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SECTION 1

introduction

Mission Statement

Our Purpose & Mission

We are here to

- ▶ Benefit the people of the West Coast by providing quality and valued services to our community.

Our role is to listen to our residents and.....

- ▶ Work in partnership with and provide leadership within the community,
- ▶ Within a balanced framework, identify the broader priorities and services desired by the community,
- ▶ Respond efficiently to the expectations of our community through quality, value for money service and
- ▶ Be creative and progressive in all that we do

Our Vision

We want to be a community that

- ▶ Is proud of who we are and where we live,
- ▶ Enjoys a quality of life based on our unique natural heritage,
- ▶ will plan effectively for our future,
- ▶ works together for the benefit of the whole West Coast, and
- ▶ Constantly identifies and realises opportunities.

Our Values

We Value.

- ▶ Being ethical and professional at all times,
- ▶ Promoting open and effective community consultation, which facilitates discussion, involvement and partnership,
- ▶ Providing excellence in customer service by ensuring prompt, accurate and effective responses to our customer concerns and
- ▶ Encouraging quality, innovation and continuous improvement in the delivery of services to the community.

Council Brief

The West Coast Council is located in the heart of the majestic wilderness of Tasmania's beautiful West Coast.

Our vision is to be a welcoming community with quality lifestyles supporting dynamic sustainable development and natural resource management.

Covering 9574.5sq km's, the West Coast municipality is the gateway to Tasmania's wilderness. Coastal populations include Strahan, situated on Macquarie Harbour, and the picturesque shack sites of Granville Harbour and Trial Harbour.

The inland population centres of Queenstown, Zeehan, Tullah and Rosebery are all within a short distance from magnificent lakes, rivers, rainforests, dunes and historic sites.

With a population of approximately 4827, the West Coast is celebrated for its tourism, mining and fishing whilst the clean air, mild climate and strong commitment to community make the West Coast a fantastic and unique place to be.

West Coast is also providing a popular choice for developers, people seeking a 'sea change', and those seeking work within the tourism and mining industry.



Significant Services

In addition to the Council's day-to-day obligations, the following services are also provided to our community:

- **Governance**
- Council Elected Member Support
- Advocacy
- Partnership Agreement

- **Corporate Services**
- Administrative Services
- Financial Management
- Human Resources
- Information Technology
- OH&S
- Risk Management
- Tourism, Economic,
- Community Development

- **Community Facilities**
- Parking
- Land Care
- Public Toilets
- Swimming Pools

- **Regulatory**
- Animal / Litter Control
- Public & Environmental Health
- Building Control
- Planning

- **Technical Services**
- Asset Management
- SES Services
- Engineering Management

- **Community Services**
- Family Support
- Crisis Accommodation Referral Service
- Tourism & Community Liaison

- **Physical and Infrastructure Services**
- Road Maintenance and Development
- Road Sealing and Resealing
- Bridge Maintenance
- Provision of Road and Street Signage
- Traffic Management
- Installation and Maintenance of Kerbing and Channelling
- Construction and Maintenance of Footpaths
- Stormwater
- Waste Management Service
- Recreational Facilities
- Beautification Strategies
- Parks & Gardens
- Cemetery Management
- Playgrounds
- Asset Management
- Street Lighting

Council Profile Statistics

Council Chambers

11 Sticht Street, Queenstown

Service Centres

Esplanade, Strahan

Agnes Street, Rosebery

Main Street, Zeehan

Council Depots

Altcar Street, Zeehan

Tramway Street, Queenstown

Harvey Street, Strahan

Gepp Street, Rosebery

Elected Members -	9
Employees -	57
Total Operating Revenue** -	\$10,436,713
Loan Debt -	\$1,392,219
Total Operating Expense -	\$9,818,750

Property Assessment - 4757

Physical Infrastructure

Municipal Sealed Roads 99kms

Municipal Unsealed Roads 96Kms

Sporting Ovals - Four

Community Halls - Six

Public Toilets - Thirteen

Valuations

Land -	\$173,637,550
Capital -	\$605,079,550
AAV -	\$34,458,102

SECTION 2

Your Council

Mayors Message

The Global Financial Crisis still casts a shadow over all financial institutions, but the West Coast Council with its prudent use and investments of ratepayer's funds continues to weather the storm and is in a strong financial position.

We have continued our impressive program of Capital Works around the municipality and these works have instilled a sense of pride within our communities as ratepayers see their hard earned money benefiting their areas.

Challenges still remain to increase the West Coast population and we continue our strong and direct advocacy to Governments for better and more services in health, education and housing to grow our area.

Fragile political alliances on the State and Federal scenes continue to undermine strong growth but, our industries such as mining and aquaculture continue to have strong growth and employment opportunities. Tourism on the other hand is struggling due to influences beyond our control but hopefully this coming season we will see a turn around.

I would like to make mention of our staff and outside workforce who continue to work as a team, I especially wish to thank our Finance Department who have performed exceptionally well in controlling our outstanding funds to what I believe is a Council record.

In closing I sincerely thank the General Manager, staff, outside workforce and Councillors who support our efforts to make the West Coast a better place



Darryl Gerrity

MAYOR

General Managers Report

It gives me great pleasure to present the 2010/2011 Annual Report of Council. While the introduction of the *Local Government Act 1993 (as amended)* made it a requirement for Council to produce an Annual Report, it is however a perfect platform to reflect on and celebrate the achievements of the community and Council over the past financial year.

The West Coast community is a hub of activity, with a wide variety of business, community interests and opportunities spread across the vast area that makes up the West Coast. Council has many roles within the community, maintaining the infrastructure and providing essential services are just two of those roles.

Many productive meetings and workshops have been held at the Council Chambers. These meetings have been shaping the community through major government reforms and local challenges. The changes Council have made over the past and recent years have placed it in an extremely positive position and ready to face any future challenges.

These include:

- ▶ Updating of the Strategic Plan
- ▶ Purchasing of community facilities in Tullah and planning for the Gateway project
- ▶ Completion of the Partnership Agreement with State Government
- ▶ Road Safety and Transport Issues

For many years Council has been confronted with a number of significant issues and challenges, particularly in relation to the improvement of infrastructure. Over the last twelve months the Council has been actively involved in the following major projects:

- ▶ Upgrade of the Zeehan Pool
- ▶ Strahan Skate Park
- ▶ Completion of the new Council Chambers
- ▶ General Resealing & Re-sheeting in line with Council's Program
- ▶ Queenstown Main Street renewal
- ▶ Bridge replaced at Dundas and Williamsford
- ▶ Rosebery toilets and new playground
- ▶ Social Housing in Rosebery, Strahan and Queenstown
- ▶ Playground upgraded in Queenstown
- ▶ Iron Blow lookout
- ▶ Sealing of the Corinna Road
- ▶ Upgrades to Rosebery Stadium and Zeehan football clubrooms
- ▶ Strahan Esplanade upgrade

I take this opportunity to publicly express my thanks to all staff for their contributions over the past year. Council staff have enthusiastically worked in all areas of Council with each team

focusing on improving their particular tasks within the community. Team meetings have allowed staff the opportunity to have input into the changing of systems and processes, ultimately resulting in improved service levels to the community. A focus on staff safety and training has seen a reduction in workplace accidents, an achievement all staff can be proud of.

The general purpose financial report complies with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board (AASB) and the *Local Government Act 1993 (as amended)*.

At the end of the year Council achieved an operating surplus of \$618K.

In analysing this result it must be recognised that it includes the following items of significance:

The budgeted operating loss was largely due to a forward payment of the Federal Assistance Grant in the previous year. Overriding this was a similar forward payment mid June of 2011.

The above coupled with better than average interest income due to delays in Capital expenditure, a CMW tax instalment from a previous year, unclaimed proceeds from unpaid rates auctions and greater utilisation of Council facilities resulting in improved user charges saw a turnaround of ~\$1.5m showing an operating surplus of \$618K.

It is a good result that enables Council to fund its balance sheet for any over runs in Capital Expenditure for the ensuing year and gives some security for the unexpected.

At the end of the financial year Council held cash and investments totalling \$4.17m. Our cash position has been inflated by delays with some major projects, however, these will be completed in the 2011/12 financial year which should see our cash balance normalise.

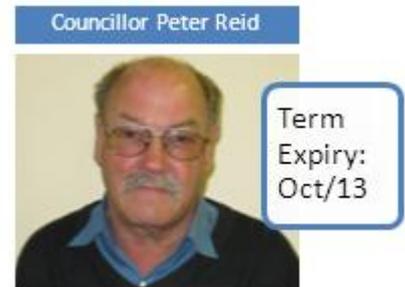
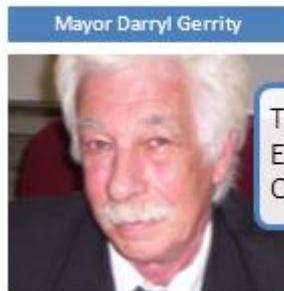
Finally I would like to acknowledge the leadership of the Mayor, Deputy Mayor and Councillors in the community. Together we have faced some major issues and the decisions made, while difficult, have set the scene for a prosperous future. We can be proud of what has been achieved for the long term sustainability and efficiencies of Council and the West Coast municipality.



Peter Harder

GENERAL MANAGER

Council Members



Mayor and Deputy Mayor are elected to that position every two years.

Councillor Schedule of Attendance

Councillor	Ordinary Meeting	Special Meeting	Annual General Meeting	Total Attendance
Mayor Darryl Gerrity	12	1	1	14
Deputy Mayor Alwyn Medwin	11	1	1	13
Shane Pitt	12	1	1	14
Phil Vickers	12	1	1	14
Samantha Eley	12	1	1	14
Robyn Gerrity	12	1	1	14
Ross Giles	7	1	1	9
Allen Rose	11	1	1	13
Peter Reid	11	1	1	13

Total Meetings convened for 2010/2011 year: 14

Cr Ross Giles having been absent without leave for 3 consecutive ordinary meetings of the council vacated his office as a councillor on 19th April 2011.

Allowances and Expenses

In accordance with Section 72 (1) (cb) of the *Local government Act 1993*, Council is to include within its Annual Report a statement relating to the total allowances and expenses paid to the Mayor, Deputy Mayor and Councillors:

Councillor Allowances and Reimbursements 2010/2011 \$114,094



Group photo taken 16th November 2010

In accordance with Section 72 (1) (cd), 72 (4) and 72 (5) of the *Local Government Act 1993 (as amended)*, Council is to include within its Annual Report a statement relating to the total remuneration paid to employees of the Council who hold senior positions. Total remuneration includes the salary paid, contributions to superannuation, values of the use of any motor vehicle and any other allowance or benefit paid.

Annual remuneration	Number of Employees
\$125,000 - \$145,000	1
\$105,000 - \$125,000	1
\$85,000 - \$105,000	1
\$65,000 - \$85,000	4

Senior Management Staff



- Governance
- Annual Planning & Reporting
- Regulatory Services
- Tourism
- Economic Development
- Environmental Health
- Technical Services
- Community Services

Brian Lovell



- Corporate Services
- Finance Administration
- Risk Management
- Accounting
- Rates & Charges
- Collections
- Human Resources
- Insurance
- Information Technology
- Legal
- Customer Service
- By-Laws
- Asset Management
- Occupational Health & Safety

Belinda Pumpa



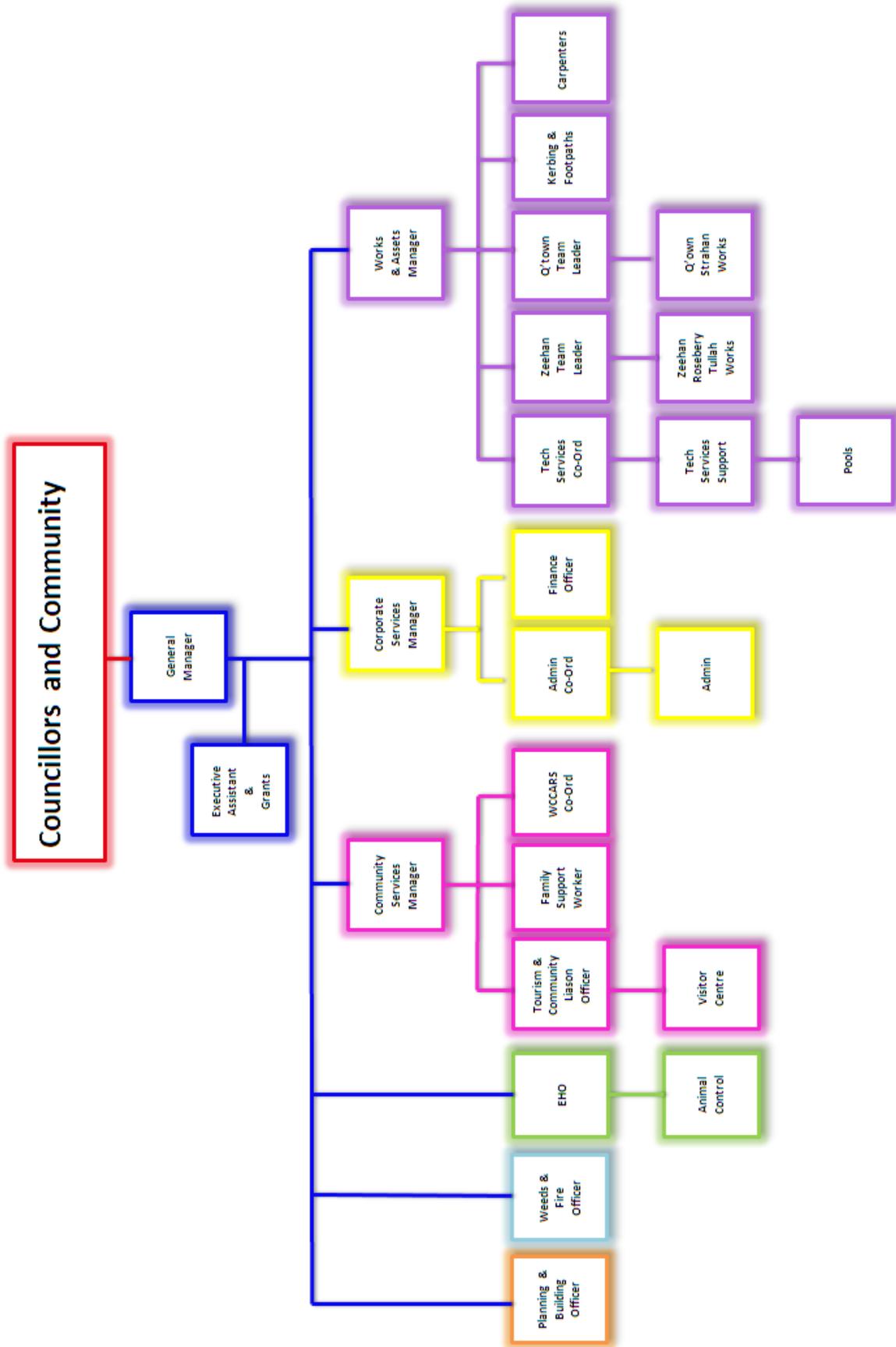
- Community Services
- Tourism & Community Liason
- Family Support
- Crisis Accommodation

Robert Fee



- Physical Infrastructure
- Asset Maintenance
- Roads
- Buildings
- Stormwater
- Parks & Reserves
- Plant & Equipment
- Fleet Management
- Workshop
- Risk Assessment
- Street Cleaning
- Emergency Management
- Cemeteries
- Swimming Pool

Organisational Chart



SECTION 3

Departmental Plans

Governance
Peter Harder
General Manager



The Council comprises of the Mayor, Deputy Mayor and seven (7) other Councillors. Half of the Council is elected every two years for a four-year term, to ensure continuity of business.

The role of the Council is to concentrate on policy formulation, including adopting the Budget, Strategic and Annual Plans and determining approval guidelines. This also involves the monitoring of management systems and conducting community consultation.

The implementation of Council policy and the management of its resources is the responsibility of the General Manager, who is appointed by the Council. The General Manager has the task of providing policy advice to Council and advising Council during its deliberations on all decisions.

The West Coast continues to be on the threshold of significant economic development opportunities, particularly surrounding the mining & tourism industries.

The Council will take a leadership role in providing and developing required infrastructure, which is appropriate for the community in the twenty-first century.

Legend



Complete



Continuous



In Progress

Governance - Annual Aims 2010/11

- ▶ To work within its Strategic Plan – ‘*West Coast Council – Pathway 2010 - 2015*’; 
- ▶ To adopt a positive forward strategy and approach to business; 
- ▶ To provide positive and clear leadership for the West Coast community; 
- ▶ To advocate on behalf of the community on all Regional, State and National issues; 
- ▶ 
- ▶ To hold regular meetings of the Council; 
- ▶ To consider the recommendations of the General Review of the Council by the Local Government Board; 
- ▶ To continually raise the profile of the West Coast Council at a State and National level; 
- ▶ To advocate strongly in the interests of the community; 
- ▶ To participate actively in the Cradle Coast Authority and the Local Government Association of Tasmania, with particular emphasis on equal representation, economies of scale and issues of significance; 
- ▶ To keep abreast of current affairs that has an impact upon the community and is proactive in taking appropriate action; 
- ▶ To provide the necessary framework for encouraging economic development and growth; 
- ▶ To encourage and maintain interest in industry and the potential of the West Coast area; 
- ▶ Consideration of long-term strategic issues facing the West Coast area; 
- ▶ Active lobbying for Commonwealth and State funding for community programs; 

- ▶ Maintenance of effective communication with the community and ensuring that information is made available; 
- ▶ Working with the State Government on the actions resulting from the 2nd Partnership Agreement; and 

Administration & Financial Services
Brian Lovell
Manager Corporate Services



Administrative support encompasses the provision of internal services to the organisation, including accounting, reception, legal, secretarial, information technology, human resources, and records management.

The Council recognises the importance to the organisation of quality customer service and endeavours to maintain high standards. The Council's main office is located in Queenstown with contracted agents in Strahan, Zeehan and Rosebery to receive payments and redirect enquiries received from ratepayers.

Secretarial services are provided to the organisation with administrative, research and customer service support. Secretarial staff also play an important role in ensuring effective communication, both within the organisation and with our external customers.

Legend



Complete



Continuous



In Progress

Administration and Financial Support - Annual Aims 2010/11

- ▶ To ensure on-going compliance with all legislation, regulations and codes of practice having an impact upon the Council; 
- ▶ The provision and courteous delivery of quality professional, financial and customer services to the organisation; 
- ▶ Issue annual rates notice in accordance with Council's instructions; 
- ▶ Complete monthly financial reports by the 5th working day of the following month; 
- ▶ Prepare the Annual Financial Statement by 15th August 2011; 
- ▶ To continue to develop an improved working knowledge of current and impending legislation; 
- ▶ To maintain high standards in service delivery; 
- ▶ To further develop office procedures; 
- ▶ To ensure that the benefits of modern information technology are achieved through the upgrading of business software; 
- ▶ To undertake performance appraisal of all employees in accordance with the process developed; 
- ▶ To continually develop all position descriptions in line with Council's organisational structure; 
- ▶ To investigate the implementation of competitive principles into the administrative, regulatory and technical services areas of Council operations; 
- ▶ To continue development of the human resource management policies including the staff handbook and induction book; 
- ▶ To implement and manage Risk Management policies and procedures; and 
- ▶ To ensure the ongoing operation of the safety committee and to continue to improve the safety culture, induction and training of all employees. 

Regulatory Services
Kellie Keating
Planning and Building Officer



The Planning Control program carries out a wide range of duties. The program area is focused on sustainable development principles, the maintenance and enhancement of land use planning.

The role of this program is primarily a regulatory one, to ensure compliance with legislative requirements in relation to land use planning, development applications, building applications and enforcement. The primary aim is to undertake this role in a cost-effective manner, while ensuring that appropriate standards of service are maintained.

Council officers perform technical assessments of applications received. A Planning Officer is employed to ensure compliance in accordance with statutory requirements and is assisted by a planning contractor for major developments.

Legend



Complete



Continuous



In Progress

Regulatory Services - Planning - Annual Aims 2010/11

- ▶ To provide a framework to encourage development within the district that meets the needs of the community and encourages the sustainable use of the area's resources, in accordance with the principles of the *Land Use Planning and Approvals Act 1993*; 
- ▶ Continue a review of the West Coast Planning Scheme that commenced operation in September 2002 and address any anomalies since the inception of the Scheme by way of amendments being endorsed by Council and approved by the Land Use Planning Review Panel; 
- ▶ To maintain efficient administrative systems for the issuing of planning documentation; and 
- ▶ Work closely with the other eight councils within our region in the development of the Regional Planning Initiative. 

▶ Regulatory Services – Building - Annual Aims 2010/11

- ▶ To enforce the standard of building, plumbing and drainage regulated by the Building Code of Australia and its associated Regulations; 
- ▶ Continue to investigate illegal works and enforce appropriate sanctions; 
- ▶ To maintain efficient administrative systems for the issuing of building documentation; and 
- ▶ To continue to refine the audit system of linking planning and building controls 

Town Maintenance & Civil works
Robert Fee
Manager Town Maintenance & Civil Works



This department has staff located in Zeehan, Queenstown, Strahan and Rosebery and is responsible for many services provided to the West Coast community.

The condition of infrastructure and prompt response to community requests is a high priority for this department.

Legend



Complete



Continuous



In Progress

Technical Services - Annual Aims 2010/11

Overview: Technical Services are responsible for the efficient development and management of Council's assets. This activity provides for the supervision of internal and external contracts for the maintenance of assets.

Asset management, the specification of levels of service, standards and intervention levels are also included in this program.

- ▶ Undertake an assessment of the municipalities footpaths, kerb and channelling and develop a long term strategy for their renewal; 
- ▶ To develop an Asset Management Plan ensuring its relevance to services provided by Council; 
- ▶ Manage major projects and tasks for 2010-2011; 
- ▶ Investigate requests for work promptly and take follow-up action; 
- ▶ Complete Council's asset and preventative maintenance management system; 
- ▶ Update Council's maintenance procedures; and 
- ▶ Administer Council's internal and external contracts. 

Technical Services – Swimming Pools - Annual Aims 2010/11

Overview: The opportunity to learn to swim and enjoy aquatic facilities is recognised as an important recreational activity. Council maintains heated swimming pools in Queenstown, Zeehan and Rosebery. The viability of operating three swimming pools on the West Coast requires continued monitoring as usage patterns change and operating costs increase.

Pool safety is an important issue, and therefore Council employs qualified Pool Lifeguards to supervise pool users, including spectators.

The pools are costly facilities to maintain, and Council continues to seek cost-effective means of managing the pools through the community.

- ▶ To provide and effectively manage good standard swimming facilities for the community; 
- ▶ To open Rosebery and Queenstown pools from early November 2010 until mid-March 2011; 
- ▶ To maintain the pool's infrastructure to a standard that will ensure protection of the community's assets; 
- ▶ Ensure that Pool Lifeguards are suitably trained; 
- ▶ Continue to monitor the operation of all pools; 
- ▶ Refurbish the Rosebery Pool; 
- ▶ Refurbish Zeehan Pool; 
- ▶ Commence Public consultation for refurbishment of Queenstown pool; and 
- ▶ Develop strategies to increase patronage 

Town Maintenance & Civil Works – Parking – Annual Aims 2010/11

Overview: As Council is responsible for the maintenance of five towns within the municipal area there are many services and facilities that must be provided and maintained. This department includes the following:

Council provides parking facilities in Strahan and Queenstown. Strahan has parking meters installed to ensure that Council is compensated for the cost of the provision of adequate parking and to ensure our customers – both West Coast residents and tourists – are provided with consistent and equitable access to parking facilities.

- ▶ To ensure that the facility provided is maintained in a satisfactory manner with additional attention given to the peak tourism season; 
- ▶ To monitor and issue infringement notices for non-compliance with Councils parking requirements; and 
- ▶ To collect fees for parking. 

Town Maintenance & Civil Works – Camping Grounds – Annual Aims 2010/11

Overview: The Council operates camping grounds at Macquarie Heads and Lake Burbury. Both facilities are well used by both locals and tourists. Council operates the camping grounds with a caretaker on site managing the day-to-day operations.

- ▶ To ensure that the facilities are maintained in a satisfactory manner in line with current social and environmental requirements; 
- ▶ To collect fees for camping and ensure that the camping ground and its facilities are kept in a clean and acceptable manner; 
- ▶ To finalise the new sites & licenses for the Macquarie Heads camping ground; and 
- ▶ Promotion of overnight camping areas. 

Town Maintenance & Civil Works – Waste Transfer, Landfill & Recycling – Annual Aims 2010/11

Overview: Council has a responsibility to its community to manage waste in an appropriate, well-planned manner, which can facilitate the protection of natural and physical resources and the health and safety of residents.

A waste transfer disposal site is available in each main town, from which all refuse is transferred to the Zeehan Landfill Site.

The urban areas of the municipal area receive a weekly mobile garbage bin collection service.

- ▶ To minimise and dispose of waste in an environmentally responsible manner utilising the most cost effective method;
- ▶ Maintain Waste Transfer Stations to an acceptable standard;
- ▶ Implement a more cost effective transfer of waste to the Zeehan Landfill site;
- ▶ Implement a new voluntary kerbside recycling scheme;
- ▶ Reduce the fire hazard of green and other dimensional domestic waste at the transfer stations; and
- ▶ Implement the new licence arrangements at the Zeehan landfill site.



Town Maintenance & Civil Works – Bridges & Culverts – Annual Aims 2010/11

Overview: Council has a responsibility to manage thirty-four (34) vehicular bridges and eleven (11) foot bridges on behalf of the West Coast community.

An outside specialist contractor is engaged to manage the maintenance and replacement requirements of these bridges.

- ▶ To ensure there is an adequate maintenance and replacement schedule undertaken within the municipality;
- ▶ To inspect all bridges at six monthly intervals; and
- ▶ Replace one bridge and maintain others as per works schedule and capital budget.



Town Maintenance & Civil Works – Workshop – Annual Aims 2010/11

Overview: Council operates a maintenance facility located in Zeehan. The workshop provides preventative maintenance and repair services to all Council's mobile plant and equipment across each depot.

- ▶ To ensure that preventative maintenance for all equipment is undertaken in a timely and thorough manner;
- ▶ That reported defects are repaired within a reasonable timeframe;
- ▶ That all equipment maintenance records are maintained; and
- ▶ To ensure equipment is maintained to a standard that allows Council to obtain the Federal Government's diesel fuel rebate.



Town Maintenance & Civil Works – State Emergency Service – Annual Aims 2010/11

Overview: Council supports the local State Emergency Service with the provision of adequate resources for the programs, which it undertakes during the year.

- ▶ To support the local SES branches located in Queenstown, Zeehan and Rosebery;
- ▶ To ensure that the resources provided are adequate to meet the needs of the unit;
- ▶ Refurbish the SES buildings in Rosebery and Zeehan;
- ▶ To be responsive to the emergency needs of the municipal area; and
- ▶ To finalise the Emergency Management Plan for the West Coast.



Town Maintenance & Civil Works – Private Works – Annual Aims 2010/11

Overview: Council occasionally undertakes work for private individuals and companies.

- ▶ To undertake private works identified on a commercial basis; 
- ▶ To expand the private works of the Council with particular emphasis on mowing and waste bin hire; 
- ▶ When opportunities arise for provision of private works to individuals and companies that Council be proactive in increasing its revenue streams; and 
- ▶ Increase the level and profitability of private works. 

Town Maintenance & Civil Works – Kerb & Channel, Stormwater, Aerodromes & Cemeteries – Annual Aims 2010/11

Overview: This department operates within the services provided to kerb & channelling of roads and footpaths, stormwater collection and disposal, aerodromes, and cemeteries.

- ▶ To maintain the Strahan airport to an appropriate standard to ensure aviation compliance and to maintain other airports within budgets; 
- ▶ To ensure cemeteries are fully maintained to earn the respect of the community; 
- ▶ Put measures in place to make the cemeteries less maintenance intensive; 
- ▶ To ensure that the kerb, channelling & stormwater systems are maintained within budget and are adequate for the municipality; 
- ▶ Maintain infrastructure assets to an acceptable standard; 
- ▶ Undertake frequent visual inspections of both aerodromes and cemeteries; and 
- ▶ Create a five year plan for kerb and footpath replacement. 

Town Maintenance & Civil Works – Parks, Buildings, Reserves & Recreation – Annual Aims 2010/11

Overview: This department is responsible for the maintenance of sport and recreational facilities within the West Coast municipality.

- ▶ To maintain the parks, gardens, reserves, walking tracks, playgrounds and sporting ovals to an appropriate standard to ensure risk safety compliance and to maintain within budgets;
- ▶ To ensure Council owned buildings are maintained in a satisfactory and safe manner within budget constraints;
- ▶ Maintain infrastructure assets to an acceptable standard;
- ▶ Undertake frequent visual inspections of all related infrastructure including bi-monthly audits of playgrounds to ensure safety;
- ▶ Upgrade one playgrounds equipment and soft fall area;
- ▶ Review Council's maintenance procedures in relation to all related infrastructure; and
- ▶ Review the number, usage, and long term viability of all infrastructures within this department



Town Maintenance & Civil Works – Roads, Signs, Lighting, Nature Strips & Footpaths – Annual Aims 2010/11

Overview: The services provided include the provision of maintenance of streets and street lighting. Primarily Council tries to maintain all township infrastructure, public open spaces and facilities to a satisfactory level at minimum lifecycle costs.

- ▶ To review the demand and the need for all public facilities;
- ▶ To ensure that current assets are maintained in a useable and safe condition that preserves their value;
- ▶ To continue to maintain and improve where possible town maintenance services;
- ▶ Completion of capital works identified; and
- ▶ Develop an asset management plan that will identify the long-term town maintenance needs of the municipal area.



Town Maintenance & Civil Works – Internal Plant – Annual Aims 2010/11

Overview: To provide adequate plant to cover all operations of Council in a timely and efficient manner.

- ▶ To maintain Council's fleet to an acceptable standard; and
- ▶ To ensure regular maintenance and safety checks are carried out.



Natural Resource Management
Marty Bower
Weed & Fire Management Officer



The Council in partnership with Cradle Coast Regional Natural Resource Management Committee funds a full-time Project Officer.

The Project Officer implements and maintains the West Coast Weed and Fire Management Strategy in conjunction with the West Coast Weed and Fire Management Group.

The major stakeholders in the group are Forestry Tasmania and the Parks & Wildlife Service along with other key government agencies and local industries.

An allocation has been made in this budget to assist in the management of Landcare on the West Coast. These funds are to be utilised in supporting local Landcare and weed control efforts, along with other Natural Resource orientated programs on the West Coast.

Legend



Complete



Continuous



In Progress

Natural Resource & Fire Management - Annual Aims 2010/11

▶ To undertake on-ground weed eradication and the development of an educational program for residents on weed and fire management;



▶ To update and implement the West Coast Weed and Fire Management Strategy; and



▶ To undertake student training and planting days to involve the West Coast Youth.



Tourism & Community Liason
Naomi Miller
Tourism & community Liason Officer



Council previously endorsed the West Coast Tourism Strategy, which included numerous recommendations in developing tourism initiatives on the West Coast. The Tourism & Community Liaison Officer is appointed to facilitate this department.

Council took over the existing visitor centre in Strahan after the original operator closed the operation in May 2005. Council re-opened the centre in October 2005 and the centre became fully operational in late November 2005.

The intention is to have a fully operational visitor centre in Strahan (West Coast Visitor Information and Booking Centre) with pilot operations in other West Coast towns.

The West Coast Visitor Information Centre employs one full time staff member and casual staff as required. A quality tourism booking system and information service is offered to tourists, serving the whole West Coast community.

Legend



Complete



Continuous



In Progress

Tourism & Community Liaison - Annual Aims 2010/11

- ▶ To work in partnership with government agencies and tourism operators; 
- ▶ To work with a community group in each town (representing a broad spectrum of the population) and assist them with projects as they arise and provide a conduit to Council; 
- ▶ To identify sources of funds for specific programs; 
- ▶ To continue implementation of the West Coast Visitor Information Network; 
- ▶ To ensure that the Visitor Centre operates within its budget and that staff are recruited and trained to operate the Centre; 
- ▶ To prepare West Coast tourism literature as required; 
- ▶ To identify sources of funds for the further expansion of the centre. 

Environmental Health & Animal control

John Devlin
Environmental Health Officer



The Environmental Health Program plays a key role in the provision of a range of public and environmental health services to the community.

Environmental Health covers a range of environmental management issues from pollution to development proposals.

The *Public Health Act 1997* was proclaimed in February 1998. This legislation replaces many sections of the *Public Health Act 1962* and provides for new requirements. Features of the *Act* include a tough anti tobacco approach and greater provisions relating to immunisation.

The *Act* also provides guidelines that Council must enforce. The role Council plays in Public Health matters has increased under the *Act*, especially in relation to registration of premises, water supplies and immunisation.

Council is proactive in its endeavours to promote and conduct immunisation clinics in conjunction with local medical service providers.

The Council is also responsible for inspecting food premises throughout the area in order to protect public health. An appropriate level of food hygiene is to be maintained, with instances of breaches in public health safeguards being strictly policed.

The Council also follows up notifiable disease reports and undertakes food shop surveillance and registrations.

Legend



Complete



Continuous



In Progress

Environmental Health - Annual Aims 2010/11

- ▶ To protect and enhance the public health and safety of the community by means of environmental monitoring and regulation; 
- ▶ To comply with the requirements of the *Environmental Management and Pollution Control Act 1994* and provide an efficient system for implementation and monitoring of compliance; 
- ▶ To increase public awareness and participation in public health initiatives, especially the immunisation program; 
- ▶ To implement the requirements of the *Public Health Act 1997*; 
- ▶ Inspection and registration of all food businesses annually; 
- ▶ Continuation of the Food Safe Program for food handlers in the municipality; 
- ▶ Seasonal sampling of recreational water for monitoring of levels of bacteria to ensure maintenance of public safety; and 
- ▶ Investigation of incidences of environmental pollution and appropriate follow-up action to ensure remedial work is carried out and ensure future compliance. 

Environmental Health - Dog Control - Annual Aims 2010/11

- ▶ To provide effective control of dogs and other animals within the municipal area in accordance with the requirements of the *Dog Control Act 2000*, Dog Control Regulations 2001, and Council policy; 
- ▶ To minimise the amount of stray dogs within the municipality; 
- ▶ Promotion of responsible dog ownership through registration of all dogs within the municipality; 
- ▶ Continual review of the way in which the service is provided, including identification of how services can be improved; 
- ▶ Respond to reports of straying dogs, including impounding and taking follow-up action. 
- ▶ Conduct door-to-door inspections as appropriate to ensure that dogs are registered; 
- ▶ Continued enforcement of the Dog Management Policy in accordance with Section 7 of the *Dog Control Act 2000*; 
- ▶ Monitor Cat Management Act. 

Environmental Health – Report

Under amended provisions of the *Local Government Act 1993*, Council is required to provide comment in its Annual Report on Public and Environmental Health as follows:

Section 72 (1A) of the Local Government Act 1993

(a) state the extent to which the Council has carried out its functions under the *Public Health Act 1997* and the *Food Act 2003*:

- ▶ Issued Certificate of Authority to Authorised officer under Section 31
- ▶ Investigated occurrences of notifiable diseases as directed in accordance with Section 52, 2 cases notified.
- ▶ Developed and implemented a school immunization program for the municipal area.
- ▶ Monitored recreational water quality within the municipality area and provided the Director with a report of the findings

(b) The resources allocated to public health included:

- ▶ One Environmental Health Officer with administrative support

(c) Council public health objectives, policies and programs meet the needs of its residents by:

Notifiable diseases – investigations into cases & Immunisations – by implementing the following:

- ▶ Full Hepatitis B course to 37 year 7 students and commencement of HPV course for 21 female students
- ▶ Public immunisation awareness program

Sampling regimes for the following:

- ▶ 2 Public swimming pools on a monthly basis (during season) for disinfection qualities – 23 samples
- ▶ West Strahan Beach (during summer) on a weekly basis for compliance with recreational water quality guidelines – 15 samples

Food Premises Inspections:

- ▶ Liaison with the Director of Public Health regarding food recalls, etc.
- ▶ Participate in state-wide food sampling programs
- ▶ 72 premises inspected prior to the re-registration and licensing of operators with follow-up inspections as required

Waste Management – provision of infrastructure for:

- ▶ Recycling of car bodies, white goods and scrap metal
- ▶ Operation of 5 waste transfer stations
- ▶ Maintenance of regional refuse disposal site in accordance with environmental management plan

Control of Nuisances – by issue of abatement notices for:

- ▶ Fire hazard reduction
- ▶ Removal of car bodies and junk
- ▶ Abatement of general nuisances and complaints.

(d) Completion of Strategies

Council has completed the infrastructure for refuse collection, control and disposal in line with the intent of Council's Strategic Plan and Waste Management Strategy.

This includes the replacement of five disposal sites with managed waste transfer stations and a central tip site.

- ▶ Weekly garbage collection service to 5 towns
- ▶ Monthly recycling service

Submissions to the Director of Public Health

- ▶ Annual recreational water quality report

Community Services
Belinda Pumpa
Manager Community Services



The Community Services area includes Family Support Services, West Coast Crisis Accommodation Service, Youth, Sport and Recreation and Community Advocacy.

These services:

- Provide access to a range of recreational services that increases the well-being and quality of life and also meets the needs of the community;
- Work closely with and support community organisations in identifying and realising opportunities and resolving problems; and
- Develop and foster a caring community.
- Empower consumers
- Focus on positive outcomes
- Understand and work with in the legislative requirements of the programs
- Confirm consumer rights
- Will regularly review the way in which the services collaborates with other agencies
- Ensure that children accompanying adults have their individual needs identified and met; and that each child is provided with care and protection

Legend



Complete



Continuous



In Progress

Community Services – Annual Aims 2010/11

- ▶ To ensure that the facilities provided are maintained in a satisfactory manner; 
- ▶ To collect fees for services provided; 
- ▶ To undertake a review of operations by reviewing all policies, procedures, professional agreements and collection of consumer data annually; 
- ▶ Ensure that appropriate income is generated from all facilities; and 
- ▶ Review the procedures and operations in place, to ensure that the community receives optimum benefit from the provision of these services. 
- ▶ To promote services and distribute information to the wider community therefore increasing awareness and knowledge to potential consumers and stakeholders. Via media advertising, networking and disseminating service specific material; 
- ▶ Ensure services and programs are provided in a culturally safe and appropriate welcoming manner by ensuring consumers with privacy and confidentiality; 
- ▶ Ensure services are accessible to all consumers and there are no barriers to access assistance by providing alternative pathways to external services if required. 

SECTION 4

Financial Services

Financial Management

The financial report for the year ended 30 June 2011 is appended to this report.

The budgeted operating loss was largely due to a forward payment of the Federal Assistance Grant in the previous year. Overriding this was a similar forward payment mid June of 2011.

The above coupled with better than average interest income due to delays in Capital expenditure, a CMW tax instalment from a previous year, unclaimed proceeds from unpaid rates auctions and greater utilisation of Council facilities resulting in improved user charges saw a turnaround of ~\$1.5m showing an operating surplus of \$618K.

It is a good result that enables Council to fund its balance sheet for any over runs in Capital Expenditure for the ensuing year and gives some security for the unexpected.

Included in the report is the Audit report provided by the Tasmanian Audit Office with its opinion on the financial operations of the Council for the 2010/11 fiscal year.

	2008/09	2009/10	2010/11	Increase/ Decrease
Operating Income	12,589,786	9,243,338	10,436,713	1,193,375
Operating Expenditure	10,607,929	9,112,726	9,818,750	706,024
Surplus/Deficit	1,981,857	130,612	617,963	487,351
Cash	5,457,576	5,529,892	4,166,100	-1,363,792
Receivables	762,839	371,073	613,884	242,811
Creditors @ 30 June	1,218,428	814,719	951,251	136,532
Borrowings	5,544,376	1,500,000	1,392,219	-107,781
Employee Provisions	803,731	547,702	530,681	-17,021
Work in Progress	2,724,303	1,947,273	4,765,804	2,818,531

With the introduction of the Comprehensive Income Statement figures reported for the Comparative years have been adjusted to exclude Non Cash Asset Adjustments such as transfer of Assets to Council , Asset Recognised for the first time, and Removal of Assets not controlled by Council have also be excluded.

The Mining Companies Contribution to Trial Harbour Road has been excluded from Operating Income as this is not ongoing or connected to operating revenue as such and the comparative year has been adjusted accordingly.

Indicator	2008/09	2009/10	2010/11
Current Ratio:			
<u>Current Assets</u>	1.269:1	3.066:1	2.754:1
Current Liability			
Quick Asset Ratio:			
<u>Cash + Liquid Debtors</u>	1.145:1	2.856:1	2.511:1
Current Liabilities			

(Note: Liquid Debtors do not include outstanding rate debtors)

Indicator	2008/09	2009/10	2010/11
Rate Coverage			
<u>(Rate Revenue)</u>	53.45%	54.89%	52.59%
(Operating Revenue)			
<u>(Rate Debtors O/S)</u>	6.47%	4.63%	4.34%
(Total Rates)			
<u>(Expenditure per Capital)</u>	2,230	1,888	2,034
(Operating Expenditure)			
<i>Population 4827</i>			
Grant Coverage			
<u>Grant Revenue</u>	25.2%	30.4%	29.2%
(Operating Revenue)			

Rate remissions granted throughout the year to non-profit groups and organisations

Organisation	Amount
West Coast Heritage Ltd	\$4,349.53
Boy Scout Association	\$ 277.24
Zeehan Senior Citizens Inc.	\$ 403.27
Zeehan RSL Club	\$ 920.82
Zeehan Lions Club	\$ 277.24
Queenstown Rebekah Lodge	\$ 229.81
Rosebery Senior Citizens	\$ 351.02
Masonic Lodge	\$ 351.02

ACTIVITY	2008/09	2009/10	2010/11
FINANCE			
Revenue per capita	3,052	1,967	2,214
Total rate per capita	1,576	1,051	1,137
Average residential rate	1,501	916	948
Year end rates outstanding	6.5%	4.6%	4.3%
<u>(Capital expenditure)</u>			
(Depreciation)	348.7%	217.0%	317.1%
HUMAN RESOURCE			
MANAGEMENT			
(*per employee)			
Average cost*	56,880	54,425	56,064
Average cost of training	1,420	728	661
Relative number of Employee	13.1	11.6	11.8
Staff turnover rate	34.9%	17.9%	19.3%
Average sick leave*	5.2	4.6	6.3
Lost time due to injury (hptw)	4.0	0	0.7
PLANNING & BUILDING			
(Number of days to obtain approval)			
Planning – permitted use	28	28	28
Planning – discretionary use	28	28	28
Building	7	7	7
Number of Applications Lodged	199	170	137

Grants and Benefits

Date	Amount	Recipient
27/07/2010	\$500.00	Mt. Lyell Strahan Picnic Committee
27/07/2010	\$200.00	Lake Burbery King River Picnic Committee
27/07/2010	\$150.00	Queenstown Fire Brigade
27/07/2010	\$300.00	Lions Club of Zeehan
27/07/2010	\$750.00	Tasmanian Classical Ballet
27/07/2010	\$500.00	Zeehan Gem & Mineral Fair Assoc Inc
27/07/2010	\$150.00	Queenstown Amateur Swimming Club
27/07/2010	\$150.00	Queenstown Christmas Parade Committee
27/07/2010	\$200.00	Queenstown Anglers Club
27/07/2010	\$1000.00	Rosebery Senior Citizens
27/07/2010	\$1000.00	Strahan Senior Citizens
27/07/2010	\$1000.00	Zeehan Senior Citizens
27/07/2010	\$1000.00	Queenstown Senior Citizens
27/07/2010	\$150.00	Strahan Junior Sports Inc
27/07/2010	\$150.00	Queenstown Under 13's Football
27/07/2010	\$150.00	Rosebery Under 13's Football
27/07/2010	\$150.00	Zeehan Under 13's Football
27/07/2010	\$150.00	St. Joseph's School Rosebery
27/07/2010	\$300.00	Rosebery Christmas Parade Committee
27/07/2010	\$300.00	Zeehan Christmas Parade Committee
27/07/2010	\$300.00	Strahan Fire Brigade
27/07/2010	\$225.00	Mountain Heights School
27/07/2010	\$225.00	Rosebery District High School

Grants and Benefits continued

27/07/2010	\$75.00	St. Joseph's School Queenstown
27/07/2010	\$75.00	St. Joseph's School Rosebery
27/07/2010	\$75.00	Strahan Primary School
27/07/2010	\$75.00	Zeehan Primary School
27/07/2010	\$300.00	Health West
27/07/2010	\$150.00	1st Queenstown Scout Group
27/07/2010	\$200.00	Rosebery Development Assoc Inc
27/07/2010	\$100.00	Rosebery Community House Inc
27/07/2010	\$500.00	Rosebery Athletic Club
27/07/2010	\$100.00	Strahan Primary School Parents & Friends
09/08/2010	\$100.00	Rosebery District High School
28/10/2010	\$500.00	Tullah Progress Association
28/10/2010	\$100.00	Streets and Mawer
28/10/2010	\$150.00	Alexander Crosswell
10/11/2010	\$2,500.00	Fire Appeal
07/02/2011	\$100.00	Graeme Milburn
08/02/2011	\$200.00	Fire Appeal
08/03/2011	\$100.00	Walk for Life
TOTAL	\$14,400.00	

Contracts Awarded Above \$100,000

In accordance with section 232(5) of the *Local Government (General) Regulations 2005*, Council is required to report on contracts for the supply or provision of goods or services in excess of \$100,000 (excluding GST) entered into during the year 1st July 2010 to 30th June 2011.

Contractor Name & Address	Description of Contract	Value of Contract (excl. GST)
Hardings Hotmix PO Box 709 ULVERSTONE TAS 7315	TENDER NO. T003/2010: RECONSTRUCTION OF ESPLANADE, STRAHAN (STAGE 2)	\$433,958.00
Civilscape Contracting Tasmania PO Box 63 RIDGLEY TAS 7321	TENDER NO. T004/2010: RECONSTRUCTION OF ORR STREET & OTHERS, QUEENSTOWN	\$1,038,895.00
JF Machinery PO Box 62 MOWBRAY TAS 7248	TENDER NO. T001/2010-11: SUPPLY AND DELIVERY OF TWO BACKHOES	\$171,060.00
VEC Civil Engineering Pty Ltd PO Box 812 ULVERSTONE TAS 7315	TENDER NO. T002/2010-11: WILLIAMSFORD BRIDGE TENDER NO. T003/2010-11: DUNDAS BRIDGE	combined amount of \$329,670
Webster Trucks 90 Connector Park Road KINGS MEADOWS TAS 7249	TENDER NO. T004/2010-11: SUPPLY & DELIVERY OF MEDIUM RIGID TRUCK	\$116,020.00
Downer Edi Works Pty Ltd PO Box 210 CLAREMONT TAS 7011	TENDER NO. T005/2010-11: RECONSTRUCTION AND HOTMIX SEAL OF PAVEMENT, ESPLANADE STRAHAN	\$174,366.80
Hardings Hotmix Pty Ltd PO Box 709 ULVERSTONE TAS 7315	TENDER NO. T006/2010-11: ROAD RESEALING PROGRAM	\$281,642.00
Oliver Kelly Construction PO Box 1172 DEVONPORT TAS 7310	TENDER NO. T007/2010-11: CONSTRUCTION OF AMENITIES BUILDING ROSEBERY & PUBLIC TOILETS GRANVILLE HARBOUR	\$297,950.00
Oliver Kelly Construction PO Box 1172 DEVONPORT TAS 7310	TENDER NO. T008/2010-11: SKATE PARK, STRAHAN	\$135,528.00

Audit Statement and Financial Report Ending 30 June 2011



INDEPENDENT AUDITOR'S REPORT

To the Councillors of West Coast Council

Financial Report for the Year Ended 30 June 2011

I have audited the accompanying financial report of West Coast Council (Council), which comprises the financial position as at 30 June 2011, and the statements of comprehensive income, changes in equity and cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the General Manager's statement.

Auditor's Opinion

In my opinion Council's financial report:

- (a) presents fairly, in all material respects, its financial position as at 30 June 2011 and financial performance, cash flows and changes in equity for the year then ended; and
- (b) is in accordance with the *Local Government Act 1993* and Australian Accounting Standards.

The Responsibility of the General Manager for the Financial Report

The General Manager is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and Section 84 of the *Local Government Act 1993*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based upon my audit. My audit was conducted in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance as to whether the financial report is free of material misstatement.

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

To provide independent assurance to the Parliament and Community on the performance and accountability of the Tasmanian Public sector.
• Professionalism • Respect • Camaraderie • Continuous Improvement • Customer Focus •

Making a Difference

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

My audit is not designed to provide assurance on the accuracy and appropriateness of the budget information in Council's financial report.

Independence

In conducting this audit, I have complied with the independence requirements of Australian Auditing Standards and other relevant ethical requirements. The *Audit Act 2008* further promotes independence by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General, and
- mandating the Auditor-General as auditor of State Entities but precluding the provision of non-audit services, thus ensuring the Auditor-General and the Tasmanian Audit Office are not compromised in their role by the possibility of losing clients or income.

TASMANIAN AUDIT OFFICE



E R De Santi
DEPUTY AUDITOR-GENERAL
Delegate of the Auditor-General

HOBART
30 September 2011

To provide independent assurance to the Parliament and Community on the performance and accountability of the Tasmanian Public Sector.
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Making a Difference



WEST COAST COUNCIL

Financial Report

for the year ended 30/06/11

I, the undersigned, certify that in my opinion:

- (a) the financial report presents fairly the financial position of West Coast Council as at 30 June 2011 and the results of its operations for the year then ended in accordance with Australian Accounting Standards, including Australian Accounting interpretations, and other mandatory professional reporting requirements.
- (b) the financial report has been prepared in accordance with the requirements of the *Local Government Act 1993*.

Name

Position

Signature

B R Lovell

Acting General Manager

Dated at Queenstown this 18th day of September 2011.

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**Statement of Comprehensive Income
for the year ended 30 June 2011**

	Notes	Budget 2011 \$	Actual 2011 \$	Actual 2010 \$
REVENUES				
Rates and Charges		5,498,303	5,488,601	5,073,788
Operating Grants	3	1,628,517	2,358,774	2,152,743
User Charges including Reimbursements	4	712,569	916,394	881,961
Visitor Information Centre	5	295,680	243,018	282,461
Investment Income from Water Corporation	6	297,738	560,383	265,294
Interest		133,524	277,619	241,142
Rent		244,741	237,239	197,107
Other Revenue	7	25,421	354,685	148,842
TOTAL REVENUE	2(a)	8,836,493	10,436,713	9,243,338
EXPENSES				
Employee Costs	8	3,496,553	3,195,651	3,047,806
Materials and Contracts	9	2,308,740	2,689,186	2,324,716
Depreciation and Amortisation	10	2,380,601	2,383,316	2,297,089
Rebate on Pensioner Rates and Charges/Rates Adj General		246,771	227,644	223,887
Fees, Levies, Subscriptions and Allowances		247,975	232,444	281,132
Contributions to Government		185,127	179,842	165,062
Insurances		194,492	127,147	146,831
Communications and Information Technology Expenses		188,260	117,998	105,602
Discount on Rates and Charges		129,037	132,792	129,155
Profit/Loss on Disposal of Non Financial Assets	11	-	118,293	31,389
Borrowing Costs		103,588	101,643	27,360
Other Expenses	12	299,607	312,794	332,697
TOTAL EXPENSES	2(a)	9,780,751	9,818,750	9,112,726
OPERATING SURPLUS/DEFICIT BEFORE:		(944,258)	617,963	130,612
Capital Grants received specifically for new or upgraded assets	3	181,180	2,198,789	2,164,062
Land and Buildings transferred from Crown	16,18	-	163,000	295,500
Structures transferred from MAST	18	-	110,850	-
Adjustment for Valuation on Land and Buildings Purchased	16,18	-	226,664	-
Removal of Assets not Controlled	16,18	-	(142,387)	-
Mining Companies Contribution to Trial Harbour Road		250,000	250,000	250,000
SURPLUS/DEFICIT FOR THE YEAR		(513,078)	3,424,879	2,840,174
OTHER COMPREHENSIVE INCOME				
Increase in Fair Value - Water Corporation Investment	31,40	-	118,123	4,470,504
Increase in Fair Value - Non-Current Assets	31	-	6,599,075	4,692,192
		-	6,717,198	9,162,696
COMPREHENSIVE RESULT		(513,078)	10,142,077	12,002,870

This statement should be read in conjunction with the accompanying notes.
Budget information refers to original estimates and has not been subject to audit.

**Statement of Financial Position
as at 30 June 2011**

	Notes	Actual 2011 \$	Actual 2010 \$
CURRENT ASSETS			
Cash and Equivalents	13	4,166,100	5,529,892
Receivables	14	613,884	371,073
Other Assets	15	211,405	146,654
Total Current Assets	2(b)	4,991,389	6,047,619
NON-CURRENT ASSETS			
Investment in Water Corporation	40	25,356,445	25,238,322
Land	16	5,468,050	5,678,500
Land Improvements	17	-	99,284
Buildings	18	11,613,273	11,326,365
Roads and Bridges	19	48,681,440	41,203,462
Other Structures	22	792,501	369,396
Plant and Equipment	23	2,701,150	2,506,716
Furniture and Fittings	24	259,135	282,936
Work in Progress	25	4,765,804	1,947,273
Intangible	26	54,000	99,297
Total Non-Current Assets	2(b)	99,691,798	88,751,551
TOTAL ASSETS		104,683,187	94,799,170
CURRENT LIABILITIES			
Payables	27	951,251	814,719
Interest Bearing Liabilities	28	115,492	107,781
Provisions	29	436,758	471,617
Other Liabilities	30	308,876	578,666
Total Current Liabilities		1,812,377	1,972,783
NON-CURRENT LIABILITIES			
Interest Bearing Liabilities	28	1,276,727	1,392,219
Provisions	29	93,923	76,085
Total Non-Current Liabilities		1,370,650	1,468,304
TOTAL LIABILITIES		3,183,027	3,441,087
NET ASSETS		101,500,160	91,358,083
EQUITY			
Accumulated Surplus		60,370,248	56,945,369
Reserves	31	41,129,912	34,412,714
TOTAL EQUITY		101,500,160	91,358,083

This statement should be read in conjunction with the accompanying notes.

**Statement of Cash Flows
for the year ended 30 June 2011**

		Actual 2011 Inflows (Outflows)	Actual 2010 Inflows (Outflows)
Cash Flows from Operating Activities	Notes		
Payments			
Employee Costs		(3,420,044)	(3,213,025)
Materials and Contracts		(2,870,150)	(2,021,335)
Interest and Other Finance Costs		(103,588)	-
Other Expenses		(1,084,223)	(1,113,800)
		(7,478,005)	(6,348,160)
Receipts			
General Rates		5,205,675	5,156,783
Grants		4,667,308	4,398,192
Other Including Reimbursements and User Charges		1,823,042	1,559,058
Interest		332,117	180,164
		12,028,142	11,294,197
Net Cash Inflow from Operating Activities	34	4,550,137	4,946,037
Cash Flows from Investing Activities			
Payments for			
Land		(17,944)	-
Buildings		(1,115,702)	(593,536)
Road Pavements and Bridges		(985,449)	(1,179,805)
Sewerage		-	-
Water		-	(1,104,357)
Other Structures		(183,276)	(88,213)
Plant and Equipment		(983,381)	(1,022,230)
Furniture and Fittings		(32,954)	(98,357)
Work in Progress		(3,299,690)	(2,042,390)
		(6,618,395)	(6,128,888)
Proceeds from			
Disposal of Assets		251,864	155,553
Investment in Water Corporation		560,383	265,294
		812,247	420,847
Net Cash Flow (used in) Investing Activities		(5,806,148)	(5,973,335)
Cash Flow from Financing Activities			
Proceeds from Borrowings		-	1,500,000
Repayment of Borrowings		(107,780)	(665,661)
Net Cash Flow (used in) Financing Activities		(107,780)	834,339
Net Increase (decrease) in cash held		(1,363,791)	72,315
Cash at the beginning of the year		5,529,891	5,457,576
Cash at the end of the financial year	34	4,166,100	5,529,891

This statement should be read in conjunction with the accompanying notes.

**Statement of Changes in Equity
 For the Year Ended 30 June 2011**

	Note	Accumulated Surplus	Asset Revaluation Reserve	Investment CMW Reserve	Total
2011					
Balance at beginning of the financial year	31	56,945,369	29,942,210	4,470,504	91,358,083
Comprehensive Result	31	3,424,879	6,599,075	118,123	10,142,077
Total Equity		<u>60,370,248</u>	<u>36,541,285</u>	<u>4,588,627</u>	<u>101,500,160</u>

	Note	Accumulated Surplus	Asset Revaluation Reserve	Investment CMW Reserve	Total
2010					
Balance at beginning of the financial year	31	51,286,015	28,069,198	-	79,355,213
Comprehensive Result	31	2,840,174	4,692,192	4,470,504	12,002,870
Transfer to/from Reserves	31	2,819,180	(2,819,180)	-	-
Total Equity		<u>56,945,369</u>	<u>29,942,210</u>	<u>4,470,504</u>	<u>91,358,083</u>

This statement should be read in conjunction with the accompanying notes.

Introduction

- (a) The West Coast Council is a body corporate with perpetual succession and a common seal. Councils main office is located at 11 Sticht Street, Queenstown, 7467.
- (b) The purpose of the Council is to:
- provide for the peace, order and good governance of the municipal area;
 - to promote the social, economical and environmental viability and sustainability of the municipal area;
 - to ensure that resources are used efficiently and effectively and services are provided in accordance with the Best Value Principles to best meet the needs of the local community;
 - to improve the overall quality of life in the local community;
 - to promote appropriate business and employment opportunities;
 - to ensure that services and facilities provided by the Council are accessible and equitable;
 - to ensure the equitable imposition of rates and charges; and
 - to ensure transparency and accountability in Council decision making;

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) BASIS OF ACCOUNTING

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

i) Accounting Standards

This general purpose financial report of the West Coast Council (the Council) consists of a Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows, and notes accompanying these financial statements. This general purpose financial report complies with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board (AASB) and the *Local Government Act 1993 (LGA 1993)* (as amended).

The following Australian Accounting Standards have been amended and are applicable to the Council but are not yet effective.

They have not been adopted in preparation of the financial statements at reporting date

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Standard / Interpretation	Summary	Applicable for annual reporting periods beginning or ending on	Impact on Local Government financial statements
<p>AASB 9: Financial Instruments, AASB 2009–11 and AASB 2010-7: Amendments to Australian Accounting Standards arising from AASB 9 [AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 121, 127, 128, 131, 132, 136, 139, 1023 & 1038 and Interpretations 10 & 12]</p>	<p>These standards are applicable retrospectively and amend the classification and measurement of financial assets. Council has not yet determined the potential impact on the financial statements. Specific changes include:</p> <ul style="list-style-type: none"> * simplifying the classifications of financial assets into those carried at amortised cost and those carried at fair value; * removing the tainting rules associated with held-to-maturity assets; * simplifying the requirements for embedded derivatives; * removing the requirements to separate and fair value embedded derivatives for financial assets carried at amortised cost; * allowing an irrevocable election on initial recognition to present gains and losses on investments in equity instruments that are not held for trading in other comprehensive income. Dividends in respect of these investments that are a return on investment can be recognised in profit or loss and there is no impairment or recycling on disposal of the instrument; and * reclassifying financial assets where there is a change in an entity's business model as they are initially classified based on: <ul style="list-style-type: none"> a. the objective of the entity's business model for managing the financial assets; and b. the characteristics of the contractual cash flows. 	<p>Applicable for annual reporting periods commencing on or after 1 January 2013.</p>	<p>These changes are expected to provide some simplification in the accounting for and disclosure of financial instruments.</p>

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AASB 124: Related Party Disclosures	This standard removes the requirement for government related entities to disclose details of all transactions with the government and other government related entities and clarifies the definition of a related party to remove inconsistencies and simplify the structure of the standard.	Applicable for annual reporting periods commencing on or after 1 January 2011.	Although this standard does not strictly apply to Local Government it is often used as guidance, as such there will be greater clarity on the disclosure of inter government transactions.
AASB 2009-12: Amendments to Australian Accounting Standards [AASBs 5, 8, 108, 110, 112, 119, 133, 137, 139, 1023 & 1031 and Interpretations 2, 4, 16, 1039 & 1052]	This standard makes a number of editorial amendments to a range of Australian Accounting Standards and Interpretations, including amendments to reflect changes made to the text of International Financial Reporting Standards by the IASB. The standard also amends AASB 8 to require entities to exercise judgment in assessing whether a government and entities known to be under the control of that government are considered a single customer for the purposes of certain operating segment disclosures.	Applicable for annual reporting periods commencing on or after 1 January 2011.	These amendments are not expected to impact Council
AASB 2009-14: Amendments to Australian Interpretation — Prepayments of a Minimum Funding Requirement [AASB Interpretation 14]	This standard amends Interpretation 14 to address unintended consequences that can arise from the previous accounting requirements when an entity prepays future contributions into a defined benefit pension plan.	Applicable for annual reporting periods commencing on or after 1 January 2011.	These amendments are not expected to impact Council.
AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements	Introduces reduced disclosure requirements for certain types of entities.	Applicable for annual reporting periods commencing on or after 1 January 2013.	This standard is not expected to have a financial impact.

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<p>AASB 2010-5 : Amendments to Australian Accounting Standards [AASB 1, 3, 4, 5, 101, 107, 112, 118, 119, 121, 132, 133, 134, 137, 139, 140, 1023 & 1038 and Interpretations 112, 115, 127, 132 & 1042] (October 2010).</p>	<p>This Standard introduces a number of terminology changes as well as minor presentation changes to the Notes to the Financial Report. There is no financial impact resulting from the application of this revised Standard.</p>	<p>Applicable for annual reporting periods commencing on or after 1 Jan 2011.</p>	<p>These amendments are not expected to impact Council.</p>
<p>AASB 2010-6: Amendments to Australian Accounting Standards – Disclosures on Transfers of Financial Assets [AASB 1 & AASB 7].</p>	<p>This Standard makes amendments to Australian Accounting Standards, introducing additional presentation and disclosure requirements for Financial Assets.</p>	<p>Applicable for annual reporting periods commencing on or after 1 July 2011.</p>	<p>These amendments are not expected to impact Council</p>
<p>AASB 1053: Application of Tiers of Australian Accounting Standards</p>	<p>This Standard establishes a differential financial reporting framework consisting of two tiers of reporting requirements for preparing general purpose financial statements. This Standard is not expected to impact Council. However, it may affect disclosures if reduced disclosure requirements apply.</p>	<p>Applicable for annual reporting periods commencing on or after 1 January 2013.</p>	<p>These amendments are not expected to impact Council.</p>
<p>AASB 1054: Australian Additional Disclosures</p>	<p>This Standard sets out the specific disclosures for entities that have adopted Australian Accounting Standards that are additional to the requirements under International Reporting Standards, including disclosures relating to the nature of the financial report, audit fees and the reconciliation of net operating cash flows to net result.</p>	<p>Applicable for annual reporting periods commencing on or after 1 Jan 2011.</p>	<p>This standard is not expected to have a financial impact.</p>

Australian Accounting Standards include Australian equivalents to International Financial Reporting Standards (AIFRSs). Some AIFRSs contain requirements specific to not-for-profit entities that are inconsistent with IFRS requirements.

ii) Contingent assets and contingent liabilities and commitments

Contingent assets and contingent liabilities are not recognised in the Balance Sheet, but are disclosed by way of a note, and if quantifiable, are measured at nominal value. Contingent assets and liabilities are presented inclusive of GST receivable or payable respectively.

iii) Basis of Preparation

This financial report has been prepared on the accrual and going concern basis.

This report has been prepared under the historical cost convention, as modified by the revaluation of available-for-sale financial assets, financial assets and liabilities at fair value through profit or loss and certain classes of property, plant and equipment except where specifically stated in the accompanying notes.

In the application of Australian Accounting Standards, management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources.

iv) Judgement and Assumptions

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Council has made no assumptions concerning the future that may cause a material adjustment to the carrying amounts of assets and liabilities within the next reporting period. Judgements made by Council that have significant effects on the Financial Report are disclosed in the relevant notes as follows:

Fair Value of Property Plant and Equipment

Assumptions and judgements are utilised in determining the fair value of Council's property, plant and equipment including useful lives and depreciation rates. These assumptions are disclosed in notes 16, 17, 18, 19, 20, 21, 22 and 23.

Fair Value of Financial Assets and Liabilities

Assumptions and judgements are utilised in determining the fair value of Council's monetary financial assets and liabilities. These assumptions are discussed in note 41.

Defined benefit superannuation fund obligations

Actuarial assumptions are utilised in the determination of Council's defined benefit superannuation fund obligations. These assumptions are disclosed in note 33.

Employee entitlements

Assumptions are utilised in the determination of Council's employee entitlement provisions. These assumptions are outlined further in this section under Employee Benefits note 1 (d) and again later in the Provisions note 29.

v) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. Revenue is measured on major income categories as follows:

Rates, grants and contributions

Rates, grants, donations and other contributions (including developer contributions) are recognised as revenues when Council obtains control over the assets comprising these receipts.

Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates. Only a small provision for impairment on rates has been established as unpaid rates represent a charge against the rateable property that will be recovered when the property is next sold. The provision is made on those properties that are unsaleable due to being land locked etc.

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*Notes to and forming part of the Financial Report
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Control over granted assets is normally obtained upon their receipt (or acquittal) or upon prior notification that a grant has been secured.

Grants, donations and other contributions are brought to account as revenue at the earlier of, upon their receipt or upon receipt of formalised ratification in writing from a recognised authority ratifying that a grant has been secured.

Unreceived contributions over which Council has control are recognised as receivables.

Donations and other contributions that are not subject to accompanying conditions that they be expended in a particular manner or for a particular purpose are recognised as revenue in the reporting period when Council obtains control over the assets comprising the contributions and donations.

User charges

User charges and fines are recognised as revenue when the service has been provided, the payment is received, or when the penalty has been applied, whichever first occurs. A provision for impairment is recognised when collection in full is no longer probable.

Visitor Information Centre

The Visitor Information and Booking Centre operates on a retail and commission basis. Revenue is recognised as payment is received over the counter due to this being a cash business.

Sale of property, plant and equipment

The profit or loss on sale of an asset is determined when control of the asset has irrevocably passed to the buyer.

Interest

Interest is recognised as revenue as it accrues.

Dividends and other revenue from Water Corporation

Dividends are recognised when Council's right to receive is established. Council's right is established at the time dividends are declared by Cradle Mountain Water. Other revenue is recognised when payment becomes due.

Rent

Rent is recognised as revenue as it accrues.

Rental payments received in advance are recognised as a prepayment until they are due.

(b) LOCAL GOVERNMENT REPORTING ENTITY

All funds through which Council controls resources to carry on its functions have been included in the financial statements of Council.

i) Trust Funds

Amounts received as tender deposit and retention amounts and proceeds from unpaid rates auctions controlled by Council are included in the amount disclosed as payables within the Current Liabilities until they are refunded or forfeited.

(c) ASSETS

i) Acquisition of Assets

The cost method of accounting is to be used for the initial recording of all assets. Cost is determined as the fair value of the asset given as consideration, plus costs to the acquisition (e.g. architects fees, engineering design fees, administration charges and all other costs incurred) in getting the asset ready for use.

The cost of non-current assets constructed by the Council includes the cost of all materials used in the construction, direct labour on the project and an appropriate proportion of variable and fixed overheads. The cost of all materials includes all consulting and engineering fees.

Non-monetary assets received in the form of grants or donations are recognised as assets and revenues at their fair value at the date of receipt. (Fair value meaning the amount for which an asset could be exchanged between a knowledgeable, willing buyer and a knowledgeable, willing seller in an arms length transaction).

ii) Impairment of Assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

For non-cash generating assets of Council such as roads, drains, public buildings and the like, value in use is represented by the deprival value of the asset approximated by its written down replacement cost.

iv) Revaluation of Non-Current Assets

Council has adopted the following valuation bases for its non-current assets:

Investment in Water Corporation	at fair value
Land	at fair value
Buildings	at fair value
Plant and equipment	at cost
Furniture and fittings	at cost
Other Structures	at fair value
Roads	at fair value
Bridges	at fair value
Intangibles	at cost

At balance date, Council reviewed the carrying value of the individual classes of assets measured at fair value to ensure that each asset reasonably approximated its fair value.

Where the carrying value materially differed from its fair value at balance date, the class of asset was re-valued by the application of an appropriate index or re-valued using an appropriate valuation method.

- Any increase in the value of Land is determined using valuations supplied by the Office of the Valuer-General. Adjustments using adjustment factors are applied each two years until a complete revaluation is done. For the year ending 30 June 2009 a complete revaluation was done. Council did not value land existing under roads in accordance with the option available under AASB 1051. Moving forward Council intends to report land under roads for new roads at fair value or cost should the amount be determined as material.

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- Any increase in the value of Buildings is determined using valuations supplied by the Office of the Valuer-General. Adjustments using adjustment factors are applied each two years until a complete revaluation is done. For the year ending 30 June 2009 a complete revaluation was done.
- An increase in the value of Roads was determined using information supplied by W E Enkelaar Pty Ltd for the year ending 30 June 2011. Road pavement valuations included earthworks, substructures, seals and kerbs relating to roads, footpaths and parking areas.
- An increase in the value of Bridges was determined using information supplied by AusSpan in their BMS Report June'11. AusSpan inspect Council bridges twice yearly and provide a report that enables Council to effectively value bridges.

Council revaluation policy is to re-value Buildings and Land every second year using adjustment factors supplied by the Office of the Valuer-General. These adjustment factors will be used every two years until a complete valuation is done by the Valuer-General. The new values are then applied using the complete valuation. Complete valuations are done every five years.

Furniture and Fittings along with Plant and Equipment are valued at cost.

Roads are re-valued each year using information supplied by a contract engineering firm.

Bridges are re-valued each year using information supplied by AusSpan who inspect our bridges twice annually and supply the necessary values to allow for revaluation.

All other assets are at fair value using indices with an independent valuation every three years.

The Investment in Water Corporation is valued each year based upon Council's share of net assets of the Water Corporation.

v) Depreciation and Amortisation of Non-Current Assets

All non-current assets, which have a limited useful life, are systematically depreciated over the useful life in a manner, which reflects the consumption of the service potential of those assets. Land generally is not a depreciable asset. Non-current assets are those which provide a benefit to Council extending beyond twelve (12) months. Depreciation is recognised as per the schedule below. Rates of depreciation reflect the consumption of the service potential of these assets.

The current schedule for rates of depreciation are:-

<u>Classification</u>	<u>Useful Life</u>
Buildings	50 - 100 years
Plant and Equipment	5 - 20 years
Roads and Bridges	20 - 100 years
Parks, Reserves and Recreational Facilities	10 - 50 years
Furniture and Equipment	3 - 20 years
Solid Waste Management	25 - 60 years
Intangibles	1 - 7 years

vi) Maintenance vs. Capitalisation

Officers of the Council will determine at the occurrence of an event whether to capitalise/expense expenditure. The following formula is provided as a guide...“maintenance, repair costs and minor renewals are charged as expenses as incurred unless their total value exceeds 10% of the written down current value and increases the economic life by more than 10% or the net realisable value by more than five (5) thousand dollars”.

vii) Threshold for Recognising a New Asset

The following limits apply in recognising the acquisition of new assets. When group values have been determined the threshold applies to the group not individual assets within that group.

Land	Nil	Roads	As per 1(c)vi
Plant/Machinery	\$1,000	Bridges	\$5,000
Furniture & Fittings	\$1,000	Buildings	\$5,000
Office Equipment	\$1,000	Recreation Facilities	\$1,000
Community Amenities	\$1,000	Parks and Gardens	\$1,000
Playground Equipment	\$2,000		

Where a number of immaterial assets are considered to be of like type or function, the threshold will apply to the group in total.

viii) Investments

Investments are carried at fair value.

An increase in the value of the investment in the Water Corporation was determined as at 30 June 2011 using Councils percentage share of the Water Corporations net assets with the calculation shown in Note 40.

(d) EMPLOYEE BENEFITS

The liability for wages and salaries, annual leave and long service leave is calculated using remuneration rates Council expects to pay as at each reporting date. The liability also includes related superannuation.

i) Wages and Salaries

Liabilities for wages and salaries are measured at their nominal amounts (current pay rates), regardless of whether or not they are expected to be settled within twelve months of the reporting date.

ii) Superannuation

The superannuation expense within a reporting period is the amount of the statutory contribution the Council makes to the Quadrant Superannuation Scheme administered by the Local Government, which provides benefits to employees. It also includes amounts paid by Council to other Superannuation Funds. Details of those arrangements are set out in Note 33.

iii) Annual Leave

A liability for Annual Leave is accrued on a pro rata basis in respect of services provided by employees up to the reporting date. The liability is assessed at each reporting date having regard to current rates of pay and includes allowance for superannuation, payroll tax and workers compensation employee on-costs.

iv) Long Service Leave

Long service leave expected to be settled within twelve months of the reporting date, is measured at its nominal value and includes allowance for superannuation, payroll tax and workers compensation employee on-costs.

(a) Long service leave and other employee entitlements not expected to be settled within twelve months of the reporting date are measured at the present value of the estimated future cash flows to be made by Council in respect of services provided by employees up to the reporting date and includes allowance for superannuation, payroll tax and workers compensation employee on-costs.

The interest rate attaching, as at the reporting date, to the appropriate national government guaranteed securities will be used to discount estimated future cash flows. In addition an inflation rate of 2.63% has been utilised in the calculation of the net present value.

v) Sick Leave

The Council's sick leave system is based on a cumulative basis with a percentage payable on termination. On previous experience sick leave taken for each reporting period is less than the entitlement accruing. Council believes that this gives rise to a liability and therefore a provision is provided for.

vi) Allocation between Current and Non-Current

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where the Council does not have the unconditional right to defer settlement beyond 12 months, such as long service leave, the liability is classified as current even if not expected to be settled within the next 12 months.

(e) CASH AND CASH EQUIVALENTS

Cash and cash equivalents includes cash on hand, deposits at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value. Cash equivalents are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes. Cash at the end of the reporting period as shown in the Statement of Cash Flows is reconciled to the related items in the Balance Sheet.

(f) INVENTORIES

The valuation of inventories has been assigned to the quantities of stock on hand using the lower of cost or replacement value method of valuation for inventory stock.

(g) MUNICIPAL PROPERTY VALUATION

In accordance with the Valuer-General's policy of valuing municipal properties each five years a revaluation occurred throughout the municipal area in 2008.

As the revaluation is used by Council in raising rates and charges and the valuation extends over a five year period, Council has determined that the expenditure should be recorded as an asset and carried forward and amortised in future accounting periods over the life of the asset. (refer intangible asset Note 26)

(h) ACCRUALS / PREPAYMENTS

Accruals and prepayments are recognised in accordance with generally accepted accounting practices with materiality a major factor in determining their applicability.

(i) Net fair values of financial assets and liabilities

Net fair values of financial instruments are determined on the following basis:

- (a) Monetary financial assets and liabilities – cost basis carrying amounts of trade debtors, trade creditors and accruals (which approximates net market value).
- (b) Fixed rate loans and debentures – the liability for debenture loans will be reviewed annually with disclosure of the net fair value being recorded in the notes to the accounts.

(j) Significant business activities

The *Local Government Act 1993* as at 30 June 1999 under section 84(2)(da) requiring the reporting of operating capital and competitive neutrality costs in respect of each significant business activity undertaken by Council. Council disclosure is recorded in Note 39.

Council has determined, based upon materiality, that Roads and Streets, Waste Management, Water and Sewerage as defined in Note 2 (c) are considered significant business activities.

Council considers that competitive neutrality costs incorporated in Note 39 represent notional costs for which Council are currently exempt, however if Council were to operate in a taxable business environment then there would be the likelihood that these costs would be incurred.

In preparing the information disclosed in relation to significant business activities, the following assumptions have been applied:

- The notional opportunity cost of capital was calculated by applying an interest rate of 9%, which Council has determined as an appropriate interest rate adjusted for a risk margin.
- Taxation equivalents were calculated by an appropriate taxation rate of 30% applied to the activities notional accounting profit before abnormal items.
- Notional Council rates and land tax have been calculated using actual rates and charges set by Council and Government for the current financial period.
- Loan guarantee fees were calculated on the average loan outstanding for each activity multiplied by the loan guarantee fee rate of .45%, which is determined by Treasury.
- The impact of fringe benefits tax credits, stamp duty and financial institution duty were determined to be immaterial and have not been included.
- In preparing Note 39 on Significant Business Activities a notional allocation of rates and grants was made in addition to the allocation recorded in Note 2 (a).

(k) COMPARATIVE TOTALS

Where necessary, comparative figures have been adjusted to conform to changes in presentation in the current year.

(l) MATERIALITY

Information shall be deemed to be material if its omission, non-disclosure or mis-statement would cause the financial statements to be misleading to users of the statements when making evaluations or decisions.

(m) TAXATION

Council is exempt from all forms of taxation except fringe benefits tax, payroll tax and the goods and services tax.

i) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Tax Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable or payable to the ATO is included as a current asset or current liability in the Balance Sheet. Cash flows are included in the Statement of Cash Flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recovered from, or paid to, the ATO are classified as operating cash flows.

(n) STATEMENT OF COMPREHENSIVE INCOME – BUDGET AMOUNTS

The Budget amounts which appear in the Statement of Comprehensive Income are taken from the Annual Estimates and are not subject to audit.

2. FUNCTIONS/ACTIVITIES OF THE COUNCIL

(a) Expenses, revenues and assets have been attributed to the following functions/activities, descriptions of which are set out in Note 2 (c).

		ROADS AND BRIDGES		WATER	SEWERAGE	COMMUNITY AMENITIES		COMMUNITY SERVICES		CORPORATE SERVICES		OTHER-NON ATTRIBUTABLE		TOTAL
Expenses	2011		\$3,133,259	\$0	\$0	\$2,592,695	\$1,378,439	\$2,697,135	\$159,609	\$9,961,137				
	2010		31.45%	\$0	\$0	26.03%	13.84%	27.08%	1.80%	\$9,112,726				100.00%
			\$3,104,708	\$0	\$0	\$2,124,683	\$1,399,679	\$2,476,944	\$6,712	\$9,112,726				
			34.07%	0%	23.32%	15.36%	27.18%	0.07%						
Revenues			\$1,861,562	\$0	\$0	\$942,343	\$352,447	\$1,401,211	\$0	\$4,557,563				
	Grants		\$1,949,983	\$0	\$0	\$2,199,583	\$597,647	\$741,388	\$0	\$5,488,601				
	Rates		\$15,040	\$0	\$0	\$931,776	\$437,549	\$1,295,810	\$639,677	\$3,339,852				
	Other		\$3,826,585	\$0	\$0	\$4,073,702	\$1,387,643	\$3,438,409	\$639,677	\$13,386,016				
	Total		28.58%	\$2,932,969	\$0	\$0	\$2,834,371	\$2,539,846	\$3,339,874	\$305,840	\$11,952,900			
			24.54%	0%	23.71%	21.25%	27.34%	2.85%						
Increase in Net Assets resulting from operations	2011		\$693,326	\$0	\$0	\$1,481,007	\$9,204	\$741,274	\$500,068	\$3,424,879				
	2010		(\$171,739)	\$0	\$0	\$709,688	\$1,140,167	\$862,930	\$299,128	\$2,840,174				
Assets (Note 2 (b))	2011		\$48,681,440	\$23,356,445		\$15,731,426	\$1,432,544	\$9,149,505	\$4,331,827	\$104,683,187				
	2010		\$41,203,462	\$23,238,322		\$14,556,950	\$1,325,593	\$8,466,422	\$4,008,421	\$94,799,170				

Note for 2011

Other Non - Attributable revenue includes \$300,514 being the transfer of property from MAST and Crown and the taking up as revenue of Land and Building purchased below valuation.
Other Non - Attributable expenses includes \$142,387 being the write off of land and building belonging to DIER held as a Council Asset that was transferred to Parks and Wildlife by Council.

Note for 2010

Other Non - Attributable revenue includes \$295,000 being the transfer of land and a building from the Crown to Council.
Water and Sewerage Services were transferred to Cradle Mountain Water Corporation from 1 July 2009.

- (b) Total assets shown in Note 2(a) are reconciled with the amounts shown for assets in the Balance Sheet as follows;

	2011	2010
	\$	\$
Current Assets	4,991,389	6,047,619
Non-current Assets	99,691,798	88,751,551
	104,683,187	94,799,170

- (c) The activities of Council are categorised into the following broad functions:

Roads and Bridges

Construction, maintenance and cleaning of roads, footpaths, drainage works, street lighting, bridges, parking facilities and traffic signs.

Community Amenities

Collection, handling, processing and disposal of all waste materials; operation and maintenance of parks and gardens; library services; cemeteries; public halls; sanitary services; property services; caravan parks; sporting and natural reserves; and other sporting facilities.

Community Services

Administration of the town planning scheme; animal control; fire protection; preventative services; rural services; tourism; aerodromes; building control; economic activities; area promotion; emergency services; health and environment services; employment programs; housing; cultural services; community options; senior citizen centre; child care; crisis accommodation; family support and land care.

Corporate Services

Operation and maintenance of Council Chambers; committee rooms; administration offices; maintenance depots, unallocated engineering service and plant and equipment.

Other Non-Attributable

General services and activities not identifiable with the foregoing functions.

WEST COAST COUNCIL
Notes to and forming part of the Financial Report
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3. GRANTS	2011	2010
	\$	\$
Grants were received in respect of the following:		
<u>Operating Grants</u>		
Landcare	30,000	100,682
Other Miscellaneous Small Grants	23,379	13,654
Community Services	303,664	319,124
Government Financial Assistance Grant	2,001,731	1,719,283
Total Operating Grants	<u>2,358,774</u>	<u>2,152,743</u>
<u>Capital Grants</u>		
Roads to Recovery	181,880	181,880
Other miscellaneous Small Grants	12,000	-
Miscellaneous Road Works	-	180,000
Hunter Street, Queenstown Car Parking	100,000	-
Contribution to New Chambers	-	300,000
Rosebery Playground Construction	-	50,000
Rosebery Recreation Ground Facility	102,000	-
Corrina Link Road	120,000	-
Roebery Sports Stadium	113,000	-
Iron Blow Lookout	160,000	-
Zeehan Spray Tunnel	60,000	-
Community Infrastructure Program	-	233,000
Cycleways, Strahan Stage 1, Tullah	29,909	269,182
Strahan Cycleway Stage 2	170,000	-
Queenstown Cycleway	375,000	-
Strahan Skate Park	75,000	-
Strahan Esplanade Upgrade	600,000	-
Vedanta Community Grant	100,000	-
Affordable Housing	-	950,000
Total Capital Grants	<u>2,198,789</u>	<u>2,164,062</u>
Total Grants	<u>4,557,563</u>	<u>4,316,805</u>

WEST COAST COUNCIL

*Notes to and forming part of the Financial Report
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Conditions of Grants

Grants recognised as revenue during the year that were obtained on condition that they be expended in a specific manner that had not occurred at balance date were:

	2011	2010
	\$	\$
Cycleways, Strahan Stage 1, Tullah	-	101,251
Rosebery Recreation Ground Facility	75,978	-
Community Services	9,965	-
Other miscellaneous small grants - operating	4,915	-
Other miscellaneous small grants - capital	12,000	-
Hunter Street, Queenstown Car Parking	75,334	-
Roads to Recovery	-	169,620
Contribution to New Chambers	-	295,200
Queenstown Cycleway	237,403	-
Strahan Cycleway Stage 2	170,000	-
Rosebery Playground Construction	-	49,892
Rosebery Sports Stadium	12,807	-
Community Services	-	24,620
Corinna Link Road	-	72,762
Vedants Community Grant	11,636	-
Iron Blow Lookout	-	23,342
Landcare	-	18,182
Total	<u>610,038</u>	<u>754,869</u>

WEST COAST COUNCIL*Notes to and forming part of the Financial Report**30 June 2011*

Grants which were recognised as revenue in prior years and were expended during the current year in the manner specified by the grantor were:

	2011	2010
	\$	\$
Cycleways, Strahan Stage 1, Tullah	101,251	-
Roads to Recovery	169,620	-
Contribution to New Chambers	295,200	-
Other Miscellaneous Grants - operating	-	30,927
Landcare Field Officer	-	36,718
Queenstown Airport	-	54,057
Strahan Cycleways Stage 2	-	-
Rosebery Playground Construction	49,892	-
Tourism Infrastructure	-	18,800
Community Infrastructure Program	-	252,900
Urban Renewal Queenstown	-	250,000
Urban Renewal Rosebery	-	250,000
Community Services	24,620	-
Corinna Link Road	72,762	-
Iron Blow Lookout	23,342	-
Landcare	18,182	-
Total	<u>754,869</u>	<u>893,402</u>

Net increase (decrease) in restricted assets resulting from grant revenues for the year:

	2011	2010
	\$	\$
Total	<u>(144,831)</u>	<u>(138,533)</u>

Note: Timing of Grants Expenditure on projects is not always confined to a particular year dependant upon the project duration and the availability of resources or in some cases funds are advanced earlier than required.

4. USER CHARGES INCLUDING REIMBURSEMENTS	2011	2010
	\$	\$
User charges including reimbursements for the reporting period included:		
User charges including reimbursements	916,394	881,961
	<u>916,394</u>	<u>881,961</u>

5. VISITOR INFORMATION AND BOOKING CENTRE	2011	2010
	\$	\$
Visitor Information and Booking Centre revenue for the reporting period comprised:		
Visitor Information and Booking Centre - Retail	121,416	129,480
Visitor Information and Booking Centre - Commissions	121,602	152,981
	<u>243,018</u>	<u>282,461</u>

The Visitor Information & Booking Centre operates on a retail and commission basis. Bookings are largely for accommodation whilst normal retail sales comprise books and souvenirs etc. For the booking transactions (which only attract a commission of ~15%) the sale and cost of goods sold have been netted off to show only the commission as revenue in line with AASB118 (whereby revenue is measured as the consideration received or receivable - this being the commission on the bookings).

6. INVESTMENT INCOME CRADLE MOUNTAIN WATER	2011	2010
	\$	\$
Water & Sewerage Investment for the reporting period included:		
Quarterly Tax Instalments	346,366	79,321
Guarantee Fees	134,487	108,487
Interim Dividend	79,530	77,486
	<u>560,383</u>	<u>265,294</u>

7. OTHER REVENUE	2011	2010
	\$	\$
Other revenue for the reporting period included:		
Building and Construction Levy	176	316
Contributions, Subsidies and Reimbursements	49,651	43,364
Sundry Revenue	304,858	105,162
	<u>354,685</u>	<u>148,842</u>

Sundry Revenue

2010 Sundry Revenue includes \$84,915 and for 2011 Sundry Revenue includes \$264,169 being unclaimed monies from the sale of properties to cover unpaid rates following the expiry of the claim period.

For 2010 Council received \$200,000 from Vedanta through the State Government for emergency relief for Miners and Contractors stood down when the Copper Mine was flooded with mud following heavy rain. Council has netted the revenue and expenses with a result of nil due to the fact that the funds were managed and acquitted by Mission Australia following a meeting of all parties. These revenue and expenses do not appear in Council's accounts because ultimately Council did not have control of the expenditure of the funds.

WEST COAST COUNCIL
Notes to and forming part of the Financial Report
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8. EMPLOYEE COSTS	2011	2010
	\$	\$
Wages and Salaries	2,560,153	2,168,810
Superannuation	337,851	309,675
Annual, Sick and Long Service Leave	302,845	517,564
Workers Compensation, Insurance and Other Payroll On-Costs	219,195	216,976
Total Employee Costs	<u>3,420,044</u>	<u>3,213,025</u>
Less Capitalised Employee Costs	(224,393)	(165,219)
Total Employee Costs Expensed	<u><u>3,195,651</u></u>	<u><u>3,047,806</u></u>
9. MATERIALS AND CONTRACTS	2011	2010
	\$	\$
Materials and Consumables	1,255,822	1,223,457
Power and Phone Charges	403,278	386,630
External Contracts	1,030,086	714,629
	<u><u>2,689,186</u></u>	<u><u>2,324,716</u></u>
10. DEPRECIATION AND AMORTISATION EXPENSE	2011	2010
	\$	\$
Depreciation and amortisation expense for the reporting period was charged in respect of:		
Buildings	325,202	285,834
Bridges	236,813	251,479
Other Structures	32,257	24,320
Plant and Equipment	474,360	450,682
Furniture and Fittings	53,426	48,083
Road and Pavements	1,215,961	1,182,809
Land Improvements	-	8,585
Amortisation of Leased Equipment	27,297	27,297
Amortisation of Municipal Property Valuation	18,000	18,000
	<u><u>2,383,316</u></u>	<u><u>2,297,089</u></u>

WEST COAST COUNCIL
Notes to and forming part of the Financial Report
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	2011	2010
	\$	\$
11. LOSS ON SALE OF NON - FINANCIAL ASSETS		
Proceeds from Sales	228,967	124,164
Less Carrying Amount of Assets Sold	(347,260)	(155,553)
Loss on Sale of Non - Financial Assets	<u>(118,293)</u>	<u>(31,389)</u>

	2011	2010
	\$	\$
12. OTHER EXPENSES		
Other expenses for the reporting period included:		
Audit Fees	34,745	29,700
Legal and Debt Collection	68,831	92,285
Gifts and Donations	14,400	25,671
Election and Civic Function Expenses	7,829	22,123
Water and Sewerage Rates	67,684	57,545
Other Sundry Expenses	119,305	105,373
	<u>312,794</u>	<u>332,697</u>

	2011	2010
	\$	\$
13. CASH AND CASH EQUIVALENTS		
Cash at Bank	81,369	89,231
Cash on Hand	1,360	1,360
Term Deposits	4,083,371	5,439,301
	<u>4,166,100</u>	<u>5,529,892</u>

The credit card facility was \$13,000 with an unused balance of \$12,313.90 as at 30 June 2011.
 The credit card facility was \$11,000 with an unused balance of \$8,286 as at 30 June 2010.
 There has been no overdraft facility for either year.

WEST COAST COUNCIL
Notes to and forming part of the Financial Report
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14. RECEIVABLES	2011	2010
	\$	\$
<u>Current Assets</u>		
Rates Receivable	238,424	234,789
Other Debtors	271,335	104,695
GST Receivable	112,678	41,741
Less Provision for Impairment	(8,553)	(10,152)
	<u>613,884</u>	<u>371,073</u>
15. OTHER ASSETS	2011	2010
	\$	\$
<u>Current Assets</u>		
Prepayments	3,627	15,031
Accrued Revenue	165,628	92,681
Inventories	42,150	38,942
	<u>211,405</u>	<u>146,654</u>
16. LAND	2011	2010
	\$	\$
Opening Balance - At Fair Value	5,678,500	5,664,500
Revaluation Adjustment - Equity	(269,150)	-
Revaluation Adjustment - Revenue	45,205	-
Removal of Assets not Controlled	(91,800)	-
Additions	20,295	-
Transfers from Crown	85,000	122,000
Transfers to Cradle Mountain Water	-	(108,000)
Closing Balance - At Valuation	<u>5,468,050</u>	<u>5,678,500</u>

The removal of assets not controlled relates to property transferred to Parks and Wildlife by Crown that was previously occupied by Council that would normally be transferred to Council

WEST COAST COUNCIL
Notes to and forming part of the Financial Report
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	2011	2010
	\$	\$
17. LAND IMPROVEMENTS		
Opening Balance - At Fair Value	190,646	190,646
Disposals	(190,646)	-
Closing Balance - At Fair Value	<u>-</u>	<u>190,646</u>
Opening Balance - Accumulated Depreciation	99,284	(82,777)
Depreciation Expense	-	(8,585)
Disposals	(99,284)	-
Closing Balance - Accumulated Depreciation	-	(91,362)
Closing Written Down Value	<u>-</u>	<u>99,284</u>

Disposal of Assets primarily relates to disposal of playgrounds which were rationalised and completely replaced. This also included other improvements that were valued with Buildings as Capital improvements on the land.

WEST COAST COUNCIL
Notes to and forming part of the Financial Report
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18. BUILDINGS	2011	2010
	\$	\$
Opening Balance - At Fair Value	11,626,484	11,539,576
Revaluation Adjustment - Equity	(985,932)	-
Revaluation Adjustment - Revenue	181,459	-
Additions	1,256,888	546,408
Transfers from Crown	78,000	173,500
Transfer from MAST	110,850	-
Disposals	-	(18,000)
Removal of Assets not Controlled	(54,200)	-
Transfers to Cradle Mountain Water	-	(615,000)
Closing Balance - At Valuation	<u>12,213,549</u>	<u>11,626,484</u>
Opening Balance - Accumulated Depreciation	(300,119)	(14,285)
Transfer from Other Structures	3,613	-
Depreciation Expense	(325,202)	(285,834)
Revaluation Adjustment - Equity	21,432	-
Closing Balance - Accumulated Depreciation	<u>(600,276)</u>	<u>(300,119)</u>
Closing Written Down Value	<u>11,613,273</u>	<u>11,326,365</u>

The removal of assets not controlled relates to property transferred to Parks and Wildlife by Crown that was previously occupied by Council that would normally be transferred to Council.

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Notes to and forming part of the Financial Report
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19. ROADS AND BRIDGES	2011	2010
	\$	\$
ROADS		
Opening Balance - At Fair Value	62,897,108	59,271,706
Additions	535,807	1,144,484
Revaluation Adjustment	11,786,730	2,480,918
Closing Balance - At Valuation	<u>75,219,645</u>	<u>62,897,108</u>
Opening Balance - Accumulated Depreciation	(27,249,037)	(28,190,080)
Depreciation Expense	(1,215,961)	(1,182,809)
Revaluation Adjustment	(3,823,773)	2,123,852
Closing Balance - Accumulated Depreciation	<u>(32,288,771)</u>	<u>(27,249,037)</u>
Roads - Closing Written Down Value	<u>42,930,874</u>	<u>35,648,071</u>
BRIDGES		
Opening Balance - At Fair Value	9,847,541	10,040,505
Additions	581,676	-
Revaluation Adjustment	(115,388)	(192,964)
Disposals	(246,880)	-
Closing Balance - At Valuation	<u>10,066,949</u>	<u>9,847,541</u>
Opening Balance - Accumulated Depreciation	(4,292,150)	(4,278,386)
Revaluation Adjustment	(31,828)	231,811
Disposals	244,408	-
Depreciation Expense	(236,813)	(245,575)
Closing Balance - Accumulated Depreciation	<u>(4,316,383)</u>	<u>(4,292,150)</u>
Bridges - Closing Written Down Value	<u>5,750,566</u>	<u>5,555,391</u>
Roads & Bridges - Closing Written Down Value	<u>48,681,440</u>	<u>41,203,462</u>

WEST COAST COUNCIL
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20. SEWERAGE SYSTEM	2011	2010
	\$	\$
Opening Balance - At Fair Value	-	27,715,283
Transfer to Cradle Mountain Water	-	(27,715,283)
Closing Balance - At Fair Value	<u>-</u>	<u>-</u>
Opening Balance - Accumulated Depreciation	-	(12,082,834)
Transfer to Cradle Mountain Water	-	12,082,834
Closing Balance - Accumulated Depreciation	<u>-</u>	<u>-</u>
Closing Written Down Value	<u>-</u>	<u>-</u>
21. WATER SUPPLY	2011	2010
	\$	\$
Opening Balance - At Fair Value	-	13,567,445
Transfer to Cradle Mountain Water	-	(13,567,445)
Closing Balance - At Fair Value	<u>-</u>	<u>-</u>
Opening Balance - Accumulated Depreciation	-	(7,749,854)
Transfer to Cradle Mountain Water	-	7,749,854
Closing Balance - Accumulated Depreciation	<u>-</u>	<u>-</u>
Closing Written Down Value	<u>-</u>	<u>-</u>

WEST COAST COUNCIL
Notes to and forming part of the Financial Report
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22. OTHER STRUCTURES	2011	2010
	\$	\$
Opening Balance - At Fair Value	448,709	792,954
Additions	438,377	105,083
Transfer to Cradle Mountain Water	-	(46,307)
Revaluation Adjustment	17,408	(403,021)
Closing Balance - At Fair Value	<u>904,494</u>	<u>448,709</u>
Opening Balance - Accumulated Depreciation	(79,313)	(546,991)
Depreciation Expense	(32,257)	(24,320)
Revaluation Adjustment	(423)	445,691
Transfer to Cradle Mountain Water	-	46,307
Closing Balance - Accumulated Depreciation	<u>(111,993)</u>	<u>(79,313)</u>
Closing Written Down Value	<u><u>792,501</u></u>	<u><u>369,396</u></u>

23. PLANT AND EQUIPMENT	2011	2010
	\$	\$
Opening Balance - At Cost	4,502,138	4,376,287
Additions	913,965	929,300
Disposals	(821,435)	(542,924)
Transfer to Cradle Mountain Water	-	(230,866)
Transfer to Furniture and Fittings	-	(29,659)
Closing Balance - At Cost	<u>4,594,668</u>	<u>4,502,138</u>
Opening Balance - Accumulated Depreciation	(1,995,422)	(2,065,994)
Disposals	576,264	407,507
Transfer to Cradle Mountain Water	-	113,164
Transfer to Furniture and Fittings	-	583
Depreciation Expense	(474,360)	(450,682)
Closing Balance - Accumulated Depreciation	<u>(1,893,518)</u>	<u>(1,995,422)</u>
Closing Written Down Value	<u><u>2,701,150</u></u>	<u><u>2,506,716</u></u>

WEST COAST COUNCIL
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24. FURNITURE AND FITTINGS	2011	2010
	\$	\$
Opening Balance - At Cost	476,078	385,945
Additions	29,958	89,415
Disposals	(2,757)	(24,067)
Transfer to Cradle Mountain Water	-	(4,874)
Transfer to Plant and Equipment	-	29,659
Closing Balance - At Cost	<u>503,279</u>	<u>476,078</u>
Opening Balance - Accumulated Amortisation	(193,142)	(169,795)
Depreciation Expense	(53,426)	(48,083)
Disposals	2,424	21,931
Transfer to Cradle Mountain Water	-	3,385
Transfer from Plant and Equipment	-	(580)
Closing Balance - Accumulated Depreciation	<u>(244,144)</u>	<u>(193,142)</u>
Closing Written Down Value	<u>259,135</u>	<u>282,936</u>

WEST COAST COUNCIL
Notes to and forming part of the Financial Report
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25. WORK IN PROGRESS	2011	2010
	\$	\$
Opening Balance - At Cost	1,947,273	2,724,303
Rosebery Football Ground Facilities	26,022	-
Queenstown Urban Renewal Orr Street	1,148,281	145
Hunter Street Parking	24,666	-
Rosebery Sports Stadium	100,193	-
Tullah Gateway	1,951	-
Footpath West Victoria Street, Tullah	56,670	-
Harvey Street Bridge	17,743	-
Strahan Esplanade Toilets	44,118	-
Conlan Street Kerbing	10,350	-
Zeehan Football Clubrooms	98,996	-
Zeehan Swimming Pool	27,403	-
Rosebery Toilet Block Agnes Street	-	24,653
Queenstown Office Building Canopy	-	18,000
Queenstown Council Chambers	-	4,800
Tullah Gray Water Dump Point	-	200
Rosebery Pool Refurbishment	-	190,715
Rosebery Playground	-	108
Strahan Esplanade	959,904	350,776
Zeehan Robinson Street Bridge	-	12,260
Queenstown Bowes Street Reinstatement	-	108,224
Tullah Cycleway	-	103,797
Strahan Cycleway	-	167,931
Queenstown Cycleway	137,597	3,983
Affordable Housing	514,823	950,863
Corinna Link Road	284,082	7,238
Strahan and Queenstown Water Upgrade	-	1,003,961
Transfer to Cradle Mountain Water	-	(3,646,609)
Transfer to Other Asset Classes	(634,268)	(78,075)
Closing Balance - At Cost	<u>4,765,804</u>	<u>1,947,273</u>

26. INTANGIBLE ASSETS	2011	2010
	\$	\$
NAVISION SOFTWARE		
Opening Balance - At Cost	191,079	191,079
Closing Balance - At Cost	<u>191,079</u>	<u>191,079</u>
Opening Balance - Accumulated Amortisation	(163,782)	(136,485)
Amortisation Expense	(27,297)	(27,297)
Closing Balance - Accumulated Amortisation	<u>(191,079)</u>	<u>(163,782)</u>
Closing Written Down Value	<u>-</u>	<u>27,297</u>
MUNICIPAL PROPERTY VALUATION		
Opening Balance - At Cost	185,000	185,000
Additions	-	-
Closing Balance - At Cost	<u>185,000</u>	<u>185,000</u>
Opening Balance - Accumulated Amortisation	(113,000)	(95,000)
Amortisation Expense	(18,000)	(18,000)
Closing Balance - Accumulated Amortisation	<u>(131,000)</u>	<u>(113,000)</u>
Closing Written Down Value	<u>54,000</u>	<u>72,000</u>
27. PAYABLES	2011	2010
	\$	\$
Accrued Salaries and On-Costs	119,830	110,225
Trade Creditors	806,006	677,134
Loan Interest Accrual	25,415	27,360
	<u>951,251</u>	<u>814,719</u>

WEST COAST COUNCIL
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	2011	2010
	\$	\$
28. INTEREST BEARING LIABILITIES		
<u>Current Liability</u>		
Loans	115,492	107,781
	<u>115,492</u>	<u>107,781</u>
<u>Non-Current Liability</u>		
Loans	1,276,727	1,392,219
	<u>1,276,727</u>	<u>1,392,219</u>
29. PROVISIONS		
<u>Current Liability</u>		
Employee Benefits (Oncosts)	28,645	32,111
Annual Leave	218,311	248,840
Sick Leave Provision	65,373	58,013
Long Service Leave	124,429	132,653
Total Current Liabilities	<u>436,758</u>	<u>471,617</u>
<u>Non-Current Liability</u>		
Employee Benefits (Oncosts)	6,960	5,866
Long Service Leave	86,963	70,219
Total Non-Current Liabilities	<u>93,923</u>	<u>76,085</u>
Total Employee Provisions	<u>530,681</u>	<u>547,702</u>
30. OTHER LIABILITIES		
<u>Current Liability</u>		
Trust Funds	39,296	38,161
S137 Surplus Proceeds On Sale of Properties	111,542	323,333
Lease Liability	-	27,297
Bonds	158,038	189,875
	<u>308,876</u>	<u>578,666</u>

31. RESERVES

	Opening Balance	Transfers to Reserve	Transfers from Reserve	Closing Balance
Asset Revaluation Reserve - Land				
2010/2011	5,360,680	-	(269,150)	5,091,530
2009/2010	5,360,680	-	-	5,360,680
Asset Revaluation Reserve - Buildings				
2010/2011	7,426,087	-	(964,500)	6,461,587
2009/2010	7,426,087	-	-	7,426,087
Asset Revaluation Reserve - Bridges				
2010/2011	3,873,409	-	(147,216)	3,726,193
2009/2010	3,828,657	44,752	-	3,873,409
Asset Revaluation Reserve - Water				
2010/2011	-	-	-	-
2009/2010	764,698	-	(764,698)	-
Asset Revaluation Reserve - Sewerage				
2010/2011	-	-	-	-
2009/2010	2,054,482	-	(2,054,482)	-
Asset Revaluation Reserve - Other Structures				
2010/2011	54,153	16,985	-	71,138
2009/2010	11,484	42,669	-	54,153
Asset Revaluation Reserve - Roads				
2010/2011	13,227,881	7,962,956	-	21,190,837
2009/2010	8,623,110	4,604,771	-	13,227,881
Fair Value Reserve - Investment CMW				
2010/2011	4,470,504	118,123	-	4,588,627
2009/2010	-	4,470,504	-	4,470,504
Total Reserves				
2010/2011	34,412,714	8,098,064	(1,380,866)	41,129,912
2009/2010	28,069,198	9,162,696	(2,819,180)	34,412,714

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32. COMMITMENTS FOR EXPENDITURE	2011	2010
	\$	\$
Finance Lease Commitments		
Not Later than one year	-	27,297
Later than one year and not later than two years	-	-
Later than two year and not later than five years	-	-
Later than five years	-	-
	<u>-</u>	<u>27,297</u>

WEST COAST COUNCIL

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33. SUPERANNUATION

Council makes superannuation contributions for a number of its employees to the Quadrant Defined Benefits Fund, which is a sub fund of the Quadrant Superannuation Scheme. The Quadrant Defined Benefits Fund has been classified as a multi-employer sponsored plan. As the Fund's assets and liabilities are pooled and are not allocated by employer, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided under paragraph 32(b) of AASB 119, Council does not use defined benefit accounting for these contributions.

At the present time Council contributes 12.5% of employees' gross income to the Fund. Assets accumulate in the fund to meet member benefits as they accrue, and if assets within the fund are insufficient to satisfy benefits payable, the Council is required to meet its share of the deficiency.

Bendzulla Actuarial Pty Ltd undertook the last actuarial review of the Fund at 30 June 2008. The review disclosed that at that time the net market value of assets available for funding member benefits was \$84,786,241, the value of vested benefits was \$77,075,401, the surplus was \$7,707,840 and the value of total accrued benefits was \$81,398,000. These amounts relate to all members of the fund at the date of valuation and no asset or liability is recorded in the Quadrant Superannuation Scheme's financial statements for Council employees.

The financial assumptions used to calculate the Accrued Benefits for the Fund were:

Net Investment Return	(17.0%) p.a. for 2008/09 and 7.0% p.a. thereafter
Salary Inflation	4.0% pa
Price Inflation	n/a

In the opinion of the Actuary, the Quadrant Defined Benefit Fund was adequately funded in that assets were sufficient to cover the vested benefits of all members at the review date and the actuarial value of accrued past service benefits.

At 30 June 2009, the net market value of assets available for funding member benefits had fallen to \$58,450,000 largely due to the poor investment returns that were experienced during the 2009 financial year. The value of vested benefits at that date was \$64,350,000 resulting in a shortfall of \$5,900,000. When the Fund's assets are below the vested benefits, superannuation law defines this as an "unsatisfactory financial position". As a result of the Fund moving into an unsatisfactory financial position, the Quadrant Trustee prepared a plan to restore the financial position within a reasonable time frame. This plan noted the improved investment returns since 30 June 2009 and confirmed that the 9.5% contribution rate remained appropriate.

At 30 June 2010 the Quadrant Defined Benefits Fund had returned to a "satisfactory financial position" with the net market value of assets available for funding member benefits of \$57,230,000 being greater than the value of vested benefits of \$56,180,000. The surplus at that date was \$1,050,000. The Quadrant Trustee again reviewed the employer contribution rate and confirmed that the 9.5% contribution rate remained appropriate.

The next full triennial actuarial review of the Fund will have an effective date of 30 June 2011 and is expected to be completed late in 2011 or early in 2012.

Council also contributes to other accumulation schemes on behalf of a number of employees, however the Council has no ongoing responsibility to make good any deficiencies that may occur in those schemes.

During the year Council made the required superannuation contributions for all eligible employees to an appropriate complying superannuation fund as required by the *Superannuation Guarantee (Administration) Act 1992*.

During the reporting period the amount of contributions paid to defined benefits schemes was \$6,912 (2009-10, \$7,136), and the amount paid to accumulation schemes was \$329,205.31 (2009-10, \$303,716).

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	2011 \$	2010 \$
34. RECONCILIATION OF SURPLUS TO NET CASH FROM OPERATING ACTIVITIES		
Change in Net Assets for the Period	<u>3,424,879</u>	<u>2,840,174</u>
<u>Non Operating Investing Activities</u>		
Investment in Water Corporation	(560,383)	(265,294)
<u>Items not involving cash</u>		
Depreciation and Amortisation Expenses	2,383,316	2,297,089
Land and Buildings Transferred From Crown (Notes 16,18)	(163,000)	(295,500)
Structures transferred from MAST (Notes 16,18)	(110,850)	-
Adjustment for Valuation on Land and Buildings Purchased	(226,664)	-
Removal of Assets not Controlled (Note 16,18)	142,387	-
<u>Investing Activity</u>		
Loss on disposal of Fixed Assets	118,293	31,389
<u>Change in Operating Assets & Liabilities</u>		
(Increase) Decrease in Receivables	(242,811)	391,767
(Increase) Decrease in Other Assets	(64,751)	(58,308)
Increase (Decrease) in Creditors	136,532	(92,610)
Increase (Decrease) in Other Liabilities	(269,790)	80,317
Increase (Decrease) in Provisions	(17,021)	17,013
Net Cash Used in Operating Activities	<u>4,550,137</u>	<u>4,946,037</u>
<u>CASH BALANCE AS PER CASH FLOW STATEMENT</u>		
Cash (Note 13)	4,166,100	5,529,892
Total	<u>4,166,100</u>	<u>5,529,892</u>

35. RELATED PARTY DISCLOSURE	2011	2010
	\$	\$
(a) Allowances and Reimbursements		
Councillor Allowances & Reimbursements	114,094	116,964
	<u>114,094</u>	<u>116,964</u>

(b) Register of Interests - 2001/11

Interest of Councillors notified to the General Manager in respect of any body or organisation with which the Councillor has major financial dealings:

<u>Councillor & Position</u>	<u>Expiry</u>	
Cr Darryl Gerrity (Mayor)	Oct 2011	No interest declared
Cr Alwyn Medwin (Deputy Mayor)	Oct 2011	No interest declared
Cr Ross Giles (left during year)	Oct 2011	No interest declared
Cr Samantha Eley	Oct 2011	No interest declared
Cr Phillip Vickers	Oct 2013	No interest declared
Cr Shane Pitt	Oct 2013	No interest declared
Cr Peter Reid	Oct 2013	No interest declared
Cr Robyn Gerrity	Oct 2013	No interest declared
Cr Allen Rose	Oct 2013	No interest declared

36. EMPLOYEE NUMBERS

	2011	2010
Full time	53.0	52.0
Part time	2.0	2.0
Casual	2.0	2.0
Total Employees (full time equivalents)	<u>57.0</u>	<u>56.0</u>

37. SUBSEQUENT EVENTS

There were no substantial subsequent events affecting this report.

38. CONTINGENCY

There are no contingencies to report.

39. SIGNIFICANT BUSINESS ACTIVITIES

The operating capital and competitive neutrality costs of the Council's significant business activities are:

	Roads and Bridges		Waste Management	
	2011 \$	2010 \$	2011 \$	2010 \$
Revenue				
Rates	1,949,983	1,676,127	1,053,823	821,765
User Charges	15,040	293,591	186,403	220,293
Grants	1,861,562	963,251	-	-
Total Revenue	3,826,585	2,932,969	1,240,226	1,042,058
Expenditure				
Direct				
Employee Costs	759,382	765,367	271,960	279,262
Materials and Contracts	377,954	629,272	341,224	222,544
Interest	67,762	18,240	-	-
Utilities	221,829	204,574	211	288
Indirect				
Engineering & Administration	52,770	52,967	26,385	26,484
Total Expenses	1,479,697	1,670,420	639,780	528,578
Notional cost of free services received				
Capital costs				
Depreciation and amortisation	1,653,562	1,434,288	132,167	121,653
Opportunity cost of capital	3,977,059	3,398,311	99,764	90,242
Total Capital Costs	5,630,621	4,832,599	231,931	211,895
Competitive neutrality adjustments				
Rates and land tax	-	-	2,452	1,880
Loan guarantee fees	6,248	10,567	-	-
	6,248	10,567	2,452	1,880
Calculated Surplus/(Deficit)	687,078	(182,306)	465,827	389,947
Tax Equivalent Rate	30.00%	30.00%	30.00%	30.00%
Taxation equivalent	206,124	(54,692)	139,748	116,984
Competitive neutrality Costs	212,372	(44,125)	142,200	118,864

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40. INVESTMENT IN WATER CORPORATION

In February 2008 State and Local Government reached agreement to establish three Local Government owned, vertically integrated businesses providing bulk, distribution and retail water and sewerage services, and a common service provider subsidiary company. The *Water and Sewerage Corporations Act 2008* (Corporations Act) was subsequently enacted and received Royal Assent on 13 June 2008.

Full transfer of water and sewerage assets, liabilities and staff to the new corporations took place on 1 July 2009. From that date, responsibility for the water and sewerage services moved from local councils to the three new regional water and sewerage corporations (trading as Cradle Mountain Water, Ben Lomond Water and Southern Water). A fourth company provides common services and support to the three regional corporations (trading as Onstream).

The following assets and liabilities relating to water and sewerage were transferred to Cradle Mountain Water from 1 July 2009. Council's opening ownership interest in the new corporation was represented by the net assets transferred.

Cash and cash equivalents	665,661
Inventories	39,223
Land	108,000
Buildings	615,000
Plant and Equipment	117,702
Furniture and Fittings	1,488
Water Assets	5,817,591
Sewerage Assets	15,632,449
Work in Progress Water and Sewerage	3,646,609
Employee Provisions	(273,042)
Financial Liabilities	(5,602,863)
Net assets transferred	\$20,767,818

Council has an ownership interest of 7.77% in Cradle Mountain Water. Council does not have significant influence to allow it to use the equity method to account for this interest.

Council has classified this asset as an Available-for-Sale financial asset as defined in *AAB 139 Financial Instruments: Recognition and Measurement* and has followed *AASB132 Financial Instruments: Presentation* and *AASB 7 Financial Instruments: Disclosures* to value and present the asset in the financial statements.

There is no active market for the investment and so it is valued at Council's share of total equity as at each balance date. Changes in the fair value are recognised as revenue or expense in the Comprehensive Income Statement each year. Council's investment is disclosed on the face of the Balance Sheet with the value being determined as disclosed above. Dividends received from Cradle Mountain Water are brought to account as income is received.

Council's share of the Corporation's net assets at 30 June 2011 is \$25,356,445.

	30 June 2011	30 June 2010
Brought Forward Balance	25,238,322	-
Net assets transferred from 1 July 2009	-	20,767,818
Change in fair value of investment	118,123	4,470,504
Total investment in water corporation	\$25,356,445	\$25,238,322

41. FINANCIAL INSTRUMENTS

(a) Financial Risk Management and Risk Exposures

Risk management policies and processes

The Council has exposure to the following risks from its use of financial instruments:

- Credit Risk;
- Liquidity Risk; and
- Market risk

The General Manager has overall responsibility for the establishment and oversight of the Council's risk management framework. Risk management policies are established to identify and analyse risks faced by the Council, to set appropriate risk limits and controls, and to monitor risk and adherence to limits.

The Council's liability Insurer, Civic Mutual Plus, undertook a progress review / audit in March 2011 and the Council achieved an overall score of 79%, which was an improvement on the previous score of 65%. Council remains strongly committed to further improvement with designated staff and resources to this project.

The report confirmed that Council has continued to develop its risk management framework within the organisation and demonstrated that it has embedded risk management across the organisation as a whole.

Credit Risk

Credit risk is the risk of financial loss to the Council if a customer or counter-party to a financial instrument fails to meet its contractual obligations, and arises principally from trade and other receivables and cash and investments.

The carrying amount of financial assets recorded in its financial statements, net of any allowances for impairment losses, represents the Council's maximum exposure to credit risk without taking account of all collateral or other security. Reference should be made to Notes 13, 14 and 15 for the carrying amounts of the Council's financial assets at reporting date.

Council's policy in relation to receivables is summarised below.

Debtors of Council are required to settle their accounts within specified terms including:

Rates Debtors

Rates and charges are required to be paid in full by 26 August, and if done so by this date ratepayers are afforded a discount. Ratepayers may apply to Council to pay rates and charges by instalments, subject to approval terms and conditions. Should amounts remain unpaid outside of approval payment options, the Council will instigate collection proceedings in accordance with the provisions of the *Local Government Act 1993* and its Collection Policy.

Other Debtors (including loans and advances)

Debtors are required to settle within 30 days of the issue of the account. Debtors may apply to the Council to pay accounts by instalments, subject to approval terms and conditions. Should the amount remain unpaid outside of the approved payment options, the Council will instigate collection proceedings within its Collection Policy.

There are no significant concentrations of credit risk within Council and financial instruments are spread amongst a number of financial institutions to minimise the risk of default of counter parties.

Impaired Losses

The following table provides an ageing of Council's trade and rate receivables at the reporting date:

Trade receivables	30 June 2011		30 June 2010	
	Gross	Impairment	Gross	Impairment
Not past due	195,493		52,591	
Past due 0-30 days	15,176		4,647	
Past due 31-60 days	3,084		7,237	
Past due 61-90 days	3,583		7,629	
More than 90 days	53,999	3,038	32,591	3,331
Total trade receivables	271,335		104,695	
Rates receivables	238,424	5,515	234,789	6,821
Total receivables	\$509,759	\$8,553	\$339,484	\$10,152

A provision for impairment loss is recognised when there is objective evidence that an individual receivable is impaired.

All rates receivables are in excess of 90 days. Only a small allowance for impairment loss is recognised as unpaid rates represent a charge against the rateable property that will be recovered when the property is next sold with the only exception being properties that may be unsaleable due to being land locked etc.

Where a Council has obtained financial or non-financial assets during the period by taking possession of collateral it holds as security or calling on other credit enhancements (eg guarantees) as such assets meet the recognition criteria in other Australian Accounting Standards, the Council must disclose:

- the nature and carrying amount of the assets obtained; and
- when the assets are not readily convertible to cash, its policies for disposing of such asset or for using them in its operations.

Liquidity Risk

Liquidity risk is the risk that Council will not be able to meet its financial obligation as they fall due. The Council's approach to managing liquidity is to ensure that it will always have sufficient liquidity to meet its liabilities when they fall due. Council manages this process through budgeting procedures and monthly reviews.

The debenture loans of Council are secured by trust deed and the total loan borrowings are limited to borrowings approved by Treasury. In accordance with section 80 of the *Local Government Act 1993* (as amended) the borrowing capacity of the Council is limited as follows:

- Except with the approval of the Minister, a Council may not borrow additional money for any purpose if the annual payments require to service of the total borrowings would exceed 30% of its revenue of the preceding financial year; and
- Grants made to a Council for a specific purpose are to be excluded in calculating 30% of the revenue of the Council.

The current annual payment of loans by Council equated to 2.98 % of the revenue (net of grants) of the preceding financial year.

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Maturity Analysis of Financial Liabilities

The following tables detail the undiscounted cash flows payable by the Council by remaining contractual maturity for its financial liabilities. It should be noted that as these are undiscounted and include actual fixed rate interest payments. Totals will not reconcile to the carrying amounts presented in the Balance Sheet due to the interest being included.

	Less than 1 year	1-5 years	More than 5 years	Total contractual cash flows
30 June 2011				
Payables	951,251	-	-	951,251
Other liabilities	745,634	93,923	-	839,557
Financial liabilities	211,370	1,056,849	422,740	1,690,959
Total	\$1,908,255	\$1,150,772	\$422,740	\$3,481,767
30 June 2010				
Payables	814,719	-	-	814,719
Other liabilities	1,050,283	76,085	-	1,126,368
Financial liabilities	211,370	1,056,849	845,479	2,113,698
Total	\$2,076,372	\$1,132,934	\$845,479	\$4,054,785

The Council has not defaulted on or breached the conditions of any loans payable recognised at balance date.

Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices, such as foreign exchange rates, interest rates and equity prices. The objective of market risk management is to manage and control market risk within acceptable parameters, while optimising the return to the Council.

The primary market risk that the Council is exposed to is the interest rate risk.

Cash and cash equivalents are subject to the floating interest rates. Any variations in future cash flows from interest rate movements are expected to have an immaterial effect on the Council's revenue.

The Council's interest bearing liability is at a fixed rate, so there is no exposure to interest rate risk. The loan funding of \$1,500,000 was taken out over 10 years, taken out in March 2010 and is not subject to interest rate reviews.

Interest rate risk on deposits is managed by adopting practices that ensures:

- Conformity with State and Federal regulations and standards,
- Adequate safety,
- Appropriate liquidity,
- Monitoring of return on investment,
- Staggering maturity dates to provide for interest rate variations,
- Benchmarking of returns and comparisons with budget.

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At the reporting date the Council has the following mix of financial assets and liabilities exposed to variable interest rate risk:

	30 June 2011	30 June 2010
<i>Financial assets</i>		
Investment in Water Corporation	25,356,445	25,238,322
Cash at bank and on hand	82,729	90,591
Cash management account	4,083,371	5,439,301
Other financial assets	783,139	478,785
Total	\$30,305,684	\$31,246,999
<i>Financial liabilities</i>		
	Fixed Interest Rate	Fixed Interest Rate
Interest Bearing Liabilities	1,392,219	1,500,000
Total	\$1,392,219	1,500,000
Net Total	\$28,913,465	\$29,746,999

Sensitivity Analysis of Council's Exposure to Possible Changes in Interest Rates

The following sensitivity analysis is based on the interest rate risk exposure in existence at the reporting date. The analysis assumes all other variables remain constant as was performed on the same basis for 2010.

At 30 June 2011, if interest rates had moved, as illustrated in tables below, profit and equity would have been affected as follows:

	Profit or Loss		Equity	
	2010/11	2009/10	2010/11	2009/10
+1% (100 basis points)	\$ 41,661	\$ 55,299	\$ 41,661	\$ 55,299
-.5% (50 basis points)	\$(20,831)	\$(27,650)	\$(20,831)	\$(27,650)

The movements in profit are due to higher/lower interest costs from variable rate debt and cash balances.

(b) Net Fair Values and Categories of Financial Assets and Liabilities

The fair values of financial assets and liabilities, together with the carrying amounts shown in the Balance Sheet, are as follows:

Fair Values	30 June 2011		30 June 2010	
	Carrying amount	Fair Value	Carrying amount	Fair Value
<i>Financial assets</i>				
Cash and cash equivalents				
Investment in Water Corporation	25,356,445	25,356,445	25,238,322	25,238,322
Cash at bank and on hand	4,166,100	4,166,100	5,529,892	5,529,892
Receivables	613,884	613,884	371,073	371,073
Other financial assets	169,255	169,255	107,712	107,712
	30,305,684	30,305,684	31,246,999	31,246,999
<i>Financial liabilities</i>				
Payables	951,251	951,251	814,719	814,719
Interest bearing liabilities	1,392,219	1,449,819	1,500,000	1,607,120
Other liabilities	839,557	839,557	1,126,368	1,126,368
	3,183,027	3,240,627	3,441,087	3,548,207
Net financial assets	\$27,122,657	\$27,065,057	\$27,805,912	\$27,698,792

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Carrying amounts classified as:	30 June 2011	30 June 2010
<i>Financial assets</i>		
Investment in Water Corporation	25,356,445	25,238,322
Loans and receivables	783,139	478,785
Cash and cash equivalents	4,166,100	5,529,892
	30,305,684	31,246,999
<i>Financial liabilities</i>		
Financial liabilities measured at amortised cost	3,183,027	3,441,087
Net financial assets / (liabilities)	27,122,657	\$27,805,912

The basis for determining fair values is disclosed in Note 1.

Ownership Interest in Cradle Mountain Water

The ownership interest in Cradle Mountain Water is classified as an "Available for Sale financial asset".

As per Note 40 and Note 1 fair value has been determined.

Fair value hierarchy

The table below analyses financial instruments carried at fair value by valuation method.

The different levels have been defined as follows:

- . Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities
- . Level 2 - inputs other than quoted prices included within level one that are observable for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices)
- . Level 3 - inputs for the asset or liability that are not based on observable market data

30 June 2011	Level 1	Level 2	Level 3	Total
Available for sale financial assets	-	-	\$25,356,445	\$25,356,445
Total	-	-	\$25,356,445	\$25,356,445

There were no transfers between Level 1 and Level 2 during the period.

Reconciliation of Level 3 Fair Value Movements

	30 June 2011
Brought Forward Balance	25,238,322
Gains (losses) recognised in comprehensive income statement:	118,123
Closing Balance	\$25,356,445