



City of Fremantle

a port city of consequence



CITY OF FREMANTLE

BUDGET

FOR THE YEAR ENDED 30th JUNE 2015

STATUTORY DOCUMENTS

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**CITY OF FREMANTLE
STATEMENT OF COMPREHENSIVE INCOME
BY NATURE OR TYPE
FOR THE YEAR ENDED 30th JUNE 2015**

	NOTE	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
Revenue				
Rates	8	38,158,146	35,959,025	36,109,025
Operating Grants, Subsidies and Contributions		4,713,617	4,583,000	4,385,414
Fees and Charges	11	25,409,733	23,551,000	24,857,961
Service Charges	10	-	-	-
Interest Earnings	2(a)	1,940,754	1,730,000	1,910,227
Other Revenue		146,524	216,000	106,198
		<u>70,368,774</u>	<u>66,039,025</u>	<u>67,368,825</u>
Expenses				
Employee Costs		(35,075,223)	(31,940,000)	(32,239,159)
Materials and Contracts		(23,083,280)	(22,266,127)	(21,417,954)
Utility Charges		(1,769,292)	(1,767,000)	(2,112,911)
Depreciation on Non-Current Assets	2(a)	(7,332,019)	(7,395,229)	(8,893,459)
Interest Expenses	2(a)	(539,464)	(477,756)	(477,756)
Insurance Expenses		(878,565)	(858,000)	(858,172)
Other Expenditure		(1,865,627)	(1,958,000)	(1,910,537)
		<u>(70,543,470)</u>	<u>(66,662,112)</u>	<u>(67,909,948)</u>
		(174,696)	(623,087)	(541,123)
Non-Operating Grants, Subsidies and Contributions		3,230,135	3,016,000	3,690,319
Profit on Asset Disposals	4	4,200,000	-	349
Loss on Asset Disposals	4	(1,169,133)	(615,000)	(1,485,779)
NET RESULT		6,086,306	1,777,913	1,663,766
Other Comprehensive Income				
Changes on Revaluation of non-current assets		-	-	-
Total Other Comprehensive Income		<u>-</u>	<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME		<u>6,086,306</u>	<u>1,777,913</u>	<u>1,663,766</u>

Notes:

All fair value adjustments relating to remeasurement of financial assets at fair value through profit or loss and (if any) changes on revaluation of non-current assets in accordance with the mandating of fair value measurement through Other Comprehensive Income, is impacted upon by external forces and is not able to be reliably estimated at the time of budget adoption.

Fair value adjustments relating to the re-measurement of financial assets at fair value through profit or loss will be assessed at the time they occur with compensating budget amendments made as necessary.

It is anticipated, in all instances, any changes upon revaluation of non-current assets will relate to non-cash transactions and as such, have no impact on this budget document.

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

CITY OF FREMANTLE
STATEMENT OF COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30th JUNE 2015

	NOTE	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
Revenue (Refer Notes 1,2,8 to 13)				
Governance		190,670	287,625	228,128
General Purpose Funding		41,224,490	38,145,401	39,243,531
Law, Order, Public Safety		2,318,500	2,313,897	2,806,950
Health		491,000	469,627	435,600
Education and Welfare		2,072,595	1,993,435	1,909,919
Housing		-	74,079	135,180
Community Amenities		1,778,900	1,694,817	1,680,900
Recreation and Culture		6,529,999	4,845,660	4,841,396
Transport		11,564,880	11,773,882	10,804,481
Economic Services		540,040	462,328	684,840
Other Property and Services		3,657,700	3,978,274	4,597,900
		<u>70,368,774</u>	<u>66,039,025</u>	<u>67,368,825</u>
Expenses Excluding				
Finance Costs (Refer Notes 1,2 & 14)				
Governance		(4,675,803)	(5,085,460)	(4,304,910)
General Purpose Funding		(1,234,527)	(1,030,529)	(972,752)
Law, Order, Public Safety		(4,355,419)	(4,181,263)	(4,396,660)
Health		(891,187)	(855,713)	(863,297)
Education and Welfare		(5,109,018)	(4,733,032)	(5,005,610)
Housing		(56,813)	(123,366)	(105,238)
Community Amenities		(12,016,727)	(11,129,333)	(11,628,629)
Recreation & Culture		(19,629,723)	(17,217,115)	(18,185,970)
Transport		(16,735,081)	(16,862,560)	(17,508,380)
Economic Services		(2,442,166)	(2,290,362)	(2,176,647)
Other Property and Services		(2,857,542)	(2,675,623)	(2,284,099)
		<u>(70,004,006)</u>	<u>(66,184,356)</u>	<u>(67,432,192)</u>
Finance Costs (Refer Notes 2 & 5)				
Governance		(13,645)	(17,627)	(17,627)
General Purpose Funding		-	-	-
Law, Order, Public Safety		-	-	-
Health		-	-	-
Education and Welfare		(29,190)	(45,388)	(45,388)
Housing		-	-	-
Community Amenities		-	-	-
Recreation & Culture		(20,571)	(25,373)	(25,373)
Transport		(442,957)	(352,441)	(352,441)
Economic Services		-	-	-
Other Property and Services		(33,101)	(36,927)	(36,927)
		<u>(539,464)</u>	<u>(477,756)</u>	<u>(477,756)</u>
Non-operating Grants, Subsidies and Contributions				
Governance		-	-	75,000
General Purpose Funding		-	-	-
Law, Order, Public Safety		-	70,000	138,099
Health		-	-	-
Education and Welfare		-	108,296	-
Housing		-	-	-
Community Amenities		-	-	-
Recreation & Culture		1,016,571	1,764,181	2,172,771
Transport		1,227,564	1,073,523	1,304,449
Economic Services		-	-	-
Other Property and Services		986,000	-	-
		<u>3,230,135</u>	<u>3,016,000</u>	<u>3,690,319</u>

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**CITY OF FREMANTLE
STATEMENT OF COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30th JUNE 2015**

(Continued)

	NOTE	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
Profit/(Loss) On				
Disposal Of Assets (Refer Note 4)				
Governance		399,507	(78,225)	-
General Purpose Funding		-	-	-
Law, Order, Public Safety		876	(964)	1,006
Health		1,502	-	-
Education and Welfare		7,002	4,944	(85,400)
Housing		-	(1,046,646)	(1,062,949)
Community Amenities		-	3,321	-
Recreation & Culture		(1,992)	(4,001)	-
Transport		9,500,000	312,059	(3,131)
Economic Services		-	-	-
Other Property and Services		(6,876,028)	194,512	(334,956)
		<u>3,030,867</u>	<u>(615,000)</u>	<u>(1,485,430)</u>
NET RESULT		6,086,306	1,777,913	1,663,766
Other Comprehensive Income				
Changes on Revaluation of non-current assets		-	-	-
Total Other Comprehensive Income		<u>-</u>	<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME		<u>6,086,306</u>	<u>1,777,913</u>	<u>1,663,766</u>

Notes:

All fair value adjustments relating to remeasurement of financial assets at fair value through profit or loss and (if any) changes on revaluation of non-current assets in accordance with the mandating of fair value measurement through Other Comprehensive Income, is impacted upon by external forces and is not able to be reliably estimated at the time of budget adoption.

Fair value adjustments relating to the re-measurement of financial assets at fair value through profit or loss will be assessed at the time they occur with compensating budget amendments made as necessary.

It is anticipated, in all instances, any changes upon revaluation of non-current assets will relate to non-cash transactions and as such, have no impact on this budget document.

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

**CITY OF FREMANTLE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30th JUNE 2015**

	NOTE	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
Cash Flows From Operating Activities				
Receipts				
Rates		38,158,146	35,959,025	36,109,025
Operating Grants, Subsidies and Contributions		4,713,617	4,983,000	4,385,414
Fees and Charges		25,409,733	25,351,000	24,857,961
Service Charges		-	-	-
Interest Earnings		1,940,754	1,730,000	1,910,227
Goods and Services Tax		4,900,000	4,100,000	2,570,000
Other Revenue		146,524	216,000	106,198
		<u>75,268,774</u>	<u>72,339,025</u>	<u>69,938,825</u>
Payments				
Employee Costs		(35,075,223)	(31,909,807)	(32,239,159)
Materials and Contracts		(23,741,176)	(24,500,190)	(21,305,266)
Utility Charges		(1,769,292)	(1,937,000)	(2,112,911)
Interest Expenses		(539,464)	(477,756)	(477,756)
Insurance Expenses		(878,565)	(938,000)	(858,172)
Goods and Services Tax		(2,300,000)	(2,200,000)	(3,682,688)
Other Expenditure		(1,865,627)	(2,148,000)	(1,910,537)
		<u>(66,169,347)</u>	<u>(64,110,753)</u>	<u>(62,586,489)</u>
Net Cash Provided By Operating Activities	15(b)	<u>9,099,427</u>	<u>8,228,272</u>	<u>7,352,336</u>
Cash Flows from Investing Activities				
Payments for Development of Land Held for Resale	3	-	-	-
Payments for Purchase of Property, Plant & Equipment	3	(11,840,421)	(2,863,000)	(16,652,972)
Payments for Construction of Infrastructure	3	(13,408,988)	(14,409,000)	(19,201,438)
Advances to Community Groups Non-Operating Grants, Subsidies and Contributions used for the Development of Assets		3,230,135	3,016,000	3,690,319
Proceeds from Sale of Plant & Equipment	4	38,652,999	10,670,796	14,471,500
Proceeds from Advances		-	-	-
Net Cash Used in Investing Activities		<u>16,633,725</u>	<u>(3,585,204)</u>	<u>(17,692,591)</u>
Cash Flows from Financing Activities				
Repayment of Debentures	5	(1,491,418)	(1,421,436)	(1,421,436)
Proceeds from Self Supporting Loans	20	200,236	134,063	134,063
Proceeds from New Debentures	5	10,658,030	3,350,000	18,515,000
Net Cash Provided By (Used In) Financing Activities		<u>9,366,848</u>	<u>2,062,627</u>	<u>17,227,627</u>
Net Increase (Decrease) in Cash Held Cash at Beginning of Year		35,100,000 39,000,000	6,705,695 32,294,305	6,887,372 32,293,065
Cash and Cash Equivalents at the End of the Year	15(a)	<u><u>74,100,000</u></u>	<u><u>39,000,000</u></u>	<u><u>39,180,437</u></u>

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

**CITY OF FREMANTLE
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30th JUNE 2015**

	NOTE	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
Revenues	1,2			
Governance		590,177	209,400	303,128
General Purpose Funding		3,204,344	2,321,541	3,134,506
Law, Order, Public Safety		2,319,376	2,382,933	2,946,055
Health		492,502	469,627	435,600
Education and Welfare		2,079,597	2,106,675	1,909,919
Housing		-	(972,567)	135,180
Community Amenities		1,778,900	1,698,138	1,680,900
Recreation and Culture		7,544,578	6,605,840	7,014,167
Transport		22,292,444	13,159,464	12,108,930
Economic Services		540,040	462,328	684,840
Other Property and Services		(2,232,328)	4,172,786	4,597,900
		<u>38,609,630</u>	<u>32,616,165</u>	<u>34,951,125</u>
Expenses	1,2			
Governance		(4,689,448)	(5,103,087)	(4,322,537)
General Purpose Funding		(1,234,527)	(1,030,529)	(972,752)
Law, Order, Public Safety		(4,355,419)	(4,181,263)	(4,396,660)
Health		(891,187)	(855,713)	(863,297)
Education and Welfare		(5,138,208)	(4,778,420)	(5,136,398)
Housing		(56,813)	(123,366)	(1,168,187)
Community Amenities		(12,016,727)	(11,129,333)	(11,628,629)
Recreation & Culture		(19,650,294)	(17,242,488)	(18,211,343)
Transport		(17,178,038)	(17,215,001)	(17,863,952)
Economic Services		(2,442,166)	(2,290,362)	(2,176,647)
Other Property and Services		(2,890,643)	(2,712,550)	(2,655,982)
		<u>(70,543,470)</u>	<u>(66,662,112)</u>	<u>(69,396,384)</u>
Net Operating Result Excluding Rates		(31,933,840)	(34,045,947)	(34,445,259)
Adjustments for Cash Budget Requirements:				
Non-Cash Expenditure and Revenue				
(Profit)/Loss on Asset Disposals	4	(3,030,867)	615,000	1,485,430
Depreciation on Assets	2(a)	7,332,019	7,395,229	8,893,459
Investment Trust C'Fwd		-	(39,345)	-
Capital Expenditure and Revenue				
Purchase Land Held for Resale	3	-	-	-
Purchase Land and Buildings	3	(10,837,773)	(693,000)	(15,227,873)
Purchase Infrastructure Assets - All	3	(13,408,988)	(13,109,000)	(19,863,555)
Purchase Plant and Equipment	3	(730,580)	(950,000)	(661,000)
Purchase Furniture and Equipment	3	(254,558)	(960,000)	(1,246,099)
Purchase Art Collection	3	(17,510)	(18,000)	(18,000)
Proceeds from Disposal of Assets	4	38,652,999	10,670,796	14,471,500
Repayment of Debentures	5	(1,491,418)	(1,421,436)	(1,421,436)
Proceeds from New Debentures	5	10,658,030	3,350,000	18,515,000
Self-Supporting Loan Principal Income	21	200,236	134,063	134,063
Transfers to Reserves (Restricted Assets)	6	(39,503,504)	(14,203,711)	(18,335,963)
Transfers from Reserves (Restricted Assets)	6	4,475,661	7,025,285	9,350,708
ADD Estimated Surplus/(Deficit) July 1 B/Fwd	7	1,969,947	2,396,153	2,360,000
LESS Estimated Surplus/(Deficit) June 30 C/Fwd	7	100,000	1,969,947	100,000
Amount Required to be Raised from General Rate	8	<u>(38,020,146)</u>	<u>(35,823,860)</u>	<u>(36,109,025)</u>

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

**CITY OF FREMANTLE
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30th JUNE 2015**

	NOTE	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
REVENUES				
Service Charges (Underground Power)	10	-	-	-
Operating Grants and Subsidies		4,713,617	4,583,000	4,385,414
Capital Grants /Contributions for the development of Assets		3,230,135	3,016,000	3,690,319
Fees and Charges	11	25,409,733	23,551,000	24,857,961
Interest Earnings	2(a)	1,940,754	1,730,000	1,910,227
Profit on Sale of Assets	4	4,200,000	-	349
Other Revenue		146,524	216,000	106,198
		<u>39,640,763</u>	<u>33,096,000</u>	<u>34,950,468</u>
EXPENSES				
Employee Costs		(35,075,223)	(31,940,000)	(32,239,159)
Materials and Contracts		(23,083,280)	(22,266,127)	(21,417,954)
Depreciation on Non Current Assets	2(a)	(7,332,019)	(7,395,229)	(8,893,459)
Interest Expenses	2(a)	(539,464)	(477,756)	(477,756)
Utilities (gas, electricity, water)		(1,769,292)	(1,767,000)	(2,112,911)
Loss on Sale of Assets	4	(1,169,133)	(615,000)	(1,485,779)
Insurance Expenses		(878,565)	(858,000)	(858,172)
Other Expenditure		(1,865,627)	(1,958,000)	(1,910,537)
		<u>(71,712,603)</u>	<u>(67,277,112)</u>	<u>(69,395,727)</u>
Net Operating Result Excluding Rates		(32,071,840)	(34,181,112)	(34,445,259)
Adjustments for Cash Budget Requirements:				
Non-Cash Expenditure and Revenue				
(Profit)/Loss on Asset Disposals	4	(3,030,867)	615,000	1,485,430
Depreciation on Assets	2(a)	7,332,019	7,395,229	8,893,459
Investment Trust C/Fwd		-	(39,345)	-
Capital Expenditure and Revenue				
Purchase Land and Buildings	3	(10,837,773)	(693,000)	(15,227,873)
Purchase Infrastructure Assets - All	3	(13,408,988)	(13,109,000)	(19,863,555)
Purchase Vehicles & Heavy Plant	3	(730,580)	(950,000)	(661,000)
Purchase Furniture and Plant & Equipment	3	(254,558)	(960,000)	(1,246,099)
Purchase Art Collection	3	(17,510)	(18,000)	(18,000)
Purchase Intangible Assets	3	-	-	-
Proceeds from Disposal of Assets	4	38,652,999	10,670,796	14,471,500
Repayment of Debentures	5	(1,491,418)	(1,421,436)	(1,421,436)
Investment in Managed Funds		-	-	-
Proceeds from New Debentures	5	10,658,030	3,350,000	18,515,000
Self-Supporting Loan Principal Income	21	200,236	134,063	134,063
New Loan Advances	5	-	-	-
Transfers to Reserves (Restricted Assets)	6	(39,503,504)	(14,203,711)	(18,335,963)
Transfers from Reserves (Restricted Assets)	6	4,475,661	7,025,285	9,350,708
ADD Estimated (Surplus)/Deficit July 1 B/Fwd	7	1,969,947	2,396,153	2,360,000
LESS Estimated (Surplus)/Deficit June 30 C/Fwd	7	100,000	1,969,947	100,000
Amount Required to be Raised from Rates	8	<u>(38,158,146)</u>	<u>(35,959,025)</u>	<u>(36,109,025)</u>

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

CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

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

Except for cash flow and rate setting information, the budget has also been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

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 budget.

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 16 to this budget document.

(b) 2013/14 Actual Balances

Balances shown in this budget as 2013/14 Actual are as forecast at the time of budget preparation and are subject to final adjustments.

(c) Rounding Off Figures

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

(d) 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.

(e) Goods and Services Tax (GST)

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

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

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

(f) Superannuation

The Council contributes to a number of Superannuation Funds on behalf of employees.

All funds to which the Council contributes are defined contribution plans.

(g) Cash and Cash Equivalents

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

CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) Trade and Other Receivables

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

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

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

(i) Inventories

General

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

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

Land Held for Resale

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed.

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

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

(j) Fixed Assets

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

Mandatory Requirement to Revalue Non-Current Assets

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

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

(a) for the financial year ending on 30 June 2013, the fair value of all of the assets of the local government that are plant and equipment; and

(b) for the financial year ending on 30 June 2014, the fair value of all of the assets of the local government -

(i) that are plant and equipment; and

(ii) that are -

(I) land and buildings; or

(II) infrastructure;

and

(c) for a financial year ending on or after 30 June 2015, the fair value of all of the assets of the local government.

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

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

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) Fixed Assets (Continued)

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

Land Under Control

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

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

Whilst they were initially recorded at cost (being fair value at the date of acquisition (deemed cost) as per AASB 116) they were revalued along with other items of Land and Buildings at 30 June 2014.

Initial Recognition and Measurement between Mandatory Revaluation Dates

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

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

Individual assets acquired between initial recognition and the next revaluation of the asset class in accordance with the mandatory measurement framework detailed above, are carried at cost less accumulated depreciation as management believes this approximates fair value. They will be subject to subsequent revaluation of the next anniversary date in accordance with the mandatory measurement framework detailed above.

Revaluation

Increases in the carrying amount arising on revaluation of assets are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

Transitional Arrangement

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

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

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

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) 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 AASB 1051 Land Under Roads and the fact Local Government (Financial Management) Regulation 16(a)(i) prohibits local governments from recognising such land as an asset.

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

Whilst such treatment is inconsistent with the requirements of AASB 1051, Local Government (Financial Management) Regulation 4(2) provides, in the event of such an inconsistency, the Local Government (Financial Management) Regulations prevail.

Consequently, any land under roads acquired on or after 1 July 2008 is not included as an asset of the Council.

Depreciation

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

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

Buildings	40 years
Furniture and Equipment	10 years
Plant and Equipment	10 years
Sealed roads and streets	
formation	not depreciated
pavement	50 years
seal	
- bituminous seals	20 years
- asphalt surfaces	25 years
Footpaths	25 years
Drainage	40 years
Parks and Reserves	25 years

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

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in profit or loss in the period which they arise.

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

Capitalisation Threshold

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

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Fair Value of Assets and Liabilities

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

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

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

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

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

Fair Value Hierarchy

AASB 13 requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurement into one of three possible levels based on the lowest level that an input that is significant to the measurement can be categorised into as follows:

Level 1

Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3

Measurements based on unobservable inputs for the asset or liability.

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

Valuation techniques

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

Market approach

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

CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Fair Value of Assets and Liabilities (Continued)

Income approach

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

Cost approach

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

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

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

(l) Financial Instruments

Initial Recognition and Measurement

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

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

Classification and Subsequent Measurement

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

Amortised cost is calculated as:

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

CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(I) Financial Instruments (Continued)

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

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

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

(ii) Loans and receivables

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

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

(iii) Held-to-maturity investments

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

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

(iv) Available-for-sale financial assets

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

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

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

(v) Financial liabilities

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

CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(l) Financial Instruments (Continued)

Impairment

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

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

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

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

Derecognition

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

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

(m) Impairment of Assets

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

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

Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another standard (e.g. AASB 116) whereby any impairment loss of a revaluation decrease in accordance with that other standard.

CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) Impairment of Assets (Continued)

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.

At the time of adopting this budget, it is not possible to estimate the amount of impairment losses (if any) as at 30 June 2015.

In any event, an impairment loss is a non-cash transaction and consequently, has no impact on this budget document.

(n) Trade and Other Payables

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

(o) Employee Benefits

Short-Term Employee Benefits

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

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

Other Long-Term Employee Benefits

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

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

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(p) Borrowing Costs

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially ready for its intended use or sale.

(q) Provisions

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

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

(r) Current and Non-Current Classification

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

(s) Comparative Figures

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

(t) Budget Comparative Figures

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

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
2. REVENUES AND EXPENSES			
(a) Net Result			
The Net Result includes:			
(i) Charging as Expenses:			
Auditors Remuneration			
Audit Services	33,750	33,750	32,750
Other Services	-	-	-
Depreciation			
<u>By Program</u>			
Governance	144,244	380,519	307,046
General Purpose Funding	-	-	-
Law, Order, Public Safety	98,226	182,550	162,550
Health	3,881	6,563	8,789
Education and Welfare	76,126	120,316	140,992
Housing	-	25,587	28,207
Community Amenities	2,459	1,102	1,102
Recreation and Culture	1,226,116	1,418,772	1,518,772
Transport	4,613,098	4,259,875	5,338,717
Economic Services	3,216	3,047	6,631
Other Property and Services	1,164,653	996,898	1,380,653
	<u>7,332,019</u>	<u>7,395,229</u>	<u>8,893,459</u>
<u>By Class</u>			
Buildings - Freehold	125,572	135,086	117,277
Buildings - Investment	-	-	157,506
Furniture and Equipment	700,146	657,769	686,651
Plant and Equipment	411,716	375,416	552,739
Buildings - Infrastructure	1,543,470	1,543,470	1,482,083
Intangible Assets	99,873	232,246	226,512
Roads	2,954,932	2,954,932	3,770,946
Footpaths	889,231	889,231	964,786
Drainage	317,352	317,352	290,230
Parks and Reserves	289,727	289,727	644,729
	<u>7,332,019</u>	<u>7,395,229</u>	<u>8,893,459</u>
Interest Expenses (Finance Costs)			
- Debentures (<i>refer note 5(a)</i>)	539,464	477,756	477,756
	<u>539,464</u>	<u>477,756</u>	<u>477,756</u>
(ii) Crediting as Revenues:			
Interest Earnings			
Investments			
- Reserve Funds	950,000	600,000	1,000,000
- Other Funds	682,000	846,586	605,000
Other Interest Revenue (<i>refer note 13</i>)	308,754	283,414	305,227
	<u>1,940,754</u>	<u>1,730,000</u>	<u>1,910,227</u>

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective

In order to discharge its responsibilities to the community, Council has developed a set of operational and financial objectives. These objectives have been established both on an overall basis, reflected by the City's Vision, and for each of its broad activities/programs.

VISION

For Fremantle to be recognised as a unique city of cultural and economic significance.

GOVERNANCE

Objective:

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

Activities:

Includes the activities of members of council and administrative support available to the council for provision of governance of the district. Other costs relate to the task of assisting elected members and ratepayers on matters which do not concern specific council services.

GENERAL PURPOSE FUNDING

Objective:

To collect revenue to allow for the provision of services.

Activities:

Rates, general purpose government grants and interest revenue.

LAW, ORDER, PUBLIC SAFETY

Objective:

To provide services to help ensure a safer and environmentally community.

Activities:

Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspects of public safety including emergency services.

HEALTH

Objective:

To provide an operational framework for environmental and community health.

Activities:

Inspection of food outlets and their control, provision of meat inspection services, noise control and waste disposal compliance.

EDUCATION AND WELFARE

Objective:

To provide services to disadvantaged persons, the elderly, children and youth.

Activities:

Maintenance of child minding centre, playgroup centre, senior citizen centre and aged care centre.

Provision and maintenance of home and community care programs and youth services.

HOUSING

Objective:

To provide and maintain elderly residents housing.

Activities:

Provision and maintenance of elderly residents housing.

COMMUNITY AMENITIES

Objective:

To provide services required by the community.

Activities:

Rubbish collection services, litter control, construction and maintenance of urban storm water drains, protection of the environment and administration of town planning schemes and public conveniences.

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

2. REVENUES AND EXPENSES (Continued)

RECREATION AND CULTURE

Objective:

To establish and effectively manage infrastructure and resources which will help the social well being of the community.

Activities:

Maintenance of public halls, civic centres, aquatic centre, beaches, recreation centres and various sporting facilities. Provision and maintenance of parks, gardens and playgrounds. Operation of library and other cultural facilities.

TRANSPORT

Objective:

To provide safe, effective and efficient transport services to the community.

Activities:

Construction and maintenance of roads, streets, footpaths, depots, cycle ways, parking facilities and traffic control. Cleaning of streets and maintenance of street trees, street lighting etc.

ECONOMIC SERVICES

Objective:

To help promote the city and its economic well being.

Activities:

Tourism and area promotion including the maintenance and operation of a caravan park. Provision of services including weed control, vermin control and standpipes. Building Control.

OTHER PROPERTY & SERVICES

Objective:

To monitor and control council's overheads operating accounts.

Activities:

Private works operation, plant repair and operation costs and engineering operation costs.

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

3. ACQUISITION OF ASSETS	2014/15 Budget \$
The following assets are budgeted to be acquired during the year:	
<u>By Program</u>	
Governance	657,200
General Purpose Funding	-
Law, Order, Public Safety	87,000
Health	39,800
Education and Welfare	-
Housing	-
Community Amenities	143,428
Recreation and Culture	4,861,663
Transport	4,903,083
Economic Services	-
Other Property and Services	14,557,235

25,249,409

By Class - Summary

Land Held for Resale	-
Land and Buildings	10,837,773
Infrastructure Assets	13,408,988
Art Collection	17,510
Fleet, Plant and Equipment	730,580
Furniture and Equipment	254,558
	<u>25,249,409</u>

<u>By Class - Detailed</u>	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
Land and Buildings - Freehold	10,032,173	448,000	15,227,873
Land and Buildings - Investment	805,600	245,000	1,045,602
Infrastructure Assets - Roads	3,078,290	3,058,000	3,891,330
Infrastructure Assets - Footpaths	331,060	213,000	472,554
Infrastructure Assets - Parks	2,780,002	2,748,000	4,057,677
Infrastructure Assets - Drains	668,733	351,000	461,638
Infrastructure Assets - Land & Buildings	6,550,903	6,739,000	9,934,754
Vehicles & Heavy Plant	730,580	950,000	661,000
Furniture and Plant & Equipment	254,558	960,000	1,246,099
Art Collection	17,510	18,000	18,000
Intangible Assets	-	-	-
	<u>25,249,409</u>	<u>15,730,000</u>	<u>37,016,527</u>

A detailed breakdown of acquisitions on an individual asset basis can be found in the supplementary information attached to this budget document.

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

4. DISPOSALS OF ASSETS

The following assets are budgeted to be disposed of during the year.

<u>By Program</u>	Net Book Value	Sale Proceeds	Profit(Loss)
	2014/15 BUDGET	2014/15 BUDGET	2014/15 BUDGET
	\$	\$	\$
Governance	2,424,493	2,824,000	399,507
Law Order Public Safety	6,124	7,000	876
Health	13,998	15,500	1,502
Education and Welfare	6,998	14,000	7,002
Recreation and Culture	31,492	29,500	(1,992)
Transport	7,000,000	16,500,000	9,500,000
Other Property and Services	26,139,027	19,262,999	(6,876,028)
	35,622,132	38,652,999	3,030,867

<u>By Class</u>	Net Book Value	Sale Proceeds	Profit(Loss)
	2014/15 BUDGET	2014/15 BUDGET	2014/15 BUDGET
	\$	\$	\$
Freehold Land and Buildings	13,907,478	12,750,000	(1,157,478)
Investment Land and Buildings	21,500,000	25,700,000	4,200,000
Fleet and Heavy Plant	214,654	202,999	(11,655)
	35,622,132	38,652,999	3,030,867

Summary

	2014/15 BUDGET
	\$
Profit on Asset Disposals	4,200,000
Loss on Asset Disposals	(1,169,133)
	<u>3,030,867</u>

CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015

5. INFORMATION ON BORROWINGS

(a) Debenture Repayments

Particulars	Principal 1-Jul-14	New Loans	Principal Repayments		Principal Outstanding		Interest Repayments	
			2014/15 Budget	2013/14 Actual	2014/15 Budget	2013/14 Actual	2014/15 Budget	2013/14 Actual
			\$	\$	\$	\$	\$	\$
223 Streetscape Programme	220,291	-	35,830	33,352	184,461	220,291	14,323	16,845
225 Streets Ahead (1)	470,299	-	62,136	57,936	408,163	470,299	30,485	34,759
232 Streets Ahead Programme (2)	519,027	-	57,696	54,008	461,331	519,027	32,185	35,935
236 Streets Ahead Programme (3)	458,428	-	43,207	40,445	415,221	458,428	28,748	31,555
242 Booyembara Park	7,488	-	7,488	28,837	-	7,488	-	1,132
244 Stan Reilly Bldg Upgrade	1,988	-	1,988	7,656	-	1,988	-	301
245 City Blueprint Projects	13,584	-	13,584	52,314	-	13,584	-	2,054
247 City Blueprint Projects	123,094	-	97,775	92,404	25,319	123,094	3,987	9,435
248 Footpath Replacements	47,466	-	37,702	35,631	9,764	47,466	1,538	3,638
252 Footpath Replacements	56,380	-	24,106	22,681	32,274	56,380	2,657	4,104
258 Footpath Replacements	80,380	-	22,879	21,383	57,501	80,380	4,628	6,151
265 Footpath Replacements	155,451	-	32,273	29,953	123,178	155,451	10,375	12,738
266 Heavy Plant/Vehicle Replacements Local Government	-	-	-	36,403	-	-	-	-
267 Software Acquisition Local Government	-	-	-	29,838	-	-	-	-
268 Software Acquisition	28,288	-	28,288	109,493	-	28,288	-	3,982
269 Heritage Restoration Projects	364,984	-	60,773	57,158	304,211	364,984	20,570	24,241
271 Road Asset Program	692,843	-	94,463	89,063	598,380	692,843	38,175	43,655
272 Footpath Asset Program	381,064	-	51,955	48,985	329,109	381,064	20,996	24,010
277 Road Asset Program	777,858	-	89,698	84,879	688,160	777,858	40,713	45,598
278 Footpath Asset Program	381,571	-	44,001	41,637	337,570	381,571	19,971	22,368
279 Fremantle Markets Upgrade	388,929	-	44,849	42,440	344,080	388,929	20,356	22,799
280 Road Rehabilitation & Improvement	511,411	-	53,566	51,512	457,845	511,411	19,117	21,192
281 Footpath Replacement Program	297,948	-	31,208	30,011	266,740	297,948	11,138	12,346
283 Fremantle Markets Upgrade	340,941	-	35,711	34,341	305,230	340,941	12,745	14,128
284 Road Asset Program	610,130	-	55,637	39,870	554,493	610,130	23,435	26,057
Sub Total	6,929,843	-	1,026,813	1,172,230	5,903,030	6,929,843	356,142	419,023

CITY OF FREMANTLE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30th JUNE 2015

5. INFORMATION ON BORROWINGS (Continued)

Particulars	Principal 01-Jul-14	New Loans	Principal Repayments		Principal Outstanding		Interest Repayments	
			2014/15 Budget \$	2013/14 Actual \$	2014/15 Budget \$	2013/14 Actual \$	2014/15 Budget \$	2013/14 Actual \$
287 Leighton Beach Kiosk	-	-	-	-	-	-	-	-
289 Road Asset Program	1,760,000	-	104,305	-	1,655,695	1,760,000	74,387	-
290 Footpath Asset Program	355,000	-	21,039	-	333,961	355,000	15,004	-
291 Drainage Asset Program	300,000	-	17,779	-	282,221	300,000	12,679	-
292 Wardens Cottages	-	-	-	-	-	-	-	-
293 New Works Depot	-	-	-	-	-	-	-	-
294 Acquisition 73 Hampton Road	935,000	-	56,619	-	878,381	935,000	38,417	-
295 Road Asset Program	-	900,000	-	-	900,000	-	-	-
296 Footpath Asset Program	-	258,030	-	-	258,030	-	-	-
297 Drainage Asset Program	-	300,000	-	-	300,000	-	-	-
298 Leighton Beach Kiosk	-	1,200,000	-	-	1,200,000	-	-	-
299 Works Depot Property	-	8,000,000	-	-	8,000,000	-	-	-
Total Municipal	10,321,664	10,658,030	1,226,555	1,172,230	19,711,318	10,279,843	496,629	419,023
Self Supporting Loans								
251 Silver Chain - Self supporting loan	619,465	-	264,863	249,206	354,602	619,465	29,190	45,088
288 Fremantle Workers	330,000	-	-	-	330,000	330,000	13,645	13,645
Total Self Supporting	949,465	-	264,863	249,206	684,602	949,465	42,835	58,733
City of Fremantle Loan Liability	11,271,129	10,658,030	1,491,418	1,421,436	20,395,920	11,229,308	539,464	477,756

The Silver Chain self supporting debenture is repaid by a straight line principal repayment (interest not repayable) and the Fremantle Workers Club self supporting debenture is all repayable by the club.

All other debenture repayments are to be financed by general purpose revenue.

CITY OF FREMANTLE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30th JUNE 2015

5. INFORMATION ON BORROWINGS (Continued)

(b) New Debentures - 2014/15

Particulars/Purpose	Amount Borrowed Budget	Loan Type	Term (Years)	Interest Rate %	Amount Used Budget	Balance Unspent \$
295 Road Asset Program	900,000	Debenture	10	Market	900,000	0
296 Footpath Asset Program	258,030	Debenture	10	Market	258,030	0
297 Drainage Asset Program	300,000	Debenture	10	Market	300,000	0
298 Leighton Beach Kiosk	1,200,000	Debenture	10	Market	1,200,000	0
299 Works Depot Property	8,000,000	Debenture	10	Market	8,000,000	0

(c) Unspent Debentures

Particulars/Purpose	Amount Borrowed Budget	Institution	Loan Type	Term (Years)	Total Interest & Charges	Interest Rate %	Amount Used Budget	Balance Unspent \$
294 Acquisition 73 Hampton Road	935,000	WATC	Debenture	10	212,431	4.03	0	935,000

(d) Overdraft

Council has not utilised an overdraft facility during the financial year although an overdraft facility of \$250,000 with the National Australia Bank does exist. It is not anticipated that this facility will be required to be utilised during 2014/2015.

CITY OF FREMANTLE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30th JUNE 2015

	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
6. RESERVES			
(a) Investment Reserve Fund			
Opening Balance	8,132,075	1,179,011	1,179,011
Amount Set Aside / Transfer to Reserve		7,757,164	11,377,268
Details:			
Council Depot Land	10,000,000		
7 Quarry Street Land	2,557,522		
7 Quarry Street Buildings	192,478		
Queensgate Carpark Land	15,850,000		
Queensgate Carpark Buildings	650,000		
Queensgate Centre Land	3,700,000		
Queensgate Centre Buildings	2,700,000		
Pakenham (Bannister) St Carpark Land	2,800,000		
Amount Used / Transfer from Reserve		(804,100)	(1,500,000)
Details			
New Library & Civic Centre	(500,000)		
Old Fire Station Upgrade	(200,000)		
Evans Davies Building Renewal	(480,000)		
Union Stores Building Renewal	(200,000)		
	<u>45,202,075</u>	<u>8,132,075</u>	<u>11,056,279</u>
(b) Heritage Places Reserve			
Opening Balance	891,945	656,472	656,472
Amount Set Aside / Transfer to Reserve			
Details:			
Annual Allocation from Budget	476,135	445,610	445,610
Amount Used / Transfer from Reserve		(210,137)	(1,102,082)
Fremantle Boys School Roof Replacement	(850,000)		
Fremantle Oval Victoria Pavilion	(490,000)		
	<u>28,080</u>	<u>891,945</u>	<u>-</u>
(c) Parking Dividend Equalisation Reserve			
Opening Balance	6,913,212	2,864,155	2,864,155
Amount Set Aside / Transfer to Reserve		4,989,683	5,500,000
Amount Used / Transfer from Reserve		(940,626)	(1,220,873)
	<u>6,913,212</u>	<u>6,913,212</u>	<u>7,143,282</u>
(d) Parks, Recreation and Facilities Reserve			
Opening Balance	763,965	759,575	759,575
Amount Set Aside / Transfer to Reserve			
Details:			
Allocations as determined by Loan Advances	3,961	4,390	4,390
Amount Used / Transfer from Reserve			
Details:			
Leighton Beach Landscape	(582,000)	-	-
	<u>185,926</u>	<u>763,965</u>	<u>763,965</u>
(e) Security Services Reserve			
Opening Balance	-	-	-
Amount Set Aside / Transfer to Reserve	-	-	-
Amount Used / Transfer from Reserve	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Reserves C/Fwd	<u>52,329,293</u>	<u>16,701,197</u>	<u>18,963,526</u>

CITY OF FREMANTLE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30th JUNE 2015

	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
6. RESERVES (Continued)			
Total Reserves B/Fwd	<u>52,329,293</u>	<u>16,701,197</u>	<u>18,963,526</u>
(f) Fremantle Markets Conservation			
Opening Balance	532,862	556,250	556,250
Amount Set Aside / Transfer to Reserve		150,000	150,000
Details:			
Annual Allocation of increase in rent to 2018	154,500		
Amount Used / Transfer from Reserve		(173,388)	(559,836)
Details:			
Fremantle Markets - Urgent Works	(510,000)		
Fremantle Markets - Conservation Loan Paym	(113,661)		
	<u>63,701</u>	<u>532,862</u>	<u>146,414</u>
(g) Renewable Energy Investment Reserve			
Opening Balance	11,225	190,385	190,385
Amount Set Aside / Transfer to Reserve		320,840	320,840
Details:			
Allocation based on 1% of Rates	380,908		
Amount Used / Transfer from Reserve	-	(500,000)	(500,000)
	<u>392,133</u>	<u>11,225</u>	<u>11,225</u>
(h) Leighton Precinct Maintenance			
Opening Balance	106,886	70,862	70,862
Amount Set Aside / Transfer to Reserve		36,024	37,855
Details:			
SAR Funds unspent at EOY	38,000		
Amount Used / Transfer from Reserve	-	-	-
	<u>144,886</u>	<u>106,886</u>	<u>108,717</u>
(i) Leisure Centre Upgrade			
Opening Balance	150,000	1,957,104	1,957,104
Amount Set Aside / Transfer to Reserve	-	500,000	500,000
Amount Used / Transfer from Reserve	-	(2,307,104)	(2,307,104)
	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>
(j) Fremantle Town Hall Refurbishment			
Opening Balance	2,000,000	2,000,000	2,000,000
Amount Set Aside / Transfer to Reserve	-	-	-
Amount Used / Transfer from Reserve	-	-	-
Details:			
Fremantle Town Hall Renewal	(400,000)		
	<u>1,600,000</u>	<u>2,000,000</u>	<u>2,000,000</u>
(k) Cantonment Hill Master Plan			
Opening Balance	1,770,883	1,997,000	1,997,000
Amount Set Aside / Transfer to Reserve	-	-	-
Amount Used / Transfer from Reserve		(226,117)	(297,000)
Details:			
Cantonment Hill Master Plan - Stage 1	(150,000)		
	<u>1,620,883</u>	<u>1,770,883</u>	<u>1,700,000</u>
Total Reserves C/Fwd	<u>56,300,896</u>	<u>21,273,053</u>	<u>23,079,882</u>

CITY OF FREMANTLE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30th JUNE 2015

	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
6. RESERVES (Continued)			
Total Reserves B/Fwd	<u>56,300,896</u>	<u>21,273,053</u>	<u>23,079,882</u>
(l) Kings Square Improvements			
Opening Balance	2,000,000	2,000,000	2,000,000
Amount Set Aside / Transfer to Reserve	-	-	-
Amount Used / Transfer from Reserve	-	-	-
	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,000,000</u>
(m) Play Spaces			
Opening Balance	-	920,910	920,910
Amount Set Aside / Transfer to Reserve	-	-	-
Amount Used / Transfer from Reserve	-	(920,910)	(920,910)
	<u>-</u>	<u>-</u>	<u>-</u>
(i) Sustainability Reserve			
Opening Balance	-	942,903	942,903
Amount Set Aside / Transfer to Reserve	-	-	-
Amount Used / Transfer from Reserve	-	(942,903)	(942,903)
	<u>-</u>	<u>-</u>	<u>-</u>
(j) Stan Reilly Property Re-Development Reserve			
Opening Balance	2,000,000	2,000,000	2,000,000
Amount Set Aside / Transfer to Reserve	-	-	-
Amount Used / Transfer from Reserve	-	-	-
	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,000,000</u>
(j) HACC Asset Replacement Reserve			
Opening Balance	76,545	76,545	-
Amount Set Aside / Transfer to Reserve	-	-	-
Amount Used / Transfer from Reserve	-	-	-
	<u>76,545</u>	<u>76,545</u>	<u>-</u>
Total Reserves	<u><u>60,377,441</u></u>	<u><u>25,349,598</u></u>	<u><u>27,079,882</u></u>

All of the above reserve accounts are to be supported by money held in financial institutions.

CITY OF FREMANTLE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30th JUNE 2015

6. RESERVES (Continued)	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
SUMMARY OF RESERVE TRANSFERS			
Transfers to Reserves			
Investment Reserve Fund	38,450,000	7,757,164	11,377,268
Heritage Places Reserve	476,135	445,610	445,610
Parking Dividend Equalisation Reserve	-	4,989,683	5,500,000
Parks, Recreation and Facilities Reserve	3,961	4,390	4,390
Security Services Reserve	-	-	-
Fremantle Markets Conservation	154,500	150,000	150,000
Renewable Energy Investment Reserve	380,908	320,840	320,840
Leighton Precinct Maintenance	38,000	36,024	37,855
Leisure Centre Upgrade	-	500,000	500,000
Fremantle Town Hall Refurbishment	-	-	-
Cantonment Hill Master Plan	-	-	-
Kings Square Improvements	-	-	-
Play Spaces	-	-	-
Sustainability Reserve	-	-	-
Stan Reilly Property Re-Development Reserve	-	-	-
HACC Asset Replacement Reserve	-	-	-
	<u>39,503,504</u>	<u>14,203,711</u>	<u>18,335,963</u>
Transfers from Reserves			
Investment Reserve Fund	(1,380,000)	(804,100)	(1,500,000)
Heritage Places Reserve	(1,340,000)	(210,137)	(1,102,082)
Parking Dividend Equalisation Reserve	-	(940,626)	(1,220,873)
Parks, Recreation and Facilities Reserve	(582,000)	-	-
Security Services Reserve	-	-	-
Fremantle Markets Conservation	(623,661)	(173,388)	(559,836)
Renewable Energy Investment Reserve	-	(500,000)	(500,000)
Leighton Precinct Maintenance	-	-	-
Leisure Centre Upgrade	-	(2,307,104)	(2,307,104)
Fremantle Town Hall Refurbishment	(400,000)	-	-
Cantonment Hill Master Plan	(150,000)	(226,117)	(297,000)
Kings Square Improvements	-	-	-
Play Spaces	-	(920,910)	(920,910)
Sustainability Reserve	-	(942,903)	(942,903)
Stan Reilly Property Re-Development Reserve	-	-	-
HACC Asset Replacement Reserve	-	-	-
	<u>(4,475,661)</u>	<u>(7,025,285)</u>	<u>(9,350,708)</u>
Total Transfer to/(from) Reserves	<u>35,027,843</u>	<u>7,178,426</u>	<u>8,985,255</u>

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

(a) Strategic policy on creation and use of reserves.

On 15 December 2003, Council adopted a strategic policy on Reserve Funds. The policy classified reserves under three groupings as follows:-

- i. Indefinite or Long Term Reserves
- ii. 5 Year Plan & Asset Maintenance Reserves
- iii. Short Term Reserves to Meet External Requirements.

CITY OF FREMANTLE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30th JUNE 2015

6. RESERVES (Continued)

(b) Purpose and Source of Funding of Reserves

Indefinite or Long Term Reserves

Investment Reserve Fund

Purpose of Reserve

- Established for the purpose of realising and making investments in income producing assets. A specified list of investment properties forms part of the investments. Funds will not be withdrawn from the reserve to subsidise operating or recurrent expenditure, nor shall funds be withdrawn for the purposes of providing community facilities that do not provide a commercial rate of return, unless specifically decided otherwise by the Council.
- Council Policy SG14 Investments – Property and Other Non-Current Assets also refers.

Source of Income

- Net proceeds of sale of nominated freehold properties, unless otherwise resolved by Council.
- Net proceeds from the sale of miscellaneous parcels of land, unless otherwise resolved by Council.
- Transfer from municipal fund of principal repayment equivalent for Loan 189 (Queensgate) that was paid out in January 2005 using funds from the Investment Reserve.
- Net proceeds from the winding up of the City of Fremantle Trust Fund as per the City of Fremantle and Town of East Fremantle Trust Funds (Amendment and Expiry) Bill 2013.

5 Year Plan & Asset Maintenance Reserves

Parks, Recreation and Facilities Reserve

Purpose of Reserve

- Finance improvements within the South Fremantle Tip Site reserve.
- Finance improvements within the Kings Square reserve.
- Finance tourism projects within the city.
- Finance facilities for sporting clubs on a self supporting loan basis in accordance with Council guidelines for such advances to clubs.
- Finance improvements within the Port & Leighton Beach reserve.
- Finance capital works and improvements at Fremantle Oval.
- Finance improvements or major refurbishments to other parks and recreation facilities within the municipality.

Source of Income

- Municipal Fund contribution as approved by Council in the Annual Budget.

Arts & Cultural Facilities Reserve

Reserve has been cancelled with adoption of 2013/2014 Budget.

CITY OF FREMANTLE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30th JUNE 2015

6. RESERVES (Continued)

Heritage Places Reserve

Purpose of Reserve

- Finance the major upgrading and maintenance (including painting) to the Fremantle Town Hall.
- Conserve heritage places already owned by or vested in the Council.
- Augment external funds allocated to the City for the purpose of heritage conservation.
- Provide assistance to other owners of heritage places within the municipality where Council is satisfied that this is a proper, cost-effective and lawful use of the funds.
- To administer conservation fund appeals.
- To finance the additional costs of higher specified infrastructure improvements (e.g., footpaths, roads, landscaping, buildings, etc) to areas abutting or adjacent to heritage places where the higher specifications are incurred to maintain the area in sympathy with the heritage place.
- Purchase heritage properties within the municipality of Fremantle, which:
 - Are in a distinct need of conservation.
 - Council can conserve according to the Burra Charter principles
 - Enable Council to demonstrate the Burra Charter model of conservation for others to follow; or
 - In Council's estimation would not otherwise be conserved (restored) in accordance with Burra Charter principles.
- Finance major renewal, restoration or maintenance to heritage properties.
- Council Policy SG30 Heritage Places Reserve also refers.

Source of Income

- Municipal Fund contribution as approved by Council in the Annual Budget.
- Net sale of proceeds from sale of properties whose initial acquisition and restoration was financed from this reserve.

Parking Dividend Equalisation Reserve

Purpose of Reserve

- Provide a smoothing out of revenue contributions to municipal operations from commercial parking activities. That is to be achieved as follows:- (a) by transferring net profits in excess of budget to the reserve, and (b) if required, when there is a material (i.e., plus 1%) net loss, transferring funds from the reserve to municipal fund to compensate for the loss.
- Fund commercial parking capital equipment and facilities or parking infringement capital equipment and facilities to the extent that the funds available in the reserve exceed 2.5% of budgeted gross parking revenue.

Source of Income

- Transfer from the municipal fund: - (i) net profit on commercial parking operations exceeding a set figure in the budget. Note: Net profit is calculated including depreciation and allocated support service costs, but excludes capital; and/or (ii) Transfer from the municipal fund amount(s) determined by Council through the Adopted Budget or Budget Review in relation to parking operations.
- Transfer from municipal fund amount(s) determined by Council through the Adopted Budget or Budget Review in relation to parking infringement operations.
- Net proceeds from sale of parking facilities as determined by Council through the Adopted Budget or Budget

Review.

Security Services Reserve

Purpose of Reserve

- Finance the security service within the specified area (refer Note 2). Intended services/facilities are physical presence on the street, call out/response capability, lighting and infrastructure improvements, inspection regime plus CCTV camera monitoring.

Source of Income

- Revenue raised from a specified area rate which was not spent on the purpose within the financial year the specified area rates were raised.

CITY OF FREMANTLE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30th JUNE 2015

6. RESERVES (Continued)

Service Charge – Underground Power East Scheme Reserve

Reserve has been cancelled with adoption of 2013/2014 Budget.

Carbon Neutrality Reserve

Reserve has been cancelled with adoption of 2013/2014 Budget.

Fremantle Markets Conservation

Purpose of Reserve

- Fund conservation works to the Fremantle Markets.

Source of Income

- Contribution by lessee on signing of new lease in June 2008.
- Increase of rent derived from the premises for the first ten years of the lease commencing in June 2008 as a minimum to assist in obtaining external funding for implementing the Conservation Plan.

Renewable Investment Reserve

Purpose of Reserve

- To purchase sufficient carbon offsets to maintain the City's carbon neutral status. Remaining funds will then be used to invest in financially attractive renewable energy projects. These projects must result in "additional" renewable energy generation. If no financially attractive renewable energy projects can be identified, the fund will accumulate that year's contribution.

Source of Income

- Accept any surplus funds which may arise from the net selling price for the O'Hara St property.

Leighton Precinct Maintenance

Purpose of Reserve

- To hold any specified area rate income raised during the financial year that were unspent at 30 June in relation to the Leighton Precinct maintenance.
- To fund the above normal costs associated with maintaining the higher standard of the landscaping of the Leighton residential area.

Source of Income

- Revenue raised from a specified area rate that was unspent at the end of the financial year, i.e., 30 June.

Leisure Centre Upgrade Reserve

Purpose of Reserve

- Provide funds for major upgrading and refurbishment works at the Fremantle Leisure Centre.

Source of Income

- Transfer from the Investment Reserve as approved by Council.
- Transfer from municipal fund amount(s) determined by Council through the Adopted Budget or Budget Review.

Fremantle Town Hall Refurbishment

Purpose of Reserve

- Provide funds for major refurbishment of the historic Fremantle Town Hall.

Source of Income

- Transfer from the Investment Reserve as approved by Council.
- Transfer from municipal fund amount(s) determined by Council through the Adopted Budget or Budget Review.

CITY OF FREMANTLE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30th JUNE 2015

6. RESERVES (Continued)

Cantonment Hill Master Plan

Purpose of Reserve

- Fund capital works at Cantonment Hill in accordance with the Cantonment Hill Master Plan.

Source of Income

- Transfer from the Investment Reserve as approved by Council.
- Transfer from municipal fund amount(s) determined by Council through the Adopted Budget or Budget Review.

Kings Square Improvements

Purpose of Reserve

- Fund capital works improvements to Kings Square.

Source of Income

- Transfer from the Investment Reserve as approved by Council.
- Transfer from municipal fund amount(s) determined by Council through the Adopted Budget or Budget Review.

Play Spaces Reserve

Purpose of Reserve

- Fund capital works for play spaces, which can cover playground equipment and soft fall.

Source of Income

- Transfer from the Investment Reserve as approved by Council.
- Transfer from municipal fund amount(s) determined by Council through the Adopted Budget or Budget Review.

Sustainability Reserve

Purpose of Reserve

- Fund sustainability plus carbon neutral and/or carbon friendly initiatives.

Source of Income

- Transfer from the Investment Reserve as approved by Council.
- Transfer from municipal fund amount(s) determined by Council through the Adopted Budget or Budget Review.

Stan Reilly Property Re-Development Reserve

Purpose of Reserve

- Fund capital works for the re-development of the Stan Reilly site.

Source of Income

- Transfer from the Investment Reserve as approved by Council.
- Transfer from municipal fund amount(s) determined by Council through the Adopted Budget or Budget Review.

HACC Asset Replacement Reserve

Purpose of Reserve

- Fund capital works approved under the HACC program.

Source of Income

- Transfer from municipal fund of surplus HACC operational grants at end of financial year.

CITY OF FREMANTLE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30th JUNE 2015

	Note	2014/15 Budget \$	2013/14 Actual \$
7. NET CURRENT ASSETS			
Composition of Estimated Net Current Asset Position			
CURRENT ASSETS			
Cash - Unrestricted	15(a)	11,469,330	12,418,820
Cash - Restricted Reserves	15(a)	62,630,670	26,581,180
Receivables		2,500,000	2,400,000
Inventories		185,000	185,000
		76,785,000	41,585,000
LESS: CURRENT LIABILITIES			
Payables and Provisions		(12,595,974)	(13,920,309)
NET CURRENT ASSET POSITION		64,189,026	27,664,691
Add: Non Current Debtors & Current Loan Liabilities		1,791,418	1,721,436
Less: Non Current Leave & Deposits Provision		(920,000)	(835,000)
Less: Cash - Restricted Reserves	15(a)	(62,630,670)	(25,349,598)
Less: Cash - Restricted Municipal		(2,329,774)	(1,231,582)
ESTIMATED SURPLUS/(DEFICIENCY) C/FWD		100,000	1,969,947

The estimated surplus/(deficiency) c/fwd in the 2013/14 actual column represents the surplus (deficit) brought forward as at 1 July 2014.

The estimated surplus/(deficiency) c/fwd in the 2014/15 budget column represents the surplus (deficit) carried forward as at 30 June 2015.

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

8. RATING INFORMATION - 2014/15 FINANCIAL YEAR

RATE TYPE	Rate in \$	Number of Properties	Rateable Value \$	2014/15 Budgeted Rate Revenue \$	2014/15 Budgeted Interim Rates \$	2014/15 Budgeted Back Rates \$	2014/15 Budgeted Total Revenue \$	2013/14 Actual \$
Differential General Rate/General Rate								
Residential Improved	0.060709	8,325	243,166,228	14,762,339	38,829		14,801,168	
Commercial and Industrial General	0.071641	1,377	145,290,606	10,408,756	30,455		10,439,211	
General Differential							-	23,014,783
City Centre Commercial	0.075656	374	82,349,139	6,230,573	16,385		6,246,958	5,782,791
Residential Vacant Land	0.100777	222	5,549,850	559,296	1,454		560,750	880,597
Undeveloped CBD	0.121418	3	439,500	53,363	-	-	53,363	61,763
Undeveloped Commercial	0.121417	38	1,612,450	195,779			195,779	242,699
Nightclubs	0.121416	3	2,206,331	267,884			267,884	308,805
Sub-Totals		10,342	480,614,104	32,477,990	87,123	-	32,565,113	30,291,438
Minimum Payment	Minimum \$							
Residential Improved	1,164.00	4,183	69,057,844	4,869,012	12,877		4,881,889	
Commercial and Industrial General	1,164.00	247	2,636,681	287,508			287,508	
General Differential							-	5,194,973
City Centre Commercial	1,164.00	65	774,030	75,660			75,660	56,049
Residential Vacant Land	1,050.00	190	1,507,507	199,500			199,500	264,600
Undeveloped CBD	1,164.00	-	-	-	-	-	-	-
Undeveloped Commercial	1,164.00	9	49,230	10,476			10,476	16,800
Nightclubs	1,164.00	-	-	-	-	-	-	-
Sub-Totals		4,694	74,025,292	5,442,156	12,877	-	5,455,033	5,532,422
Discounts (Note 12)							-	-
Total Amount Raised from General Rate							38,020,146	35,823,860
Specified Area Rates (Note 9)							138,000	135,165
Total Rates							38,158,146	35,959,025

All land except exempt land in the City of Fremantle is rated according to its Gross Rental Value (GRV).

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

8. RATING INFORMATION - (Continued)

The general rates detailed above for the 2014/15 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

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

	Advertised 20-May-14	Advertised 03-Jun-14	Adopted
<u>Differential Rates Advertised</u>			
Differential Rates	Rate in \$	Rate in \$	Rate in \$
Residential Improved	-	0.060261	0.060709
Commercial and Industrial General	-	0.071193	0.071641
General Differential	0.067518	0.000000	0.000000
City Centre Commercial	0.071582	0.075244	0.075656
Residential Vacant Land	0.112079	0.100033	0.100777
Undeveloped CBD	0.135036	0.120521	0.121418
Undeveloped Commercial/Industrial	0.135035	0.120522	0.121417
Nightclubs	0.135034	0.120520	0.121416
	Minimum \$	Minimum \$	Minimum \$
Minimum Rates			
Residential Improved	-	1,152	1,164
Commercial and Industrial General	-	1,152	1,164
General Differential	1,186	-	-
City Centre Commercial	1,186	1,152	1,164
Residential Vacant Land	1,186	1,050	1,050
Undeveloped CBD	1,186	1,152	1,164
Undeveloped Commercial	1,186	1,152	1,164
Nightclubs	1,186	1,152	1,164

The differential rates adopted in the budget differ to the differential rates advertised as Council sought to more equitably manage the triennial rate revaluation and achieve a 5.9% increase in revenue compared to 2013/2014.

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

**8(a). RATING INFORMATION - 2014/15 FINANCIAL YEAR
(continued)**

OBJECTIVES AND REASONS FOR DIFFERENTIAL RATING

To provide equity in the rating of properties across the City the following rate categories have been determined for the implementation of Differential Rating.

Residential Improved Differential Rate

The residential improved differential applies to all residential properties that are not specifically covered by the undeveloped CBD zone differential rate or the vacant residential differential rate.

Commercial and Industrial General Differential Rate

The commercial and industrial general differential applies to all commercial and industrial properties that are not specifically covered by the city centre commercial differential rate, nightclubs differential rate, undeveloped CBD zone differential rate and Undeveloped Commercial/Industrial differential rate.

City Centre Commercial Differential Rate

The City Centre Commercial Differential Rate is applicable to all commercial properties located within the boundaries of the City Centre zone and the abutting Metropolitan Regional reserves being areas bounded by Parry Street, Norfolk Street and including those properties located in Fremantle Fishing Boat and Challenger Harbours and on Victoria Quay.

Nightclubs Differential Rate

Applies to nightclubs that remain open after 2.00am.

Undeveloped CBD Zone Differential Rate

An undeveloped CBD property differential rate will apply to land within the City Centre zone

Land will be taken to be held for an undeveloped site purpose if it is – under LPS 4 that is held for an undeveloped site purpose.

- a) unfit for occupancy by virtue of the deterioration of the condition of one or more of the buildings on the land; or
 - b) vacant land for a period of 12 months or more; or
- developed with a building or buildings which, in aggregate, occupy 20% or less of the site area, except where a current valid Planning Approval and Building Licence exist for the development of the land to occupy greater than 20% of the site area'

Minimum Rates

The setting of minimum rates within the categories is an important method of ensuring all properties contribute an equitable rate amount.

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

9. SPECIFIED AREA RATE - 2014/15 FINANCIAL YEAR

	Rate in \$	Rateable Value	2014/15 Budgeted Revenue \$	Budget Applied to Costs \$	2013/14 Actual \$
Security Levy	0.001010	99,009,901	100,000	100,000	99,141
Leighton Precinct Mainten	0.004804	7,910,075	38,000	-	36,024
			138,000	100,000	135,165

10. SERVICE CHARGES - 2014/15 FINANCIAL YEAR

	Amount of Charge \$	2014/15 Budgeted Revenue \$	Budget Applied to Costs \$	2013/14 Actual \$
		-	-	-

11. FEES & CHARGES REVENUE

	2014/15 Budget \$	2013/14 Actual \$
Governance	9,850	33,932
General Purpose Funding	265,000	255,959
Law, Order, Public Safety	2,216,000	2,208,798
Health	491,000	464,254
Education and Welfare	130,908	119,890
Housing	-	74,079
Community Amenities	1,772,900	1,691,158
Recreation & Culture	5,075,405	3,011,009
Transport	11,458,880	11,523,395
Economic Services	540,040	462,260
Other Property & Services	3,449,750	3,706,266
	<u>25,409,733</u>	<u>23,551,000</u>

CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015

12. RATE PAYMENT DISCOUNTS, WAIVERS AND CONCESSIONS
- 2014/15 FINANCIAL YEAR

The following rates concessions are provided:-

1. Parry Street (Fremantle Oval) - South Fremantle Football Club. Value of concession estimated at \$15,166.
2. 6 Ellen Street. Fremantle Bowling Club Inc.. Value of concession estimated at \$6,469.
3. The Terrace (Portion of Fremantle Prison). Fremantle & Districts Model Railway Association Inc.
Concession to continue annually whilst the Association remains in occupancy of the
"Blacksmith Shop" within the Fremantle Prison. Value of concession estimated at \$324.
4. The Terrace (Portion of Fremantle Prison). Coastal Business Centre. Concession applied annually on the
area occupied by this area occupied by this organisation. Value of concession estimated at \$10,232.
5. The Terrace (Portion of Fremantle Prison). Fremantle Children Literature Centre. Concession applied annually
on the area occupied by this area occupied by this organisation. Value of concession estimated at \$7,267.
6. Shepherd Street. Hilton Park Bowling & Recreation Club Inc. Value of concession estimated at \$5,202.
7. 1 Johannah Street. Apace Western Australia Apace Aid Inc. Value of concession estimated at \$4,268
8. High Street. Fremantle Netball Association Inc.. Value of concession estimated at \$7,062
9. 4 Ellen Street. Fremantle Lawn Tennis. Value of concession estimated at \$3,558.
10. 359 High Street. Royal Fremantle Golf Club. Value of concession estimated at \$32,703.
11. Stevens Street. Fremantle Hockey Club Inc & Fremantle District Cricket Club Inc. Value of concession
estimated at \$9,827.
12. 20 Leighton Beach Boulevard. Fremantle Surf Life Saving Club Inc (Boat Shed). Value of concession
estimated at \$1,228.
13. 20 Leighton Beach Boulevard. Fremantle Surf Life Saving Club Inc (Clubrooms). Value of concession
estimated at \$15,106.
14. Shepherd Street. Fremantle Rugby League Football Club Inc. Value of concession estimated at \$6,613.
15. Shepherd Street. Fremantle United Soccer & Recreational Club Inc. Value of concession estimated at \$7,510.
16. John Street. North Fremantle Amateur Football Club Inc. Value of concession estimated at \$4,097.
17. 8 Thompson Road. North Fremantle Bowls, Tennis & Community Centre Inc. Value of concession
estimated at \$3,922.
18. Shop 14/10 William Street. Hoyts Multiplex Cinemas Pty Ltd. Value of concession estimated at \$24,786.
19. 1-21 Finnerty Street. Fremantle Arts Centre Cafe (Gross Lease). Value of concession estimated at \$2,310.
20. 13, 15 & 16/253 High Street Fremantle. Concession allowed by calculating rates utilising the combined total
of the Gross Rental Value of all units at 253 High Street, Fremantle owned by Ashbridge Nominees Pty Ltd
and occupied by a pensioner/s subject to receipt of written confirmation annually from Ashbridge Nominees
Pty Ltd of each units occupancy by a pensioner and their relevant pensioner details. Rate reduction to be
evenly divided between each occupant with individual rate notices issued accordingly.
(Item SDRCP111 of 10 December 2001 refers) Value of concession estimated at \$1,074.
21. Ferris Wheel - Esplanade Reserve Marine Terrace Fremantle. Value of concession estimated at \$3,574.
22. 28 Mews Road. Fremantle Volunteer Sea Rescue Group. Value of concession estimated at \$2,246.

Nightclubs

Note: The purpose for nightclubs is to provide a concession for areas not used for nightclub purposes.

Confirmation of use and apportionment of outgoings to the individual leases is required for each property.

23. 189 High Street. Anham Nominees Pty Ltd. Value of concession estimated at \$2,232.
24. 14 South Terrace. Guiuseppina Fazio & Vincenzo Fazio. Value of concession estimated at \$47,112.
25. 52 South Terrace. Victor Gubgub Pty Ltd. Value of concession estimated at \$5,580.

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

13. INTEREST CHARGES AND INSTALMENTS - 2014/15 FINANCIAL YEAR

(a) Overdue Rates

Interest on overdue rates will be charged at 11.0% per annum calculated on a daily basis.

(b) Instalment Options For Payment Of Rates

Due dates of instalments are anticipated as follows: -

- 1st Instalment 25 August 2014
- 2nd Instalment 27 October 2014
- 3rd Instalment 19 January 2015
- 4th Instalment 16 March 2015

(i) Interest will be charged on the instalment amount at 5.5% per annum for each of the instalment periods.

(ii) An administration fee of \$33.00 per assessment will be charged to all ratepayers electing to pay by instalments. The administration fee will be recovered over the four instalments and is in addition to the interest charge in (i) above. The administration fee is estimated to yield \$207,900 in the financial year.

	2013/14 Budget \$
Other Interest Revenue	
Instalment interest on rates	184,000
Penalty interest on rates	100,000
Interest on Deferred Pensioner Rates	11,000
Interest Repaid on Loan Advances	13,754
Other interest	1,632,000
	1,940,754

14. ELECTED MEMBERS REMUNERATION

	2014/15 Budget \$	2013/14 Actual \$
--	----------------------------------	----------------------------------

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

Mayor's Fees, Allowance & Motor Vehicle	131,250	131,665
Deputy Mayor's Fees and Allowance	49,575	45,938
Councillor Fees and allowances	317,735	343,627
Elected Member Expense Reimbursement and Conferences	86,500	62,899
	585,060	584,129

CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015

15. 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. Estimated cash at the end of the reporting period is as follows:

	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
Cash - Unrestricted	11,469,330	12,418,820	11,000,555
Cash - Restricted	<u>62,630,670</u>	<u>26,581,180</u>	<u>28,179,882</u>
	<u><u>74,100,000</u></u>	<u><u>39,000,000</u></u>	<u><u>39,180,437</u></u>

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

Investment Reserve Fund	45,202,075	8,132,075	11,056,279
Heritage Places Reserve	118,080	891,945	-
Parking Dividend Equalisation Reserve	6,913,212	6,913,212	7,143,282
Parks, Recreation and Facilities Reserve	185,926	763,965	763,965
Security Services Reserve	-	-	-
Fremantle Markets Conservation	63,701	532,862	146,414
Renewable Energy Investment Reserve	392,133	11,225	11,225
Leighton Precinct Maintenance	144,886	106,886	108,717
Leisure Centre Upgrade	150,000	150,000	150,000
Fremantle Town Hall Refurbishment	1,510,000	2,000,000	2,000,000
Cantonment Hill Master Plan	1,620,883	1,770,883	1,700,000
Kings Square Improvements	2,000,000	2,000,000	2,000,000
Play Spaces	-	-	-
Sustainability Reserve	-	-	-
Stan Reilly Property Re-Development Reserve	2,000,000	2,000,000	2,000,000
HACC Asset Replacement Reserve	76,545	76,545	-
Unexpended Loans	935,000	188,474	-
Restricted Cash	930,000	930,000	1,147,634
Grants Received in Advance	388,229	113,108	-
	<u><u>62,630,670</u></u>	<u><u>26,581,180</u></u>	<u><u>28,227,516</u></u>

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

Net Result	6,086,306	1,777,913	1,663,766
Depreciation	7,332,019	7,395,229	8,893,459
(Profit)/Loss on Sale of Asset	(3,030,867)	615,000	1,485,430
(Increase)/Decrease in Receivables	300,000	200,000	-
(Increase)/Decrease in Inventories	-	-	-
Increase/(Decrease) in Payables	1,142,104	756,130	(1,000,000)
Increase/(Decrease) in Employee Provisions	500,000	500,000	-
Grants/Contributions for the Development of Assets	(3,230,135)	(3,016,000)	(3,690,319)
Net Cash from Operating Activities	<u><u>9,099,427</u></u>	<u><u>8,228,272</u></u>	<u><u>7,352,336</u></u>

CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015

15. NOTES TO THE STATEMENT OF CASH FLOWS (continued)

(c) Undrawn Borrowing Facilities
Credit Standby Arrangements

	2014/15 Budget \$	2013/14 Actual \$	2013/14 Budget \$
Bank Overdraft limit	250,000	250,000	250,000
Bank Overdraft at Balance Date	-	-	-
Credit Card limit	450,000	450,000	600,000
Credit Card Balance at Balance Date	-	-	-
Total Amount of Credit Unused	<u>700,000</u>	<u>700,000</u>	<u>850,000</u>
Loan Facilities			
Loan Facilities in use at Balance Date	<u>20,395,920</u>	<u>11,229,308</u>	<u>7,879,308</u>
Unused Loan Facilities at Balance Date	<u>-</u>	<u>935,000</u>	<u>-</u>

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

16. TRUST FUNDS

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

Detail	Balance 1-Jul-14 \$	Estimated Amounts Received \$	Estimated Amounts Paid (\$)	Estimated Balance 30-Jun-15 \$
Cash In Lieu of Public Open Space*	628,739	20,000	(505,271)	143,468
	628,739	20,000	(505,271)	143,468

***Source of Public Open Space Funds**

37 Strang St Beaconsfield Subdivision	347,928	11,049	(265,000)	93,977
17-21 Mather Rd Subdivision	172,343	5,473	(170,186)	7,630
Lot 16 Curedale/Lefroy Rd Beaconsfield	67,928	2,157	(70,085)	-
10 Jean St Subdivision	40,540	1,321	-	41,861
	628,739	20,000	(505,271)	143,468

17. RESTRICTED CASH

Estimated funds held at balance date over which the Municipality has control but which have conditions attached.

Detail	Balance 1-Jul-14 \$	Amounts Received \$	Amounts Paid \$	Balance 30-Jun-15 \$
Cash In Lieu of Parking	469,360	-	-	469,360
Cash In Lieu of Public Open Space				
29 Annie Street	67,700	-	(67,700)	-
Christian Brothers Site	131,830	-	-	131,830
Lot 502 Lefroy Road	61,600	-	(61,600)	-
Starline Gardens	2,940	-	-	2,940
Swan Hardware	26,899	-	-	26,899
Culyver/Naylor	15,242	-	-	15,242
Bequests				
Gweneth Ewens	34,675	3,500	-	38,175
John Francis Boyd	2,700	-	-	2,700
Victor Felstead	32,144	3,500	(7,000)	28,644
NESA Monument Hill	4,560	-	-	4,560
Miscellaneous	60,000	800,000	(800,000)	60,000
	909,650	807,000	(936,300)	780,350

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

18. MAJOR LAND TRANSACTIONS

(a) Kings Square Precinct Redevelopment

The Kings Square Project is the integrated development and redevelopment of a number of City-owned properties and functions - the library, administration offices, Queensgate Centre, Queensgate car park, Spicer site, Fremantle Visitor Centre and the public spaces within the Kings Square precinct - in conjunction with the redevelopment of the adjoining Myer building owned by Sirona Capital Management (Sirona). The City of Fremantle and Sirona have signed a contract in regard to this redevelopment. The budget provides for stage 1 of the project to be executed and involves the sale to Sirona of the Queensgate Centre and Queensgate Car Park. Stage 1 also involves the redevelopment of the Council's Administration Building, but apart from architects fees no provision has been in the budget for those works. Stage 2 if executed provides for the sale of the Spicers Site to Sirona. The total Kings Square Redevelopment is a two to four year project.

(b) Acquisition of Property for New Works Depot

The budget includes allowance for acquisition of freehold property on which to re-establish and expand the city's works depot. A business plan was advertised in May 2014 for the acquisition of 2 Jones Street O'Connor. If the offer for that property is not accepted, then the city will look for an alternative site and seek to advertise a business plan for acquisition of the site.

(c) Disposal of Knutsford Street Works Depot

The budget includes allowance for the disposal of the Knutsford Street Works Depot. A business plan has not been advertised and it's timing is dependent on the city acquiring a new site on which to re-establish it's works depot. Refer (b) above.

19. LAND TRANSACTIONS - SALE OF FREEHOLD PROPERTY

(a) Lots 1 & 2 Quarry Street (Fremantle Youth Centre Premises)

The budget includes allowance for the sale of the property which was offered for sale during 2013/2014 and is currently the subject of negotiations with the preferred vendor.

(b) 50 Pakenham Street (Bannister Street Carpark)

The budget includes allowance for the sale of the property which was offered for sale during 2013/2014 and is currently the subject of negotiations with the preferred vendor.

20. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

It is not anticipated any trading undertakings or major trading undertakings will occur in 2014/15.

**CITY OF FREMANTLE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30th JUNE 2015**

21. Loan Advances

	Amount of Initial Advance \$	Term of Advance Years	Date of Advance	Outstanding Principal 30 June 2014	2014/2015				
					Interest	Principal	Total Repayment	Adjustment for Impairment of Interest	Outstanding Principal 30 June 2014
<u>Self Supporting Loans - General</u>									
Silver Chain	2,200,000	10	14-Jun-06	459,052	-	220,000	220,000	23,724	262,776
Fremantle Workers Club	330,000	10	21-Dec-12	330,000	13,645	-	13,645	-	330,000
				789,052	13,645	220,000	233,645	23,724	592,776
<u>Loans under Sport & Recreation Capital Loans Scheme</u>									
North Fremantle Associated Clubs	13,000	11	28-Jun-05	1,279	21	1,279	1,300	-	-
South Fremantle Football Club	27,700	11	21-Jun-05	5,407	88	2,682	2,770	-	2,725
				6,686	109	3,961	4,070	-	2,725
Total All Advances				795,738	13,754	223,961	237,715	23,724	595,501

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