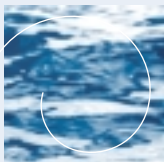


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Highlights of the year

- Beeliar Drive was completed between Spearwood Avenue and Watson Road.
- Coogee Beach Surf Life Saving Club formed.
- Graffiti Hot Line, 9411 3500, guaranteeing free graffiti removal, set up.
- Proposed Town Planning Scheme No.3 completed for Council consideration.
- Cell 2 at the Henderson landfill site covered with an impermeable layer to prevent rainwater from entering the deposited waste and covered with topsoil for landscaping.
- Commencement of construction at Canning Vale of the Bedminster Plant to process domestic waste into compost.
- The second carriageway of Spearwood Avenue between Sudlow Road and Stock Road was completed.
- For the first time, over 250,000 visits made to the City's libraries.



Message from the Mayor

After completing my second year as your Mayor I continue to consider myself fortunate to work with such a talented and diverse group of Councillors. I am truly proud to serve with such outstanding elected members on the Cockburn City Council.

Your Council continues to draw upon the vast experience of its more senior Elected Members, the high academic qualifications of its more junior Elected Members and a combination of the tremendous life experiences and business acumen of the balance.

Last year I said we were a positive forward-looking group working as a team. That is still very much the case and I see a very bright future for all of us in Cockburn.

Throughout the year we have persevered with our goal to make the City of Cockburn the most attractive place to live, work and visit in the Perth Metropolitan area, and it is pleasing to see that both staff and elected members are totally committed to this mission.

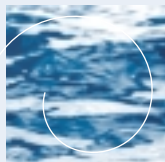
However, we need your help to complete this mission. When I first took office I said, "my door is always open," and I continue to hold to that policy. I would urge you to communicate to your Ward Councillors and myself on what you want for our City, or just to be updated on the many quality developments and proposals that are occurring at such a rapid rate.

All of our contact details are contained within this report and I would urge you to make use of them. Together we will produce the kind of City we all want to live in.



A handwritten signature in blue ink, appearing to read "Stephen Lee".

Mayor Stephen Lee



Report of the Chief Executive Officer



The 2001/2002 financial year has seen the City of Cockburn continue to provide important community services. Elected Members and staff are undertaking the business of Council in a very competent and efficient manner. Surveys undertaken in 2001 and 2002 show customer's satisfaction with City staff to be better than average for metropolitan Councils.

For the first time, over a quarter of a million visits were made to the City's libraries. This figure includes the steady growth at the Success shop front library in the Gateways Shopping Centre and continued use of the Spearwood and Coolbellup branches.

In 2001/2002, thousands of residents and visitors enjoyed Cockburn Classic Events such as the Cockburn Rotary Spring Fair, the Teddy Bears' Picnic, Coogee Beach Party, and many other community days and events.

In May 2002, the Coogee Beach Surf Life Saving Club was formed with support from Council. This is the first Surf Life Saving Club formed in the district, and is an important example of Council and community groups working together.

The City has set up a 'graffiti hot line' guaranteeing free graffiti removal for both residents and businesses. The program has reduced levels of graffiti across the district.

Proposed Town Planning Scheme No. 3 will be before Council for consideration in July 2002. This will replace District Zoning Scheme No. 2 to control the development of land within the district for the next decade. The new scheme will improve the planning and development process benefiting the whole community.

At the Henderson Landfill Site, Cell 2 was covered with an impermeable layer at a cost of \$900,000. This will prevent water from entering the waste. A layer of topsoil was added to facilitate landscaping.

Grass trees were relocated from a development site in Hamilton Hill and used to beautify median strips on Spearwood Avenue. This project represents cooperation between developers and Council working for the benefit of the community and the environment.

Costing \$1.9 million, Beeliar Drive was completed between Spearwood Avenue and Watson Road.

An extra-ordinary election was conducted on the 19th July 2001 for the East Ward Councillor position vacated by Clr. Susan Rennie. Clr. Amanda Tilbury was elected unopposed.

Council and staff continue to be focused on our mission to make the City of Cockburn the most attractive place to live, work and visit in the Perth Metropolitan Area.

R.W. Brown
Chief Executive Officer

Principal Activities

Council undertook a number of activities during the financial year as set out in the Principal Activities Plan produced by the City of Cockburn for the period 2001/02 – 2004/05. Detailed below are the Principal Activities and Performance Measures for 2001/2002 in respect of those activities, compared to the projected target measure for the same period and the actual figure achieved from the previous year.

It is to be noted that the satisfaction survey undertaken for this Report was conducted using a 5 point rating system where the mid point score of 3 represented those who were neither satisfied nor dissatisfied with Council’s performance and were subsequently not included in the percentage of respondents recorded as “satisfied”.

This is in contrast to the previous year’s research, which was conducted on a 4 point rating, where respondents were required to respond either “satisfied” (3 or 4) or dissatisfied (1 or 2). Hence, the satisfaction ratings in this year’s survey tend to be lower than the previous year because of the absence of those ambivalent responses.

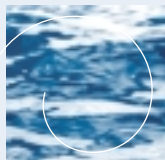
Governance

Objective

Control of Council’s affairs, performance of its functions, determining policies and the allocation of finances and resources.

Performance Measures

	Actual	Target	Previous Year
1. Percentage of Council decisions completed	94.5%	90%	93%
2. Percentage of Council Meetings attended by each Member			
Mayor Stephen Lee	100%	90%	90%
Deputy Mayor Richard Graham	92%	90%	100%
Councillor Ian Whitfield	92%	90%	100%
Councillor Amanda Tilbury	83%	90%	N/A
Councillor Alistair Edwards	100%	90%	90%
Councillor Kevin Allen	75%	90%	100%
Councillor Laurie Humphreys	83%	90%	100%
Councillor Val Oliver	100%	90%	100%
Councillor Martin Reeve-Fowkes	53%	90%	100%
Councillor Nola Waters	100%	90%	100%
3. Average length of Council meetings	62 mins	120 mins	83 mins
4. Community Satisfaction with communication and consultation	50%	70%	60%
	32%	70%	60%
5. Percentage of Statutory requirements of Local Government Act met	100%	95%	100%
6. Percentage of Business/Service Unit Plans completed	81%	80%	84%
7. Average cost per vote cast at Elections	No Elections	\$2.50	\$5.09



Principal Activities

Library Services

Objective

To provide a range of library and information services that are accessible and responsive to the varied needs and interests of the Community.

Performance Measures

	Actual	Target	Previous Year
1. Current Membership as a percentage of the City's population	42%	50%	54%
2. Library operational expenditure per member	\$52.06	\$35.00	\$35.80
3. Average cost per library loan	\$3.40	\$3.10	\$3.17
4. Community Satisfaction with library services as determined by a community survey	76%	70%	80%

Community Services

Objective

To facilitate and provide an optimum range of community services.

Performance Measures

	Actual	Target	Previous Year
1. Community satisfaction with services as determined by a community survey in respect of:			
(a) Safety and Security	59%	70%	47%
(b) Sport and Recreation Facilities			
Number	48%	70%	78%
Location	54%	70%	78%
(c) Animal Control	52%	70%	75%
(d) Youth Issues	57%	70%	52%
(e) Aged and Disabled	49%	70%	68%
(f) Art and Culture	60%	70%	86%
(g) Vandalism, Graffiti, Crime, Anti-Social	48%	70%	49%
(h) South Lake Leisure Centre	67%	70%	80%
2. Net costs per capita for publicity and promotion	\$1.37	\$1.20	\$2.21
3. Active reserve utilisation rate	44%	50%	37%
4. Dogs registered as a percentage of residences	32%	80%	30%
5. Total Municipal expenditure per programme participant – all social services programmes	\$5.70	Not identified	\$4.69
6. South Lake Leisure Centre percentage cost recovery	85%	92%	84%
7. Annual Operational cost from Volunteer Bush Fire Brigades per property	\$126.80	\$125.00	\$99.00

Development Services

Objective

The provision of an efficient monitoring and regulatory service that administers relevant legislation and local laws in regard to Planning, Building and Health.

Performance Measures

	Actual	Target	Previous Year
Planning			
1. Average processing time for planning applications	18days	11 days	15 days
2. Average number of planning applications received per professional officer	84	80	73
3. Compliance with statutory time period	87%	90%	95%
Building			
1. Number of building licences received per year	2445	2000	2191
2. Average process time per building licence approved	19 days	5 days	15 days
3. Compliance with statutory time period	99%	90%	100%
Health			
1. Number of food samples undertaken compared to number of registered food outlets	.77	1.2	0.63
2. Number of complaints received per year	397	500	593
3. Number of notifiable infectious diseases per year	119	100	100
4. Compliance with statutory time periods	87%	90%	100%
5. Number of Immunisation Clinic Attendees per year	164	200	N/A

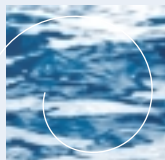
Parks Services

Objective

To construct and maintain parks, which are owned or vested in the Council, in accordance with recognised standards and are convenient and safe for public use.

Performance Measures

	Actual	Target	Previous Year
1. Area of ovals per population	12.6m ² /person	12m ² /person	13m ² /person
2. Area of parks per population	31.14m ² /person	47m ² /person	30m ² /person
3. Community satisfaction with services as determined by a community survey in respect of:			
(a) Streetscapes	43%	67%	65%
(b) Sport and Recreation facilities	60%	88%	78%



Principal Activities

Planning Services

Objective:

- To ensure that the planning of the City is based on an approach which has the potential to achieve high levels of convenience for its citizens.
- To ensure that development will enhance the levels of amenity currently enjoyed by the community.
- To foster a sense of community within the district generally and neighbourhoods in particular.
- To conserve the quality, extent and uniqueness of the natural environment that exists within the district.
- To conserve the character and historic value of the human and built environment.

Performance Measures

	Actual	Target	Previous Year
1. Annual funds allocated for environmental works per hectare of conservation areas	\$478/ha	\$217/ha	\$414/ha
2. Compliance with statutory time periods	83%	90%	95%
3. Community satisfaction with services provided as determined by a community survey in respect of:			
(a) Look of the City	40%	70%	66%
(b) Management of the natural environment	58%	70%	56%
(c) Balanced development	49%	70%	65%
(d) Subdivisions and residential zonings	46%	70%	57%

Engineering Services

Objective:

- To construct and maintain roads, which are the responsibility of the Council, in accordance with recognised standards and are convenient and safe for public use by vehicles, cyclists and pedestrians.
- To construct and maintain community buildings which are owned and managed by Council.

Performance Measures

	Actual	Target	Previous Year
1. Maintenance cost per kilometre of road	\$4,260	Not indicated	\$3,913
2. Average building operating cost per asset class	\$21,179	Not indicated	\$20,423
3. Community satisfaction with services provided as determined by a community survey in respect of:			
(a) roads	44%	77%	70%
(b) road construction and drains	51%	74%	70%
(c) traffic management	48%	70%	60%
(d) footpaths, cycleways and dual use paths	58%	67%	68%

Waste Services

Objective:

- To ensure that waste materials are stored, collected, and transported to Council's Waste Disposal site in an efficient manner, and the provision of a recycling service which diverts waste from the landfill site.
- To provide an efficient waste disposal site at which waste is disposed of in an environmentally sound manner.

Performance Measures

	Actual	Target	Previous Year
1. Tonnes deposited for domestic waste (per annum)	20,999	21,000	23,270
2. Total number of domestic services	24,832	24,000	24,110
3. Tonnes of dry recyclables diverted from the landfill site	4,725	1,689	2,091
4. Tonnes of greenwaste collected from kerbside	1,860	1,550	2,400
5. Community satisfaction with services provided as determined by a community survey in respect of:			
(a) Bulk rubbish collection	71%	75%	75%
(b) Recycling	88%	70%	59%
(c) Collection of rubbish	91%	95%	80%

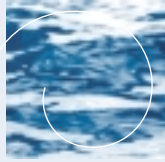
Asset Acquisition & Replacement

Objective:

- The timely purchase and replacement of assets:
- Optimising the performance of the plant fleet:
- Improving administration systems with computing technologies that are appropriate to the needs of the City;
- Maintaining a good working environment for staff, Council Members and people doing business with the City.

Performance Measures

	Actual	Target	Previous Year
Value for money in Procurement Process (Budget vs Actual Expenditure) Savings Ratio	15%	8%	6%



The Year Ahead

Council will maintain the same Principal Activities for the 2002/2003 financial year.

Significant projects planned for the year involving notable expenditure include:

- Construction of Community Facilities in Beeliar (Clubrooms/Hall)
- Major upgrade of Council Computer capabilities to improve Customer Service
- Extension to Spearwood Library
- Upgrade and extension of Aquatic Facilities at South Lake Leisure Centre
- Construction of new Cell at Henderson Landfill Site
- Major road upgrades to Beeliar Drive, Spearwood Avenue and North Lake Road
- Installation of Fire Protection System to Administration Building
- Environmental rehabilitation works – Yangebup Lake



National Competition Policy Statement

Competitive Neutrality

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

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

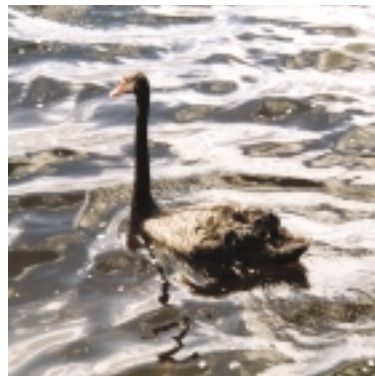
Competition Policy does not require contracting out or competitive tendering. It does not preclude Councils from continuing to subsidise particular business activities from general revenue, nor does it require privatisation of government functions. It does require Local governments to identify their significant business activities and apply competitive disciplines to those businesses, which compete with private business.

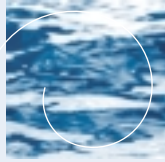
A number of Council's services are exempt from Competition Policy, as it applies only to business activities which generate income in excess of \$200,000 from fee revenue which is directly generated from external users. Activities undertaken by Council which have previously been considered for market testing owing to the competitive nature of the Service are:-

- South Lake Leisure Centre
- Waste Collection
- Waste Disposal Site

Council has resolved to retain the in-house provision of the Leisure Centre and its Domestic Waste Collection.

Council has awarded its Recyclable Waste Collection Service to the private sector as well as approximately 50% of its Waste Disposal Operation.





Legislative Review

Under the Clause 7 Statement of the Competition Principles Agreement, Local Government must review their Local Laws to ensure that they do not unnecessarily restrict competition.

Under the clause 7 Statement, a Council must ensure that its Local Laws do not unnecessarily restrict competition unless it can be demonstrated that:

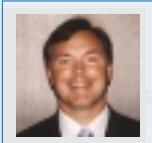
- the benefits of the restriction outweigh the costs to the community; and
- the objective of the Local Law can only be achieved through such a restriction.

The City of Cockburn has completed a review of its Local Laws to ensure compliance with National Competition Policy.

City of Cockburn Elected Members

Stephen Lee Mayor

43 Britannia Avenue
BEELIAR WA 6164
Phone/Fax: 9434 1547
Mobile: 0404 001 323
Email: slee@cockburn.wa.gov.au



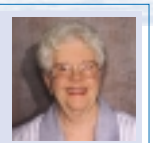
Kevin Allen West Ward

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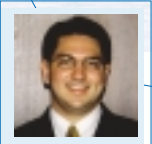
Val Oliver Central Ward

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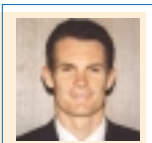
Richard Graham Deputy Mayor East Ward

8 Bree Close
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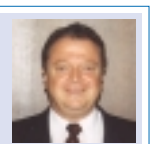
Alistair Edwards West Ward

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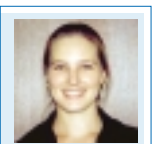
Martin Reeve-Fowkes Central Ward

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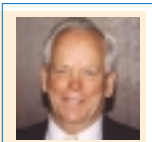
Amanda Tilbury East Ward

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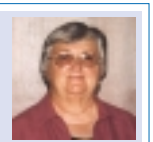
Laurie Humphreys West Ward

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Email: lhumphreys@cockburn.wa.gov.au



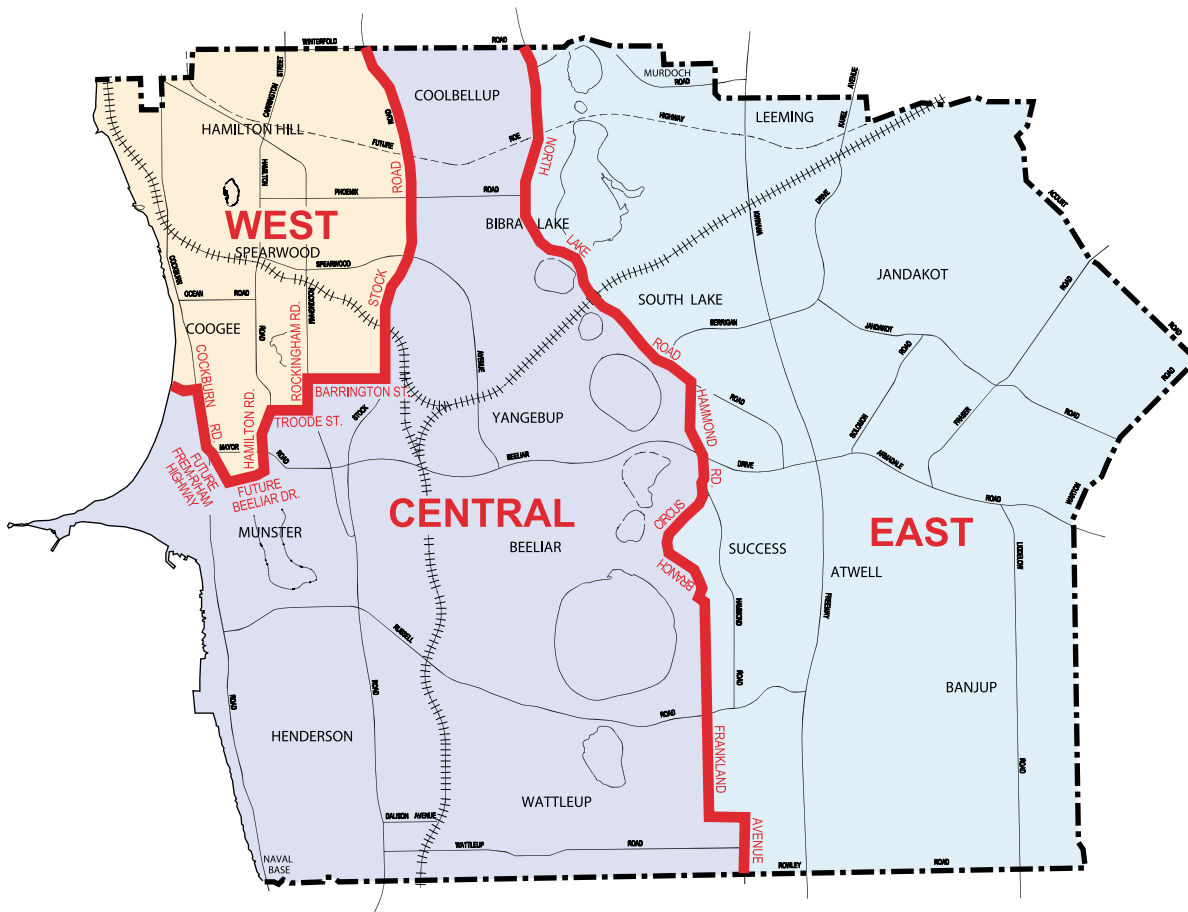
Nola Waters Central Ward

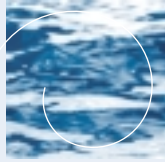
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Community Services Division

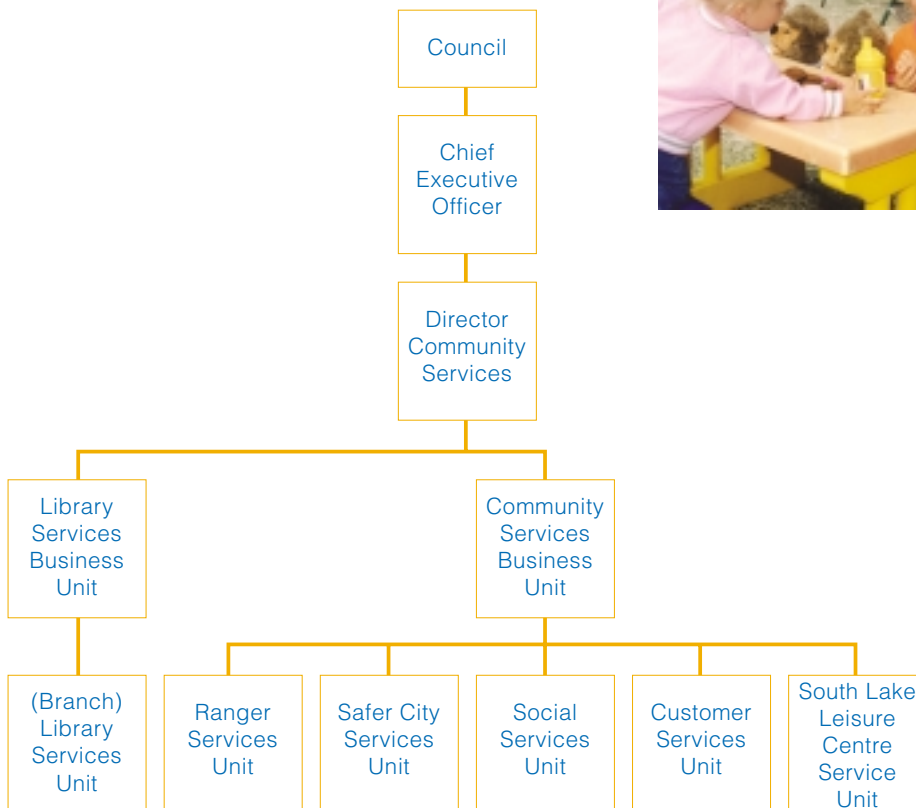
The Community Services Division

The Community Services Division is responsible for the provision and maintenance of an adequate structure to support the delivery of specific administrative functions and services, together with meeting ongoing and contemporary community service requirements for the residents of Cockburn.

The Division consists of two Departments, being:-

- Community Services
- Library & Information Services

A graphic overview of the Division Structure, as it relates to the Council process, is illustrated as follows:



Funding

Other Recreation/Culture

Entry and programme user fees and sponsorship accounted for approximately 10% of expenditure in this area.

Libraries

Minor user pay charges are received (photocopying, lost books and hire charges) with the remainder of funding for library activities coming from general-purpose income.

South Lake Leisure Centre

The majority (85%) of expenditure for the Centre is recouped from entry fees and other facility user charges.

Public Halls

Hire charges account for 24% of expenditure incurred on Council owned public halls.

Welfare Services

The majority (75%) of expenditure incurred on welfare programmes is funded from Grants provided by the State and Federal Governments.

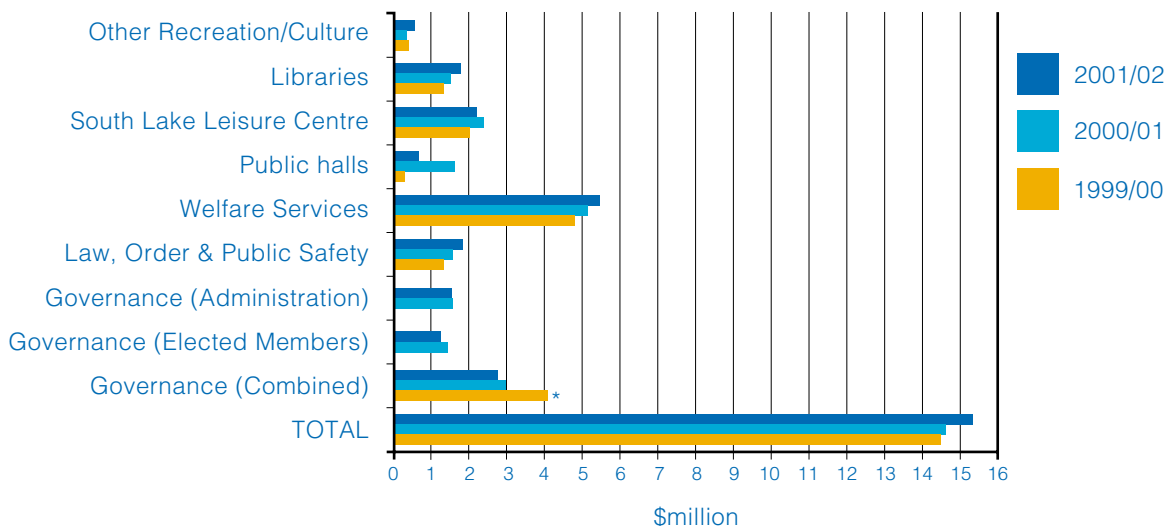
Law, Order and Public Safety

Dog Licences, Fines, Levies and State Government funding re-imbursed 13% of the total cost of Law, Order and Public Safety expenditure.

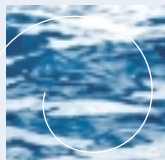
Governance

Minor funding for this area was received in the form of grants, sponsorship and re-imburement contributions with the majority coming from general-purpose income.

Divisional Expenditure - Community Services (Includes Governance Costs)



* Governance includes expenditure previously allocated to "General Administration" and \$1,722,944 allocated for costs associated with the Inquiry into the City of Cockburn (1999/2000)



Community Services Division

Ranger Services

The State Government promulgated the Dangerous Dogs legislation that came into effect on 22 April 2002. This legislation requires identified breeds of dogs to have a special license and for the owners to make specific alterations to their properties. The ranger's section of the City was fortunate in receiving a great deal of cooperation from the owners of these identified breeds for the special registration of their dogs and modification of their properties.

Safer City

This is a relatively new area of Council activity that was established as a result of community concern about the level of crime and the evidence of anti social behaviour such as graffiti and vandalism. The Safer City Office Project Officer receives many requests for service and has become popular with the local community, particularly with the City's senior citizens. The security patrols in Panorama Gardens Beelihar have been well received by local residents with Council agreeing to continue the patrols for a further year. In cooperation with the Police Department, Technical and Further Education, Ministry of Justice, and Safer WA, the City has run a number of employment training programs for identified young people from within the City.

Graffiti and vandalism are areas of particular attention. The City has set up a 'graffiti hot line' which is a free graffiti removal service for local community residents and businesses. This has been a very successful program with the results clearly evident by a much-reduced level of graffiti across the City.

Arts and Culture

The Cockburn Rotary Annual Spring Fair that occurs on the last Sunday in October each year has become a real institution within the City. This year's event once again attracted 'thousands' and gave many community organisations the opportunity to raise funds and promote their activities. The inclusion of the FROSH youth music festival in the fair added another dimension to the event. It can truly be called the event for the whole community and its success is a reflection of the efforts of the Cockburn Rotary Club.



Community Infrastructure

A local authority such as the City of Cockburn which has established older suburbs and rapidly growing new residential areas must seek to ensure that the established facilities are maintained and upgraded to meet new demands and new facilities are put in place for new suburbs. There has been funds allocated for the modification of the Jess Thomas Pre School to form a new base for Child Health Services. The Cockburn Family Day Care Centre is to be expanded to better meet the needs of the Family Day Care Service and to also service as the new centre for a range of the City's Children's Services. Funds are available on the budget to upgrade the Watsons Reserve club/change rooms.

Plans have been prepared and work will soon start on the development of Community facilities in east Beeliar (Panorama Gardens). The facilities will include a community hall, meeting rooms, children's activity areas and change rooms to serve the adjoining oval. Initial discussions are also taking place with Landcorp, and Education Department for the provision of community facilities and an active reserve in Atwell South. A Council working party has been established to investigate the possibility and scope for new regional community facilities including a library in Success near the Gateways shopping centre.

Community Consultation

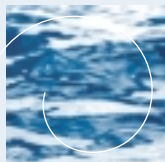
The City is keen to seek the views from residents on what they see as needs and priorities for services. The consultation processes take many forms. The social services section has held a series of 'What do you want' consultations, to ascertain from residents and service providers the nature and types of social services required within the City. The Council has recently established the Cultural Advisory Committee and continues to gain valuable information from the Youth Advisory Committee and Disability Services Advisory Committee. The input from these consultations is fed into the City's long term planning processes for the provision of services and facilities.

Community Involvement

The wellbeing of any community is in large part a reflection of the level of volunteer commitment from community members. A group of very professional and committed members of the local community have established the Cockburn Surf Live Saving Club which from early indications will have a strong membership of young and not so young members. A similar group has also been formed to establish a local Navel Cadet Unit. These clubs will provide a very valuable service to the community and enable constructive activities for the City's rapidly growing youth population. Their efforts are to be commended.

A reflection of the importance Council places on community organisations for the provision of services to residents is the continued support for the Cockburn Community Grants program. These grants are provided to assist community organisations to become established or for specific projects that meet the funding criteria.





Community Services Division

State Disability Services Act (1993)

Five Key Outcome Areas

In the past year the City of Cockburn has undertaken a wide range of initiatives in order to make services and facilities more accessible to people with disabilities.

Key outcome no 1: existing functions, facilities and services are adapted to meet the needs of people with disabilities.

The City endeavours to ensure that all ongoing services are accessible to people with disabilities. The following new projects were undertaken over the past 12 months:

- Following requests the City provided a number of Circus Skills Workshops as a recreational activity for children and young people with a disability in Cockburn.
- A concept design was drawn up to create disability friendly access around an art work at Yangebup Lake including seating and wheelchair bays so people are able to gain access to the artwork.
- Funding and staff time were provided to the Fremantle/Cockburn Ability Awareness Group's Annual Art Expo. Exhibitions were held at the Phoenix Shopping Centre and the Fremantle Town Hall. The project involved the display of art works from children with disabilities and local artists with disabilities.

Key outcome no 2: access to buildings and facilities is improved.

There has been a planned approach towards increasing access to the City's buildings and facilities. Over the past 12 months the following initiatives have been implemented.

- Kerbs modified in order that they are accessible
- Footpath replacement and upgrade to increase accessibility
- Constructed a unisex toilet for people with disabilities at Manning Park
- Constructed a unisex, combined toilet/shower at Naval Base
- Several ramps have been put in place in various areas
- Constructed a unisex toilet in what was once the Change Room at the Civic Centre
- Beach/All Terrain Wheel Chair purchased and available for free hire at Coogee Beach to improve access to the water.
- Feasibility studies completed for future projects

Key outcome no 3: information about functions, facilities and services.

The City provides all public documents in alternative formats by request. The City has its own accessible web page and community information source called Co-Info that provides information over the internet or via telephone to the community. The City also produces its own publication called Cockburn Soundings that is delivered to all residents on a bimonthly basis.

The City of Cockburn Disability Advisory Committee has increased the promotion of its activities via the Cockburn Soundings Publication.

The committee has also created an Access Award for individuals, businesses or Community Groups who have made an outstanding contribution to improving access for people with disabilities in the City of Cockburn.

Key outcome no 4: staff awareness of the needs of people with disabilities and skills in delivering advice and services are improved.

During staff induction the Human Resource department outlines the City's commitment to improving services for people with disabilities and also provided Disability Awareness Training to staff across the organisation, with front-line customer service staff being prioritised. The City's Disability Access Officer is required to undertake regular Disability Awareness Training and this position assists staff to become more aware of issues or barriers for people with disabilities. Staff in the Social Services area also attended training from the Disability Services Commission and the Australian Building Code Board regarding the Disability Discrimination Act.

Key outcome no 5: opportunities for people with disabilities to participate in public consultations, grievance mechanisms and decision-making processes are provided.

The City of Cockburn Disability Advisory Committee provides the opportunity for people with a disability to make their individual needs known to Council. This committee has the power to request that recommendations be put to Council and as such plays a valuable advisory role.

The City has recently carried out a Community Consultation regarding social services needs. This was carried out via a number of different methods that included public meetings, focus groups, and telephone contact to ensure accessibility.

The City's Youth Services Team also undertook a consultation with young people with disabilities regarding their recreation needs in order to develop a pilot program.

Public Library & Information Service

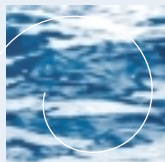
<http://library.cockburn.wa.gov.au>

During the year 256,042 people visited the Public Library & Information Service. This is the first time that visits have exceeded a quarter of a million. They borrowed 482,199 books, periodicals, multimedia and other materials. At 30 June 2002 membership stood at 31,498 of whom 4,309 had joined during the course of the year. The rate of enrolment is about double the estimated increase of the city's population.

Council's total investment in its enlarged public library service was \$1,764,253 consisting of \$61,981 of capital items and works and an operational expenditure of \$ 1,702,272. Taking into account total operational expenditure the cost per issue was \$3.40 (\$3.17 in 2000/2001) and expenditure per capita of \$22.82 (\$19.98 in 2000/2001).

Consolidation

The year has seen the bedding down of the upgrade to the Spydus library computer system and, though settling in, steady growth in activity of the Success shopfront library in the Gateways Shopping Centre. This growth can be demonstrated by comparing the average monthly level of transactions for the first three months of the year of 8,511 to the average monthly level for the final three months of 10,493 – an increase of about 19%. A significant portion of the growth has been generated by users taking advantage of the library's internet and online functionality.



Community Services Division

Talking Technology

Consistent with ongoing development of the Library's website and the continuing addition of content online, the library has subscribed to and made available EBSCO's Australian and New Zealand Reference Service. Ebsco provides access to over 400 magazines and newspapers online, the majority of which are in full text. Library users need only enter their membership number to gain access. Mediated searches at each library are also offered to the Eighty20 Statistical database, for those who wish to find out statistics related to business information from the latest national census.

Free use of personal computers is provided by the library for the public to access the internet. Wordprocessors are available at Spearwood and Coolbellup libraries. The year saw 13,147 hours booked for internet and wordprocessing services.

Improving Access

In the course of the year the library has been able to increase the hours that Spearwood and Coolbellup branches are open to the public. In September 2001 Saturday hours at Spearwood were extended from 11.45 am to 3.00 pm and in May 2002 Coolbellup changed from 10.00 am to 9.30 am opening with Saturday extended to a 1.00 pm closure.

Planning

A Working Group has been established by Council to investigate the potential to construct new community facilities, possibly to include a new library at Success. Considerable work has also taken place as a precursor to what are expected to be quite significant changes and improvements to Spearwood Library.

Partnership and Cooperation

Success Library has maintained an excellent level of cooperation with the Gateways Shopping Centre. It has been the recipient of the centre's generosity through its support for the development of a toy lending service. Gateways has invested over \$4,000 for the purchase of toys and necessary infrastructure. The library has undertaken processing and circulation responsibilities. This has created an excellent partnership arrangement which has provided a successful, popular and much used service.



Engineering & Works Division

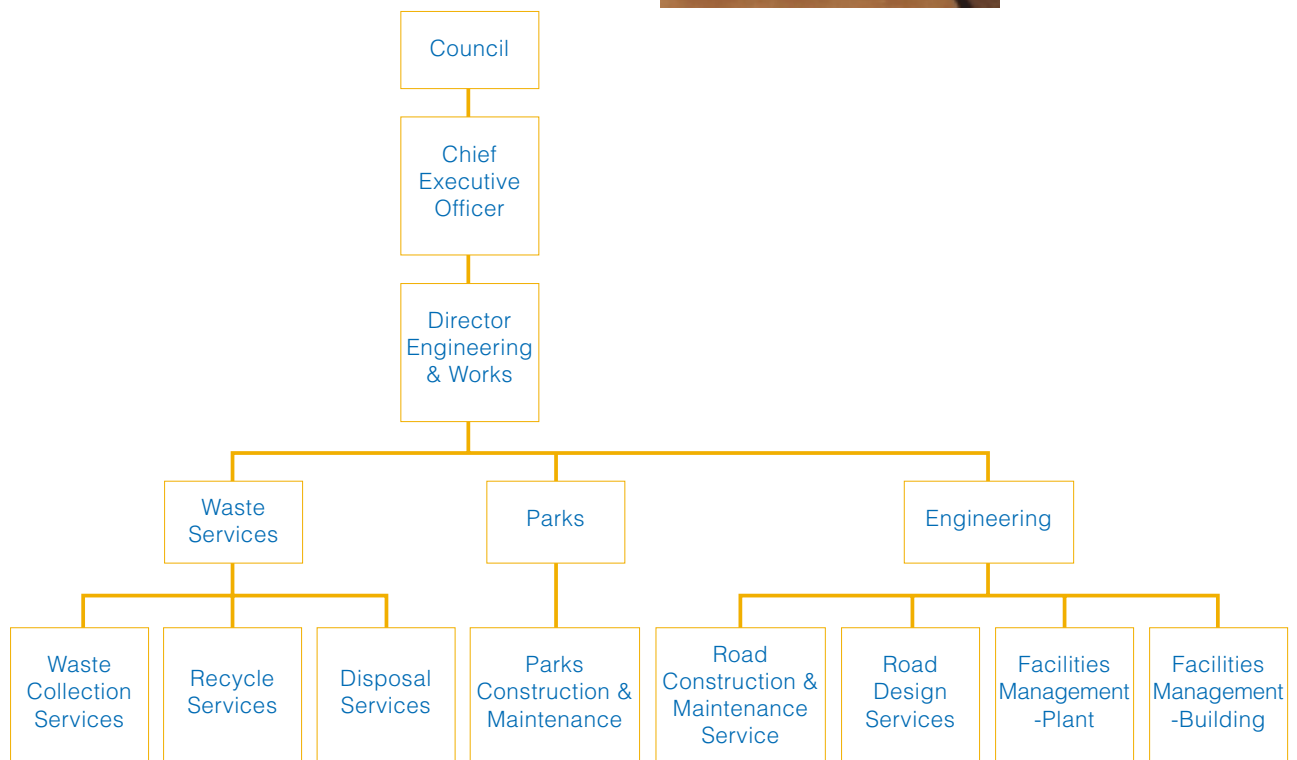
Introduction

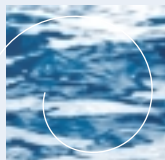
The Engineering and Works Division is responsible for delivering and maintaining a safe road system, developing and maintaining parks and landscaping for enjoyment by everyone, collecting and disposing of waste from all properties that cannot be reused and providing and maintaining all buildings and other facilities on Council property for community use.

Structure

The Departments within the Division of Engineering and Works that delivers these services are:

- Waste Services
- Parks
- Engineering





Engineering & Works Division

Funding

The Engineering and Works Division was responsible for the expenditure of approximately \$22.4 million, with some \$20.40 million provided from rates and reserve funds and \$2.0 million from State and Federal Government Grants.

Wages came to about \$3.0 million, the remaining costs being for plant operation, materials, contractors, electricity and water charges.

Street Lighting	\$0.6m
Roads, Footpaths & Drainage Construction	\$6.4m
Roads, Footpaths and Drainage Maintenance	\$1.5m
Parks Construction	\$0.7m
Parks Maintenance	\$4.1m
Building Construction	\$0.4m
Building Maintenance	\$1.7m
Henderson Landfill Site - Capital Works	\$2.4m
Waste Collection	\$1.1m
Waste Disposal	\$1.7m
Recycling	\$1.8m
Total	\$22.4m



Achievements

- Cell 2 at the Henderson landfill site was covered with an impermeable layer at a cost of \$900,000. This will prevent rainwater from entering the deposited waste. The cell has also been covered with topsoil so the area can be landscaped.
- The second carriageway of Spearwood Avenue between Sudlow Road and Stock Road was completed at a cost of \$900,000.
- Beeliar Drive between Spearwood Avenue and Watson Road was completed at a cost of \$1.9 million.
- The programme of replacing footpath slabs with concrete continued with another \$300,000 being spent.
- Grass trees were relocated from a development site in Hamilton Hill and used to beautify the median and verge in Spearwood Avenue between Wellard Street and Stock Road.
- A landscaped entry statement was constructed at the entry to Yangebup on the Osprey Drive/North Lake Road intersection.
- Traffic signals were installed at the intersection of Rockingham Road and Lancaster Street.
- An upgrading programme for drainage sumps has commenced by landscaping and removal of fencing where possible.
- Rubber matting was installed under the playground equipment at Bibra Lake.
- Reticulation was replaced at the Len Packham Park in Coolbellup at a cost of \$60,000.
- A number of public toilets were modified to provide improved access for the disabled.
- A survey of parks showed there are 16,000 sprinklers that need to be maintained. They are all inspected on a fortnightly basis in the summer months.
- The Bedminster Plant to process domestic waste into compost is under construction at Canning Vale. The annual loan repayment by Cockburn will be approximately \$750,000 per annum for the construction of this facility.

Development & Planning Division

Statutory Planning

Development Planning activity within the City was about the same as the previous financial year. Applications were received and processed for 370 development applications. The development applications were mainly for commercial, industrial and multi residential projects. There were 2 amendments to the Local Town Planning Scheme.

Metropolitan Region Scheme

The Council continued to participate in Regional Planning through the South West District Planning Committee of the Western Australian Planning Commission. Amendments were undertaken to provide for future urban and industrial land, regional parks and major roads.

Proposed Town Planning Scheme No. 3

Town Planning Scheme No. 3 will be finally adopted in July 2002 to replace District Zoning Scheme No. 2 and control the development of land within the district for the next decade.

It is hopeful that Town Planning Scheme No. 3 will become operative by the end of 2002.

Scheme No. 3 will introduce new provisions which should improve the planning and development process and result in benefits for the community.

Cockburn Central (Thomsons Lake)

The planning for Cockburn Central is reaching finality, and it is expected that the development of the land adjacent to the proposed railway station and bus interchange will have commenced prior to the operation of the rail service to Perth in 2006.

Cockburn Central is planned to become a regional centre to serve the shopping, commercial, community and recreational needs of the community. This is a very exciting project being undertaken by Landcorp in conjunction with the Western Australian Planning Commission and the Council.

Port Catherine Marina

This significant coastal development has had the environmental assessment phase completed and hopefully the structure plan will soon be finalised for consideration by the Council and the community. The amendment to the Region Scheme to provide for urban zoning should be completed by the end of the year.

Southern Harbour Project

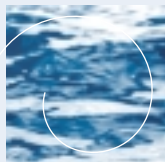
This is a major public work being undertaken by the State Government. When completed this development will provide the infrastructure to support the shipbuilding and off shore fabrication industry. The Council is working with Landcorp to implement a landscape plan for the Henderson Ship Building Estate in an endeavour to improve the parking, signage and streetscape of the area. There has been significant progress over the past 12 months.

Coastal Works Plan

Council's Environmental Management Service has prepared a program setting out a schedule of work priorities, timeframes and costings for Council's consideration/budget provisions. Due to funding considerations, the projects are unlikely to commence until 2002/03.

Bibra Lake Water Quality Study – Stage 2

The Bibra Lake Water Quality Study Stage 2 was completed in January 2002 and presented to Council in February 2002. In accordance with Council's decision, the study has been referred to CSIRO and Water and Rivers Commission to determine the suitability of using phoslock as a possible treatment.



Development & Planning Division

Stanford Gardens Primary School Approval

Approval to subdivide Council owned Lot 621 Beeliar Drive to provide 2.8 hectares required for the Stanford Gardens Primary School site will be granted by the Planning Commission in July 2002. The Education Department has recently initiated action to resume the 2.8 hectare area and abutting roads. It is understood that tenders for the construction of the school will be advertised shortly.

Hope Valley – Wattleup Redevelopment Area

The Hope Valley – Wattleup Redevelopment Act was gazetted on the 29th December 2000. A set of Regulations and an Interim Control Policy have also been published. The Act removes the Redevelopment Area from both the MRS and the local scheme. All development in this area is subject to the approval of the WAPC. Consultants have been appointed to prepare the master plan for the area and this is expected to be completed by the end of 2004.

Jervoise Bay Development Structure Plan

Works commenced in January 2000. A new plan has been adopted which is far smaller than the original plan. The groynes are under construction and subdivision is proceeding.

South Beach Development

The progress to amend the land from 'Industry' to 'Urban' has been finalised. During the week 16th to 21st March 2002, the developer, in conjunction with the Department for Planning and Infrastructure, conducted a charette (public workshop) on the preparation of a concept plan for the development area. About 180 people attended the sessions held. The final concept plan was presented on the 21st March, 2002 and appeared to be well supported by those present.

The developer intends to finalise the plan and submit it to the Cities of Fremantle and Cockburn and to the Government for consideration and/or advertising, prior to the advertising of the Scheme Amendment.

Coogee Beach Reserve

The proposal to construct a café/kiosk at Coogee Beach was considered by Council at its meeting held on the 16th April 2002. The information gathering process is proceeding. Works in the reserve this year have related to the replacement of the post and rail fencing with bollards, an electrical upgrade of the irrigation system and the construction of a drainage swale to serve the existing public car park.

Environmental Management

The Environmental Management Service is involved in a range of activities relating to the management of Conservation reserves, environmental impact assessment, environmental planning, environmental monitoring and community liaison and education.

Major achievements during the past financial year, include:-

- Development of an Environmental Management System for Council's operations.
- Ongoing implementation of management plans for Yangebup and Little Rush Lakes, Market Garden Swamps, Freshwater Drive and Denis De Young reserves
- Continuing management of another 16 conservation reserves
- Ongoing revegetation in Yangebup and Little Rush Lakes, Market Garden Swamp, Bibra Lake, Manning Lake, Coogee Beach, Lake Coogee, and Freshwater Drive reserve.
- Organised plantings with 9 schools and 5 "Friends" groups.

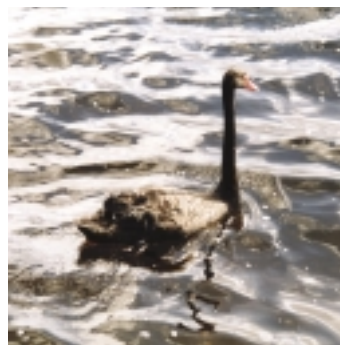
Wetland Management

The City undertook continuous monitoring of 12 wetlands. This will assist with better management of the wetlands.

The control of nuisance midge is still a priority. The increase in residential density and the closeness of new residential areas to existing wetlands is likely to exacerbate the problem. The long term approach to this problem is in implementing Council's

Integrated Midge Control Strategy. In line with this strategy the following achievements were made:-

- Ongoing larvicide treatments of problem wetlands provided relief, with many of the treatments being successful and therefore overall complaint numbers remained low.
- Completion of a water quality management study for Bibra Lake.
- With the Midge Research Group, undertook research projects regarding midge management, such as sediment remediation



Cities for Climate Protection

The City is continuing with the implementation of the Local Action Plans to reduce greenhouse emissions within the City. In the past financial year the following achievements have been made:

- Completed Milestone 4
- Created a Greenhouse Emissions Reduction Reserve Fund to fund further activities to reduce greenhouse emissions.



Building

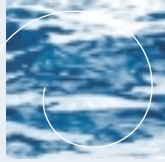
Council was unable to achieve rapid turn around times for approvals under the Building Regulations in part due to consistently heavy work load as a result of the first home owners scheme and consistently low interest rates.

The number of permits issued and the total permit value increased over the last 12 months resulting in Council issuing 35% more permits than last year and achieving a 25% increase in income. In view of Council's Strategic Plan it is likely that this trend will continue in the future.



Building approvals for 2001/2002 are as follows:-

Year Ending	Permits	Value \$	Fees \$	Residential	Commercial	Industrial
30/6/2001	2,025	132.8M	411,488	658	18	38
30/6/2002	2,744	146.5M	513,000	1,093	26	36



Development & Planning Division

Health

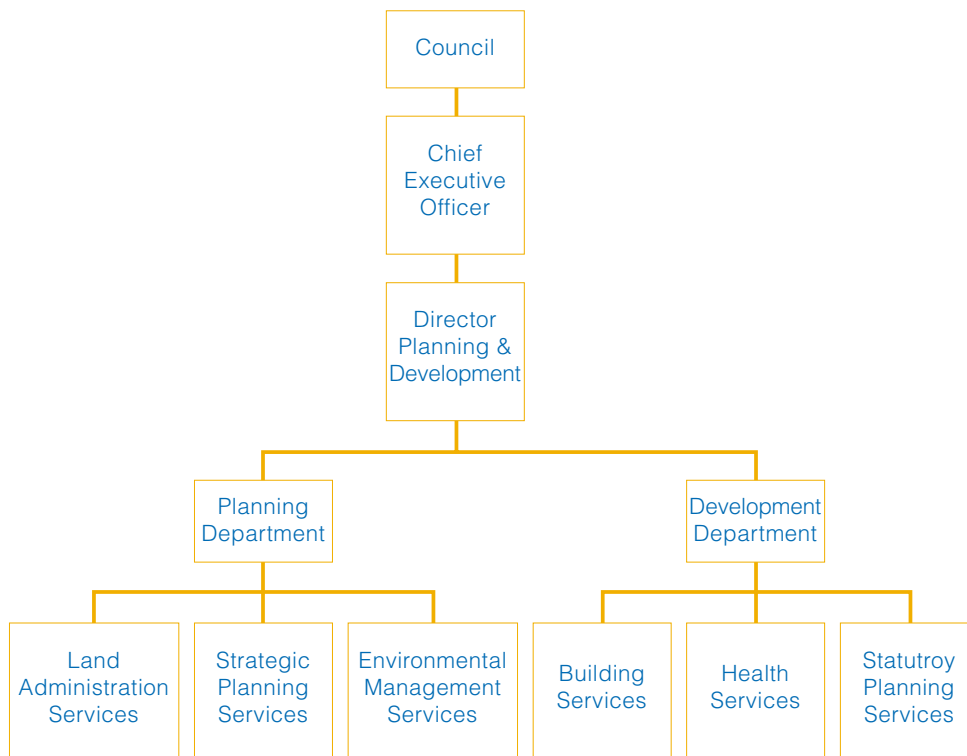
Food Safety

The National Food Safety Standards came into effect on 24th February 2001 and are currently running in tandem with the Health (Food Hygiene) Regulations 1993. Provisions relating to compulsory notification by Food Businesses and Food Handler Training Requirements didn't come into effect until February 2002. The State Government, through the Department of Health, in consultation with all stakeholders is continuing to develop a new Food Act and Regulations to support the implementation of the new Food Safety Standards. A number of the

administrative provisions of the new standards cannot be properly applied until the new Act and Regulations come into effect. The Principal Environmental Health Officer is a member of the Food Legislation Working Group which is developing the new legislative framework. Service Unit activities continue to place emphasis on this important area.

Noise Complaints

Noise complaints have risen significantly over the past year and is due to increases in population and closer living environments in old and new residential developments.

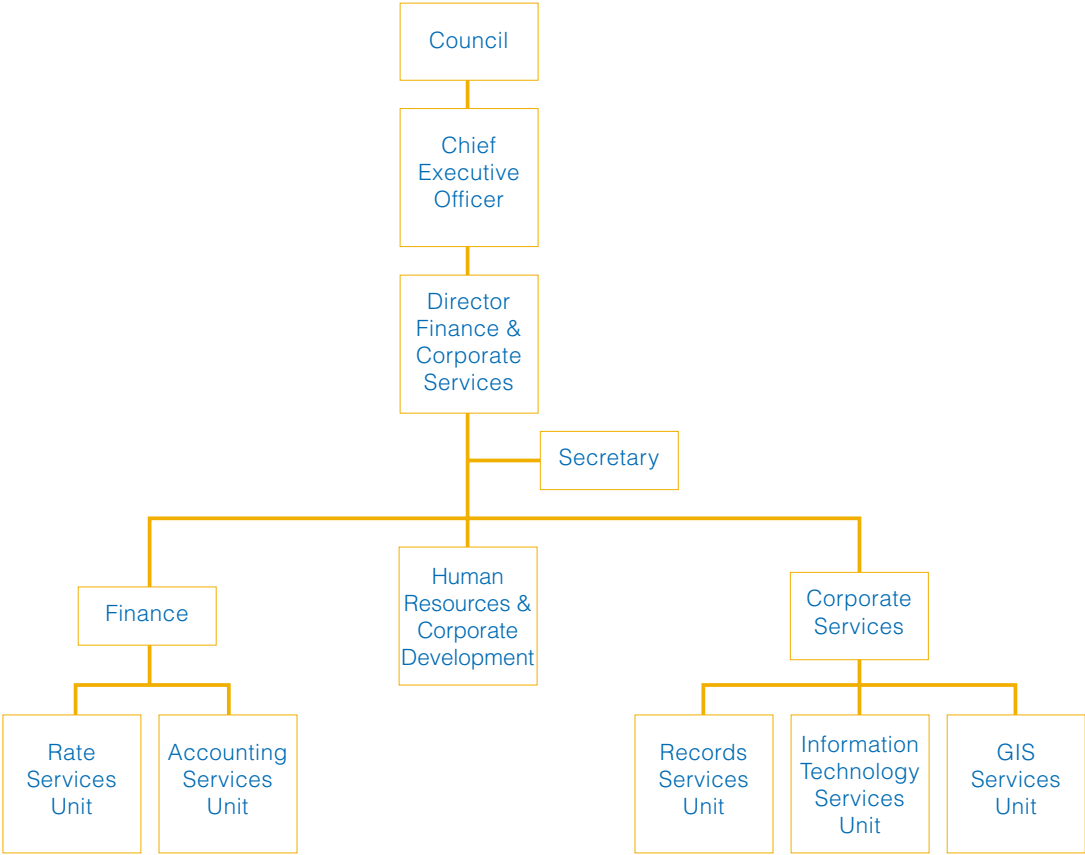


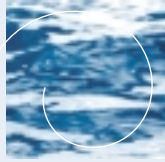
Finance & Corporate Services Division

Council has adopted a commitment to responsible financial management when considering increases in not only matters relating to rate and rubbish charges, but also charges for recreational facilities such as halls, sportsgrounds, and the Leisure Centre. For this financial period rates were increased by 3%. This small increase was necessary to ensure the ongoing delivery of services in an environment of increasing costs and responsibilities.

The City of Cockburn ended the year with a cash surplus of \$924,000 which was carried over to assist with the funding of the 2002/3 works programs.

Revenue from all sources amounted to \$44.5 million. The main sources of income consisted of rates (\$17.5 million) Government grants (\$8.13 million), fees and charges (\$13 million).





Finance & Corporate Services Division

Operating Expenses amounted to \$36.6 million, the majority of this (36%) was spent on Recreation, Culture & Transport. Community Amenities accounted for a further 21%.

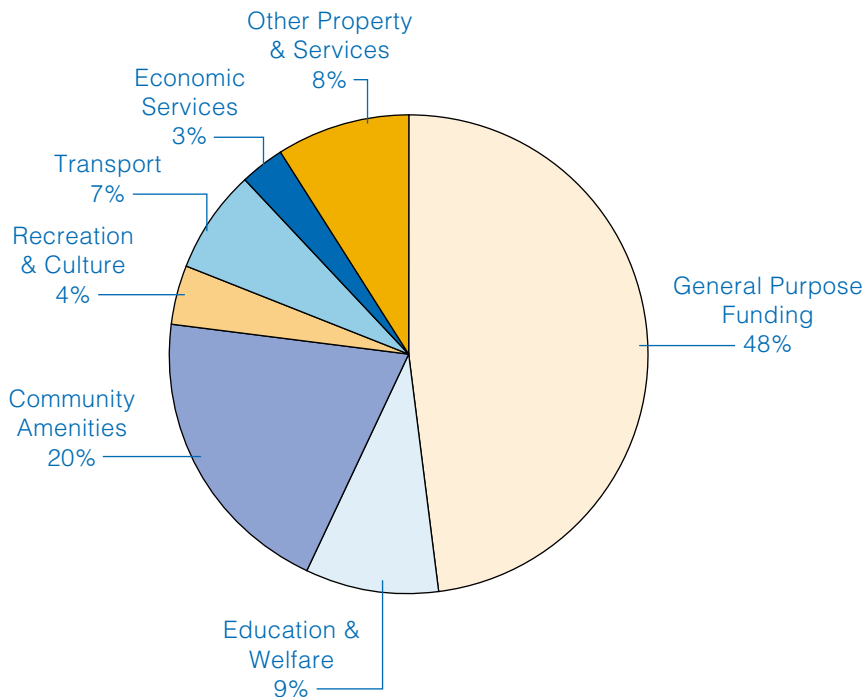
The City of Cockburn has made a commitment to the use of Information Technology for the timely and cost effective administration of council business activities and the provision of sustained quality customer service to its ratepayers. To meet the ongoing needs of Council, Tenders were called for the replacement of its existing computer system, which had been in operation for the past 14 years.

A thorough and rigorous process to select a new system was effected by staff to ensure the most appropriate system was selected, which met all needs of the various activities of Council.

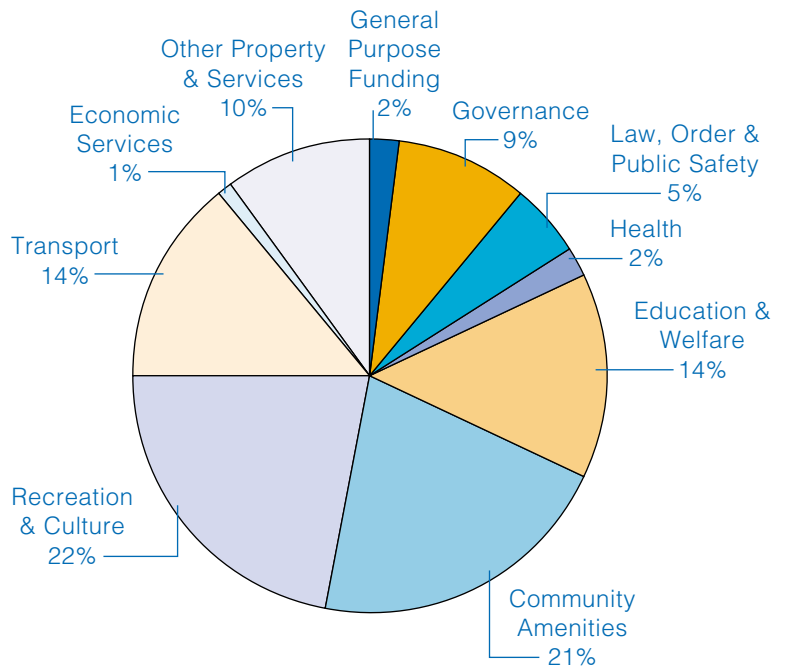
A product supported by Technology One was selected, installation of which commenced in May 2002.

A revaluation of all properties also occurred during the later half of this financial period. Valuations are provided by the Valuer General; and Gross Rental values on GRV properties are reassessed every 3 years and every year for properties rated on the unimproved (UV) valuation method. The effects on properties will be considered very carefully by Council when adopting the 2002/3 budget and the effects it may have on its ratepayers.

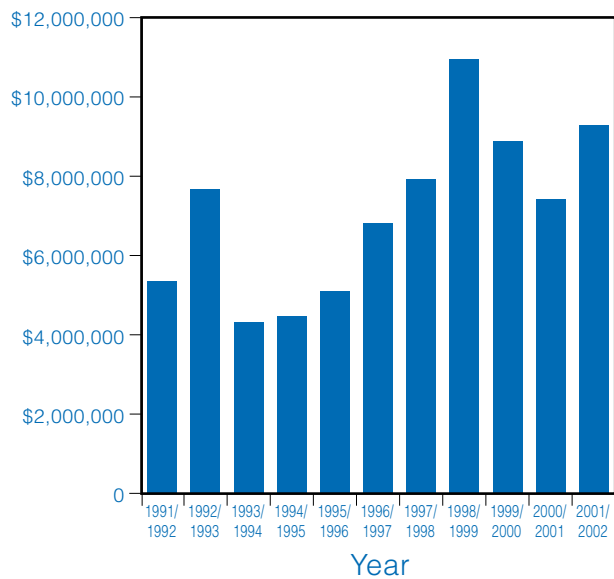
Operating Revenue

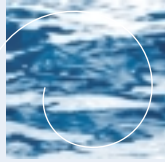


Operating Expenditure



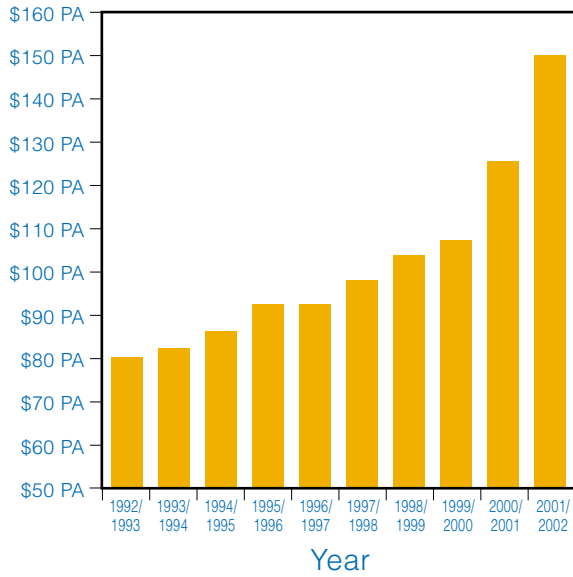
Capital Works Expenditure



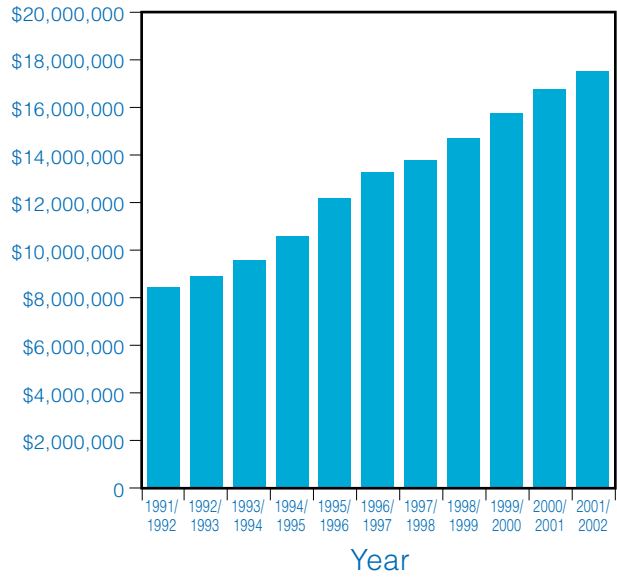


Finance Division

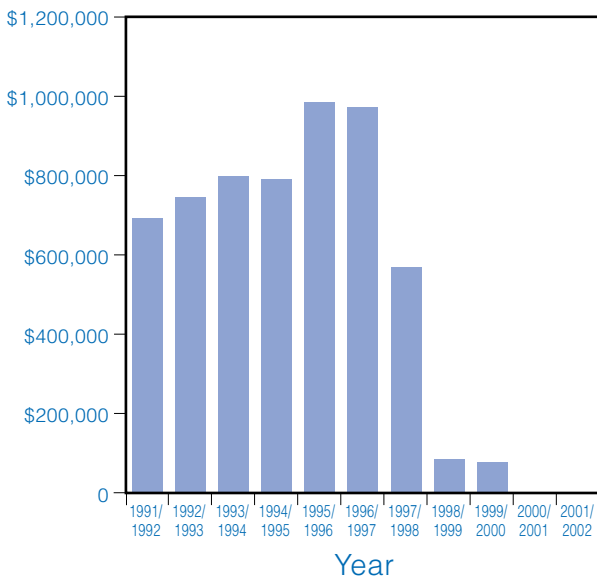
Domestic Rubbish Charges



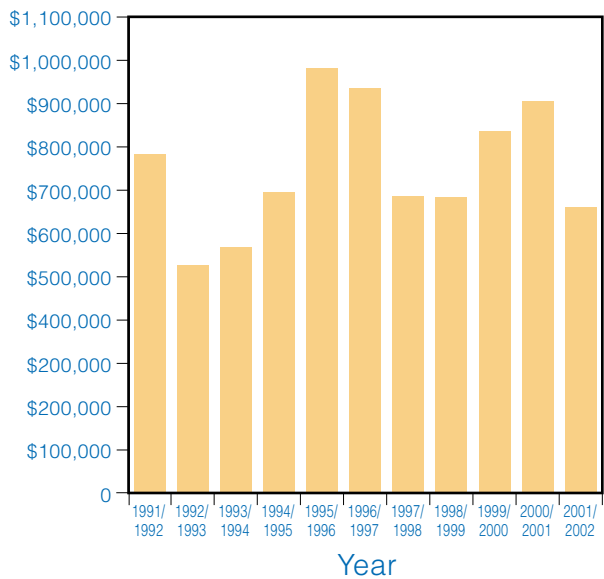
Rates Levied



Long Term Loans Outstanding

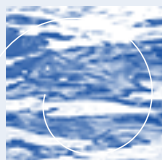


Interest on Investments





Financial Statements



Statement by Chief Executive Officer

The attached financial report of the City of Cockburn, being the Annual Financial Report and supporting notes and other information for the financial year ended 30 June 2002, are in my opinion, properly drawn up to present fairly the financial position of the City of Cockburn at 30 June 2002 and the results of the operations for the financial year then ended, in accordance with the Australian Accounting Standards (except to the extent that these have been varied in the Statement of Accounting Policies required by Australian Accounting Standard AAS 6 "Accounting Policies" and the accompanying notes to the Annual Financial Report), and comply with the provisions of the Local Government Act 1995 and the regulations under that Act.

Signed on the 25 day of November 2002

R.W. Brown
Chief Executive Officer

INDEPENDENT AUDIT REPORT

TO: MEMBERS OF CITY OF COCKBURN

PARTNERS

Anthony D Macri FCPA

C Winton Smith CPA

Scope

We have audited the financial report of the City of Cockburn, comprising the Operating Statement, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows, and the notes to and forming part of the financial report for the year ended 30 June 2002. The Council are responsible for the preparation and presentation of the financial report and the information contained therein. We have conducted an independent audit of the financial report in order to express an opinion on it to the members of the City of Cockburn.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial report is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial report is presented fairly in accordance with the requirements of the Local Government Act 1995 and Regulations under that Act, Australian Accounting Standards and other mandatory professional reporting requirements so as to present a view of the City of Cockburn which is consistent with our understanding of its financial position, the results of its operations and its cash flows.

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

Audit Opinion

In our opinion, the financial report of the City of Cockburn:

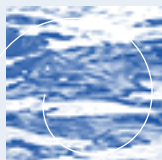
- (a) presents fairly the financial position of the City of Cockburn as at 30 June 2002 and the results of its operations for the year then ended in accordance with applicable Accounting Standards; and
- (b) are prepared in accordance with the requirements of the Local Government Act 1995 and Regulations under that act and other mandatory professional reporting requirements.

We did not during the course of our audit become aware of any instances where the Council did not comply with the requirements of the Local Government Act and Regulations under that Act.


A MACRI - PARTNER


BARRETT & PARTNERS – DFK
CERTIFIED PRACTISING ACCOUNTANTS
28 THOROGOOD STREET
BURSWOOD WA 6100

PERTH
DATED THIS 26TH DAY OF NOVEMBER 2002.



Statement of Financial Position

as at 30 June 2002

	Notes	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
CURRENT ASSETS				
Cash Assets	4 & 14b	31,733,995	22,397,586	29,419,623
Receivables	5	2,827,099	1,635,000	1,653,645
Stock	6	69,047	60,000	65,159
TOTAL CURRENT ASSETS		34,630,141	24,092,586	31,138,427
CURRENT LIABILITIES				
Interest Bearing Liabilities	8	-	-	-
Payables	9	3,847,778	3,867,371	4,150,786
TOTAL CURRENT LIABILITIES		3,847,778	3,867,371	4,150,786
NET CURRENT ASSETS		30,782,363	20,225,215	26,987,641
NON-CURRENT ASSETS				
Receivables	5	330,843	327,527	312,904
Property, Plant and Infrastructure	7	201,373,576	211,088,557	196,784,572
TOTAL NON-CURRENT ASSETS		201,704,419	211,416,084	197,097,476
NON-CURRENT LIABILITIES				
Interest Bearing Liabilities	8	-	-	-
Payables	9	3,005,608	2,540,555	2,505,603
TOTAL NON-CURRENT LIABILITIES		3,005,608	2,540,555	2,505,603
NET ASSETS		229,481,174	229,100,744	221,579,514
EQUITY				
Accumulated surplus		167,525,416	173,091,777	162,907,320
Reserves	10	61,955,758	56,008,967	58,672,194
TOTAL EQUITY		229,481,174	229,100,744	221,579,514

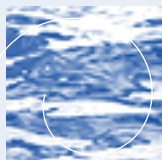
The Statement of Financial Position should be read in conjunction with the accompanying notes.

Statement of Changes in Equity

for the year ended 30 June 2002

	Notes	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
RESERVES CASH BACKED				
Balance at beginning of Year		18,853,813	18,853,813	16,687,302
Amount transferred to/from accumulated surplus		3,283,564	(2,663,227)	2,166,511
BALANCE AT END OF REPORTING PERIOD	10	22,137,377	16,190,586	18,853,813
RESERVES - OTHER				
Asset Revaluation Reserve				
Balance at beginning of Year		39,818,381	39,818,381	39,818,381
Revaluation of Land		-	-	-
BALANCE AT END OF REPORTING PERIOD		39,818,381	39,818,381	39,818,381
TOTAL RESERVES	10	61,955,758	56,008,967	58,672,194
ACCUMULATED SURPLUS				
Balance at beginning of Year		162,907,320	162,586,119	157,420,500
Change in Net Assets resulting from Operations		7,901,660	7,842,431	7,653,331
Transfers to/from Reserve Account		(3,283,564)	2,663,227	(2,166,511)
BALANCE AT END OF REPORTING PERIOD		167,525,416	173,091,777	162,907,320
TOTAL EQUITY		229,481,174	229,100,744	221,579,514

The Statement of Changes in Equity should be read in conjunction with the accompanying notes



Operating Statement

for the year ended 30 June 2002

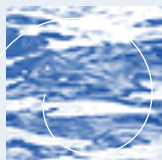
	Notes	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
OPERATING REVENUE				
General Purpose Funding		21,029,315	20,923,617	20,553,681
Governance		555,186	66,453	1,756,675
Law, Order and Public Safety		244,404	217,502	195,874
Health		82,034	66,825	66,423
Education & Welfare		4,099,742	3,636,003	3,684,819
Community Amenities		8,949,198	8,828,591	7,528,480
Recreation and Culture		1,980,427	2,944,349	2,867,650
Transport		3,139,312	4,043,880	1,616,371
Economic Services		1,293,708	1,246,410	628,907
Other Property and Services		3,193,594	1,252,582	1,496,057
TOTAL OPERATING REVENUE		44,566,920	43,226,212	40,394,937
OPERATING EXPENDITURE				
General Purpose Funding		646,777	656,064	504,065
Governance		3,231,113	2,846,234	2,722,416
Law, Order and Public Safety		1,711,669	1,725,157	1,505,725
Health		617,053	650,338	593,928
Education & Welfare		5,160,819	4,704,907	5,074,829
Community Amenities		7,647,193	8,696,546	7,151,101
Recreation and Culture		8,497,981	8,452,760	7,990,742
Transport		4,975,526	5,121,039	4,652,101
Economic Services		507,786	607,278	493,015
Other Property and Services		3,669,343	1,923,458	2,053,684
TOTAL OPERATING EXPENDITURE		36,665,260	35,383,781	32,741,606
CHANGE IN NET ASSETS RESULTING FROM OPERATIONS	3F	7,901,660	7,842,431	7,653,331

The Operating Statement should be read in conjunction with the accompanying notes.

Statement of Cash Flows

for the year ended 30 June 2002

	Notes	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
CASH FLOWS FROM OPERATING ACTIVITIES				
PAYMENTS				
Employee Costs		(14,475,522)	(14,223,228)	(12,970,496)
Materials & Contracts		(11,647,008)	(10,230,369)	(11,438,951)
Utilities		(1,379,176)	(1,354,626)	(1,477,104)
Interest Paid		-	-	(2,102)
Other Expenses		(5,637,287)	(4,237,822)	(2,551,273)
Insurance		(459,326)	(354,520)	367,012)
		(33,598,319)	(30,400,565)	(28,806,938)
RECEIPTS				
Rates		17,625,143	17,410,629	16,864,921
Fees & Charges		12,279,211	12,940,247	11,745,770
Contributions, Donations & Reimbursements		1,763,886	785,982	747,516
Interest Received		2,410,432	1,630,870	1,934,236
Other Revenue/Income		2,243,476	1,063,476	1,858,331
GST Refunded by ATO		856,186	-	979,512
		37,178,334	33,831,204	34,130,286
NET CASHFLOWS FROM OPERATING ACTIVITIES	14[a]	3,580,015	3,430,639	5,323,348
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from Sale of Non-current Assets	3[E]	801,189	1,066,000	646,241
Purchase Furniture & Equipment		(133,760)	(213,853)	(202,423)
Purchase Computer Equipment		(650,047)	(892,395)	(236,057)
Purchase Infrastructure Assets		(8,412,788)	(15,722,379)	(6,003,959)
Purchase Plant & Equipment		(1,098,901)	(3,827,400)	(1,294,282)
Purchase of Land		(153,982)	(116,675)	(2,787,994)
Purchase Tools		-	(7,000)	(9,617)
(Increase)/Decrease in Self Supporting Loans		-	-	-
NET CASH FLOWS FROM INVESTING		(9,648,289)	(19,713,702)	(9,888,091)
CASH FLOWS FROM GOVERNMENT				
Grants & Subsidies		8,113,565	9,245,208	6,480,448
NET CASH FLOWS FROM GOVERNMENT		8,113,565	9,245,208	6,480,448
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase/Decrease in Bonds Held		269,081	15,818	151,416
Repayment of Borrowings	8[A]	-	-	(31,811)
NET CASH FLOWS FROM FINANCING ACTIVITIES		269,081	15,818	119,605
NET INCREASE/DECREASE IN CASH HELD		2,314,372	(7,022,037)	2,035,310
CASH AT BEGINNING OF REPORTING PERIOD		29,419,623	29,419,623	27,384,313
CASH AT END OF REPORTING PERIOD	4, 14[b]	31,733,995	22,397,586	29,419,623



Notes

to and forming part of the financial statements for the year ended 30 June 2002

1. Significant Accounting Policies

The following Significant Accounting Policies which have been adopted in the preparation of the Financial Statements are:

[a] The Local Government Reporting Entity:

All funds through which Council controls the resources to carry on its functions have been included in the Financial Statements forming part of this report.

In the process of reporting on the City as a single unit all transactions and balances between the these funds [for example transfers between funds] have been eliminated.

[b] Basis of Accounting:

The Financial Report has been prepared to comply with applicable Australian Accounting Standards and disclosure requirements of the Local Government Act 1995 and Local Government Regulations. They are prepared on the accrual basis under the convention of historical cost accounting and do not take into account changes in money values.

The accounting policies adopted are consistently applied unless otherwise stated.

[c] Capitalisation, (Materiality Thresholds) Valuation and Classes of Assets:


	Cost \$
Land	0
Buildings and Fixed Equipment	0
Furniture and Equipment and Computer Equipment	1,000
Plant, Machinery and Equipment	1,000
Tools	1,000
Infrastructure Assets	5,000

[d] Depreciation of Non-Current Assets (Other than land):

All Non-Current Assets have been depreciated based on the period that the asset is to be used by the entity.

Depreciation is recognised on a straight line basis, as follows:

Buildings	40 years (2.5% p.a.)
Furniture and Equipment	10 years (10% p.a.)
Sedan and Wagons	Various Rates
Utilities	12% p.a.
Vans and Buses	8 years (12.5% p.a.)
Trucks	8 years (12.5% p.a.)
Rubbish Trucks	5 years (20.00% p.a.)
Tractors	8 years (12.5% p.a.)
Unregistered Plant >\$5,000	8 years (12.5% p.a.)
Parks Mowing Equipment	3 years (33.00% p.a.)
Unregistered Plant <\$5,000	Various Rates.
Tools	5 years (20% p.a.)
Computer Equipment	5 years (20% p.a.)
Infrastructure – Footpaths	50 years (2% p.a.)
Infrastructure – Drainage	75 years (1.3% p.a.)
Infrastructure – Roads	50 years (2% p.a.)
Infrastructure – Parks/Gardens	Infinite
Infrastructure – Park/Equipment & Plant	20 years (5% p.a.)
Rubbish Disposal Site	4 years (25% p.a.)



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

[e] Employee Entitlements:

Employee entitlements are accrued on a pro-rata basis in accordance with Contractual Agreements, Awards and relevant Acts in relation to Annual and Long Service Leave in respect of services provided by employees up to the reporting date.

Current rates of pay on costs and other factors including experience of employee departures and their periods of service are used in calculating the provisions, in accordance with the applicable Accounting Standards AAS30.

Long Service Leave Provision:

A cash backed Reserve has been established to cover the Council's current and potential liability for long service leave. This provision represents the amount payable to all employees who have completed 7 years service and are therefore eligible for pro-rata payment if they leave Council's employ, additional provision is made for staff who are approaching 7 years of service.

Superannuation:

The Council is a member of the Local Government Superannuation Scheme Fund. Council's superannuation contributions are 8% to the Superannuation Guarantee Charge, plus Council contribution of 4%.

[f] Investments:

Investments are valued at cost and interest on those investments is recognised as revenue as they accrue.

[g] Land Held for Resale:

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

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

[h] Cash Backed Reserve:

Council maintains separately identifiable investment deposits for individual Reserve Accounts. The amount shown as a reserve is always represented by cash backing with the exclusion of the Asset Revaluation Reserve.

[i] Rates Grants, Donations and other Contributions:

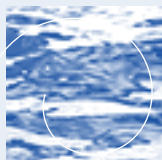
Rates grants, donations and other contributions have been recognised as revenues when Council obtains control over the assets comprising the contributions.

Control over assets acquired from rates is obtained on the date rates are levied. As outstanding rates are a charge against the land and will ultimately be collected, provision for doubtful rate debts will not be made.

Control over granted assets is normally obtained upon their receipt. Where contributions are only secured in arrears on satisfaction of specific conditions, control is deemed to occur upon satisfaction of the grant conditions according to the matching principle for the accounting period.

[j] Joint Venture:

Information about the Joint Venture is set out in Note No.13



Notes

to and forming part of the financial statements for the year ended 30 June 2002

1. Significant Accounting Policies (continued)

[k] Leases:

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not legal ownership, are transferred to the City are classified as finance leases. Finance leases are capitalised recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual value. Leased assets are amortised over their estimated useful lives. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

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

[l] Comparative Figures:

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

[m] Rounding Off Figures:

All figures shown in the Annual Financial Statements, other than rates in the dollar, are rounded to the nearest dollar.

2. Changes in Accounting Policies

Nil

3a. Operating Revenues & Expenses

Property, Plant & Infrastructure Assets & Depreciation Classified by Function & Activity

	CARRYING AMOUNTS			DEPRECIATION RAISED		
	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
Governance	5,803,627	6,077,128	5,339,087	418,292	287,290	517,640
Law, Order, Public Safety	683,113	715,302	763,293	119,098	109,715	75,645
Health	359,790	376,744	381,163	27,918	27,300	18,271
Education & Welfare	1,668,365	1,746,980	1,608,740	113,081	98,711	94,926
Community Amenities	7,007,787	7,337,997	2,324,333	25,410	27,810	23,129
Recreation & Culture	35,699,952	37,382,149	34,730,412	1,112,855	1,065,204	970,381
Transport	118,616,871	124,206,148	116,922,059	2,295,905	2,283,200	2,163,831
Economic Services	258,042	270,202	288,111	16,217	17,909	24,680
Other Property & Services	31,276,029	32,975,907	34,427,374	996,663	1,104,883	882,419
TOTAL	201,373,576	211,088,557	196,784,572	5,125,439	5,022,022	4,770,922

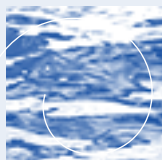
3a. Operating Revenues & Expenses (continued)

Total Assets Classified by Function & Activity

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
Governance	12,306,371	9,295,069	12,969,681
Law, Order & Public Safety	683,113	1,127,794	763,293
Health	359,790	472,269	381,163
Education & Welfare	2,190,725	2,262,306	2,753,307
Community Amenities	19,087,258	6,947,936	12,295,840
Recreation & Culture	41,020,574	43,622,371	39,312,221
Transport	127,130,255	134,440,478	124,455,351
Economic Services	1,658,026	382,080	875,481
Other Property & Services	31,898,448	36,958,367	34,429,566
TOTAL	236,334,560	235,508,670	228,235,903

3b. Control Over Contributions

	Budget 2001/02 \$	Actual 2000/01 \$
Contributions which were recognised as revenues during the reporting period and which were obtained on the condition that they be expended for the purposes for which they were assigned but have yet to be applied in that manner at the reporting date were:		
Road Construction & Development funds	623,179	233,030
Footpath Development Funds	46,645	46,739
Public Open Space Development Funds	16,500	112,287
Drainage Development Funds	10,000	-
Welfare Centres Deposits	-	774,749
	696,324	1,166,805
Contributions which were recognised as revenues in the previous reporting periods and which were obtained on the condition that they be expended for the purposes for which they were assigned but have not yet been applied in that manner at the reporting date were:		
Flood Disaster Funds	2,192	2,192
Road Construction & Development funds	420,643	426,456
Bibra Lake Development funds	167,326	167,327
Drainage Development Funds	365,185	365,185
Footpath Development Funds	798,304	860,825
Public Open Space Development Funds	1,205,361	1,093,073
	2,959,011	2,915,058
Funds which were recognised as revenues in a previous reporting period and were expended during the current reporting period in the manner specified by the assignee were:		
Road Construction & Development funds	238,842	-
Footpath Development Funds	109,260	180,190
Welfare Centres Deposits	774,749	836,951
	1,122,851	1,017,141
	2,532,484	3,064,722



Notes

to and forming part of the financial statements for the year ended 30 June 2002

3c. Change in Net Assets

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
The change in net assets resulting from Operations was arrived at after charging/crediting the following items:			
AFTER CHARGING:			
DEPRECIATION			
Tools	(39,251)	13,921	5,088
Buildings	878,083	854,615	854,117
Plant & Equipment	1,264,273	1,319,982	1,047,937
Furniture & Equipment	549,093	362,804	540,683
Infrastructure – Footpaths	113,839	115,800	101,627
Infrastructure – Drainage	354,076	354,900	353,606
Infrastructure – Roads	1,782,875	1,770,000	1,662,253
Infrastructure – Parks Equipment	222,451	230,000	205,611
	5,125,439	5,022,022	4,770,922
Interest on Borrowings	-	-	2,102
Proceeds from disposal of non-current assets	801,189	1,066,000	646,241
Carrying amount of non-current assets	735,035	939,120	740,837
PROFIT/(LOSS ON SALE OF ASSETS)	66,154	126,880	(94,596)
AFTER CREDITING			
INTEREST EARNINGS			
Interest received on Reserve Funds	868,972	830,870	1,030,585
Interest received on other Funds	660,409	800,000	903,651
	1,529,381	1,630,870	1,934,236
Inquiry Costs (Significant Item)*		-	1,722,494

*Significant Item

Advice received from the Minister for Local Government stated that Council's debt of \$1,722,494 being the full cost of the Douglas Inquiry (recognised in the 1999/00 year) had been waived.



3d. Statement of Objective

The City of Cockburn has adopted changes to the program structure as outlined in schedule 1 of the 1996 Financial Regulations. The City has incorporated the allocation of costs throughout functions/activities in this Financial statement.

An explanation of the contents and operations of the various headings as listed in the Operating Statement are as follows:

General Purpose Funding

All rate revenue and penalties, General purpose grant, Pensioners deferred rates grant, Investment interest

Governance

Members of Council, Customer Services, Management Services, Accounting Services, Information Technology, Records, Executive Support and Human Resources.

Law, Order And Public Safety

Supervision of various by-laws, animal and dog control, fire prevention, Cockburn Voluntary Emergency Services.

Health

Environmental Health, Health clinics, Immunisation programs, Pest control and Environmental Management

Education and Welfare

Relates to the provision of services to families and children, aged and disabled senior citizens, pre -schools, youth services.

Community Amenities

Refuse collection, recycling and disposal, the operation of the Henderson Landfill site, protection of the environment, administration of the town planning scheme and maintenance of bus shelters.

Recreation and Culture

Community halls and recreation centres, maintenance of all parks and ovals and beach areas, the provision of library facilities and cultural events.

Transport

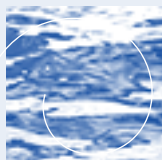
This program includes road, drainage and footpath construction and maintenance, street trees and the purchase of heavy plant, maintenance of council depo

Economic Services

Tourism, and building control.

Other Property and Services

Private works, Engineering overheads, plant operating costs.



Notes

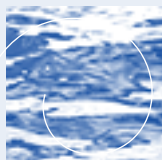
to and forming part of the financial statements for the year ended 30 June 2002

3e. Disposal of Assets

	NET BOOK VALUE			SALE PRICE			PROFIT/LOSS		
	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
BY FUNCTION									
Governance	92,539	30,497	-	86,273	68,000	-	(6,266)	37,503	-
Law, Order, & Public Safety	57,764	68,856	65,132	52,273	72,000	76,378	(5,491)	3,144	11,246
Health	12,131	12,565	11,411	16,454	13,500	13,727	4,323	935	2,316
Education & Welfare	31,955	46,049	30,841	55,707	73,000	15,746	23,752	26,951	(15,095)
Community Amenities	15,602	462,491	13,136	17,727	473,000	12,227	2,125	10,509	(909)
Recreation & Culture	21,753	17,073	14,637	22,136	16,000	16,818	383	(1,073)	2,181
Transport	1,086	151,151	-	200	192,500	-	(886)	41,349	-
Economic Services	-	-	-	-	-	-	-	-	-
Other Properties & Services	502,205	150,438	605,680	550,419	158,000	511,345	48,214	7,562	(94,335)
TOTAL	735,035	939,120	740,837	801,189	1,066,000	646,241	66,154	126,880	(94,596)
BY ASSET CLASSIFICATION									
Plant & Equipment	505,467	939,120	457,356	527,838	1,066,000	646,041	22,371	126,880	188,685
Furniture & Equipment	8,440	-	20,556	3,200	-	200	(5,240)	-	(20,356)
Buildings	-	-	-	-	-	-	-	-	-
Land	221,128	-	262,925	270,151	-	-	49,023	-	(262,925)
	735,035	939,120	740,837	801,189	1,066,000	646,241	66,154	126,880	(94,596)

3f. Operating Statement disclosed by Nature and Type

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
REVENUE			
Rates	17,558,582	17,413,480	16,799,634
Fees & Charges	12,991,058	12,957,211	10,609,067
Grants & Subsidies	6,971,793	9,245,208	6,480,448
Contributions, Donations & reimbursements	813,923	785,982	2,470,010
Interest Earnings	1,529,381	1,630,870	1,934,236
Other Revenue/Income	4,570,833	1,063,476	1,858,331
Profit on Sale of Assets	131,350	129,985	243,211
TOTAL OPERATING REVENUE	44,566,920	43,226,212	40,394,937
EXPENDITURE			
Employee Costs	14,214,827	14,223,228	3,163,872
Materials & Contracts	11,665,397	10,188,458	9,919,582
Utilities	1,377,399	1,354,626	1,477,104
Interest Expenses	0	0	2,102
Other Expenses	3,758,631	4,237,822	2,703,205
Depreciation on non-current Assets	5,125,439	5,022,022	4,770,922
Insurance	458,371	354,520	367,012
Loss on Sale of Assets	65,196	3,105	337,807
TOTAL OPERATING EXPENDITURE	36,665,260	35,383,781	32,741,606
CHANGE IN NET ASSETS RESULTING FROM OPERATIONS	7,901,660	7,842,431	7,653,331



Notes

to and forming part of the financial statements for the year ended 30 June 2002

4. Cash Assets

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
Cash at Bank	5,974,328	6,182,000	1,143,052
Term Deposits	25,759,667	16,215,586	28,276,571
	31,733,995	22,397,586	29,419,623
Restricted Funds	28,134,112	22,340,586	25,007,995
Unrestricted Funds	3,599,883	57,000	4,411,628
	31,733,995	22,397,586	29,419,623
SUMMARY OF RESTRICTED FUNDS			
SUNDRY DEPOSITS & BONDS			
General Deposits	776,095	773,192	741,574
Rates Overpaid	262	262	262
Footpath Deposits	58,122	66,522	66,522
Crossover Deposits	246,916	274,065	274,065
Quarry Bonds	508,843	512,262	487,262
Hall Bonds	17,597	40,648	30,648
Reserve Bonds	3,354	2,554	3,354
Maintenance Bonds	730,211	418,632	468,632
TOTAL SUNDRY DEPOSITS & BONDS	2,341,400	2,088,137	2,072,319
OTHER RESTRICTED FUNDS			
Flood Disaster Deposits	2,192	2,192	2,192
Rates Overpaid	-	-	-
Road Construction & Development Funds	1,043,822	709,486	659,486
Bibra Lake Development Funds	167,326	167,326	167,326
Drainage Development Funds	375,185	365,185	365,185
Footpath Development Funds	844,949	787,564	907,564
Public Open Space Development Funds	1,221,861	1,255,361	1,205,361
Welfare Centres Deposits	-	774,749	774,749
TOTAL OTHER RESTRICTED FUNDS	3,655,335	4,061,863	4,081,863
CASH BACKED RESERVE FUNDS			
Long Service Leave	583,811	566,768	589,468
Plant Replacement	1,866,652	1,392,360	1,123,660
Computer Replacement	578,127	361,999	906,394
Major Building Refurbishment	789,739	793,180	755,880
Rubbish Development	7,565,589	4,041,282	6,597,782
Land Development	1,229,578	761,426	459,101
Regional Roads	3,111,154	3,265,393	3,435,693
Naval Base Chalets	170,406	171,569	128,269
Mobile Rubbish Bins	817,204	706,560	968,710
Community Recreation Facility	4,077,810	3,508,793	3,342,446
Youth Advisory Council Canberra Trip	11,435	11,494	10,944
Community Bus	44,582	46,068	39,168
Workers Compensation	184,503	185,392	176,592
Family Day Care Vehicles	-	-	-
Green House Emissions Reductions	20,217	-	-
Development Contribution Plans	620,227	-	-
FDC Building Maintenance	25,276	26,968	24,191
Aged & Disabled vehicles	43,839	37,572	16,117
Welfare Employee Entitlements	397,228	313,762	279,398
TOTAL CASH BACKED RESERVE FUNDS	22,137,377	16,190,586	18,853,813
TOTAL RESTRICTED FUNDS	28,134,112	22,340,586	25,007,995

5. Receivables

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
CURRENT			
Rates Outstanding	449,220	480,000	491,772
Sundry Debtors	2,223,925	1,005,000	1,006,480
Rubbish Charges Outstanding	52,057	80,000	78,795
Prepayments	101,897	70,000	76,598
	2,827,099	1,635,000	1,653,645
NON-CURRENT			
Rates Outstanding – Pensioners	330,843	327,527	312,904
Loans – Clubs/Associations	-	-	-
	330,843	327,527	312,904

6. Stock on Hand

Depot Store	69,047	60,000	65,159
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7a. Property, Infrastructure, Plant & Equipment

INFRASTRUCTURE – FOOTPATHS

Management Valuation 1997	-	2,436,576	-
At cost	6,179,027	4,077,356	5,441,022
	6,179,027	6,513,932	5,441,022
LESS Accumulated Depreciation	488,761	490,722	374,923
	5,690,266	6,023,210	5,066,099

INFRASTRUCTURE – DRAINAGE

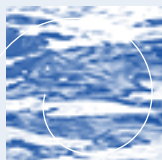
Management valuation 1997	-	27,201,315	-
At cost	27,306,008	180,000	27,201,315
	27,306,008	27,381,315	7,201,315
LESS Accumulated Depreciation	1,769,779	1,770,602	1,415,702
	25,536,229	25,610,713	5,785,613

INFRASTRUCTURE – ROADS

Management valuation 1997	-	70,920,145	-
at cost	92,110,992	23,283,320	86,537,625
	92,110,992	94,203,465	86,537,625
LESS Accumulated Depreciation	8,124,368	8,111,493	6,341,493
	83,986,624	86,091,972	80,196,132

INFRASTRUCTURE – PARKS & RESERVES (PLANT & EQUIPMENT)

Management Valuation 1997	-	2,524,324	-
At cost	4,720,089	2,429,038	4,347,083
	4,720,089	4,953,362	4,347,083
LESS Accumulated Depreciation	803,865	811,414	581,414
	3,916,224	4,141,948	3,765,669



Notes

to and forming part of the financial statements for the year ended 30 June 2002

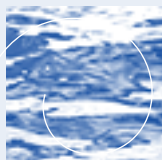
7a. Property, Infrastructure, Plant & Equipment (continued)

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
INFRASTRUCTURE – PARKS & RESERVES (GARDENS)			
Management Valuation 1997	-	4,274,615	-
At cost	7,517,253	3,770,029	7,038,449
	7,517,253	8,044,644	7,038,449
LAND			
At Council Revaluation 1993	-	18,998,516	-
At Council Revaluation 1994	-	10,421,682	-
At cost	36,113,641	6,375,689	36,180,787
	36,113,641	35,795,887	36,180,787
REFUSE SITE			
At cost	4,205,302	6,683,293	3,565,160
	4,205,302	6,683,293	3,565,160
BUILDINGS			
At Council Revaluation 1993	-	6,099,790	-
At cost	35,021,597	10,490,057	34,516,825
	35,021,597	36,589,847	34,516,825
LESS: Accumulated Depreciation	6,695,604	6,672,136	5,817,521
	28,325,993	29,917,711	28,699,304
FURNITURE & FITTINGS			
At cost	3,166,788	5,592,975	4,486,727
LESS: Accumulated Depreciation	2,200,806	3,306,520	2,943,716
	965,982	2,286,455	1,543,011
COMPUTER EQUIPMENT			
At cost	882,40	-	-
LESS: Accumulated Depreciation	79,100	-	-
	803,303	-	-
PLANT & MACHINERY			
At Council Revaluation 1993	-	4,401,431	-
At cost	7,960,328	5,049,269	8,052,418
	7,960,328	9,450,700	8,052,418
LESS: Accumulated Depreciation	3,647,569	3,011,781	3,168,796
	4,312,759	6,438,919	4,883,622
TOOLS			
At Council valuation 1994	-	18,409	-
At cost	-	127,708	139,117
	-	146,117	139,117
LESS: Accumulated Depreciation	-	92,312	78,391
	-	53,805	60,726
TOTAL PROPERTY, INFRASTRUCTURE, PLANT & EQUIPMENT			
Gross Book Value	225,183,428	235,355,537	217,506,528
Less: Accumulated Depreciation	23,809,852	24,266,980	20,721,956
NET BOOK VALUE	201,373,576	211,088,557	196,784,572

7b. Movements in Carrying Amounts

The following table reconciles the carrying amounts at the beginning and end of the current financial year for each class of non-current assets.

2001/02	Carrying amount at beginning of the year	add:		less:	less	Carrying amount at end of the year
		Acquisitions	Reclassification	Disposals	Depreciation	
Plant & Machinery	4,883,622	1,098,901	99,977	(505,468)	(1,264,273)	4,312,759
Tools	60,726	-	(99,977)	(5,385)	39,251	-
Furniture & Equipment	1,318,737	133,760	-	(3,056)	(481,130)	965,982
Computer Equipment	224,274	650,047	-	-	(67,962)	803,303
Buildings	28,699,304	504,772	-	(221,128)	(878,083)	28,325,993
Freehold Land	36,180,787	153,982	-	-	-	36,113,641
Tip Site Infrastructure	3,565,160	640,142	-	-	-	4,205,302
Footpaths Infrastructure	5,066,099	738,006	-	-	(113,839)	5,690,266
Drainage Infrastructure	25,785,613	104,693	-	-	(354,077)	25,536,229
Roads Infrastructure	80,196,132	5,573,367	-	-	(1,782,875)	83,986,624
Parks & Gardens Infrastructure	7,038,449	478,804	-	-	-	7,517,253
Parks Equipment	3,765,669	373,006	-	-	(222,451)	3,916,224
Total	196,784,572	10,449,480	-	(735,037)	(5,125,439)	201,373,576



Notes

to and forming part of the financial statements for the year ended 30 June 2002

8. Interest Bearing Liabilities

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
CURRENT			
Principal of Loans	-	-	-
Accrued Interest	-	-	-
	-	-	-
NON-CURRENT			
Principal of Loans	-	-	-

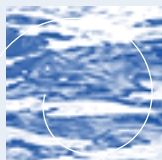
9. Payables

CURRENT			
Creditors	1,166,041	1,716,931	1,770,827
Income Received in Advance	444,290	400,000	417,013
Provision for Annual Leave	1,392,488	1,164,070	1,131,852
	3,847,778	3,867,371	4,150,786
NON-CURRENT			
Non Current Creditors	-	-	-
Provision for long service leave *	664,208	452,418	433,284
Sundry Deposits & Bonds	2,341,400	2,088,137	2,072,319
	3,005,608	2,540,555	2,505,603

* Provision for Long Service Leave is cash backed to the extent of \$583,811 in 2001/02 (cash backing in 2000/01 totalled \$589,468)

10a. Reserves

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
CASH BACKED RESERVES			
Aged & Disabled Vehicles Reserve			
Opening Balance	16,117	16,117	6,127
Transfer from Accumulated Surplus - Interest	722	320	229
Transfer from Accumulated Surplus	23,000	21,135	6,117
	39,839	37,572	16,117
Community Bus Reserve			
Opening Balance	39,168	39,168	28,332
Transfer from Accumulated Surplus - Interest	1,807	1,900	1,836
Transfer from Accumulated Surplus	7,607	5,000	9,000
Transfer to Accumulated Surplus	-	-	-
	48,582	46,068	39,168
Community Recreation Facility Reserve			
Opening Balance	3,342,445	3,342,446	2,514,650
Transfer from Accumulated Surplus - Interest	156,732	164,000	67,795
Transfer from Accumulated Surplus	645,000	645,000	660,000
Transfer to Accumulated Surplus	(66,367)	(642,653)	-
	4,077,810	3,508,793	3,342,445
Computer Replacement Reserve			
Opening balance	906,394	906,394	826,974
Transfer from Accumulated Surplus - Interest	43,991	31,000	50,930
Transfer from Accumulated Surplus	312,000	312,000	28,490
Transfer to Accumulated Surplus	(684,258)	(887,395)	-
	578,127	361,999	906,394
Family Day Care Building Maintenance Reserve			
Opening Balance	24,191	24,191	22,805
Transfer from Accumulated Surplus - Interest	1,085	1,400	1,386
Transfer from Accumulated Surplus	-	1,377	-
Transfer to Accumulated Surplus	-	-	-
	25,276	26,968	4,191
Land Development Reserve			
Opening Balance	459,101	459,101	432,784
Transfer from Accumulated Surplus - Interest	20,566	30,000	26,317
Transfer from Accumulated Surplus	879,241	540,000	-
Transfer to Accumulated Surplus	(129,330)	(267,675)	-
	1,229,578	761,426	459,101
Long Service Leave Reserve			
Opening Balance	589,468	589,468	586,255
Transfer from Accumulated Surplus - Interest	26,339	27,300	34,837
Transfer from Accumulated Surplus	-	-	-
Transfer to Accumulated Surplus	(31,996)	(50,000)	(31,624)
	583,811	566,768	589,468



Notes

to and forming part of the financial statements for the year ended 30 June 2002

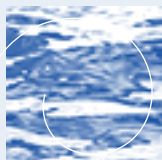
10a. Reserves (continued)

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
Major Building Refurbishment Reserve			
Opening Balance	755,880	755,880	705,803
Transfer from Accumulated Surplus - Interest	33,859	37,300	43,077
Transfer from Accumulated Surplus	-	-	7,000
Transfer to Accumulated Surplus	-	-	-
	789,739	793,180	755,880
Mobile Rubbish Bin Reserve			
Opening Balance	968,710	968,710	1,218,266
Transfer from Accumulated Surplus - Interest	43,395	41,000	83,101
Transfer from Accumulated Surplus	-	-	400,000
Transfer to Accumulated Surplus	(194,901)	(303,150)	(732,657)
	817,204	706,560	968,710
Naval Base Chalet Resort Reserve			
Opening Balance	128,269	128,269	86,215
Transfer from Accumulated Surplus - Interest	6,137	7,300	6,054
Transfer from Accumulated Surplus	36,000	36,000	36,000
Transfer to Accumulated Surplus	-	-	-
	170,406	171,569	128,269
Plant Replacement Reserve			
Opening Balance	1,123,661	1,123,660	361,316
Transfer from Accumulated Surplus - Interest	60,492	56,200	28,595
Transfer from Accumulated Surplus	935,000	935,000	833,750
Transfer to Accumulated Surplus	(252,500)	(722,500)	(100,000)
	1,866,653	1,392,360	1,123,661
Regional Roads Reserve			
Opening Balance	3,435,693	3,435,693	3,238,748
Transfer from Accumulated Surplus - Interest	157,161	163,400	196,945
Transfer from Accumulated Surplus	400,000	300,000	-
Transfer to Accumulated Surplus	(881,700)	(633,700)	-
	3,111,154	3,265,393	3,435,693
Rubbish/Disposal Development Reserve			
Opening balance	6,597,782	6,597,782	6,233,662
Transfer from Accumulated Surplus - Interest	295,552	246,000	364,120
Transfer from Accumulated Surplus	1,240,110	1,000,000	662,687
Transfer to Accumulated Surplus	(567,855)	(3,802,500)	(662,687)
	7,565,589	4,041,282	6,597,782
Welfare Projects Employee Entitlements Reserve			
Opening balance	279,398	279,398	248,579
Transfer from Accumulated Surplus - Interest	12,514	14,400	14,613
Transfer from Accumulated Surplus	107,293	19,964	39,253
Transfer to Accumulated Surplus	(1,978)	-	(23,047)
	397,227	313,762	279,398

10a. Reserves (continued)

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
Workers Compensation Reserve			
Opening Balance	176,592	176,592	166,469
Transfer from Accumulated Surplus - Interest	7,911	8,800	10,123
Transfer from Accumulated Surplus	-	-	-
	184,503	185,392	176,592
Youth Advisory Council Canberra Trip Reserve			
Opening Balance	10,944	10,944	10,317
Transfer from Accumulated Surplus - Interest	491	550	627
Transfer from Accumulated Surplus	-	-	-
Transfer to Accumulated Surplus	-	-	-
	11,435	11,494	10,944
Green House Emissions Reductions			
Opening Balance	-	-	-
Transfer from Accumulated Surplus - Interest	217	-	-
Transfer from Accumulated Surplus	20,000	-	-
	20,217	-	-
Development Contribution Plans			
Opening Balance	-	-	-
Transfer from Accumulated Surplus - Interest	6,040	-	-
Transfer from Accumulated Surplus	614,187	-	-
	620,227	-	-
Summary			
Opening Balance	18,853,813	18,853,813	16,687,302
Transfer from Accumulated Surplus - Interest	875,011	830,870	1,030,585
Transfer from Accumulated Surplus	5,219,438	3,815,476	2,692,297
Transfer to Accumulated Surplus	(2,810,885)	(7,309,573)	(1,556,371)
TOTAL CASH BACKED RESERVES*	22,137,377	16,190,586	18,853,813
	22,137,377	16,190,586	18,853,813
RESERVES OTHER			
Asset Revaluation Reserve			
Opening Balance	39,818,381	39,818,381	39,818,381
Revaluation of Land	-	-	-
TOTAL RESERVES OTHER	39,818,381	39,818,381	39,818,381
TOTAL RESERVES	61,955,758	56,008,967	58,672,194

*All of the above reserves with the exclusion of the Asset Revaluation Reserve are cash backed reserves supported by investments held with major financial institutions. The utilisation of Councils major reserve funds is planned to occur over the next 5 years. Councils Principal Activities plan sets out the planned utilisation of these reserves on a year to year basis.



Notes to and forming part of the financial statements for the year ended 30 June 2002

10b. Purpose of Reserves

The utilisation of Councils major reserve funds is planned to occur over the next 5 years. Councils Principal Activities Plan sets out the planned utilisation of these reserves, on a year to year basis.

The purpose of these Reserves are:

Aged & Disabled Vehicles

Replacement of and major repairs to vehicles

Community Bus

For the purchase of replacement vehicles

Community Recreation Facilities

Funds for the development of facilities within the city.

Computer Replacement

For the replacement of computer equipment

Family Day Care Building

General fund to provide funds for major improvements

Family Day Care Vehicle

For the replacement of Vehicles

Land Development

For the purchase of land where required by council

Long Service Leave

To provide for long service leave entitlements

Major Building Refurbishment

For the major upgrading of council buildings

Mobile Rubbish Bins

To provide for the replacement of 240 litre bins

Naval Base Chalet Resort

Funds for the reinstatement of the reserve when lease expires

Plant

For the purchase of major plant

Regional Roads

For the provision of roads leading to the Kwinana Freeway

Rubbish Disposal

To provide funds for the development of the disposal site.

Welfare Scheme Leave Entitlements

To provide for long service leave entitlements

Workers Compensation

To cover future increases in premium rates

Youth Advisory Council Canberra Trip

Funds to allow Y.A.C. members a biennial excursion to Canberra

11. Superannuation

The Council contributes in respect to its employees to the WA Local Government Superannuation Plan established in respect of all local governments in the state. In accordance with statutory requirements, the Council contributes to the Local Government Superannuation Plan ("the plan") amounts determined by the plan actuary. As such, assets accumulate in the plan to meet members' benefits as they accrue. If at any stage, the assets of the plan were insufficient to satisfy the benefits payable to beneficiaries, the Council would be required to meet its share of the deficiency.

The amount of superannuation contributions paid by the Council during the reporting period was:

	Actual 2001/02 \$	Actual 2000/01 \$
Contributory	217,197	202,758
S.G. Occupational	946,188	894,398
	<u>1,163,385</u>	<u>1,097,156</u>

12. Capital & Leasing Commitments

Capital Commitments

At the reporting date, Council had the following commitments remaining for major purchases:

	Actual 2001/02 \$	Actual 2000/01 \$
Construction of Beeliar Dve extension to Watson Road		1,804,419
Construction of lined landfill cell		590,604
Install floodlighting at Atwell Reserve		62,000
Purchase gang reel mower		51,550
Beale Park – replace toilets/kitchen upgrade		32,480
Replace Manning Park toilets		27,995
Upgrade air-conditioning – admin building		30,820
Install traffic signals Rockingham/Lancaster Roads		81,885
Install traffic signals Sudlow/Phoenix Roads		53,877
Install street lighting Armadale/Warton Roads		18,652
Purchase recycling bins		233,150
Construct new clubrooms – Denis De Young reserve		41,000
Replacement of Irrigation System – Civic Centre	41,022	
Remove Fencing – Davilak Oval, Install Bollards	20,185	
Motor Vehicle's	643,815	
Capping System	168,685	
Road Sweeper	152,930	
Kerbing Equipment	44,643	
Computer Software	12,240	
Concrete Repairs	11,931	
Jess Thomas Preschool/Kindergarten Refurbishment	52,784	
FDC Transportable Office	27,820	
Replacement of LGS Software	282,673	
Construction Beeliar Drive (Wentworth/Hammond)	17,686	
	1,476,414	3,028,432

Joint Venture Entity Capital Commitment

At the reporting date, Council's share of the Regional Resource Recovery Centre's (RRRC) capital commitment was as follows:

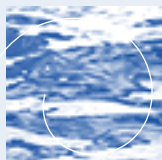
Total Joint Venture RRRC Construction Contract	33,783,561	33,783,561
COUNCIL'S SHARE OF THIS CONTRACT	8,210,882	7,922,245

Leasing Commitments

Operating Lease Commitments: non-cancellable operating leases contracted for but not capitalised in the accounts.

PAYABLE:

Not later than 1 year	133,391	136,411
Later than 1 year but not later than 2 years	103,487	103,406
Later than 2 years but not later than 5 years	89,211	142,110
	326,089	381,927



Notes to and forming part of the financial statements for the year ended 30 June 2002

13. Interests in Joint Venture Entities

South West Group

The Council is a member participant in a project for the South West Management Groups with the cities of Cockburn, Fremantle, Melville, Rockingham and Town of Kwinana. Council's share in the net assets of the South West Groups as at 30 June was:

	2001/02	2000/01
Amount of interest	\$18,566	\$10,300
Cost/profit sharing ratio	22.14%	19.54%

Southern Metropolitan Regional Council (SMRC)

GENERAL FUNDS

The Council is a member of the Southern Metropolitan Regional Council. SMRC was established in accordance with the Local Government Act 1995 and consist of seven local governments namely cities of Canning, Cockburn, Fremantle, Melville, Rockingham and Towns of East Fremantle and Kwinana. Council's share in the net assets of the SMRC (excluding the RRRC project) as at 30 June was:

Amount of interest	\$54,424	\$45,273
Cost/profit sharing ratio	17.81%	17.80%

The RRRC project is disclosed separately as it has a different cost/profit sharing ratio to that for the SMRC's general funds.

REGIONAL RESOURCE RECOVERY CENTRE (RRRC)

This project is undertaken on behalf of SMRC's five participating Councils being the cities of Canning, Cockburn, Fremantle, Melville and Town of East Fremantle. The venture was established through the SMRC as a major trading undertaking. The RRRC joint venture's principal activity is the development of a waste processing plant & recyclable & green waste facility at Canning Vale.

Participating Councils are required to contribute an annual fee to cover the capital cost in the establishment of the facility and pay gate fees for each tonne of waste they deliver to the facility to cover the operating costs. The capital costs for each participating Member Council is based on the Australian Bureau of Statistics census of populations statistics. Each project participant will develop equity in the project equal to the relevant proportion of the total capital loan repayments made by the project participant.

The Council's interest in the RRRC joint venture as at 30 June 2002, after eliminating inter-entity transactions was:

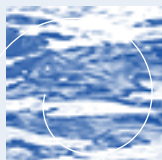
Net Amount of Interest	425,671	(22,408)
Cost/profit sharing ratio	23.44%	23.45%

It is estimated the capital cost of the project will be \$40 million to be funded by borrowings repayable by annual contributions from the five participating Local Governments. Council's portion of the Capital repayment will commence in the 2001-2002 financial year and continue for a period of 20 years. The contribution for 2001-2002 by the council was \$678,362 and this expenditure is reflected in Council's financial statements as an operating expense.

13. Interests in Joint Venture Entities (continued)

Summary of Aggregate Interests in above Joint Venture Entities

	Actual 2001/02 \$	Actual 2000/01 \$
Current assets	675,082	219,669
Non-current assets	6,952,169	1,378,171
Current liabilities	(1,234,565)	648,076
Non-current liabilities	(5,894,029)	916,599
NET ASSETS	498,657	33,165
Revenues	1,222,513	161,529
Expenses	757,021	191,452
NET PROFIT/(LOSS)	465,492	(29,923)



Notes

to and forming part of the financial statements for the year ended 30 June 2002

14. Notes To The Statement Of Cash Flows

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
[a] Reconciliation of Net Cash Used in Operating Activities to Change in Net Assets Resulting from Operations			
Change in Net Assets resulting from Operating Activities	7,901,660	7,842,431	7,653,331
ADD [LESS] NON-CASH ITEMS:			
Depreciation	5,125,439	5,022,022	4,770,923
Loss on Sale of Assets	65,196	3,105	337,807
Profit on Sale of Assets	(131,350)	(129,985)	(243,211)
Amounts set aside to provisions	505,425	-	193,376
LESS: GOVERNMENT GRANTS & SUBSIDIES	(8,113,565)	(9,245,208)	(6,480,448)
CHANGE IN ASSETS AND LIABILITIES:			
[Increase)/Decrease in Rates Debtors & Deferred Rates	24,613	(2,851)	65,287
(Increase)/Decrease in Sundry Debtors	(1,217,445)	1,253	255,281
(Increase)/Decrease in Stock on Hand	(3,888)	5,159	(10,208)
Increase/(Decrease) in Creditors & Accruals	(604,786)	(53,668)	(1,455,152)
(Increase)/Decrease in Rubbish Debtors	26,738	(1,204)	(19,068)
(Increase)/Decrease in Loans Receivable	-	-	151,932
Increase/(Decrease) on Income Received in Advance	27,277	(17,013)	153,699
(Increase)/Decrease in Prepayments	(25,299)	6,598	(50,201)
NET CASH USED IN OPERATING ACTIVITIES	3,580,015	3,430,639	5,323,348

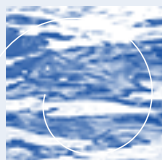
[b] Reconciliation of Cash

For the purpose of Statement of Cash Flows, the entity considers cash to include Cash on Hand and in Banks and investments in Money Market Instruments. Cash at the end of the reporting period as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows: -

Cash on Hand and at Bank	5,974,328	6,182,000	1,143,052
Term Deposits	25,759,667	16,215,586	28,276,571
	31,733,995	22,397,586	29,419,623

15. Fees & Charges

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
Governance			
Sale of Publications	419	0	576
Administration Service Charges	107,425	103,000	84,662
Rate Searches	22,495	16,000	21,184
	130,339	119,000	106,422
Law, Order and Public Safety			
Dog Licences	122,595	122,000	122,924
Dog Impounding/Fines	14,398	24,458	24,200
Other Law, Order & Public Safety	0	42,000	0
	136,993	188,458	147,124
Health			
Health Licences	71,120	57,830	55,768
Health Sales	4,578	6,650	5,900
	75,698	64,480	61,668
Education & Welfare			
Child Care Fees	291,443	201,681	246,834
Aged & Disabled Fees	57,494	40,250	28,809
Rental Income	66,249	66,915	44,295
	415,186	308,846	319,938
Community Amenities			
Planning Fees	247,255	219,500	237,274
Sundry Sales	1,193	500	1,229
Disposal Site Fees	4,104,299	4,090,000	3,252,277
Rubbish Levies	4,477,920	4,374,200	3,793,068
	8,830,667	8,684,200	7,283,848
Recreation & Culture			
Library Fees	17,582	15,700	17,188
Hall Hire Fees	145,714	138,600	144,724
Leasehold Rentals	52,152	55,540	44,040
Recreation Centre Charges	1,531,809	1,845,157	1,594,370
Reserves Hire	62,498	54,800	54,260
	1,809,755	2,109,797	1,854,582
Transport			
Reinstatements	13,526	13,000	24,625
Crossover Construction	52,756	30,000	35,992
	66,282	43,000	60,617



Notes

to and forming part of the financial statements for the year ended 30 June 2002

15. Fees & Charges

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
Economic Services			
Building Licenses	428,704	419,910	440,275
Quarry Licence	0	0	0
Caravan Park Leases/Licenses	850,354	786,000	174,425
Application/Inspection Fees	14,346	40,000	11,188
	1,293,404	1,245,910	625,888
Other, Property and Services			
Sale of Quarry Materials	0	0	766
Subdivision Supervision Fees	0	0	0
Private Works	137,692	100,000	72,810
Lease/Rental Income	86,684	93,520	68,446
Directional Signs	8,358	0	6,958
	232,734	193,520	148,980
TOTAL	12,991,058	12,957,211	10,609,067

16. Other Expenses

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
a. Councillor's Remuneration			
The following fees, expenses, and allowances were paid to councillors and the mayor:			
Meeting Fees	65,214	66,000	40,568
Travelling Expenses	14,090	12,500	8,990
Mayoral Allowances	68,000	68,000	35,000
Telephone Expenses	20,041	20,000	21,586
Commissioners Fees/Expenses	0	0	68,038
	167,345	166,500	174,182
b. Auditor's Remuneration			
Audit Services	14,460	17,500	14,623
	14,460	17,500	14,623
c. Rentals – Operating Leases			
	147,094	147,000	136,411

17. Financial Ratios

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$	Budget 1999/2000 \$
CURRENT RATIO (The Higher The Better)	2.16:1	2.53:01	1.85:1	1.84:1
DEBT RATIO (The Lower The Better)	2.90%	2.72%	2.92%	3.45%
DEBT SERVICE RATIO (The Lower The Better)	0.00%	0.00%	0.08%	0.14%
RATE COVERAGE RATIO	41.59%	40.40%	41.59%	43.99%
OUTSTANDING RATES RATIO (The Lower The Better)	4.23%	4.43%	4.55%	5.23%

The above ratio's are calculated as follows:

CURRENT RATIO:

Current assets - Restricted Assets / Current liabilities - liabilities associated with restricted assets

Purpose: To assess the adequacy of working capital and the ability to satisfy obligations in the short term

DEBT RATIO:

Total liabilities / total assets

Purpose: To identify exposure to debt by measuring the proportion of assets funded by creditors

DEBT SERVICE RATIO:

Debt service cost / Available operating revenue

Purpose: To assess the degree to which revenues are committed to the repayment of debt

RATE COVERAGE RATIO:

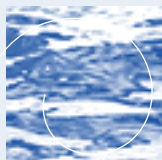
Net rate revenue / operating revenue

Purpose: To assess the degree of dependence upon revenue from rates

OUTSTANDING RATES RATIO:

Rates outstanding / rates collectable

Purpose: To assess the impact of uncollected rates on liquidity and the adequacy of recovery effort



Notes to and forming part of the financial statements for the year ended 30 June 2002

18. Discounts, Incentives, Concessions & Write Offs

Type	Discount %	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$	
General Rates	Discount	5	533,932	580,000	515,896
Self Supporting Loan – Cockburn Basketball Club Debt write off				0	177,021

A discount on rates is provided to all ratepayers who pay their rates within 35 days from the date of issue.

Council provides a number of incentives to entice ratepayers to pay their rates within the 35 day period. Those ratepayers who have their name drawn from a barrel are invited to the council chambers for the major draw. The Mayor and the sponsors of the draw pull names out of the barrel to establish which ratepayers have won which prizes.

Prizes Offered as Early Payment Incentive:

- Reimbursement of Rates Paid (City Of Cockburn)
- Fitness Club Membership (Lakes Leisure Complex)
- Two Night's Accommodation for Two People (Best Western Pemberton)
- Gift Vouchers (Phoenix Park Shopping Centre)
- Gift Vouchers (Gateways Shopping Centre)
- Breakfast, Lunch or Dinner for Two People (Esplanade Hotel)
- Adventure World Passes (Adventure World)
- Water Ski/Sling Shot Passes (Cable Water Ski)
- Return Coach Travel for Two Adults from Perth to Kalbarri (McCaffereys Express Coaches)
- Travel Voucher (Bicton Travel)
- One Night's Accommodation for Two People Including Breakfast (Novotel Langley Hotel)

19. Interest charges and instalments

	Interest Rate %	Admin Charge \$	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
Administration Fee		5	93,021	100,000	81,165
Rate Penalty	11.00		99,797	66,477	108,625
Instalment Interest	5.50		59,075	35,000	54,321

Ratepayers had the choice to pay for their rates by either

(A) Pay within 35 days & receive a 5% discount on the rates due 18/9/01.

(B) Pay in two instalments due on 18/9/01 & 22/01/02

(C) Pay in four instalments due:

1. 18/09/2001
2. 20/11/2001
3. 22/01/2002
4. 26/03/2002

The administration fee of \$5.00 is charged on the last three instalments.

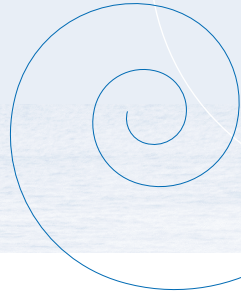
An administration fee of \$20.00 for alternative arrangements and/or no arrangements will be charged.

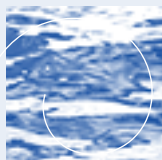
Late payment penalty for no instalment option taken will accrue on all unpaid charges 35 days from the date of issue.

Late payment penalty for instalment option taken will accrue on any instalment unpaid after due date of the instalment.

20. Statement of Rating Information for the Year Ended 30 June 2002

Particulars	Quantity	Rateable Value \$	Rate in \$	Yield \$	Budget 2001/02 \$	MINIMUM			TOTALS					
						Rateable Value \$	Amount \$	Quantity	Yield \$	Budget 2001/02 \$	Rateable Value \$	Yield \$		
GRV														
Residential - Improved	12784	102,538,382	6.4320	6,595,269	6,470,437	53,704,206	408.00	9847	4,017,576	4,029,816	156,242,588	10,612,845		
Residential - Vacant	777	5,843,500	11.1414	651,048	667,392	2,168,605	408.00	757	308,856	347,616	8,012,105	959,904		
Commercial - Improved	221	23,160,604	6.4320	1,489,690	1,471,797	245,418	609.00	40	24,360	24,360	23,406,022	1,514,050		
Commercial - Vacant	19	386,750	11.1414	43,089	43,089	21,600	609.00	10	6,090	6,090	408,350	49,179		
Industrial - Improved	610	47,140,237	6.4320	3,032,060	3,007,629	1,227,052	609.00	179	109,011	110,229	48,367,289	3,141,071		
Industrial - Vacant	148	1,941,055	11.1414	216,261	215,676	174,075	609.00	41	24,969	25,578	2,115,130	241,230		
UFL - Imp Residential	6	78,676	5.7888	4,554	4,554	13,520	408.00	2	816	816	92,196	5,370		
UFL - Vac Residential	2	17,100	10.0273	1,715	1,715	0	408.00	0	0	0	17,100	1,715		
Part Year Rating				0	0	0						0		
TOTAL GRV	14567	181,106,304		12,033,686	11,882,289	57,554,476		10876	4,491,678	4,544,505	238,660,780	16,525,364		
UV														
Rural - Special	585	111,014,000	0.4506	500,229	500,328	7,647	408.00	2	816	816	111,021,647	501,045		
Rural - General	644	142,618,600	0.4506	642,639	617,383	1,439,959	408.00	27	11,016	21,216	144,058,559	653,655		
UFL - Rural General	82	19,007,000	0.4055	77,073	75,058		408.00	0	0	408	19,007,000	77,073		
TOTAL UV	1311	272,639,600		1,219,942	1,192,769	1,447,606		29	11,832	22,440	274,087,206	1,231,774		
Interim Rates				176,504	250,000							176,504		
Discount Allowed				-533,932	-580,000							-533,932		
Rate Interest				59,075	55,000							59,075		
Rate Penalty				99,797	66,477							99,797		
TOTAL RATES	15,878	453,745,904		13,055,072	12,846,535	59,002,082		10,905	4,503,510	4,566,945	512,747,986	17,558,582		





Notes to and forming part of the financial statements for the year ended 30 June 2002

21. Non-Operating Expenditure/Income Summary

	Actual 2001/02 \$	Budget 2001/02 \$	Actual 2000/01 \$
The following income/expenditure and movements to and from the reserve accounts are not included in the Operating Statement.			
NON OPERATING INCOME			
Deposits and Bonds Received	709,722	285,000	366,248
Self Supporting Loan Repayments	0	0	0
Sale of Assets	801,189	1,066,000	646,241
Transfers from Reserve	2,810,885	7,309,573	1,556,371
	4,321,796	8,660,573	2,568,860
NON OPERATING EXPENDITURE			
Deposits & Bonds Repaid	440,641	269,182	214,832
Principal Repayment of Loans			31,810
Purchase of Furniture & Equipment	133,760	126,031	438,481
Purchase of Computer Equipment	650,047	980,217	
Purchase of Plant & Machinery	1,098,901	3,827,400	1,294,282
Purchase of Freehold Land	153,982	116,675	2,787,994
Purchase of Tip Infrastructure	640,142		2,254,584
Purchase of Tools		7,000	9,617
Capital works - Buildings	504,771	2,073,022	645,045
Capital works - Infrastructure	7,267,875	13,649,357	3,104,328
Reserve Fund Transfers	6,094,449	4,646,346	3,722,882
TOTAL	16,984,568	25,695,230	14,503,855

22. Net Current Asset Position

The net current asset position balance carried forward from the previous financial year for the purpose of the 2001/02 budget was \$ 8,331,712.

The net current asset position balance (adjusted for Restricted assets) shown in the audited financial report as at 30 June 2001 was \$4,051,965.

23. Trust Funds

Funds over which the city has no control and which are not included in the Financial Statements are as follows

Actual 2001/02 \$	Actual 2000/01 \$
Nil	Nil

24. Credit Standby Arrangements

Actual 2001/02 \$	Actual 2000/01 \$
Nil	Nil

25. Contingent Liabilities

Regional Resource Recovery Centre- Lending Facility

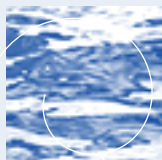
Council is a participant in the Regional Resource Recovery Centre. The project was established through the Southern Metropolitan Regional Council (SMRC) and involves the cities of Canning, Cockburn, Fremantle, Melville and the Town of East Fremantle in the development of a waste processing plant and a recyclable and green waste facility at Canning Vale.

The capital construction of the facility is funded by borrowings from Western Australian Treasury Corporation. A \$40 million lending facility has been set up for this purpose, repayable over a term of 20 years. The SMRC will receive and administer the borrowings and the project participants will make quarterly contributions towards repayment of these borrowings.

The Council's estimated share of the project funding is based on population percentages (census figures each 5 years) over the life of the loan, currently at 23.45%. As at June 2002, \$27,329,410 had been drawn against the lending facility, with the Council's share of this liability being \$6,406,014.

It is estimated that once fully drawn, Council's annual contribution towards the repayment of interest and principal on the lending facility will be in the region of \$800k to \$850k over the 20 year loan period (\$32- \$34 per household).

Council has guaranteed by way of agreement its share of the loan liability to the SMRC and the Western Australian Treasury Corporation (funding body).



Notes to and forming part of the financial statements for the year ended 30 June 2002

26. Unused Loan Facilities

Actual 2001/02 \$	Actual 2000/01 \$
Nil	Nil

27. Major Land Transactions

Actual 2001/02 \$	Actual 2000/01 \$
Nil	Nil

28. Trading Undertakings

Actual 2001/02 \$	Actual 2000/01 \$
Nil	Nil

29. Financial Instruments

(a) Significant Accounting Policies

Details of the significant accounting policies and methods adopted, including the criteria for recognition and the basis of measurement applied, in respect to each class of financial asset and liability are disclosed in Note 1 to the accounts in conjunction with the following;

I. Receivables

Trade receivables are carried at nominal amounts. Due to the materially insignificant value of bad debts, no provision for doubtful debts is made.

Credit terms offered to the City's non-rates debtors are 30 days net. Interest is not payable on overdue amounts.

The credit terms relating to rates debtors are in accordance with the legislative requirements of the Local Government Act 1995 and are detailed separately at note 19.

II. Trade Creditors

Liabilities are recognised for amounts to be paid in the future for goods and services supplied to Council irrespective of whether or not the amounts have yet been billed.

Trade creditors are normally settled on 30-day terms/

(b) Interest Rate Risk Exposure

The City is exposed to interest rate risk through primary financial assets & liabilities. The following table summarises interest rate risk for the City, together with effective interest rates as at 30th June 2002.

29. Financial Instruments (continued)

2001/02	Fixed Interest Rate Maturity						Total \$
	Average Interest Rate %	Floating Interest Rate %	Less than 1 Year \$	1 to 5 Years \$	More than 5 Years \$	Non- Interest Bearing \$	
FINANCIAL ASSETS							
Cash	3.25	5,974,328	-	-	-	-	5,974,328
Bank Bills/Deposits	4.81	-	12,194,649	-	-	-	12,194,649
Managed Cash Funds	4.48	13,565,018	-	-	-	-	13,565,018
Receiveables	5.90	330,843	-	-	-	2,827,099	3,157,942
TOTAL	-	19,870,189	12,194,649	-	-	2,827,099	34,891,937
FINANCIAL LIABILITIES							
Accounts Payable	-	-	-	-	-	1,610,331	1,610,331
Managed Cash Funds	4.91	-	545,973	-	-	1,795,427	2,341,400
Receiveables	-	-	-	-	-	2,901,655	2,901,655
TOTAL	-	-	545,973	-	-	6,307,413	6,853,386

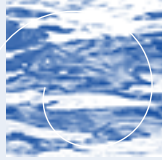
The following table provides comparatives as at 30th June 2001:

2000/01	Fixed Interest Rate Maturity						Total \$
	Average Interest Rate %	Floating Interest Rate %	Less than 1 Year \$	1 to 5 Years \$	More than 5 Years \$	Non- Interest Bearing \$	
FINANCIAL ASSETS							
Cash	3.50	1,143,052	-	-	-	-	1,143,052
Bank Bills/Deposits	5.04	-	16,349,844	-	-	-	16,349,844
Managed Cash Funds	4.95	11,926,727	-	-	-	-	11,926,727
Receiveables	5.79	312,904	-	-	-	1,653,645	1,966,549
TOTAL	-	13,382,844	16,349,844	-	-	1,653,645	31,386,172
FINANCIAL LIABILITIES							
Accounts Payable	-	-	-	-	-	2,187,840	2,187,840
Managed Cash Funds	4.94	-	513,038	-	-	1,559,281	2,072,319
Receiveables	-	-	-	-	-	2,396,230	2,396,230
TOTAL	-	-	513,038	-	-	6,143,351	6,656,389

(a) Credit Risk Exposure

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the City. The City does not have significant credit risk exposure to any single debtor or any group of debtors having similar characteristics. Policies and procedures are in place limiting credit risk exposure to only creditworthy debtors. Sufficient collateral or other security (where appropriate) is obtained as a means of mitigating the risk of financial loss from defaults.

The carrying amount of financial assets recorded in the financial statements represents the City's maximum exposure to credit risk with the exception of rates debtors.



Notes to and forming part of the financial statements for the year ended 30 June 2002

29. Financial Instruments (continued)

The credit risk exposure in relation to rates debtors is zero because of the provisions of the Local Government Act 1995 giving the City the power to seize rateable land upon which payment of rates is more than 3 years in arrears.

The City is not exposed to any significant industry concentration of credit risk in respect to receivables. Whilst rates debtors are geographically concentrated the City, this is not considered to represent any credit risk.

(b) Net Fair Value

The carrying amount of financial assets and financial liabilities recorded in the financial statements represents their respective net fair values, determined in accordance with the accounting policies disclosed in note 1 to the accounts.