



SHIRE OF WYNDHAM | EAST KIMBERLEY

ANNUAL REPORT

2011

2010

CONTENTS

CONTENTS.....	3
INTRODUCTION.....	4
SHIRE PRESIDENT'S REPORT	5
COUNCILLORS.....	6
COUNCIL.....	7
CHIEF EXECUTIVE OFFICER'S REPORT	8
ORGANISATIONAL CHART	9
INFRASTRUCTURE	16
COMMUNITY.....	26
ECONOMIC DEVELOPMENT	35
FINANCIAL REPORT.....	43
INDEPENDENT AUDITOR'S REPORT	96

INTRODUCTION

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

Shire of Wyndham East Kimberley

PO Box 614
Kununurra WA 6743

Email: mail@swek.wa.gov.au
Website: www.swek.wa.gov.au

Shire Offices and Chambers

Kununurra Office

115 Coolibah Drive
Kununurra WA 6743
Ph (08) 9168 4100
Fax (08) 9168 1798

Wyndham Office

Koolama Street
Wyndham WA 6740
Ph (08) 9161 1002
Fax (08) 9161 1295

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: 476 (km)
Length of unsealed roads: 1474 (km)
Population: 7,775 (Australian Bureau of Statistics, considered an underestimate)
Number of Electors: 3,849
Total number of Full Time Employees (FTE's): 81

Suburbs and Localities

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

Significant Local Events

Ord Valley Muster, Racing the Planet, Lake Argyle Swim, Kununurra Agricultural Show, Kimberley Writers Festival, Kununurra Rodeo, Kununurra and Wyndham Races, Stars on the Bastion, and Dam-Dam Dingy Dash.

Local Industry

Tourism, agriculture, irrigation, melons, mangoes, pumpkins, sandalwood, cattle, mining, aquaculture and Wyndham Port facilities.

Tourist Attractions

Carboyd Ranges, Celebrity Tree Park, Cockburn Ranges, Drysdale River National Park, Emma Gorge, Five Rivers Lookout (the Bastion), Gibb River Road, The Grotto, Ivanhoe Crossing, Kelly's Knob, Kununurra Diversion Dam/Lake Kununurra, Lake Argyle, Lily Lagoons, Mirima National Park, Mitchell Plateau, Ord River Irrigation Area, Ord River, Parry's Lagoon Nature Reserve, Pentecost River, Ragged Range, Zebedee Springs.

SHIRE PRESIDENT'S REPORT



The Shire of Wyndham East Kimberley has over the last 12 months continued its growth and prosperity and I am pleased to present the 2010/11 Annual Report.

The construction phase of the Ord Expansion and the East Kimberley Development Package has been a contributing factor to our municipality's growth. As you are aware Council has undertaken two major projects during this period with the East Kimberley Regional Airport expansion well progressed during the period and the Anthon's landing jetty major works completed during the financial year. Council also completed the Wyndham Picture gardens project and was pleased to see the feature film *Mad Bastards* which was filmed in Wyndham and premiered at the Picture Gardens.

The redevelopment of White Gum Park was one of Council's initiatives during the past financial year and has reinvigorated the park into a family friendly environment. We have continued our work in other parks and gardens and have commenced clearing and harvesting of cumbungi in Lily Lagoon. A long-term project, the M1 Flood Mitigation project was commenced during this period as well and will be finished before the next wet season.

During the financial year, Council and the Police have worked together to reduce littering throughout the central business area and have had relative success in this area. Vandalism nevertheless still remains a problem throughout the town and this damage affects our budget and our service delivery.

Council has many roles including emergency services with regard to fire, storms and flooding. During the financial year the East Kimberley experienced severe flooding which required Council to take a significant role in the Warmun evacuation. Council were also responsible for the Ngallangunda community on the Gibb River Road who were evacuated to Derby. Our staff played a significant role in these events and I would like to congratulate them on their efforts.

Flooding caused considerable damage to Council's assets including the Lake Argyle Road, Spillway bridge abutments, several Kununurra township roads and significantly major damage on the Kalumburu and Mitchell Plateau roads. The repair to these roads will no doubt take considerable financial resources which are beyond the Council's ability and we are currently working to obtain funding from the WANDRRA funding for natural disasters.

As an organisation we faced many challenges during the past financial year and the continual improvement of services and delivery of projects has been at the forefront of Council's decision-making. As the East Kimberley grows we must be prepared to invest in the strategic planning for our region's future and Council has commenced this with several major studies being undertaken which will progress towards our strategy work.

I would like to thank my fellow Councillors for their support over the last year which has allowed me to represent our region as the Kimberley Zone representative for WALGA and the chair of the Kimberley Regional Collaborative Group. I would also like to thank staff for their dedication in progressing major projects, improving service delivery, and continuing to maintain a strong financial position.

Kind Regards
Cr Fred Mills
Shire President

COUNCILLORS



Cr Fred Mills
 Shire President
 Elected 2007
 Term Expires 2011



Cr John Moulden
 Deputy Shire President
 Elected 2007
 Term Expires 2011



Cr Ralph Addis
 Elected 2007
 Term Expires 2011



Cr Di Ausburn
 Elected 2006
 Term Expires 2013



**Cr Raymond
 (Spike) Dessert**
 Elected 2010
 Term Expires 2011



Cr Jackie McCoy
 Elected 2009
 Term Expires 2013



Cr Jane Parker
 Elected 2005
 Term Expires 2013



Cr Kenneth Torres
 Elected 2008
 Term Expires 2013



Cr Keith Wright
 Elected 1990
 Term Expires 2011

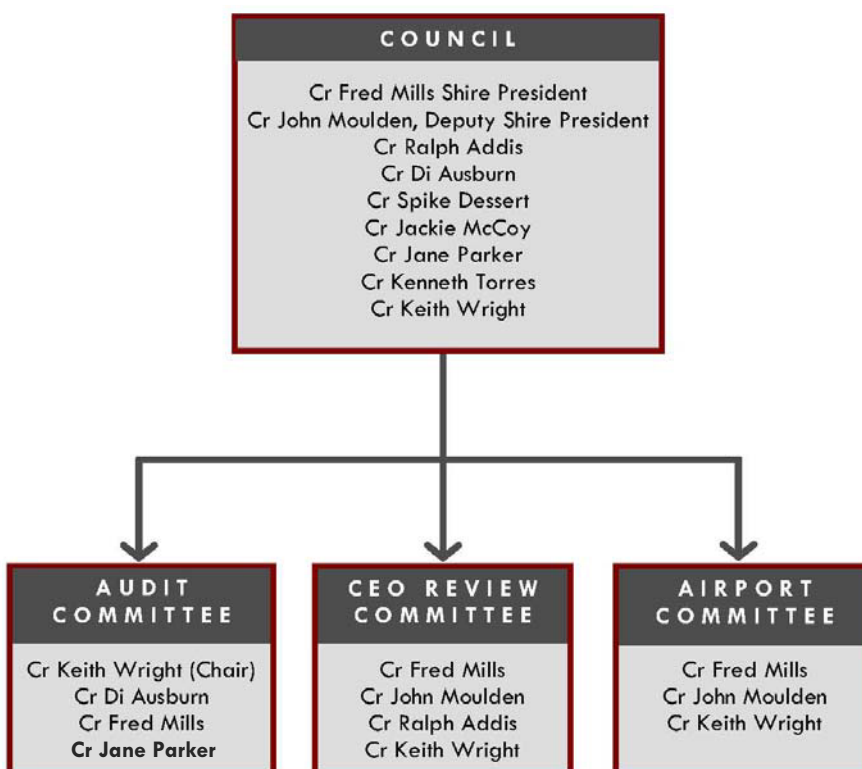
COUNCIL

Council Meetings

Council met monthly throughout the year for Ordinary Meetings of Council and scheduled ten (10) Special Meetings to ensure continuity of business and governance. All Council Minutes for 2010/11 are available on the Shire's website.

Council Committees

Council operated three Committees during the year. Committees have neither standing delegations nor decision making authority. Their meetings are closed to the public. Committees make recommendations to the full Council, with decisions being made by the Council.



Airport Committee

The Airport committee considers and makes recommendations to Council on issues relating to strategic direction and policy for the East Kimberley Regional Airport and for 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 this legislated purpose, the Audit Committee provides recommendations to Council in relation to financial management and policy.

CEO Review Committee

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

Extraordinary Council Election May 2010

An extraordinary election was held 21 May 2010 to fill a vacancy caused by the resignation of Cr Paul Caley. Five nominations were received for the one vacancy. Polling was required and the following candidate was elected to serve Council for a term to expire October 2011:

Raymond (Spike) Dessert

CHIEF EXECUTIVE OFFICER'S REPORT



The 2010 / 2011 financial year has been one of consolidation for the Shire with an emphasis on the delivery of key projects, the purchase and delivery of plant and equipment as well as a major upgrade of the organisations information technology.

Council's financial position remains robust with its debt service ratio well under the Treasury Corporation requirements. Council have also continued to improve the strategic five-year financial and capital programme.

The growth of the municipality has prompted many planning ventures including *Kununurra Strategic Directions Land Use Plan* along with the *Local Planning Strategy Review* regarding rural residential and rural smallholdings. There has been focus on the development of the Weaber Plain industrial area, and liaison with LandCorp to formulate the *East Lily Creek Structure Plan*. This financial year Council also approved The West Australian Planning Commission's layout plans for Aboriginal communities surrounding Kununurra.

East Kimberley Development Package projects are approaching milestones, with the near completion of the East Kimberley Regional Airport project and significant work towards the finalisation of the Wyndham Community Recreational Jetty.

Council's major fleet purchase this year was a new loader for the Kununurra Landfill as well as replacement of its light commercial fleet. The M1 Flood Mitigation project has commenced as well as some major roadworks totalling 22 km on the Kalumburu Road. The White Gum Park project was also undertaken during this period along with the continuation of lighting in the Link Path to Lakeside Park. Our information technology upgrade included a new PABX and telephone system and an improved internet backbone providing for great speed and stability.

The Shire has continued multi-level staff training and continues to offer scholarships to local students in engineering, town planning and environmental health fields. The organisation also entered into a three year enterprise agreement to improve recruitment and retention of staff.

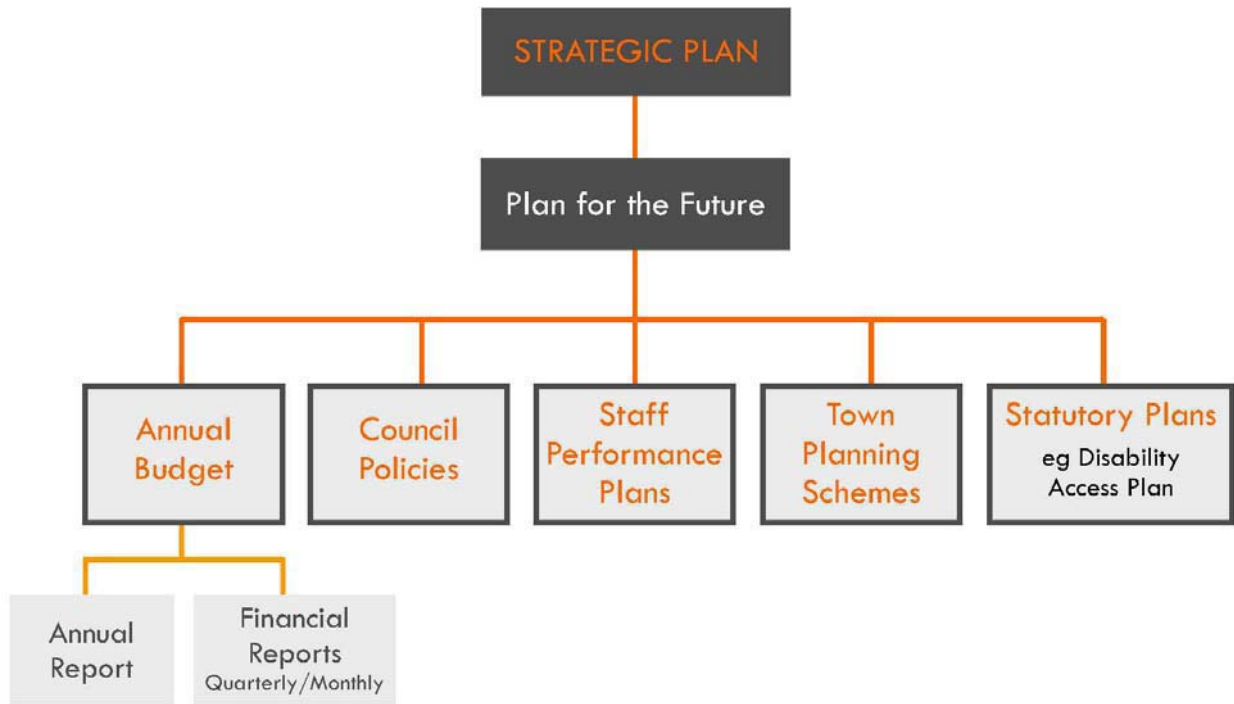
During the past financial year, the East Kimberley experienced severe flooding resulting in evacuations and significant damage to roads. Council Officers were significantly involved with the evacuation and relocation of the Warmun community to Kununurra. The Ngallangunda community was also affected by flooding and evacuated to Derby, prompting Council to support future proofing of the community's infrastructure. Monsoonal troughs caused considerable damage to road networks from the Lake Argyle Road, township roads, Station access roads and significantly, the Kalumburu and Mitchell Plateau area.

I would like to thank staff for their continued work and commitment to delivering services to the residents, ratepayers and visitors of the Shire. I would also like to thank Councillors for their continued leadership and support as well as their desire to plan strategically and deliver services within the Shire.

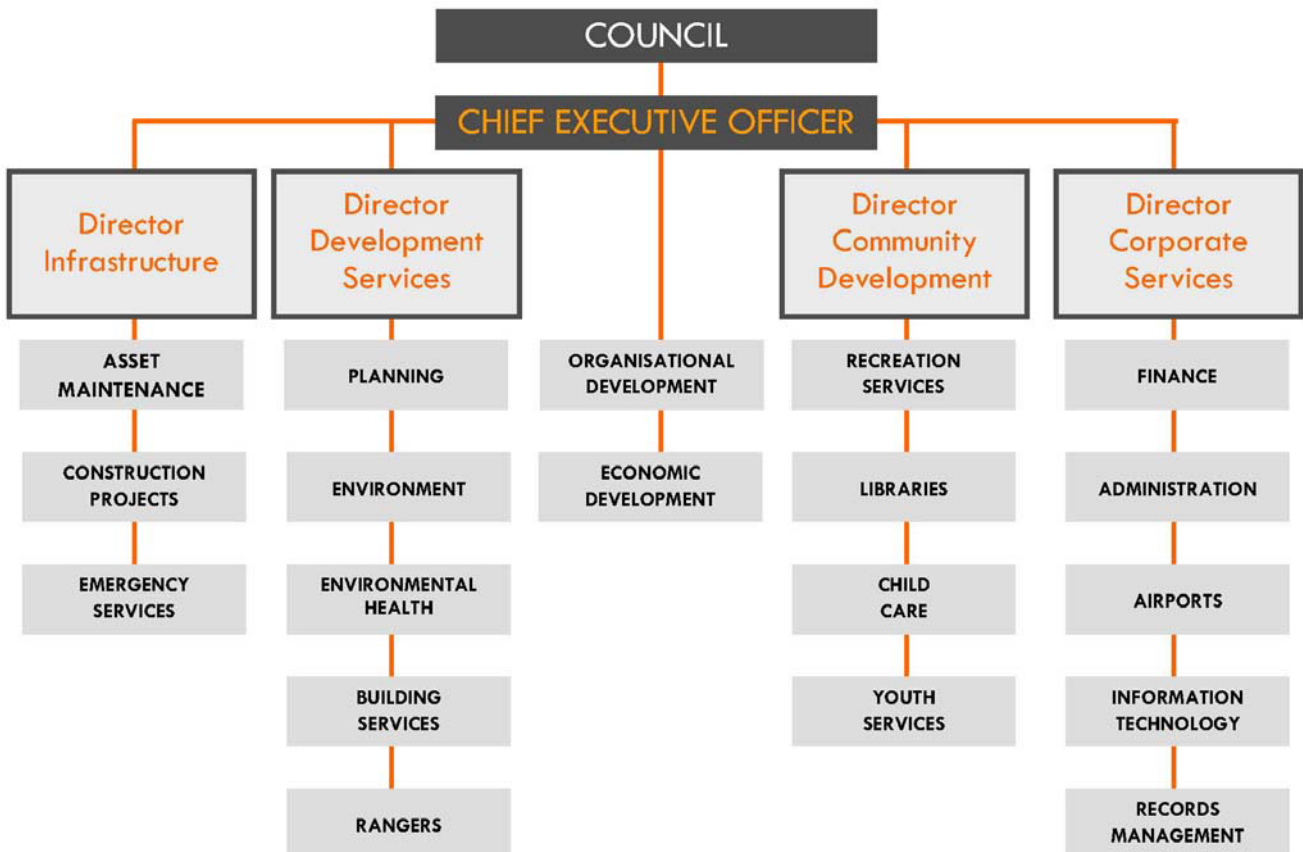
Gary Gaffney
Chief Executive Officer

ORGANISATIONAL CHART

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



Organisational Chart



Strategic Plan

VISION

For the Shire to be a thriving and vibrant Community with unlimited opportunities.

MISSION

To develop the Shire in a manner that will achieve the best possible social, cultural and economic outcomes for all.

COMMITMENT

Council and staff will make decisions with integrity, transparency and consistency.

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

The Key Result Areas are:

Governance

To work in a co-operative way in delivering its obligations and to communicate well with the community.

Infrastructure

To develop and 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.

Integrated Planning Framework

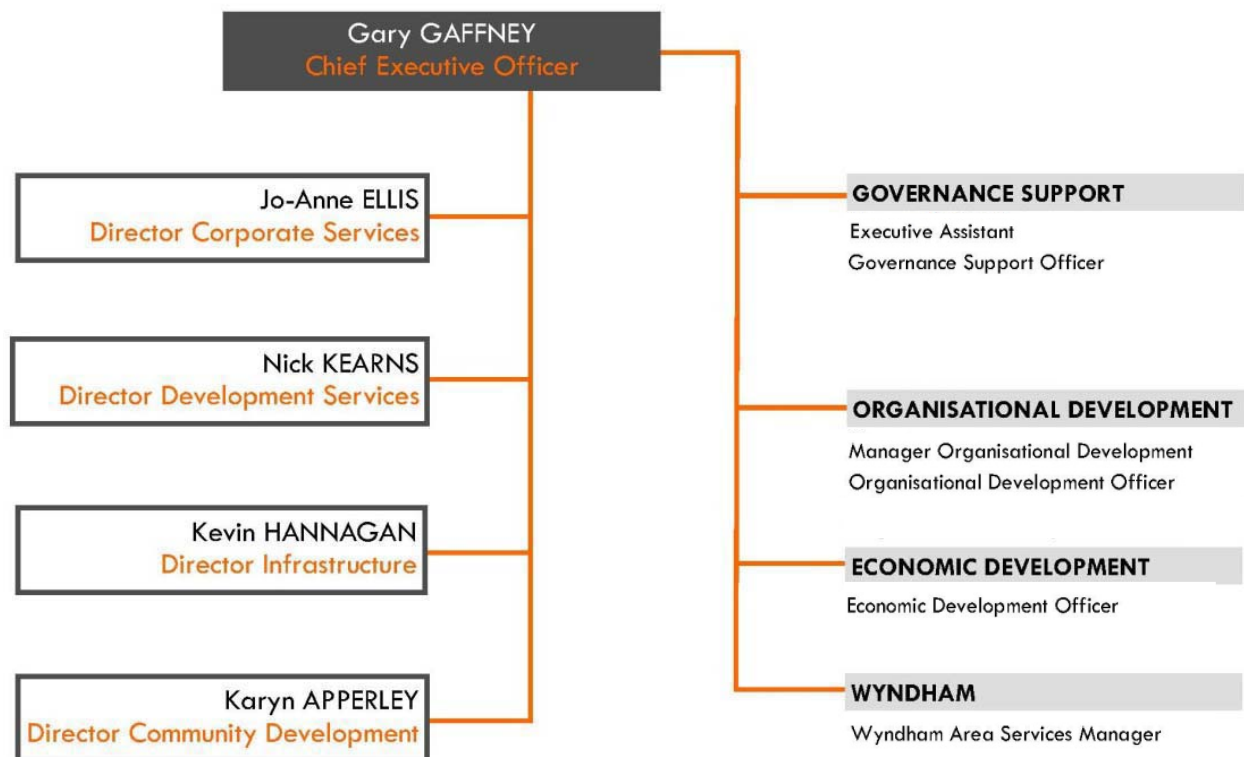
To meet the amended Local Government (Administration) Regulations 1996, a Strategic Community Plan and a Corporate Business Plan need to be completed by June 2013. The Department of Local Government has provided an Integrated Planning and Reporting Framework and Guidelines to help achieve this.

The Strategic Community Plan is a principle planning document that, using community input, establishes aspirations and priorities for local government. The Corporate Business Plan demonstrates our capacity to deliver/achieve the priorities and objectives identified in the Strategic Community Plan. The Shire's baseline Asset Management Plan, Long Term Financial Plan and Workforce Plan should inform and align with the Corporate Business Plan. Community engagement for the Strategic Community Plan is expected to begin in March 2012.

Governance Framework

Ongoing policy and procedure review occurred during the year to ensure that the governance framework of the Shire is kept relevant.

Governance



Records Management

The Shire is committed to the management of records in accordance with legislative requirements and best practice.

Records achievements for the last financial year, and daily activities include:

- Iris Consultant attended the Shire and provided training to all Records Staff and all Support Officers in 'Keywords for Councils' (File Structure);
- IT Vision attended the Shire and provided training to all staff in using the Records Module in Synergy;
- Implementation of Keywords for Councils (New File Structure);
- New File System complying with 'Keywords for Councils' implemented 4 December 2010;
- Progress in continuing on examining all files from previous file structure to ensure both electronic and physical files are consistent before Archiving;
- Data cleansing of Names and Addresses database continues;
- Commitment to delivering training to all new staff and continuous improvement program by delivering ongoing refresher training for all staff as required;
- Continuous improvement and through review and monitoring of Records Procedures;
- Commitment to excellent customer service through the regular monitoring of Outstanding Records received into the Shire; and
- Quality assurance of complete record keeping through the monitoring and recording of all incoming and outgoing mail.

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 a result of government ownership of a business entity.

The activity requiring scrutiny in this regard for the Shire is that of private works on private property; however during 2010-11 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 the structural review of public monopolies, the Shire 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.

Student Scholarships

The Shire has a policy of offering \$20,000 scholarships to local students in the fields of Town Planning, Environmental Health and Engineering, as professions which experience 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.

Phil Diederichsen, our first scholarship winner under this policy (June 2009) is continuing to progress well with his engineering studies. Phil returned to Kununurra and worked at the Shire in February and July 2011.

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.

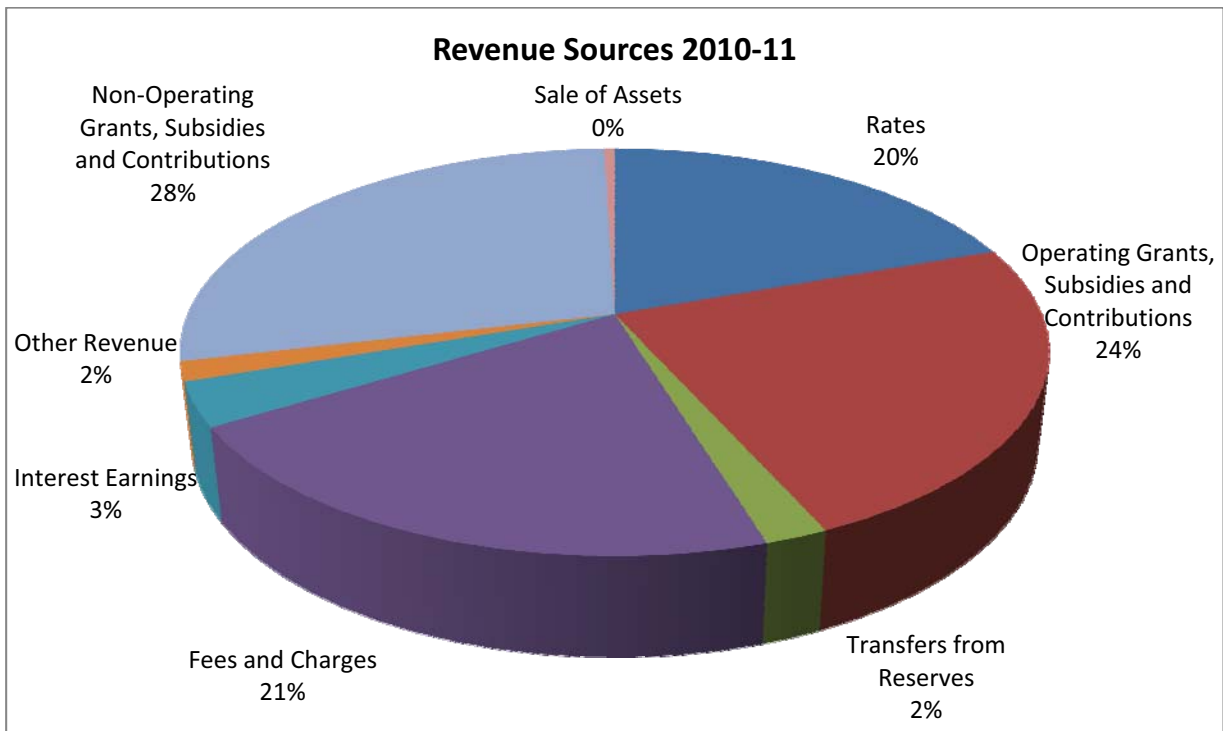
This year, Gary King and Sharon McLachlan achieved 10 years service and joined this select group. The Shire congratulates Gary and Sharon.

Staff Summary

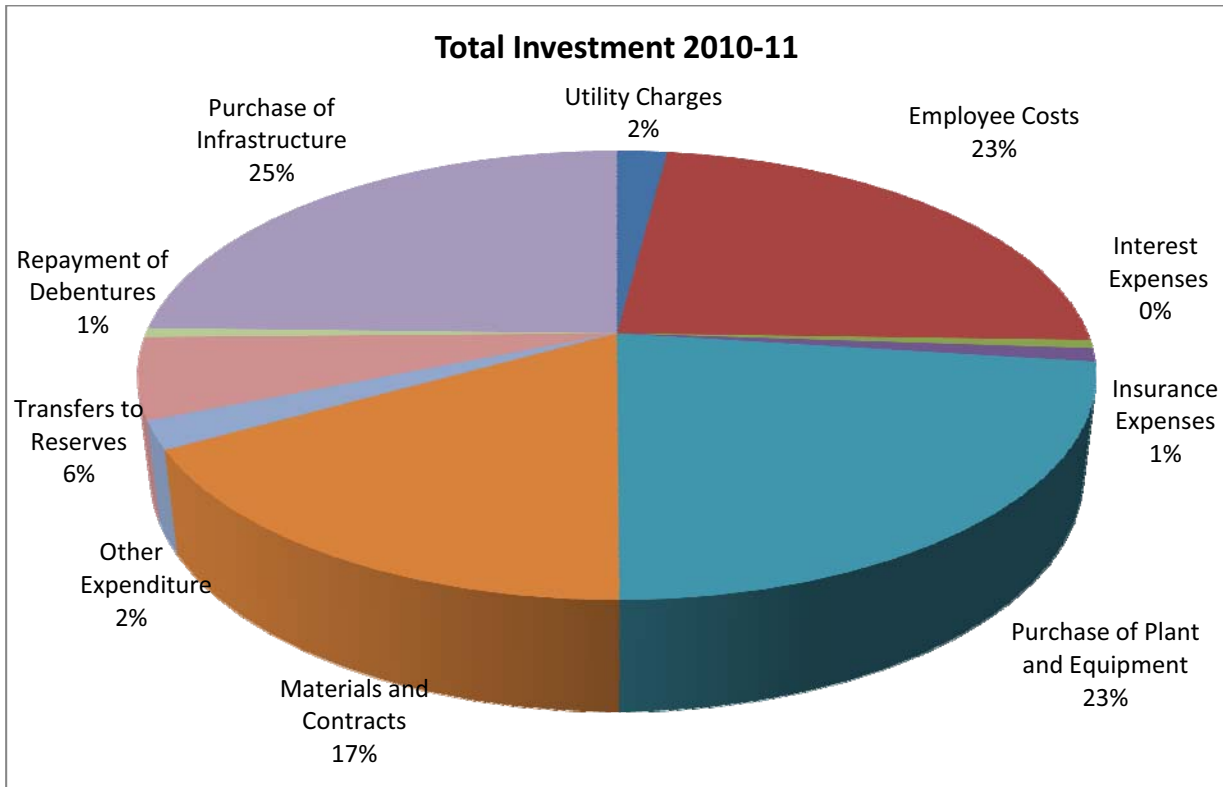
	07 / 08	08 / 09	09 / 10	10 / 11
Number of Full Time Staff	58	73	76	81
Total Number of Staff	67	100	89	105
% Male Staff	46%	30%	54%	54%
% Female Staff	54%	70%	46%	46%
% Indigenous Staff	10%	10%	9%	14%
Trainees/Student placements	1	3	2	4
Staff Turnover	29%	28%	46%	23%
% of Staff Engaged in Training	68%	71%	95%	98%
% Staff Engaged in Professional Development	22%	25%	30%	30%

During the 2010/2011 financial year the Shire employed additional new staff to keep up with the continuing growth of the region and to continue to provide a high level of Local Government services to the community.

Revenue Sources Diagram



Total Investment Diagram



Freedom of Information Statement

Objective

To make readily available to the public at least in accordance with the Freedom of Information Act information sought as soon as practicable.

Policy

Council will provide a general right of access to documents and records of Council in accordance with the provisions of the Freedom of Information Act 1992, The Local Government Act 1995 Section 5.94 and the Local Government Administration Regulations 1996 and the guidelines in this policy.

1. The Director Corporate Services and in that person's absence the Manager Financial Services is appointed as "FOI Co-ordinator" and "Decision Maker" and is authorised to make decisions regarding access to information.
2. The Chief Executive Officer is the "Internal Review Officer" appointed to review an application should the applicant be dissatisfied with the result.
3. Procedures for determining access, exemptions, personal information and review and the preparation of information statements shall be in accordance with the Freedom of Information implementation guidelines prepared by the Office of the Information Commissioner.
4. Council shall apply fees and charges applicable under the Act and as published in the Government gazette from time to time.

INFRASTRUCTURE

Staffing

The Infrastructure Directorate performance during the year was affected by staff shortages with the recruitment of Civil Engineering a major factor. This impacted our major projects has meant that the Capital Works Plan was not achieved. Recruitment of several key staff occurred in the latter part of the financial year and this should assist in achieving major milestones in the medium term.

Asset Management

Like many small councils, the Shire of Wyndham East Kimberley has limited resources and information on its infrastructure assets providing services and facilities to our communities.

The development of the organisations Asset Management capability was stalled this year due to staffing reasons mentioned above. Council has in the 2011/12 budget, allocated resources to progress this issue at a local level. The Shire has also received funding from the State Government to develop a regional approach to asset management as part of its Integrated Strategic Planning initiative to be rolled out across the sector. In addition to development of an Asset Management Plan Council will also be required to develop Strategic Community Plan, Corporate Business Plan, Long Term Financial Plan and a Workforce Plan as part of this initiative.

Weaber Plain Flood Mitigation Project

Work has continued on the Weaber Plain Flood Mitigation Project and the majority of the works completed in the financial year. The new gauging station has been installed adjacent to Research Station Road. This structure replaces the smaller structure that was removed to allow the upgrade of culverts under Research Station Road. Council has allocated \$100,000 in the 2011/12 budget to commence widening the D2 drain from the Gauging Station to the M1 Siphon. Widening will be progressively done over the next few years as funds are made available.



D2 Gauging Station



Gauging Station Commissioned

White Gum / Warlarring Park

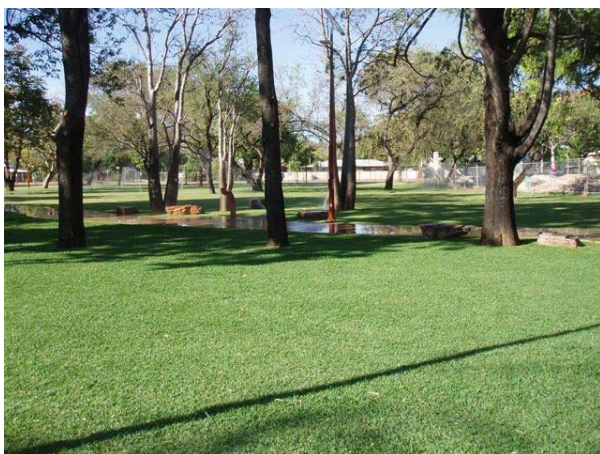
White Gum Park works began in September 2010 and were completed in May 2011. This project was part of the Moonamang wet weather program.

Works undertaken included:

- Removal of existing toilets
- Removal of stage and gazebo
- Uplifting of trees
- Re-levelling of Park
- New toilet construction and location
- New footpaths
- New lighting
- New reticulation
- New lawn
- New park furniture
- Skate park upgrade
- Additional power outlets and relocation

The Approximate user statistics for the park are around 20,000 per annum.

The park now provides a pleasant and centralised meeting point for the community and user group within the town and has hosted multiple community events since re-opening.



White Gum Park - Completed project

Community Jetty at Anthon's Landing

The community jetty at Anthon's Landing is a \$7m project being delivered by Maritime Constructions for the Shire. The Jetty has to cope with cyclones, saltwater crocodiles, currents of 5 knots and a 9 metre tidal range. The Jetty will be 108 metres long and 4.5 metres wide with an increased 9 metre width to allow small vehicles turning space at the end of the jetty.

The deck is built with pre cast, reinforced concrete panels and is supported by steel longitudinal and cross beams resting on 660 millimetre steel piles which are 42 metres long. The Jetty is designed to have a 1 metre clearance at high tide.

From the end of the jetty there is a hinged gangway 45 metres long and 1.4 metres wide and connects to a floating landing platform which is 36 metres long and 7 metres wide. The gangway has a maximum 1:8 gradient for 96% of the tidal range, making it the closest a gangway with 8+ metre tidal range has come to conformity at all tides for AS 3692:2001 – quite an accomplishment by world standards. Disabled persons requiring assisted wheelchair access should have a slope on a gangway that does not exceed 1 in 8.

The pontoon landing platform is designed with a "hull" shape to reduce the drag during high current events and to reduce debris mat formation. Back on the land side there is a concrete approach 6 metre long slab and rock revetment for flood protection.

Planned practical completion is 14 October 2011.



Placing the gang way in situ in preparation to be married up to barge (once commissioned)



Visions from alternative angle – jetty as completed



Kalumburu Road

The Kalumburu Road sustained major damage during the wet season. Remediation work has been carried out on some sections of the road. Council has secured National Disaster funding under the Western Australia Natural Disaster Relief and Recovery Arrangements (WANDRRA), for repair to essential public assets (e.g., the road network) and clean-up activities, directly related to the heavy rainfall and flood event of March 2011.



Between Gibb River Road and Drysdale River Station Damaged from March flooding event



Road following maintenance grade

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 road maintenance, replacement of sections of damaged kerbing, replacement of damaged street signs and repairs to road sections damaged during the wet season.

The early start to the wet season damaged various sections of road around the Shire with the notable damage across the entire road network.

Larger projects undertaken or commenced during the year included:

- Packsaddle Road Shoulders (this project will be completed in 2011/12)
- Preliminary assessment undertaken of major damage to unsealed rural road network
- Construct access roadway into Swim Beach boat shed area
- Heavy maintenance grading of several high usage rural roads completed
- Stormwater drainage and pit cleaning completed
- General mowing, slashing
- Reticulation operation and maintenance

Five Rivers (Bastion) Lookout Toilet

The previous toilet was an Eco Nature Toilet and been there for approx 15 years, it was small, had no disabled access, no ventilation and encroached on the 360 degree views from the Lookout. The Shire considered that the existing facility had served its time.

The old facility was removed and a new Eco Nature Toilet fitted which a solid, robust facility, built from steel and built by local manufacturer Argyle Engineering. The new facility now has disabled wheelchair access via a ramp, uses environmentally friendly, clean solar power for an exhaust fan. It is more visually appealing and is better located so it does not encroach on the magnificent view from the Bastion. This was achieved by moving the facility further to the left looking to the back of Bastion. Installation was completed by the end of June 2011 with the entire dismantle and erection component of the project taking just seven days to complete. The entire projects cost was approximately \$20,000 and we hope to get a long life from this infrastructure for the benefit of the community and tourists alike.

2010/11 Airport Operations Review

The aviation industry is essential to the East Kimberley region, providing services to the transport, mining, tourist, healthcare and agricultural industry to name a few. East Kimberley Regional Airport (EKRA) and Wyndham Airport is key infrastructure maintained and managed by the Shire.

Airport Committee

With work commencing on the East Kimberley Regional Airport Terminal Upgrade in August 2010 the committee has been active in ensuring that the facility meets all expectations and provides a level of functionality and comfort not seen in the region before. The Committee has also been pro-active in exploring the feasibility of a Kununurra - Alice Springs Air Service and development of additional airside lots.

Administration

Airport and Corporate Services staff continue to ensure the Airports are managed in a financially responsible and sustainable manner, as well as reporting and meeting all regulatory and compliance issues.

Funding of \$5million from the Nation Building- East Kimberley Development Package and \$2.2 Million for Regional Airports Development Scheme is being used to fund the East Kimberley Regional Airport Terminal Upgrade.

Administration of the Aerodrome Security Identification Card Program, Drug and Alcohol Management Program has continued with an increase in applications for Special Airside Events and reviews to the Transport Security Program as a result of the Terminal Upgrade works.

Compliances Achieved

- Civil Aviation Safety Authority - Annual Aviation Safety Audit, December 2010
- Aerodrome Management Services - Aerodrome Safety Inspection Wyndham and Kununurra Airport Aerodrome Technical Inspection, March 2011
- Department of Infrastructure, Transport, Regional Development and Local Government – Annual Security Audit, June 2011.
- Annual Lighting Part 139 Manual Program by Air service, May 2011.

Operations

2010/11 was a challenging year for Airport Staff to maintain an operational airport with Terminal Upgrade Stage 1 demolition works completed and Stage 2 construction works underway. In consultation with the airport operators, project architects and builders a staged construction plan was developed to keep disruptions to the airport operations to a minimum.

A record wet season also meant staff continued to be active with normal airport serviceability issues. Despite these demands Airport Staff completed the following projects;

- Continuation of the water level monitoring program over the 20010/11 wet season.
- Installation and management of hot, cold and snack vending machines and a public telephone unit.
- Installation and commissioning of a standalone solar obstacle beacon on Aerodrome Hill, Wyndham.

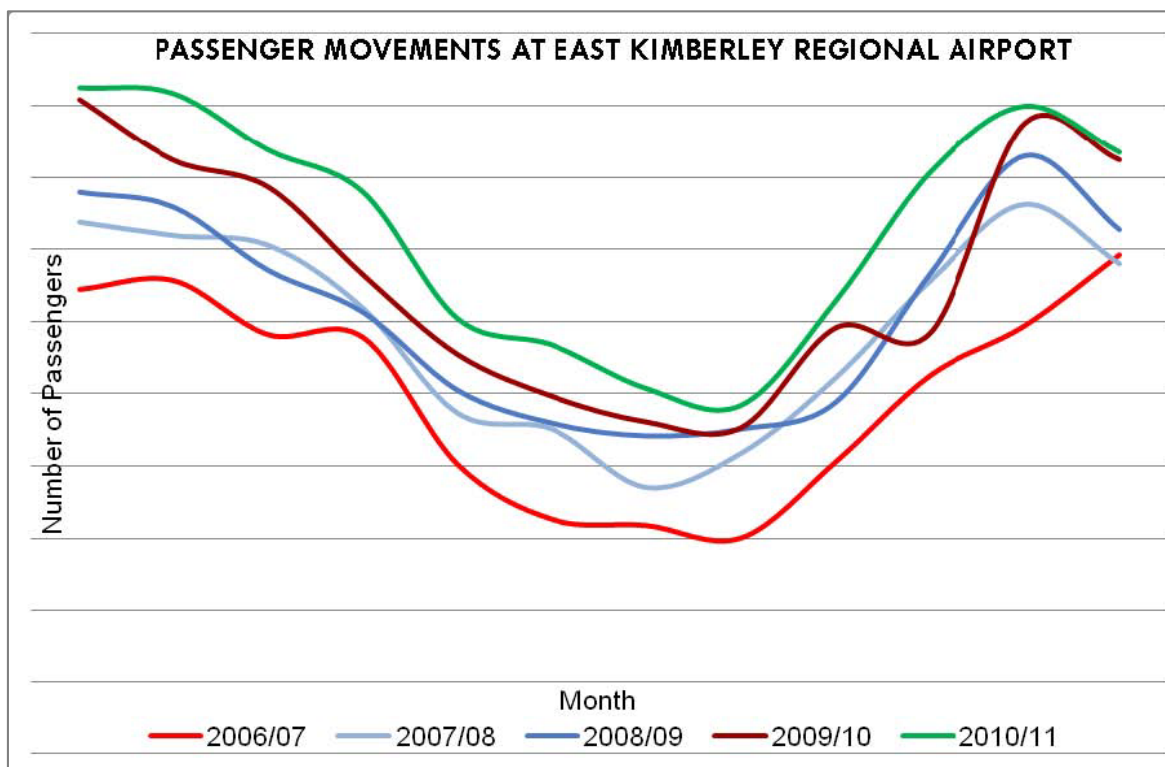
Airline Operations

Airnorth operated twice daily flights on most days on the Broome – Darwin route and a direct flight to Perth on the Saturday during the 2010 dry season. These were cut back to single daily flight to Darwin and Broome during the 2010/11 wet season. Twice daily Broome – Darwin flights resumed during the 2011 dry season and in addition to the Saturday direct Perth flight a Sunday direct flight to Perth was added.

Daily flights from Perth via Broome and occasionally on to Darwin were operated again by Skywest during the 20010 dry season. Flights decreased to three a week during the 2010/11 wet season. All services resumed for the 2011 dry season.

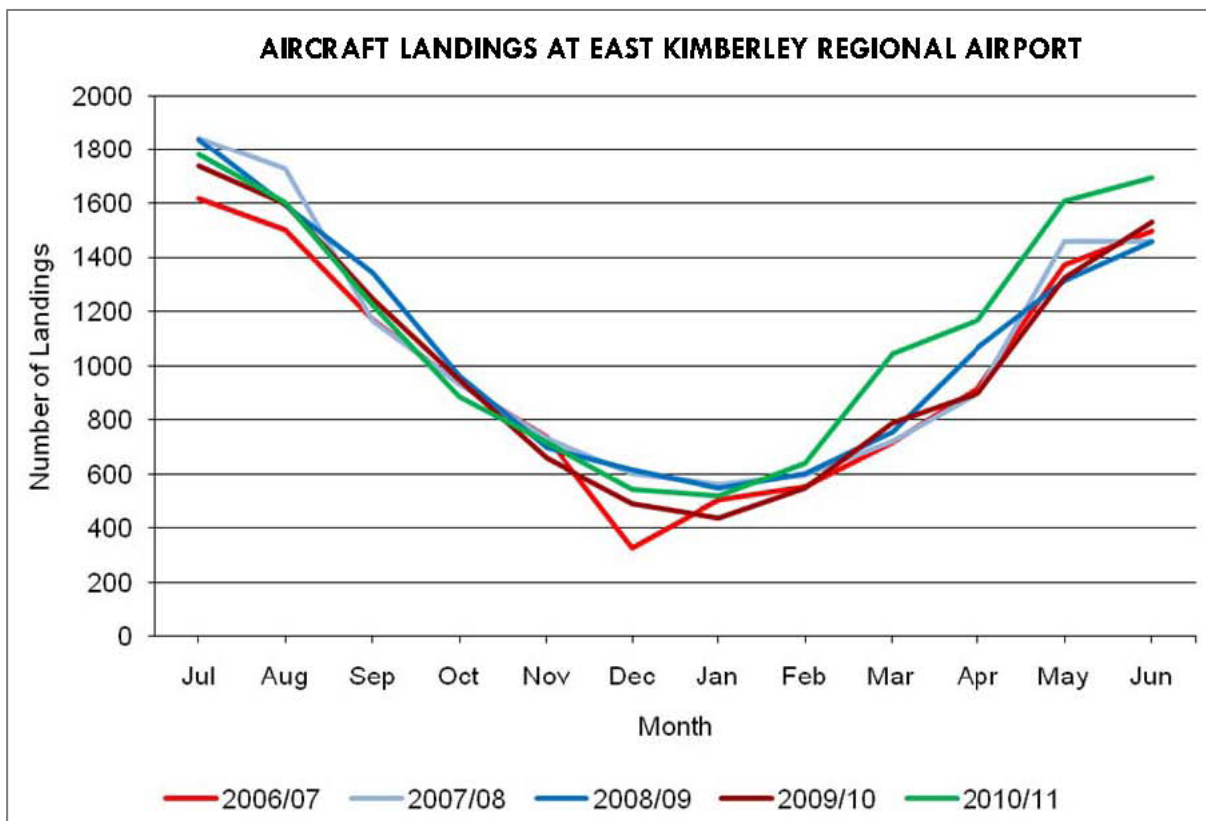
Passenger Movements at East Kimberley Regional Airport

MONTH	2006/07	2007/08	2008/09	2009/10	2010/11
JULY	6,442	7,379	7,795	9,094	9,254
AUGUST	6,566	7,193	7,590	8,247	9,174
SEPTEMBER	5,818	7,059	6,713	7,872	8,384
OCTOBER	5,780	6,188	6,132	6,655	7,797
NOVEMBER	4,021	4,734	5,050	5,550	6,040
DECEMBER	3,265	4,514	4,595	4,970	5,677
JANUARY	3,182	3,709	4,421	4,617	5,075
FEBRUARY	3,010	4,182	4,515	4,540	4,844
MARCH	4,065	5,230	4,890	5,924	6,295
APRIL	5,260	6,574	6,679	5,858	8,082
MAY	5,939	7,624	8,302	8,763	8,997
JUNE	6,920	6,803	7,276	8,251	8,351
TOTAL	60,268	71,189	73,958	80,341	87,970



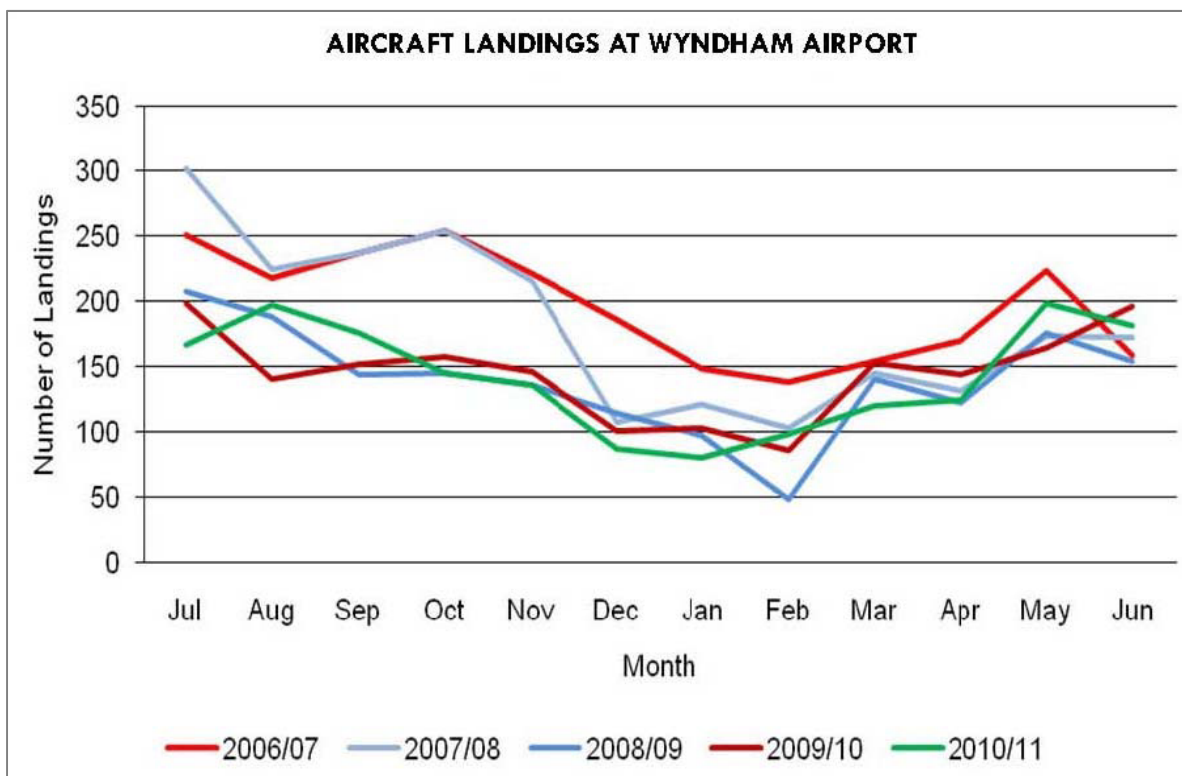
Aircraft Landings at East Kimberley Regional Airport

MONTH	2006/07	2007/08	2008/09	2009/10	2010/11
JULY	1,617	1,844	1,840	1,738	1,780
AUGUST	1,499	1,727	1,592	1,599	1,601
SEPTEMBER	1,167	1,166	1,344	1,244	1,221
OCTOBER	934	933	960	946	884
NOVEMBER	738	729	699	658	717
DECEMBER	326	602	614	490	542
JANUARY	505	563	550	439	517
FEBRUARY	551	596	601	557	641
MARCH	718	722	757	815	1,046
APRIL	917	898	1,069	909	1,167
MAY	1,373	1,458	1,312	1,339	1,606
JUNE	1,495	1,459	1,458	1,545	1,695
TOTAL	11,840	12,697	12,796	12,279	13,417



Aircraft Landings at Wyndham Airport

MONTH	2006/07	2007/08	2008/09	2009/10	2010/11
JULY	251	302	208	199	167
AUGUST	218	225	188	141	197
SEPTEMBER	237	237	144	152	176
OCTOBER	254	254	145	158	145
NOVEMBER	221	215	136	146	136
DECEMBER	186	108	114	101	87
JANUARY	149	121	97	103	81
FEBRUARY	138	103	49	86	99
MARCH	154	145	141	153	120
APRIL	170	132	123	146	125
MAY	223	173	176	165	199
JUNE	159	172	154	200	181
TOTAL	2,360	2,187	1,675	1,750	1,713



East Kimberley Development Package Projects

East Kimberley Regional Airport Terminal Upgrade



Exterior and interior views of the completed terminal



COMMUNITY

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

Quick Grants

The Shire's Quick Grant program provides financial and in-kind support to local organisations and initiatives which benefit the local community and provides up to \$500 per organisation per financial year. The following community groups were successful in receiving Quick Grants in 2010/11:

ORGANISATION	PROJECT	AMOUNT
Kimberley Individual & Family Support Association	Assistance with Accessible Gym Program	\$500
Kununurra Speedway	Program Printing Costs	\$500
East Kimberley Football League	Equipment Hire for Medal Count Event	\$180
Kununurra District High School	Tournament of Minds - Team T-Shirts	\$500
Save the Children	Kimberley Croc Fest	\$500
Kununurra Progress Association(trading as Picture Gardens)	Portable BBQ	\$500
Department for Child Protection	Child Protection Day	\$500
Combined Churches	Carols by Candlelight	\$500
Waringarri Crows Football Club Inc.	Fundraising Disco	\$180
Kununurra Neighbourhood House	Healthy Pregnancy DVD	\$500
Ord Valley Country Women's Association	Bush Dance	\$500
St Joseph's P&C	St Patrick's Night Quiz Night	\$500
Wyndham Early Learning Activity (WELA) Inc	Family Christmas Party	\$500
Kimberley Wildlife Rescue Inc	Wildlife Education Weekend	\$500
Kununurra Water Ski	Wake Boarding School	\$500
Gelganyem Trust	Barramundi Concert	\$500
The Constable Care Child Safety Foundation	Water Bottles for School Students	\$495
King's Church (Christian Outreach Centre)	Community Concert	\$475
Garnduwa Amboorny Wirnan Aboriginal Corp	Netball Development Camp	\$500
Kununurra Netball Association	Netball Post Equipment	\$500
Kununurra Community Health	Baby Expo	\$500
Kununurra 1/2 Marathon Committee	Kununurra 1/2 Marathon	\$460
East Kimberley Junior Football League	West Coast Eagles Schools Leadership Program	\$500
Kangaroo Haven	Wildlife Food Costs	\$500
Wyndham NAIDOC Working Party	NAIDOC event	\$500
Lake Kununurra Golf Club Inc	Come Play Golf project	\$500
	TOTAL SUPPORT	\$12,290

Annual Community Grants

The purpose of the Annual Community Grant Scheme is to offer not-for-profit community organisations with financial support in a consistent, transparent and equitable manner. Over two rounds of funding applications \$66,465 was allocated to the following organisations:

ORGANISATION	PROJECT	AMOUNT
Kununurra Visitor Centre	Marketing Kununurra & Wyndham	\$20,000
Wyndham Council for Art & Crafts	Wyndham Art & Craft Show	\$3,000
Wyndham Golf Club	Five Rivers Country Music Festival	\$5,000
Kununurra Motocross Club	Construction of Ablution Block	\$7,700
WA Police Legacy Inc	2011 Gibb River Road Mountain Bike Challenge	\$2,000
East Kimberley Cricket Association	Expansion of Practice Cricket Nets	\$9,000
Kununurra Croc's Swim Club	Lake Argyle Swim 2011	\$6,465
Kununurra Historical Society Inc	Digitilisation of photographs and other materials	\$13,300
	TOTAL SUPPORT	\$66,465

Disability Access and Inclusion Plan

The Shire of Wyndham East Kimberley prepares and implements a Disability and Access Inclusion Plan, in accordance with the *Disability Services Act 1993* to ensure Council services are available to all community members – residents, ratepayers and visitors.

A summary of the outcomes as prescribed by the WA State Government requirements for Disability Access and Inclusion Plans achieved in 2010/11 are provided below:

Outcome 1:

People with disabilities have the same opportunities as other people to access the services of, and any events organised by, a public authority:

- Promotion and application of the Companion Card, providing free entry for carers to Shire services and facilities e.g. Kununurra Leisure Centre, Wyndham Recreation Centre and Wyndham Swimming Pool;
- Planning and upgrades for public open space, public amenities e.g. toilets, boat ramps, and informal recreation and leisure places includes consideration of access requirements;
- Public library resources are available in various formats (e.g. large print and audio); and
- Events provided and/or funded by the Shire are planned using the Creating Accessible Events checklist developed by the WA Disability Services Commission.

Outcome 2:

People with disabilities have the same opportunity as other people to access the buildings and facilities of a public authority:

- Recommendations of the Shire's Public Facilities Accessibility Audit conducted in 2008/09 continue to be planned, budgeted and implemented on an annual basis;
- Planning for the new Kununurra Community Library includes improved accessibility considerations and requirements;
- East Kimberley Regional Airport Terminal upgrade includes improved accessibility requirements;
- Annual program of footpath repairs and maintenance completed; and
- Planning for the Kununurra Leisure Centre Hall upgrade and Multipurpose Court amenities includes disabilities requirements

Outcome 3:

People with disabilities receive information from a public authority in a format that will enable them to access the information as readily as other people are able to access it:

- Council documents including Council meeting agendas and minutes are provided on the Shire website;
- Council documents are made available in alternate formats on request; and
- Website reviews include consideration of compliance with the W3W guidelines.

Outcome 4:

People with disabilities receive the same level and quality of service from the staff of a public authority as other people receive from staff of that public authority:

- Shire staff induction includes equal opportunity and anti-discrimination legislative requirements;
- Key Shire officers participate in disability awareness and anti-discrimination training; and
- Customer service training includes access and inclusion strategies.

Outcome 5:

People with disabilities have the same opportunities as other people to make complaints to a public authority:

- Accessible complaints handling is promoted within grievance and complaints mechanisms and processes.

Outcome 6:

People with disabilities have the same opportunities as other people to participate in any public consultation by a public authority:

- Council Meetings and public consultations are held in accessible venues wherever available/possible; and
- Email and web based feedback/input is promoted and available.

East Kimberley Youth Services

The East Kimberley Youth Services, located at the Kununurra Youth Centre Hub and the Wyndham Youth and Recreation Centre, were jointly funded through partnerships with WA Department for Child Protection, Commonwealth Department of the Attorney General, Commonwealth Department of Families, Housing, Community Services and Indigenous Affairs and the Shire of Wyndham East Kimberley. These partnerships provided staffing – Manager Youth Services, two Wyndham Youth Officers and a Kununurra Youth Officer to implement a range of positive diversionary programs along with referral and advocacy services.

The East Kimberley Youth Service partnered with a number of other service providers including ITEC, Australian Navy Cadets, Garnduwa, Save the Children Foundation, Wyndham District High School, Kununurra District High School and Wyndham and Kununurra Police.

Term programs were implemented in Kununurra and Wyndham involving regular activities such as young girls and women’s groups, ‘tucker time’ healthy nutrition program, music and drumming, art and crafts, young boys and men’s groups, life skills development courses as well as the commencement of two mural projects – a reconciliation mural at Kununurra Youth Centre Hub and the Wyndham Picture Gardens fence mural. In addition, the healthy relationship development program “Love Bites” was implemented at Kununurra District High School in partnership with Kinway Counselling Services.

The Youth Empowerment Program was expanded to regular initiatives in Kununurra and Wyndham including 6 young people being selected to participate in the “Heroes Weekend Away” excursion to Melbourne in April 2011.

Youth Services increased its pool of casual staff and volunteers as well as engaging 2 peer leaders, as part of the Youth Empowerment program.

Successful School Holiday Programs were conducted in both Wyndham and Kununurra in conjunction with Shire Recreation staff and other partnership agencies. Many young people made puppets for the Barramundi Concert held as part of the Ord Valley Muster in May 2011, with the highlight being the making and displaying of the Giant Barramundi puppet.



Giant Barramundi Puppet

Kununurra Community Library

In 2010/11 the Kununurra Community Library, a public / school shared facility, increased circulation figures by 3997 to achieve an annual total of 53,011 transactions. With 24,353 items in the collection, 306 items were sent to other libraries via the interlibrary loan system and 806 items were ordered for local patrons. The Kununurra Community Library attracted 991 new patrons to record a total of 4,656 active members as well as 2,790 people accessing the public computer service during 2010/11.

Wyndham Branch Library

Wyndham Library continued to provide services to the local community with 431 patrons accessing a total collection of 2,630 items available for borrowing.

Kimberley Writers Festival 2010

The sixth annual Kimberley Writers Festival was held 23 – 25 July 2010 and again brought together literature, music, art, country, culture and community. The festival featured West Australian and interstate writers, illustrators and storytellers and was well attended with something for everyone from school children, home schooled children and adults alike.



Kimberley Writers Festival 2010

Children's Book Week

For the first time funding through the Children's Book Council WA enabled visiting author Dr Glynn Parry to include sessions with school children in Kalumburu and Oombulgurri, as well as Wyndham and Kununurra. Visits to remote schools will continue to be part of the annual Children's Book Week events.

Other library activities included;

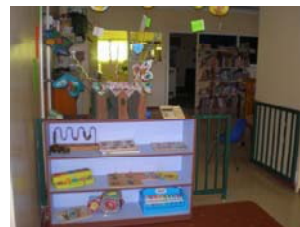
- 1,083 people (children and parents/carers) participated in weekly Story Time sessions
- National Simultaneous Story Time - 25 May 2011. A reading by a local Councillor entertained 250 children and school students who enjoyed the story, made feather headdresses and shared morning tea.
- Scholastic Book Fair
- Write your own storybook competition
- MS Readathon
- Afternoon teas for teaching staff
- Holiday Activities
- Community Displays
- Primary Focus
- Better Beginnings Family Literacy project for Kindy and Pre-Primary students extended to all SWEK schools and the Pindan Centre
- Baby Expo 2010
- Continuation of the home delivery service for housebound residents
- Commencement of Bed Time Story Time as well as Baby Rhyme Time sessions.

Wyndham Child Care Centre

The Centre achieved National Accreditation under the quality improvement and accreditation system for long day care centres in October 2010. As a licensed 20 place child care centre, 44 children from 32 families were provided with a total of 9,219 hours of care. The Centre Coordinator of 13 years resigned from the position in December 2010, with a new acting Coordinator re-opening the Centre at the end of January 2011. Limited staffing in the first quarter of 2011 resulted in reduced availability of child care hours. The acting Coordinator was permanently appointed and another qualified child care officer employed in April. By June 2011 there were a total of 22 families using the Centre, an increase of eight families from the same time last year.



Wyndham Child Care Centre



Recreation and Leisure

Wyndham Pool

The finishing touches of the Wyndham Pool Upgrade were completed in the 2010/11 financial year through construction of the water play area and construction of a full shade sail system.



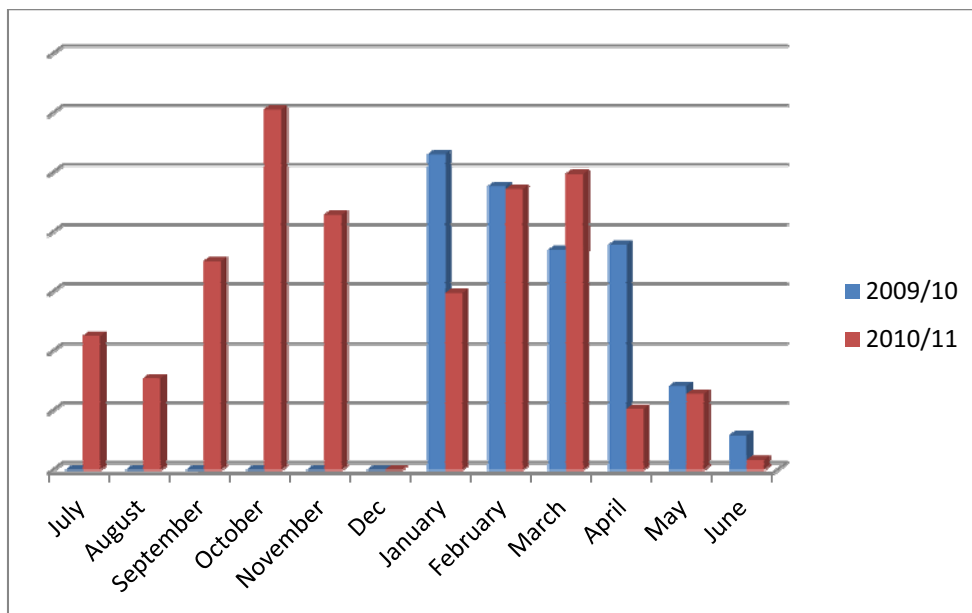
Wyndham Pool Water Play Area

Pool operations were consistent for the 12 month period with minimal closures, though opening hours were restricted from the end of 2010 to four days per week due to sharing of resources between Kununurra and Wyndham as a result of lack of available qualified pool staff.

The Wyndham Swim School operated successfully in both Term 4 and Term 1 with sixteen children participating.

Wyndham Pool Admission monthly income comparison

(no comparative data July 2009 to January 2010 due to Pool Upgrade closure)



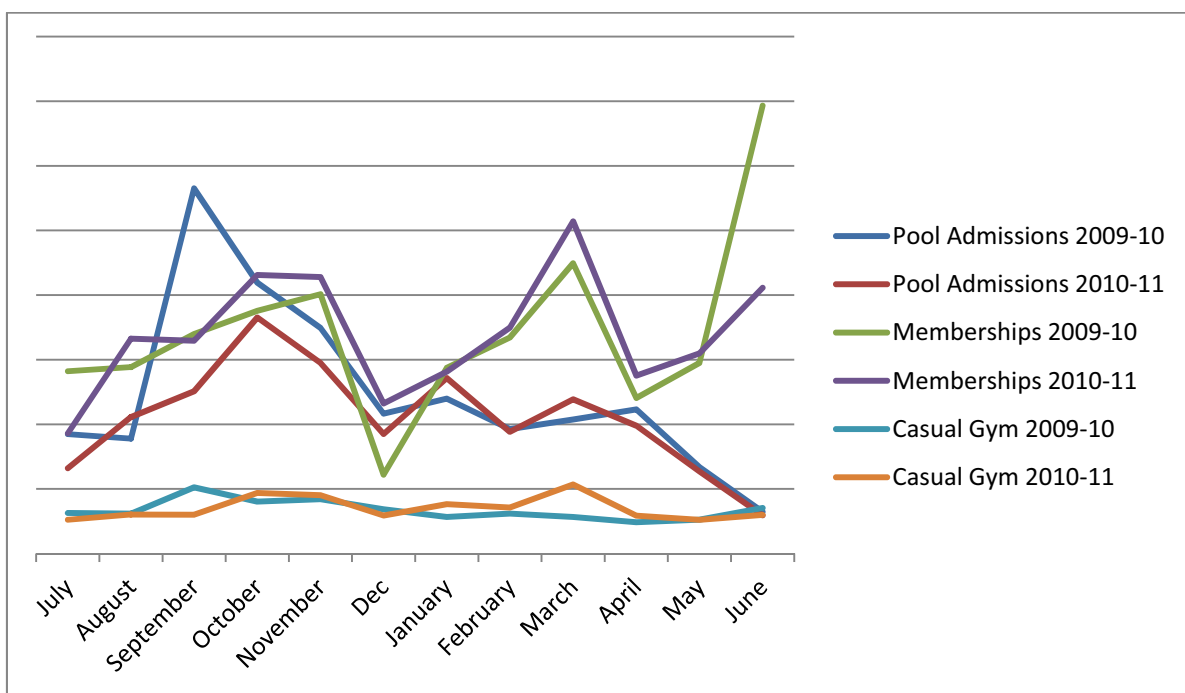
Wyndham Recreation Centre

The Centre provided colocation premises for youth and recreation services with good integration in service provision. Recreation activities included basketball (adult and junior), table tennis, fitness classes and mixed netball facilitated by the employment of a full time Recreation Officer.

Kununurra Leisure Centre

The Kununurra Leisure Centre continued to provide a range recreation services, facilities and programs. Opening hours of the Centre were consistent, however the Pool hours were reduced at the end of 2010 to 6 days per week due to sharing of resources between Kununurra and Wyndham as a result of lack of available qualified pool staff. Monthly attendances in a range of service areas were consistent or increased during 2010/11.

Kununurra Leisure Centre monthly income comparison



Leisure Centre Special Events included;

- August 2010 – Federal Election
- August 2010 – Co -Opera touring performance “La Boheme”
- September 2010 – Kimberley Girl Production
- September 2010 – Deadly Diva’s Day
- October 2010 – Princess Ball
- November/December 2010 – Christmas Markets
- December 2010 – Argyle Diamonds Christmas Pool Party
- December 2010 – High School End of Year Assembly
- December 2010 – East Kimberley Family Violence Hub Pool Party
- January 2011 – CWA Bush Dance
- February 2011 – “Beatlemania” touring production
- March 2011 – St Josephs School P&C Quiz Night
- May 2011 – Ord Valley Muster “Silent Disco”

Regular activities included taekwondo (junior and senior), playgroup, gymnastics, basketball, junior indoor soccer, squash club, swim club and Kununurra District High School student sessions.

Events

Kununurra Triathlon

The 4th Annual Kununurra Triathlon was held on 22 May 2011. Organised by the Shire of Wyndham East Kimberley in conjunction with a key group of volunteers, the event attracted 57 competitors in the open division long and short course events. The open events day was preceded by a junior "Come 'n' Try" Triathlon on Saturday 21 May 2011 with 18 kids aged 3 to 12 years completing the course.

April School Holiday Program Partnership

The April School Holiday Program was a high priority with additional evacuated children and young people from Warmun being involved. In a joint initiative between the Shire and the WA Department of Sport and Recreation, six students from the University of Western Australia were placed with the Shire for nine days. This enabled a comprehensive program with 46 different activities, 32 of these provided directly by the Shire in both Wyndham and Kununurra. Activities included swimming pool games, oval and court sports and the Kununurra Leisure Centre disco attended by 247 children, young people and parents.

Club Development Program

The Shire's Club Development Project is a partnership with the Shire of Halls Creek and Department of Sport and Recreation. In 2010/11 the Club Development program assisted the establishment of an East Kimberley Junior Sports Association, a Junior Soccer competition, and the development of Junior and Senior Rugby League.

Key events included:

- August 2010 – Inaugural East Kimberley 20/Twenty Cricket Competition
- September 2010 – Football West visiting development program
- December 2010 – Incorporation of the East Kimberley Junior Sports Association
- February 2011 – Healthways Healthy Club Seminar
- March 2011 - Coordination of Perth Glory player Josh Mitchell's visit for a coaching and soccer development project
- March 2011 – Commencement of Junior Indoor Soccer, under the banner of the East Kimberley Junior Sports Association
- March 2011 – Play by the Rules Workshop conducted
- March 2011 – Annual Kununurra Oval User Group Meeting conducted
- March 2011 - Organisation of the first East Kimberley Junior "Come n Try" day (cancelled due to poor weather)
- April 2011 – First East Kimberley Junior and Senior Rugby League games played
- May 2011 – Western Australian Cricket Association Development Visit.

ECONOMIC DEVELOPMENT

Projects and Planning

The Shire undertook a number of major projects throughout the year. Some of these projects were funded as part of the Federal Government's East Kimberley Development Package including the rebuilding of the Wyndham Picture Gardens and the construction of a new patient transfer facility at the East Kimberley Regional Airport. Other major projects and planning initiated and/or completed for the 2010 - 2011 year include:

Integrated Planning

Changes to the *Local Government Act* require local governments to develop a Strategic Community Plan and Corporate Business Plan. Informing Strategies to these two documents include a Long Term Financial Plan, Asset Management Plan and Workforce Plan. The Strategic Community Plan is a 10 year + vision that identifies the community's priorities and aspirations. This plan will also incorporate growth scenarios for up to 25,000 people and the infrastructure and services required to meet this growth.

Lake Kununurra Foreshore Plan Review

The Lake Kununurra Foreshore Plan was reviewed and updated by a Technical Working Group. The group met monthly for one year and systematically reviewed the plan focussing on technical and operational issues to reach a consensus on actions. The use of this group has resulted in a plan that does not conflict with departmental operations yet still meets the principle purpose of the original plan which is "to provide an effective and accepted decision making framework for guiding land and aquatic use, development, conservation and recreation". The plan has been further improved through the inclusion of an Aquatic Use Plan which will assist in the management of the waterway and address the 'interface' between the waterway and fringing land uses. The updated plan also now includes the Race Course, Packsaddle foreshore, Crossing Falls foreshore, Commercial Tour Boat day use areas and canoes camps.

Lake Kununurra Commercial Boat Facility

The leases for the three occupied lots of the Commercial Boating Facility have now commenced with lease fees collected being allocated to a Foreshore Reserve to fund future community works along the foreshore.

Construction of the Landfill Recycling Shed at the Kununurra Landfill site

The Shire recently built a new shed at the landfill to collect and sell household goods which would otherwise have been buried. The new shed will also store recycling equipment such as the new RamCan bailing machine for the recycling of aluminium cans. Funding for these projects was received from the Federal Regional Community Local Infrastructure Program and the National Packaging Covenant.

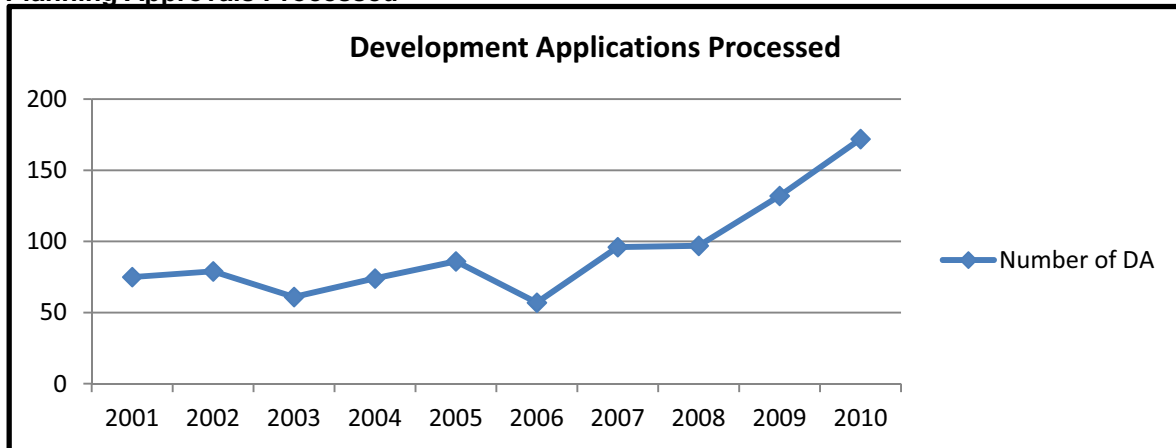
Shire Sustainability Strategy

The *SWEK Environmental Sustainability Strategy 2011-2015* was adopted by Council meeting in July 2011. The Shire recognises its responsibility to reduce its impact on the environment and to provide leadership to encourage others to do the same. The Environmental Sustainability Strategy is a long term approach with a shared vision to achieve long term sustainability. The Strategy aims to integrate environmental targets into future Shire strategies, policies and service delivery, reflecting global, national and local

Planning Approvals

The Shire processed 172 Development Applications in the 2010 year which is an increase of greater than 200% from 2001.

Planning Approvals Processed



Local Planning Scheme Review

Council initiated a review of its Town Planning Schemes for Wyndham (No.6) and Kununurra and Environs (No.7) appointing Perth based planning consultants Urbis Planning. The intent is to consolidate both Schemes and expand planning controls to cover the whole of the Shire. Shire Officers met with consultants Urbis to finalise the new Local Planning Scheme (LPS8) and anticipate that the new Local Planning Scheme (LPS8) will be completed in mid 2012.

Amendments

Shire officers processed or completed the following Amendments in the 2010 - 2011 year:

- Amendment 19 to TPS 6 – Rezoning for Rural Residential Land, Wyndham
- Amendment 20 to TPS No 7 – Lot 11 Weaber Plain Road, Kununurra
- Amendment 26 to TPS No 7 – Lakeside Stages 5-7, Kununurra
- Amendment 27 to TPS No 7 – Lot 1 Old Darwin Road, Kununurra
- Amendment 33 to TPS No 7 – Packsaddle, Kununurra
- Amendment 35 to TPS No 7 – Bull Run Road, Kununurra
- Amendment 36 to TPS No 7 – Lakeside Park Local Centre, Kununurra
- Amendment 37 to TPS No 7 – East Lily Creek Precinct, Kununurra
-

Funding Applications

Funding applications applied for in the 2010 - 2011 year included:

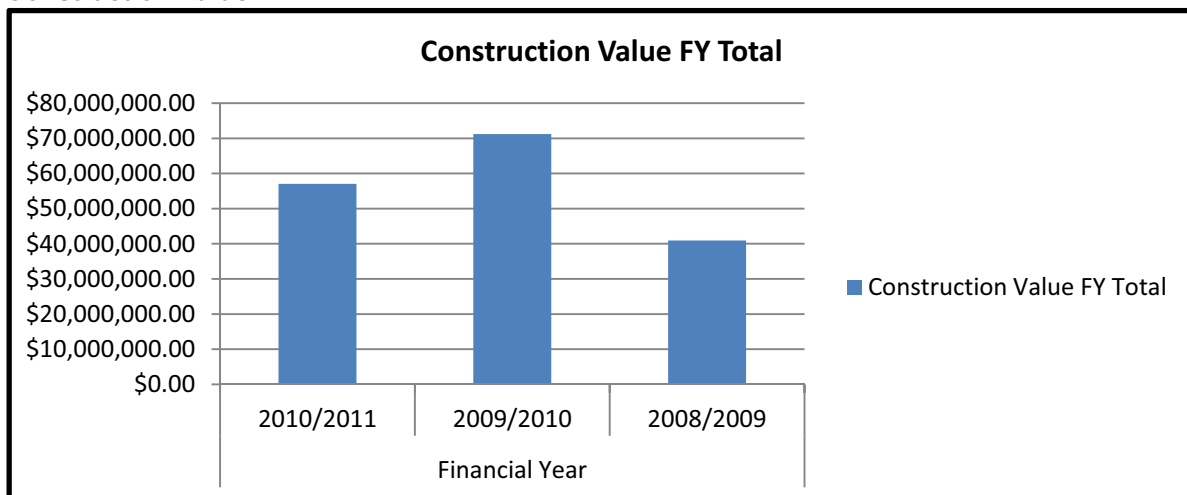
- \$75,000.00 funding for a walking trail from the Pump House to the Diversion Dam in Kununurra from Lotteries West and the Department of Sport and Recreation
- \$15,000.00 for plans and drawings to upgrade the Celebrity Tree Park Boat Ramp from the Recreational Boating Scheme
- \$15,000.00 for bike path plans for Wyndham and Kununurra from the Regional Bicycle Network Local Government Grants
- \$100,000.00 approved from the Northwest Planning Fund for the community visioning phase of the EK@25 Community Strategic Plan from Royalties for Regions
- \$25,000 funding for an aluminium can bailer from Packaging Stewardship Forum

DATE SUBMITTED	FUNDING BODY	PROJECT	AMOUNT
Aug 10	Department of Sport and Recreation	Squash Court Upgrade	\$19,090
Mar 11	Department of Sport and Recreation	Kununurra Leisure Centre Hall Upgrade	\$175,000
May 11	Writing WA	Writer's Festival	\$10,000
May 11	Children's Book Council WA	Writer's Festival	\$4,500
Jan 11	Fremantle Press	Writer's Festival	\$500
Apr 11	Healthways	Writer's Festival	\$5,000

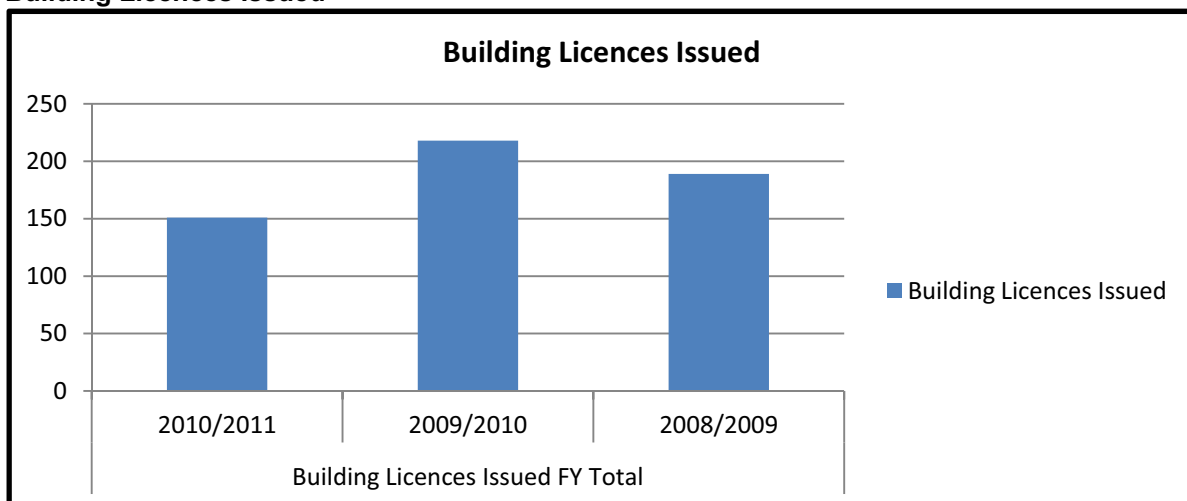
Building

The construction value of the 151 Building Licences issued for the 2010 - 2011 year was \$57,063,975.00. In comparison with the figures for the previous year, the construction value has decreased for this period by 20% whilst the number of building licences has decreased by 30%. This is shown on the figures and tables below.

Construction Value



Building Licences Issued



Whilst the Construction statistics for Building Licence approvals and values have decreased, the level of building activity within the Shire appears to be on a par with that of the previous year. The figures do not include any of the construction works which are being carried out under the exemption right of the Crown, and this includes the construction of many dwelling units both in Kununurra and Wyndham, neither does it include extensions to the Kununurra Hospital and extensions to all schools and TAFE premises.

Building Licence Statistics 2000-2001 to 2010-2011

FINANCIAL YEAR	NUMBER OF BUILDING LICENCES ISSUED	ANNUAL CONSTRUCTION VALUE	NEW DWELLING UNITS KUNUNURRA	NEW DWELLING UNITS WYNDHAM	NEW DWELLING UNITS ABORIGINAL COMMUNITIES
2000-2001	88	\$8,173,121.00	10	2	19
2001-2002	94	\$6,233,174.00	16	1	7
2002-2003	154	\$11,679,506.00	13	3	18
2003-2004	155	\$12,294,189.00	19	4	15
2004-2005	181	\$26,321,945.00	45	4	25
2005-2006	197	\$25,119,699.00	68	2	8
2006-2007	188	\$29,491,996.00	56	5	6
2007-2008	159	\$34,438,418.01	41	1	27
2008-2009	182	\$40,925,702.00	50	16	3
2009-2010	218	\$71,203,364.00	139	18	0
2010-2011	151	\$56,822,612.00	28	1	0

Major construction projects commenced in this year included the upgrade to the main terminal of the East Kimberley Regional Airport, an extension to the office for a training facility at the East Kimberley Aboriginal Medical Service (EKAMS), Kununurra, the Berkley River Resort, a major extension to Warangarri Arts, Kununurra, Cambridge Gulf Limited's Nickel Facility, Wyndham, Community Jetty at Anthon's Landing, Wyndham, MGGT Corporation shared Office Facility, Kununurra and additions to the Renal Dialysis Unit at EKAMS, Kununurra.

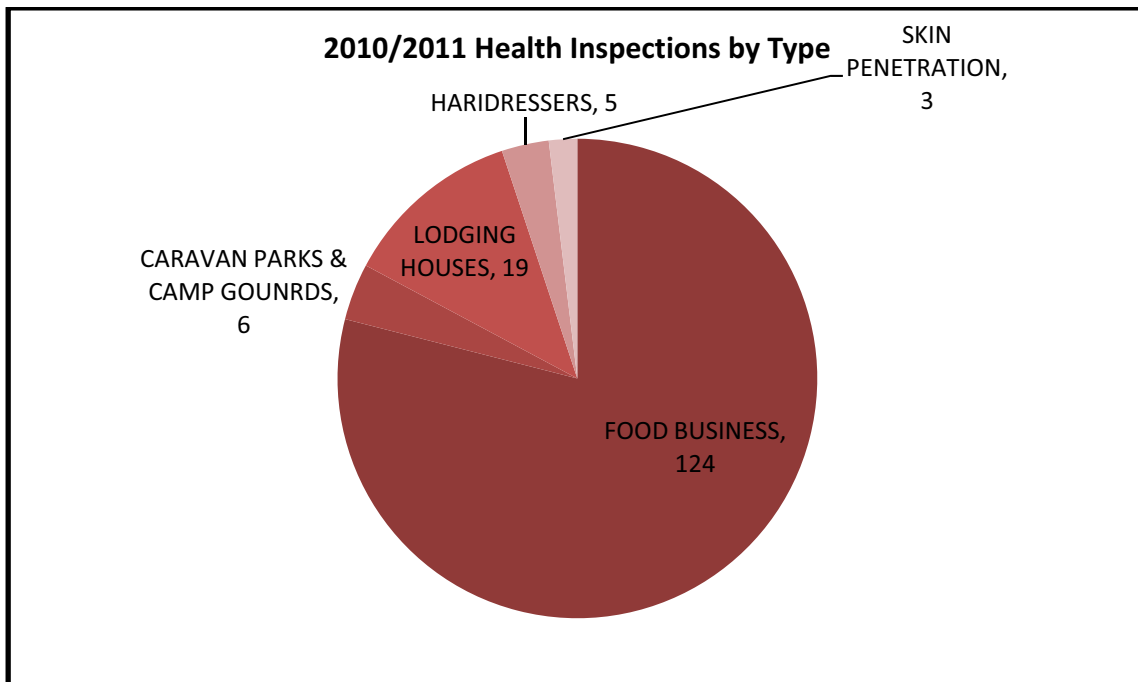
The Building Services section has continued to focus on compliance and guiding regional builders with an ongoing review of policies and practices to streamline and improve building approval procedures.

Environmental Health

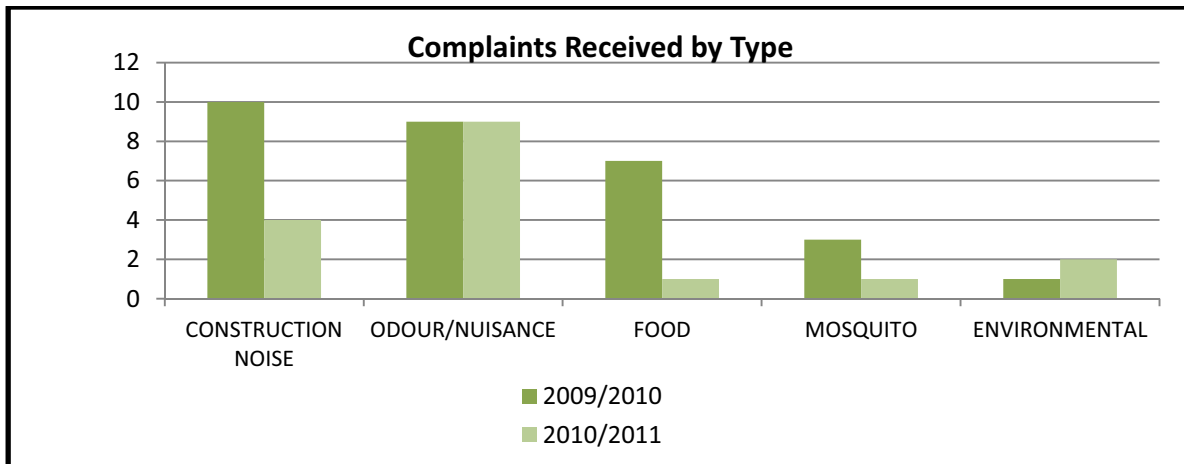
The Shire’s Environmental Health team is focused on protecting and the promoting public health in our region. Routine monitoring, responding to community concerns, communication from other arms of government and monitoring of public health trends assists us in our planning and delivery of effective environmental health services.

Protection of Health

Routine assessments are conducted on premises bound by the *Food Act 2008*, *Health Act 1911* and other environmental health legislation. Those routinely assessed are food shops, itinerant food vendors, caravan parks and camping grounds, lodging houses, hairdressers and beauty therapy businesses. Inspections are carried out to ensure a high public health standard is maintained.



In addition to routine assessments, the protection of health extends to responding to community complaints and concerns. In general the number of health complaints was less this year, in particular those related to construction noise, food and mosquitoes.



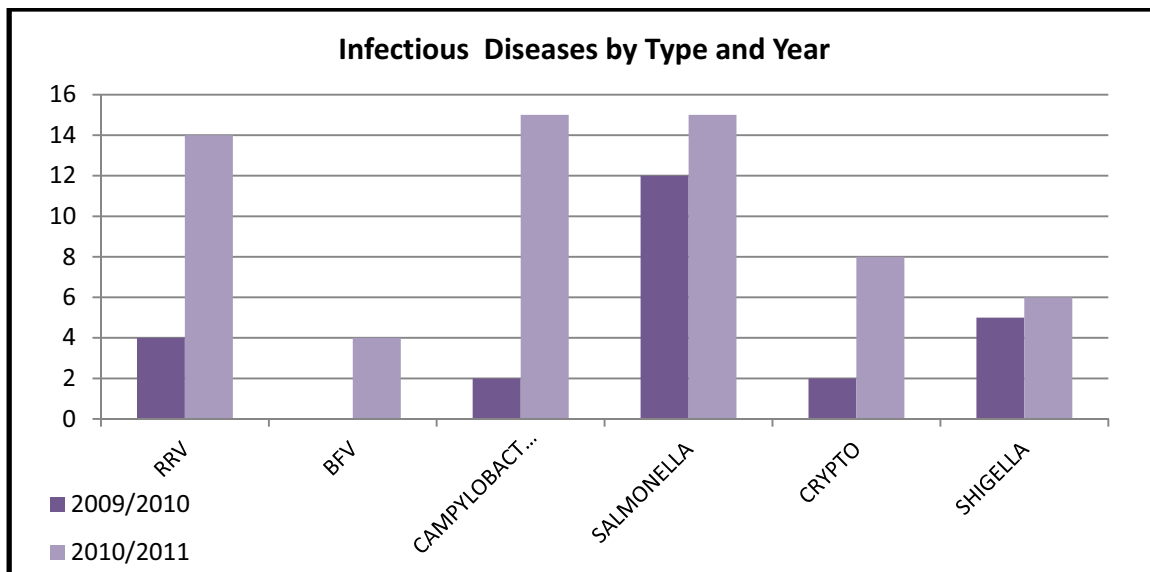
The number of construction noise complaints reduced by more than half. This is a good result given the large amount of building works occurring in close proximity to residential areas. It demonstrates the commitment of builders to respect the amenity of residents and reflects the ability of local residents to cope with noise intrusions for brief development periods.

Whilst the extended wet season brought an increase in mosquito breeding and mosquito borne diseases, this was not reflected in complaints received. The Shire conducted routine fogging in Wyndham and Kununurra through the wet season and into much of the dry, however it is difficult to manage mosquitoes in such a large and diverse environment. The decreased number of complaints may be an indication of acceptance by the community to mosquitoes being a natural part of life in the Kimberley and a willingness to take responsibility for personal protection.

The Shire continues to participate in the WA Sentinel Chicken program coordinated by the University of Western Australia and Department of Health. This requires fortnightly serum samples being taken from flocks in Kununurra and Wyndham which are tested for Murray Valley Encephalitis and Kunjin Virus. The sentinel flocks act as an early warning to mosquito borne virus activity and help us determine when we commence our fogging operations and how we target our media warnings.

Public Health Promotion

The Shire plays an important role in the protection and promotion of health in the community. Awareness of food safety, mosquito borne diseases and transmission of communicable diseases are all important in protecting the health of our local community.



The extended wet season that dominated 2010/2011 is clearly reflected in the statistics of notifiable diseases received by the Shire. In particular the cases of Ross River and Barmah Forest Virus were four times higher than the previous year. The mosquito borne disease risk which is usually at its peak from February to May each year was extended from November through to June.

The large wet season also gave rise to issues with wastewater and in particular management of on-site wastewater disposal. With vast areas of the Shire not provided with reticulated sewerage it is important for builders, developers and property owners to take responsibility for managing their wastewater appropriately. This will be a focus in years to come as the Shire looks to adopt best practice standards in the approval of these systems.

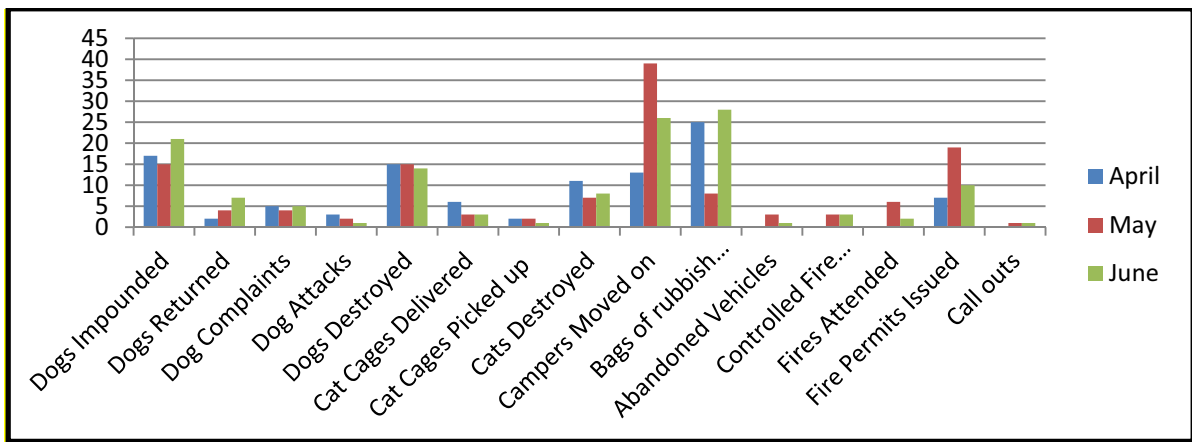
Local laws (Rangers)

The Shire’s Rangers had a busy year in light of the sustained rains during the wet season and the evacuation of the Warmun population. They were also busy preparing fire breaks and undertaking other preventative (safety) measures.

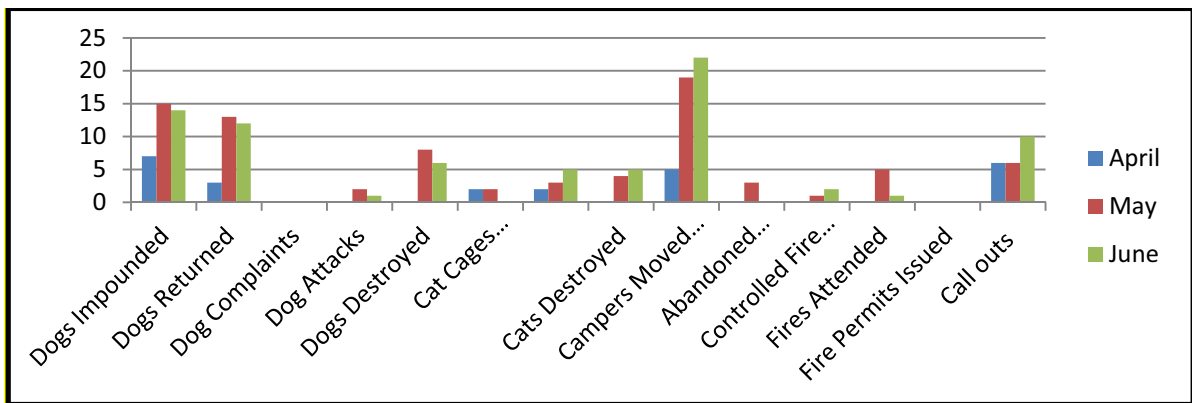
Dogs and dog attacks continue to be a major concern for the Shire and a make up the bulk of complaints received and activity of the Rangers. The Rangers also spent considerable effort in moving on illegal campers in and around Kununurra and Wyndham and at highway wayside stops.

Shire Rangers worked closely with FESA and the Department of Conservation and Environment and local brigades in preparing firebreaks.

Rangers Services - Kununurra



Rangers Services – Wyndham





SHIRE OF WYNDHAM | EAST KIMBERLEY

FINANCIAL REPORT

2011

2010

SHIRE OF WYNDHAM-EAST KIMBERLEY

FINANCIAL REPORT

FOR THE YEAR ENDED 30TH JUNE 2011

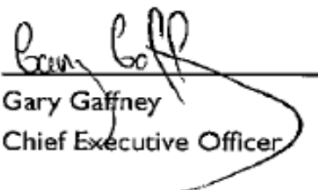
TABLE OF CONTENTS

Statement by Chief Executive Officer	46
Statement of Comprehensive Income by Nature or Type	47
Statement of Comprehensive Income by Program	48
Statement of Financial Position	49
Statement of Changes in Equity	50
Statement of Cash Flows	51
Rate Setting Statement	52
Notes to and Forming Part of the Financial Report	54 to 95
Independent Audit Report	96 & 97

SHIRE OF WYNDHAM-EAST KIMBERLEY**FINANCIAL REPORT****FOR THE YEAR ENDED 30TH JUNE 2011****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 2011 are in my opinion properly drawn up to present fairly the financial position of the Shire of Wyndham-East Kimberley at 30th June 2011 and the results of the operations for the financial year then ended in accordance with the Australian Accounting Standards and comply with the provisions of the Local Government Act 1995 and the regulations under that Act.

Signed on the 20th day of October 2011



Gary Gaffney
Chief Executive Officer

SHIRE OF WYNDHAM-EAST KIMBERLEY
STATEMENT OF COMPREHENSIVE INCOME
BY NATURE OR TYPE
FOR THE YEAR ENDED 30TH JUNE 2011

	NOTE	2011 \$	2011 Budget \$	2010 \$
REVENUE				
Rates	22	5,698,688	5,465,941	5,150,663
Operating Grants, Subsidies and Contributions	28	6,932,806	5,726,816	5,300,589
Fees and Charges	27	6,132,868	6,159,479	5,727,389
Interest Earnings	2(a)	1,016,298	887,140	699,609
Other Revenue		450,840	384,101	266,383
		<u>20,231,500</u>	<u>18,623,477</u>	<u>17,144,633</u>
EXPENSES				
Employee Costs		(7,801,922)	(7,776,185)	(6,372,133)
Materials and Contracts		(5,629,471)	(16,671,997)	(5,382,076)
Utility Charges		(673,874)	(670,000)	(611,074)
Depreciation on Non-Current Assets	2(a)	(3,001,152)	(2,544,500)	(2,704,680)
Interest Expenses	2(a)	(198,850)	(198,850)	(103,727)
Insurance Expenses		(318,596)	(304,815)	(296,591)
Other Expenditure		(673,449)	(628,503)	(607,482)
		<u>(18,297,314)</u>	<u>(28,794,850)</u>	<u>(16,077,763)</u>
		1,934,186	(10,171,373)	1,066,870
Non-Operating Grants, Subsidies and Contributions	28	8,233,173	13,158,911	10,315,276
Profit on Asset Disposals	20	103,296	361,028	399,074
Loss on Asset Disposal	20	(43,920)	0	(7,790)
NET RESULT		10,226,735	3,348,566	11,773,430
Other Comprehensive Income		0	0	0
Total Other Comprehensive Income		0	0	0
TOTAL COMPREHENSIVE INCOME		<u>10,226,735</u>	<u>3,348,566</u>	<u>11,773,430</u>

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
STATEMENT OF COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30TH JUNE 2011

	NOTE	2011 \$	2011 Budget \$	2010 \$
REVENUE				
Governance		1,107,876	643,700	332,363
General Purpose Funding		11,160,423	9,792,670	9,836,917
Law, Order, Public Safety		53,776	172,975	54,632
Health		46,312	24,850	47,845
Education and Welfare		116,615	108,539	107,642
Housing		133,167	1,203,377	402,486
Community Amenities		2,641,930	2,923,104	1,710,400
Recreation and Culture		5,217,364	7,260,050	4,451,122
Transport		7,561,829	9,631,933	10,140,717
Economic Services		165,933	241,000	461,843
Other Property and Services		362,744	157,218	313,016
	2 (a)	<u>28,567,969</u>	<u>32,159,416</u>	<u>27,858,983</u>
EXPENSES EXCLUDING FINANCE COSTS				
Governance		(1,654,346)	(11,991,020)	(1,036,048)
General Purpose Funding		(478,992)	(377,631)	(431,440)
Law, Order, Public Safety		(498,190)	(467,635)	(533,108)
Health		(367,757)	(343,996)	(324,350)
Education and Welfare		(336,179)	(341,029)	(358,595)
Housing		(485,624)	(355,028)	(316,514)
Community Amenities		(4,178,333)	(4,614,351)	(3,076,647)
Recreation & Culture		(3,813,205)	(3,903,352)	(3,737,831)
Transport		(5,101,345)	(5,308,850)	(5,326,586)
Economic Services		(704,683)	(765,349)	(500,307)
Other Property and Services		(523,730)	(127,759)	(340,400)
	2 (a)	<u>(18,142,384)</u>	<u>(28,596,000)</u>	<u>(15,981,826)</u>
FINANCE COSTS				
Governance		(28,949)	(28,949)	(483)
Education and Welfare		(32,593)	(32,593)	(4,448)
Housing		(53,790)	(53,790)	(7,633)
Recreation and Culture		(83,518)	(83,518)	(91,163)
	2 (a)	<u>(198,850)</u>	<u>(198,850)</u>	<u>(103,727)</u>
NET RESULT		<u>10,226,735</u>	<u>3,364,566</u>	<u>11,773,430</u>
Other Comprehensive Income		0	0	0
Total Other Comprehensive Income		<u>0</u>	<u>0</u>	<u>0</u>
TOTAL COMPREHENSIVE INCOME		<u><u>10,226,735</u></u>	<u><u>3,364,566</u></u>	<u><u>11,773,430</u></u>

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2011

	NOTE	2011 \$	2010 \$
CURRENT ASSETS			
Cash and Cash Equivalents	3	14,549,320	18,657,571
Trade and Other Receivables	4	3,484,102	1,490,700
Inventories	5	15,002	5,072
Other Financial Assets		6,683	6,683
TOTAL CURRENT ASSETS		<u>18,055,107</u>	<u>20,160,026</u>
NON-CURRENT ASSETS			
Other Receivables	4	8,246	14,055
Inventories	5	60,191	55,309
Property, Plant and Equipment	6	24,248,332	18,039,456
Infrastructure	7	48,315,825	41,805,249
TOTAL NON-CURRENT ASSETS		<u>72,632,594</u>	<u>59,914,069</u>
TOTAL ASSETS		<u>90,687,701</u>	<u>80,074,095</u>
CURRENT LIABILITIES			
Trade and Other Payables	8	2,370,184	1,970,946
Long Term Borrowings	9	1,114,499	220,689
Provisions	10	903,150	713,001
TOTAL CURRENT LIABILITIES		<u>4,387,833</u>	<u>2,904,636</u>
NON-CURRENT LIABILITIES			
Long Term Borrowings	9	2,098,791	3,213,289
Provisions	10	89,878	71,706
TOTAL NON-CURRENT LIABILITIES		<u>2,188,669</u>	<u>3,284,995</u>
TOTAL LIABILITIES		<u>6,576,502</u>	<u>6,189,631</u>
NET ASSETS		<u>84,111,199</u>	<u>73,884,464</u>
EQUITY			
Retained Surplus		75,994,126	67,126,447
Reserves - Cash Backed	11	8,117,073	6,758,017
TOTAL EQUITY		<u>84,111,199</u>	<u>73,884,464</u>

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30TH JUNE 2011

	NOTE	RETAINED SURPLUS \$	RESERVES CASH/ INVESTMENT BACKED \$	TOTAL EQUITY \$
Balance as at 1 July 2009		55,372,329	6,738,705	62,111,034
Net Result		11,773,430	0	11,773,430
Total Other Comprehensive Income		0	0	0
Reserve Transfers		(19,312)	19,312	0
		<hr/>	<hr/>	<hr/>
Balance as at 30 June 2010		67,126,447	6,758,017	73,884,464
Net Result		10,226,735	0	10,226,735
Total Other Comprehensive Income		0	0	0
Reserve Transfers		(1,359,056)	1,359,056	0
		<hr/>	<hr/>	<hr/>
Balance as at 30 June 2011		<u>75,994,126</u>	<u>8,117,073</u>	<u>84,111,199</u>

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE 2011

	NOTE	2011 \$	2011 Budget \$	2010 \$
Cash Flows From Operating Activities				
Receipts				
Rates		5,453,006	5,484,811	5,146,451
Operating Grants, Subsidies and Contributions		6,932,806	5,726,816	5,298,475
Fees and Charges		4,541,547	6,956,317	5,594,809
Service Charges		0	0	0
Interest Earnings		1,074,157	903,140	640,143
Goods and Services Tax		2,003,434	1,575,862	1,046,425
Other Revenue		450,840	384,101	268,497
		<u>20,455,790</u>	<u>21,031,047</u>	<u>17,994,800</u>
Payments				
Employee Costs		(7,549,659)	(7,933,903)	(6,388,635)
Materials and Contracts		(5,401,072)	(18,643,402)	(5,355,613)
Utility Charges		(673,874)	(670,000)	(611,074)
Insurance Expenses		(318,596)	(304,815)	(116,141)
Interest Expenses		(202,150)	(214,244)	(296,591)
Goods and Services Tax		(2,099,728)	(854,368)	(1,090,909)
Other Expenditure		(665,337)	(628,503)	(607,482)
		<u>(16,910,416)</u>	<u>(29,249,235)</u>	<u>(14,466,445)</u>
Net Cash Provided By (Used In) Operating Activities	13(b)	<u>3,545,374</u>	<u>(8,218,188)</u>	<u>3,528,355</u>
Cash Flows from Investing Activities				
Payments for Development of Land Held for Resale		(4,882)	0	(44,904)
Payments for Purchase of Property, Plant & Equipment		(7,614,205)	(15,360,083)	(4,028,340)
Payments for Construction of Infrastructure		(8,187,416)	(13,879,818)	(5,382,340)
Advances to Community Groups		0	0	0
Payments for Purchase of Investments		0	0	0
Non-Operating Grants, Subsidies and Contributions used for the Development of Assets		8,233,173	13,158,911	10,315,276
Proceeds from Sale of Plant & Equipment		140,393	529,006	473,578
Net Cash Provided By (Used In) Investing Activities		<u>(7,432,937)</u>	<u>(15,551,984)</u>	<u>1,333,270</u>
Cash Flows from Financing Activities				
Repayment of Debentures		(220,688)	(220,689)	(1,019,499)
Repayment of Finance Leases		0	0	0
Proceeds from Self Supporting Loans		0	0	0
Proceeds from New Debentures		0	550,000	1,936,000
Net Cash Provided By (Used In) Financing Activities		<u>(220,688)</u>	<u>329,311</u>	<u>916,501</u>
Net Increase (Decrease) in Cash Held		(4,108,251)	(23,440,861)	5,778,126
Cash at Beginning of Year		18,657,571	29,657,533	12,879,445
Cash and Cash Equivalents at the End of the Year	13(a)	<u><u>14,549,320</u></u>	<u><u>6,216,672</u></u>	<u><u>18,657,571</u></u>

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2011

	NOTE	2011 \$	2011 Budget \$
REVENUE			
Governance		1,107,876	643,700
General Purpose Funding		5,461,735	4,326,729
Law, Order, Public Safety		53,776	72,975
Health		46,312	24,850
Education and Welfare		116,615	108,539
Housing		133,167	125,209
Community Amenities		2,396,930	2,588,104
Recreation and Culture		562,000	731,050
Transport		4,229,020	4,515,190
Economic Services		165,933	241,000
Other Property and Services		362,744	157,218
		<u>14,636,108</u>	<u>13,534,564</u>
EXPENSES			
Governance		(1,683,295)	(12,019,969)
General Purpose Funding		(478,992)	(377,631)
Law, Order, Public Safety		(498,190)	(467,635)
Health		(367,757)	(343,996)
Education and Welfare		(368,772)	(373,622)
Housing		(539,414)	(408,818)
Community Amenities		(4,178,333)	(4,614,351)
Recreation & Culture		(3,896,723)	(3,986,870)
Transport		(5,101,345)	(5,308,850)
Economic Services		(704,683)	(765,349)
Other Property and Services		(523,730)	(127,759)
		<u>(18,341,234)</u>	<u>(28,794,850)</u>
Net Operating Result Excluding Rates		(3,705,126)	(15,260,286)

**SHIRE OF WYNDHAM-EAST KIMBERLEY
RATE SETTING STATEMENT (CONTINUED)
FOR THE YEAR ENDED 30TH JUNE 2011**

	NOTE	2011 \$	2011 Budget \$
Adjustments for Cash Budget Requirements:			
Non-Cash Expenditure and Revenue			
(Profit)/Loss on Asset Disposals		(59,376)	(361,028)
Movement in Accrued Interest on Investments		57,859	(50,000)
Movement in Accrued Interest on Debentures		(3,300)	(3,300)
Movement in Deferred Pensioner Rates (Non-Current)		5,809	0
Movement in Accrued Salaries and Wages		43,942	40,000
Movement in Employee Benefit Provisions		208,321	118,702
Depreciation and Amortisation on Assets		3,001,152	2,544,500
Capital Expenditure and Revenue			
Purchase Land Held for Resale		(4,882)	(320,000)
Purchase Land and Buildings		(789,085)	(13,582,998)
Purchase Infrastructure Assets - Roads		0	(4,438,800)
Purchase Infrastructure Assets - Footpaths		0	(30,000)
Purchase Infrastructure Assets - Drainage		(7,495)	(449,000)
Purchase Infrastructure Assets - Other		(572,366)	(8,962,018)
Purchase Plant and Equipment		(879,500)	(1,292,485)
Purchase Furniture and Equipment		(250,925)	(484,600)
Purchaes Property Plant and Equipment - Work in Progress		(5,694,695)	0
Purchaes Infrastructure - Work in Progress		(7,607,555)	0
Grants/Contributions for Development of Assets		8,233,173	13,158,911
Proceeds from Disposal of Assets		55,000	229,006
Proceeds from Sale of Land Held for Resale		85,393	300,000
Repayment of Debentures		(220,688)	(220,689)
Proceeds from New Debentures		0	550,000
Transfers to Reserves (Restricted Assets)		(1,939,738)	(8,117,672)
Transfers from Reserves (Restricted Assets)		580,682	9,845,056
ADD Estimated Surplus/(Deficit) July 1 B/Fwd		11,441,955	21,456,799
LESS Estimated Surplus/(Deficit) June 30 C/Fwd		7,677,243	136,039
Amount Required to be Raised from Rates	22	<u>(5,698,688)</u>	<u>(5,465,941)</u>

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES

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

(a) Basis of Preparation

The financial report is a general purpose financial statement which has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the local Government Act 1995 and accompanying regulations.

The report has also been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of the selected non-current assets, financial assets and liabilities.

Critical Accounting Estimates

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

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

(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 this financial report.

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

All monies held in the Trust Fund are excluded from the financial statements, but a separate statement of those monies appears at Note 19 to these 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 are stated inclusive of applicable GST.

(d) Cash and Cash Equivalents

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

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

(e) Trade and Other Receivables

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(f) Inventories

General

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

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

Land Held for Resale

Land purchased for development and/or resale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs of that land during its development. Finance costs and holding charges incurred after development is completed are expensed.

Revenue arising from the sale of property is recognised in the statement of comprehensive income as at the time of signing an unconditional contract of sale.

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

(g) Fixed Assets

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

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 Council includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overhead.

Revaluation

Certain asset classes may be revalued 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 the basis of such cost to reflect the already consumed or expired future economic benefits of the asset.

Increases in the carrying amount arising on revaluation of assets are credited to a revaluation surplus in equity. Decreases that offset previous increases in the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the statement of comprehensive income.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(g) Fixed Assets (Continued)

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.

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:

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

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(g) Fixed Assets (Continued)

Depreciation of Non-Current Assets (Continued)

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

Gains and losses on disposals are determined by comparing proceeds with with the carrying amount. These gains and losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

Capitalisation Threshold

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

(h) Financial Instruments

Initial Recognition and Measurement

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

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

Classification and Subsequent Measurement

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

Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as:

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

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) Financial Instruments (Continued)

Classification and Subsequent Measurement (Continued)

(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 and are subsequently measured at amortised cost.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting period (classified as non-current assets).

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed maturities and fixed or determinable payments and fixed maturities that the Council's management has the positive intention and ability to hold to maturity.

Held-to-maturity financial assets are included in non-current assets, except for those which are expected to mature within 12 months after the end of the reporting period (classified as current assets).

If the 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.

(iv) Available-for-sale financial assets

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

Available-for-sale financial assets are included in non-current assets, except for those which are expected to mature within 12 months after the end of the reporting period (classified as current assets).

(v) Financial liabilities

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

Impairment

At the end of each reporting period, the Council assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(i) 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 reporting date.

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Council uses a variety of methods and makes assumptions that are based on market conditions existing at each reporting 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.

(j) 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 statement of comprehensive income.

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.

(k) Trade and Other Payables

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(l) Employee Benefits

The provisions for employee benefits relates to amounts expected to be paid for long service leave, annual leave, wages and 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 the Council has a present obligation to pay resulting from employees services provided to reporting 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 the Council does not have the unconditional right to defer settlement beyond 12 months, the liability is recognised as a current liability.

(m) 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.

(n) Provisions

Provisions are recognised when:

- a) the Council has a present legal or constructive obligation as a result of past events;
- b) for which it is probable that an outflow of economic benefits will result to settle the obligation; and
- c) that outflow can be reliably measured.

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

Provisions are not recognised for future operating losses.

(o) Leases

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

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

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

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

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(p) Joint Venture

The Council's interest in a joint venture has been recognised in the financial statements by including its share of any assets, liabilities, revenues and expenses of the joint venture within the appropriate line items of the financial statement. Information about the joint venture is set out in Note 16.

(q) Rates, Grants, Donations and Other Contributions

Rates, grants, donations and other contributions are recognised as revenues when the local government obtains control over the assets comprising the contributions. Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.

Where contributions recognised as revenues during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the nature of and amounts pertaining to those undischarged conditions are disclosed in Note 2(c). That note also discloses the amount of contributions recognised as revenues in a previous reporting period which were obtained in respect of the local government's operation for the current reporting period.

(r) Superannuation

The Council contributes to a number of superannuation funds on behalf of employees.

(s) Current and Non-Current Classification

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where the Council does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current even if not expected to be realised in the next 12 months except for land held for resale where it is held as non-current based on Council's intentions to release for sale.

(t) Rounding Off Figures

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

(u) Comparative Figures

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

(v) Budget Comparative Figures

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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 2011.

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

Title and Topic	Issued	Applicable (*)	Impact
(i) AASB 9 – Financial Instruments	December 2009	01 January 2013	Nil – The objective of this Standard is to improve and simplify the approach for classification and measurement of financial assets compared with the requirements of AASB 139. Given the nature of the financial assets of the Council, it is not anticipated the standard will have any material effect.
(ii) AASB 124 – Related Party Disclosures	December 2009	01 January 2011	Nil – It is not anticipated the Council will have any related parties as defined by the Standard.
(iii) AASB 1053 - Application of Tiers of Australian Accounting Standards	June 2010	01 July 2013	Nil - Due to its nature and statutory requirements the Council will be deemed a Tier 1 entity and will continue to prepare general purpose financial statements.
(iv) AASB 2009 -12 Amendments to Australian Accounting Standards [AASB 5, 8, 108, 110, 112, 119, 133, 137, 139, 1023 & 1031 and Interpretations 2, 4, 16, 1039 & 1052]	December 2009	01 January 2011	Nil – The revisions embodied in this standard relate to standards which do not apply to local government (ie AASB8) or are largely editorial in nature and will have minimal effect (if any) on the accounting practices of the Council.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Title and Topic	Issued	Applicable (*)	Impact
(v) AASB 2009– 11 Amendments to Australian Accounting Standards arising from AASB 9 [AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 121, 127, 128, 131, 132, 136, 139, 1023 & 1038 and Interpretations 10 & 12]	December 2009	01 January 2013	Nil – The revisions embodied in this standard give effect to the consequential changes arising from the issuance of AASB 9 which is not anticipated to have any material effect on the Council (refer (i) above).
(vi) AASB 2010 - 2 Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements [AASB 1, 2, 3, 5, 7, 8, 101, 102, 107, 108, 110, 111, 112, 116, 117, 119, 121, 123, 124, 127, 128, 131, 133, 134, 136, 137, 138, 140, 141, 1050, & 1052 and Interpretations 2, 4, 5, 15, 17, 127, 129 & 1052]	June 2010	01 July 2013	Nil - None of these amendments will have any effect on the financial report as the standard does not apply in the case of general purpose financial statements.
(vii) AASB 2010 - 4 Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB 1, 7, 101, 134, and Interpretation 13]	June 2010	01 January 2011	Nil - The revisions are part of the AASB's annual improvement project to help ensure consistency with presentation, recognition and measurement criteria of IFRSs. It is not anticipated these will have any effect on the Council.
(viii) AASB 2010 - 5 Amendments to Australian Accounting Standards [AASB 1, 3, 4, 5, 101, 107, 112, 118, 119, 121, 132, 133, 134, 137, 139, 140, 1023 & 1038 and Interpretations 112, 115, 127, 132 & 1042]	October 2010	01 January 2011	Nil - The revisions embodied in this standard are largely editorial in nature or relate to standards not applicable to the Council and will have minimal effect (if any) on the accounting practices of the Council.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Title and Topic	Issued	Applicable (*)	Impact
(ix) AASB 2010 - 6 Amendments to Australian Accounting Standards - Disclosures on Transfers of Financial Assets [AASB 1 & 7]	November 2010	01 July 2011	Nil - The revisions embodied in this standard amend disclosures required on transfers of financial assets. The Council is not expected to have any qualifying transfers.
(x) AASB 2010 – 7 Amendments to Australian Accounting Standards arising from AASB 9 (December 2010) [AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 121, 127, 128, 131, 132, 136, 139, 1023 & 1038 and Interpretations 10 & 12]	December 2010	01 January 2013	Nil – The revisions embodied in this standard give effect to the consequential changes arising from the issuance of AASB 9 which is not anticipated to have any material effect on the Council (refer (i) above).
(xi) AASB 2010 - 8 Amendments to Australian Accounting Standards - Deferred Tax: Recovery of Underlying Assets	December 2010	01 January 2012	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.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Title and Topic	Issued	Applicable (*)	Impact
(xi) (Continued)			
AASB 2010 - 9 Amendments to Australian Accounting Standards - Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters [AASB 1]	December 2010	01 July 2011	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 2009– 14 Amendments to Australian Interpretations – Prepayments of a Minimum Funding Requirement [AASB Interpretation 14]	December 2009	01 January 2011	
AASB 2010 - 10 Further Amendments to Australian Accounting Standards - Removal of Fixed Dates for First-time Adopters [AASB 2009 - 11 & 2010 - 7]	December 2010	01 January 2013	

Notes:

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(x) Adoption of New and Revised Accounting Standards

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

These new and revised standards were:

AASB 2009 - 5
AASB 2009 - 8
AASB 2009 - 10
AASB 2009 - 13
AASB 2010 - 1
AASB 2010 - 3

Interpretation 19

The standards adopted had a minimal effect on the accounting and reporting practices of the Council as they were either largely editorial in nature, were revisions to help ensure consistency with presentation, recognition and measurement criteria of IFRSs or related to topics not relevant to operations.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

2. REVENUE AND EXPENSES	2011	2010
	\$	\$
(a) Net Result		
The Net Result includes:		
(i) Charging as an Expense:		
Auditors Remuneration		
- Audit	28,557	33,084
Depreciation		
Buildings	626,304	508,319
Furniture and Equipment	125,226	125,336
Plant and Equipment	572,782	533,674
Roads	1,130,546	1,086,612
Footpaths	63,011	42,267
Drainage	14,414	10,616
Bridges	9,384	9,870
Airports	173,159	147,030
Other	286,326	240,956
	<u>3,001,152</u>	<u>2,704,680</u>
Interest Expenses (Finance Costs)		
Debentures (<i>refer Note 21(a)</i>)	198,850	103,727
	<u>198,850</u>	<u>103,727</u>
(ii) Crediting as Revenue:	2011	2011
	\$	Budget
		\$
Interest Earnings		
Investments		
- Reserve Funds	485,988	337,901
- Other Funds	459,526	509,239
Other Interest Revenue (<i>refer note 26</i>)	70,784	40,000
	<u>1,016,298</u>	<u>887,140</u>
		<u>699,609</u>

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

2. REVENUE 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
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

2. REVENUE AND EXPENSES (Continued)

Grant/Contribution	Function/ Activity	Opening		Closing		Received (+) 2010/11	Expended (#) 2010/11	Closing Balance 30-Jun-11
		Balance (*) 1-Jul-09	Received (+) 2009/10	Expended (#) 2009/10	Balance (*) 30-Jun-10			
		\$	\$	\$	\$	\$	\$	\$
(c) Conditions Over Grants/Contributions								
Forward Capital Planning (DLG)	Governance	0	35,000	0	0	0	(35,000)	0
Kimberley Zone Secretariat	Governance	0	100,000	(40,035)	59,965	213,857	(153,898)	119,924
Kimberley Zone Business Plan	Governance	0	175,000	(1,788)	173,212	25,000	(106,494)	91,718
Kimberley Regional Collaborative Group - Strategic Planning (DLG)	Governance	0	0	0	0	354,000	0	354,000
Kimberley Regional Collaborative Group - Project Officer (DLG)	Governance	0	0	0	0	100,000	(18,645)	81,355
Kimberley Joint Shires - Service Delivery								
Remote Aboriginal Communities (DLG)		0	0	0	0	360,000	(316,095)	43,905
Royalties for Regions	Housing	1,660,292	0	(44,904)	1,615,388	0	(510,195)	1,105,193
Childrens Book Week	Community Amenities	0	0	0	0	4,300	0	4,300
Roadwise	Community Amenities	0	11,400	(8,528)	2,872	0	(2,560)	312
Community Development	Community Amenities	2,500	0	2,500	5,000	0	(5,000)	0
HYPE	Community Amenities	15,000	0	(15,000)	0	0	0	0
Youth Services (AGD)	Community Amenities	320,000	0	(242,735)	77,265	56,500	(29,381)	104,384
Youth Services (FaCHSIA)	Community Amenities	0	0	0	0	50,000	0	50,000
Wyndham Youth Service (ICC)	Community Amenities	80,000	0	(80,000)	0	0	0	0
Wyndham Youth Service (DCP)	Community Amenities	3,940	0	(3,940)	0	0	0	0
Youth Co-ordinator (FaCHSIA))	Community Amenities	84,000	0	(84,000)	0	0	0	0
Crime Prevention Grants (DCP)	Community Amenities	32,500	0	(32,500)	0	0	0	0
Recreation Services (Attorney General)	Community Amenities	25,600	0	(16,373)	9,227	0	(9,227)	0
Weed Control	Community Amenities	50,000	2,000	(50,000)	2,000	0	(2,000)	0
Club Development Officer (DSR)	Recreation and Culture	36,277	25,000	(34,211)	27,066	0	(27,066)	0
Kids in Clubs	Recreation and Culture	0	25,000	0	25,000	0	(1,516)	23,484
Regional Local Community Infrastructure								
Grant	Recreation and Culture	0	209,000	(5,000)	204,000	107,000	(115,000)	196,000

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

2. REVENUE AND EXPENSES (Continued)

(c) Conditions Over Grants/Contributions	Grant/Contribution	Function/ Activity	Opening		2009/10		2010/11		Closing	
			Balance (*) 1-Jul-09 \$	Balance (*) 30-Jun-10 \$	Received (+) 2009/10 \$	Expended (#) 2009/10 \$	Received (+) 2010/11 \$	Expended (#) 2010/11 \$	Balance 30-Jun-11 \$	
Roads to Recovery		Transport	923,750	361,880	574,293	(1,136,163)	0	(131,737)	230,143	
Regional Road Group		Transport	0	191,156	196,000	(4,844)	258,080	(200,881)	248,355	
Sustainable Regions Grant		Transport	26,300	26,300	0	0	0	0	26,300	
Aboriginal Access Roads		Transport	73,416	230,000	230,000	(73,416)	250,000	(230,000)	250,000	
Developer Contributions (Egret Close)		Transport	80,961	0	0	(80,961)	0	0	0	
Road Contribution (CPC)		Transport	459,000	0	0	(459,000)	0	0	0	
Kimberley Development Commission		Economic Development	0	280,000	320,000	(40,000)	0	(75,000)	205,000	
East Kimberley Development Package		Various	0	6,529,325	7,925,000	(1,395,675)	5,456,986	(10,963,072)	1,023,239	
Total			3,873,536	9,854,656	9,827,693	(3,846,573)	7,235,723	(12,932,767)	4,157,612	

Notes:

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

(+) - New grants/contributions which were recognised as revenues during the reporting period and which had not yet been fully expended in the manner specified by the contributor.

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

	2011	2010
	\$	\$
3. CASH AND CASH EQUIVALENTS		
Unrestricted	2,274,635	2,044,898
Restricted	12,274,685	16,612,673
	<u>14,549,320</u>	<u>18,657,571</u>

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

Waste Management	282,458	540,322
Airport	5,784,141	4,285,594
Plant and Equipment	33,243	138,298
Leisure Centre	42,140	69,645
Parking	265,090	247,306
Non-Potable Water	80,927	75,498
Civic Building	6,644	6,198
East Kimberley Tourism	100,294	91,607
Foreshore Reserve	41,195	38,431
Staff Entitlement	173,441	170,204
Staff Housing	158,724	148,075
Recreation Hardcourts	59,755	8,168
Bio Security	233,439	217,778
Child Care	115,446	104,011
Parks	424,816	501,735
Developer Contributions Egret Close	123,427	115,147
Legal Fees	3,068	0
Youth Bus	4,095	0
Footpaths	184,730	0
Unspent Grants - (note 2(c))	4,157,612	9,854,656
	<u>12,274,685</u>	<u>16,612,673</u>

4. TRADE AND OTHER RECEIVABLES

Current

Rates Outstanding	528,206	276,715
Sundry Debtors	2,690,512	1,113,964
Less Provision for Doubtful Debts	(126,818)	(141,591)
GST Receivable	373,924	171,015
Accrued Interest on Investments	1,607	59,466
Bonds	16,671	11,131
	<u>3,484,102</u>	<u>1,490,700</u>

Non-Current

Rates Outstanding - Pensioners	8,246	14,055
	<u>8,246</u>	<u>14,055</u>

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

	2011	2010
	\$	\$
5. INVENTORIES		
Current		
Fuel and Materials	10,804	5,072
Leisure Centre Stock	4,198	0
	<u>15,002</u>	<u>5,072</u>
Non-Current		
Land Held for Resale - Cost		
Cost of Acquisition	45,455	45,455
Development Costs	14,736	9,854
	<u>60,191</u>	<u>55,309</u>
6. PROPERTY, PLANT AND EQUIPMENT		
Land and Buildings - Cost	19,678,322	18,865,432
Less Accumulated Depreciation	<u>(5,675,834)</u>	<u>(5,049,530)</u>
	14,002,488	13,815,902
Furniture and Equipment - Cost	1,263,054	1,012,129
Less Accumulated Depreciation	<u>(594,345)</u>	<u>(469,119)</u>
	668,709	543,010
Plant and Equipment - Cost	6,626,119	5,877,076
Less Accumulated Depreciation	<u>(3,156,435)</u>	<u>(2,633,093)</u>
	3,469,684	3,243,983
Work in Progress	<u>6,107,451</u>	<u>436,561</u>
	<u>24,248,332</u>	<u>18,039,456</u>

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

6. PROPERTY, PLANT AND EQUIPMENT (Continued)

Movements in Carrying Amounts

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

	Land & Buildings \$	Furniture & Equipment \$	Plant & Equipment \$	Work in Progress \$	Total \$
Balance as at the beginning of the year	13,815,902	543,010	3,243,983	436,561	18,039,456
Additions	789,085	250,925	879,500	5,694,695	7,614,205
(Disposals)	0	0	(81,017)	0	(81,017)
Revaluation - Increments - (Decrements)	0 0	0 0	0 0	0 0	0 0
Impairment - (losses) - reversals	0 0	0 0	0 0	0 0	0 0
Depreciation (Expense)	(626,304)	(125,226)	(572,782)	0	(1,324,312)
Other Movements	23,805	0	0	(23,805)	0
Carrying amount at the end of year	<u>14,002,488</u>	<u>668,709</u>	<u>3,469,684</u>	<u>6,107,451</u>	<u>24,248,332</u>

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

	2011 \$	2010 \$
7. INFRASTRUCTURE		
Roads - Cost	42,508,271	42,508,271
Less Accumulated Depreciation	<u>(13,361,680)</u>	<u>(12,231,134)</u>
	29,146,591	30,277,137
Footpaths - Cost	1,652,399	1,652,399
Less Accumulated Depreciation	<u>(850,268)</u>	<u>(787,257)</u>
	802,131	865,142
Drainage - Cost	1,637,950	1,630,455
Less Accumulated Depreciation	<u>(1,071,886)</u>	<u>(1,057,472)</u>
	566,064	572,983
Bridges - Cost	281,805	274,805
Less Accumulated Depreciation	<u>(25,057)</u>	<u>(15,673)</u>
	256,748	259,132
Airports - Cost	5,357,350	3,723,911
Less Accumulated Depreciation	<u>(1,422,225)</u>	<u>(1,249,067)</u>
	3,935,125	2,474,844
Other Infrastructure - Cost	8,462,289	8,376,493
Less Accumulated Depreciation	<u>(2,493,511)</u>	<u>(2,207,184)</u>
	5,968,778	6,169,309
Work in Progress	<u>7,640,388</u>	<u>1,186,702</u>
	<u>48,315,825</u>	<u>41,805,249</u>

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

7. INFRASTRUCTURE (Continued)

Movements in Carrying Amounts

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

	Roads	Footpaths	Drainage	Bridges	Airports	Other Infrastructure	Work in Progress	Total
	\$	\$	\$	\$	\$	\$	\$	\$
Balance at the beginning of the year	30,277,137	865,142	572,983	259,132	2,474,844	6,169,309	1,186,702	41,805,249
Additions	0	0	7,495	0	566,136	6,230	7,607,555	8,187,416
(Disposals)	0	0	0	0	0	0	0	0
Revaluation - Increments - (Decrements)	0	0	0	0	0	0	0	0
Impairment - (losses) - reversals	0	0	0	0	0	0	0	0
Depreciation (Expense)	(1,130,546)	(63,011)	(14,414)	(9,384)	(173,159)	(286,326)	0	(1,676,840)
Other Movements	0	0	0	7,000	1,067,304	79,565	(1,153,869)	0
Carrying amount at the end of year	29,146,591	802,131	566,064	256,748	3,935,125	5,968,778	7,640,388	48,315,825

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

	2011	2010
	\$	\$
8. TRADE AND OTHER PAYABLES		
Current		
Sundry Creditors	1,444,801	1,745,198
Accrued Interest on Debentures	31,849	35,149
Accrued Salaries and Wages	84,714	40,772
Accrued Expenses	8,112	0
ATO Liability	256,442	149,827
Retentions	544,266	0
	<u>2,370,184</u>	<u>1,970,946</u>
9. LONG-TERM BORROWINGS		
Current		
Secured by Floating Charge		
Debentures	1,114,499	220,689
	<u>1,114,499</u>	<u>220,689</u>
Non-Current		
Secured by Floating Charge		
Debentures	2,098,791	3,213,289
	<u>2,098,791</u>	<u>3,213,289</u>
Additional detail on borrowings is provided in Note 21.		
10. PROVISIONS		
Current		
Provision for Annual Leave	535,064	379,260
Provision for RDO	65,372	39,803
Provision for Long Service Leave	302,714	293,938
	<u>903,150</u>	<u>713,001</u>
Non-Current		
Provision for Long Service Leave	89,878	71,706
	<u>89,878</u>	<u>71,706</u>

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

	2011 \$	2011 Budget \$	2010 \$
11. RESERVES - CASH BACKED			
(a) Waste Management			
Opening Balance	540,322	540,322	349,421
Amount Set Aside / Transfer to Reserve	38,856	1,359,141	261,872
Amount Used / Transfer from Reserve	<u>(296,720)</u>	<u>(1,588,209)</u>	<u>(70,971)</u>
	<u>282,458</u>	<u>311,254</u>	<u>540,322</u>
(b) Airport General			
Opening Balance	4,285,594	4,285,594	4,170,462
Amount Set Aside / Transfer to Reserve	1,498,547	6,454,876	465,728
Amount Used / Transfer from Reserve	0	<u>(7,685,847)</u>	<u>(350,596)</u>
	<u>5,784,141</u>	<u>3,054,623</u>	<u>4,285,594</u>
(c) Plant and Equipment			
Opening Balance	138,298	138,298	240,723
Amount Set Aside / Transfer to Reserve	9,945	6,915	18,985
Amount Used / Transfer from Reserve	<u>(115,000)</u>	<u>(130,000)</u>	<u>(121,410)</u>
	<u>33,243</u>	<u>15,213</u>	<u>138,298</u>
(d) Leisure Centre			
Opening Balance	69,645	69,645	67,406
Amount Set Aside / Transfer to Reserve	5,009	3,482	2,239
Amount Used / Transfer from Reserve	<u>(32,514)</u>	<u>(60,000)</u>	<u>0</u>
	<u>42,140</u>	<u>13,127</u>	<u>69,645</u>
(e) Parking			
Opening Balance	247,306	247,306	152,918
Amount Set Aside / Transfer to Reserve	17,784	62,365	94,388
Amount Used / Transfer from Reserve	0	0	0
	<u>265,090</u>	<u>309,671</u>	<u>247,306</u>
(f) Non-Potable Water			
Opening Balance	75,498	75,498	73,070
Amount Set Aside / Transfer to Reserve	5,429	3,775	2,428
Amount Used / Transfer from Reserve	0	0	0
	<u>80,927</u>	<u>79,273</u>	<u>75,498</u>
(g) Civic Buildings			
Opening Balance	6,198	6,198	5,999
Amount Set Aside / Transfer to Reserve	446	310	199
Amount Used / Transfer from Reserve	0	0	0
	<u>6,644</u>	<u>6,508</u>	<u>6,198</u>

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

	2011 \$	2011 Budget \$	2010 \$
11. RESERVES - CASH BACKED			
(h) East Kimberley Tourism			
Opening Balance	91,607	91,607	78,983
Amount Set Aside / Transfer to Reserve	16,587	14,580	12,624
Amount Used / Transfer from Reserve	(7,900)	0	0
	<u>100,294</u>	<u>106,187</u>	<u>91,607</u>
(i) Foreshore Reservation			
Opening Balance	38,431	38,431	33,808
Amount Set Aside / Transfer to Reserve	2,764	55,472	4,623
Amount Used / Transfer from Reserve	0	0	0
	<u>41,195</u>	<u>93,903</u>	<u>38,431</u>
(j) Staff Entitlement			
Opening Balance	170,204	170,204	92,630
Amount Set Aside / Transfer to Reserve	12,240	9,415	77,574
Amount Used / Transfer from Reserve	(9,003)	0	0
	<u>173,441</u>	<u>179,619</u>	<u>170,204</u>
(k) Staff Housing			
Opening Balance	148,075	148,075	19,036
Amount Set Aside / Transfer to Reserve	10,649	7,404	173,632
Amount Used / Transfer from Reserve	0	(150,000)	(44,593)
	<u>158,724</u>	<u>5,479</u>	<u>148,075</u>
(l) Recreation Hardcourts			
Opening Balance	8,168	8,168	7,905
Amount Set Aside / Transfer to Reserve	51,587	73,408	263
Amount Used / Transfer from Reserve	0	(31,000)	0
	<u>59,755</u>	<u>50,576</u>	<u>8,168</u>
(m) Bio Security			
Opening Balance	217,778	217,778	210,776
Amount Set Aside / Transfer to Reserve	15,661	10,889	7,002
Amount Used / Transfer from Reserve	0	0	0
	<u>233,439</u>	<u>228,667</u>	<u>217,778</u>
(n) Childcare			
Opening Balance	104,011	104,011	431,882
Amount Set Aside / Transfer to Reserve	17,980	15,700	17,952
Amount Used / Transfer from Reserve	(6,545)	(10,000)	(345,823)
	<u>115,446</u>	<u>109,711</u>	<u>104,011</u>

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

	2011 \$	2011 Budget \$	2010 \$
11. RESERVES - CASH BACKED			
(o) Parks			
Opening Balance	501,735	501,735	681,606
Amount Set Aside / Transfer to Reserve	36,081	25,087	22,644
Amount Used / Transfer from Reserve	<u>(113,000)</u>	<u>(70,000)</u>	<u>(202,515)</u>
	<u>424,816</u>	<u>456,822</u>	<u>501,735</u>
(p) Developer Contributions - Egret Close			
Opening Balance	115,147	115,147	111,445
Amount Set Aside / Transfer to Reserve	8,280	4,853	3,702
Amount Used / Transfer from Reserve	<u>0</u>	<u>(120,000)</u>	<u>0</u>
	<u>123,427</u>	<u>0</u>	<u>115,147</u>
(q) Legal Fees			
Opening Balance	0	0	0
Amount Set Aside / Transfer to Reserve	3,068	0	0
Amount Used / Transfer from Reserve	<u>0</u>	<u>0</u>	<u>0</u>
	<u>3,068</u>	<u>0</u>	<u>0</u>
(r) Youth Bus			
Opening Balance	0	0	0
Amount Set Aside / Transfer to Reserve	4,095	10,000	0
Amount Used / Transfer from Reserve	<u>0</u>	<u>0</u>	<u>0</u>
	<u>4,095</u>	<u>10,000</u>	<u>0</u>
(s) Footpaths			
Opening Balance	0	0	0
Amount Set Aside / Transfer to Reserve	184,730	0	0
Amount Used / Transfer from Reserve	<u>0</u>	<u>0</u>	<u>0</u>
	<u>184,730</u>	<u>0</u>	<u>0</u>
TOTAL CASH BACKED RESERVES	<u><u>8,117,073</u></u>	<u><u>5,030,633</u></u>	<u><u>6,758,017</u></u>

All of the reserve accounts are supported by money held in financial institutions and match the amounts shown as restricted cash of this financial report.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

11. RESERVES - CASH BACKED

In accordance with council resolutions in relation to each reserve account, the purpose for which the funds 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.

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.

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

11. RESERVES - CASH BACKED

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.

Legal Fees

To hold funds not expended in any budget year to accumulate to cover any significant legal costs or expenses related to regulatory prosecution and enforcement matters.

Youth Bus

To transfer fees from hire of Youth Buses to provide funds for repairs, maintenance and replacement of the Youth Buses.

Footpaths

To hold developer contributions for construction of footpaths after housing construction is completed in new subdivisions

12. RESERVES - ASSET REVALUATION

The Shire of Wyndham-East Kimberley did not perform an asset revaluation for the financial period 2010/11 and no asset revaluation reserve exists.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

13. NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of Cash

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

	2011 \$	2011 Budget \$	2010 \$
Cash and Cash Equivalents	<u>14,549,320</u>	<u>6,216,672</u>	<u>18,657,571</u>

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

Net Result	10,226,735	3,364,566	11,773,430
Depreciation	3,001,152	2,544,500	2,704,680
(Profit)/Loss on Sale of Asset	(59,376)	(361,028)	(391,284)
(Increase)/Decrease in Receivables	(1,784,684)	1,542,172	(201,229)
(Increase)/Decrease in Inventories	(9,930)	(1,928)	1,315
Increase/(Decrease) in Payables	402,538	(2,030,613)	(36,917)
Increase/(Decrease) in GST	(202,909)	0	(113,731)
Increase/(Decrease) in Interest on Borrowings	(3,300)	0	(12,414)
Increase/(Decrease) in Employee Provisions	208,321	(116,946)	119,781
Grants/Contributions for the Development of Assets	<u>(8,233,173)</u>	<u>(13,158,911)</u>	<u>(10,315,276)</u>
Net Cash from Operating Activities	<u>3,545,374</u>	<u>(8,218,188)</u>	<u>3,528,355</u>

**(c) Undrawn Borrowing Facilities
Credit Standby Arrangements**

Bank Overdraft limit	0	0
Bank Overdraft at Balance Date	0	0
Credit Card limit	45,000	50,000
Credit Card Balance at Balance Date	<u>(10,292)</u>	<u>0</u>
Total Amount of Credit Unused	<u>34,708</u>	<u>50,000</u>

Loan Facilities

Loan Facilities - Current	1,114,499	220,689
Loan Facilities - Non-Current	2,098,791	3,213,289
Total Facilities in Use at Balance Date	<u>3,213,290</u>	<u>3,433,978</u>

Unused Loan Facilities at Balance Date	<u>0</u>	<u>0</u>
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SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

14. CONTINGENT LIABILITIES

A claim of \$422,921 for flood damage to a residential property has been lodged against the Shire. The claim is in discovery stage. Based on advice received, it is believed that the likelihood of a judgement against Shire is remote and in any event the Shire is fully insured.

15. CAPITAL AND LEASING COMMITMENTS	2011	2010
	\$	\$

(a) Finance Lease Commitments

The Shire of Wyndham-East Kimberley has no significant or material finance leasing commitments for the year ended 30 June 2011.

(b) Operating Lease Commitments

Non-cancellable operating leases contracted for but not capitalised in the accounts.

Payable:

- not later than one year	134,587	107,234
- later than one year but not later than five years	21,445	54,636
- later than five years	0	0
	<u>156,032</u>	<u>161,870</u>

(c) Capital Expenditure Commitments

Contracted for:

- capital expenditure projects	5,344,664	10,037,439
- plant & equipment purchases	0	0

Payable:

- not later than one year	5,344,664	9,678,523
- later than one year but not later than five years	0	358,916
	<u>5,344,664</u>	<u>10,037,439</u>

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

Kalumbaru Road Resheet	0	983,000
Project Management East Kimberley Regional Airport Terminal Upgrade	3,564	151,052
Construction East Kimberley Regional Airport Terminal Upgrade	2,842,542	8,586,513
RPT Taxiway Upgrade	0	316,874
Construction Wyndham Community Jetty	633,925	0
Kalumburu Road Reconstruction	154,023	0
Construction Staff Housing	1,710,610	0
	<u>5,344,664</u>	<u>10,037,439</u>

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

16. JOINT VENTURE

The Shire of Wyndham-East Kimberley was not involved in any Joint Ventures in the 2010/11 financial year.

17. TOTAL ASSETS CLASSIFIED BY FUNCTION AND ACTIVITY

	2011	2010
	\$	\$
Governance	920,445	922,570
Law, Order, Public Safety	162,784	164,851
Health	44,754	46,942
Education and Welfare	3,579,080	3,642,939
Housing	2,475,612	2,095,742
Community Amenities	2,548,534	2,467,538
Recreation and Culture	13,914,780	8,219,224
Transport	47,966,625	41,842,618
Economic Services	664,021	668,484
Other Property and Services	4,140,684	3,676,487
Unallocated	14,270,382	16,326,700
	<u>90,687,701</u>	<u>80,074,095</u>

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

18. FINANCIAL RATIOS	2011	2010	2009
Current Ratio	1.362	1.297	1.174
Untied Cash to Unpaid Trade Creditors Ratio	1.545	1.172	1.338
Debt Ratio	0.073	0.077	0.077
Debt Service Ratio	0.021	0.032	0.015
Gross Debt to Revenue Ratio	0.158	0.196	0.141
Gross Debt to Economically Realisable Assets Ratio	0.076	0.090	0.086
Rate Coverage Ratio	0.202	0.186	0.200
Outstanding Rates Ratio	0.071	0.051	0.052

The above ratios are calculated as follows:

Current Ratio	$\frac{\text{current assets minus restricted assets}}{\text{current liabilities minus liabilities associated with restricted assets}}$
Untied Cash to Unpaid Trade Creditors Ratio	$\frac{\text{untied cash}}{\text{unpaid trade creditors}}$
Debt Ratio	$\frac{\text{total liabilities}}{\text{total assets}}$
Debt Service Ratio	$\frac{\text{debt service cost}}{\text{available operating revenue}}$
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	$\frac{\text{rates outstanding}}{\text{rates collectable}}$

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

19. TRUST FUNDS

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

	Balance 1-Jul-10 \$	Amounts Received \$	Amounts Paid (\$)	Balance 30-Jun-11 \$
Housing Bonds	9,020	14,530	(6,090)	17,460
ASIC - Airport Security Card	5,800	1,250	(1,300)	5,750
Footpath Bonds	32,293	19,780	(24,653)	27,420
Hall Hire Bonds - Kununurra Leisure Centre	150	5,800	(3,100)	2,850
Hall Hire Bonds - Peter Reid Memorial Hall	100	6,000	(6,100)	0
Hire Bonds - Youth Centre	1,200	9,350	(6,050)	4,500
Oval Hire Bonds - Wyndham Oval	400	0	0	400
Cash in Lieu of Public Open Space	350,654	15,621	0	366,275
Lease Bonds	10,000	0	0	10,000
Election Nomination Bonds	0	0	0	0
Kimberley Zone Aboriginal Housing Project	11,000,000	612,831	(203,667)	11,409,164
Builders Registration Board	0	6,489	(6,408)	81
Building Construction Industry Trust Fund	0	144,534	(141,906)	2,628
Kununurra 50th Birthday	0	6,600	0	6,600
50th Anniversary Number Plates	0	9,625	0	9,625
Transport Clearing Account	0	277,674	(277,674)	0
Other Trust Funds	40	305,944	(305,904)	80
	<u>11,409,657</u>	<u>1,436,028</u>	<u>(982,852)</u>	<u>11,862,833</u>

20. DISPOSALS OF ASSETS - 2010/11 FINANCIAL YEAR

The following assets were disposed of during the year.

	Net Book Value		Sale Price		Profit (Loss)	
	Actual \$	Budget \$	Actual \$	Budget \$	Actual \$	Budget \$
Transport						
Airport Land	0	50,000	85,393	300,000	85,393	250,000
Other Property and Services						
Light Plant						
P326 - 4WD S/Cab Tray Top Utility	0	587	0	13,000	0	12,413
P103 - Toyota Prado	12,097	12,097	30,000	30,000	17,903	17,903
P204 - Toyota Landcruiser TD	0	940	0	25,800	0	24,860
P215 - Holden Rodeo DX	0	6,857	0	10,000	0	3,143
P104 - Holden Rodeo Crew Cab LX	0	664	0	7,000	0	6,336
P471 - Toyota Hilux SR	0	13,603	0	25,500	0	11,897
P303 - Toyota Hilux 3LTD	0	0	0	24,153	0	24,153
P214 - Aboriginal Health Trailer	5,128	0	0	0	(5,128)	0
Medium Plant						
P331 - Wyndham 3 Tonne Truck	0	8,439	0	18,553	0	10,114
Heavy Plant						
P474 Caterpillar Loader	63,792	65,000	25,000	65,000	(38,792)	0
Airport Plant						
P211 Toyota Hilux S/Cab Utility	0	9,791	0	10,000	0	209
	<u>81,017</u>	<u>167,978</u>	<u>140,393</u>	<u>529,006</u>	<u>59,376</u>	<u>361,028</u>

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

21. INFORMATION ON BORROWINGS

(a) Repayments - Debentures

Particulars	Principal 1-Jul-10 \$	New Loans \$	Principal Repayments		Principal 30-Jun-11		Interest Repayments	
			Actual \$	Budget \$	Actual \$	Budget \$	Actual \$	Budget \$
Governance	490,000		37,018	37,018	452,982	452,982	28,949	28,949
L122 Administration Building Land								
Education and Welfare	545,139		43,680	43,680	501,459	501,459	32,593	32,593
L120 Kununurra Childcare Centre								
Housing	107,842		10,004	10,004	97,838	97,838	6,263	6,263
L115 Staff Housing								
L121 Staff Housing	880,000		0	0	880,000	880,000	47,527	47,527
NL Wyndham Staff Housing	0	0	0	0	0	550,000	0	0
Recreation and Culture	602,568		55,897	55,897	546,671	546,671	34,996	34,996
L113 KNX Aquatic Centre Refurbishment								
L114 WYN Recreation Centre	252,755		23,447	23,447	229,308	229,308	14,680	14,680
L118 KNX Youth Centre	213,236		20,457	20,457	192,779	192,779	15,030	15,030
L119 Multi Purpose Courts	342,438		30,185	30,186	312,253	312,253	18,812	18,812
	3,433,978	0	220,688	220,689	3,213,290	3,763,290	198,850	198,850

All loan repayments were financed by general purpose revenue.

(b) New Debentures - 2010/11

Particulars/Purpose	Amount Borrowed		Institution	Loan Type	Term (Years)	Total Interest & Charges \$	Interest Rate %	Amount Used		Balance Unspent \$
	Actual \$	Budget \$						Actual \$	Budget \$	
NL Wyndham Staff Housing	0	550,000	N/A	N/A	N/A	N/A	N/A	0	550,000	0

(c) Unspent Debentures - Council had no unspent debentures at 30 June 2011.

(d) Overdraft - Council has no overdraft facility.

**SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011**

22. RATING INFORMATION - 2010/11 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	7.1200	1,530	52,613,818	3,746,104	93,713	(6,259)	3,833,558	3,746,104	8,511	0	3,754,615
GRV - Other	5.6960	1	101,764	5,796	0	0	5,796	5,796	0	0	5,796
UV - Rural Agriculture 1	0.4826	98	106,875,881	515,783	(5,220)	0	510,563	519,345	0	0	519,345
UV - Rural Agriculture 2	0.4321	112	55,120,000	238,174	0	(1,686)	236,488	237,562	0	0	237,562
UV - Rural Residential	0.6997	175	32,383,600	226,588	114,090	9,003	349,681	231,259	0	0	231,259
UV - Other	0.4574	6	1,264,000	5,782	(1,787)	21,961	25,956	0	0	0	0
UV - Pastoral	1.8299	21	13,300,819	243,392	(17,705)	0	225,687	246,137	0	0	246,137
UV - Mining	9.1090	69	2,109,860	192,187	29,108	3,827	225,122	192,187	0	0	192,187
Sub-Totals		2,012	263,769,742	5,173,806	212,199	26,846	5,412,851	5,178,390	8,511	0	5,186,901
Minimum Rates	Minimum \$										
GRV - Townsites	830	395	3,013,684	327,850	0	0	327,850	320,380	0	0	320,380
GRV - Other	830	0	0	0	0	0	0	0	0	0	0
UV - Rural Agriculture 1	830	8	3,811,719	6,640	0	0	6,640	6,640	0	0	6,640
UV - Rural Agriculture 2	830	0	0	0	0	0	0	0	0	0	0
UV - Rural Residential	830	0	0	0	0	0	0	0	0	0	0
UV - Other	830	1	0	830	0	0	830	0	0	0	0
UV - Pastoral	830	4	113,355	3,320	0	0	3,320	3,320	0	0	3,320
UV - Mining	1,100	76	245,149	83,600	0	0	83,600	83,600	0	0	83,600
Sub-Totals		484	7,183,907	422,240	0	0	422,240	413,940	0	0	413,940
Ex-Gratia Rates							5,835,091				5,600,841
Specified Area Rate (refer note 23)							2,888				5,100
Discounts (refer note 25)							0				0
Excess Rates							5,837,979				5,605,941
Totals							(139,291)				(140,000)
							12,291				5,465,941
							5,698,688				5,465,941

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

23. SPECIFIED AREA RATE - 2010/11 FINANCIAL YEAR

The Shire of Wyndham-East Kimberley conducted no specified area rating for the 2010/11 financial year.

24. SERVICE CHARGES - 2010/11 FINANCIAL YEAR

The Shire of Wyndham-East Kimberley collected no service charges for the 2010/11 financial year.

**25. DISCOUNTS, INCENTIVES, CONCESSIONS, & WRITE-OFFS
- 2010/11 FINANCIAL YEAR**

	Type	Disc %	Total Cost/ Value \$	Budget Cost/ Value \$
General Rates	Discount	5.00%	139,291	140,000
			139,291	140,000
Rate Assessment	Write-Off	N/A	657.22	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.

26. INTEREST CHARGES AND INSTALMENTS - 2010/11 FINANCIAL YEAR

	Interest Rate %	Admin. Charge \$	Revenue \$	Budgeted Revenue \$
Interest on Unpaid Rates	11.00%	0	55,079	35,000
Interest on Instalments Plan	5.00%	0	15,705	5,000
Charges on Instalment Plan	0	5	5,855	16,000
			76,639	56,000

Ratepayers had the option of paying rates in four equal instalments, due on 23 September 2010, 25 November 2010, 27 January 2011 and 24 March 2011. Administration charges and interest applied for the final three instalments.

27. FEES & CHARGES	2011 \$	2010 \$
Governance	22,281	31,147
General Purpose Funding	16,793	15,249
Law, Order, Public Safety	15,503	14,132
Health	46,086	47,769
Education and Welfare	65,825	57,603
Housing	133,168	144,645
Community Amenities	1,488,308	1,220,039
Recreation and Culture	286,971	337,908
Transport	3,893,967	3,647,630
Economic Services	163,966	210,358
Other Property and Services	0	909
	<u>6,132,868</u>	<u>5,727,389</u>

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

28. GRANT REVENUE

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

	2011	2010
	\$	\$
By Nature and Type:		
Operating Grants, Subsidies and Contributions	6,932,806	5,300,589
Non-Operating Grants, Subsidies and Contributions	8,233,173	10,315,276
	<u>15,165,979</u>	<u>15,615,865</u>
By Program:		
Governance	1,054,426	264,567
General Purpose Funding	4,154,577	3,806,033
Law, Order, Public Safety	38,272	40,500
Health	0	0
Education and Welfare	50,790	50,039
Housing	0	100,000
Community Amenities	1,069,266	488,647
Recreation and Culture	4,929,601	4,112,803
Transport	3,529,946	6,416,011
Economic Services	0	250,000
Other Property and Services	339,101	87,265
	<u>15,165,979</u>	<u>15,615,865</u>

29. ELECTED MEMBERS REMUNERATION

	2011	2011	2010
	\$	Budget	\$
		\$	

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

Meeting Fees	60,000	60,000	56,000
President's Allowance	18,000	18,000	12,000
Deputy President's Allowance	4,500	4,500	3,000
Travelling Expenses	2,499	2,000	1,368
Technology Allowance	9,000	9,000	8,333
Telecommunications Allowance	21,600	21,600	20,000
	<u>115,599</u>	<u>115,100</u>	<u>100,701</u>

30. EMPLOYEE NUMBERS

	2011	2010
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The number of full-time equivalent employees at balance date

	<u>78</u>	<u>76</u>
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31. MAJOR LAND TRANSACTIONS

Council did not participate in any major land transactions during the 2010/11 financial year.

32. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

Council did not participate in any trading undertakings or major trading undertakings during the 2010/11 financial year.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

33. 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	
	2011 \$	2010 \$	2011 \$	2010 \$
Financial Assets				
Cash and cash equivalents	14,549,320	18,657,571	14,549,320	18,657,571
Receivables	3,484,102	1,490,700	3,484,102	1,490,700
Other Financial Assets	6,683	6,683	6,683	6,683
	<u>18,033,422</u>	<u>20,148,271</u>	<u>18,033,422</u>	<u>20,148,271</u>
Financial Liabilities				
Payables	2,370,184	1,970,946	2,370,184	1,970,946
Borrowings	3,213,290	3,433,978	2,361,434	3,455,978
	<u>5,583,474</u>	<u>5,404,924</u>	<u>4,731,618</u>	<u>5,426,924</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
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

33. 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.

	2011	2010
	\$	\$
Impact of a 1% (*) movement in interest rates on cash and investments:		
- Equity	145,493	112,226
- Statement of Comprehensive Income	145,493	112,226

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

33. 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:

	2011	2010
Percentage of Rates and Annual Charges		
- Current	0.00%	0.00%
- Overdue	100.00%	100.00%
Percentage of Other Receivables		
- Current	77.91%	71.56%
- Overdue	22.09%	28.44%

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

33. 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:

	<u>2011</u>	Due within 1 year \$	Due between 1 & 5 years \$	Due after 5 years \$	Total contractual cash flows \$	Carrying values \$
Payables	2,370,184			0	0	2,370,184
Borrowings	420,997	1,496,371	1,117,612	1,117,612	3,034,981	3,213,290
	<u>2,791,181</u>	<u>1,496,371</u>	<u>1,117,612</u>	<u>1,117,612</u>	<u>3,034,981</u>	<u>5,583,474</u>
Payables	1,970,946			0	1,970,946	1,970,946
Borrowings	420,997	1,543,275	1,491,705	1,491,705	3,455,977	3,433,978
	<u>2,391,943</u>	<u>1,543,275</u>	<u>1,491,705</u>	<u>1,491,705</u>	<u>5,426,923</u>	<u>5,404,924</u>

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2011

33. FINANCIAL RISK MANAGEMENT (Continued)

**(c) Payables
 Borrowings (Continued)**

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

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

	<1 year	>1<2 years	>2<3 years	>3<4 years	>4<5 years	>5 years	Total	Weighted Average Effective Interest Rate
	\$	\$	\$	\$	\$	\$	\$	%
Year Ended 30 June 2011								
Payables	0	0	0	0	0	0	0	
Borrowings	0	0	0	0	0	0	0	
Fixed Rate								
Debtentures	880,000	0	0	0	0	2,333,290	3,213,290	5.92%
Weighted Average Effective Interest Rate	5.33%					6.14%		
Year Ended 30 June 2010								
Payables	0	0	0	0	0	0	0	
Borrowings	0	0	0	0	0	0	0	
Fixed Rate								
Debtentures	0	880,000	0	0	0	2,553,978	3,433,978	5.94%
Weighted Average Effective Interest Rate		5.33%				6.14%		

**INDEPENDENT AUDITOR'S 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 statement of financial position as at 30 June 2011, statement of comprehensive income by nature or type, statement of comprehensive income by program, statement of changes in equity, statement of cash flows and the rate setting statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the statement by Chief Executive Officer.

Management's Responsibility for the Financial Report

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

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. 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 about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view 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 Council, as well as evaluating the overall presentation of the financial report.

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

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 2011 and of its performance for the year ended on that date; and
- b complying with Australian Accounting Standards, the Local Government Act 1995 (as amended) and the Local Government (Financial Management) Regulations 1996 (as amended).

**INDEPENDENT AUDITOR'S REPORT
TO THE ELECTORS OF THE SHIRE OF WYNDHAM – EAST KIMBERLEY (Continued)**

Report on Other Legal and Regulatory Requirements

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

- a) There are no matters that in our opinion indicate significant adverse trends in the financial position or 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: 24 October 2011
Perth, WA