

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Kununurra WA 6743
Ph (08) 9168 4100
Fax (08) 9168 1798

Wyndham Office

Koolama Street
Wyndham WA 6740
Ph (08) 9161 1002
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Office Hours: 8:00am - 4:00pm Monday to Friday

Ordinary Council Meetings occur every third Tuesday of each month and are open to the public. Public notices are distributed to inform the people of our community of the location and date for Council Meetings.

Shire Statistics:

Distance from Perth: 3,200 (km)
Area: 121,189 (square km)
Length of sealed roads: 245 (km)
Length of unsealed roads: 1,085 (km)
Population: 7,775 (Australian Bureau of Statistics, considered an underestimate)
Number of Electors: 3,745
Number of Voters in 2008 Election: 734
Voter Turnout: 19.6%
Total number of Full Time Employees (FTE's): 73

Suburbs and Localities:

Wyndham, Kununurra (including Hidden Valley, Lakeside, Weaber Plain Road, Packsaddle Road, River Farm Road, and Crossing Falls), Lake Argyle, Kalumburu and Oombulgurri.

Significant Local Events:

Ord Valley Muster, Kununurra Agricultural Show, Kununurra Rodeo, Kununurra and Wyndham Races, Dam to Dam Dingy Dash, Writers Festival.

Local Industry:

Tourism, agriculture; irrigation, melons, mangoes, bananas, maize, sandalwood, cattle, mining, aquaculture and Wyndham Port facilities.

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Tourist Attractions:

Mirima National Park, Cockburn Ranges, Ragged Range, Carboyd Ranges, Mitchell Plateau, waterfalls, waterholes, Lake Argyle, Ivanhoe Crossing, Ord Irrigation Area, The Grotto, Wyndham Crocodile Farm, Five Rivers Lookout, Parry's Lagoon Nature Reserve, Kelly's Knob, Ord River, El Questro, Home Valley Station, Gibb River Road, Pentecost River and Diversion Dam/Lake Kununurra, The Hoochery Distillery, Zebra Rock Gallery, Drysdale River National, Celebrity Tree Park.



Mitchell Plateau



Five Rivers Lookout – Wyndham



Boab Tree – Kununurra



Ivanhoe Crossing



Diversion Dam - Kununurra



Lake Argyle

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Shire Presidents Report

It is a great pleasure to be able to present 2008/09 Shire of Wyndham East Kimberley Annual Report.

This has been a watershed year for our region.

The Western Australian State Election, held in September 2008, saw the emergence of the Royalties for Regions program which breathed new life into our regions future. The Ord Expansion project, for which this region has lobbied very hard for many years, became a key priority for the Western Australian Government via the Royalties for Regions Program, and a State commitment of \$220M was made to the program over a three year period. This commitment by our State Government then led to the Australian Government undertaking to make a contribution of \$195M for social infrastructure.

The Hon Kevin Rudd Prime Minister visited our region in December 2008 to make the Australian Governments commitment of \$195M.

Combined, the Ord - East Kimberley Investment Package will become a powerful force for positive change in our region.

We should not forget that a precursor to this package was the settlement of native title between the State Government of Western Australian and the Miriuwung Gajerrong people in October 2005. Without that settlement it would not be possible for the Ord Expansion to occur and for funding to be allocated as it has been.

The Ord - East Kimberley Investment Package is much more than an agriculture expansion. It is not about a stronger economic base for our region, but a strategy to close the socio-economic gap that currently exists for indigenous people in our region.

In November 2008 the Local Government election was held. Councillors Robert Boshammer and Kenneth Torres were elected to Council for the first time. They have both made a valuable contribution to governance in our region already and I thank them for that.

I would like to acknowledge former Shire President Michele Pucci who resigned from Council in October 2008. Michele was Shire President from 2005 and provided wonderful leadership in her tenure as President. Michele was a great contributor to Council and public life in our region and left a wonderful legacy for us all to build on, which we are now doing. In particular, Michele gave carriage to things like the new Kununurra Childcare Centre, and Youth Centre through her leadership.

I am grateful for the support of Councillors and staff who have worked well as a team through the year. 2009/10 and indeed the next few years will be ones in which we should all look forward to with great confidence as the Ord - East Kimberley Investment Package is implemented.

Best wishes

Cr Fred Mills
Shire President

Shire of Wyndham-East Kimberley Annual Report 2008-09 Councillors



Cr John Moulden



Cr Fred Mills
Shire President



Cr Ralph Addis
Deputy Shire President



Cr Di Ausburn



Cr Robert Boshammer



Cr Kenneth Torres



Cr Paul Caley



Cr Keith Wright



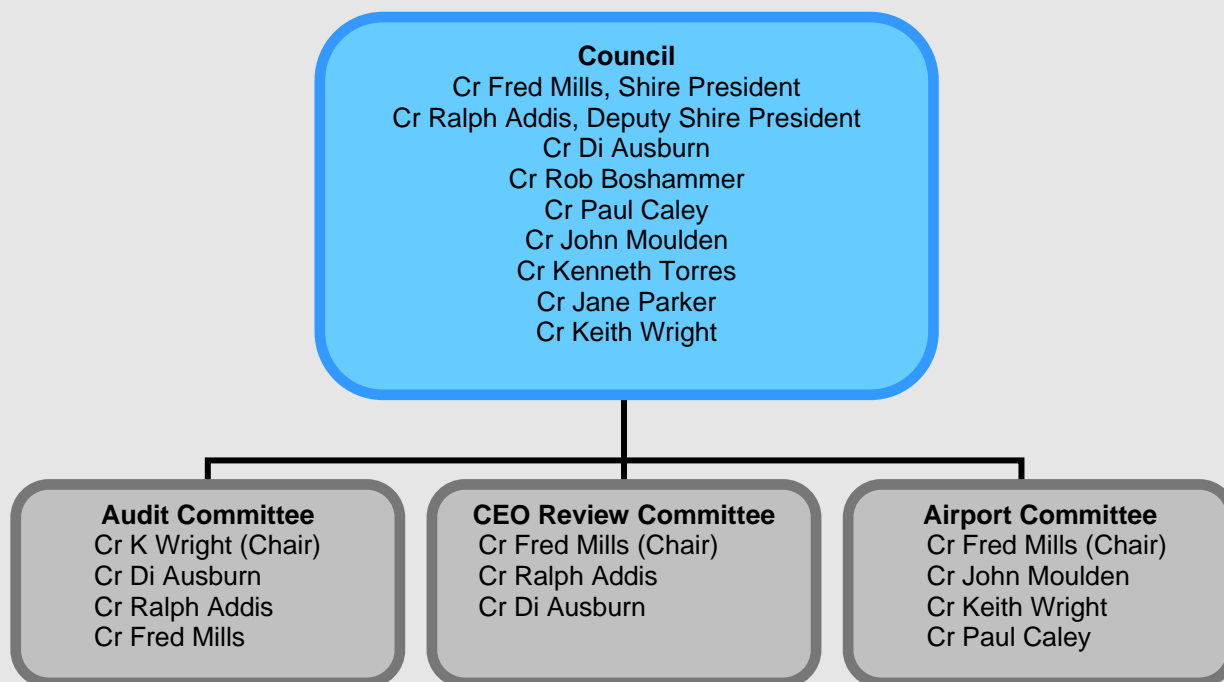
Cr Jane Parker

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Councillors

Council Committees

Council operated three Committees during the year. Committees have no standing delegations and decision making authority. Their meetings are therefore closed to the public. Committees make recommendations to the full Council, with decision being made by the Council.



Airport Committee

The committee considers and makes recommendations to Council on issues relating to strategic direction and policy for the East Kimberley Regional Airport and the Wyndham Airport.

Audit Committee

Each local government is required to have an Audit Committee to make recommendations to Council relating to the Audit function. In addition to the legislated purpose, the Audit Committee provides recommendation to Council in relation to financial management and policy.

CEO Review Committee

The CEO Review Committee undertakes the review process for the CEO and makes recommendations to Council on the CEO performance, key performance indicators and employment contract matters.

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Councillors

Election October 2008

Former Councillor, and Shire President, Michele Pucci resigned from Council in October 2008 after seven years of Council service.

An extraordinary election was held on the 7th November 2008 to fill Councillors vacancies caused by the resignation of former Councillors Michele Pucci and John Buchanan.

The extraordinary election was contested by seven candidates, and was run on the proportional preferential system, a system replacing the previous first past post election method.

Election Results:

COUNCILLORS	
Candidates	Order of election or exclusion
Robert Boshammer Kenneth Torres	Elected 1 st Elected 2 nd
Bevan Spackman	Not Elected
Mandy Thorneycroft Michelle Bickers Cherie McAdam Andrew Marsden	Excluded Excluded Excluded Excluded
The following people were elected in the following order as Councillors for the Shire of Wyndham East Kimberley. Each Councillor holds office until the date set out next to his name.	
Councillor	Expiry of Term
Robert Boshammer Kenneth Torres	2009 October 2009 October

Number of Voters in 2008 Election: 734

Voter Turnout: 19.6%

At a Special Council Meeting following the election Council elected Cr Fred Mills as Shire President. Cr Ralph Addis continued as Deputy Shire President.

Council met monthly throughout the year and scheduled Seven Special meetings to ensure continuity of business and governance.

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Chief Executive Officers Report

The year 2008 has been a very good period for the Shire of Wyndham East Kimberley.

Despite the best of planning, few people could have predicated the extent of the global economic downturn and its impacts, or the fortunate position our region would find itself in against this back drop.

The relative good position that the region is progressing in is a credit to many people and organisations who have done a tremendous amount of work to help secure the Ord - East Kimberley Investment Package. In particular, the collaboration and goodwill between local people and organisations to secure this outcome has been exemplary. Council has had a key role through its advocacy function in assisting to create this unique opportunity.

While there has been a strong advocacy focus to achieve the Ord - East Kimberley Investment Package, the region now needs to 'change gear' and move into delivery mode, to make good the funded strategies which will deliver vastly improved services for people in our region.

The Shire of Wyndham East Kimberley will have its own significant infrastructure to complete in the next year or two. This will be both exciting and challenging.

The greater challenge for the community will be the extent to which we can influence the Ord - East Kimberley Investment Package so that the social disadvantage gap for indigenous people, who make up nearly 50% of the districts population, closes substantially.

The Shire has continued to improve its corporate strength this year with staff turnover being down, succession planning showing its benefits, with the capacity of Shire staff improving. I am very proud of the work ethic and team work shown by staff throughout the year, which has resulted in improved services for the community. It is especially pleasing for the Shire to be able to offer young people employment, and to see them develop and progress their careers.

Service to the community has been improved and significant advance made in improving the community assets.

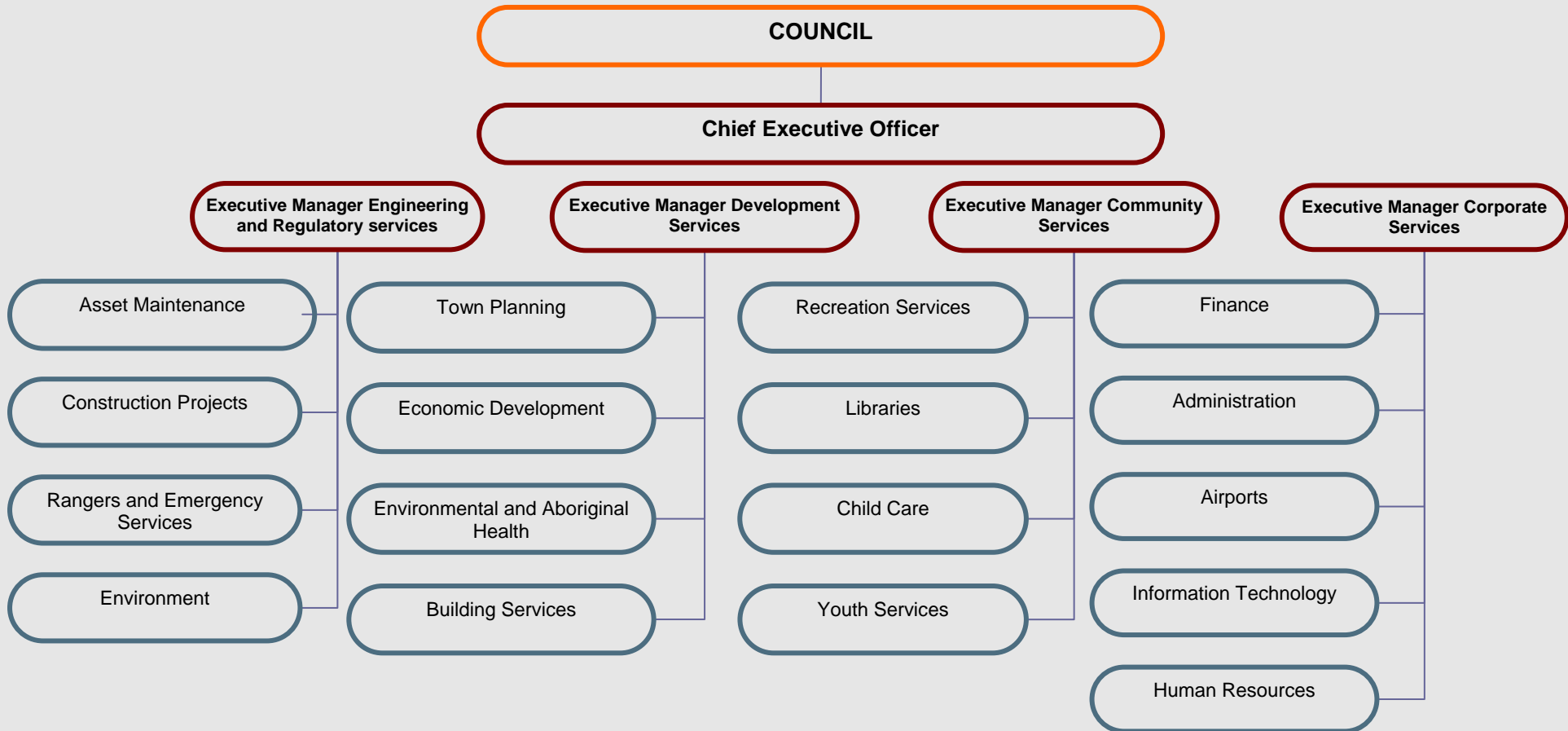
I thank Councillors and staff for their dedication and professional support. It is a privilege to work with people with an appetite for getting things done.

Peter Stubbs
Chief Executive Officer



WA Nationals Leader Brendan Grylls

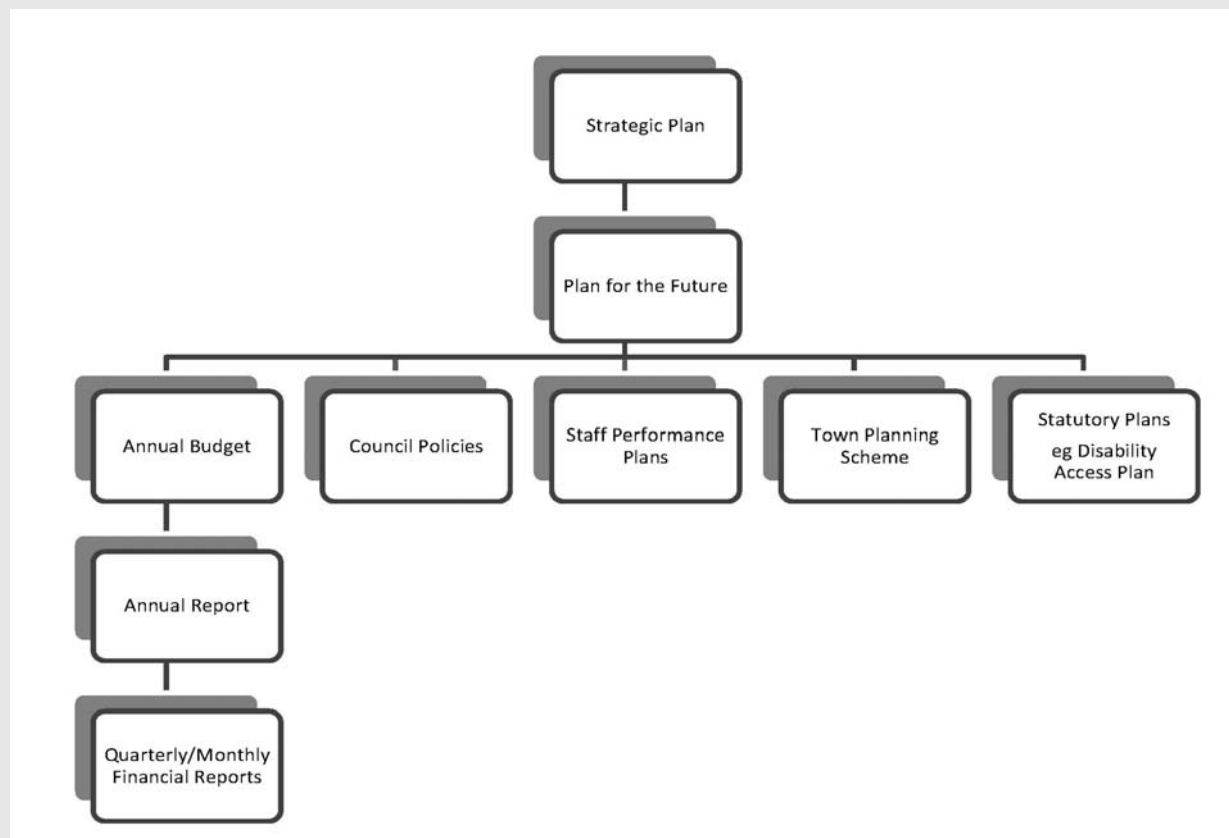
Shire of Wyndham-East Kimberley Annual Report 2008-09 Organisational Chart



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Governance

The relationship between the Annual Report and other planning frameworks for the Shire is shown in the following diagram;



Strategic Plan

Council continues to be focussed and guided by its Strategic Plan in which five key result areas are embedded. Those being;

Governance	To work in a co-operative way in delivering its obligations and to communicate well with the community.
Infrastructure	To maintain the Shire's infrastructure and assets to a high standard.
Community	To develop the strengths and potential of our community now and into the future.
Economic Development	To work in partnership with Government, community and industry leaders to promote and provide opportunities for economic and social growth across the Shire.
Environment	To ensure the Shire contributes to the unique environment in a sustainable and realistic manner.

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Governance

Plan for the Future

Council adopted its Plan for the Future document for the Shire of Wyndham East Kimberley at the Council Meeting held in November 2008.

The Plan for the Future is available on the Shires website at www.thelastfrontier.com.au. It provides a detailed account of the key projects the Council identifies as being important to implement for the region and community.

Recordkeeping Plan (RKP)

During 2008/09 the Shire recruited a new Records Officer who underwent extensive training in record management procedures. A major focus during the year has been a complete review and organisation of the Shires archived records in accordance with the requirements of the State Records Act 2000.

National Competition Policy

The Principles of the National Competition Policy requires local government authorities to market test activities which generate user income in excess of \$200,000. The objective of competitive neutrality is to introduce measures which effectively remove any net competitive advantages arising simply as result of government ownership of a business entity.

The activity requiring scrutiny in this regard for the Shire of Wyndham East Kimberley is that of private works on private property; however during 2008/09 no individual private works project exceeded \$200,000. The Shire provides quotations or submits tenders in order to win private works. This process ensures the activity of private works is open to competitive market testing.

In relation to structural review of public monopolies, the Shire of Wyndham East Kimberley discloses the following;

1. Structural review principles have not been applied to any activities during the reporting period.
2. Structural review principles have not been considered for any activities during the reporting period.

As no structural reform has been applied to any activities the review requirements of *principle SR.3 of clause 7 of the Competition Policy Statement* have not been undertaken. For all other activities of the Shire, opportunities are continually being examined in order to generate efficiency improvements. This must be balanced with the type and level of service provision and statutory and other regulatory measures the Shire is bound to implement.

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Governance

Disability Access and Inclusion Plan

The Shire of Wyndham East Kimberley prepares and implements a Disability Access and Inclusion Plan to ensure Council services are available to all community members (ratepayers and residents). The Disability Access and Inclusion Plan is prepared in accordance with the *Disability Services Act 1993*. A summary of the outcomes of the Shire's Plan for 2008/09 are provided below:

Outcome 1

Existing functions, facilities and services are appropriate to the needs of all people:

- Planning for new parks and park upgrades under the Shire's Parks Plan includes; consideration of access requirements, including soft fall materials for people with disabilities and accessible park infrastructure
- Regular training in the safe operation of the hydraulic pool hoist and assisting people with mobility limitations is undertaken by staff at the Kununurra Leisure Centre
- Kununurra Leisure Centre and Wyndham Pool continue to provide free entry to carers accompanying people with disabilities

Outcome 2

Access to buildings and facilities is provided and reviewed:

- Accessibility audit of Shire owned public buildings was conducted
- Installation of ramps to improve accessibility and safety in Wyndham main shopping precinct
- Annual program of footpath repairs and maintenance completed

Outcome 3

Information about functions, facilities and services is provided in formats to meet the communication requirements of all people:

- Planning for the Shire's website re-development includes consideration of accessibility standards and guidelines
- Council endeavours to ensure that all information is made available to the community in clear and concise language and is available in formats accessible for people with disabilities

Outcome 4

Improved awareness of needs of all people to participate in community life:

- Key Council officers participated in disability awareness training

Outcome 5

Opportunities for people with disabilities to participate in public consultations, grievance mechanisms and decision making processes are provided:

- Council Meetings and public consultations are held in accessible venues

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Governance

Student Scholarships

Council has a policy of offering \$20,000 scholarships to local students in the fields of Town Planning, Environmental Health and Engineering, which have severe skills shortages across Australia. The scholarships include the opportunity for paid tertiary semester break work at the Shire, providing a practical learning environment, and part time work for the student/s. In June 2009 the first scholarship under this policy was awarded to Phil Diederichsen who is from a local family, and is in his second year University Civil Engineering degree.

Shire Staff

In recent years the Shire established a staff Hall of Fame to recognise long serving staff, with 10 years or more of service to the community and the Shire. Eight staff members were the inaugural inductees into the Hall of Fame in 2007/08. This year, Dave Standing achieved 10 years service and joined this select group. The Shire congratulates Dave!



Dave Standing – 10 years

Staff Summary

	05/06	06/07	07/08	08/09
Number of Full Time Staff	53	58	58	73
Total Number of Staff	61	63	67	100
% Male Staff	56%	49%	46%	30%
% Female Staff	44%	51%	54%	70%
% Indigenous Staff	7%	15%	10%	10%
Number of Trainees/Student placements	NA	1	1	3
Staff Turnover	~40%	~36%	29%	28%
% of Staff Engaged in Training	NA	NA	68%	71%
% Staff Engaged in Professional Development	NA	NA	22%	25%

During the 2008/2009 financial year SWEK has employed an additional 15 new staff to keep up with the continuing growth of the region and reflecting a strategic shift from the contracting out of some services (e.g. landscaping and landfill management) to in house service provision.

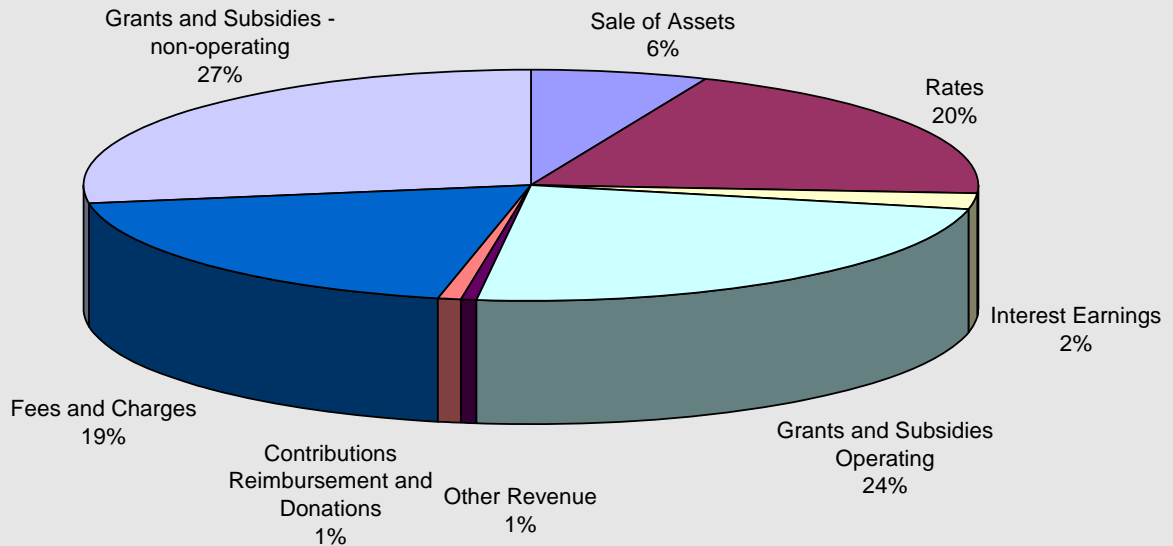
Four new full time youth services positions have been created with the assistance of external grant funding. The Leisure Centre has employed two local full time trainees to minimise the use of casuals and to ensure services are not affected due to staff leave commitments.

The position of IT Coordinator was created to address the growing information services we have throughout the Shire and to ensure that staff are able to access these resources on demand.

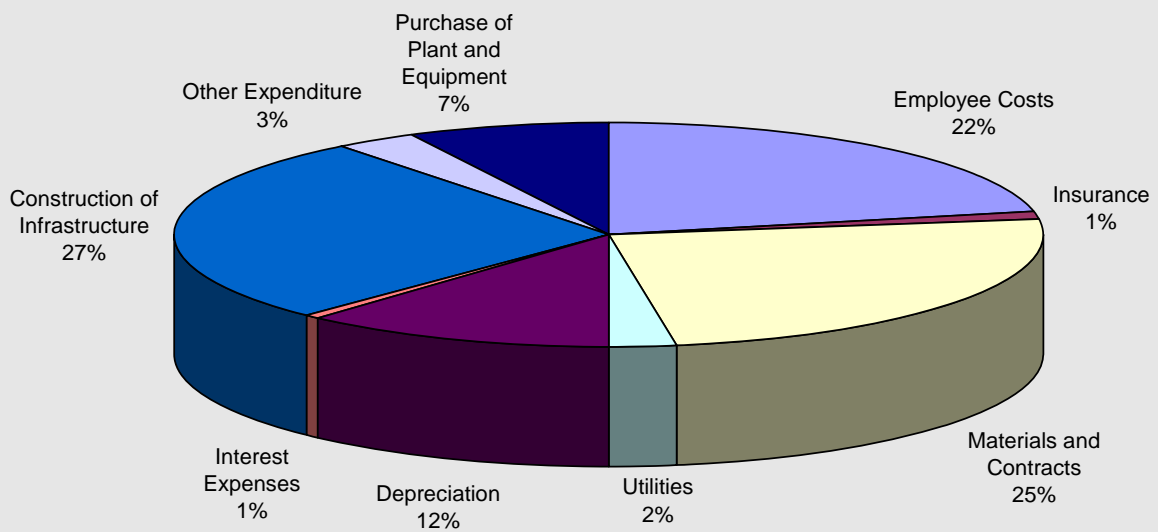
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Governance

Revenue Sources



Total Investment



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Governance

Financial Management

Council is in a sound financial position, with low loan debt by industry standards.

Council borrows direct from the WA Treasury Corporation, at lower than commercial bank rates. Treasury ratios applicable to loans are:

- Debt Service Ratio not exceeding 10% and
- Net Debt to Revenue Ratio not exceeding 60%

The Shire of Wyndham East Kimberley Ratios are well within the Treasury parameters:

- Debt Service Ratio (repayments/recurrent revenue) = 2%
- Gross Debt to Revenue Ratio (borrowings-cash/recurrent revenue) = - 30%

This means that Council are well positioned to bring on stream a number of projects going forward.

Changes made to the Shire's financial software package - Synergy have resulted in an improved general ledger to deliver more meaningful financial reports, which assist both management and Council.

Governance Framework

Reviews of a range of policies and procedures occurred during the year to ensure that the governance framework of the Shire is kept relevant.

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Infrastructure

Airports

The Shire of Wyndham East Kimberley maintains and operates both East Kimberley Regional (EKRA) and Wyndham Airports. The Airports are a vital part of the community, allowing access to the rest of Australia and supporting a vibrant aviation industry.

Airport Committee

In 2008/09 the Airport Committee considered and made recommendations to Council on significant decisions such as;

- Tender for project manager for the upgrade of the East Kimberley Regional Airport Terminal Building.
- The sale of Lots 307, 313 and 317 at EKRA by public auction.
- Establishment of a lease for a new Air BP, Aviation Fuel Supply Depot at EKRA.
- The closure of Wyndham Avgas Fuel Facility.
- Allocating funds to support an independent analysis of the potential for an air link route between Kununurra and Alice Springs.

Administration

The committee has been assisted in making decision with the help of the Airport and Corporate Services staff. Staff have continued to make sure that the Airports are managed in a financially responsible and sustainable manner, as well as reporting and meeting all regulatory and compliance issues.

Key outcomes for the year included:

- Implementation of Checked Baggage Screening for all screened air services on the 1 December 2008 as per required by Office of Transport Security.
- Introduction of a Drug and Alcohol Plan for all Airport employees and contract staff undertaking Safety Sensitive Aviation Activities at EKRA and Wyndham Airports. This included the screening for alcohol and other drugs.

Compliances Achieved

- Civil Aviation Safety Authority - Annual Aviation Safety Audit, December 2008
- Aerodrome Management Services - Aerodrome Safety Inspection Wyndham and Kununurra Airport Aerodrome Technical Inspection, February 2009
- Department of Infrastructure, Transport, Regional Development and Local Government – Annual Security Audit, June 2009
- Annual Lighting Part 139 Manual Program by Air Service, 13 August 2008

Operations

Airport staff have worked hard to ensure that the Airports are attractive, efficient and have safe facilities for all users.

Major Projects completed include the;

- Reconstruction and resealing of Taxiway Foxtrot at EKRA.
- Installation of new drainage along Taxiway Foxtrot at EKRA.
- Resealing of the western and eastern general aviation aprons at EKRA.
- Overseeing the construction of the Checked Baggage Screening facility and installation of associated equipment at EKRA Terminal.
- Re-sheeting of the southern flight strip on runway 12/30 at EKRA.
- Construction of new public toilet facilities at Wyndham Airport.

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Infrastructure

Airline Operations

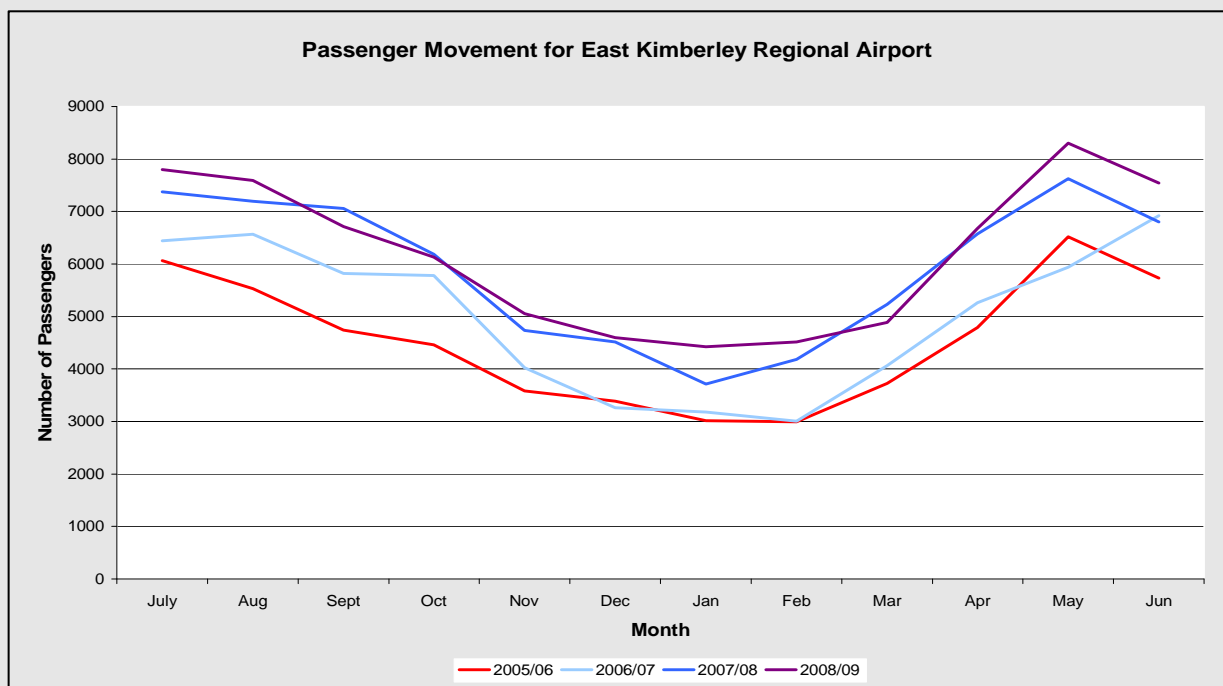
Airnorth ceased Embraer 120, Brasília operations into Kununurra in May 2009 and have increased air services to Kununurra from Darwin and Broome with a Second Embraer 170 Jet joining the fleet in April. Airnorth also started a twice weekly direct service to Perth and return.

Skywest is still flying into Kununurra on Mondays and Fridays. Extra Skywest flights have been put on from May 2009 to October 2009. Skywest have introduced flights to Darwin on Wednesday and Sundays.

Local operator Slingair were successful in gaining the Argyle Diamond Mine contract and provide a twice daily service to Argyle Diamond Mine site on weekdays.

Passenger Movement at East Kimberley Regional Airport

Month	2005/06	2006/07	2007/08	2008/09
July	6,064	6,442	7,379	7,795
August	5,532	6,566	7,193	7,590
September	4,742	5,818	7,059	6,713
October	4,456	5,780	6,188	6,132
November	3,578	4,021	4,734	5,050
December	3,387	3,265	4,514	4,595
January	3,017	3,182	3,709	4,421
February	2,991	3,010	4,182	4,515
March	3,726	4,065	5,230	4,890
April	4,787	5,260	6,574	6,679
May	6,520	5,939	7,624	8,302
June	5,732	6,920	6,803	7,543
TOTAL	54,532	60,268	71,189	74,225

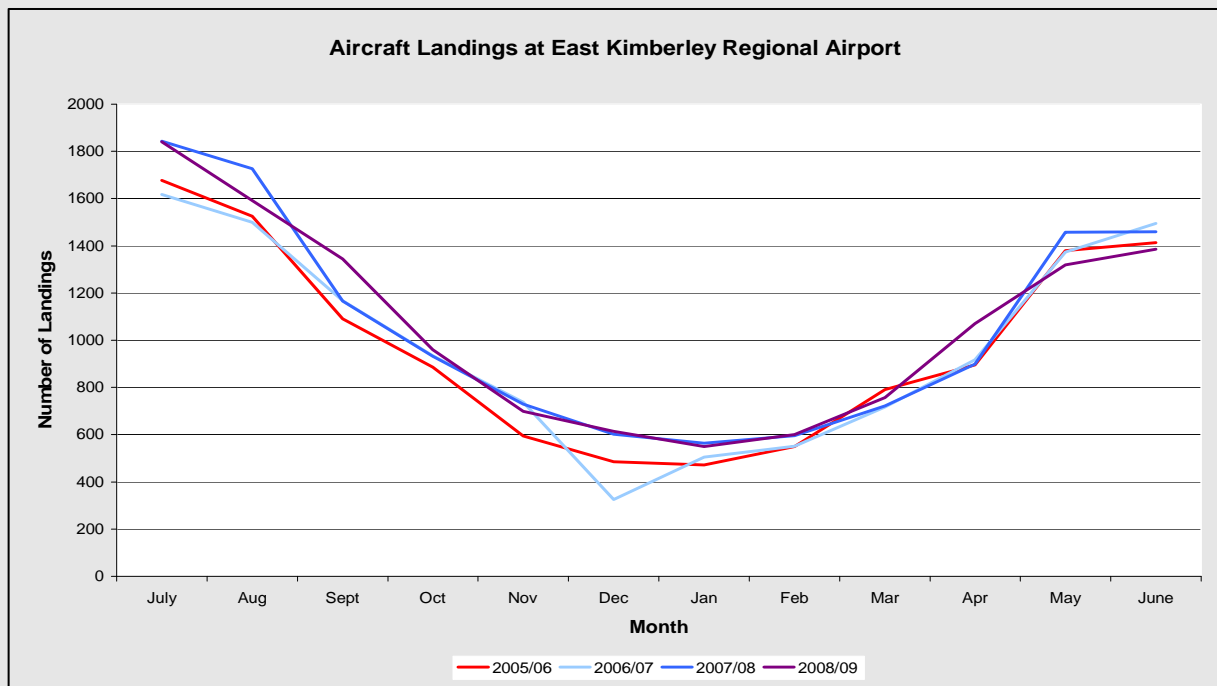


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Infrastructure

Aircraft Landings at East Kimberley Regional Airport

Month	2005/06	2006/07	2007/08	2008/09
July	1,677	1,617	1,844	1,840
August	1,526	1,499	1,727	1,592
September	1,091	1,167	1,166	1,344
October	886	934	933	960
November	595	738	729	699
December	485	326	602	614
January	472	505	563	550
February	550	551	596	601
March	791	718	722	757
April	896	917	898	1,071
May	1,379	1,373	1,458	1,320
June	1,413	1,495	1,459	1,385
TOTAL	11,761	11,840	12,697	12,733

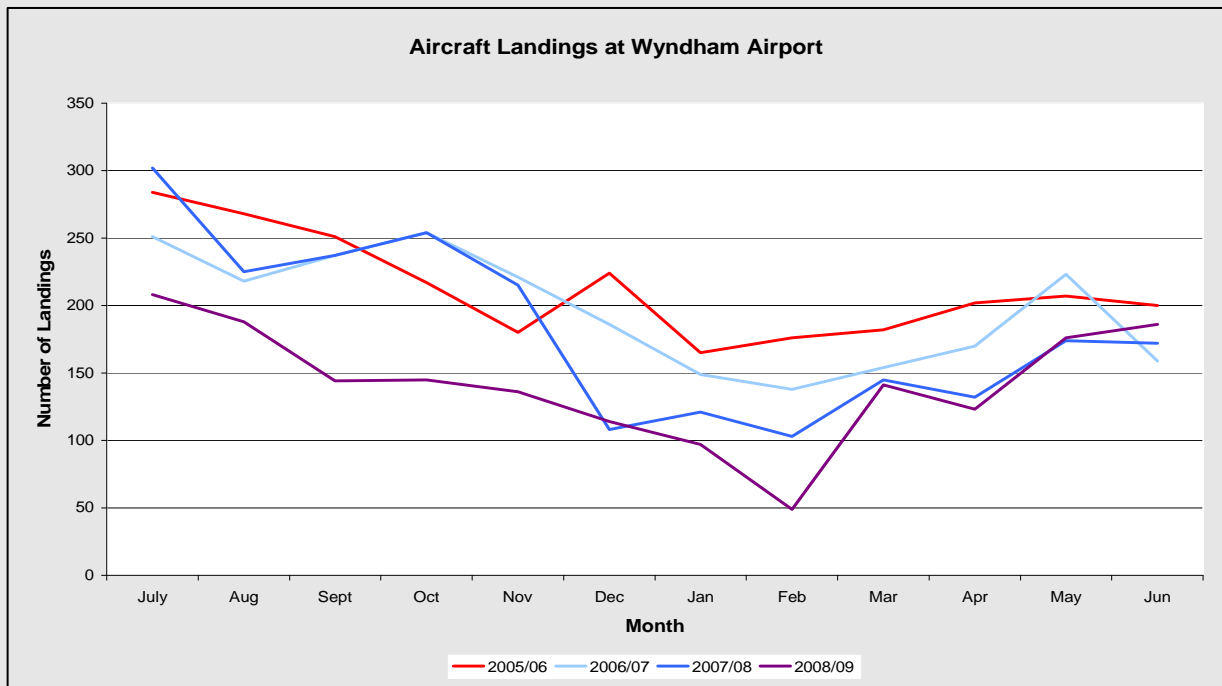


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Infrastructure

Aircraft Landings at Wyndham Airport

Month	2005/06	2006/07	2007/08	2008/09
July	284	251	302	208
August	268	218	225	188
September	251	237	237	144
October	217	254	254	145
November	180	221	215	136
December	224	186	108	114
January	165	149	121	97
February	176	138	103	49
March	182	154	145	141
April	202	170	132	123
May	207	223	174	176
June	200	159	172	186
TOTAL	2,556	2,360	2,188	1,707



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Infrastructure

Boat Ramps and Facilities

During the year three projects were completed within Wyndham and Kununurra.

The duplication of a boat ramp at the Foreshore Rd facility improved use of the ramp by providing ramps on either side of the floating jetty to allow choice when negotiating the incoming or outgoing tides.

The Celebrity Tree Park boat ramp was improved by the construction of a 14 bay car-trailer car park. A toilet block was constructed at the northern end of the new car park to service both boat users as well as visitors to the Park.

Road Reseal Program

One of the numerous programs that Council undertakes to maintain the road network within the towns of Kununurra and Wyndham is the annual reseal program.

In the past twelve months the following roads were resealed;

Kununurra

Alba Place
Eucalyptus Close
Weaber Plain Road (2.1km)
Arenge Street
Cocus Way
Ironwood Drive (.40km)

Wyndham

Kabbarli Street
Dorrigo Street
Gully Road
George Road
Barytes Road
Bonaparte Street (toilet car park)

A total of 49,000 square metres of resurfacing was involved in these projects.

Road Maintenance

Council, staff and local contractors were engaged in a wide range of maintenance projects for the Shire's road network.

Ongoing work included routine pothole repairs, replacement of sections of damaged kerbing, replacement of damaged street signs and repairs to road sections affected and damaged during the wet season.

The 2008/09 Wet Season caused damage to various sections of roads around Kununurra and Wyndham with the notable ones being;

Lake Argyle Road	culvert damage near the Argyle Homestead
Parry Creek Road	culvert damage near Parry Farm
Hugo Austla Drive	road washed out at 3-mile Creek
Weaber Plain Road	north of the irrigation area
King River Road	scouring at creek crossings

All these sections were repaired early in 2009 or road detours/temporary repairs put in place to maintain access before full repairs were undertaken.

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Infrastructure

Large projects undertaken or commenced during the year and are listed as follows;

Kalumburu Road	gravel re-sheeting 21 kilometres and realignment of two curves
Weaber Plain Road	reconstruction of 9000 square metres of pavement
Weaber Plain Road	gravel re-sheeting 5 kilometres
Mulligans Lagoon Road	new culvert and gravel re-sheeting of 3 kilometres
Ivanhoe Road	gravel shoulder repairs
Crossing Falls Road & Cherubin Road	sections of gravel shoulder repairs
Rattlepod Court	section of reconstruction
Grevillea Avenue	section of reconstruction
River Farm Road	Stage 1 drainage upgrade
Hugo Austla Drive	additional pipe culvert and construction of concrete overlay to the 3-mile Creek floodway
Coolibah Drive	commenced full reconstruction and additional stormwater drainage - from Ivanhoe Road to Messmate Way

Footpaths

The Link Path from Lakeside to Victoria Highway is nearing completion with the installation of locally sourced and designed artworks incorporated in the aggregate footpath surface.

Parks

Shire staff took over from contractors the maintenance of all Kununurra townsite parks and gardens areas in 2008/09 and have continued to improve the standard and amenity of the public facilities. Wyndham based staff undertook a number of improvement projects.

There were four main projects undertaken during the year involving locations in Wyndham and Kununurra.

The Wyndham sites are the Croc Park on Great Northern Highway, and the Recreation Centre grounds on Koolama Street.

The Croc Park had pine bollards installed to the perimeter of the park, new tables and chairs with shelters and footpaths. In addition, the Crocodile was repainted in recognition of it's 21st birthday.

The Recreation Centre grounds were substantially enhanced with a new skate park, relocation of the serpent sculpture from the high school, bollard perimeter fence as well as the erection of a playground and shade structure provided by the Save the Children – Australia organisation. The area now provides a range of activities for the local youth.

The Kununurra projects involved the installation of reticulation at Pindan Park, the development of the Rotary Centenary Park which included reticulation and installation of a footpath connecting with the Link Path, the installation of a reticulation main line and upgrades to two pump stations drawing water from the Lily Creek Lagoon. Further work within the two parks is planned for the 2009/10 financial year.

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Infrastructure

The provision of public open space funds from a subdivision development on Casuarina Way assisted with the reticulation of a parkland area on Casuarina Way opposite the western end of Hibiscus Drive, reticulation of sections of the street verge along Casuarina Way and reticulating the park on the corner of Casuarina Way and Victoria Highway. The results of these Kununurra projects is that the pumps providing reticulated water to the new parks and the existing areas within the town centre are capable of increased flexibility and better reliability.



New free gas BBQ's installed at the Bastion lookout, Wyndham.



Camel and Afghan silhouettes commemorating the contributions these made to the Wyndham community being installed as an entry statement to Wyndham (Shire staff Bruce Johnson, and Richard "Tiger" Lippit)



Weaber Plain Flood Mitigation Project

Work commenced on the first of three stages of the project with the installation of five additional culverts under Research Station Road. This work was made possible by the Council decision to accept ownership and management of the additional culverts proposed for the M1 channel which had been a negotiation issue between the Shire, Ord Irrigation Cooperative and the Water Corporation.

Work on the additional culverts under the M1 channel and the widening of the D2 drain is planned for late 2009 following the end of the irrigation season.

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Community

The Shire provides community services and facilities such as recreation and leisure, child care and public libraries and contributes to community safety, access and inclusion, youth and community wellbeing, social planning and interagency responses to local community issues.

Community Quick Grants

The Shires Quick Grants programs provide financial and in-kind support to local organisations and initiatives which benefit the local community. The Community Quick Grants program provides up to \$500 per organisation. Funding was made available to the following community groups and purposes:

Organisation	Project	Amount
MG Corporation	NAIDOC Week - venue hire fees	\$500.00
Kimberley Community Legal Service Inc	Hot meals for National Homeless Week	\$500.00
Wyndham Turf Club (inc)	Purchase of seating and gazebos	\$265.75
Joongari House Wyndham Family Support	Silly Billy's performance in Wyndham	\$150
Ord Pistol Club	Contribution to Annual Shooting Event	\$500.00
Wunan Foundation Inc	Contribution to 'Australia All Over' Broadcast to coincide with EK Aboriginal Achievement Awards	\$500.00
Kununurra Cycling Club	Contribution to accommodation for Kununurra competitors at Alice Springs Masters Games	\$500.00
Roy's Retreat	Contribution to solar system for fridge to store marsupial milk	\$500.00
Kimberley Toad Busters	Educational materials	\$500.00
Kununurra Progress Association	Community screening - AUSTRALIA the movie.	\$500.00
Crazy Crocs Playgroup Inc	Contribution to additional playgroup activity during January and February 2009	\$417.30
Kununurra Neighbourhood House	Contribution to International Women's Day – 28 th March 09	\$500.00
Wyndham District High School	Week of hip hop workshops for youth by 'Indigenous Hip Hop Community Tours 2009'.	\$500.00
Kununurra District High School	Annual School Ball	\$500.00
Kununurra Play Group Inc	Purchase of weatherproof storage for childrens art and craft	\$500.00
Barramundi Concert Organising Com.	Barramundi Concert	\$500.00
KNX Netball & KNX Softball Assoc.	Northern Regional Recreation Conf.	\$500.00
KNX Motorcross Club	Purchase of shade sail	\$500.00
		\$7,833.05

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Annual Grants

The purpose of the Annual Grants Scheme is to offer not-for-profit community, sporting, cultural, environmental, service groups and associations and not-for-profit economic development organisations financial assistance to foster high quality programs, community events, facilities and services that provide benefit to the community of the Shire of Wyndham East Kimberley. The Annual Grants program contributed \$120,000 to local community and economic development initiatives including:

Organisation	Project	Amount
WA Police Legacy	Gibb River Road Challenge	\$2,000
Kununurra Amateur Theatre Society	Hall fees waiver	\$10,000
Joongarri House	Art and Craft Show	\$2,500
St John Ambulance	Kerb and house numbering	\$3,000
Small Business Centre	East Kimberley Small Business Awards	\$4,571
Kununurra Visitor Centre	Tourism service delivery	\$30,000
Lake Kununurra Golf Club	Machinery storage shed construction	\$11,000
Kununurra Motocross Club	Main track irrigation	\$12,000
Ord Valley Muster	Public relations and marketing	\$22,000
Australia's North West Tourism	Destinational marketing campaign, with an East Kimberley focus	\$17,500
Waringarri Radio	News segment	\$2,500
Wunan Foundation	East Kimberley Aboriginal Achievement Awards	\$2,500
		\$119,571

Civic Events

Community and civic events are another important aspect of community life. The Shire supported the Anzac Day and Remembrance Day services, NAIDOC events, and the Ord Valley Muster and Agricultural Show.

At the annual Volunteer Recognition event, Wendy Carter was awarded Volunteer of the Year Kununurra and Betty McKinlay was named Volunteer of the Year Wyndham. As part of Australia Day celebrations this year, Kununurra was fortunate enough to be involved in the Australia Day Ambassador Program and welcomed Mark Sheen who was the first West Australian to climb Mt Everest, to the event. The Premier's Australia Day Active Citizenship Award recognised outstanding contributions to the local community and winners of this award included Ingrid Harvey, Montana Ahwon (under 25), and the Working Party for the Wyndham Croc 21st Birthday Bash (group or committee).

Council President Fred Mills and Australia Day Ambassador Mark Sheen with award nominees and winners.



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Capitalising on opportunities for travelling and visiting performances, the Shire continued to promote arts and culture in the local community. For example the Backyard Frontline – Australia under attack 1942 – 1943, a travelling exhibition by the Australian War Memorial, was displayed in Wyndham for a week during August and visited by approximately 300 locals and visitors.

A particular civic event of note, sponsored by Council was the Wyndham Community Celebration of the 21st Birthday for the 'Big Croc' in the main street of Wyndham. The community turned out in style for the Black Tie event and celebration.

Coinciding with the Birthday celebrations the Wyndham community came together to produce a set of new street banners designed and made locally.



Celebrations at the 21st Birthday

Top Tourist Town 2008

Kununurra was named Western Australian Top Tourist Town in 2008. This prestigious award was also received in 2001.

Kununurra Youth Centre

The construction of the Kununurra Youth Centre was complete in 2007/2008 and was ready for occupation in 08/09. As part of the East Kimberley Petrol Sniffing Strategy, funding was secured from the Indigenous Coordination Centre and the Department for Child Protection, to fund a Youth Coordinator and Youth Officers in both Kununurra and Wyndham.

Although these positions have only been filled at the end of the financial year, the Centre has been well utilised by a number of local organisations and community groups, particularly Wunan Foundation, Save the Children, and the Ord Valley Aboriginal Health Service.

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Hard Court Project

As part of Council asset renewal, hard courts in Kununurra and Wyndham were rebuilt and expanded in a \$1.3M investment. This project was made possible through funding by the Shire, a cash contribution from both the Kununurra Tennis Club and the Kununurra Netball Club, and grant funding through the Department of Sport and Recreation and the Department of Infrastructure, Transport, Regional Development and Local Government.

Before Construction of Hard Court Project



During Construction of Hard Court Project



After Construction of Hard Court Project



Wyndham Child Care Centre

Staffing and numbers has remained consistent over the past twelve months. The Wyndham District High School taking children who had turned 3 before July in the middle of the year had a huge impact on our numbers. Seven, 3 year old children commenced Kindy in July instead of February 2009, however with new families coming to Wyndham the numbers have steadily increased.

The Centre received an increase in our Sustainability Grant from the Government of \$9,000 taking it up to \$48,096 per year. In February 2009 the Centre transferred all accounting to

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Community

software and successfully transitioned to the new Child Care Management System introduced by DEEWR.

The Centre grounds have been greatly enhanced by a new shade dome donated by Argyle Diamond Mine over the new sand pit area; we were also donated new playground equipment which the Shire had removed from the Kununurra Ewin Centre grounds.



Fundraising activities were held during the year for various causes-

- \$540 was raised by the sale of plants donated to the Centre; this was used to purchase new furniture for the home corner.
- \$140 for SIDS
- \$370 Cancer Council sale of fresh daffodils
- \$3,300 for Breast Cancer Research
- \$40 National Bandanna Day

We have welcomed many visitors to the Centre including:

Licensing Inspectors, Accreditation Spot Check Validators, Children Services Officers, PSCWA professional support staff, YMCA Training Officers, Speech Therapist, Occupational Therapist, Disability Officers, and Shire Staff

Staff training:

- Betty McKinlay gained her Diploma in Children's Services in December
- Wendy gained the Certificate 11 in Children's Services
- PSCWA CCMS training Broome – November 2008
- 2009 WA Child Care and Early Learning Conference Perth – April 2009
- 'We Grow Them Up' Festival Darwin – attendance funded by Save The Children
- Managing Risks in Child Care
- Food Safe Handler Training Program
- Protective Behaviours
- Creative Programming.

Hours and attendance July 2008 to April 2009

1 st Quarter	July – October 2008	16 families	2174.5 hours
2 nd Quarter	Oct – December 2008	14 families	2042.5 hours
3 rd Quarter	Dec – April 2009	17 families	1576 hours
4 th Quarter	April – June 2009	15 families with 22 children enrolled	

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Kununurra Community Library

Activities at the library included:

- Kimberley Writers Festival
- Children's Book Week
- MS Readathon
- Visiting Authors – David Legge and Francis Watts
- Simultaneous Storytime
- Scholastic Book Fair
- Teachers Afternoon Teas
- Holiday Activities
- Library Displays
- Storytime
- Primary Focus

Improvement to the Library this year includes:

- New shelving
- New ecology section
- New reference section stand
- Relocated indigenous and special collection to more prominent display
- Separated junior and adult non fiction books
- Separated junior and adult videos/DVDs
- Moved newspaper stand
- Moved audio books
- Organisation of Storytime activity cupboard
- Increased and improved our magazine subscription
- Organised bulk loan facility for teachers

Number of Items loaned from Kununurra Community Library

	2006/07	2007/08	2008/09
July	3,676	3,349	3,075
August	4,469	2,898	3,744
September	4,088	3,545	3,663
October	3,771	3,021	3,988
November	3,805	3,226	4,014
December	1,846	1,899	2,485
January	2,807	2,702	2,529
February	4,484	3,900	4,241
March	4,957	3,933	4,718
April	3,396	3,374	3,429
May	4,563	4,153	
June	3,944	3,928	
TOTAL	45,806	39,928	35,886

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Wyndham Community Library

The Wyndham Library continues to be well patronised by the Wyndham community. In 2008/09, approximately 3,000 items were borrowed from Wyndham Community Library – about 10% more than the previous year.

The Local Collection has been boosted this year by the purchase of 20 books and DVDs pertaining to the history and culture of Wyndham and the East Kimberley area.

In August 2008, as part of Children's Book Week, author Annette Millar visited the Wyndham Library and local schools to engage with children in the reading of books by indigenous students in their first language.

A Student Book Review Competition was held in Term 3 of 2008. The winning entrant was presented with an Ipod Nano with book prizes for the runners-up.



In May 2009, approximately 60 children attended 'National Simultaneous Storytime' at the library, to hear a reading of Jackie French's *Pete the Sheep*. It was followed by a craft activity, creating some amazing 'haircut' masks inspired by the story. This event aims to celebrate and acknowledge the work being done in libraries, schools and communities around Australia to develop young people's literacy and numeracy skills.



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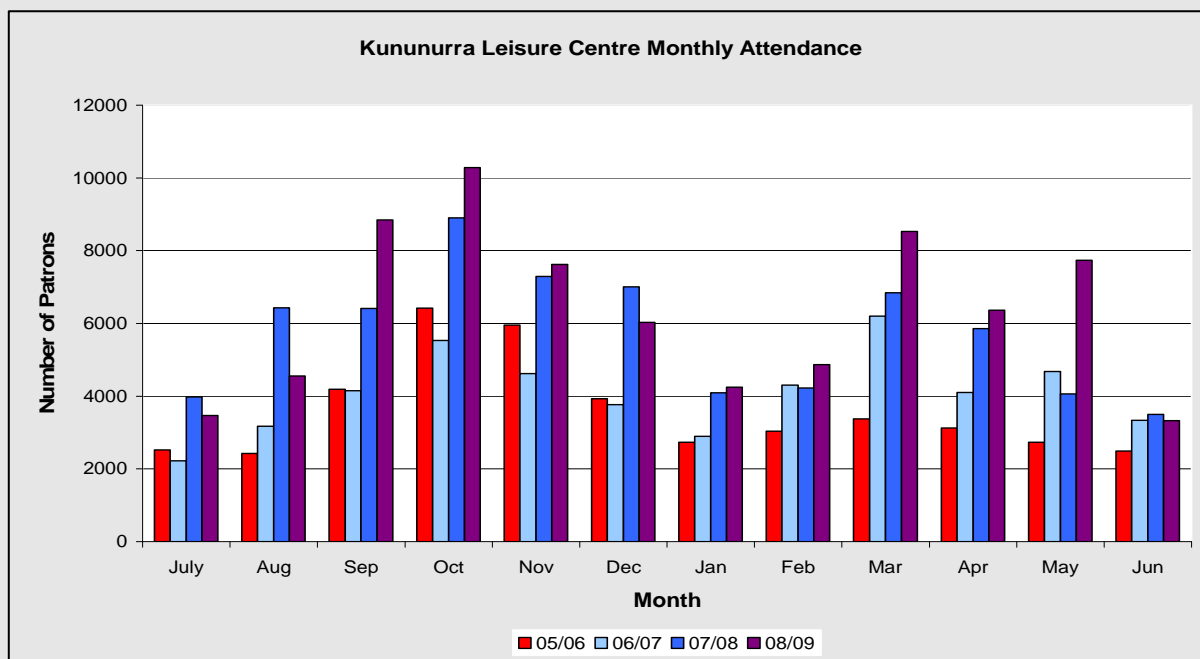
Community

Kununurra Leisure Centre

Total patronage usage for 2008/09 financial year was 72,543. This is 3,927 more than previous year's patronage of 68,616, demonstrating a 5.7% increase in usage since 2007/08 and a 48% increase in patronage from the 2006/07 financial year.

Kununurra Leisure Centre Attendance by Patronage

	2005/06	2006/07	2007/08	2008/09
Adult Swim	9,844	8,960	12,127	13,778
Child Swim	10,034	11,686	15,427	17,264
Hall	10,684	14,724	25,019	24,378
Member Gym	4,134	5,673	6,840	6,526
Casual Gym	2,855	3,285	3,623	2,625
Squash	1,449	1,930	2,710	3,306
Group Fitness	2,991	2,043	1,705	1,938
TOTAL PATRONS	42,933	48,986	68,616	72,543



Services and programs included the following:

- Vac Swim and Swim School
- Indoor Soccer
- School Holiday Programs
- Beach Volleyball
- Group Fitness Classes
- Triathlon and Tri Fit
- Personal Training
- Events and Functions
- Youth Discos
- Aqua Aerobic
- Crèche
- Water Polo

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Ord Valley Muster Triathlon
105 entries



Beach Volleyball Grandfinal
Term 1 2009 (14 Teams)



SWEK-April Holiday
Program 50 per session

Wyndham Recreation Centre

The Wyndham Recreation Centre continues to provide a variety of activities and services. These include;

- School Holiday Programs
- Rollerblading
- Basketball
- Movie nights
- Young Girls Group

Projects

Skate Park Construction

The Wyndham Skate Park was completed by Rhino Skate Park systems.



Rollerblading

Rollerblades and safety equipment was purchased with the assistance of Ngnower Aerwah and used for weekly skate sessions. These sessions have been extremely popular and demand has led to a pending grant application for more equipment.

Garnduwa MOA

The re-establishment of a MOA with Garnduwa that involves the Wyndham Garnduwa Officer, Pablo Garcia, using the WRC office at no cost. In return, the Shire receives 15 hours of work per week that is spent running recreation programs at the centre.

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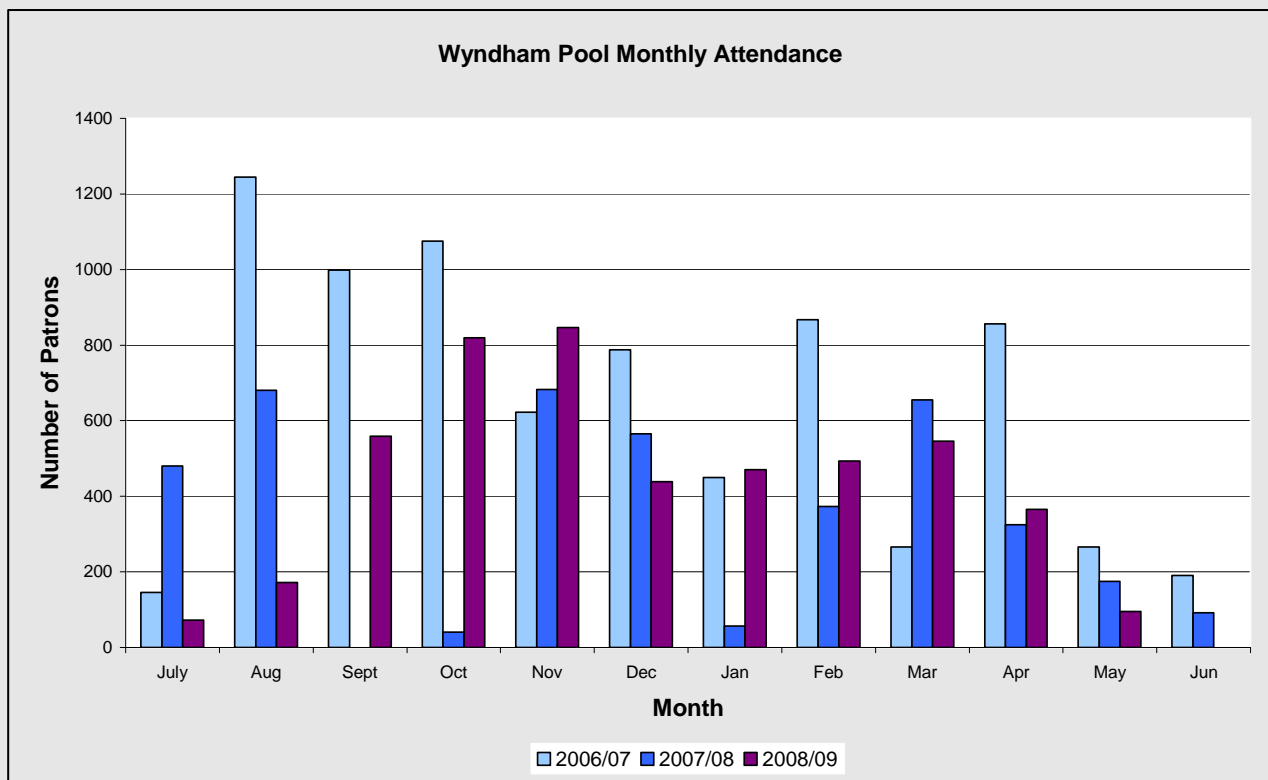
Hardcourts

The Wyndham Recreation Centre hard courts were resurfaced and fenced.



Wyndham Swimming Centre

The total attendance data indicates that there has been a slight increase in attendance when compared to last year which is still a marked decrease from 2006/07.



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Wyndham Triathlon

The inaugural Wyndham Triathlon was held at the Wyndham Memorial Swimming Pool on the 13th September 2008. 17 Adults and 15 kids participated in what is planned to be an annual event. The next Wyndham Triathlon is planned to take place soon after the pool upgrade is completed.



February saw a jointly funded training Austswim program in Wyndham with the Department of Sport and Recreation and SWEK funding the Austswim for water safety course. Wyndham Early Learning Activity contributed by funding the delivery of the Austswim for infant's course. This training allowed Wyndham to host its first Swim School in many years with 55 enrolments.

The Wyndham pool is about to commence a large upgrade with \$1.38m going towards a complete refurbishment of the water treatment plant as well as the pool itself. As well as aesthetically improving the pool grounds, the pool will now comply with the Western Australian Code of Practice.

Wyndham Oval

A small joint project between the Shire and Wyndham Crocs AFL team at the Wyndham Oval is soon to be completed. This involves the club painting the change rooms as well as the building being re keyed to ensure security and accessibility.

Club Development Project

The Club Development Project has assisted clubs to promote their activities, obtain funding and improve administrative practices. The Project completed the first Annual Clubs' Survey, a tool designed to research the strengths and weaknesses of each club. This data is used to guide the project into the future. Also, the Project has created its own page on the Shire website. It is a resource for seeking out clubs within the region as well as for the clubs themselves who are seeking information regarding funding or any of the new resources which are outlined below.

The Project has also yielded documents which will help to improve the pathway of communication from the clubs to Council, the Department of Sport and Recreation and other governing bodies. These include;

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Community

- 'The East Kimberley Committee Induction Pack'. It is designed to help educate new committee members in the fundamental knowledge of running a club.
- 'Council proposal template'. A document which outlines the information Council needs to consider to make an informed decision.
- 'The Future is Now'. This is designed to demonstrate the need and benefits for clubs to undergo a strategic planning process.
- 'Council = Community'. A guide to facility ownership and management within the Shire of Wyndham East Kimberley.

The Club Development Project has facilitated workshops regarding media releases, grant rounds and other training opportunities.

Ranger Services

Ranger Services staff continued to assist the Kununurra and Wyndham communities on dog, litter, and fire management issues.

The number of dog attacks and nuisance complaints during the financial year was up on previous years but was influenced by encouragement to residents to make formal complaints that could be formally investigated. Historically, residents tended to make verbal complaints which staff could not effectively track and follow through with.

Responses to complaints have improved during the year and this will continue as the message on appropriate dog ownership is carried through the two towns.

Work with Fire and Emergency Services staff, the Department of Conservation and Environment and local volunteer fire brigades during the last twelve months has seen a better approach to fire management in the eastern portion of the Shire. The issue of illegal fires will regrettably continue however the creation of additional fire breaks and the use of cool/preventative burns are providing a reduced impact from these fires and increased safety for infrastructure and lives.

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Environment

Environmental Health

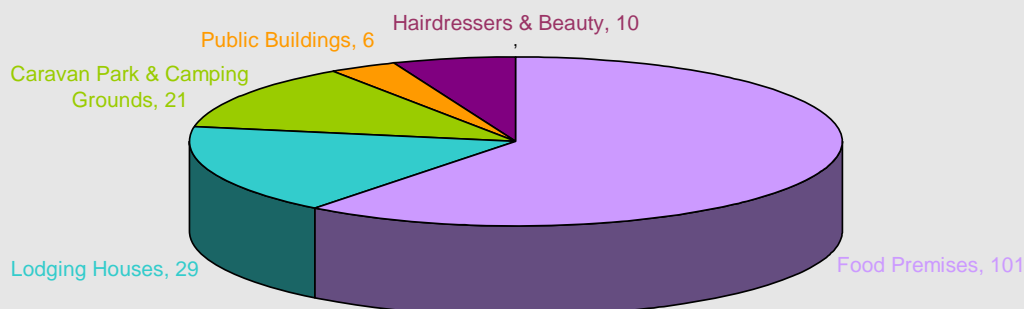
Environmental Health in the Shire can be broken into 3 main functions; routine compliance, safe development and public health promotion.

Routine Compliance

Routine assessment of premises bound by the *Health Act 1911* and other health related legislation ensures high environmental health standards are maintained in the Shire. Those routinely assessed are food shops, itinerant food vendors, caravan park and camping grounds, lodging houses, public buildings, hairdressers and beauty therapy businesses. Frequency of assessment is determined by the potential health risk of business activities and past inspection history.

In addition to inspections the Shire is bound by the *Health (Aquatic Facility) Regulations 2007* to ensure public swimming pools are sampled monthly. With 25 public pools in the Shire this has had a major impact on time and resourcing. We are working closely with pool operators to ensure a smooth transition to the new regulations by the October 2009 deadline.

Number and Type of Licensed Health Premises within Shire



Safe Development

Protection and enhancement of health is a recognised priority of the Shire, and it is necessary to ensure development occurs in the best interest of the community and its health. The rapid growth of Kununurra, Wyndham and surrounds is reflected in the increase in effluent disposal applications received in 2008/09. 31 applications were received, an increase on 15 from the previous year. This trend is expected to continue with further development of the Ord Irrigation Area.

Along with requirements for permanent land use development the Shire is also responsible for ensuring public events are planned and managed with safety as priority. The Shire is home to some outstanding large public events including the Airnorth Kimberley Moon Experience, Nexus Street Party, Kununurra Agricultural Show, Dam-to Dam, Rodeo's and Races. These events bring together many public health issues including food safety, crowd control, amenities, waste management and noise. All of these need to be managed in the interest of public safety.

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Environment

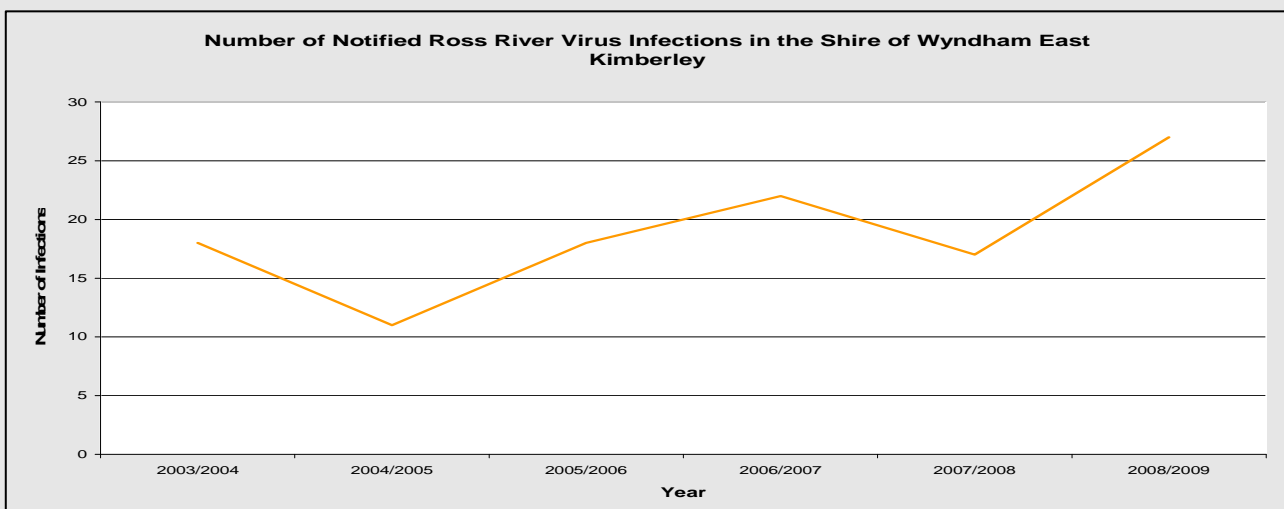
Public Health Promotion

The Shire plays an important role in the protection and promotion of health in the community. It has been involved with a number of community programs, including Mums and Bubs, Tidy Shire Awards, Food Safety presentations, Career Expos, School work experience, Infectious disease monitoring, and the Kalumburu Army Aboriginal Community Assistance Program (AACAP).

The Kalumburu AACAP was a highlight of 08/09. It brought together a number of environmental health outcomes that will benefit the community in the long term. The Shire worked in partnership with the Army and Kimberley TAFE to deliver Environmental Health Worker training and also assisted army veterinarians to de-sex more than 80 dogs as part of the dog health program. The AACAP proves that much more can be achieved when collaboration occurs and resources are combined.



Monitoring infectious disease notifications is a key tool for the Shire to use in planning future public health activities. The steady increase of Ross River Virus cases is an example of this.



In looking ahead there is a need to increase the Shire's focus on mosquito management which has been recognised in planning and budgeting for 2009/10.

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Waste Management

During the year it was necessary for Shire staff to take over direct control of the Kununurra and Wyndham landfill sites. Since December 2008, following the withdrawal of the contractor, staff in both towns have successfully sought to re-establish site control and management.

Both sites will continue to be directly managed by Shire staff and the substantial improvements made will be continued.

Examples of improvements include;

- During the year green waste chipping has been introduced with the material being used on garden beds and around trees and a second round of chipping has commenced. With better site management, there has been a reduction in the amount of 'contamination' of the green waste, leading to more efficient chipping costs.
- The disposal of waste oil has improved dramatically with more than 110,000 litres being removed from both Wyndham and Kununurra since December last year and with an ongoing arrangement for removal as required.
- Metal recyclers have removed tonnes of waste from the Kununurra site.
- Approximately 15,000 car and small truck tyres were baled and an estimated 4,500 larger tyres have been placed in the landfill to reinforce tipping faces and other areas.

Lake Kununurra

The Shire of Wyndham East Kimberley received two Environmental Awards, one state and one national for recognition of its work on Lake Kununurra and Lily Creek Lagoon. Key achievements included a Vegetation Management Plan, a Stormwater Monitoring Plan, weed removal including the control and eradication of salvinia, drain stabilisation, vegetation mapping, an observation platform on the lagoon and a school education program.

Waste and Recycling

A community recycling survey was undertaken in order to be able to assess the level of community concern and drive for a kerbside recycling program in the towns of Wyndham and Kununurra. The results showed that a kerbside recycling system was not economically viable for the Shire at this point in time yet the Shire will continue to look for opportunities to increase the recovery, reuse and recycling of material within the Shire.

A subsidy for compost bins was offered throughout the financial year working in conjunction with local hardware stores. Over 70 bins have been sold through this program and initial phone calls indicate that people are very happy with the program. A full evaluation will occur in the new financial year.

Swim Beach

A new swimming area was created at the swim beach to help with the numbers of users during the busy tourism season. Free gas BBQs and two new sets of picnic tables and shelters were also installed in the park.

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Litter

With the use of external funding from Keep Australia Beautiful, signs to discourage littering at key sites were developed and installed. The signs show our wonderful natural waterside parks and reserves strewn with litter. The signs are bilingual incorporating the local Mirriwung language and conveying the message of “Do not spoil this country, leave it in a good way”.



Tidy Towns Category Winner

Kununurra was recognised in the regional Tidy Town Awards taking out the award for natural heritage conservation. The native tree program which aims to increase the amount of shade, biodiversity and animal habitat around Kununurra town and its surrounds was a key feature for winning this award.

Link Path

Public art for the new link path used local Kimberley slate and pictures of animals drawn by local KDHS students. Four mosaic disks were installed along the newly built link path. The four animals featured in the mosaics are a turtle, goanna, dragon fly and snake.

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Economic Development

Ord - East Kimberley Expansion Package

The major activity this year relevant to economic development has been the Council and Shire input into the development of the Ord - East Kimberley Expansion Package. This package will see \$195M invested in the region in new public infrastructure and service expansion. Flowing out of that will be increased opportunities for local people and businesses.

Coupled with the \$220M Royalties for Regions investment of expansion of the Ord Irrigation Scheme it represents the largest focussed economic activity this regions has seen since perhaps the construction of Lake Argyle in 1973.

Land Release

Lakeside Stage 4 Residential area (52 Lots) was sold by ballot at the Kununurra Agricultural Show in July 2008, bringing the total lots in Stages 1 to 4 to 172.

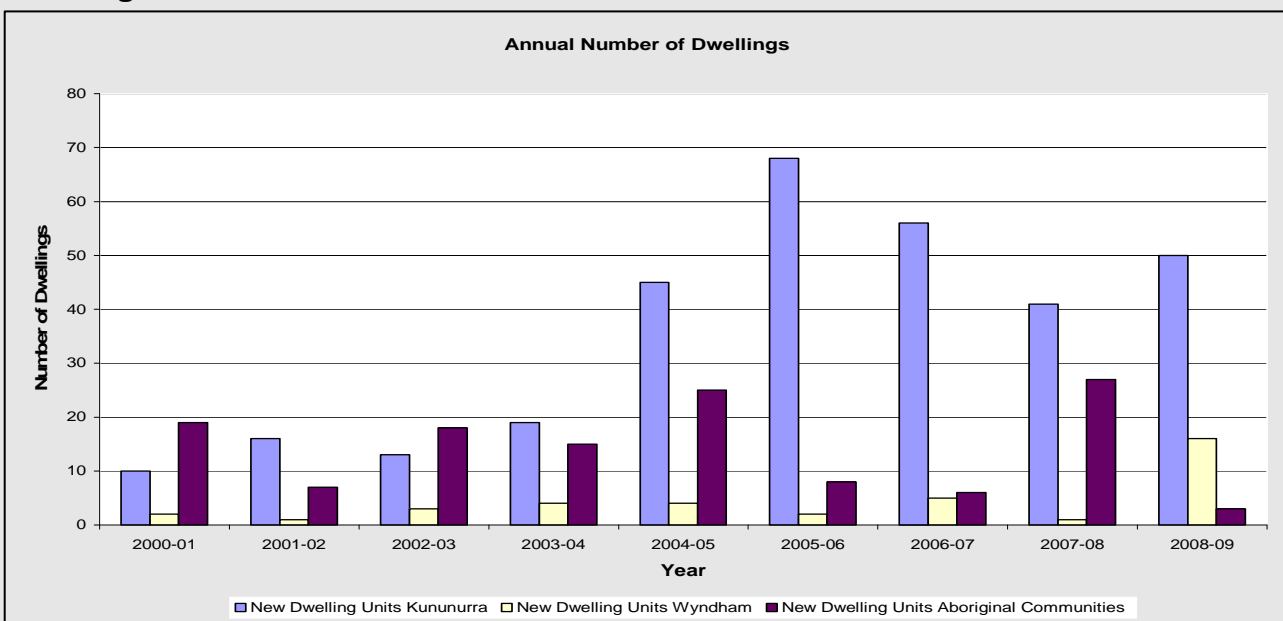
Planning for Stages 5 and 6 commenced with works in Stage 5 (52 Lots) due to commencing in June 2009

Light industrial lots were completed by Landcorp in the Weaber Plain light industrial area and 10 lots were released in April 2009.

Caravan Parks

Council committed \$20,000 during the year to commission a review of accommodation needs in Kununurra with a particular focus on the potential need for caravan style accommodation. The review is being undertaken as part of the State Governments Landbank program.

Building



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Economic Development

Year	Number of Building Licences Issued	Annual Construction Value	New Dwelling Units Kununurra	New Dwelling Units Wyndham	New Dwelling Units Aboriginal Communities
2008-2009	182	\$40,925,702.00	50	16	3
2007-2008	159	\$34,438,418.00	41	1	27
2006-2007	188	\$29,491,996.00	56	5	6
2005-2006	197	\$25,119,699.00	68	2	8
2004-2005	181	\$26,321,945.00	45	4	25
2003-2004	155	\$12,294,189.00	19	4	15
2002-2003	154	\$11,679,506.00	13	3	18
2001-2002	94	\$6,233,174.00	16	1	7
2000-2001	88	\$8,173,121.00	10	2	19

The construction value of the 182 Building Licences issued for the period of July 2008 to June 2009 was \$40,925,702.

Construction works within the Shire have continued the increasing trend evident in the most recent five years when compared with the years 2000 to 2004. It should be noted that the construction value of the works has increased by approximately 350% to that noted in 2003/04 and 2002/03.

The continued land releases Lakeside Residential area has ensured supply of available land and with the proposed releases of further Industrial, Rural Living and Residential land. It is considered that the demand on the local builders shall remain constant.

Major construction projects commenced in this year include the Kalumburu Health Clinic buildings, Aboriginal Hostel on Victoria Highway, FESA office and emergency centre and an upgrade of facilities to Ngowah Aerwah rehabilitation centre in Wyndham.

Construction of new dwelling units in Wyndham has dramatically increased, with Kununurra levels remaining steady and a decline in numbers of new dwellings in Indigenous Communities.

Commercial Boat Facility

Council progressed the new facility of leasehold lands on the Lake Kununurra foreshore between Swim Beach and Ski Beach to locate commercial boating activity. Leased sites for boat operators were established, and revenues from leases will be used in future years for continual improvements to the Lake Kununurra Foreshore for public benefit.

Town Planning Scheme Review

Council initiated a review of its Town Planning Schemes for both Wyndham (No.6) and Kununurra and Environs (No.7) appointing Perth based Planning Consultants Urbis Planning. The intent is to consolidate both Schemes and expanding the planning controls to cover the whole of the Shire. Once complete around December 2010 the Council will only need to rely on one Local Planning Scheme (No.8) to provide the necessary guidance on land-use and development for the whole of the SWEK region on a consistent basis.

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Economic Development

Urban Renewal

Council has been proactive in the facilitation of an urban renewal program for Kununurra, with the recoding of residential density in part of the older areas of the town around Pindan Avenue and Barringtonia Street where high number of vacant Lots and depreciated State housing stock owned by the State Government exists.

It is expected a number of these lots will be sold in 2010 to the open market for grouped housing development, while many will be retained and redeveloped for community housing by the Department for Housing.

Land Release

Council has continued to promote the release of more residential and light industrial land working closely with the state government agencies of Landcorp and the Department of Housing and Works. The Council has also been supportive through the subdivision process for rural-residential development all of which seeks to match the wide range of community aspirations.

Key achievements;

1. The continued sale of Stage 4 Lakeside residential land and subdivision approval of Stage 5 consisting of a further 48 residential lots to be constructed and released by Landcorp in 2009/10 financial year.
2. Commencement of construction of the Stage 1 for the Valentine Springs rural residential subdivision containing an overall total 108 Lots ranging from 1 ha to 4 ha.
3. The freehold and rezoning of a portion of Reserve 29799 between the Ord River Sports Club and "Agricultural Oval" for urban development and that in turn is expected to deliver up to 150 medium density housing Lots, including aboriginal transitional community housing, close to town centre and key services like schools, childcare and recreation amenity.
4. Continued progress on an Urban Renewal program in depreciated neighbourhoods where the Department of Housing (formally the Department of Housing and Works) owns a high proportion of vacant Lots and poor houses.
5. The freehold and acquisition of a portion of Reserve 41812 on the corner of Water Lilly Place Kununurra for residential development of approximately 12 units by the Shire using Royalty for Regions funding of 1.9M dollars together with loan funds. This niche opportunity capitalises on existing infrastructure (roads, power etc) and is intended to have reticulated parkland development around it. This development will be on-sold to meet market demand for quality housing with the funds generated to be used for a new administration centre building in Kununurra.



Shire of
Wyndham East Kimberley

Financial Report

For the Year Ended 30 June 2009



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

STATEMENT BY CHIEF EXECUTIVE OFFICER

The attached financial report of the Shire of Wyndham - East Kimberley being the annual financial report and other information for the financial year ended 30th June 2009 are in my opinion properly drawn up to present fairly the financial position of the Shire of Wyndham - East Kimberley at 30th June 2009 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 6th day of November 2009.



Alex Douglas
A/Chief Executive Officer

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Income Statement by Nature and Type For the Year Ended 30 June 2009

	NOTE	2009 \$	2009 Budget \$	2008 \$
REVENUES FROM ORDINARY ACTIVITIES				
Rates	22	4,904,694	4,736,339	4,315,211
Grants and Subsidies	28	5,828,102	5,201,722	5,336,241
Contributions Reimbursements and Donations		143,325	0	312,798
Fees and Charges	27	4,740,907	4,553,679	3,962,658
Interest Earnings	2(a)	553,382	381,634	399,114
Other Revenue		238,135	233,017	104,629
		<u>16,408,545</u>	<u>15,106,391</u>	<u>14,430,651</u>
EXPENSES FROM ORDINARY ACTIVITIES				
Employee Costs		(4,989,444)	(5,458,439)	(4,139,470)
Materials and Contracts		(5,686,340)	(6,133,214)	(5,496,781)
Utilities		(557,129)	(483,300)	(394,807)
Depreciation	2(a)	(2,666,474)	(2,474,468)	(2,583,410)
Interest Expenses	2(a)	(138,323)	(155,325)	(125,364)
Insurance		(266,831)	(273,401)	(285,730)
Other Expenditure		(675,063)	(528,755)	(292,889)
		<u>(14,979,604)</u>	<u>(15,506,902)</u>	<u>(13,318,451)</u>
		1,428,941	(400,511)	1,112,200
Grants and Subsidies - non-operating	28	6,785,274	4,514,260	945,452
Contributions Reimbursements and Donations - non-operating		0	0	0
Profit on Asset Disposals	20	1,409,131	1,258,060	2,045,984
Loss on Asset Disposals	20	(163,358)	(2,914)	(32,436)
NET RESULT		<u><u>9,459,988</u></u>	<u><u>5,368,895</u></u>	<u><u>4,071,200</u></u>

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

Shire of Wyndham-East Kimberley

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Income Statement by Program For the Year Ended 30 June 2009

	NOTE	2009 \$	2009 Budget \$	2008 \$
REVENUES FROM ORDINARY ACTIVITIES				
Governance		39,503	47,000	80,424
General Purpose Funding		10,258,606	8,916,701	8,124,393
Law, Order, Public Safety		83,916	129,600	89,323
Health		153,214	145,420	179,186
Education and Welfare		1,080,938	1,102,519	125,617
Housing		1,830,390	171,350	69,769
Community Amenities		1,986,853	1,997,689	1,767,072
Recreation and Culture		1,748,974	1,434,460	457,413
Transport		7,131,078	6,366,050	4,475,929
Economic Services		148,208	292,285	274,288
Other Property and Services		141,270	272,723	1,778,673
		<u>24,602,950</u>	<u>20,875,797</u>	<u>17,422,087</u>
EXPENSES FROM ORDINARY ACTIVITIES EXCLUDING BORROWING COSTS EXPENSE				
Governance		(453,236)	(1,057,900)	(747,220)
General Purpose Funding		(900,196)	(358,155)	(257,658)
Law, Order, Public Safety		(578,736)	(482,548)	(457,202)
Health		(345,317)	(339,005)	(391,912)
Education and Welfare		(396,865)	(363,457)	(319,267)
Housing		(299,527)	(249,756)	(168,117)
Community Amenities		(2,943,000)	(3,128,713)	(2,168,089)
Recreation & Culture		(3,562,604)	(3,270,607)	(3,088,009)
Transport		(5,018,960)	(5,236,286)	(5,013,521)
Economic Services		(429,445)	(639,843)	(578,762)
Other Property and Services		(76,753)	(225,307)	(35,766)
		<u>(15,004,639)</u>	<u>(15,351,577)</u>	<u>(13,225,523)</u>
BORROWING COSTS EXPENSE				
Education and Welfare		(51,315)	(51,315)	(52,810)
Housing		(7,405)	(20,530)	(7,955)
Recreation & Culture		(79,577)	(83,454)	(63,290)
Economic Services		(26)	(26)	(566)
Other Property and Services		0	0	(743)
	2 (a)	<u>(138,323)</u>	<u>(155,325)</u>	<u>(125,364)</u>
NET RESULT		<u><u>9,459,988</u></u>	<u><u>5,368,895</u></u>	<u><u>4,071,200</u></u>

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

Shire of Wyndham-East Kimberley

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Balance Sheet For the Year Ended 30 June 2009

	NOTE	2009 \$	2008 \$
CURRENT ASSETS			
Cash and Cash Equivalents	3	12,879,445	7,348,699
Trade and Other Receivables	4	1,174,210	1,142,688
Inventories	5	6,387	7,834
Other Financial Assets		6,683	6,683
TOTAL CURRENT ASSETS		<u>14,066,725</u>	<u>8,505,904</u>
NON-CURRENT ASSETS			
Other Receivables	4	15,585	13,305
Inventories	5	10,405	0
Property, Plant and Equipment	6	15,176,196	15,194,389
Infrastructure	7	38,044,803	32,990,630
TOTAL NON-CURRENT ASSETS		<u>53,246,989</u>	<u>48,198,324</u>
TOTAL ASSETS		<u>67,313,714</u>	<u>56,704,228</u>
CURRENT LIABILITIES			
Trade and Other Payables	8	2,020,277	1,252,393
Long Term Borrowings	9	432,637	127,300
Provisions	10	581,921	468,355
TOTAL CURRENT LIABILITIES		<u>3,034,835</u>	<u>1,848,048</u>
NON-CURRENT LIABILITIES			
Long Term Borrowings	9	2,084,840	2,146,477
Provisions	10	83,005	58,657
TOTAL NON-CURRENT LIABILITIES		<u>2,167,845</u>	<u>2,205,134</u>
TOTAL LIABILITIES		<u>5,202,680</u>	<u>4,053,182</u>
NET ASSETS		<u>62,111,034</u>	<u>52,651,046</u>
EQUITY			
Retained Surplus		55,372,329	47,548,884
Reserves - Cash Backed	11	6,738,705	5,102,162
TOTAL EQUITY		<u>62,111,034</u>	<u>52,651,046</u>

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

Shire of Wyndham-East Kimberley

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Statement of Changes in Equity For the Year Ended 30 June 2009

	NOTE	2009 \$	2008 \$
RETAINED SURPLUS			
Balance as at 1 July 2008		47,548,884	45,412,274
Net Result		9,459,988	4,071,200
Transfer from/(to) Reserves		<u>(1,636,543)</u>	<u>(1,934,590)</u>
Balance as at 30 June 2009		<u>55,372,329</u>	<u>47,548,884</u>
RESERVES - CASH BACKED			
Balance as at 1 July 2008		5,102,162	3,167,572
Amount Transferred (to)/from Retained Surplus		<u>1,636,543</u>	<u>1,934,590</u>
Balance as at 30 June 2009	11	<u>6,738,705</u>	<u>5,102,162</u>
TOTAL EQUITY		<u><u>62,111,034</u></u>	<u><u>52,651,046</u></u>

Shire of Wyndham-East Kimberley

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Cash Flow Statement For the Year Ended 30 June 2009

	NOTE	2009 \$	2009 Budget \$	2008 \$
Cash Flows From Operating Activities				
Receipts				
Rates		4,944,178	4,705,374	4,216,253
Grants and Subsidies - operating		5,828,102	5,201,722	5,336,241
Contributions, Reimbursements & Donations		143,325	0	312,798
Fees and Charges		4,678,355	5,487,406	3,808,163
Interest Earnings		553,382	381,634	399,114
Goods and Services Tax		873,972	635,000	873,483
Other		238,135	268,288	104,629
		<u>17,259,449</u>	<u>16,679,424</u>	<u>15,050,681</u>
Payments				
Employee Costs		(4,783,647)	(5,477,969)	(4,058,255)
Materials and Contracts		(4,991,378)	(6,230,514)	(5,292,547)
Utilities (gas, electricity, water, etc)		(557,129)	(483,300)	(394,807)
Insurance		(266,831)	(273,401)	(285,730)
Interest		(137,997)	(137,998)	(128,773)
Goods and Services Tax		(879,665)	(680,000)	(810,643)
Other		(675,063)	(528,755)	(292,889)
		<u>(12,291,710)</u>	<u>(13,811,937)</u>	<u>(11,263,644)</u>
Net Cash Provided By (Used In) Operating Activities	13(b)	<u>4,967,739</u>	<u>2,867,487</u>	<u>3,787,037</u>
Cash Flows from Investing Activities				
Payments for Development of Land Held for Resale		(10,405)	(750,000)	0
Payments for Purchase of Property, Plant & Equipment		(1,721,701)	(3,362,771)	(2,207,750)
Payments for Construction of Infrastructure		(6,288,369)	(7,554,650)	(1,609,377)
Grants/Contributions for the Development of Assets		6,785,274	4,514,260	945,452
Proceeds from Sale of Plant & Equipment		1,553,389	1,873,053	2,245,114
Net Cash Provided By (Used In) Investing Activities		318,188	(5,280,108)	(626,561)
Cash Flows from Financing Activities				
Repayment of Debentures		(127,300)	(127,300)	(153,545)
Proceeds from Self Supporting Loans		1,119	1,119	32,855
Proceeds from New Debentures		371,000	1,071,000	250,000
Net Cash Provided By (Used In) Financing Activities		244,819	944,819	129,310
Net Increase (Decrease) in Cash Held		5,530,746	(1,467,802)	3,289,786
Cash at Beginning of Year		7,348,699	7,348,800	4,058,913
Cash and Cash Equivalents at the End of the Year	13(a)	<u><u>12,879,445</u></u>	<u><u>5,880,998</u></u>	<u><u>7,348,699</u></u>

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

Shire of Wyndham-East Kimberley

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Rate Setting Statement For the Year Ended 30 June 2009

	NOTE	2009 \$	2009 Budget \$
REVENUES			
Governance		39,503	47,000
General Purpose Funding		5,353,912	4,180,362
Law, Order, Public Safety		83,916	89,600
Health		153,214	145,420
Education and Welfare		1,080,938	1,102,519
Housing		120,098	71,350
Community Amenities		1,817,854	1,877,689
Recreation and Culture		497,974	486,100
Transport		3,499,806	3,060,150
Economic Services		124,497	292,285
Other Property and Services		141,270	275,637
		12,912,982	11,628,112
EXPENSES			
Governance		(453,236)	(1,057,900)
General Purpose Funding		(900,196)	(358,155)
Law, Order, Public Safety		(578,736)	(482,548)
Health		(345,317)	(339,005)
Education and Welfare		(448,180)	(414,772)
Housing		(306,932)	(270,286)
Community Amenities		(2,943,000)	(3,128,713)
Recreation & Culture		(3,642,181)	(3,354,061)
Transport		(5,018,960)	(5,236,286)
Economic Services		(429,471)	(639,869)
Other Property and Services		(76,753)	(228,221)
		(15,142,962)	(15,509,816)

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Rate Setting Statement For the Year Ended 30 June 2009

Adjustments for Cash Budget Requirements:			
Non-Cash Expenditure and Revenue			
(Profit)/Loss on Asset Disposals		(1,245,773)	(1,255,146)
Movement in Accrued Interest		326	326
Movement in Accrued Salaries and Wages		67,883	0
Movement in Deferred Pensioner Rates (non-current)		(2,280)	0
Movement in Employee Benefit Provisions		137,914	47,180
Depreciation and Amortisation on Assets		2,666,474	2,474,467
Capital Expenditure and Revenue			
Purchase of Land Held for Resale		(10,405)	(750,000)
Purchase Land and Buildings		(482,793)	(1,371,000)
Purchase Infrastructure Assets - Roads		(2,619,251)	(3,864,016)
Purchase Infrastructure Assets - Parks		(811,895)	(1,000,000)
Purchase Infrastructure Assets - Drainage		(42,426)	(125,000)
Purchase Infrastructure Assets - Footpaths		(40,348)	(147,164)
Purchase Infrastructure Assets - Other		(1,792,790)	(2,418,470)
Purchase Plant and Equipment		(1,046,038)	(1,783,280)
Purchase Furniture and Equipment		(188,720)	(251,000)
Purchase Work in Progress		(985,809)	0
Grants/Contributions for Development of Assets		6,785,274	4,514,260
Proceeds from Disposal of Assets		1,553,389	1,583,053
Proceeds from Sale of Land Held for Resale		0	250,000
Repayment of Debentures		(127,300)	(127,300)
Proceeds from New Debentures		371,000	1,071,000
Self-Supporting Loan Principal Income		1,119	1,119
Transfers to Reserves (Restricted Assets)		(2,677,970)	(958,596)
Transfers from Reserves (Restricted Assets)		1,041,427	1,806,291
ADD Estimated Surplus/(Deficit) July 1 B/Fwd		2,301,074	1,448,641
LESS Estimated Surplus/(Deficit) June 30 C/Fwd		5,526,796	0
Amount Required to be Raised from Rates	22	<u>(4,904,694)</u>	<u>(4,736,339)</u>

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

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

1. SIGNIFICANT ACCOUNT POLICIES

The significant accounting policies which have been adopted in the preparation of this financial report are:

(a) Basis of Accounting and Preparation

The financial report is a general purpose financial report which has been prepared in accordance with applicable Australian Accounting Standards (as they apply to local government and not-for-profit entities), other mandatory professional reporting requirements, the Local Government Act 1995 (as amended) and accompanying regulations (as amended). The report has also been prepared on the accrual basis under the convention of historical cost accounting as modified by the accounting treatment relating to the revaluation of financial assets and liabilities at fair value through profit and loss and certain classes of non-current assets.

Critical Accounting Estimates

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

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

(b) 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 these financial reports.

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, but a separate statement of those monies appears in the financial statements.

(c) Goods and Services Tax

In accordance with recommended practice, revenues, expenses and assets capitalised are stated net of any GST recoverable. Receivables and payables in the Statement of Financial Position and Balance Sheet are stated inclusive of applicable GST.

(d) Cash and Cash Equivalents

Cash and cash equivalents comprise cash at bank and in hand and short-term deposits (for the Balance Sheet these would have an original maturity of three months or less) that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

For the purposes of the Cash Flow Statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts. Bank overdrafts are included as short-term borrowings in current liabilities on the Balance Sheet.

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

1. SIGNIFICANT ACCOUNT POLICIES (Continued)

(e) Trade and Other Receivables

Trade receivables, which generally have 30 - 90 day terms, are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method, less any allowance for uncollectible amounts.

Collectability of trade 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.

(f) Inventories

General

Inventories are valued 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.

Inventories held from trading are classified as current even if not expected to be realised in the next 12 months.

Land Held for Resale

Land purchased for development and/or resale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development and interest incurred on the financing of the land during its development. Interest and holding charges incurred after development is complete are recognised as expenses.

Revenue arising from the sale of property is recognised in the operating statement as at the time of signing a binding contract of sale.

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

(g) Fixed Assets

Initial Recognition

All assets are initially recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Municipality includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

Revaluation

Certain asset classes may be re-valued on a regular basis such that the carrying values are not materially different from fair value. For infrastructure and other asset classes where no active market exists, fair value is determined to be the current replacement cost of an asset less, where applicable, accumulated depreciation calculated on a basis of such cost to reflect the already consumed or expired future economic benefits of the asset.

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

1. SIGNIFICANT ACCOUNT POLICIES (Continued)

Those assets carried at a re-valued amount, being their fair value at the date of revaluation less any subsequent accumulated depreciation and accumulated impairment losses, are to be re-valued with sufficient regularity to ensure the carrying amount does not differ materially from that determined using fair value at reporting date.

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 AASB1051 - 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.

(h) Depreciation of Non-Current Assets

All non-current assets having a limited useful life are separately and systematically depreciated over their useful lives in a manner which reflects the consumption of the future economic benefits embodied in those assets.

Assets are depreciated from the date of acquisition or, in respect of internally constructed assets, from the time the asset is completed and held ready for use.

Depreciation is recognised on a straight-line basis, using rates which are reviewed each reporting period. Major depreciation periods are as per Council adopted policy F20 Asset Management Policy.

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

1. SIGNIFICANT ACCOUNT POLICIES (Continued)

Buildings	50 years
Minor Buildings and Building Improvements	10 years
Furniture and Equipment - Computers	3 years
Furniture and Equipment - Communications	5 years
Furniture and Equipment - Furniture	10 years
Furniture and Equipment - Equipment	5 years
Plant and Equipment - Light Plant	3 years
Plant and Equipment - Medium Plant	3 years
Plant and Equipment - Heavy Plant	10 years
Plant and Equipment - Minor Plant	10 years
Roads and Bridges - clearing and earthworks	not depreciated
Roads and Bridges - construction/road base	50 years
Runways / Aprons / Taxiways	15 years
Footpaths	20 years
Drainage	10 years
Parks and Ovals	15 years
Street Lighting	15 years
Boat Ramps	15 years

(i) Investments and Other Financial Assets

Classification

Council classifies its investments in the following categories: financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments and available-for-sale financial assets. The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and, in the case of assets classified as held-to-maturity, re-evaluates this designation at each reporting date.

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

Financial assets at fair value through profit or loss are financial assets held for trading. A financial asset is classified in this category if acquired principally for the purpose of selling in the short term. Derivatives are classified as held for trading unless they are designated as hedges. 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. They are included in current assets, except for those with maturities greater than 12 months after the balance sheet date which are classified as non-current assets. Loans and receivables are included in trade and other receivables in the balance sheet.

Shire of Wyndham-East Kimberley

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Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

1. SIGNIFICANT ACCOUNT POLICIES (Continued)

(iii) *Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the Council's management has the positive intention and ability to hold to maturity. If Council were to sell other than an insignificant amount of held-to-maturity financial assets, the whole category would be tainted and reclassified as available-for-sale. Held-to-maturity financial assets are included in non-current assets, except for those with maturities less than 12 months from the reporting date, which are classified as current assets.

(iv) *Available-for-sale financial assets*

Available-for-sale financial assets, comprising principally marketable equity securities, are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance sheet date. Investments are designated as available-for-sale if they do not have fixed maturities and fixed or determinable payments and management intends to hold them for the medium to long term.

Recognition and derecognition

Regular purchases and sales of financial assets are recognised on trade-date – the date on which Council commits to purchase or sell the asset. Investments are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed in the income statement. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and Council has transferred substantially all the risks and rewards of ownership.

When securities classified as available-for-sale are sold, the accumulated fair value adjustments recognised in equity are included in the income statement as gains and losses from investment securities.

Subsequent measurement

Loans and receivables and held-to-maturity investments are carried at amortised cost using the effective interest method.

Available-for-sale financial assets and financial assets at fair value through profit and loss are subsequently carried at fair value. Gains or losses arising from changes in the fair value of the financial assets at fair value through profit or loss category are presented in the income statement within other income or other expenses in the period in which they arise. Dividend income from financial assets at fair value through profit and loss is recognised in the income statement as part of revenue from continuing operations when Council's right to receive payments is established. Changes in the fair value of other monetary and non-monetary securities classified as available-for-sale are recognised in equity.

Shire of Wyndham-East Kimberley

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Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

1. SIGNIFICANT ACCOUNT POLICIES (Continued)

Impairment

Council assesses at each balance date whether there is objective evidence that a financial asset or group of financial assets is impaired. In the case of equity securities classified as available-for-sale, a significant or prolonged decline in the fair value of a security below its cost is considered as an indicator that the securities are impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss- measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit or loss – is removed from equity and recognised in the income statement. Impairment losses recognised in the income statement on equity instruments classified as available-for-sale are not reversed through the income statement.

(j) Estimation of Fair Value

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date.

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. Council uses a variety of methods and makes assumptions that are based on market conditions existing at each balance date. These include the use of recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, and option pricing models making maximum use of market inputs and relying as little as possible on entity-specific inputs.

Quoted market prices or dealer quotes for similar instruments are used for long-term debt instruments held. Other techniques, such as estimated discounted cash flows, are used to determine fair value for the remaining financial instruments.

The nominal value less estimated credit adjustments of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Council for similar financial instruments.

(k) Impairment

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 estimate of the recoverable amount of the asset is made in accordance with AASB 136 "Impairment of Assets" and appropriate adjustments made.

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the Income Statement.

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

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

1. SIGNIFICANT ACCOUNT POLICIES (Continued)

(l) Trade and Other Payables

Trade and other payables are carried at amortised cost. They represent liabilities for goods and services provided to the Municipality prior to the end of the financial year that are unpaid and arise when the Municipality becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured and are usually paid within 30 days of recognition.

(m) Employee Benefits

The provision for employee benefits relates to amounts expected to be paid for long service leave, annual leave, wages, salaries and are calculated as follows:

(i) Wages, Salaries, Annual Leave and Long Service Leave (Short-term benefits)

The provision for employees' benefits to wages, salaries, annual leave and long service leave expected to be settled within 12 months represents the amount that the municipality has a present obligation to pay resulting from employees' services provided to balance date. The provision has been calculated at nominal amounts based on remuneration rates the Council expects to pay and includes related on-costs.

(ii) Long Service Leave (Long-term benefits)

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match as closely as possible, the estimated future cash outflows. Where Council does not have the unconditional right to defer settlement beyond 12 months, the liability is recognised as a current liability.

(n) Interest-bearing Loans and Borrowings

All loans and borrowings are initially recognised at the fair value of the consideration received less directly attributable transaction costs.

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest method. Fees paid on the establishment of loan facilities that are yield related are included as part of the carrying amount of the loans and borrowings.

Borrowings are classified as current liabilities unless the Council has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

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.

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

1. SIGNIFICANT ACCOUNT POLICIES (Continued)

(o) Provisions

Provisions are recognised when: The council has a present legal or constructive obligation as a result of past events; it is more likely than not that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

(p) 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 company are classified as finance leases. Finance leases are capitalised recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual value. Leased assets are amortised over their estimated useful lives. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments under 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.

(q) Joint Venture

The municipality's interest in a joint venture is to be recognised in the financial statements by including its share of any assets, liabilities, revenues and expenses of the joint venture within the relevant items reported in the statement of financial position and operating statement.

(r) 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 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 the financial report. The disclosure also includes the amount of contributions recognised as revenues in a previous reporting period which were obtained in respect of the local government's operations for the current reporting period.

(s) Superannuation

The Shire of Wyndham East Kimberley contributes to the Local Government Superannuation Scheme and the Occupational Superannuation Fund. Both funds are defined contribution schemes.

Contributions to defined contribution plans are recognised as an expense as they become payable. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

1. SIGNIFICANT ACCOUNT POLICIES (Continued)

(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 are to be adjusted to conform with changes in presentation for the current financial year.

(v) 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.

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(w) New Accounting Standards and Interpretations

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet effective have not been adopted by the Council for the annual reporting period ending 30 June 2009

Council's assessment of these new standards and interpretations is set out below:

	Title and Topic	Issued	Applicable (*)	Impact
(i)	AASB 8 Operating Segments and AASB 2007-3 Amendments to Australian Accounting Standards arising from AASB 8	February 2007	1 January 2009	Nil – The Standard is not applicable to not-for-profit entities.
(ii)	Revised AASB 123 Borrowing Costs (includes AASB 2009-1) and AASB 2007-6 Amendments to Australian Accounting Standards arising from AASB 123 [AASB 1, AASB 101, AASB 107, AASB 111, AASB 116 & AASB 138 and Interpretations 1 & 12]	June 2007 and April 2009	1 January 2009	Nil – There have been two revisions to the Standard. The first removed the option to expense all borrowing costs and required the capitalisation of all borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset. The second (AASB2009-1) reinstated the choice to either expense or capitalise in the case of not-for-profit entities. There will be no impact on the financial report of the Council as it already capitalises borrowing costs relating to qualifying assets and will continue to do so.
(iii)	Revised AASB 101 Presentation of Financial Statements and AASB 2007-8 Amendments to Australian Accounting Standards arising from AASB 101 and AASB 2007-10 Further Amendments to Australian Accounting Standards arising from AASB 101	September 2007 and December 2007	1 January 2009	Nil – The revised Standard requires the presentation of a Statement of comprehensive income and makes changes to the Statement of changes in equity, but will not affect any of the amounts recognised in the financial statements. If Council has made a prior period adjustment or has reclassified items in the financial statements, it is likely it will need to disclose a third balance sheet (Statement of Financial Position), being as at the beginning of the comparative period.

Shire of Wyndham-East Kimberley

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Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(w) New Accounting Standards and Interpretations (Continued)

	Title and Topic	Issued	Applicable (*)	Impact
(iv)	AASB 2008-5 Amendments to Australian Accounting Standards arising from the Annual Improvements Project	July 2008	1 January 2009	Nil – The revisions are part of the AASBs annual improvement project to help ensure consistency with presentation, recognition and measurement criteria of IFRSs.
	AASB 2008-6 Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project	July 2008	1 July 2009	The revisions embodied in these standards relate largely to terminology or editorial comments and will have a minimal effect on the accounting practices of the Council. It is not anticipated the more significant changes will have any effect on the financial report as the topics are not relevant to the operations of the Council.
(v)	AASB 2008-11 Amendments to Australian Accounting Standard – Business Considerations Among Not-for-Profit Entities	November 2008	1 July 2009	Nil – Whilst this standard has the effect of applying AASB 3 Business Combinations to the Not-for-Profit sector, specific provisions are provided in respect of local government. These specific provisions are very similar to the previous requirements of AAS 27.
(vi)	AASB 2008-1 Amendments to Australian Accounting Standard – Share-Based Payments: Vesting Conditions and Cancellations	February 2008	1 January 2009	Nil – None of these amendments will have any effect on the financial report as none of the topics are relevant to the operations of the Council.
	AASB 2008-2 Amendments to Australian Accounting Standards Puttable Financial Instruments and Obligations Arising on Liquidation	March 2008	1 January 2009	

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(w) New Accounting Standards and Interpretations (Continued)

Title and Topic	Issued	Applicable (*)	Impact
(vi) (Continued)			
AASB 2008-3 Amendments to Australian Accounting Standards arising from AASB 3 and AASB 127	March 2008	1 January 2009	Nil – None of these amendments will have any effect on the financial report as none of the topics are relevant to the operations of the Council.
AASB 2007-7 Amendments to Australian Accounting Standards – Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate	July 2008	1 January 2009	
AASB 2008-8 Amendments to Australian Accounting Standards – Eligible Hedged Items	August 2008	1 July 2009	
AASB 2008-9 Amendments to AASB 1049 for Consistency with AASB 101	September 2008	1 January 2009	
AASB 2008-13 Amendments to Australian Accounting Standards arising from AASB Interpretation 17 – Distributions of Non-Cash Assets to Owners	December 2008	1 July 2009	
Interpretation 1 – Changes in Existing, Decommissioning, Restoration and Similar Liabilities	June 2007	1 January 2009	

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(w) New Accounting Standards and Interpretations (Continued)

(vi) (Continued)	Title and Topic	Issued	Applicable (*)	Impact
	Interpretation 12 – Service Concession Arrangements	June 2007	1 January 2009	Nil – None of these amendments will have any effect on the financial report as none of the topics are relevant to the operations of the Council.
	Interpretation 15 – Agreements for the Construction of Real Estate	August 2008	1 January 2009	
	Interpretation 16 – Hedges of a Net Investment in a Foreign Operation	August 2008	1 October 2008	
	Interpretation 17 – Distributions of Non-Cash Assets to Owners	December 2008	1 July 2009	
	Interpretation 18 – Transfers of Assets from Customers	March 2009	Ending 1 July 2009	

Notes:

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

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

2. REVENUES AND EXPENSES

2009
\$

2008
\$

(a) Result from Ordinary Activities

The Result from Ordinary Activities includes:

(i) Charging as an Expense:

Auditors Remuneration

- Audit	44,261	28,848
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Depreciation

Buildings	441,645	422,112
Furniture and Equipment	196,929	188,754
Plant and Equipment	806,277	787,469
Roads	1,009,337	974,465
Footpaths	39,643	38,171
Drainage	22,637	22,736
Parks and Ovals	94,503	85,079
Other	55,503	64,624
	2,666,474	2,583,410

Interest Expenses

Debentures (<i>refer Note 21(a)</i>)	138,323	125,364
	138,323	125,364

(ii) Crediting as Revenue:

2009
\$

2009
Budget
\$

2008
\$

Interest Earnings

Investments		
- Reserve Funds	366,664	217,634
- Other Funds	118,556	113,807
Other Interest Revenue (<i>refer note 26</i>)	68,162	43,262
	553,382	381,634

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective

The Shire of Wyndham - East Kimberley is dedicated to providing high quality services to the community through the various service orientated programs which it has established.

GENERAL PURPOSE FUNDING

Rates, general purpose government grants and interest revenue.

GOVERNANCE

Administration and operation of facilities and services to members of Council; other costs that relate to the tasks of assisting elected members and ratepayers on matters which do not concern specific council services.

LAW, ORDER, PUBLIC SAFETY

Supervision of various by-laws, fire prevention, emergency services and animal control.

HEALTH

Food quality and pest control.

EDUCATION AND WELFARE

Operation of youth services, day care centres and assistance to other voluntary services.

HOUSING

Provision of staff and residential housing.

COMMUNITY AMENITIES

Rubbish Collection services, operation of landfill sites, noise control, administration of the town planning scheme, maintenance of cemeteries, maintenance of rest centre and storm water drainage maintenance.

RECREATION AND CULTURE

Maintenance of halls, aquatic centres, recreation centres and various reserves; operation of library and community development services.

TRANSPORT

Construction and maintenance of streets, roads, bridges; cleaning and lighting of streets, traffic lights; depot maintenance.

The provision and operation of airport services.

ECONOMIC SERVICES

The regulation and provision of tourism, area promotion, building control, noxious weeds and vermin control.

OTHER PROPERTY & SERVICES

Private works operation, plant repairs, operations and administrative costs.

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

2. OPERATING REVENUES AND EXPENSES (Continued)

	2009	2008
	\$	\$
(c) Conditions Over Contributions		
Grants recognised as revenues in a previous reporting period which were not expended at the close of the previous reporting period (ie opening balances).		
Roads to Recovery (Transport)	465,852	465,852
Sustainable Regions Grant (Transport)	26,300	26,300
Ord River Catchment NRM (Enviro Officer)	114,731	106,604
Community Development	72,070	94,311
HYPE	15,000	15,000
Fishways	0	65,182
Club Development Officer (DSR)	36,498	0
Aboriginal Access Roads (Special Projects)	73,416	0
Flood Damage Claim	206,250	0
Developer Contributions (Egret Close)	80,961	0
	1,091,078	773,249
Add:		
New grants which were recognised as revenues during the reporting period and which had not yet been fully expended in the manner specified by the contributor.		
Roads to Recovery (Transport)	1,731,629	0
Ord River Catchment NRM (Enviro Officer)	90,000	181,600
Community Development	2,500	10,500
Club Development Officer (DSR)	50,000	36,498
Aboriginal Access Roads (Special Projects)	0	73,416
Flood Damage Claim	0	206,250
Developer Contributions (Egret Close)	0	80,961
Royalties for Regions	1,660,292	0
EK Youth Service (ICC)	320,000	0
Wyndham Youth Service (ICC)	80,000	0
Wyndham Youth Service (DCP)	16,667	0
Youth Co-ordinator (FACCIA)	150,000	0
Crime Prevention Grants (DCP)	32,500	0
Recreation Services (Attorney General)	25,600	0
Road Contribution (CPC)	459,000	0
Weed Control (KDC)	50,000	0

Shire of Wyndham-East Kimberley Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

2. OPERATING REVENUES AND EXPENSES (Continued)

	2009 \$	2008 \$
(c) Conditions Over Contributions (Continued)		
Less:		
Grants which were recognised as revenues in a previous reporting period and which were expended in the current reporting period in the manner specified by the contributor.		
Roads to Recovery (Transport)	(1,273,731)	0
Ord River Catchment NRM (Enviro Officer)	(204,731)	(173,473)
Community Development	(72,070)	(32,741)
Fishways	0	(65,182)
Club Development Officer (DSR)	(50,221)	0
Flood Damage Claim	(206,250)	0
Wyndham Youth Service (DCP)	(12,727)	0
Youth Co-ordinator (FACCIA)	(66,000)	0
Closing balances of unexpended grants	<u>3,873,536</u>	<u>1,091,078</u>
Comprises:		
Roads to Recovery (Transport)	923,750	465,852
Sustainable Regions Grant (Transport)	26,300	26,300
Ord River Catchment NRM (Enviro Officer)	0	114,731
Community Development	2,500	72,070
HYPE	15,000	15,000
Club Development Officer (DSR)	36,277	36,498
Aboriginal Access Roads (Special Projects)	73,416	73,416
Flood Damage Claim	0	206,250
Developer Contributions (Egret Close)	80,961	80,961
Royalties for Regions	1,660,292	0
EK Youth Service (ICC)	320,000	0
Wyndham Youth Service (ICC)	80,000	0
Wyndham Youth Service (DCP)	3,940	0
Youth Co-ordinator (FACCIA)	84,000	0
Crime Prevention Grants (DCP)	32,500	0
Recreation Services (Attorney General)	25,600	0
Road Contribution (CPC)	459,000	0
Weed Control (KDC)	50,000	0
	<u>3,873,536</u>	<u>1,091,078</u>

Shire of Wyndham-East Kimberley Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

	2009 \$	2008 \$
3. CASH AND CASH EQUIVALENTS		
Unrestricted	2,267,204	1,155,459
Restricted	<u>10,612,241</u>	<u>6,193,240</u>
	<u><u>12,879,445</u></u>	<u><u>7,348,699</u></u>

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

Reserve Funds

Waste Management	349,421	295,083
Airport	4,170,462	2,351,201
Plant and Equipment	240,723	288,125
Recreation Participation	0	17,405
Leisure Centre	67,406	63,382
Parking	152,918	143,788
Non-Potable Water	73,070	68,707
Civic Building	5,999	5,640
East Kimberley Tourism	78,983	64,864
Foreshore Reserve	33,808	28,753
Staff Entitlement	92,630	87,100
Staff Housing	19,036	17,900
Recreation Hardcourts	7,905	40,696
Bio Security	210,776	150,673
Aboriginal Health Vehicle	10,635	10,000
Child Care	431,882	10,000
Parks	681,606	1,458,845
Developer Contributions Egret Close	111,445	0
Unspent Grants - (note 2(c))	<u>3,873,536</u>	<u>1,091,078</u>
	<u><u>10,612,241</u></u>	<u><u>6,193,240</u></u>

4. TRADE AND OTHER RECEIVABLES

Current

Rates Outstanding	270,973	310,457
Sundry Debtors	998,092	1,034,973
Less Provision for Doubtful Debts	(158,299)	(286,952)
GST Receivable	57,284	51,591
Loans - Clubs/Institutions	0	1,119
Bonds	6,160	0
Prepayments	0	31,500
	<u>1,174,210</u>	<u>1,142,688</u>

Non-Current

Rates Outstanding - Pensioners	<u>15,585</u>	<u>13,305</u>
	<u><u>15,585</u></u>	<u><u>13,305</u></u>

Shire of Wyndham-East Kimberley

Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

	2009 \$	2008 \$
5. INVENTORIES		
Current		
Fuel and Materials	<u>6,387</u>	<u>7,834</u>
	<u>6,387</u>	<u>7,834</u>
Non-Current		
Land Held for Resale	<u>10,405</u>	<u>0</u>
	<u>10,405</u>	<u>0</u>
6. PROPERTY, PLANT AND EQUIPMENT		
Land and Buildings - Cost	17,372,491	17,338,136
Less Accumulated Depreciation	<u>(4,847,341)</u>	<u>(4,703,199)</u>
	12,525,150	12,634,937
Furniture and Equipment - Cost	837,206	1,500,176
Less Accumulated Depreciation	<u>(392,297)</u>	<u>(957,078)</u>
	444,909	543,098
Plant and Equipment - Cost	4,851,873	4,563,917
Less Accumulated Depreciation	<u>(2,649,886)</u>	<u>(2,547,563)</u>
	2,201,987	2,016,354
Work in Progress	4,150	0
	<u>15,176,196</u>	<u>15,194,389</u>

All property, plant and equipment asset classes, are carried at cost. Whilst they are not subject to a policy of regular revaluation, they are subject to an annual assessment as to whether there is any indication an asset may have been impaired in accordance with AASB 136 "Impairment of Assets"

Shire of Wyndham-East Kimberley Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

6. 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.

	<u>Land & Buildings \$</u>	<u>Furniture & Equipment \$</u>	<u>Plant & Equipment \$</u>	<u>Work in Progress \$</u>	<u>Total \$</u>
Balance as at 1 July 2008	12,634,937	543,098	2,016,354	0	15,194,389
Additions	482,793	188,720	1,046,038	4,150	1,721,701
(Disposals)	(150,935)	(89,980)	(54,128)	0	(295,043)
Revaluation - Increments	0	0	0	0	0
- (Decrements)	0	0	0	0	0
Impairment - (losses)	0	0	0	0	0
- reversals	0	0	0	0	0
Depreciation (Expense)	(441,645)	(196,929)	(806,277)	0	(1,444,851)
Other Movements	0	0	0	0	0
Balance as at 30 June 2009	<u>12,525,150</u>	<u>444,909</u>	<u>2,201,987</u>	<u>4,150</u>	<u>15,176,196</u>

Shire of Wyndham-East Kimberley Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

	2009	2008
	\$	\$
7. INFRASTRUCTURE		
Roads - Cost	44,637,856	42,019,329
Less Accumulated Depreciation	<u>(12,415,786)</u>	<u>(11,406,992)</u>
	32,222,070	30,612,337
Footpaths - Cost	1,209,588	1,283,058
Less Accumulated Depreciation	<u>(739,533)</u>	<u>(699,905)</u>
	470,055	583,153
Drainage - Cost	1,248,337	1,205,911
Less Accumulated Depreciation	<u>(1,051,422)</u>	<u>(1,028,785)</u>
	196,915	177,126
Parks & Ovals - Cost	2,296,449	1,531,800
Less Accumulated Depreciation	<u>(568,856)</u>	<u>(512,813)</u>
	1,727,593	1,018,987
Other Infrastructure - Cost	3,400,711	1,607,921
Less Accumulated Depreciation	<u>(1,064,397)</u>	<u>(1,008,894)</u>
	2,336,314	599,027
Work in Progress	1,091,856	0
	<u>38,044,803</u>	<u>32,990,630</u>

Shire of Wyndham-East Kimberley

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Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

7. INFRASTRUCTURE (Continued)

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 \$	Footpaths \$	Drainage \$	Parks and Ovals \$	Other Infrastructure \$	Work in Progress \$	Total \$
Balance as at 1 July 2008	30,612,337	583,153	177,126	1,018,987	599,027	0	32,990,630
Additions	2,619,251	40,348	42,426	811,895	1,792,790	981,659	6,288,369
(Disposals)	(181)	0	0	(12,392)	0	0	(12,573)
Revaluation - Increments	0	0	0	0	0	0	0
- (Decrements)	0	0	0	0	0	0	0
Impairment - (losses)	0	0	0	0	0	0	0
- reversals	0	0	0	0	0	0	0
Depreciation (Expense)	(1,009,337)	(39,643)	(22,637)	(94,503)	(55,503)	0	(1,221,623)
Other Movements	0	(113,803)	0	3,606	0	110,197	0
Balance as at 30 June 2009	<u>32,222,070</u>	<u>470,055</u>	<u>196,915</u>	<u>1,727,593</u>	<u>2,336,314</u>	<u>1,091,856</u>	<u>38,044,803</u>

During the year a new class of assets was added for Uncompleted works at 30 June. The effect of this reclassification is shown at "Other Movements".

Shire of Wyndham-East Kimberley

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Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

	2009 \$	2008 \$
8. TRADE AND OTHER PAYABLES		
Current		
Sundry Creditors	1,694,547	999,099
Accrued Interest on Debentures	47,563	47,237
Accrued Salaries and Wages	177,055	109,172
ATO Liability	80,580	95,442
Retentions	20,532	1,443
	<u>2,020,277</u>	<u>1,252,393</u>
9. LONG-TERM BORROWINGS		
Current		
Secured by Floating Charge Debentures	<u>432,637</u>	<u>127,300</u>
	<u>432,637</u>	<u>127,300</u>
Non-Current		
Secured by Floating Charge Debentures	<u>2,084,840</u>	<u>2,146,477</u>
	<u>2,084,840</u>	<u>2,146,477</u>
Additional detail on borrowings is provided in Note 21.		
10. PROVISIONS		
Current		
Provision for Annual Leave	333,986	250,497
Provision for RDO	17,839	18,801
Provision for Long Service Leave	230,096	199,057
	<u>581,921</u>	<u>468,355</u>
Non-Current		
Provision for Long Service Leave	<u>83,005</u>	<u>58,657</u>
	<u>83,005</u>	<u>58,657</u>

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	2009 \$	2009 Budget \$	2008 \$
11. RESERVES - CASH BACKED			
(a) Waste Management			
Opening Balance	295,083	295,083	98,478
Amount Set Aside / Transfer to Reserve	54,338	47,705	196,605
Amount Used / Transfer from Reserve	0	0	0
	<u>349,421</u>	<u>342,788</u>	<u>295,083</u>
(b) Airport General			
Opening Balance	2,351,201	3,211,398	2,204,718
Amount Set Aside / Transfer to Reserve	1,819,261	96,342	146,483
Amount Used / Transfer from Reserve	0	(741,906)	0
	<u>4,170,462</u>	<u>2,565,834</u>	<u>2,351,201</u>
(c) Plant and Equipment			
Opening Balance	288,125	288,125	364,091
Amount Set Aside / Transfer to Reserve	17,598	17,288	24,034
Amount Used / Transfer from Reserve	(65,000)	(200,000)	(100,000)
	<u>240,723</u>	<u>105,413</u>	<u>288,125</u>
(d) Tourism Infrastructure			
Opening Balance	0	0	5,289
Amount Set Aside / Transfer to Reserve	0	0	0
Amount Used / Transfer from Reserve	0	0	(5,289)
	<u>0</u>	<u>0</u>	<u>0</u>
(e) Recreation Participation			
Opening Balance	17,405	17,405	16,321
Amount Set Aside / Transfer to Reserve	878	1,044	1,084
Amount Used / Transfer from Reserve	(18,283)	(17,000)	0
	<u>0</u>	<u>1,449</u>	<u>17,405</u>
(f) Leisure Centre			
Opening Balance	63,382	63,382	59,433
Amount Set Aside / Transfer to Reserve	4,024	3,803	3,949
Amount Used / Transfer from Reserve	0	0	0
	<u>67,406</u>	<u>67,185</u>	<u>63,382</u>
(g) Parking			
Opening Balance	143,788	143,788	134,830
Amount Set Aside / Transfer to Reserve	9,130	8,627	8,958
Amount Used / Transfer from Reserve	0	0	0
	<u>152,918</u>	<u>152,415</u>	<u>143,788</u>

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For the Year Ended 30 June 2009

	2009 \$	2009 Budget \$	2008 \$
11. RESERVES - CASH BACKED (continued)			
(h) Non-Potable Water			
Opening Balance	68,707	68,707	64,427
Amount Set Aside / Transfer to Reserve	4,363	4,123	4,280
Amount Used / Transfer from Reserve	0	0	0
	<u>73,070</u>	<u>72,830</u>	<u>68,707</u>
(i) Civic Buildings			
Opening Balance	5,640	5,640	0
Amount Set Aside / Transfer to Reserve	359	339	5,640
Amount Used / Transfer from Reserve	0	0	0
	<u>5,999</u>	<u>5,979</u>	<u>5,640</u>
(j) East Kimberley Tourism			
Opening Balance	64,864	64,864	60,823
Amount Set Aside / Transfer to Reserve	14,119	13,892	4,041
Amount Used / Transfer from Reserve	0	0	0
	<u>78,983</u>	<u>78,756</u>	<u>64,864</u>
(k) Foreshore Reservation			
Opening Balance	28,753	28,753	19,460
Amount Set Aside / Transfer to Reserve	5,055	51,725	9,293
Amount Used / Transfer from Reserve	0	(30,000)	0
	<u>33,808</u>	<u>50,478</u>	<u>28,753</u>
(l) Information Technology Replacement			
Opening Balance	0	0	7,772
Amount Set Aside / Transfer to Reserve	0	0	0
Amount Used / Transfer from Reserve	0	0	(7,772)
	<u>0</u>	<u>0</u>	<u>0</u>
(m) Staff Entitlement			
Opening Balance	87,100	87,100	81,673
Amount Set Aside / Transfer to Reserve	5,530	5,226	5,427
Amount Used / Transfer from Reserve	0	0	0
	<u>92,630</u>	<u>92,326</u>	<u>87,100</u>
(n) Staff Housing			
Opening Balance	17,900	17,900	16,785
Amount Set Aside / Transfer to Reserve	1,136	1,074	1,115
Amount Used / Transfer from Reserve	0	0	0
	<u>19,036</u>	<u>18,974</u>	<u>17,900</u>

Shire of Wyndham-East Kimberley

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For the Year Ended 30 June 2009

	2009 \$	2009 Budget \$	2008 \$
11. RESERVES - CASH BACKED (continued)			
(o) Recreation Hardcourts			
Opening Balance	40,696	40,696	33,472
Amount Set Aside / Transfer to Reserve	7,209	7,442	7,224
Amount Used / Transfer from Reserve	(40,000)	(40,000)	0
	<u>7,905</u>	<u>8,138</u>	<u>40,696</u>
(p) Bio Security			
Opening Balance	150,673	150,673	0
Amount Set Aside / Transfer to Reserve	60,103	59,040	150,673
Amount Used / Transfer from Reserve	0	0	0
	<u>210,776</u>	<u>209,713</u>	<u>150,673</u>
(q) Aboriginal Health Vehicle			
Opening Balance	10,000	10,000	0
Amount Set Aside / Transfer to Reserve	635	10,600	10,000
Amount Used / Transfer from Reserve	0	0	0
	<u>10,635</u>	<u>20,600</u>	<u>10,000</u>
(r) Childcare			
Opening Balance	10,000	10,000	0
Amount Set Aside / Transfer to Reserve	473,785	505,600	10,000
Amount Used / Transfer from Reserve	(51,903)	0	0
	<u>431,882</u>	<u>515,600</u>	<u>10,000</u>
(s) Parks			
Opening Balance	1,458,845	1,458,845	0
Amount Set Aside / Transfer to Reserve	89,002	43,765	1,713,878
Amount Used / Transfer from Reserve	(866,241)	(777,385)	(255,033)
	<u>681,606</u>	<u>725,225</u>	<u>1,458,845</u>
(t) Developer Contributions - Egret Close			
Opening Balance	0	0	0
Amount Set Aside / Transfer to Reserve	111,445	80,961	0
Amount Used / Transfer from Reserve	0	0	0
	<u>111,445</u>	<u>80,961</u>	<u>0</u>
TOTAL CASH BACKED RESERVES	<u><u>6,738,705</u></u>	<u><u>5,114,664</u></u>	<u><u>5,102,162</u></u>

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

Shire of Wyndham-East Kimberley

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11. RESERVES - CASH BACKED (continued)

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

Waste Management

This reserve is for the upgrade and rationalisation of refuse disposal facilities within the Shire.

Airport General

This reserve is for the improvement of Council's airport facilities, and also acts as the 'float' for transferring the profit or loss on the operations of the airports in line with Council Policy F4.

Plant and Equipment

This reserve is for the purchase of major plant and equipment.

Tourism Infrastructure

This reserve is for infrastructure projects intended to improve the attractiveness of the Shire to visitors.

Recreation Participation

This reserve is for projects that encourage and increase in recreation participation for the residents of the Shire.

Leisure Centre

This reserve is for the capital maintenance and upgrading of the Kununurra Leisure Centre.

Parking

This reserve is for land purchases and/or the construction and maintenance of vehicle parking facilities within the Shire.

Non-Potable Water

This reserve is for the development of non-potable water supply in Wyndham.

Civic Buildings

This reserve is for the construction and or capital maintenance of civic buildings within the shire.

East Kimberley Tourism

This reserve is for the capital maintenance and/or upgrading of East Kimberley Tourism House.

Foreshore Reservation

This reserve is for maintaining the foreshore of Lake Kununurra, funded from the contributions of leases on portion of reserve 41812.

Shire of Wyndham-East Kimberley

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Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

11. RESERVES - CASH BACKED (continued)

Information Technology Replacement

This reserve is for the purpose of replacing the shire's information technology network, communication equipment, hardware and software.

Staff Entitlement

This reserve is to provide for Shire employee entitlements.

Staff Housing

This reserve is for the purpose of providing for staff housing requirements.

Recreation Hardcourts

This reserve is for the purpose of providing for future capital upgrade of Recreational Hardcourts

Bio Security

To hold funds for use in emergency situations that threaten the bio security of the East Kimberley

Aboriginal Health Vehicle

To provide for the replacement of the vehicle funded through Aboriginal Health Grants

Childcare

To hold lease payments from Kununurra Childcare Centre to provide for capital maintenance of the building

Parks

To hold funds from the sale of parks provided by the State to undertake major upgrades and to establish new parks and public open spaces in the Shire.

Developer Contributions - Egret Close

To hold funds from developers for the construction of Egret Close

12. RESERVES - ASSET REVALUATION

The Shire of Wyndham - East Kimberley did not perform an asset revaluation for the financial period 2008/09 and no asset revaluation reserve exists.

Shire of Wyndham-East Kimberley

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Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

13. NOTES TO THE CASH FLOW STATEMENT

(a) Reconciliation of Cash

For the purposes of the cash flow statement, 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 balance sheet as follows:

	2009 \$	2009 Budget \$	2008 \$
Cash and Cash Equivalents	<u>12,879,445</u>	<u>5,880,998</u>	<u>7,348,699</u>

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

Net Result	9,459,988	5,368,895	4,071,200
Depreciation	2,666,474	2,474,467	2,583,410
(Increase)/Decrease in Receivables	(29,228)	933,727	(221,953)
(Profit)/Loss on Sale of Asset	(1,245,773)	(1,255,146)	(2,013,548)
(Increase)/Decrease in Inventories	1,447	2,334	5,309
Increase/(Decrease) in Payables	767,558	(120,000)	218,139
(Increase)/Decrease in Prepayments	0	0	(31,500)
Increase/(Decrease) in GST	(5,693)	0	62,840
Increase/(Decrease) in Interest	326	0	(3,409)
Increase/(Decrease) in Employee Provisions	137,914	(22,530)	62,001
Grants/Contributions for the Development of Assets	<u>(6,785,274)</u>	<u>(4,514,260)</u>	<u>(945,452)</u>
Net Cash from Operating Activities	<u>4,967,739</u>	<u>2,867,487</u>	<u>3,787,037</u>

(c) Undrawn Borrowing Facilities

Credit Standby Arrangements

Bank Overdraft limit	0	0	0
Bank Overdraft at Balance Date	0	0	0
Credit Card limit	45,000	40,000	40,000
Credit Card Balance at Balance Date	0	0	0
Total Amount of Credit Unused	<u>45,000</u>	<u>40,000</u>	<u>40,000</u>

Loan Facilities

Loan Facilities - Current	432,637	0	127,300
Loan Facilities - Non-Current	2,084,840	0	2,146,477
Total Facilities in Use at Balance Date	<u>2,517,477</u>	<u>0</u>	<u>2,273,777</u>
Unused Loan Facilities at Balance Date	<u>0</u>	<u>0</u>	<u>0</u>

Shire of Wyndham-East Kimberley Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

	2009 \$	2008 \$
14. CAPITAL AND LEASING COMMITMENTS		
(a) Finance Lease Commitments		
The Shire of Wyndham - East Kimberley has no significant or material finance leasing commitments for the ended 30th June 2009.		
(b) Operating Lease Commitments		
Non-cancellable operating leases contracted for but not capitalised in the accounts.		
Payable:		
- not later than one year	83,460	0
- later than one year but not later than five years	18,320	0
- later than five years	0	0
	101,780	0
(c) Capital Expenditure Commitments		
Contracted for:		
- capital expenditure projects	2,164,956	0
- plant & equipment purchases	0	0
Payable:		
- not later than one year	2,164,956	
The capital expenditure project outstanding at the end of the current reporting period represents		
Construction Costs Coolibah Drive	1,041,136	0
Transportable Office Kunununrra Administraion	88,820	0
Wyndham Pool Upgrade	1,035,000	0
	2,164,956	0

15. CONTINGENT LIABILITIES

The Shire of Wyndham - East Kimberley has no Contingent Liabilities for the 2008/09 financial year.

16. JOINT VENTURE

The Shire of Wyndham - East Kimberley was not involved in any Joint Ventures in the 2008/09 financial year.

Shire of Wyndham-East Kimberley

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Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

	2009 \$	2008 \$
17. TOTAL ASSETS CLASSIFIED BY FUNCTION AND ACTIVITY		
Governance	242,480	236,897
Law, Order, Public Safety	170,553	181,674
Health	49,755	53,031
Education and Welfare	2,735,779	2,841,016
Housing	1,239,592	1,314,465
Community Amenities	2,311,229	2,237,800
Recreation and Culture	7,043,224	4,851,087
Transport	38,585,198	35,484,569
Economic Services	669,895	511,512
Other Property and Services	3,114,201	3,403,470
Unallocated	11,151,808	5,588,707
	<u>67,313,714</u>	<u>56,704,228</u>

	2009	2008	2007
18. FINANCIAL RATIOS			
Current Ratio	1.174	1.313	0.779
Untied Cash to Trade Creditors Ratio	1.338	1.157	0.016
Debt Ratio	0.077	0.071	0.070
Debt Service Ratio	0.015	0.019	0.030
Gross Debt to Revenue Ratio	0.141	0.156	0.175
Gross Debt to			
Economically Realisable Assets Ratio	0.086	0.096	0.106
Rate Coverage Ratio	0.200	0.025	0.333
Outstanding Rates Ratio	0.052	0.069	0.049

The above ratios are calculated as follows:

Current Ratio	$\frac{\text{Current assets minus restricted current assets}}{\text{Current liabilities minus liabilities associated with restricted assets}}$
Untied Cash to Trade Creditors Ratio	$\frac{\text{Untied cash}}{\text{Unpaid trade creditors}}$
Debt Ratio	$\frac{\text{Total liabilities}}{\text{Total assets}}$
Debt Service Ratio	$\frac{\text{Debt Service Cost (Principal & Interest)}}{\text{Available operating revenue}}$
Gross Debt to Revenue Ratio	$\frac{\text{Gross debt}}{\text{Total revenue}}$
Gross Debt to Economically Realisable Assets Ratio	$\frac{\text{Gross debt}}{\text{Economically realisable assets}}$
Rate Coverage Ratio	$\frac{\text{Net rate revenue}}{\text{Operating revenue}}$
Outstanding Rates Ratio	$\frac{\text{Rates outstanding}}{\text{Rates collectable}}$

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Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

19. 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-08 \$	Amounts Received \$	Amounts Paid (\$)	Balance 30-Jun-09 \$
Housing Bonds	4,360	1,000	(2,360)	3,000
ASIC - Airport Security Card	3,900	1,300	(350)	4,850
Footpath Bonds	4,800	17,653	(5,350)	17,103
Hall Hire Bonds - Kununurra Leisure Centre	1,000	1,000	(1,000)	1,000
Hall Hire Bonds - Peter Reid Memorial Hall	1,000	4,500	(4,500)	1,000
Hire Bonds - Youth Centre	0	500	(500)	0
Oval Hire Bonds - Wyndham Oval	0	200	(200)	0
Cash in Lieu of Public Open Space	0	100,000	(100,000)	0
Lease Bonds	0	10,000		10,000
Election Nomination Bonds	0	560	(560)	0
Other Trust Funds	0	40		40
	<u>15,060</u>	<u>136,753</u>	<u>(114,820)</u>	<u>36,993</u>

Shire of Wyndham-East Kimberley

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For the Year Ended 30 June 2009

20. DISPOSALS OF ASSETS - 2008/09 FINANCIAL YEAR

The following assets were disposed of during the year.

		Net Book Value		Sale Price		Profit (Loss)	
		Actual \$	Budget \$	Actual \$	Budget \$	Actual \$	Budget \$
Law, Order, Public Safety							
Asset adjustments	#	1,170	0	0	0	(1,170)	0
Health							
Asset adjustments	#	479	0	0	0	(479)	0
Education and Welfare							
Ewin Centre - Land L2541 Konkerberry Dr		422	0	975,487	994,423	975,065	994,423
Ewin Centre Building		113,303	130,577	113,303	130,577	0	0
Asset adjustments	#	291	0	0	0	(291)	0
Housing							
Asset adjustments	#	27,215	0	0	0	(27,215)	0
Community Amenities							
Asset adjustments	#	2,757	0	0	0	(2,757)	0
Recreation and Culture							
Asset adjustments	#	36,849	0	0	0	(36,849)	0
Transport							
Land held for Resale - Airport		0	0	0	250,000	0	250,000
Lot 317 Laine Jones Drive		0	0	124,026	0	124,026	0
Lot 313 Peter Reid Drive		0	0	84,206	0	84,206	0
Lot 307 Dusty Rankin Drive		0	0	94,374	0	94,374	0
Asset adjustments	#	6,487	0	0	0	(6,487)	0
Other Property and Services							
Road Plant							
- 4WD Backhoe (P307)		0	12,672	0	39,050	0	26,378
- 4WD Backhoe (P329)		0	3,498	35,500	30,000	35,500	26,502
- 7 Tonne Tip Truck (P310)		10,300	12,755	52,730	58,003	42,430	45,248
- 7 Tonne Tip Truck (P330)		0	0	0	50,000	0	50,000
- 3 Tonne Tip Truck (P332)		0	10,064	17,100	25,000	17,100	14,936
- Ride on Mower AP (P344)		0	0	0	5,000	0	5,000
- 3.5 Tonne Dual Cab Tip Truck AP (P342)		6,695	5,379	2,118	15,000	(4,577)	9,621
Light Plant							
- Fleet Vehicle (P102)		5,590	28,476	32,727	38,000	27,137	9,524
- Fleet Vehicle (P101)		0	12,484	0	28,000	0	15,516
- Fleet Vehicle (P104)		0	14,699	0	20,000	0	5,301
- Fleet Vehicle (P105)		0	13,707	0	20,000	0	6,293
- Fleet Vehicle (P201)		0	16,504	0	20,000	0	3,496
- Fleet Vehicle (P207)		1,854	2,921	6,364	15,000	4,510	12,079
- Works Vehicle (P302)		0	0	0	15,000	0	15,000
- Works Vehicle (P303)		0	12,231	0	20,000	0	7,769
- Works Vehicle (P326)		0	13,002	0	20,000	0	6,998
- Works Vehicle (P327)		0	12,862	0	12,000	0	(862)
- Works Vehicle (P328)		10,670	14,052	15,454	12,000	4,784	(2,052)
- Works Vehicle (P341)		0	11,024	0	15,000	0	3,976
Asset adjustments	#	83,534	0	0	0	(83,534)	0
Minor Plant		0	1,000	0	1,000	0	0
		307,616	327,907	1,553,389	1,833,053	1,245,773	1,505,146

During the year Council adopted a new asset policy that resulted in only purchases over \$5,000 being capitalised.

The asset register held items below this value and an adjustment was done to remove these items. Some items that are classified as attractive items are recorded in a separate register but no value is held against these items. A stocktake was performed during the year and various items that were held on the asset register were not found during the stocktake

Council resolved to adjust the asset register by the amount of the assets held that were below the new capitalisation value and for items no longer assets of the Shire as per the stocktake. These adjustments have been shown by program in the table above as Asset Adjustments.

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21. INFORMATION ON BORROWINGS

Particulars	1-Jul-08 \$	Loans \$	Repayments		30-Jun-09		Repayments	
			Actual \$	Budget \$	Actual \$	Budget \$	Actual \$	Budget \$
Education and Welfare								
L117 Kununurra Childcare Centre	896,220	0	29,289	29,289	866,931	866,931	51,315	51,315
Housing								
L115 Staff Housing	126,123	0	8,864	8,864	117,259	117,259	7,405	7,405
Recreation and Culture								
L113 Knx Aquatic Centre Refurbishment	704,714	0	49,530	49,530	655,184	655,184	41,376	41,376
L114 Wyndham Recreation Centre	295,601	0	20,775	20,775	274,826	274,826	17,357	17,357
L118 Kununurra Youth Centre	250,000	0	17,723	17,723	232,277	232,277	17,765	17,765
L119 Multi Purpose Courts		371,000	0	0	371,000	371,000	3,079	6,956
Economic Services								
L116 Agricultural Society Caravan Park*	1,119	0	1,119	1,119	0	0	26	26
	2,273,777	371,000	127,300	127,300	2,517,477	2,517,477	138,323	142,200

(*) Self supporting loan financed by payments from third parties.

All other loan repayments were financed by general purpose revenue.

(b) New Debentures - 2008/09 Particulars/Purpose	Amount Borrowed		Institution	Loan Type	Term (Years)	Total Interest & Charges \$	Interest Rate %	Amount Used		Balance Unspent \$
	Actual \$	Budget \$						Actual \$	Budget \$	
L119 Multi Purpose Courts	371,000	371,000	WATC	Debenture	10	120,910	5.61%	371,000	371,000	0
Staff Housing	0	700,000	N/A	N/A	1	N/A	N/A	0	700,000	0

(c) Unspent Debentures

Council had no unspent debentures at 30 June 2009.

(d) Overdraft

Council has no overdraft facility.

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22. RATING INFORMATION - 2008/09 FINANCIAL YEAR

RATE TYPE	Rate in \$	Number of Properties	Rateable Value \$	Rate Revenue \$	Interim Rates \$	Back Rates \$	Total Revenue \$	Budget Rate Revenue \$	Budget Interim Rate \$	Budget Back Rate \$	Budget Total Revenue \$
Differential General Rate											
GRV - Townsites	0.106899	1,453	31,454,620	3,246,877	18,954	15,052	3,280,883	3,197,310	20,000		3,217,310
GRV - Other	0.106899	2	116,480	12,452			12,452	12,452			12,452
UV - Rural A	0.004257	88	104,005,850	430,978	6,845	2,878	440,701	436,853			436,853
UV - Rural B	0.005466	109	41,462,000	218,438	5,928	843	225,209	219,668			219,668
UV - Rural Living	0.006619	93	32,452,800	184,839	22,516	36,487	243,842	142,269			142,269
Pastoral Leases	0.079210	27	2,625,253	218,639			218,639	205,570			205,570
Mining	0.099286	72	2,603,803	256,479	13,048		269,527	298,467			298,467
Sub-Totals		1,844	214,720,806	4,568,702	67,291	55,260	4,691,253	4,512,589	20,000	0	4,532,589
Minimum Rates	Minimum \$										
GRV - Townsites	750	338		253,500			253,500	255,750			255,750
GRV - Other	750	0		0			0	0			0
UV - Rural A	750	15		11,250			11,250	12,000			12,000
UV - Rural B	750	1		750			750	4,500			4,500
UV - Rural Living	750	0		0			0	0			0
Pastoral Leases	750	1		750			750	1,500			1,500
Mining	750	120		90,000			90,000	90,000			90,000
Sub-Totals		475		356,250	0	0	356,250	363,750	0	0	363,750
Specified Area Rate (refer note 23)							5,047,503				4,896,339
							0				0
Contributions							5,047,503				4,896,339
Discounts (refer note 25)							5,252				(160,000)
Excess Rates							(129,311)				(160,000)
							(18,750)				
Totals							4,904,694				4,736,339

Shire of Wyndham-East Kimberley Annual Report 2008-09

Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

23. SPECIFIED AREA RATE - 2008/09 FINANCIAL YEAR

The Shire of Wyndham - East Kimberley conducted no specified area rating for 2008/09

24. SERVICE CHARGES - 2008/09 FINANCIAL YEAR

The Shire of Wyndham - East Kimberley collected no service charges for the 2008/09 financial year.

25. DISCOUNTS, INCENTIVES, CONCESSIONS, & WRITE-OFFS - 2008/09 FINANCIAL YEAR

	Type	Disc %	Total Cost/ Value \$	Budget Cost/ Value \$
General Rates	Discount	5	129,311	160,000
			129,311	160,000
Australian Gold and Diamonds	Rates		63,970	0
Ansett Australia	Airport Fees		163,681	0
Various Rates	Rates		72	0
			227,723	0

A discount on rates is granted to all who pay their rates in full within 14 days of the date of service appearing on the rate notice.

A provision for doubtful debts was being carried along with the Ansett Debt.
The debt was written off and the provision for doubtful debts was written back in June 2009.

26. INTEREST CHARGES AND INSTALMENTS - 2008/09 FINANCIAL YEAR

	Interest Rate %	Admin. Charge \$	Revenue \$	Budgeted Revenue \$
Interest on Unpaid Rates	11	0	47,250	35,000
Interest on Instalments Plan	5	0	16,127	9,000
Charges on Instalment Plan	0	5	4,785	4,000
			68,162	48,000

Ratepayers had the option of paying rates in two equal instalments or four equal instalments.
Instalment dates were 6 October 2008, 8 December 2008, 9 February 2009 and 9 April 2009.
Administration charges and interest applied for the final three instalments.

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27. FEES & CHARGES	2009	2008
	\$	\$
Governance	796	1,690
General Purpose Funding	7,047	8,119
Law, Order, Public Safety	12,443	16,237
Health	34,309	54,363
Education & Welfare	56,073	72,067
Housing	120,097	69,769
Community Amenities	1,071,224	1,047,991
Recreation & Culture	332,782	268,803
Transport	2,992,085	2,298,092
Economic Services	113,142	125,412
Other Property & Services	909	115
	<u>4,740,907</u>	<u>3,962,658</u>

There were no changes during the year to the amount of the fees or charges detailed in the original budget.

28. GRANT REVENUE	2009	2008
	\$	\$
By Nature and Type:		
Grants and Subsidies - operating	5,828,102	5,336,241
Grants and Subsidies - non-operating	6,785,274	945,452
	<u>12,613,376</u>	<u>6,281,693</u>
By Program:		
Governance	0	33,700
General Purpose Funding	4,601,135	3,393,340
Law, Order, Public Safety	71,001	56,530
Health	118,291	113,630
Education & Welfare	49,801	49,005
Housing	1,710,292	0
Community Amenities	909,029	680,452
Recreation and Culture	1,359,616	150,808
Transport	3,754,667	1,804,228
Economic Services	33,710	0
Other Property & Services	5,834	0
	<u>12,613,376</u>	<u>6,281,693</u>

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29. COUNCILLORS' REMUNERATION	2009 \$	2009 Budget \$	2008 \$
The following fees, expenses and allowances were paid to council members and/or the president.			
Meeting Fees	51,188	57,750	46,923
President's Allowance	10,500	10,500	10,000
Deputy President's Allowance	2,625	2,625	2,500
Travelling Expenses	886	5,000	6,146
Telecommunications Allowance	21,000	21,600	20,123
Technology Allowance	8,750	9,000	8,385
	94,949	106,475	94,077

30. EMPLOYEES' REMUNERATION

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

Salary Range \$	2009	2008
110,000 - 119,999	0	1
120,000 - 129,999	1	0

31. EMPLOYEE NUMBERS

The number of full-time equivalent Employees at balance date

	2009	2008
	74	60

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32. MAJOR LAND TRANSACTIONS

(a) Details

The Shire of Wyndham East Kimberley owned buildings known as the Ewin Centre. This is a childcare facility used by a community group. The land these buildings are built on is owned by the State Government. In 2006/07 the land was transferred to the Shire to enable the sale of the Ewin Centre.

The condition of land transfer was that funds from the sale of this property were to be used for childcare. The construction of a the new childcare building is complete. Municipal and Loan funds as well as grants have been used to fund the construction. Municipal Funds were used to bring the project to completion. These funds were recovered from the sale proceeds to use for other purposes. Sale proceeds in excess of the Municipal Funds already expended were transferred into a reserve for use in maintenance of the new childcare building and repayment of the loan.

This transaction was budgeted for in the 2007/08 budget but was carried forward into 2008/09 due to settlement on the property being delayed until July 2008.

	2009 \$	2009 Budget \$	2008 \$
(b) Current year transactions			
Operating Income			
- Profit on sale	975,065	994,423	0
Capital Income			
- Sale Proceeds	1,088,790	1,125,000	0
Capital Expenditure			
- Carrying Value of Capital Improvements	113,725	130,577	0

Details of the related Reserve transactions is at Note 11 - Reserves.

There are no liabilities in relation to this land transaction as at 30 June 2009.

(c) Expected Future Cash Flows

There are no expected future cash flows in relation to this land transaction

33. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

Council did not participate in any trading undertakings or major trading undertakings during the 2008/09 financial year.

Shire of Wyndham-East Kimberley

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For the Year Ended 30 June 2009

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	
	2009 \$	2008 \$	2009 \$	2008 \$
Financial Assets				
Cash and cash equivalents	12,879,445	7,348,700	12,879,445	7,348,700
Receivables	1,174,210	1,142,688	1,174,210	1,142,688
Other Financial Assets	6,683	6,683	6,683	6,683
	<u>14,060,338</u>	<u>8,498,071</u>	<u>14,060,338</u>	<u>8,498,071</u>
Financial Liabilities				
Payables	2,020,277	1,252,393	2,020,277	1,252,393
Borrowings	2,517,477	2,273,777	2,420,283	2,183,618
	<u>4,537,754</u>	<u>3,526,170</u>	<u>4,440,560</u>	<u>3,436,011</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.

Shire of Wyndham-East Kimberley

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Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

34. FINANCIAL RISK MANAGEMENT (Continued)

(a) Cash and Cash Equivalents

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). Council has an investment policy and the policy is subject to review by Council. An Investment Report is provided to Council on a monthly basis setting out the make-up and performance of the portfolio.

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.

	30-Jun-09	30-Jun-08
	\$	\$
Impact of a 1% (*) movement in interest rates on cash		
- Equity	88,221	67,527
- Income Statement	88,221	67,527

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.

Shire of Wyndham-East Kimberley

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Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

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:

	30-Jun-09	30-Jun-08
Percentage of Rates and Annual Charges		
- Current	0.00%	8.10%
- Overdue	100.00%	91.90%
Percentage of Other Receivables		
- Current	72.59%	71.90%
- Overdue	27.41%	28.10%

Shire of Wyndham-East Kimberley

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Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

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>2009</u>					
Payables	2,020,277	0	0	2,020,277	2,020,277
Borrowings	312,404	1,249,618	2,019,692	3,581,714	2,517,477
	<u>2,332,681</u>	<u>1,249,618</u>	<u>2,019,692</u>	<u>5,601,991</u>	<u>4,537,754</u>
<u>2008</u>					
Payables	1,252,393	0	0	1,252,393	1,252,393
Borrowings	271,270	1,053,701	2,038,221	3,363,192	2,273,777
	<u>1,523,663</u>	<u>1,053,701</u>	<u>2,038,221</u>	<u>4,615,585</u>	<u>3,526,170</u>

Shire of Wyndham-East Kimberley

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Notes to and Forming Part of the Financial Report
For the Year Ended 30 June 2009

34. FINANCIAL RISK MANAGEMENT (Continued)

(c) 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

	\$	\$	\$	\$	\$	\$	\$	%
Year Ended 30 June 2009								
Borrowings								
Fixed Rate								
Debentures	0	0	0	0	0	2,517,477	2,517,477	6.05%
Weighted Average Effective Interest Rate						6.05%		
Year Ended 30 June 2008								
Borrowings								
Fixed Rate								
Debentures	1,119	0	0	0	0	2,272,658	2,273,777	6.13%
Weighted Average Effective Interest Rate	5.78%					6.13%		

**INDEPENDENT AUDIT REPORT
TO THE ELECTORS OF THE SHIRE OF WYNDHAM-EAST KIMBERLEY**

Report on the Financial Report

We have audited the accompanying financial report of the Shire of Wyndham-East Kimberley, which comprises the balance sheet as at 30 June 2009 and the income statement by nature or type, income statement by program, statement of changes in equity, cash flow statement, rate setting statement for the year ended on that date and a summary of significant accounting policies and other explanatory notes.

Council's Responsibility for the Financial Report

Council is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations), the Local Government Act 1995 (as amended) and the Local Government (Financial Management) Regulations 1996 (as amended). This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

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

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

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

Independence

In conducting our audit, we have complied with the independence requirements of Australian professional ethical pronouncements.

Auditor's Opinion

In our opinion, the financial report of the Shire of Wyndham-East Kimberley is in accordance with the Local Government Act 1995 (as amended) and the Local Government (Financial Management) Regulations 1996 (as amended), including:

- a giving a true and fair view of the Shire's financial position as at 30 June 2009 and of its performance for the year ended on that date; and
- b complying with Australian Accounting Standards (including the Australian Accounting Interpretations), the Local Government Act 1995 (as amended) and the Local Government (Financial Management) Regulations 1996 (as amended).

**INDEPENDENT AUDIT REPORT
TO THE ELECTORS OF THE SHIRE OF WYNDHAM-EAST KIMBERLEY (continued)**

Other Matters

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

- a) There are no matters that in our opinion indicate significant adverse trends in the financial position or the financial management practices of the Shire.
- b) No matters indicating non-compliance with Part 6 of the Local Government Act 1995 (as amended), the Local Government (Financial Management) Regulations 1996 (as amended) or applicable financial controls of any other written law were noted during the course of our audit.
- c) All necessary information and explanations were obtained by us.
- d) All audit procedures were satisfactorily completed in conducting our audit.

UHY HAINES NORTON
CHARTERED ACCOUNTANTS



DAVID TOMASI
PARTNER

Date: 9 November 2009
Perth, WA

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