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APPENDICES

**Ordinary Council Meeting –
3 December 2015**

Financial Statements for the period ended 30 September 2015

Item
9.1

APPENDIX NO. 1

Item
9.1



MANAGEMENT FINANCIAL STATEMENTS

**FOR THE MONTH ENDED
30 SEPTEMBER 2015**

Mindari Regional Council
INCOME STATEMENT BY NATURE AND TYPE
For the month ended 30 September 2015

Description	Adopted Budget	YTD Budget	YTD Actual	\$ Variance	% Variance	Note
Revenue from Ordinary Activities						
Member User Charges						
User Charges - City of Perth	2,200,225	560,464	514,300			
User Charges - City of Wanneroo	11,470,000	3,017,380	2,700,710			
User Charges - City of Joondalup	10,529,150	2,781,316	2,416,572			
User Charges - City of Stirling	9,655,021	2,745,429	2,692,217			
User Charges - Town of Cambridge	1,348,500	352,234	302,742			
User Charges - City of Vincent	2,325,000	605,244	538,373			
User Charges - Town of Victoria Park	2,557,500	665,921	494,252			
User Charges - RRF Residues	5,661,375	1,013,088	1,402,098			
	45,746,771	11,741,076	11,061,264	(679,812)	(5.79%)	1
Non Member User Charges						
User Charges - WMRC	2,867,500	-	-	-		
User Charges - City of South Perth	23,800	6,228	-	(6,228)	(100.00%)	
User Charges - Casual Tipping Fees	3,673,389	961,326	770,232	(191,094)	(19.88%)	1
	3,697,189	967,554	770,232	(197,322)	(20.39%)	
Total User Charges	52,311,460	12,708,630	11,831,496	(877,134)	(6.90%)	
Other Charges						
Service Charges						
Sale of Recyclable Materials	680,000	170,000	89,496	(80,504)	(47.36%)	
Gas Power Generation Sales	505,000	155,400	155,906	506	0.33%	
Contributions, Reimbursements & Donations	5,000	1,250	1,233	(18)	(1.40%)	
Interest Earnings	700,900	175,227	154,171	(21,056)	(12.02%)	
Other Revenue	373,700	76,000	529,267	453,267	596.40%	2
Total Other Charges	2,264,600	577,877	930,072	352,195	60.95%	
Total Revenue from Ordinary Activities	54,576,060	13,286,507	12,761,568	(524,939)	(3.95%)	
Expenses from Ordinary Activities						
Employee Costs	4,941,305	1,123,459	1,003,387	120,072	10.69%	3
Materials and Contracts						
Consultants and Contract Labour	971,500	49,400	45,783	3,617	7.32%	
Communications and Public Consultation	424,000	97,250	28,132	69,118	71.07%	
Landfill Expenses	1,384,500	323,800	154,033	169,767	52.43%	4
Office Expenses	247,550	63,701	44,395	19,306	30.31%	
Information System Expenses	211,700	37,400	24,017	13,383	35.78%	
Building Maintenance	213,500	27,900	27,459	442	1.58%	
Plant and Equipment Operating & Hire	992,290	145,375	158,408	(13,033)	(8.97%)	
RRF Other Operating Expenses	20,543,595	3,688,228	4,015,341	(327,113)	(8.87%)	5
Waste Minimisation	2,867,500	-	-	-		
Utilities	193,400	48,350	38,739	9,611	19.88%	
Depreciation	1,157,400	289,350	490,204	(200,854)	(69.42%)	6
Borrowing Costs	576,500	144,125	113,363	30,762	21.34%	
Insurances	323,060	53,103	42,268	10,835	20.40%	
DEP Landfill Levy	12,331,600	3,472,330	3,242,660	229,670	6.61%	7
Land Lease/Rental	703,400	173,250	173,237	13	0.01%	
Other Expenditure						
Members Costs	186,413	2,668	1,264	1,404	52.64%	
Administration Expenses	174,000	37,500	28,204	9,297	24.79%	
Amortisation for Cell Development	2,766,100	778,878	727,356	51,522	6.61%	
Amortisation for Decommissioning Asset	846,100	211,525	211,525	-	0.00%	
Capping Accretion Expense	266,300	66,575	66,575	-	0.00%	
Post Closure Accretion Expense	165,400	41,350	41,350	-	0.00%	
RRF Amortisation	540,200	135,050	135,050	-	0.00%	
Total Expenses	53,027,313	11,010,568	10,812,749	197,820	1.80%	
Profit on Sale of Assets	20,000	-	-	-		
Loss on Sale of Assets	11,900	-	-	-		
Revaluation of Assets	-	-	-	-		
	8,100	-	-	-		
Changes in Net Assets Resulting from Operations	1,556,847	2,275,939	1,948,819	(327,119)	(14.37%)	

NOTES FOR VARIATIONS - INCOME STATEMENT BY NATURE AND TYPE

Note #	Description of Item	Nature of variance where: 1. Member Revenue (Aggregated) variances greater than \$250,000. 2. Non Member Revenue (Aggregated) variances greater than \$100,000. 3. Other Revenues Charged (Per Line Item) variances greater than \$100,000. 4. All Expense variances (Per Line Item) greater than \$100,000.
1	User Charges - Members and Non Members	Total user charges year to date are lower than budget (\$877k). Member councils (\$680k) below budget with non-members (\$197k) below budget. The main reason being attributed to less than budgeted non processable waste (bulk) and casuals. The Member Councils, year to date have delivered slightly more processable tonnes (384t) and less non processable tonnes (7,089t) than the phased year to date budget. RRF residue is greater than forecast (2,587t) as a result of increased tonnes processed at the facility and extra shifts to clear the facility before the close down. The RRF has now commenced its close down to replace the compactors.
2	Other Revenue	Other Revenue is \$453k higher than the budget due to take up of \$491k carbon price from casuals into income. Sale of recycling materials is \$81k below budget partly due to the timing of metal sales.
3	Employee Costs	Employee costs year to date are below budget (\$120k) mainly due to vacancies, superannuation costs and a senior member dropping contracted hours with MRC.
4	Landfill Expenses	Landfill expenses is below budget due to timing of spending in projects both educational and environmental, also the timing of the glass campaign.
5	RRF Other Operating Expenses	RRF Other Operating Expenses is \$327k higher than the budget due to payment of capital contributions still expensed although no waste tonnages budgeted for this month due to the close down of the RRF for the replacement of the compactors.
6	Depreciation	Depreciation is \$201k higher than the budget due to revaluation of assets not budgeted.
7	DEP Landfill Levy	DEP Landfill Levy is \$230k lower than the budget due to lower waste delivered to landfill.

Mindarie Regional Council
OPERATING STATEMENT
For the month ended 30 September 2015

Description	Adopted Budget	YTD Budget	YTD Actual	\$ Variance	% Variance	Note
Resource Recovery Facility						
Operating Expenditure						
Employee Costs						
Salaries	-	-	-	-		
Allowances	-	-	-	-		
Workers Compensation Premium	-	-	-	-		
	-	-	-	-		
Consultants and Contract Labour						
Consultancy	35,000	-	-	-		
Contract Labour External	-	-	-	-		
	35,000	-	-	-		
Office Expenses						
Cleaning of Buildings	18,000	4,500	2,758	(1,742)	(38.71%)	
	18,000	4,500	2,758	(1,742)	(38.71%)	
Information System Expenses						
Computer System Maintenance	28,000	7,000	5,601	(1,399)	(19.99%)	
	28,000	7,000	5,601	(1,399)	(19.99%)	
Building Maintenance						
Building Maintenance	21,500	1,000	-	(1,000)	(100.00%)	
Building Security	7,000	1,750	236	(1,514)	(86.49%)	
	28,500	2,750	236	(2,514)	(91.40%)	
RRF Operation Expenses						
Fencing and Gate Maintenance	15,000	-	3,637	3,637		
Road Maintenance	-	-	-	-		
Bores and Pipework	10,500	-	-	-		
Vehicle Wash Facility Operations	-	-	-	-		
Landscaping and Gardens	29,000	-	4,955	4,955		
Compost Disposal	306,225	76,556	85,026	8,470	11.06%	
Contractor's Fees	20,182,870	3,611,672	3,921,722	310,050	8.58%	
	20,543,595	3,688,228	4,015,341	327,113	8.87%	
Utilities						
Electricity	10,000	2,500	-	(2,500)	(100.00%)	
Rates	34,000	8,500	6,150	(2,350)	(27.65%)	
	44,000	11,000	6,150	(4,850)	(44.09%)	
Insurance						
Municipal Property Insurance	3,100	775	-	(775)	(100.00%)	
Public Liability Insurance	5,545	1,386	-	(1,386)	(100.00%)	
	8,645	2,161	-	(2,161)	(100.00%)	
Cost of Borrowings						
Interest on Loans	216,600	54,150	46,870	(7,280)	(13.44%)	
Loan Expenses	8,000	2,000	4,450	2,450	122.50%	
	224,600	56,150	51,320	(4,830)	(8.60%)	
Amortisations						
Amortisation Pre-operating Costs	104,700	26,175	26,175	-	0.00%	
Amortisation Costs	435,500	108,875	108,875	-	0.00%	
	540,200	135,050	135,050	-	0.00%	
Depreciation						
Depreciation on Infrastructure	4,100	1,025	6,943	5,918	577.32%	
	4,100	1,025	6,943	5,918	577.32%	
Total Operating Expenditure	21,474,640	3,907,865	4,223,399	315,534	8.07%	
Net Total	(21,474,640)	(3,907,865)	(4,223,399)	(315,534)	8.07%	

Mindarie Regional Council
INCOME STATEMENT BY DEPARTMENT
For the month ended 30 September 2015

Description	Adopted Budget	YTD Budget	YTD Actual	\$ Variance	% Variance
Revenues from Ordinary Activities					
Operating Revenues					
General Purpose Funding	54,576,060	13,286,507	12,761,568	524,939	3.95%
Community Amenities	-	-	-	-	
Resource Recovery Facility	-	-	-	-	
	54,576,060	13,286,507	12,761,568	524,939	3.95%
Profit on Disposal of Assets					
Governance	-	-	-	-	
Community Amenities	20,000	-	-	-	
Resource Recovery Facility	-	-	-	-	
	20,000	-	-	-	
Total Revenue	54,596,060	13,286,507	12,761,568	524,939	3.95%
Expenses from Ordinary Activities					
Operating Expenditure					
Governance	4,037,109	849,639	790,379	59,259	6.97%
Community Amenities	27,163,664	6,165,090	5,730,961	434,129	7.04%
Resource Recovery Facility	21,250,040	3,851,715	4,178,045	(326,330)	(8.47%)
	52,450,813	10,866,443	10,699,386	167,057	1.54%
Loss on Sale of Assets					
Governance	-	-	-	-	
Community Amenities	11,900	-	-	-	
Resource Recovery Facility	-	-	-	-	
	11,900	-	-	-	
Cost of Borrowings					
Community Amenities	351,900	87,975	62,043	25,932	29.48%
Resource Recovery Facility	224,600	56,150	51,320	4,830	8.60%
	576,500	144,125	113,363	30,762	21.34%
Total Expenditure	53,039,213	11,010,568	10,812,749	197,820	1.80%
Changes in Net Assets Resulting from Operations	1,556,847	2,275,939	1,948,819	327,119	14.37%

Mindarie Regional Council
Balance Sheet
For the month ended 30 September 2015

Description	ACTUAL 2015/2016	Movement	ACTUAL 2014/2015
CURRENT ASSETS			
Cash	1,330,289	(349,878)	1,680,167
Investments	22,255,642	(1,956,939)	24,212,581
MRC Security (Guarantee) Account	609,319	4,454	604,865
Debtors	3,309,225	284,347	3,024,878
Stock	19,996	8,535	11,462
Prepayments	312,991	223,399	89,593
Accrued Income	125,864	(13,096)	138,959
Work In Progress - Infrastructure	-	-	-
Other Current Assets	102,249	(139,458)	241,707
TOTAL CURRENT ASSETS	28,070,766	(1,933,446)	30,004,212
NON-CURRENT ASSETS			
Land	7,000,000	-	7,000,000
Buildings & Improvements	3,153,180	(58,119)	3,211,299
Furniture & Equipment	87,438	(65,778)	153,216
Computing Equipment	499,331	(58,854)	558,185
Plant & Equipment	3,846,914	30,556	3,816,358
Infrastructure - Other	4,802,048	(74,369)	4,876,416
Infrastructure - Excavation	31,804,272	(727,356)	32,531,628
Infrastructure - RRF	5,045,647	(72,583)	5,118,230
Decommissioning Asset	4,515,530	(133,625)	4,649,155
Post Closure	3,038,060	(77,900)	3,115,960
Pre-operating RRF	1,402,429	(62,467)	1,464,896
TOTAL NON-CURRENT ASSETS	65,194,848	(1,300,496)	66,495,344
TOTAL ASSETS	93,265,614	(3,233,941)	96,499,555
CURRENT LIABILITIES			
Creditors	4,856,070	(975,873)	5,831,943
Provisions for Leave	473,669	15,776	457,893
Current Loans	3,110,017	(676,682)	3,786,698
Accruals	56,146	(334,891)	391,037
Other Current Liabilities	-	(2,849,655)	2,849,655
TOTAL CURRENT LIABILITIES	8,495,901	(4,821,325)	13,317,226
NON CURRENT LIABILITIES			
Provisions for Leave	333,818	17,261	316,558
Non Current Loans	5,382,541	-	5,382,541
Decommission Provision for Capping	14,625,368	107,925	14,517,443
Other Non Current Liabilities	649,302	(486,622)	1,135,924
TOTAL NON CURRENT LIABILITIES	20,991,029	(361,436)	21,352,465
TOTAL LIABILITIES	29,486,931	(5,182,761)	34,669,691
NET ASSETS	63,778,683	1,948,819	61,829,864
EQUITY			
Retained Surplus	17,616,201	4,454,188	13,162,014
Reserves (Cash Back)	12,872,155	(2,505,368)	15,377,524
Reserves (Non Cash Back)	29,831,124	-	29,831,124
Council Contribution	3,459,202	-	3,459,202
TOTAL EQUITY	63,778,683	1,948,819	61,829,864

Mindarie Regional Council
STATEMENT OF RESERVES
For the month ended 30 September 2015

Description	ACTUAL 2015/2016
Opening Balance - 1 September 2015	
Site Rehabilitation	8,708,756
Capital Expenditure	1,328,037
Participants Surplus Reserve	2,000,000
Carbon Price	3,340,731
	<u>15,377,524</u>
Interest on Investments	
Site Rehabilitation	-
Capital Expenditure	-
Participants Surplus Reserve	-
Carbon Price	-
	-
Transfer from Operating Surplus	
Site Rehabilitation	107,925
Capital Expenditure	500,001
Participants Surplus Reserve	-
Carbon Price	-
	607,926
Total Transfer from Operations	<u>607,926</u>
Transfer from Balance Sheet Provisions	
Site Rehabilitation	-
	<u>-</u>
Transfer to Operating Surplus	
Site Rehabilitation	-
Capital Expenditure	263,639
Carbon Price	2,849,655
	<u>3,113,294</u>
Closing Balance	
Site Rehabilitation	8,816,681
Capital Expenditure	1,564,399
Participants Surplus Reserve	2,000,000
Carbon Price	491,076
	<u>12,872,155</u>

Mindarie Regional Council
STATEMENT OF INVESTING ACTIVITIES
For the month ended 30 September 2015

Description	Adopted Budget	YTD Actual	% to Adopted Budget	Note
PLANT, VEHICLES AND MACHINERIES				
Plant and Vehicles				
Replacement of Weed Sprayer (Plant58)	8,000	-		
New Bomag Landfill Compactor	1,530,000	-		
Replacement of CAT Forklift (Plant59)	35,000	-		
Replacement of Fire Ute	54,000	-		
Replacement of Fire Truck (Plant014)	200,000	-		
Replacement of Nissan Ute (Plant86)	30,000	-		
<i>brought forward item:</i>				
Replacement of Kia Grand Carnival (Plant84)	50,000	43,444		
Replacement of Hino Bin Truck (Plant61)	190,000	212,925		
	2,097,000	256,369		
Machinery and Equipment				
Hook Lift Bins	41,000	-		
Tarpomatic Tarps	30,000	-		
Woodchipper	60,000	-		
2way Radios	5,000	-		
<i>brought forward item:</i>				
2way Radios repeater	60,000	-		
Hook Lift Bins	85,000	-		
	281,000	-		
TOTAL PLANT, VEHICLES AND MACHINERIES	2,378,000	256,369		
FURNITURE AND EQUIPMENT				
Furniture and Fittings				
Furniture and Fittings (Miscellaneous Replacements)	5,100	-		
New Photocopier	12,000	-		
Airconditioning Units to Various Locations	22,400	-		
	39,500	-		
Office Equipment				
Replacement of PABX System	-	-		
	-	-		
TOTAL FURNITURE AND EQUIPMENT	39,500	-		
COMPUTING EQUIPMENT				
Computing Equipment				
Replacement of Back-up Server	5,000	-		
Replacement of Desktop - Accounts Payable	1,500	-		
Replacement of Desktop - Weighbridge Outbound	1,500	-		
Replacement of Desktop - Recycling	1,500	-		
Replacement of Desktop - MRCTPD037	1,500	-		
Replacement of Desktop - MRCTPD024	1,500	-		
Replacement of Desktop - Communication Casual Staff	1,500	-		
Replacement of UPS at Tamala and Neerabup	65,000	-		
Replacement of Servers at Tamala and Neerabup	48,000	-		
	127,000	-		
TOTAL COMPUTING EQUIPMENT	127,000	-		
LAND AND BUILDINGS				
Building				
<i>brought forward item:</i>				
Administration Office Renovation	60,000	-		
Recycling Centre Renovation and Alignment	60,000	7,271		
Recycling Centre Toilet	15,000	-		
Education Centre Toilet	15,000	-		
	150,000	7,271		
TOTAL LAND AND BUILDINGS	150,000	7,271		

Mindarie Regional Council
STATEMENT OF INVESTING ACTIVITIES
For the month ended 30 September 2015

Description	Adopted Budget	YTD Actual	% to Adopted Budget	Note
INFRASTRUCTURE				
Operations				
Gas Well Installations	26,000	-		
Leachate System	70,000	-		
Litter Fencing	30,000	-		
	126,000	-		
Waste Infrastructure				
Waste Facility	6,000,000	-		
Waste Facility Buiding	4,000,000	-		
	10,000,000	-		
Landfill Infrastructure Phase3				
Cell Development - Lining (inc. c/f)	5,146,000	4,205		
	5,146,000	4,205		
TOTAL INFRASTRUCTURE	5,272,000	4,205		

INFORMATION ON BORROWINGS

(a) Loan Schedule and Interest Expense

Actual	Value of Loan Approved	Matures	Interest Rates	Principal Drawn Down to 30/06/2016	Principal Repayments Actual to 30/09/2015	Principal Outstanding Actual to 30/09/2015	Interest Repayments Actual to 30/09/2015	Note
Community Amenities								
Tamala Park Landfill								
Loan 12 - Construction Stage 2 Phase 2	15,000,000	Mar-16	5.98%	-	354,165	2,124,960	32,701	
Loan 13 - Development of Cell for Phase 3	5,630,000	Jun-19	6.71%	-	81,838	1,404,977	24,996	
Loan 14 - Waste Facility	6,000,000	-	-	-	-	-	-	
Loan 15 - Waste Facility Building	4,000,000	-	-	-	-	-	-	
Loan 16 - Cell Development Expenditure	1,346,000	-	-	-	-	-	-	
Regional Resource Recovery Facility								
Loan 11 - RRF Land Purchase	3,500,000	Aug-17	5.97%	-	65,305	561,218	8,883	
Loan 10a - RRF Infrastructure	2,000,000	Apr-25	6.16%	-	24,262	1,264,178	19,735	
Loan 10b - RRF Infrastructure (Variable Interest Rate)	2,600,000	Sep-22	Variable	-	40,000	1,915,000	5,320	1
Loan 10c - RRF Infrastructure	4,000,000	Jun-18	3.97%	-	111,111	1,222,225	12,932	
TOTAL	44,076,000			9,169,240	676,682	8,492,558	104,567	
					Facility Fee		8,796	
					Total Borrowing Costs		113,363	

Note 1. Overaccrual of interest last June 2013.

Financial Statements for the period ended 31 October 2015

Item
9.1

APPENDIX NO. 2

Item
9.1



MANAGEMENT FINANCIAL STATEMENTS

**FOR THE MONTH ENDED
31 OCTOBER 2015**

Mindari Regional Council
INCOME STATEMENT BY NATURE AND TYPE
For the month ended 31 October 2015

Description	Adopted Budget	YTD Budget	YTD Actual	\$ Variance	% Variance	Note
Revenue from Ordinary Activities						
Member User Charges						
User Charges - City of Perth	2,200,225	764,563	682,739			
User Charges - City of Wanneroo	11,470,000	4,128,572	3,757,107			
User Charges - City of Joondalup	10,529,150	3,807,008	3,315,573			
User Charges - City of Stirling	9,655,021	3,782,229	3,615,242			
User Charges - Town of Cambridge	1,348,500	481,634	422,474			
User Charges - City of Vincent	2,325,000	827,334	739,835			
User Charges - Town of Victoria Park	2,557,500	910,294	670,255			
User Charges - RRF Residues	5,661,375	1,013,088	1,402,770			
	45,746,771	15,714,722	14,605,995	(1,108,727)	(7.06%)	1
Non Member User Charges						
User Charges - WMRC	2,867,500	-	-	-		
User Charges - City of South Perth	23,800	8,646	-	(8,646)	(100.00%)	
User Charges - Casual Tipping Fees	3,673,389	1,334,542	1,026,015	(308,527)	(23.12%)	
	3,697,189	1,343,188	1,026,015	(317,173)	(23.61%)	1
Total User Charges	52,311,460	17,057,910	15,632,011	(1,425,899)	(8.36%)	
Other Charges						
Service Charges						
Sale of Recyclable Materials	680,000	226,667	120,048	(106,618)	(47.04%)	2
Gas Power Generation Sales	505,000	349,400	350,387	987	0.28%	
Contributions, Reimbursements & Donations	5,000	1,667	1,575	(92)	(5.53%)	
Interest Earnings	700,900	233,636	209,774	(23,862)	(10.21%)	
Other Revenue	373,700	136,333	599,250	462,916	339.55%	3
Total Other Charges	2,264,600	947,703	1,281,033	333,331	35.17%	
Total Revenue from Ordinary Activities	54,576,060	18,005,613	16,913,045	(1,092,568)	(6.07%)	
Expenses from Ordinary Activities						
Employee Costs	4,941,305	1,671,075	1,544,898	126,177	7.55%	3
Materials and Contracts						
Consultants and Contract Labour	971,500	70,733	68,473	2,260	3.20%	
Communications and Public Consultation	424,000	127,334	49,788	77,546	60.90%	
Landfill Expenses	1,384,500	431,217	200,736	230,481	53.45%	4
Office Expenses	247,550	81,934	56,232	25,702	31.37%	
Information System Expenses	211,700	49,867	31,552	18,315	36.73%	
Building Maintenance	213,500	36,667	32,561	4,106	11.20%	
Plant and Equipment Operating & Hire	992,290	204,727	214,004	(9,277)	(4.53%)	
RRF Other Operating Expenses	20,543,595	3,717,797	4,397,095	(679,298)	(18.27%)	5
Waste Minimisation	2,867,500	-	-	-		
Utilities	193,400	64,467	54,110	10,357	16.07%	
Depreciation	1,157,400	385,801	631,929	(246,129)	(63.80%)	6
Borrowing Costs	576,500	192,167	147,527	44,639	23.23%	
Insurances	323,060	68,654	56,357	12,297	17.91%	
DEP Landfill Levy	12,331,600	4,890,903	4,462,624	428,279	8.76%	7
Land Lease/Rental	703,400	231,000	230,982	18	0.01%	
Other Expenditure						
Members Costs	186,413	35,401	24,139	11,262	31.81%	
Administration Expenses	174,000	50,000	35,458	14,542	29.08%	
Amortisation for Cell Development	2,766,100	1,097,077	1,001,004	96,073	8.76%	
Amortisation for Decommissioning Asset	846,100	282,033	282,033	-	0.00%	
Capping Accretion Expense	266,300	88,767	88,767	-	0.00%	
Post Closure Accretion Expense	165,400	55,133	55,133	-	0.00%	
RRF Amortisation	540,200	180,067	180,067	-	0.00%	
Total Expenses	53,027,313	14,012,820	13,845,469	167,351	1.19%	
Profit on Sale of Assets	20,000	-	2,331	2,331		
Loss on Sale of Assets	11,900	6,900	-	6,900	(100.00%)	
Revaluation of Assets	-	-	-	-		
	8,100	(6,900)	2,331	9,231	(133.79%)	
Changes in Net Assets Resulting from Operations	1,556,847	3,985,893	3,069,907	(915,985)	(22.98%)	

NOTES FOR VARIATIONS - INCOME STATEMENT BY NATURE AND TYPE

Note #	Description of Item	Nature of variance where: 1. Member Revenue (Aggregated) variances greater than \$250,000. 2. Non Member Revenue (Aggregated) variances greater than \$100,000. 3. Other Revenues Charged (Per Line Item) variances greater than \$100,000. 4. All Expense variances (Per Line Item) greater than \$100,000.
1	User Charges - Members and Non Members	Total user charges year to date are lower than budget (\$1,426k). Member councils (\$1,109k) below budget with non-members (\$317k) below budget. The main reason being attributed to less than budgeted non processable waste (bulk) and casuals. The Member Councils, year to date have delivered slightly less processable tonnes (215t) and considerably less non processable tonnes (9,285t) than the phased year to date budget, partly because of timing of bulk/verge collections. RRF residue is greater than forecast (2,591t) as a result of increased tonnes processed at the facility and extra shifts to clear the facility before the close down. The RRF has now commenced its close down to repair the compactors.
2	Other Revenue	Other Revenue is \$333k higher than the budget due to take up of \$491k carbon price from casuals into income, this will be used towards any future carbon abatement projects in line with the waste industry protocol. Sale of recycling materials is \$107k below budget partly due to the timing of metal sales.
3	Employee Costs	Employee costs year to date are below budget (\$126k) mainly due to vacancies, less uptake on superannuation than anticipated and a senior member dropping contracted hours with MRC.
4	Landfill Expenses	Landfill expenses is below budget due to timing of spending in projects both educational and envioronmental, also the timing of the glass campaign.
5	RRF Other Operating Expenses	RRF Other Operating Expenses is \$679k higher than the budget due to payment of capital contributions still expensed although no waste tonnages budgeted for this month due to the close down of the RRF for the replacement of the compactors.
6	Depreciation	Depreciation is \$246k higher than the budget due to revaluation of assets not budgeted.
7	DEP Landfill Levy	DEP Landfill Levy is \$428k lower than the budget due to lower waste delivered to landfill.

Mindarie Regional Council
OPERATING STATEMENT
For the month ended 31 October 2015

Description	Adopted Budget	YTD Budget	YTD Actual	\$ Variance	% Variance	Note
Resource Recovery Facility						
Operating Expenditure						
Employee Costs						
Salaries	-	-	-	-		
Allowances	-	-	-	-		
Workers Compensation Premium	-	-	-	-		
	-	-	-	-		
Consultants and Contract Labour						
Consultancy	35,000	8,000	7,766	(234)	(2.93%)	
Contract Labour External	-	-	-	-		
	35,000	8,000	7,766	(234)	(2.93%)	
Office Expenses						
Cleaning of Buildings	18,000	6,000	2,758	(3,242)	(54.04%)	
	18,000	6,000	2,758	(3,242)	(54.04%)	
Information System Expenses						
Computer System Maintenance	28,000	9,333	6,016	(3,317)	(35.54%)	
	28,000	9,333	6,016	(3,317)	(35.54%)	
Building Maintenance						
Building Maintenance	21,500	1,333	-	(1,333)	(100.00%)	
Building Security	7,000	2,333	315	(2,018)	(86.49%)	
	28,500	3,667	315	(3,351)	(91.40%)	
RRF Operation Expenses						
Fencing and Gate Maintenance	15,000	3,700	3,637	(63)	(1.70%)	
Road Maintenance	-	-	-	-		
Bores and Pipework	10,500	-	-	-		
Vehicle Wash Facility Operations	-	-	-	-		
Landscaping and Gardens	29,000	350	5,280	4,930	1408.57%	
Compost Disposal	306,225	102,075	87,571	(14,504)	(14.21%)	
Contractor's Fees	20,182,870	3,611,672	4,300,607	688,935	19.08%	
	20,543,595	3,717,797	4,397,095	679,298	18.27%	
Utilities						
Electricity	10,000	3,333	-	(3,333)	(100.00%)	
Rates	34,000	11,333	8,200	(3,134)	(27.65%)	
	44,000	14,667	8,200	(6,467)	(44.09%)	
Insurance						
Municipal Property Insurance	3,100	1,033	-	(1,033)	(100.00%)	
Public Liability Insurance	5,545	1,848	-	(1,848)	(100.00%)	
	8,645	2,882	-	(2,882)	(100.00%)	
Cost of Borrowings						
Interest on Loans	216,600	72,200	62,851	(9,349)	(12.95%)	
Loan Expenses	8,000	2,667	4,600	1,933	72.50%	
	224,600	74,867	67,451	(7,415)	(9.90%)	
Amortisations						
Amortisation Pre-operating Costs	104,700	34,900	34,900	-	0.00%	
Amortisation Costs	435,500	145,167	145,167	-	0.00%	
	540,200	180,067	180,067	-	0.00%	
Depreciation						
Depreciation on Building	-	-	7,933	7,933		
Depreciation on Infrastructure	4,100	1,367	9,167	7,801	570.77%	
	4,100	1,367	17,100	15,734	1151.24%	
Total Operating Expenditure	21,474,640	4,018,646	4,686,768	660,322	16.43%	
Net Total	(21,474,640)	(4,018,646)	(4,686,768)	(660,322)	16.43%	

Mindarie Regional Council
INCOME STATEMENT BY DEPARTMENT
For the month ended 31 October 2015

Description	Adopted Budget	YTD Budget	YTD Actual	\$ Variance	% Variance
Revenues from Ordinary Activities					
Operating Revenues					
General Purpose Funding	54,576,060	18,005,613	16,913,044	1,092,568	6.07%
Community Amenities	-	-	-	-	
Resource Recovery Facility	-	-	-	-	
	54,576,060	18,005,613	16,913,044	1,092,568	6.07%
Profit on Disposal of Assets					
Governance	-	-	-	-	
Community Amenities	20,000	-	2,331	(2,331)	
Resource Recovery Facility	-	-	-	-	
	20,000	-	2,331	(2,331)	
Total Revenue	54,596,060	18,005,613	16,915,376	1,090,237	6.05%
Expenses from Ordinary Activities					
Operating Expenditure					
Governance	4,037,109	1,202,199	1,143,304	58,895	4.90%
Community Amenities	27,163,664	8,674,675	7,935,321	739,354	8.52%
Resource Recovery Facility	21,250,040	3,943,779	4,619,317	(675,538)	(17.13%)
	52,450,813	13,820,653	13,697,942	122,711	0.89%
Loss on Sale of Assets					
Governance	-	-	-	-	
Community Amenities	11,900	6,900	-	6,900	100.00%
Resource Recovery Facility	-	-	-	-	
	11,900	6,900	-	6,900	
Cost of Borrowings					
Community Amenities	351,900	117,300	80,076	37,224	31.73%
Resource Recovery Facility	224,600	74,867	67,451	7,415	9.90%
	576,500	192,167	147,527	44,639	23.23%
Total Expenditure	53,039,213	14,019,720	13,845,469	174,251	1.24%
Changes in Net Assets Resulting from Operations	1,556,847	3,985,893	3,069,907	915,986	22.98%

Mindarie Regional Council
Balance Sheet
For the month ended 31 October 2015

Description	ACTUAL 2015/2016	Movement	ACTUAL 2014/2015
CURRENT ASSETS			
Cash	1,057,359	(622,808)	1,680,167
Investments	21,930,331	(2,282,250)	24,212,581
MRC Security (Guarantee) Account	610,820	5,955	604,865
Debtors	2,971,819	(53,059)	3,024,878
Stock	(18,225)	(29,687)	11,462
Prepayments	400,663	311,070	89,593
Accrued Income	59,213	(79,746)	138,959
Work In Progress - Infrastructure	-	-	-
Other Current Assets	73,322	(168,385)	241,707
TOTAL CURRENT ASSETS	27,093,507	(2,910,705)	30,004,212
NON-CURRENT ASSETS			
Land	7,000,000	-	7,000,000
Buildings & Improvements	3,140,649	(70,650)	3,211,299
Furniture & Equipment	84,408	(68,808)	153,216
Computing Equipment	479,526	(78,659)	558,185
Plant & Equipment	3,758,446	(57,912)	3,816,358
Infrastructure - Other	4,776,853	(99,563)	4,876,416
Infrastructure - Excavation	31,530,624	(1,001,004)	32,531,628
Infrastructure - RRF	4,973,064	(145,167)	5,118,230
Decommissioning Asset	4,470,989	(178,167)	4,649,155
Post Closure	3,012,093	(103,867)	3,115,960
Pre-operating RRF	1,429,996	(34,900)	1,464,896
TOTAL NON-CURRENT ASSETS	64,656,648	(1,838,696)	66,495,344
TOTAL ASSETS	91,750,155	(4,749,400)	96,499,555
CURRENT LIABILITIES			
Creditors	1,182,363	(4,649,580)	5,831,943
Provisions for Leave	471,568	13,676	457,893
Current Loans	2,890,507	(896,191)	3,786,698
Accruals	1,268,807	877,770	391,037
Other Current Liabilities	-	(2,849,655)	2,849,655
TOTAL CURRENT LIABILITIES	5,813,246	(7,503,981)	13,317,226
NON CURRENT LIABILITIES			
Provisions for Leave	342,452	25,894	316,558
Non Current Loans	5,382,541	-	5,382,541
Decommission Provision for Capping	14,661,343	143,900	14,517,443
Other Non Current Liabilities	650,803	(485,121)	1,135,924
TOTAL NON CURRENT LIABILITIES	21,037,138	(315,327)	21,352,465
TOTAL LIABILITIES	26,850,384	(7,819,307)	34,669,691
NET ASSETS	64,899,771	3,069,907	61,829,864
EQUITY			
Retained Surplus	18,534,647	5,372,633	13,162,014
Reserves (Cash Back)	13,074,797	(2,302,726)	15,377,524
Reserves (Non Cash Back)	29,831,124	-	29,831,124
Council Contribution	3,459,202	-	3,459,202
TOTAL EQUITY	64,899,771	3,069,907	61,829,864

Mindarie Regional Council
STATEMENT OF RESERVES
For the month ended 31 October 2015

Description	ACTUAL 2015/2016
Opening Balance - 1 October 2015	
Site Rehabilitation	8,708,756
Capital Expenditure	1,328,037
Participants Surplus Reserve	2,000,000
Carbon Price	3,340,731
	<u>15,377,524</u>
Interest on Investments	
Site Rehabilitation	-
Capital Expenditure	-
Participants Surplus Reserve	-
Carbon Price	-
	-
Transfer from Operating Surplus	
Site Rehabilitation	143,900
Capital Expenditure	666,668
Participants Surplus Reserve	-
Carbon Price	-
	810,568
Total Transfer from Operations	<u>810,568</u>
Transfer from Balance Sheet Provisions	
Site Rehabilitation	-
	<u>-</u>
Transfer to Operating Surplus	
Site Rehabilitation	-
Capital Expenditure	263,639
Carbon Price	2,849,655
	<u>3,113,294</u>
Closing Balance	
Site Rehabilitation	8,852,656
Capital Expenditure	1,731,066
Participants Surplus Reserve	2,000,000
Carbon Price	491,076
	<u>13,074,797</u>

Mindarie Regional Council
STATEMENT OF INVESTING ACTIVITIES
For the month ended 31 October 2015

Description	Adopted Budget	YTD Actual	% to Adopted Budget	Note
PLANT, VEHICLES AND MACHINERIES				
Plant and Vehicles				
Replacement of Weed Sprayer (Plant58)	8,000	-		
New Bomag Landfill Compactor	1,530,000	-		
Replacement of CAT Forklift (Plant59)	35,000	-		
Replacement of Fire Ute	54,000	-		
Replacement of Fire Truck (Plant014)	200,000	-		
Replacement of Nissan Ute (Plant86)	30,000	-		
brought forward item:				
Replacement of Kia Grand Carnival (Plant84)	50,000	43,444		
Replacement of Hino Bin Truck (Plant61)	190,000	212,925		
	2,097,000	256,369	12.23%	
Machinery and Equipment				
Hook Lift Bins	41,000	-		
Tarpomatic Tarps	30,000	-		
Woodchipper	60,000	-		
2way Radios	5,000	1,348		
brought forward item:				
2way Radios repeater	60,000	2,113	3.52%	
Hook Lift Bins	85,000	-		
	281,000	3,461	1.23%	
TOTAL PLANT, VEHICLES AND MACHINERIES	2,378,000	259,830	10.93%	
FURNITURE AND EQUIPMENT				
Furniture and Fittings				
Furniture and Fittings (Miscellaneous Replacements)	5,100	-		
New Photocopier	12,000	-		
Airconditioning Units to Various Locations	22,400	1,303	5.82%	
	39,500	1,303	3.30%	
Office Equipment				
Replacement of PABX System	-	-		
	-	-		
TOTAL FURNITURE AND EQUIPMENT	39,500	1,303	3.30%	
COMPUTING EQUIPMENT				
Computing Equipment				
Replacement of Back-up Server	5,000	-		
Replacement of Desktop - Accounts Payable	1,500	-		
Replacement of Desktop - Weighbridge Outbound	1,500	-		
Replacement of Desktop - Recycling	1,500	-		
Replacement of Desktop - MRCTPD037	1,500	-		
Replacement of Desktop - MRCTPD024	1,500	-		
Replacement of Desktop - Communication Casual Staff	1,500	-		
Replacement of UPS at Tamala and Neerabup	65,000	-		
Replacement of Servers at Tamala and Neerabup	48,000	-		
	127,000	-		
TOTAL COMPUTING EQUIPMENT	127,000	-		
LAND AND BUILDINGS				
Building				
brought forward item:				
Administration Office Renovation	60,000	-		
Recycling Centre Renovation and Alignment	60,000	17,418		
Recycling Centre Toilet	15,000	-		
Education Centre Toilet	15,000	-		
	150,000	17,418	11.61%	
TOTAL LAND AND BUILDINGS	150,000	17,418	11.61%	

Mindarie Regional Council
STATEMENT OF INVESTING ACTIVITIES
For the month ended 31 October 2015

Description	Adopted Budget	YTD Actual	% to Adopted Budget	Note
INFRASTRUCTURE				
Operations				
Gas Well Installations	26,000	-		
Leachate System	70,000	-		
Litter Fencing	30,000	-		
	126,000	-		
Waste Infrastructure				
Waste Facility	6,000,000	-		
Waste Facility Buiding	4,000,000	-		
	10,000,000	-		
Landfill Infrastructure Phase3				
Cell Development - Lining (inc. c/f)	5,146,000	4,205	0.08%	
	5,146,000	4,205	0.08%	
TOTAL INFRASTRUCTURE	5,272,000	4,205	0.08%	

INFORMATION ON BORROWINGS

(a) Loan Schedule and Interest Expense

Actual	Value of Loan Approved	Matures	Interest Rates	Principal Drawn Down to 30/06/2016	Principal Repayments Actual to 31/10/2015	Principal Outstanding Actual to 31/10/2015	Interest Repayments Actual to 31/10/2015	Note
Community Amenities								
Tamala Park Landfill								
Loan 12 - Construction Stage 2 Phase 2	15,000,000	Mar-16	5.98%	-	472,220	2,006,905	42,577	
Loan 13 - Development of Cell for Phase 3	5,630,000	Jun-19	6.71%	-	81,838	1,404,977	33,003	
Loan 14 - Waste Facility	6,000,000	-	-	-	-	-	-	
Loan 15 - Waste Facility Building	4,000,000	-	-	-	-	-	-	
Loan 16 - Cell Development Expenditure	1,346,000	-	-	-	-	-	-	
Regional Resource Recovery Facility								
Loan 11 - RRF Land Purchase	3,500,000	Aug-17	5.97%	-	65,305	561,218	11,729	
Loan 10a - RRF Infrastructure	2,000,000	Apr-25	6.16%	-	48,680	1,239,760	26,324	
Loan 10b - RRF Infrastructure (Variable Interest Rate)	2,600,000	Sep-22	Variable	-	80,000	1,875,000	7,891	
Loan 10c - RRF Infrastructure	4,000,000	Jun-18	3.97%	-	148,148	1,185,188	16,908	
TOTAL	44,076,000			-	896,191	8,273,049	138,432	
					Facility Fee		9,096	
					Total Borrowing Costs		147,527	

Tonnage Report for the year to 31 October 2015

Item
9.1

APPENDIX NO. 3

Item
9.1

Waste to Landfill Tonnages Report for the period to 31 October 2015

Members

The Member Councils' Processable waste for period to date is 215 tonnes lower than forecast. The non processable waste for the financial year is 9,285 tonnes below the financial forecast, primarily as a result of differences in timing of member council waste deliveries.

These variances are materially in line with the budget.

RRF

The Resource Recovery Facility residue tonnes are 2,591 tonnes higher than forecast primarily as a result of the additional tonnes received as the plant was cleared out in preparation for the composter replacement.

Trade & Casual

The Casual and Trade tonnes are 2,016 tonnes lower than financial forecast, primarily as a result of the lower than budgeted tonnes from commercial operators.

Overall for the period ended 31 October 2015, the tonnes received are 8,922 tonnes below what was budgeted.

Information relating to landfill, resource recovery & recycling tonnages year to date 2015/16

Month: Oct-15

REVENUE											
Actual G/L \$		Budget 2015/16		Target % Year to Date	Note	Actual % Year to Date					
MEMBERS											
Processable											
Cambridge	\$ 341,272	403,388	34.7%			84.6%					
Joondalup	\$ 2,723,266	2,931,283	34.7%			92.9%					
Perth	\$ 673,622	758,369	34.7%			88.8%					
Stirling	\$ 2,079,346	1,316,284	34.7%	1		158.0%					
Victoria Park	\$ 656,633	779,883	34.7%			84.2%					
Vincent	\$ 656,555	709,962	34.7%			92.5%					
Wanneroo	\$ 2,954,700	3,280,885	34.7%			90.1%					
Sub Total Processable	\$ 10,085,394	\$ 10,180,052	34.7%			99.1%					
Non-Processable											
Cambridge	\$ 81,202	78,248	42.1%			103.8%					
Joondalup	\$ 592,307	875,725	42.1%			67.6%					
Perth	\$ 9,117	6,195	42.1%			147.2%					
Stirling	\$ 1,535,897	2,465,946	42.1%	1		62.3%					
Victoria Park	\$ 13,622	130,413	42.1%			10.4%					
Vincent	\$ 83,280	117,372	42.1%			71.0%					
Wanneroo	\$ 802,142	847,686	42.1%			94.6%					
Sub Total Non-Processable	\$ 3,117,567	\$ 4,521,585	42.1%			68.9%					
Other											
Sita Biovision Residues	\$ 1,402,770	1,013,088	17.9%			138.5%					
Wanneroo WRC	\$ 265	-	0.0%	1		0.0%					
Sub Total Other	\$ 1,403,035	\$ 1,013,088				138.5%					
SUB TOTAL MEMBERS	\$ 14,605,995	\$ 15,714,725				92.9%					
CASUALS											
Trade	\$ 193,581	434,023	36.3%	1		44.6%					
Cash	\$ 832,434	909,166	36.3%	1		91.6%					
Sub Total Casuals	\$ 1,026,015	\$ 1,343,189	36.3%			76.4%					
TOTAL	\$ 15,632,011	\$ 17,057,914									
RECYCLING											
Recycling centre sales	\$ 120,048	680,000	8.3%			17.7%					

Notes 1* Based on historic tonnages (3 years Ave)

List of Payments for the month ended 30 September 2015

Item
9.2

APPENDIX NO. 4

Item
9.2

**Schedule of Payment for September 2015
Council Meeting - 3 December 2015**

Cheque Posting Date	Document No.	Vendor Name	Description	Cheque Amount
1/09/2015	75	TELSTRA	Telephone Expenses	\$1,784.46
4/09/2015	76	Mindarie Regional Council Staff Lotto Account	Staff lotto - Deducted from staff salary	\$270.00
10/09/2015	77	City of Wanneroo Charity Golf Day	Sponsorship	\$1,200.00
17/09/2015	78	Car Care (WA) - Mindarie	Car Maintenance (PLANT86)	\$360.00
17/09/2015	79	Leederville Sporting Club	Venue Hire - Earth Carers Course	\$300.00
22/09/2015	80	CHILD SUPPORT	Child Support Allowance payment - Deduction made from staff salary	\$904.87
22/09/2015	81	Health Insurance Fund of WA	Health Insurance premium deducted from staff salary	\$333.80
22/09/2015	82	Mindarie Regional Council Staff Lotto Account	Staff lotto - Deducted from staff salary	\$280.00
24/09/2015	83	Cancelled	Cancelled	\$0.00
24/09/2015	84	Cancelled	Cancelled	\$0.00
		Total Cheque Payments		\$5,433.13
1/09/2015	DP-01310	inet	VOIP Charges	\$399.80
1/09/2015	DP-01311	National Australia Bank	Loan 10C Facility Fee	\$3,895.78
1/09/2015	DP-01312	National Australia Bank	Merchant Fees	\$133.80
16/09/2015	DP-01313	National Australia Bank	Loan 12 Repayment	\$127,877.36
16/09/2015	DP-01313a	National Australia Bank	Loan 12 Bill Drawdown Fee	\$150.00
16/09/2015	DP-01314	Commonwealth Bank	Merchant Fees	\$841.12
16/09/2015	DP-01315	Commonwealth Bank	Merchant Fees	\$262.50
16/09/2015	DP-01316	Commonwealth Bank	Commbiz Fees	\$37.13
16/09/2015	DP-01317	Commonwealth Bank	Merchant Fees	\$16.50
16/09/2015	DP-01318	Commonwealth Bank	Account Keeping Fees	\$24.70
30/09/2015	DP-01319	National Australia Bank	Bank Overdraft Facility fee	\$4,000.00
30/09/2015	DP-01320	National Australia Bank	Account Keeping Fees	\$20.90
30/09/2015	DP-01321	National Australia Bank	Loan 10C Repayment	\$41,012.17
30/09/2015	DP-01322	National Australia Bank	Loan 10C Bill Drawdown Fee	\$150.00
30/09/2015	DP-01323	Commonwealth Bank	Loan 13 Repayment	\$106,710.97
		Total Direct Payments		\$285,532.73
25/09/2015	Trf 1	Commonwealth Bank	Inter-account transfer	\$2,500,000.00
		Total Inter account Transfers		\$2,500,000.00

1/09/2015	EFT-01071	City of Joondalup	Lease Fees for September 2015	\$10,586.70
1/09/2015	EFT-01071	City of Perth	Lease Fees for September 2015	\$5,293.34
1/09/2015	EFT-01071	City of Stirling	Lease Fees for September 2015	\$21,173.36
1/09/2015	EFT-01071	City of Vincent	Lease Fees for September 2015	\$5,293.34
1/09/2015	EFT-01071	City of Wanneroo	Lease Fees for September 2015	\$10,586.69
1/09/2015	EFT-01071	Town of Cambridge	Lease Fees for September 2015	\$5,293.34
1/09/2015	EFT-01071	Town of Victoria Park	Lease Fees for September 2015	\$5,293.34
4/09/2015	EFT-01073	Cancelled	Cancelled	\$0.00
4/09/2015	EFT-01074	MRC	Payroll Employee Wages	\$104,797.54
4/09/2015	EFT-01075	Alance Newspaper & Magazine Delivery	Periodicals/ Publications	\$139.20
4/09/2015	EFT-01075	Belridge Bus Charter	Waste Education bus tours	\$660.00
4/09/2015	EFT-01075	Bunnings	Building Maintenance - Pest Control	\$291.85
4/09/2015	EFT-01075	Castle Security & Electrical Pty	Change user codes & alarm maintenance	\$516.27
4/09/2015	EFT-01075	City of Wanneroo	Rates for RRF 2015/16	\$24,598.65
4/09/2015	EFT-01075	ECOLO WA	Vapour guard for odour trial	\$658.90
4/09/2015	EFT-01075	Flick Anticimex P/L	Hygiene Services	\$844.83
4/09/2015	EFT-01075	Herbert Smith Freehills	EMS Quarterly update	\$2,530.00
4/09/2015	EFT-01075	Instant Products Group	Portable toilet hire & servicing	\$625.09
4/09/2015	EFT-01075	Joondalup Office National	Stationery	\$271.77
4/09/2015	EFT-01075	Kitec Electrical Services	Refurbishment of crib room	\$9,136.83
4/09/2015	EFT-01075	Olivers Lawn & Landscaping Pty Ltd	Landscaping and Gardens - RRF	\$261.00
4/09/2015	EFT-01075	Ornithological Technical Services	Ibis Culling Program	\$1,000.00
4/09/2015	EFT-01075	Security Specialists Australia Pty Ltd	Cash Collection expenses	\$364.65
4/09/2015	EFT-01075	Spider Waste Collection Services P/L	Collection of mattresses from transfer station	\$5,232.00
4/09/2015	EFT-01075	T & C Transport Services	Courier Expenses	\$784.03
4/09/2015	EFT-01075	Tyrecycle P/L	Collection of Tyres from Transfer station	\$893.36
4/09/2015	EFT-01075	WILSON SECURITY P/L	Building Security	\$1,887.34
4/09/2015	EFT-01075	YMCA of Perth Inc	Venue Hire for Earth Carers course	\$200.00
11/09/2015	EFT-01076	Bale Data Services	Cash Register rolls	\$129.62
11/09/2015	EFT-01076	Bowman & Associates P/L	Superintendent Fees - Landfill Phase 3 Development	\$2,431.00
11/09/2015	EFT-01076	CALTEX AUSTRALIA PETROLEUM PTY	Plant - Fuel and Oil	\$538.76
11/09/2015	EFT-01076	Castle Security & Electrical Pty	Building Security - call out charges	\$108.68
11/09/2015	EFT-01076	Cloe's Workwear	Staff Uniform	\$265.00
11/09/2015	EFT-01076	Command A Com	Telephone maintenance	\$198.00
11/09/2015	EFT-01076	EMRC	Drop off of Timber	\$291.00
11/09/2015	EFT-01076	Fuji Xerox Australia Pty Ltd	Photocopier lease	\$566.50
11/09/2015	EFT-01076	IFAP	Corporate Membership	\$330.00
11/09/2015	EFT-01076	Joondalup Office National	Stationery and Printing	\$57.90
11/09/2015	EFT-01076	MPL Laboratories	Leachate (rainfall on landfill) test	\$1,601.60

11/09/2015	EFT-01076	REPCO AUTO PARTS- Clarkson	Expendable Tools/Woksrshop Consumables	\$187.40
11/09/2015	EFT-01076	The Royal Agricultural Society of Australia	Entry Tickets	\$1,540.00
11/09/2015	EFT-01076	Topnotch Roof Plumbing	Seal roof & replace gutters for recycling shed	\$1,600.00
11/09/2015	EFT-01076	Town of Cambridge	Earth Carers Venue hire	\$63.00
11/09/2015	EFT-01076	Wanneroo Agricultural Society (Inc)	Earth Carers Venue hire	\$130.00
18/09/2015	EFT-01077	MRC	Payroll Employee Wages	\$107,827.88
17/09/2015	EFT-01078	A & G Wines Plumbing	Public Toilet cistern repairs	\$263.12
17/09/2015	EFT-01078	Blackwoods & Atkins	Protective Clothing - gloves	\$902.36
17/09/2015	EFT-01078	BOYA EQUIPMENT	Workshop supplies	\$86.90
17/09/2015	EFT-01078	Bunnings	Building maintenance	\$68.50
17/09/2015	EFT-01078	COVS Parts Pty Ltd	Engine Oil & Coolants for various plant on site	\$1,045.16
17/09/2015	EFT-01078	Creative Catering	Catering expenses - Earth Carers Course	\$1,378.30
17/09/2015	EFT-01078	Eco Faeries	Contract labour - Waste Education	\$88.60
17/09/2015	EFT-01078	GCM Enviro Pty Ltd	Repair & maintenance for Tana Compactor (PLANT78)	\$323.87
17/09/2015	EFT-01078	GOLDER ASSOCIATES PTY LTD	Landfill Phase 3 Development	\$2,194.50
17/09/2015	EFT-01078	MOBILE MASTERS	Supply & fit two way radio for Man Truck (PLANT104)	\$1,467.94
17/09/2015	EFT-01078	MOBILE MOUSE -	Staff Training	\$520.00
17/09/2015	EFT-01078	MPL Laboratories	Leachate (rainfall on landfill) test	\$1,516.90
17/09/2015	EFT-01078	Neverfail Springwater Ltd	Bottled water	\$335.70
17/09/2015	EFT-01078	Prendiville Catholic College	Waste Education Bus tours	\$200.00
17/09/2015	EFT-01078	RCG TECHNOLOGIES	Drop off of Asbestos	\$999.90
17/09/2015	EFT-01078	St Andrews	Drop off of Asbestos	\$200.00
17/09/2015	EFT-01078	St Denis School	Drop off of Asbestos	\$200.00
17/09/2015	EFT-01078	ST JOHN AMBULANCE	Staff Training - first aid	\$995.00
17/09/2015	EFT-01078	The Pest Guys	Building Maintenance - Pest Control	\$286.00
17/09/2015	EFT-01078	Tyrecycle P/L	Collection of Tyres from Transfer station	\$1,149.14
17/09/2015	EFT-01078	WA Local Government Association	HR Seminar	\$277.00
17/09/2015	EFT-01078	WesTrac Pty Ltd	Repair & maintenance for Tana Compactor (PLANT78)	\$813.87
17/09/2015	EFT-01078	Woodlands Primary School	Waste Education Bus tours	\$800.00
21/09/2015	EFT-01079	City of Joondalup	Carbon Tax Refund	\$740,969.00
21/09/2015	EFT-01079	City of Perth	Carbon Tax Refund	\$156,911.00
21/09/2015	EFT-01079	City of Stirling	Carbon Tax Refund	\$675,130.00
21/09/2015	EFT-01079	City of Vincent	Carbon Tax Refund	\$170,825.00
21/09/2015	EFT-01079	City of Wanneroo	Carbon Tax Refund	\$858,564.00
21/09/2015	EFT-01079	Town of Cambridge	Carbon Tax Refund	\$97,572.00
21/09/2015	EFT-01079	Town of Victoria Park	Carbon Tax Refund	\$149,684.00
21/09/2015	EFT-01080	Biovision 2020 Pty Ltd	Contractor's Fees	\$1,257,817.52
22/09/2015	EFT-01082	AMP FLEXIBLE SUPER	Superannuation Premium	\$777.78

22/09/2015	EFT-01082	Aon Master Trust - Personal Super	Superannuation Premium	\$865.81
22/09/2015	EFT-01082	Australian Ethical Super	Superannuation Premium	\$1,282.44
22/09/2015	EFT-01082	Australian Super Administration	Superannuation Premium	\$748.41
22/09/2015	EFT-01082	BT Super for Life - SG	Superannuation Premium	\$1,464.15
22/09/2015	EFT-01082	CBUS	Superannuation Premium	\$1,180.14
22/09/2015	EFT-01082	Colonial First State	Superannuation Premium	\$798.93
22/09/2015	EFT-01082	HOSTPLUS	Superannuation Premium	\$1,093.32
22/09/2015	EFT-01082	North Personal Superannuation	Superannuation Premium	\$1,207.49
22/09/2015	EFT-01082	Plum Superannuation Fund	Superannuation Premium	\$222.80
22/09/2015	EFT-01082	WALGS PLAN PTY LTD	Superannuation Premium	\$40,524.09
24/09/2015	EFT-01083	A1 Locksmiths	Master key cuts	\$153.00
24/09/2015	EFT-01083	Command A Com	Telephone maintenance	\$374.00
24/09/2015	EFT-01083	CSIRO	Groundwater sampling and reporting	\$20,301.60
24/09/2015	EFT-01083	Domain Catering	Catering expenses - Earth Carers Course	\$524.00
24/09/2015	EFT-01083	EMRC	Drop off of Timber	\$291.00
24/09/2015	EFT-01083	Excel Carpet Cleaning WA	Cleaning of Buildings - RRF	\$582.50
24/09/2015	EFT-01083	Gavin Burgess	Battery Collection program	\$2,320.00
24/09/2015	EFT-01083	GHD PTY LTD	CMS Figure 2 and 3 updates	\$2,135.66
24/09/2015	EFT-01083	Joondalup Office National	Staff Amenities	\$231.75
24/09/2015	EFT-01083	LANDFILL GAS & POWER PTY LTD	Electricity usage	\$9,829.40
24/09/2015	EFT-01083	Mission Impossible	Cleaning of Buildings	\$1,956.30
24/09/2015	EFT-01083	Olivers Lawn & Landscaping Pty Ltd	Landscaping and Gardens - RRF	\$398.00
24/09/2015	EFT-01083	Plants & Garden Rentals	Monthly plant rental	\$264.00
24/09/2015	EFT-01083	RCG TECHNOLOGIES	Drop off of Asbestos	\$1,841.40
24/09/2015	EFT-01083	Reece Vellios	Computer Systems Maintenance	\$13,776.40
24/09/2015	EFT-01083	Specialist News P/L	OH&S Expenses	\$819.00
24/09/2015	EFT-01083	Spider Waste Collection Services P/L	Collection of mattresses from Transfer station	\$6,256.00
24/09/2015	EFT-01083	Thermo Fisher Scientific	Replacements for Gas soil probe	\$1,303.83
24/09/2015	EFT-01083	TOX FREE AUSTRALIA P/L	Collection of Car gas bottles	\$373.18
24/09/2015	EFT-01083	Tyrecycle P/L	Collection of Tyres from Transfer station	\$663.73
24/09/2015	EFT-01083	WA Local Government Association	Staff Training	\$132.00
30/09/2015	EFT-01084	Electrodry Carpet Dry-cleaning	Carpet cleaning	\$200.00
30/09/2015	EFT-01084	John Hughes	Replacement car for Waste Education Department (PLANT106)	\$21,068.95
30/09/2015	EFT-01084	Kyocera Document Solutions	Photocopier lease	\$459.58
		Total EFT Payments		\$4,597,085.68

Cheque Payments	
Cheque No. 75 to 84	\$5,433.13
Electronic Payments:	
DP- 01310 to DP- 01323	\$285,532.73
Inter-Account Transfers	\$2,500,000.00
EFT- 01071 to EFT- 01084	\$4,597,085.68
Grand Total	\$7,388,051.54

CERTIFICATE OF CHIEF EXECUTIVE OFFICER

This schedule of accounts which was passed for payment, covering vouchers as above which was submitted to each member of Council on 3 December 2015 has been checked and is fully supported by vouchers and invoices which are submitted herewith and which have been duly certified as to the receipt of goods and the rendition of services and as to prices, computations, and costing and the amounts due for payment.

List of Payments for the month ended 31 October 2015

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APPENDIX NO. 5

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**Schedule of Payment for October 2015
Council Meeting - 3 December 2015**

Cheque Posting Date	Document No.	Vendor Name	Description	Cheque Amount
1/10/2015	85	ALINTA ENERGY	Gas usage	\$66.85
1/10/2015	86	TELSTRA	Telephone Expenses	\$454.12
1/10/2015	87	Department of Transport	Vehicle search fees	\$20.10
2/10/2015	88	Petty Cash	Reimbursement of petty cash expenses	\$942.10
7/10/2015	89	Mindarie Regional Council Staff Lotto Account	Staff lotto - Deducted from staff salary	\$280.00
8/10/2015	90	TELSTRA	Telephone Expenses	\$1,325.65
8/10/2015	91	Department of Transport	Vehicle registration	\$282.75
8/10/2015	92	WATER CORPORATION	Water usage	\$1,488.12
9/10/2015	93	TELSTRA	Telephone Expenses	\$1,001.25
27/10/2015	94	SYNERGY	Electricity usage	\$45.55
27/10/2015	95	TELSTRA	Telephone Expenses	\$1,007.71
27/10/2015	96	Department of Transport	Vehicle registration	\$64.45
27/10/2015	97	Reliance Petroleum	Distillate	\$12,296.78
30/10/2015	98	CHILD SUPPORT	Child Support Allowance payment - Deduction made from staff salary	\$1,433.82
30/10/2015	99	Health Insurance Fund of WA	Health Insurance premium deducted from staff salary	\$500.70
30/10/2015	100	Mindarie Regional Council Staff Lotto Account	Staff lotto - Deducted from staff salary	\$550.00
30/10/2015	101	Petty Cash	Reimbursement of petty cash expenses	\$982.35
		Total Cheque Payments		\$22,742.30
1/10/2015	DP-01324	Commonwealth Bank	Merchant Fees	\$922.21
1/10/2015	DP-01325	Commonwealth Bank	Merchant Fees	\$272.75
17/10/2015	DP-01326	Commonwealth Bank	CommBiz Fees	\$52.31
17/10/2015	DP-01327	Commonwealth Bank	Account Keeping fee	\$21.45
17/10/2015	DP-01328	Cancelled	Cancelled	\$0.00
19/10/2015	DP-01329	Australian Taxation Office	BAS September 2015	\$351,294.00
19/10/2015	DP-01330	National Australia Bank	Merchant Fees	\$161.80
19/10/2015	DP-01331	National Australia Bank	NAB Connect Fee	\$5.00
19/10/2015	DP-01332	inet	VOIP Charges	\$9.95
26/10/2015	DP-01333	National Australia Bank	Loan 12 Repayment	\$127,639.41
26/10/2015	DP-01334	National Australia Bank	Loan 12 Bill Drawdown Fee	\$150.00
26/10/2015	DP-01335	National Australia Bank	Loan 10A Repayment	\$43,832.53
30/10/2015	DP-01336	National Australia Bank	NAB Connect Fee	\$5.00
30/10/2015	DP-01337	National Australia Bank	Account Keeping fee	\$20.00

30/10/2015	DP-01338	National Australia Bank	Merchant Fees	\$133.80
30/10/2015	DP-01339	National Australia Bank	Loan 10C Repayment	\$41,019.77
30/10/2015	DP-01340	National Australia Bank	Loan 10C Bill Drawdown Fee	\$150.00
30/10/2015	DP-01341	National Australia Bank	Loan 10B Repayment	\$52,067.12
			Total Direct Payments	\$617,757.10
29/10/2015	Trf 1	Commonwealth Bank	Inter-account transfer	\$800,000.00
			Total Inter account Transfers	\$800,000.00
2/10/2015	EFT-01085	MRC	Payroll Employee Wages	\$107,881.55
2/10/2015	EFT-01086	Beaufort Street Network Inc	Beaufort Street festival	\$275.00
2/10/2015	EFT-01086	BOC Limited	Gay cylinder hire charges	\$101.42
2/10/2015	EFT-01086	Bunnings	Expendable Tools	\$43.65
2/10/2015	EFT-01086	Cabcharge Australia Ltd	Travelling Expenses	\$23.52
2/10/2015	EFT-01086	CAPS Australia Pty Ltd	12,000hr service - leachate compressor	\$1,338.48
2/10/2015	EFT-01086	Castle Security & Electrical Pty	Building Security maintenance	\$681.78
2/10/2015	EFT-01086	City of Stirling	2015/16 Rates for Tamala Park	\$15,870.17
2/10/2015	EFT-01086	City of Wanneroo	2015/16 Rates for Tamala Park	\$7,935.08
2/10/2015	EFT-01086	COMMUNITY NEWSPAPER GROUP	Advertisement Expenses - Earth Carers Course	\$3,775.56
2/10/2015	EFT-01086	COVS Parts Pty Ltd	1,000lt Adblue for workshop	\$1,100.00
2/10/2015	EFT-01086	Creative Catering	Catering Expenses - WA leadership	\$727.50
2/10/2015	EFT-01086	Crossland & Hardy Pty Ltd	Bi - Monthly volume survey	\$1,639.00
2/10/2015	EFT-01086	Domain Catering	Catering Expenses - Earth Carers Course	\$197.50
2/10/2015	EFT-01086	Enviro Sweep	Access Road Maintenance	\$1,650.00
2/10/2015	EFT-01086	Flick Anticimex P/L	Hygiene Services	\$844.83
2/10/2015	EFT-01086	Fuji Xerox Australia Pty Ltd	Photocopying Expenses	\$148.50
2/10/2015	EFT-01086	Herbert Smith Freehills	Legal Expenses	\$1,322.75
2/10/2015	EFT-01086	Instant Products Group	Portable toilet hire & servicing	\$688.62
2/10/2015	EFT-01086	Iron Mountain Australia Pty Ltd	Data storage	\$15.40
2/10/2015	EFT-01086	Joondalup Office National	Staff Amenities	\$282.84
2/10/2015	EFT-01086	Komatsu Australia	Rock teeth plus pins	\$3,083.71
2/10/2015	EFT-01086	Magcorp Pty Ltd	Voicemail subscription	\$113.33
2/10/2015	EFT-01086	Midalia Steel	Steel for workshop usage	\$1,579.58
2/10/2015	EFT-01086	REPCO AUTO PARTS- Clarkson	Workshop Consumables	\$28.27
2/10/2015	EFT-01086	SIGNARAMA	Signage for site	\$7,310.60
2/10/2015	EFT-01086	SITA Australia Pty Ltd	Confidential bin collection	\$138.73
2/10/2015	EFT-01086	Spider Waste Collection Services P/L	Collection of mattresses from transfer station	\$3,168.00
2/10/2015	EFT-01086	Staples Australia P/L	Staff Amenities	\$135.50

2/10/2015	EFT-01086	SURVEY GRAPHICS	Landfill Phase 3 Development	\$1,083.50
2/10/2015	EFT-01086	T & C Transport Services	Courier Expenses	\$674.19
2/10/2015	EFT-01086	The Pest Guys	Treatment for bees	\$165.00
2/10/2015	EFT-01086	Town of Cambridge	2015/16 Rates for Tamala Park	\$3,606.86
2/10/2015	EFT-01086	Tyrecycle P/L	Collection of Tyres from Transfer station	\$314.38
2/10/2015	EFT-01086	Vertical Telecoms Pty Ltd	RRF antenna maintenance	\$1,370.36
2/10/2015	EFT-01086	WA Local Government Association	MWAC 2015/16 Contribution	\$57,285.80
2/10/2015	EFT-01086	WesTrac Pty Ltd	Repair & maintenance for Tana Compactor (PLANT78)	\$3,360.35
2/10/2015	EFT-01087	MRC Credit Card	Revegetation trial	\$1,242.30
2/10/2015	EFT-01087	MRC Credit Card	Reticulation supplies	\$171.38
2/10/2015	EFT-01087	MRC Credit Card	Waste to Energy Conference	\$5,090.04
2/10/2015	EFT-01087	MRC Credit Card	Bank Charges	\$14.71
5/10/2015	EFT-01088	City of Joondalup	Lease Fees for October 2015	\$10,586.70
5/10/2015	EFT-01088	City of Perth	Lease Fees for October 2015	\$5,293.34
5/10/2015	EFT-01088	City of Stirling	Lease Fees for October 2015	\$21,173.36
5/10/2015	EFT-01088	City of Vincent	Lease Fees for October 2015	\$5,293.34
5/10/2015	EFT-01088	City of Wanneroo	Lease Fees for October 2015	\$10,586.69
5/10/2015	EFT-01088	Town of Cambridge	Lease Fees for October 2015	\$5,293.34
5/10/2015	EFT-01088	Town of Victoria Park	Lease Fees for October 2015	\$5,293.34
8/10/2015	EFT-01089	Alance Newspaper & Magazine Delivery	Periodicals/ Publications	\$139.20
8/10/2015	EFT-01089	ALLIGHTSYKES P/L	Repair & maintenance for Lighting Tower (PLANT88)	\$1,152.57
8/10/2015	EFT-01089	Belridge Bus Charter	Waste Education Bus tours	\$880.00
8/10/2015	EFT-01089	BOULEVARD FLORIST	Flowers for staff	\$165.00
8/10/2015	EFT-01089	Bowman & Associates P/L	Superintendent Fees - Landfill Phase 3 Development	\$2,629.00
8/10/2015	EFT-01089	Brand Success	Steel drink bottles - Waste Education Dept.	\$436.59
8/10/2015	EFT-01089	CALTEX AUSTRALIA PETROLEUM PTY	Plant - Fuel and Oil	\$761.34
8/10/2015	EFT-01089	Castle Security & Electrical Pty	Building Security - RRF	\$1,173.54
8/10/2015	EFT-01089	City of Joondalup	2015/16 Rates for Tamala Park	\$1,519.69
8/10/2015	EFT-01089	Cloe's Workwear	Staff Uniforms/Protective Clothing	\$95.20
8/10/2015	EFT-01089	Domain Catering	Catering Expenses - Earth Carers Course	\$1,043.00
8/10/2015	EFT-01089	DRAGE SIGNS	Signage for Earth Carers Course	\$1,485.00
8/10/2015	EFT-01089	ECOLO WA	Odour trial - drizzle mat	\$329.45
8/10/2015	EFT-01089	EMRC	Drop off of Timber	\$860.40
8/10/2015	EFT-01089	ERTECH PTY LTD	Staff Training	\$216.70
8/10/2015	EFT-01089	Fennell Tyres International Pty Ltd	Puncture repairs for Komatsu Loader (PLANT94)	\$566.50
8/10/2015	EFT-01089	Fuji Xerox Australia Pty Ltd	Photocopying Expenses & Photocopier lease	\$1,120.77
8/10/2015	EFT-01089	Joondalup Office National	Staff Amenities	\$430.45
8/10/2015	EFT-01089	Midalia Steel	Steel for workshop usage	\$896.10

8/10/2015	EFT-01089	MINDARIE BUS CHARTER	Waste Education bus tours	\$770.00
8/10/2015	EFT-01089	Neverfail Springwater Ltd	Staff Amenities	\$341.85
8/10/2015	EFT-01089	Performance Packaging	Bin liners and paper towels	\$205.81
8/10/2015	EFT-01089	Plants & Garden Rentals	Monthly plant rental	\$264.00
8/10/2015	EFT-01089	RCG TECHNOLOGIES	Drop off of Asbestos	\$2,046.00
8/10/2015	EFT-01089	Reece Vellios	Computer Systems Maintenance	\$6,690.20
8/10/2015	EFT-01089	Security Specialists Australia Pty Ltd	Cash Collection expenses	\$364.65
8/10/2015	EFT-01089	SEEK Limited	Staff Recruitment	\$633.60
8/10/2015	EFT-01089	Spider Waste Collection Services P/L	Collection of mattresses from transfer station	\$6,176.00
8/10/2015	EFT-01089	Staples Australia P/L	Stationery	\$318.88
8/10/2015	EFT-01089	Stephen Michael Terenciuk	Puncture tyres for Hino Bin Truck (PLANT61)	\$790.00
8/10/2015	EFT-01089	The Funk Factory	Education Centre repairs to displays	\$363.00
8/10/2015	EFT-01089	Topnotch Roof Plumbing	Replace box gutters on roof of recycling shed	\$850.00
8/10/2015	EFT-01089	Town of Victoria Park	2015/16 Rates for Tamala Park	\$3,606.86
8/10/2015	EFT-01089	Tutt Bryant Equipment WA	Scheduled service for Bomag Compactor (PLANT100)	\$5,553.19
8/10/2015	EFT-01089	Tyrecycle P/L	Collection of Tyres from Transfer station	\$1,759.86
9/10/2015	EFT-01090	Cancelled	Cancelled	\$0.00
16/10/2015	EFT-01091	MRC	Payroll Employee Wages	\$101,748.85
20/10/2015	EFT-01092	Gunther Hoppe	Reimbursement of petty cash expenses	\$155.13
20/10/2015	EFT-01093	Biovision 2020 Pty Ltd	Contractor's Fees	\$775,416.13
23/10/2015	EFT-01094	Allpipe Technologies P/L	Inspection well - stage 2 phase 2	\$748.00
23/10/2015	EFT-01094	CHUBB FIRE SAFETY LTD	Fire Extinguisher Service	\$5,144.81
23/10/2015	EFT-01094	City of Perth	2015/16 Rates for Tamala Park	\$3,606.86
23/10/2015	EFT-01094	COVS Parts Pty Ltd	Macnaught rapid flow drum pump	\$1,028.59
23/10/2015	EFT-01094	ECOLO WA	Odour trial - drizzle mat	\$4,616.70
23/10/2015	EFT-01094	Electrodry Carpet Dry-cleaning	Carpet cleaning for admin	\$254.00
23/10/2015	EFT-01094	Gavin Burgess	Battery collection program	\$3,386.00
23/10/2015	EFT-01094	GHD PTY LTD	Consultancy - Ground water	\$3,551.63
23/10/2015	EFT-01094	IW Projects	Consultancy - PAG & Projects	\$8,542.60
23/10/2015	EFT-01094	Jason Signmakers	Signs & Barricades	\$1,017.50
23/10/2015	EFT-01094	Joondalup Office National	Computer consumables	\$327.64
23/10/2015	EFT-01094	L & T Venables	Workshop consumables	\$211.36
23/10/2015	EFT-01094	Lasso Kip P/L	Advertising expenses	\$700.00
23/10/2015	EFT-01094	Midalia Steel	Steel for signage	\$697.29
23/10/2015	EFT-01094	MOBILE MASTERS	Purchase of two way radio & base station	\$3,807.43
23/10/2015	EFT-01094	Ornithological Technical Services	Ibis Culling	\$600.00
23/10/2015	EFT-01094	Performance Packaging	Paper towels for workshop	\$97.21
23/10/2015	EFT-01094	Reece Vellios	Computer Systems Maintenance	\$7,944.20

23/10/2015	EFT-01094	Shaleco Contruction	Renovations to Recycling Cribroom	\$11,162.00
23/10/2015	EFT-01094	SITA Australia Pty Ltd	Confidential bin collection	\$5.50
23/10/2015	EFT-01094	SNAP Joondalup	Printing expenses - log book	\$35.00
23/10/2015	EFT-01094	SURVEY GRAPHICS	Consultancy - Landfill Phase 3 Development	\$687.50
23/10/2015	EFT-01094	Thermo Fisher Scientific	Work done for Ground water analysis	\$323.40
23/10/2015	EFT-01094	Toyota Material Handling P/L	Parts for Toyota Forklift (PLANT98)	\$153.59
23/10/2015	EFT-01094	Tyrecycle P/L	Collection of Tyres from Transfer station	\$762.43
27/10/2015	EFT-01095	Department of Environment Regulation	DEP Landfill levy July-Sept 2015	\$3,242,660.01
28/10/2015	EFT-01096	MRC	Payroll Employee Wages	\$5,281.55
28/10/2015	EFT-01097	MRC	Payroll Employee Wages	\$5,155.05
30/10/2015	EFT-01098	MRC	Payroll Employee Wages	\$106,014.24
30/10/2015	EFT-01099	Kathrine Goldsmith	Enviro Conference	\$1,041.93
30/10/2015	EFT-01100	A Noble & Son Ltd	Inspection of slings and chains.	\$506.00
30/10/2015	EFT-01100	Australian Institute of Management	Staff Training	\$1,365.00
30/10/2015	EFT-01100	Blackwoods & Atkins	Protective Clothing	\$1,059.41
30/10/2015	EFT-01100	Bunnings	Bushland management	\$253.11
30/10/2015	EFT-01100	Cabcharge Australia Ltd	Travelling Expenses	\$6.09
30/10/2015	EFT-01100	Castle Security & Electrical Pty	Call out charges	\$149.44
30/10/2015	EFT-01100	Castledine Gregory	Legal Expenses	\$8,933.10
30/10/2015	EFT-01100	Duncraig Primary School	Waste Education bus tours	\$200.00
30/10/2015	EFT-01100	Excel Carpet Cleaning WA	Cleaning of Buildings	\$520.00
30/10/2015	EFT-01100	Fuelfix P/L	Tipface bowser fuel hose support spring	\$44.00
30/10/2015	EFT-01100	IFAP	Manual Handling course	\$3,472.70
30/10/2015	EFT-01100	Iron Mountain Australia Pty Ltd	Data storage	\$15.40
30/10/2015	EFT-01100	Jason Signmakers	Signs - Plant stickers	\$105.60
30/10/2015	EFT-01100	Keynote Conferences	Waste & Recycling Conference	\$2,930.00
30/10/2015	EFT-01100	Kitec Electrical Services	Repairs to workshop lights and cable pit	\$1,341.69
30/10/2015	EFT-01100	LANDFILL GAS & POWER PTY LTD	Electricity usage	\$10,640.10
30/10/2015	EFT-01100	LGISWA	Insurance Premiums	\$133,019.26
30/10/2015	EFT-01100	Magicorp Pty Ltd	Voicemail subscription	\$113.33
30/10/2015	EFT-01100	Michael Page Internation P/L	Project Manager - No Glass campaign	\$2,329.25
30/10/2015	EFT-01100	Mission Impossible	Cleaning of Buildings	\$1,956.30
30/10/2015	EFT-01100	MOBILE MASTERS	Fit two way radio to new Carnival (PLANT106)	\$757.35
30/10/2015	EFT-01100	Olivers Lawn & Landscaping Pty Ltd	Landscaping and Gardens - RRF	\$519.00
30/10/2015	EFT-01100	RCG TECHNOLOGIES	Drop off of Asbestos	\$2,049.30
30/10/2015	EFT-01100	SafeWork	Drug & Alcohol tests	\$1,035.01
30/10/2015	EFT-01100	Spider Waste Collection Services P/L	Collection of mattresses from transfer station	\$4,608.00
30/10/2015	EFT-01100	SURVEY GRAPHICS	Monitoring Program - landfill photos	\$577.50

30/10/2015	EFT-01100	Tiger Lawn & Garden	Cutting of Vetiver grass	\$500.00
30/10/2015	EFT-01100	TOX FREE AUSTRALIA P/L	De-sludge WWTP tank	\$1,072.50
30/10/2015	EFT-01100	Tutt Bryant Equipment WA	Repair & maintenance of Sumitomo Excavator (PLANT89)	\$1,339.50
30/10/2015	EFT-01100	Ventouras Advertising & Design	Print & supply of Waste & Recycling Conference display boards	\$3,037.10
30/10/2015	EFT-01100	Veraison Enterprises P/L	Senior management Training	\$1,320.00
30/10/2015	EFT-01100	Widdesons Hire Service	Marquee hire for Royal Show	\$1,529.00
30/10/2015	EFT-01101	MRC Credit Card	Odour STD (AUST)	\$677.71
30/10/2015	EFT-01101	MRC Credit Card	Fuel filters	\$66.95
30/10/2015	EFT-01101	MRC Credit Card	4 x 40mm blanking caps from Total Eden	\$49.50
30/10/2015	EFT-01101	MRC Credit Card	Equip 20 Debuggers - ticks	\$449.00
30/10/2015	EFT-01101	MRC Credit Card	Total eden reticulation work	\$3,270.55
30/10/2015	EFT-01103	AMP FLEXIBLE SUPER	Superannuation Premium	\$1,137.86
30/10/2015	EFT-01103	Aon Master Trust - Personal Super	Superannuation Premium	\$1,267.26
30/10/2015	EFT-01103	Australian Ethical Super	Superannuation Premium	\$1,923.66
30/10/2015	EFT-01103	Australian Super Administration	Superannuation Premium	\$1,612.35
30/10/2015	EFT-01103	BT Super for Life - SG	Superannuation Premium	\$2,309.22
30/10/2015	EFT-01103	CBUS	Superannuation Premium	\$1,752.55
30/10/2015	EFT-01103	Colonial First State	Superannuation Premium	\$1,198.44
30/10/2015	EFT-01103	HOSTPLUS	Superannuation Premium	\$1,753.10
30/10/2015	EFT-01103	North Personal Superannuation	Superannuation Premium	\$1,855.94
30/10/2015	EFT-01103	Plum Superannuation Fund	Superannuation Premium	\$334.20
30/10/2015	EFT-01103	WALGS PLAN PTY LTD	Superannuation Premium	\$58,431.47
30/10/2015	EFT-01104	Daniel Topor	Project Manager - No Glass campaign	\$651.40
			Total EFT Payments	\$4,909,563.58

Cheque Payments	
Cheque No. 85 to 101	\$22,742.30
Electronic Payments:	
DP- 01324 to DP- 01341	\$617,757.10
Inter-Account Transfers	\$800,000.00
EFT- 01085 to EFT- 01104	\$4,909,563.58
Grand Total	\$6,350,062.98

CERTIFICATE OF CHIEF EXECUTIVE OFFICER

This schedule of accounts which was passed for payment, covering vouchers as above which was submitted to each member of Council on 3 December 2015 has been checked and is fully supported by vouchers and invoices which are submitted herewith and which have been duly certified as to the receipt of goods and the rendition of services and as to prices, computations, and costing and the amounts due for payment.

Mindarie Regional Council Annual Financial Statements – June 2015

Item
9.4

APPENDIX NO. 6

Item
9.4

REVIEW OF FINANCIAL PERFORMANCE FOR THE YEAR

The financial statements included in this report reflect the results and financial position of the Mindarie Regional Council (MRC) for the year ended 30 June 2015 and should be read in conjunction with the accounting policies and precepts adopted by the MRC.

Total comprehensive income

The total comprehensive income for the year ended 30 June 2015 was a surplus of \$24,679,946 (2013/14: \$4,545,090).

The surplus for the year is primarily attributable to the fair value changes to property, plant, equipment, infrastructure and excavation works at 30 June 2015. The nominal net result for the year of \$408,439 is lower than in the prior year as a result of reduced tonnes received by the MRC.

Total operating revenues

The total operating income of \$49,717,263 has decreased by \$1,346,130 (3%) compared with the previous year, primarily as a result of the repeal of the Carbon Price, offset by an increase in revenue from gas generation services.

Operating expenses

The total operating expenditures for the year increased by \$1,904,366 (4%) compared to the previous year, primarily as a result of the mid-year increase in the landfill levy from \$28 per tonne to \$55 per tonne.

Actual expenses are \$2,633,837 less than the budget for 2014/15, as a result of reductions achieved across almost all areas of the business.

The increase in operating expenditures compared to the prior year was mainly due to the following:

- RRF Processing costs
The mid-year increase in the landfill levy from \$28 per tonne to \$55 per tonne resulted in a consequential increase in the RRF processing costs, which along with a contractual inflationary increase in processing costs, resulted in an increase of \$1,222,489.
- Landfill levy expenses
The landfill levy increased by \$2,612,059 primarily as a result of a mid-year in the landfill levy from \$28 per tonne to \$55 per tonne.

both of which are partially offset by a decrease of \$2,097,290 in carbon price expenditure.

DISPOSAL FEES AND CHARGES

Disposal fees and charges for the year ended 30 June 2015 are shown in the table below, as dollars per tonne inclusive of GST, unless otherwise indicated.

GENERAL ENTRY

0. Member local governments	
1 July 2014 – 31 December 2014	\$127.60
1 January 2015 – 30 June 2015	\$152.35
<hr/>	
1. Minimum entry to site	\$15.00
2. General waste – price per tonne	
1 July 2014 – 31 December 2014	\$158.00
1 January 2015 – 30 June 2015	\$188.00

SPECIFIED MATERIALS

3. Asbestos – price per tonne	\$200.00
4. Mattresses – per item <i>(in addition to general entry rate where part of a mixed load)</i>	\$17.00
5. Tyres – price per tonne	\$315.00
6. Small animals – per animal	\$15.00
7. Large animals – per animal	\$25.00
8. Controlled waste – per tonne	\$215.00
9. Lightweight bulk material – per cubic metre	\$70.00
10. Special burials – per 5 cubic metres <i>(in addition to general entry rate)</i>	\$210.00

PENALTY CHARGES

11. Replacement of Drive Control Station cards	\$60.00
12. Replacement of gate access remotes	\$150.00
13. Tipping with no payment (drive-aways)	\$75.00

WEIGHBRIDGE UNAVAILABILITY

14. Uncompacted waste – per axle	\$45.00
15. Compacted waste – per axle	\$90.00

FACILITY HIRE

16. Conference facilities – per hour, <i>(at management's discretion, subject to availability)</i>	\$150.00
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DISCOUNTS

Discounts may be granted at the discretion of the Chief Executive Officer.

WASTE PROCESSED BY THE MINDARIE REGIONAL COUNCIL

The table below reflects the waste received for processing by the MRC over the period since it commenced operations in 1991.

Period/Year	Total tonnes received by the MRC	Tonnes diverted to the RRF	Residue returned from RRF	Tonnes landfilled at Tamala Park	Tonnes landfilled offsite
1991	32,991	-	-	32,991	-
1992	150,487	-	-	150,487	-
1993	156,024	-	-	156,024	-
1994	151,945	-	-	151,945	-
1995	163,818	-	-	163,818	-
1996	179,006	-	-	179,006	-
1997	186,875	-	-	186,875	-
1998	225,620	-	-	225,620	-
1999	249,114	-	-	249,114	-
2000	336,502	-	-	336,502	-
2001	339,285	-	-	339,285	-
2002	331,576	-	-	331,576	-
2003	319,756	-	-	319,756	-
2004	328,655	-	-	328,655	-
2005	333,437	-	-	333,437	-
2006	349,156	-	-	349,156	-
2007	352,544	-	-	352,544	-
2008	380,189	-	-	380,189	-
2009	368,495	7,868	2,112	362,739	-
2010	352,035	65,010	28,889	315,914	-
2011	323,834	97,353	44,489	270,970	4,276
2012	249,783	105,213	45,414	189,984	6,239
2013	234,237	97,957	48,016	184,296	965
2014	339,262	101,622	44,059	281,699	-
2015	320,785	105,657	51,575	266,703	-
TOTAL	6,755,411	580,680	264,554	6,439,285	11,480

WASTE DELIVERED ANALYSED BY SOURCE

Waste received by the MRC is analysed by major source in the table below for the current and previous years.

Source	Tonnes received by the MRC 2015	Tonnes diverted to the RRF	Tonnes landfilled at Tamala Park	Tonnes received by the MRC 2014	Variance
Town of Cambridge	8,011	1,164	6,847	8,546	(535)
City of Joondalup	65,320	41,758	23,562	67,047	(1,727)
City of Perth	13,344	-	13,344	13,974	(630)
City of Stirling	114,751	-	114,751	112,334	2,417
Town of Victoria Park	12,990	7,141	5,849	13,434	(444)
City of Vincent	15,094	7,994	7,100	15,593	(499)
City of Wanneroo	66,516	47,600	18,916	68,730	(2,214)
Total members	296,026	105,657	190,369	299,658	(3,632)
City of South Perth	-	-	-	129	(129)
Other casuals	19,897	-	19,897	30,488	(10,591)
Total casuals	19,897	-	19,897	30,617	(10,720)
RRF residue*	51,575	-	51,575	44,059	7,516
City of Wanneroo	4,862	-	4,862	8,987	(4,125)
Total other	56,437	-	56,437	53,046	3,391
TOTAL	372,360	105,657	266,703	383,321	(10,961)

* Not considered as part of the external tonnes received by the MRC in calculating the 320,785 tonnes (2014: 339,262) of waste received by the MRC.

MINDARIE REGIONAL COUNCIL
Financial Report
For the year ended 30 June 2015

Local Government Act 1995

Local Government (Financial Management) Regulations 1996

STATEMENT BY THE CHIEF EXECUTIVE OFFICER

The attached financial statements, including the supporting notes and information, of the Mindarie Regional Council for the financial year ended 30 June 2015 are in my opinion drawn up so as to present fairly the financial position of the Mindarie Regional Council as at 30 June 2015 and the results of its operations for the financial year then ended in accordance with Australian Accounting Standards and in compliance with the provisions of the Local Government Act 1995 and the regulations under that Act.

Signed as authorisation of issue on the 3rd day of December 2015.

Brian Callander

Chief Executive Officer

INDEPENDENT AUDITOR'S REPORT

TO: MEMBERS OF MINDARIE REGIONAL COUNCIL

Report on the Financial Report

We have audited the financial report of the Mindarie Regional Council, which comprises the Statement of Financial Position as at 30 June 2015 and the Statement of Comprehensive Income by Nature or Type, Statement of Comprehensive Income by Program, Statement of Changes in Equity and Statement of Cash Flows for the year ended on that date and a summary of significant accounting policies and other explanatory information and the Statement by Chief Executive Officer.

Management's Responsibility for the Financial Report

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

Auditor's Responsibility

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

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

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

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional accounting bodies.

INDEPENDENT AUDITOR'S REPORT (Cont'd)

Auditor's Opinion

In our opinion, the financial report of the Mindarie Regional Council:

- (a) gives a true and fair view of the financial position of the Mindarie Regional Council as at 30 June 2015 and of its financial performance for the year ended on that date; and
- (b) complies with the Local Government Act 1995 (as amended), the Local Government (Financial Management) Regulations 1996 (as amended) and the Australian Accounting Standards.

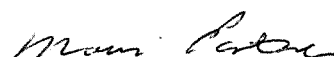
Report on Other Legal and Regulatory Requirements

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

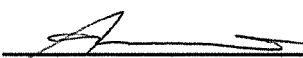
- (a) There are no matters that in our opinion indicate significant adverse trends in the financial position or financial management practices of the Council.
- (b) There are no matters indicating non-compliance with Part 6 of the Local Government Act 1995 (as amended), the Local Government (Financial Management) Regulations 1996 (as amended) or applicable financial controls of any other written law were noted during the course of our audit.
- (c) In relation to the asset consumption ratio and asset renewal funding ratio (presented at Note 25 of the annual financial report) we have reviewed the calculations as presented and nothing has come to our attention to suggest they are not:
 - (i) reasonably calculated; and
 - (ii) based on verifiable information.
- (d) All necessary information and explanations were obtained by us.
- (e) All audit procedures were satisfactorily completed in conducting our audit.

Matters Relating to the Electronic Publication of the Audited Financial Report

This auditor's report relates to the financial report of the Mindarie Regional Council for the year ended 30 June 2015 included on the Mindarie Regional Council's website. Management is responsible for the integrity of the Mindarie Regional Council's website. The auditor's report refers only to the subject matter described above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to refer to the hard copy of the audited financial report to confirm the information contained in this website version of the financial report.



MACRI PARTNERS
CERTIFIED PRACTISING ACCOUNTANTS
SUITE 2, 137 BURSWOOD ROAD
BURSWOOD WA 6100



A MACRI
PARTNER

PERTH
DATED THIS 13TH DAY OF NOVEMBER 2015.



Mindarie Regional Council
Statement of comprehensive income (by nature and type)
For the year ended 30 June 2015

	Notes	ACTUAL 2014/2015 \$	BUDGET 2014/2015 \$	ACTUAL 2013/2014 \$
Revenue from ordinary activities				
Grants and subsidies	35	10,000	-	302,926
Contributions, reimbursements and donations		25,178	29,287	9,715
Fees and charges		47,693,731	47,648,998	46,996,831
Carbon price		-	-	2,097,290
Gas generation services	2	825,075	505,000	412,039
Interest earnings	2	658,942	700,900	600,541
Other revenue	2	<u>504,337</u>	<u>396,000</u>	<u>644,051</u>
Total operating income		49,717,263	49,280,185	51,063,393
Operating expenses				
Employee costs		(4,554,715)	(4,928,509)	(4,372,298)
Materials and contracts		(26,009,395)	(26,988,839)	(24,786,906)
Utilities		(186,542)	(182,300)	(183,574)
Depreciation	2	(1,124,413)	(1,157,556)	(1,199,535)
Borrowing costs	2	(568,087)	(806,300)	(676,450)
Insurance		(177,011)	(348,430)	(196,568)
Carbon price		-	-	(2,097,290)
Amortisation	2	(4,940,078)	(5,287,234)	(4,744,382)
Other expenses	2	<u>(10,829,266)</u>	<u>(11,324,176)</u>	<u>(8,228,138)</u>
Total operating expenses		(48,389,507)	(51,023,344)	(46,485,141)
Profit/(Loss) from ordinary activities		1,327,756	(1,743,159)	4,578,252
Impairment on revaluation of assets	23	(620,988)	-	-
Loss on sale of assets	24	<u>(298,329)</u>	<u>(27,755)</u>	<u>(33,162)</u>
		(919,317)	(27,755)	(33,162)
NET RESULT		<u>408,439</u>	<u>(1,770,914)</u>	<u>4,545,090</u>
Other comprehensive income				
Changes on revaluation of assets	18	<u>24,271,507</u>	-	-
Total other comprehensive income		24,271,507	-	-
TOTAL COMPREHENSIVE INCOME		<u>24,679,946</u>	<u>(1,770,914)</u>	<u>4,545,090</u>

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

Mindarie Regional Council
Statement of comprehensive income (by program)
For the year ended 30 June 2015

	Notes	ACTUAL 2014/2015 \$	BUDGET 2014/2015 \$	ACTUAL 2013/2014 \$
Operating revenues				
Community amenities		<u>49,717,263</u>	<u>49,280,185</u>	<u>51,063,393</u>
Total operating revenues		49,717,263	49,280,185	51,063,393
Operating expenses				
Governance		(4,554,715)	(4,209,244)	(4,854,107)
Community amenities		(18,988,567)	(22,290,000)	(17,983,751)
Resource recovery facility		<u>(24,278,138)</u>	<u>(23,717,800)</u>	<u>(22,970,833)</u>
Total operating expenses		(47,821,420)	(50,217,044)	(45,808,691)
(Loss)/profit on sale of assets				
Governance		(9,158)	(5,786)	-
Community amenities		<u>(289,171)</u>	<u>(21,969)</u>	<u>(33,162)</u>
Total (loss)/profit on sale of assets	24	(298,329)	(27,755)	(33,162)
Finance costs				
Community amenities		(310,732)	(430,100)	(286,964)
Resource recovery facility		<u>(257,355)</u>	<u>(376,200)</u>	<u>(389,486)</u>
Total finance costs	2	(568,087)	(806,300)	(676,450)
Impairment of assets				
Community amenities	23	<u>(620,988)</u>	-	-
Total impairment on revaluation of assets		(620,988)	-	-
NET RESULT		<u>408,439</u>	<u>(1,770,914)</u>	<u>4,545,090</u>
Other comprehensive income				
Changes on revaluation of assets		<u>24,271,507</u>	-	-
Total other comprehensive income		24,271,507	-	-
TOTAL COMPREHENSIVE INCOME		<u>24,679,946</u>	<u>(1,770,914)</u>	<u>4,545,090</u>

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

Mindarie Regional Council
Statement of financial position
As at 30 June 2015

	Notes	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
Current assets			
Cash and equivalents	3	26,497,613	23,788,675
Trade and other receivables	4	3,024,878	3,135,764
Inventories	5	11,463	12,280
Other current assets	6	228,556	199,415
Total current assets		<u>29,762,510</u>	<u>27,136,134</u>
Non-current assets			
Property, plant and equipment	7	14,739,058	11,880,460
Infrastructure	8	4,876,416	1,678,941
Excavation work	9	32,531,628	15,053,930
Resource recovery facility	10	6,583,125	8,100,232
Rehabilitation asset	11	7,765,115	8,611,215
Total non-current assets		<u>66,495,342</u>	<u>45,324,778</u>
TOTAL ASSETS		96,257,852	72,460,912
Current liabilities			
Trade and other payables	12	5,981,272	4,932,612
Provisions	13	657,538	440,335
Borrowings	14	3,786,698	2,679,776
Other liabilities	16	3,340,731	-
Total current liabilities		<u>13,766,239</u>	<u>8,052,723</u>
Non-current liabilities			
Provisions	13	116,913	273,167
Borrowings	14	5,382,541	9,169,239
Rehabilitation provision	15	14,517,443	14,046,246
Other liabilities	16	644,848	4,022,375
Total non-current liabilities		<u>20,661,745</u>	<u>27,511,027</u>
TOTAL LIABILITIES		34,427,984	35,563,750
NET ASSETS		<u>61,829,868</u>	<u>36,897,162</u>
EQUITY			
Retained surplus		13,108,614	12,941,596
Reserves	17	15,377,524	15,136,103
Revaluation surplus	18	29,884,528	5,613,017
Council contributions	19	3,459,202	3,206,446
TOTAL EQUITY		<u>61,829,868</u>	<u>36,897,162</u>

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

Mindarie Regional Council
Statement of changes in equity
For the year ended 30 June 2015

	Retained Surplus \$	Reserves \$	Revaluation Surplus \$	Council Contributions \$	Total \$
Balance as at 1 July 2013	14,620,888	8,911,721	5,613,017	2,968,220	32,113,846
Net result	4,545,090	-	-	-	4,545,090
Capital contributions	-	-	-	238,226	238,226
Transfer (to)/from reserves	(6,224,382)	6,224,382	-	-	-
Balance as at 30 June 2014	<u>12,941,596</u>	<u>15,136,103</u>	<u>5,613,017</u>	<u>3,206,446</u>	<u>36,897,162</u>
Balance as at 1 July 2014	12,941,596	15,136,103	5,613,017	3,206,446	36,897,162
Net result	408,439	-	-	-	408,439
Capital contributions	-	-	-	252,756	252,756
Transfer (to)/from reserves	(241,421)	241,421	-	-	-
Increases on revaluation of assets	-	-	24,271,507	-	24,271,507
Balance as at 30 June 2015	<u>13,108,614</u>	<u>15,377,524</u>	<u>29,884,524</u>	<u>3,459,202</u>	<u>61,829,864</u>

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

Mindarie Regional Council
Statement of cash flows
For the year ended 30 June 2015

	Notes	ACTUAL 2014/2015 \$	BUDGET 2014/2015 \$	ACTUAL 2013/2014 \$
Cash flows from operating activities				
<u>Receipts</u>				
Grants and subsidies		10,000	-	302,926
Contributions, reimbursements and donations		25,178	29,287	-
Service charges		825,075	505,000	-
Fees and charges		47,804,617	47,648,998	49,443,807
Interest earnings		624,770	700,900	600,541
Other revenue		483,829	396,000	1,068,229
<u>Payments</u>				
Employee costs		(4,475,589)	(4,928,509)	(4,445,061)
Materials and contracts		(24,952,550)	(26,988,839)	(23,476,183)
Utilities		(186,542)	(182,300)	(183,574)
Borrowing costs		(568,087)	(806,300)	(676,450)
Insurance		(177,011)	(348,430)	(196,568)
Other expenditure		<u>(10,829,266)</u>	<u>(10,179,760)</u>	<u>(10,325,428)</u>
Net cash from operating activities	20(b)	8,584,424	5,846,047	12,112,239
Cash flows from investing activities				
Payments for purchases of property, plant and equipment		(1,662,159)	(12,515,627)	(1,658,556)
Payments for excavation works		(2,067,412)	(3,825,000)	(2,205,336)
Council contributions		252,756	252,757	238,226
Payments for work-in-progress		-	-	2,599
Proceeds from sale of assets		<u>317,905</u>	<u>-</u>	<u>258,000</u>
Net cash used in investing activities		(3,158,910)	(16,087,870)	(3,365,067)
Cash flows from financing activities				
Repayments of loans	14	(2,679,776)	(2,366,243)	(2,430,658)
Payments for/(proceeds from) Carbon Price		(56,534)	(88,000)	2,097,266
Proceeds from security deposits		19,738	-	-
Proceeds from new loans		<u>-</u>	<u>14,100,000</u>	<u>1,800,000</u>
Net cash (used in)/from financing activities		(2,716,572)	11,645,757	1,466,608
Net increase in cash and equivalents		2,708,938	1,403,934	10,213,780
Cash and equivalents - 1 July 2014	20(a)	23,788,675	21,709,876	13,574,895
Cash and equivalents - 30 June 2015	20(a)	<u>26,497,613</u>	<u>23,113,810</u>	<u>23,788,675</u>

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

Mindarie Regional Council
Notes to and forming part of the financial statements
 For the year ended 30 June 2015

1. SIGNIFICANT ACCOUNTING POLICIES

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported.

The following significant accounting policies have been adopted in the preparation and presentation of this financial report:

(a) Basis of preparation

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards and Interpretations (as they apply to local governments), other mandatory professional reporting requirements, the Local Government Act 1995 and accompanying regulations.

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

Critical accounting estimates

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

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis for judgements made in the absence of alternative sources of information. Actual results may differ from these estimates.

A key forecasting variable is the expected tonnes to landfill. Estimates of future tonnes have been based on the expected population growth forecasts for each of the member councils. There is inherent volatility in these estimates as they are subject to changes in consumer behavior, advances in technology and intervention by State Government through mechanisms such as the landfill levy.

The calculation of amortisation on the excavation assets is based on specific estimates and judgements on the total capital costs and capacity of the landfill site. The amortisation rate charged is reviewed regularly and is based on an average cost per tonne. The cost per tonne is arrived at after taking into account a standard engineering cost per cubic metre of landfill and the estimated density of the waste. The amortisation expense is arrived at by applying the amortisation rate to the actual tonnages sent to landfill during the financial year.

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

(b) The Local Government reporting entity

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

In the process of reporting on the local government as a single unit, all transactions and balances between those funds (for example, loans and transfers between Funds) have been eliminated. The Council did not hold any trust fund monies for the year ended 30 June 2015.

(c) Good and services tax

In accordance with recommended practice, revenues, expenses and assets are recognised net of any goods and services tax (GST) recoverable. Receivables and payables on the statement of financial position, are stated inclusive of GST.

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

Cash flows are included in the statement of cash flows on a gross basis. The GST component of cash flows arising from investing and financing activities is included as operating cash flows.

(d) Cash and equivalents

Cash and equivalents on the statement of financial position are comprised of cash at bank and in hand, and short term deposits with an original maturity of 12 months or less, which are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value. Bank overdrafts are shown as short term borrowings under current liabilities in the Statement of Financial Position.

For the purpose of the Statement of Cash Flows, cash and equivalents consists of cash and equivalents as defined above, net of outstanding bank overdrafts.

(e) Trade and other receivables

Trade and other receivables include amounts due from member councils for waste processing and gate fees and are recorded at amounts due, less any allowance for doubtful debts.

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

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

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

(f) Inventories

Inventories are valued at the lower of cost and net realisable value. Estimated replacement value is used as a proxy for net realisable value.

(g) Acquisition of assets

Assets acquired are recorded at the cost of acquisition, being the purchase consideration determined as at the date of acquisition, plus any costs incidental to the acquisition. In the event that settlement of all or part of the acquisition price is deferred beyond normal credit terms, the purchase consideration is determined by discounting the amounts payable to their present value at date of acquisition.

(h) Property, plant and equipment, excavation work and infrastructure assets

Property, plant and equipment, excavation work and infrastructure assets are brought to account at cost, or fair value, less any accumulated depreciation, amortisation or impairment losses, where applicable.

Initial Recognition and Measurement between Mandatory Revaluation Dates

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

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Council and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in the statement of comprehensive income in the period in which they are incurred.

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

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

Application of Fair Value to Local Government Financial Reporting

Regulation 17A of the Local Government (Financial Management) Regulations 1996 mandates the measurement of non-current assets at Fair Value effective from 1 July 2012.

The table provides the phased-in implementation of fair value in accordance with the timeframe below:

Financial Year	Asset Group - Resources
2012/2013	Plant and Equipment
2013/2014 or 2014/2015 <i>(Alternate year to infrastructure)</i>	Land and Buildings
2013/2014 or 2014/2015 <i>(Alternate year to land and buildings)</i>	Infrastructure
2014/2015	All Other Class of Assets

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

Revalued assets are carried at their fair value, being the price that would be received to sell the asset, in an orderly transaction between market participants at the measurement date, determined using valuation techniques and methodologies deemed best suited to each type of asset.

Revaluation

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

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

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

In addition, the amendments to the Financial Management Regulations mandating the use of Fair Value impose a further minimum of 3 years revaluation requirement. As a minimum, all assets carried at a revalued amount, will be revalued at least every 3 years.

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

All classes of Property, Plant and Equipment have been independently valued during the 2014/15 financial year. Property, Plant and Equipment have been revalued to fair value in line with the valuer's report, with the increase in fair value being reflected in a revaluation surplus account. Any impairments in value have been recognised directly in the statement of comprehensive income in the current year.

The next valuation will be carried out in the 2017/18 financial year. Relevant disclosures, in accordance with the requirements of Australian Accounting Standards, have been made in the financial report as necessary.

Fixed assets are written down to recoverable amount where the carrying value of any fixed asset exceeds its recoverable amount. In determining the recoverable amount of fixed assets, the expected net cash flows are discounted to their present value.

Land Under Control

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

The Council does not have any crown land which comes under this regulation.

Land Under Roads

In Western Australia, all land under roads is Crown land, the responsibility for managing which, is vested in the local government. Local Government (Financial Management) Regulation 16 (a)(i) prohibits local governments from recognising such land as an asset.

The Council does not have any land which would fall within the ambit of the above regulation.

(i) Depreciation

Depreciation is provided on property, plant and equipment, including buildings but excluding freehold land. All non-current assets having a limited useful life are separately and systematically depreciated over their useful lives in a manner which reflects the consumption of the future economic benefits embodied in those assets.

Assets are depreciated on a straight-line basis using rates which are reviewed each financial year to take into account changes in the estimated useful lives of assets. The following estimated useful lives are used in the calculation of depreciation:

Buildings	20 years
Plant and equipment	6 $\frac{2}{3}$ years
Furniture and fittings	5 years
Computers and equipment (excluding servers)	3 years
Computers and equipment (servers)	5 years
Roads, landscaping, fences, walls and security lighting	20 years

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

Assets less than \$1,000 are not capitalised.

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

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income in the period in which they arise.

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

(j) Leased assets

The MRC has no leased assets classified as finance leases. Operating lease payments are recognised as an expense consistent with the pattern in which the economic benefits from the asset are consumed.

(k) Impairment

In accordance with Australian Accounting Standards, the MRC's assets, other than inventories, are assessed at each reporting date to determine whether there is any indication that they may be impaired. Where such an indication exists, an estimate of the recoverable amount of the asset is made in accordance with AASB 136 'Impairment of Assets' and appropriate adjustments made.

An impairment loss is recognised when the carrying amount of an asset or cash-generating unit exceeds its recoverable amount. Impairment losses are recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another standard whereby an impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other standard.

(l) Trade and other payables

Trade payables and other accounts payable are recognised when the MRC becomes obliged to make future payments resulting from the purchase of goods and services. The amounts are unsecured, recognised as a current liability and are usually paid within 30 days of recognition.

(m) Employee benefits

A provision is made for benefits accruing to employees in respect of salaries and wages, annual leave, long service leave and sick leave when it is probable that settlement will be required and they are capable of being measured reliably. Under the MRC workplace agreement, employees are paid for any unused sick on termination, based on a graduated entitlement defined in the agreement.

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

(i) Short term benefits

The provision for employees' benefits made in respect of salaries and wages, annual leave, sick leave and other employee benefits expected to be settled with 12 months represents the amount for which the MRC has an obligation arising from employee services received up to the year end date. The provision has been calculated at the nominal amounts due, based on the remuneration rates the MRC expects to pay and includes related on-costs.

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

(ii) Long term benefits

Employee benefits payable later than one year have been measured at the present value of the expected future payments to be made in respect of the services provided by employees up to the reporting date. Consideration is given to expected future remuneration rates, anticipated employee departures and periods of service. Expected future payments are discounted using an appropriate risk-free discount rate, determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations.

Any re-measurements for changes in assumptions of obligations for other long term employee benefits are recognised in profit or loss in the periods in which the changes occur. The MRC's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the MRC does not have the unconditional right to defer settlement beyond 12 months after the end of the reporting period, in which case the liability is recognised as a current liability.

(n) Interest bearing loans and borrowings

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

After initial recognition, interest bearing loans and borrowings are subsequently measured using their applicable repayment schedules. Fees paid on the establishment of loan facilities are recognised in the income statement. Borrowings are classified as non-current liabilities, with repayments due in the 12 months after year end date recognised as current liabilities.

Borrowing costs are recognised as an expense when incurred, except where they are directly attributable to the acquisition, construction or production of a qualifying asset, where the commencement date for capitalisation is after 1 January 2009. Where this is the case, they are capitalised as part of the cost of the particular asset.

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

(o) Superannuation

In line with Superannuation Guarantee statutory requirements, the MRC makes a mandatory 9.5% contribution of the normal salary of qualifying employees, to the employees' nominated superannuation funds. In addition to this, the MRC matches contributions made by employees to these nominated superannuation funds on a sliding scale up to a limit of 7%.

(p) Provisions

Provisions are recognised when the MRC has a present legal or constructive obligation as a result of past events, which is likely to result in a reliably measurable outflow of resources to settle the obligation.

When the obligation is matched by a claim against a third party, the receivable from the third party claim is recognised as an asset to the extent that it is reliably measurable and likely to be realised.

(q) Provisions for restoration, rehabilitation, and site monitoring costs

The MRC complies with the full provision method for accounting provisions in respect of restoration, rehabilitation and site monitoring costs. Charges are made to expenses based on the estimated costs of restoring, rehabilitating and monitoring the Tamala Park landfill site. The rate charge is reviewed annually and is based on an estimated cost per tonne. The cost per tonne is arrived at after taking into account a standard engineering cost per cubic metre of landfill, the density of the waste and the most recent aerial surveys. Engineering rates differ according to the nature of the obligation to provide the service.

(r) Future capping expenditure

The liability for estimated future capping expenditure is provided for through a rehabilitation provision on a phase-by-phase basis and is discounted to its present value, with the unwinding of the discount being charged to the statement of comprehensive income within the amortisation charge. The discounted present value of the future capping expenditure is also capitalised as part of the rehabilitation asset and is amortised on a straight-line basis. Changes in estimates are recognised prospectively with corresponding adjustments to the provision and associated costs.

(s) Revenue recognition

Revenue from waste services is recognised when the waste is received.

Revenue from the disposal of assets is recognised when control of the asset has passed to the buyer.

Revenue from service contracts is recognised by reference to the stage of completion of the contract.

Revenue from the generation of gas services is recognised on an accrual basis. Proceeds from the sale of Renewable Energy Certificates are only recognised when the certificates are sold.

Interest income is recognised on an accrual basis.

Mindarie Regional Council
Notes to and forming part of the financial statements
 For the year ended 30 June 2015

Grants, donations and other contributions are recognised as revenues when received. Where conditional contributions are received and recognised in revenue in a period and the conditions attaching to the contributions have not yet been satisfied, they are disclosed in the notes to the financial statements as “Restricted assets”.

(t) Carbon Price Mechanism

On 1 July 2012, a Federal Government Carbon Price Mechanism came into effect, affecting large landfill sites, of which the MRC’s Tamala Park landfill site is one.

The MRC undertook detailed modeling to determine what the likely cost of the Carbon Price would be per tonne over the 40 year period during which the waste would produce methane and other gases. The funds collected in respect of the carbon price have been transferred to a cash-backed reserve and at the same time, a liability has been recognised for the full value of the cash received.

In August 2014, the Federal Government repealed the carbon price legislation with retrospective effect from 1 July 2014. In anticipation of the repeal, the MRC chose not to pass through any carbon related costs from 1 July 2014.

The MRC acquitted its full carbon liabilities under the scheme in January 2015.

With respect to the remaining funds, the MRC has decided to act in line with the spirit of the voluntary Waste Industry Protocol, whilst not formally adopting the protocol. The principles underlying the protocol have Federal Government approval.

Acting in line with the protocol, the MRC intends to refund those amounts received from member councils back to those member councils, net of any surrender costs. The remaining funds will be separately reserved and used for future carbon abatement projects.

(u) Comparative figures and rounding

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

When the Council applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statement, an additional (third) statement of financial position as at the beginning of the preceding period in addition to the minimum comparative financial statements is presented.

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

(v) Current and non-current classifications

In the determination of whether an asset or liability is current or non-current, consideration is given to the timing of expected settlement of the item. The item is classified as current if there is an expectation that it will be settled within 12 months. Notwithstanding the above, where the MRC does not have the unconditional right to defer settlement of a liability beyond 12 months, the amount is classified as current.

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

(w) Budget figures

Unless otherwise stated, the budget figures shown in this financial report relate to the revised budget adopted pertaining to the relevant item.

(x) Rates

The MRC does not levy rates. Accordingly rating information as required under the Local Government (Financial Management) Regulations 1996 has not been presented in this financial report.

(y) Intangible Assets

Easements

Regulation 16 of the Local Government (Financial Management) Regulations 1996 requires easements to be recognised as assets. The MRC does not have any easements.

(z) Financial Instruments

Initial recognition and measurement

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

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

Classification and subsequent measurement

Financial assets are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Financial assets at fair value through profit or loss

Financial assets are classified at 'fair value through profit or loss' when they are either held for trading for the purpose of short term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

Loans and Receivables

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

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

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Council's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

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

Available for sale financial assets

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

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

Financial Liabilities

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

Fair Value

Fair value is determined based on current bid prices of all quoted investments. Valuation techniques are applied to determine the fair value of all unlisted securities, including arm's length transactions, reference to similar instruments and option pricing models.

Impairment

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

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expired. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed is recognised in profit or loss.

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

(aa) Fair Value of Assets and Liabilities

When performing a revaluation, the Council uses a mix of both independent and management valuations using the following as a guide: Fair Value is the price that Council would receive to sell the asset or would have to pay to transfer a liability, in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

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

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

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

Fair Value Hierarchy

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

Level 1

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

Level 2

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

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

Level 3

Measurements based on unobservable inputs for the asset or liability.

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

Valuation techniques

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

Market approach

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

Income approach

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

Cost approach

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

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

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

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

(ab) Landfill Cells

There are three general components of landfill cell construction:

- Cell excavation and development,
- Cell liner costs, and
- Cell capping costs.

All cell excavation and development costs, cell liner costs and cell capping costs are capitalised and depreciated over the useful life of the cell, based on the volumetric consumption of the air space in the cell. Once a cell has been capped and is no longer available for use, the costs associated with the cell are written off.

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
2. REVENUES AND EXPENSES		
The result from operating activities includes:		
<u>Revenue</u>		
Gas generation services		
Gas sales	825,075	412,039
Interest earnings		
Interest on reserve funds	465,080	475,650
Interest on other funds	<u>193,862</u>	<u>124,891</u>
	658,942	600,541
Other revenue		
Other revenue	504,337	644,051
<u>Expenses</u>		
Depreciation		
Buildings	187,441	188,277
Furniture and equipment	-	42,853
Computing equipment	81,975	89,018
Plant and machinery	<u>776,673</u>	<u>802,311</u>
	1,046,089	1,122,459
Infrastructure	<u>78,324</u>	<u>77,076</u>
	1,124,413	1,199,535
Borrowing costs		
Interest expense – loans	545,415	643,262
Loan expenses	<u>22,672</u>	<u>33,188</u>
	568,087	676,450
Amortisation		
Excavation works	3,082,581	2,903,781
Decommissioning provision accretion	471,197	454,299
Decommissioning asset	846,100	846,100
Resource recovery facility assets	<u>540,200</u>	<u>540,202</u>
	4,940,078	4,744,382
Other expenses		
State landfill levy	9,831,093	7,219,034
Other expenses	<u>998,173</u>	<u>1,009,104</u>
	10,829,266	8,228,138

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
2. REVENUES AND EXPENSES (continued)		
Auditors' remuneration		
Audit of the financial report	10,209	9,560
Financial management review	<u>-</u>	<u>25,000</u>
	10,209	34,560

3. CASH AND CASH EQUIVALENTS

Unrestricted cash	10,515,224	8,067,446
Restricted cash	<u>15,982,389</u>	<u>15,721,229</u>
	26,497,613	23,788,675

The following restrictions have been imposed by
Council resolution, regulation or external requirements:

Site rehabilitation reserve	8,708,756	8,237,998
Carbon price reserve	3,340,731	3,397,265
Capital expenditure reserve	1,328,037	1,500,840
Participants' surplus reserve	<u>2,000,000</u>	<u>2,000,000</u>
Total reserves	15,377,524	15,136,103

Other restricted cash – Security deposit held*	<u>604,865</u>	<u>585,126</u>
Total restricted cash	15,982,389	15,721,229

*The security deposit from BioVision 2020 Pty Ltd is in lieu of a bank guarantee and is held in bank account separate from other municipal funds.

4. TRADE AND OTHER RECEIVABLES

<u>Current</u>		
Trade receivables	3,024,878	3,135,764
Less provision for doubtful debts	<u>-</u>	<u>-</u>
	3,024,878	3,135,764

5. INVENTORIES

<u>Current</u>		
Fuel	11,463	12,280

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
6. OTHER CURRENT ASSETS		
Prepaid expenses	89,598	115,136
Accrued income	<u>138,959</u>	<u>84,279</u>
	228,557	199,415
7. PROPERTY, PLANT AND EQUIPMENT		
Land at fair value	7,000,000	7,000,000
Less Accumulated depreciation	<u>-</u>	<u>-</u>
	7,000,000	7,000,000
Buildings – at fair value	3,211,299	1,667,000
Less Accumulated depreciation	<u>-</u>	<u>(188,277)</u>
	3,211,299	1,478,723
Furniture and fittings – at fair value	153,216	114,861
Less Accumulated depreciation	<u>-</u>	<u>(42,853)</u>
	153,216	72,008
Computers and equipment – at fair value	558,185	171,700
Less Accumulated depreciation	<u>-</u>	<u>(89,018)</u>
	558,185	82,682
Plant and equipment – at fair value	3,816,358	4,049,358
Less Accumulated depreciation	<u>-</u>	<u>(802,311)</u>
	3,816,358	3,247,047
	14,739,058	11,880,460

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

7. PROPERTY, PLANT AND EQUIPMENT (continued)

Movements in carrying amounts of each class of property, plant and equipment during the financial year are shown in the table below.

	Land \$	Buildings \$	Furniture and fittings \$	Computers and equipment \$	Plant and equipment \$	Total \$
Opening balance	7,000,000	1,478,723	72,008	82,682	3,247,047	11,880,460
Additions	-	-	-	18,810	1,643,349	1,662,159
Transfers	-	472,050	-	-	-	472,050
Disposals	-	-	-	-	(616,233)	(616,233)
Depreciation	-	(187,441)	-	(81,975)	(776,673)	(1,046,089)
Impairments	-	(4,085)	-	-	(396,601)	(400,686)
Revaluation	-	1,452,052	81,208	538,668	715,469	2,787,397
Closing balance	7,000,000	3,211,299	153,216	558,185	3,816,358	14,739,058

The land owned by the MRC is the site which houses the RRF at 87 Pederick Road in Neerabup. Refer to note 21 for detailed disclosures regarding fair value measurements.

	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
8. INFRASTRUCTURE		
Infrastructure – at fair value	4,876,416	1,756,017
Less Accumulated depreciation	-	(77,076)
	4,876,416	1,678,941

Movements in carrying amounts of infrastructure assets during the financial year are shown in the table below.

	Total \$
Opening balance	1,678,941
Additions	2,067,411
Transfers	504,857
Depreciation	(78,324)
Revaluation	923,835
Impairments	(220,304)
Closing balance	4,876,416

Mindarie Regional Council
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For the year ended 30 June 2015

	2014/2015	ACTUAL	ACTUAL
	\$	2013/2014	
		\$	
9. EXCAVATION WORK			
Excavation work completed	32,531,628	41,965,166	
Less Accumulated amortisation	<u>-</u>	<u>(26,911,236)</u>	
	32,531,628	15,053,930	

Movements in carrying amounts of excavation assets during the financial year are shown in the table below.

	Total
	\$
Opening balance	15,053,930
Additions	-
Amortisation	(3,082,581)
Revaluation	20,560,279
Closing balance	32,531,628

	ACTUAL	ACTUAL
	2014/2015	2013/2014
	\$	\$
10. RESOURCE RECOVERY FACILITY		
Capital expenditures	7,728,481	8,705,388
Less Accumulated amortisation	<u>(2,610,252)</u>	<u>(2,174,752)</u>
	5,118,229	6,530,636
Pre-operating expenses (commissioning)	2,093,000	2,093,000
Less Accumulated amortisation	<u>(628,104)</u>	<u>(523,404)</u>
	1,464,896	1,569,596
	6,583,125	8,100,232

The RRF was commissioned on 15 July 2009.

Movements in carrying amounts of the RRF assets during the financial year are shown in the table below.

	Capital expenditures	Pre-operating expenses	Total
	\$	\$	\$
Opening balance	6,530,636	1,569,596	8,100,232
Amortisation	(435,500)	(104,700)	(540,200)
Transfers	(976,907)	-	(976,907)
Closing balance	5,118,229	1,464,896	6,583,125

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
11. REHABILITATION ASSET		
Decommissioning asset for stage 2 capping	9,203,830	9,203,830
Less Accumulated amortisation	<u>(4,554,675)</u>	<u>(4,020,175)</u>
	4,649,155	5,183,655
Post closure rehabilitation asset	4,050,757	4,050,757
Less Accumulated amortisation	<u>(934,797)</u>	<u>(623,197)</u>
	3,115,960	3,427,560
	<u>7,765,115</u>	<u>8,611,215</u>

Movements in carrying amounts of decommissioning assets during the financial year are shown in the table below.

	Stage 2 Phase 2 (east) \$	Stage 2 Phase 2 (West) \$	Stage 2 Phase 3 \$	Total \$
Opening balance	287,237	327,866	4,568,552	5,183,655
Amortisation	(71,800)	(82,000)	(380,700)	(534,500)
Closing balance	<u>215,437</u>	<u>245,866</u>	<u>4,187,852</u>	<u>4,649,155</u>

Movements in carrying amounts of post closure rehabilitation assets during the financial year are shown in the table below.

	Total \$
Opening balance	3,427,560
Amortisation	(311,600)
Closing balance	<u>3,115,960</u>

Mindarie Regional Council
Notes to and forming part of the financial statements
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	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
12. TRADE AND OTHER PAYABLES		
<u>Current</u>		
Sundry creditors	5,434,422	4,432,630
Accrued expenses	352,133	427,289
Accrued salaries and wages	38,904	20,727
GST	155,813	51,966
	5,981,272	4,932,612

13. PROVISIONS

<u>Current</u>		
Provision for annual leave and sick leave	473,268	254,454
Provision for long service leave	184,270	185,881
	657,538	440,335
<u>Non-current</u>		
Provision for annual leave and sick leave	-	140,954
Provision for long service leave	116,913	132,213
	116,913	273,167

14. BORROWINGS

<u>Current</u>		
Loan principal	3,786,698	2,679,776
<u>Non-current</u>		
Loan principal	5,382,541	9,169,239

BUDGET	Estimated principal 1 Jul 2014 \$	Budgeted Draw- downs \$	Budgeted Principal repayments \$	Projected principal 30 Jun 2015 \$	Interest payments \$
Tamala Park					
Loan 12	3,895,437	-	1,416,660	2,478,777	186,800
Loan 13	1,800,000	3,100,000	-	4,900,000	317,300
Loan 14	-	6,000,000	-	6,000,000	-
Loan 15	-	4,000,000	-	4,000,000	-
RRF					
Loan 10	5,267,637	-	696,826	4,570,811	323,400
Loan 11	879,280	-	252,757	626,523	44,800
Closing balance	11,842,354	13,100,000	2,366,243	22,576,111	872,300
Facility fee					34,000
					906,300

Mindarie Regional Council
Notes to and forming part of the financial statements
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14. BORROWINGS (continued)

ACTUAL	Actual principal 1 Jul 2014 \$	Actual Draw- downs \$	Actual Principal repayments \$	Actual principal 30 Jun 2015 \$	Interest payments \$
Tamala Park					
Loan 8	347	-	347	-	-
Loan 12	3,895,785	-	1,416,661	2,479,124	179,663
Loan 13	1,800,000	-	313,185	1,486,815	116,118
Loan 14	-	-	-	-	-
Loan 15	-	-	-	-	-
RRF					
Loan 10	5,273,602	-	696,826	4,576,776	204,830
Loan 11	879,281	-	252,757	626,524	44,804
Closing balance	11,849,015	-	2,679,776	9,169,239	545,415
Facility fee					22,671
					568,086

Details of loans

Loan 8 – Building upgrades
Loan 10 – Resource Recovery Facility Infrastructure
Loan 11 – Resource Recovery Facility Land
Loan 12 – Construction Stage 2 – Phase 2
Loan 13 – Construction Stage 2 – Phase 3
Loan 14 – New landfill site purchase
Loan 15 – Sorting shed construction

The MRC has an overdraft facility of \$1,000,000 with National Australia Bank, which was undrawn as at year end and had not been utilised during the course of the year.

Unspent Loans

All loan funds were fully expended.

New loans

No new loans were entered into during the year.

In the prior year, a new loan facility of \$1,800,000 was opened with Commonwealth Bank of Australia to finance the partial construction of a landfill liner at the Tamala Park landfill. The full balance of the loan was utilised during the year and the loan remains fully drawn at year end.

Mindarie Regional Council
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	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
15. REHABILITATION PROVISION		
Decommissioning provision for Stage 2 – Phase 2 (East)	483,380	469,313
Decommissioning provision for Stage 2 – Phase 2 (West)	483,380	469,313
Decommissioning provision for Stage 2 – Phase 3	7,908,170	7,677,835
Decommissioning provision for post closure rehabilitation	<u>5,642,513</u>	<u>5,429,785</u>
	14,517,443	14,046,246
16. OTHER LIABILITIES		
<u>Current</u>		
Carbon Price	3,340,731	-
<u>Non-current</u>		
RRF security deposit	644,848	625,110
Carbon Price	<u>-</u>	<u>3,397,265</u>
	644,848	4,022,375

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

	ACTUAL 2014/2015 \$	BUDGET 2014/2015 \$	ACTUAL 2013/2014 \$
17. RESERVES			
CASH BACKED			
<u>Site rehabilitation reserve</u>			
Opening balance	8,237,998	5,427,649	5,427,649
Transfer to reserve	470,758	378,300	2,810,349
Transfer from reserve	-	-	-
	8,708,756	5,805,949	8,237,998
<u>Capital expenditure reserve</u>			
Opening balance	1,500,840	1,048,357	1,104,455
Transfer to reserve	1,500,000	1,052,343	2,052,342
Transfer from reserve	(1,672,803)	(1,950,700)	(1,655,957)
	1,328,037	150,000	1,500,840
<u>Participants' Surplus Reserve</u>			
Opening balance	2,000,000	2,029,282	1,079,618
Transfer to reserve	-	-	920,382
Transfer from reserve	-	-	-
	2,000,000	2,029,282	2,000,000
<u>Reserve for carbon price</u>			
Opening balance	3,397,265	1,400,000	1,299,999
Transfer to reserve	-	1,922,000	2,097,290
Transfer from reserve	(56,534)	-	(24)
	3,340,731	3,322,000	3,397,265
Total Reserves	15,377,524	11,307,231	15,136,103

All of the cash-backed reserve accounts are supported by money held with financial institutions which matches the amounts shown as restricted cash in note 3 to the financial report.

In accordance with Council resolutions in relation to each cash-backed reserve account, the purposes for which the respective funds are set aside for are as follows:

Site rehabilitation reserve – to be used to fund the rehabilitation following the closure of the landfill. In 2012, the Council approved the closure of the reserve and the transfer of the funds back to the municipal fund. In 2013, the Council approved a partial cash backing of the site rehabilitation liabilities, through a transfer of funds to the reserve.

Capital expenditure reserve – to be used to fund ongoing capital expenditure requirements.

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17. RESERVES (continued)

Participants' Surplus Reserve – to be used to fund a deficit as shown in the year end accounts. In 2013, Council approved the renaming of the Members' revenue equalisation reserve account to the Participants' Surplus Reserve and approved the change in purpose of the reserve.

Reserve for carbon price - to be used to fund the MRC's liability arising from the Carbon Price Mechanism.

	ACTUAL 2014/2015 \$	BUDGET 2014/2015 \$	ACTUAL 2013/2014 \$
18. REVALUATION SURPLUS			
Revaluation surpluses have arisen on the revaluation of the following classes of non-current assets:			
<u>Land and buildings</u>			
Opening balance	4,391,774	-	4,391,774
Revaluation increment	1,452,052	-	-
Revaluation decrement	-	-	-
	5,843,826	-	4,391,774
<u>Furniture and fittings</u>			
Opening balance	73,859	-	73,859
Revaluation increment	81,208	-	-
Revaluation decrement	-	-	-
	155,067	-	73,859
<u>Computers and equipment</u>			
Opening balance	-	-	-
Revaluation increment	538,668	-	-
Revaluation decrement	-	-	-
	538,668	-	-
<u>Plant and equipment</u>			
Opening balance	-	-	-
Revaluation increment	715,469	-	-
Revaluation decrement	-	-	-
	715,469	-	-
<u>Infrastructure</u>			
Opening balance	1,147,384	-	1,147,384
Revaluation increment	923,835	-	-
Revaluation decrement	-	-	-
	2,071,219	-	1,147,384

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	ACTUAL 2014/2015 \$	BUDGET 2014/2015 \$	ACTUAL 2013/2014 \$
18. REVALUATION SURPLUS (continued)			
<u>Landfill cell development excavation</u>			
Opening balance	-	-	-
Revaluation increment	20,560,279	-	-
Revaluation decrement	-	-	-
	20,560,279	-	-
 Total Revaluation Surplus	 29,884,528	 -	 5,613,017

	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
19. COUNCIL CONTRIBUTIONS		
City of Joondalup (16.67%)	576,538	534,411
City of Wanneroo (16.67%)	576,538	534,411
City of Stirling (33.33%)	1,153,063	1,068,812
City of Perth (8.33%)	398,074	377,012
City of Vincent (8.33%)	251,663	230,600
Town of Cambridge (8.33%)	251,663	230,600
Town of Victoria Park (8.33%)	251,663	230,600
	3,459,202	3,206,446

20. NOTES TO THE STATEMENT OF CASH FLOWS

20(a) Reconciliation of cash

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

	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
Cash and cash equivalents	26,497,613	23,788,675

Mindarie Regional Council
Notes to and forming part of the financial statements
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	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
20. NOTES TO THE STATEMENT OF CASH FLOWS (continued)		
20(b) Reconciliation of the Net Result to net cash provided by operating activities		
Net result	408,439	4,545,090
Depreciation	1,124,413	1,199,535
Amortisation – excavation	3,082,581	2,903,782
Amortisation and finance charges for capping	1,104,569	1,097,900
Amortisation – post closure site monitoring	212,728	202,500
Amortisation – RRF assets	540,200	540,200
Loss on sale of assets	298,329	33,162
Impairment of assets on revaluation	620,988	-
Decrease/(increase) in receivables	110,886	288,465
(Increase)/decrease in inventories	817	(1,598)
(Increase)/decrease in prepayments and accrued income	(29,135)	(12,587)
Increase/(decrease) in payables	1,048,660	1,588,255
Adjustment for payables relating to investing activities	-	(199,701)
(Decrease)/Increase in employee provisions	60,949	(72,764)
Net cash provided by operating activities	8,584,424	12,112,239
20(c) Undrawn borrowing facilities		
NAB Bank overdraft limit	1,000,000	1,000,000
NAB Bank overdraft drawn	-	-
NAB Credit card limit	50,000	125,000
NAB Credit card balance drawn	(3,715)	-
CBA Credit card limit	50,000	-
CBA Credit card balance drawn	-	-
Loan facility limits	9,169,239	11,849,015
Loan principal drawn	(9,169,239)	(11,849,015)
Total undrawn borrowing facilities	1,096,285	1,125,000

Mindarie Regional Council
Notes to and forming part of the financial statements
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21. FAIR VALUE MEASUREMENTS

The MRC measures the following non-current assets at fair value on a recurring basis:

- Land and buildings
- Furniture and fittings
- Computers and equipment
- Plant and equipment
- Infrastructure

All the above classes of assets were revalued in June 2015 as part of the mandatory requirements embodied in Local Government (Financial Management) Regulation 17A.

Thus, the value of the assets in the MRC's asset register is considered to be in accordance with Local Government (Financial Management) Regulations 17A(2) which requires these assets to be shown at fair value. The next asset valuation exercise will be conducted in June 2018.

The following table provides the fair values of the MRC's non-current assets measured and recognised on a recurring basis after initial recognition and their categorisation within the fair value hierarchy:

Recurring fair value measurements

30 June 2015				
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Land	-	7,000,000	-	7,000,000
Buildings	-	-	3,211,299	3,211,299
Furniture and fittings	-	-	153,216	153,216
Computers and equipment	-	-	558,185	558,185
Plant and equipment	-	1,902,767	1,913,591	3,816,358
Infrastructure	-	-	4,876,416	4,876,416
	-	8,902,767	10,712,707	19,615,474

30 June 2014				
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Land	-	7,000,000	-	7,000,000
Buildings	-	-	1,478,723	1,478,723
Furniture and fittings	-	-	72,008	72,008
Computers and equipment	-	-	82,682	82,682
Plant and equipment	-	2,253,597	993,450	3,247,047
Infrastructure	-	-	1,678,941	1,678,941
	-	9,253,597	4,305,804	13,559,401

Mindarie Regional Council
Notes to and forming part of the financial statements
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21. FAIR VALUE MEASUREMENTS (continued)

21(a) Transfers policy

The policy of the MRC is to recognise transfers into and transfer out of the fair value hierarchy levels as at the end of the reporting period. There were no transfers in and out of Levels 1, 2 or 3 measurements.

21(b) Highest and best use

There were no assets valued where it was assumed that the highest and best use was other than their current use.

21(c) Valuation techniques and inputs used to derive fair values

The following table summarises valuation inputs and techniques used to determine the fair value for each asset class.

Asset class	Level of valuation input	Fair value at 30 June 2015	Valuation techniques	Inputs used
		\$		
Land	2	7,000,000	Market approach	A
Buildings	3	3,211,299	Cost approach	B
Furniture and fittings	3	153,216	Cost approach	B
Computers and equipment	3	558,185	Cost approach	B
Plant and equipment	2 / 3	3,816,358	Market approach / Cost approach	B
Infrastructure	3	4,876,416		B
Total		19,615,474		

A - Sales of similar properties

B - Estimates of residual value, useful life, pattern of consumption and asset condition and relationship to the assessed level of remaining service potential of the depreciable amount

Recurring fair value measurements

In order to estimate the price implied by the appropriate basis of value, the valuer will need to apply one or more valuation approaches. A valuation approach or method refers to generally accepted analytical methodologies that are in common use.

Mindarie Regional Council
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21. FAIR VALUE MEASUREMENTS (continued)

21(c) Valuation techniques and inputs used to derive fair values (continued)

Land

Level 2 inputs refer to a comparative approach that considers the sales of similar or substitute properties and related market data, and establishes a value estimate by processes involving comparison. In general, a property being valued (a subject property) is compared with sales of similar properties that have been transacted in the market. Listing and offerings may also be considered.

Buildings

The MRC's buildings are considered to be of a specialised nature (non-market type properties which are not readily traded in the market place), such assets valued by a professionally qualified registered valuer using the cost approach. This approach is commonly referred to as the depreciated replacement cost (DRC) approach.

The DRC approach considers the cost (sourced from cost guides such as Rawlinson's, Cordell, professional quantity surveyors and recent construction costs for similar projects throughout Western Australia) to reproduce or replace similar assets with an asset in new condition, including allowance for installation, less an amount for depreciation in the form of accrued physical wear and tear, economic and functional obsolescence.

The depreciation consists of a combination of unit rates based on square metres and quantification of the component parts of the asset. Other inputs (i.e. remaining useful life, asset condition and utility) required extensive professional judgement and impacted significantly on the final determination of fair value. Therefore all the MRC's buildings were classified as having been valued using Level 3 valuation inputs.

Furniture and fittings

The MRC's furniture and fittings were valued by a professionally qualified registered valuer, using the cost approach to determine amounts for replacement with new value, less an amount for depreciation due to physical wear and tear, economic and functional obsolescence. Market research has been carried out into costs for the same or similar assets from manufacturers, agents and or suppliers.

Where information is not available to source the replacement cost of an asset due to the specialised nature or the asset being purpose built, the replacement cost of the asset has been established by applying quantity surveying techniques in breaking down the components of the asset. Construction rates (sourced from various cost guides such as Rawlinson's, Cordell's, Quantity Surveyors, material suppliers, construction companies etc) have been used as the basis for replacing assets.

The depreciation is based on the asset's condition and its estimated remaining useful life which required extensive professional judgement and impacted significantly on the final determination of fair value. Therefore all the MRC's furniture and fittings were classified as having been valued using Level 3 valuation inputs.

Mindarie Regional Council
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21. FAIR VALUE MEASUREMENTS (continued)

21(c) Valuation techniques and inputs used to derive fair values (continued)

Computers and equipment

The MRC's computers and equipment were valued by a professionally qualified registered valuer, using the cost approach to determine amounts for replacement with new value, less an amount for depreciation due to physical wear and tear, economic and functional obsolescence. Market research has been carried out into costs for the same or similar assets from manufacturers, agents and or suppliers.

The depreciation is based on the asset's condition and its estimated remaining useful life which required extensive professional judgement and impacted significantly on the final determination of fair value. Therefore all the MRC's computers and equipment were classified as having been valued using Level 3 valuation inputs.

Plant and equipment

The MRC's mobile plant assets were valued based on Level 2 inputs which refer to a comparative approach that considers the sales of similar or substitute assets and related market data, and establishes a value estimate by processes involving comparison. In general, an asset being valued (a subject asset) is compared with sales of similar asset that have been transacted in the market.

The remaining plant and equipment were valued by a professionally qualified registered valuer, using the cost approach to determine amounts for replacement with new value, less an amount for depreciation due to physical wear and tear, economic and functional obsolescence. Market research has been carried out into costs for the same or similar assets from manufacturers, agents and or suppliers.

The depreciation is based on the asset's condition and its estimated remaining useful life which required extensive professional judgement and impacted significantly on the final determination of fair value. Therefore all the remainder of the MRC's plant and equipment were classified as having been valued using Level 3 valuation inputs.

Infrastructure

The MRC's infrastructure assets are considered to be of a specialised nature (non-market type assets which are not readily traded in the market place), such assets valued by a professionally qualified registered valuer using the cost/DRC approach.

The depreciation consists of a combination of unit rates based on square metres and quantification of the component parts of the asset. Other inputs (i.e. remaining useful life, asset condition and utility) required extensive professional judgement and impacted significantly on the final determination of fair value. Therefore all the MRC's infrastructure assets were classified as having been valued using Level 3 valuation inputs.

Mindarie Regional Council
Notes to and forming part of the financial statements
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21. FAIR VALUE MEASUREMENTS (continued)

21(d) Quantitative Information about significant unobservable inputs and relationship to fair value

The following table summarises the quantitative information about the key significant unobservable inputs (level 3 fair value hierarchy), the ranges of those inputs and the relationships of unobservable inputs to the fair value measurements.

Description and fair value at 30 June 2015	Valuation technique	Unobservable input	Range of inputs (probability weighted average)	Impact of unobservable inputs on fair value
		\$		\$
Buildings \$3,211,299	Cost approach	3,211,299	+/- 10%	321,130
Furniture and fittings \$153,216	Cost approach	153,216	+/- 10%	15,321
Computers and equipment \$558,185	Cost approach	558,185	+/- 10%	55,819
Plant and equipment \$1,913,591	Cost approach	1,913,591	+/- 10%	191,359
Infrastructure \$4,876,416	Cost approach	4,876,416	+/- 10%	487,642

21(e) Valuation process

The MRC engaged an external, independent and qualified valuer in June 2015 to determine the fair value of the MRC's non-current assets (APV Valuers and Asset Management). The MRC and the valuer had regular discussions regarding the valuation methodology, assumptions, completeness of asset data and asset information. The relevance of valuation methodology was reviewed with the valuer to ensure that the valuations and the output from the valuer would be fully compliant with the related Accounting Standards.

An annual assessment is undertaken to determine whether the carrying amount of the assets is materially different from the fair value. If any variation is considered material, a revaluation is undertaken either by comprehensive revaluation or by applying an interim revaluation using appropriate indices.

As at 30 June 2015 a comprehensive revaluation was undertaken by APV Valuers and Asset Management of all non-current asset classes.

Mindarie Regional Council
Notes to and forming part of the financial statements
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21. FAIR VALUE MEASUREMENTS (continued)

21(e) Valuation process (continued)

The main Level 3 inputs used are derived and evaluated as follows:

Relationship between asset consumption rating scale and the level of consumed service potential

Under the cost approach the estimated cost to replace the asset is calculated and then adjusted to take account of an accumulated depreciation. In order to achieve this, the valuer determines an asset consumption rating scale for each asset type based on legal and commercial obsolescence and the determination of the depreciation related assumptions such as residual value, useful life and pattern of consumption of the future economic benefit. The consumption rating scales were based initially on the past experience of the valuation firm and industry guides and were then updated to take into account the experience and understanding of the MRC's staff.

21(f) Disclosed fair value measurements

The following assets and liabilities are not measured at fair value in the statement of financial position, but their fair values are disclosed in the notes:

- Borrowings

The following table provides the level of fair value hierarchy within which the disclosed fair value measurements are categorised in their entirety and a description of the valuation technique(s) and inputs used:

Description	Note	Fair value hierarchy level	Valuation technique	Inputs used
Borrowings	14	2	Income approach using discounted cash flow methodology	Current treasury borrowing rates for similar instruments

There has been no change in the valuation technique(s) used to calculate the fair values disclosed in the notes to the financial statements.

ACTUAL	ACTUAL
2014/2015	2013/2014
\$	\$

22. OPERATING LEASE COMMITMENTS

The operating lease relates to the lease of the land at Tamala Park and various equipment leases. Lease payments are split as follows:

- not later than one year	692,946	679,359
- later than one year, but not later than five years	2,771,785	2,717,437
- later than five years	8,315,356	8,831,670
	11,780,087	12,228,466

Mindarie Regional Council
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ACTUAL	ACTUAL
2014/2015	2013/2014
\$	\$

23. Revaluation of property, plant and equipment

Impairment losses have arisen on the revaluation of the following classes of non-current assets:

Impairment loss recognised directly in profit and loss

Impairment on revaluation of buildings	(4,085)	-
Impairment on revaluation of infrastructure	(220,302)	-
Impairment on revaluation of plant and equipment	(396,601)	-
	(620,988)	-

24. ASSET DISPOSALS

	Net Book Value \$	Selling Price \$	Profit/ (loss) \$
<u>Budget</u>			
Plant and equipment			
Land Rover Defender	29,355	32,727	3,372
Ford G6E	33,608	24,450	(9,158)
Multi-track loader	39,969	18,000	(21,969)
	102,932	75,177	(27,755)
<u>Actual</u>			
Plant and equipment			
Refuse compactor	485,883	200,000	(285,883)
Navara Dual Cab ute	6,698	12,727	6,029
Navara Single Cab ute	7,416	10,909	3,493
Nissan Pathfinder	13,304	19,091	5,787
Land Rover Defender	29,355	32,727	3,372
Ford G6E	33,608	24,450	(9,158)
Multi-track loader	39,969	18,000	(21,969)
	616,233	317,904	(298,329)

Mindarie Regional Council
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	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$	ACTUAL 2012/2013 \$
25. FINANCIAL RATIOS			
Current ratio	1.00	1.42	1.16
Asset sustainability ratio	2.24	1.38	*0.58
Debt service cover ratio	2.17	3.63	*3.21
Operating surplus ratio	0.01	0.09	*0.12
Own source revenue coverage ratio	0.99	1.04	*0.93

The following information relates to those ratios which only require an attestation that they have been checked and are supported by verifiable information

Asset consumption ratio	0.80	0.71	*0.87
Asset renewal funding ratio	1.00	1.21	1.00

Ratio formulas

Current ratio

(Current assets – restricted current assets) / (Current liabilities – liabilities associated with restricted current assets)

Asset sustainability ratio

Capital renewal and replacement expenditure / depreciation expense

Debt service cover ratio

Annual operating surplus before interest and depreciation / principal and interest

Operating surplus ratio

Operating revenue - operating expense / own source operating revenue

Own source revenue ratio

Own source operating revenue / operating expenses

Asset consumption ratio

Depreciated replacement cost of assets / current replacement cost of depreciated assets

Asset renewal funding ratio

NPV of planned capital renewals over 10 years / NPV of capital expenditure over 10 years

** These ratios have been amended to reflect the interpretation and clarification of definitions in the Financial Management Regulations.*

Mindarie Regional Council
Notes to and forming part of the financial statements
For the year ended 30 June 2015

26. ASSETS CLASSIFIED BY TYPE AND LOCAL GOVERNMENT PROGRAM

Statement of objective

The MRC was formed in 1987 to undertake '...the orderly and efficient treatment and/or disposal of waste...' on behalf of its seven member councils.

Component of Functions

The activities relating to the Council's functions reported in the Statement of Comprehensive Income:

General Purpose Funding - Interest from investments

Governance - Member Council elected delegates, corporate support services.

Community Amenities - Costs of the recycling centre, transfer station and landfill.

	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
Current assets		
Community amenities	29,762,510	27,136,134
Non-current assets		
Land and buildings		
Governance	1,078,569	581,426
Community amenities	2,132,730	897,297
Resource recovery facility	7,000,000	7,000,000
Furniture and fittings		
Governance	3,362	3,330
Community amenities	149,854	68,678
Computers and equipment		
Governance	13,998	4,933
Community amenities	544,187	77,749
Plant and equipment		
Governance	36,681	33,608
Community amenities	3,779,677	3,213,439
Infrastructure		
Community amenities	4,876,416	1,678,941
Excavation work		
Community amenities	32,531,628	15,053,930
Resource recovery facility		
Resource recovery facility	6,583,125	8,100,232
Rehabilitation asset		
Community amenities	7,765,115	8,611,215
TOTAL ASSETS	<u>96,257,852</u>	<u>72,460,912</u>

Mindarie Regional Council
Notes to and forming part of the financial statements
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	ACTUAL 2014/2015 \$	BUDGET 2014/2015 \$	ACTUAL 2013/2014 \$
27. FEES AND CHARGES CLASSIFIED BY TYPE AND LOCAL GOVERNMENT PROGRAM			
Community amenities	<u>49,023,143</u>	<u>48,549,998</u>	<u>50,150,211</u>
Total Fees and charges	49,023,143	48,549,998	50,150,211

28. FINANCIAL ACTIVITY INFORMATION AND MEMBER CHARGES

BUDGET

	Processable Tonnes	Non- processable Tonnes	Total Tonnes	Rate* \$	Revenue \$
<u>Waste</u>					
City of Joondalup	53,500	12,500	66,000	126.14	8,325,105
City of Wanneroo	61,000	13,000	74,000	126.23	9,340,789
City of Stirling	66,421	38,654	105,075	116.42	12,232,851
City of Perth	13,900	85	13,985	125.96	1,761,604
City of Vincent	13,200	1,800	15,000	125.79	1,886,860
Town of Cambridge	6,100	1,200	7,300	124.88	911,534
Town of Victoria Park	14,500	1,500	16,000	126.45	2,023,153
<u>Residue</u>					
BioVision	-	48,700	48,700	127.61	6,214,607
City of Wanneroo	-	4,765	4,765	120.32	573,328
Closing balance	228,621	122,204	350,825		43,269,831

ACTUAL

	Processable Tonnes	Non- processable Tonnes	Total Tonnes	Rate* \$	Revenue \$
<u>Waste</u>					
City of Joondalup	52,829	12,491	65,320	126.71	8,276,616
City of Wanneroo	55,726	10,790	66,516	126.10	8,315,981
City of Stirling	74,048	40,703	114,751	118.89	13,642,560
City of Perth	13,259	85	13,344	126.93	1,693,799
City of Vincent	12,927	2,167	15,094	127.17	1,919,818
Town of Cambridge	6,787	1,224	8,011	127.11	1,018,182
Town of Victoria Park	12,670	320	12,990	126.65	1,645,226
<u>Residue</u>					
BioVision	-	51,575	51,575	127.37	6,568,952
City of Wanneroo	-	4,862	4,862	126.10	613,098
Closing balance	228,246	124,217	352,463		43,694,232

* Average tonnage rates may vary as a result of a price change which occurred on 1 January 2015 with respect to a \$27 per tonne increase in the landfill levy, as well as certain waste types being charged at the approved non-standard rates for that waste category.

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28. FINANCIAL ACTIVITY INFORMATION AND MEMBER CHARGES (continued)

	ACTUAL 2014/2015 \$	BUDGET 2014/2015 \$	ACTUAL 2013/2014 \$
<u>Make up of surplus funding</u>			
Cash	26,497,613	24,364,459	23,788,675
Receivables	3,266,585	3,921,029	3,135,764
Inventories	<u>11,462</u>	<u>13,971</u>	<u>12,280</u>
	29,775,660	28,299,459	26,936,719
<i>Less</i>			
Reserves – cash restricted	(15,377,524)	(11,307,231)	(15,136,103)
Sundry creditors and GST	(5,746,049)	(3,882,875)	(4,484,596)
Provisions	<u>-</u>	<u>(1,148,768)</u>	<u>-</u>
	(21,123,573)	(16,338,874)	(19,620,699)
	8,652,087	11,960,585	7,316,020

29. COUNCILLORS' REMUNERATION

The following fees, expenses and allowances are to be paid to council members and the chairman:

Meeting fees	127,367	128,750	127,098
Chairman's and Deputy Chairman's allowance	24,463	24,320	23,750
Conference expenses	19,470	70,200	9,248
Members' allowances	<u>12,105</u>	<u>15,000</u>	<u>11,917</u>
	183,405	238,270	172,013

30. EMPLOYEE NUMBERS

The number of full-time equivalent employees at year end was:

ACTUAL
2014/2015

ACTUAL
2013/2014

38.9

38.9

Mindarie Regional Council
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31. FINANCIAL RISK MANAGEMENT

The MRC's activities expose it to a variety of financial risks, including, but not limited to, price risk, credit risk, liquidity risk and interest rate risk. The MRC's overall risk management focuses on the unpredictability of financial markets and seeks to minimise the effect of potentially adverse events on the financial performance of the MRC.

The MRC does not engage in transactions in foreign currencies and is therefore not subject to foreign currency risk. Financial risk management is carried out under policies approved by the Council.

The MRC held the following financial instruments at year end:

	Carrying value		Fair value	
	2014/2015	2013/2014	2014/2015	2013/2014
	\$	\$	\$	\$
<u>Financial assets</u>				
Cash and equivalents	26,497,613	23,788,675	26,497,613	23,788,675
Receivables	3,024,878	3,135,764	3,024,878	3,135,764
	29,522,491	26,924,439	29,522,491	26,924,439
<u>Financial liabilities</u>				
Payables	5,981,272	4,932,612	5,981,272	4,932,612
Borrowings	9,169,239	11,849,015	8,328,309	10,432,136
	15,150,511	16,781,627	14,309,581	15,364,748

For cash and equivalents, receivables, payables, borrowings and held-to-maturity investments, carrying values are deemed to approximate fair value.

31(a) Cash and cash equivalents

The MRC's objective is to maximise its return on cash and investments whilst maintaining an adequate level of liquidity and preserving capital.

A monthly report is provided to Council summarising the cash and investment portfolio.

Cash and investments are subject to interest rate risk and credit risk. The MRC has entered into rolling 90 day fixed rate cash investments to partially mitigate the effects of interest rate risk. The MRC has a significant concentration of credit risk, given that its cash investments are all held with one counterparty, however the institution has a sound credit rating which is considered to sufficiently ameliorate any potential credit risk.

A 1% fluctuation in annualised interest rates is estimated at approximately \$264,976.

Mindarie Regional Council
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31. FINANCIAL RISK MANAGEMENT (continued)

31(b) Receivables

The MRC's material receivables are comprised of member council user fees and charges. These receivables are subject to a level of credit risk, however, given the counterparties, this is considered negligible. Significant exposures to individual counterparties are monitored on an ongoing basis.

There are no material receivables that have been subject to a re-negotiation of repayment terms.

The ageing profile of the MRC's receivables at year end was:

	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
Receivables within credit terms	3,017,294	3,111,405
Receivables overdue	7,584	24,359
Provisions for bad debts	<u>-</u>	<u>-</u>
	3,024,878	3,135,764
	%	%
Receivables within credit terms	99	99
Receivables overdue	<u>1</u>	<u>1</u>
	100	100

31(c) Payables and borrowings

Payables and borrowings are both subject to liquidity risk. In addition, one of the long-term borrowing facilities is subject to interest rate risk.

The MRC manages its liquidity risks by monitoring its cash flow requirements and liquidity levels on an ongoing basis and through maintaining an adequate cash buffer. In addition, the MRC has access to an overdraft facility to cover any short-term liquidity issues. Interest rate risk is managed through the negotiation of long term facilities and fixing interest rates where it is considered advantageous to do so.

The table below sets out the maturity profile of the MRC's payables and borrowings.

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31. FINANCIAL RISK MANAGEMENT (continued)

	Due within 1 year \$	Due between 1 and 5 years \$	Due after 5 years \$	Total contractual cash flow \$	Carrying value \$
30 June 2015					
Payables	5,981,272	-	-	5,981,272	5,981,272
Borrowings	3,785,699	3,861,464	1,522,077	9,169,240	9,169,240
	9,766,971	3,861,464	1,522,077	15,150,512	15,150,512

*Weighted average effective
interest rate on borrowings*

6.2%

30 June 2014

Payables	4,932,612	-	-	4,932,612	4,932,612
Borrowings	2,679,428	7,283,633	1,885,606	11,848,667	11,848,667
	7,612,040	7,283,633	1,885,606	16,781,279	16,781,279

*Weighted average effective
interest rate on borrowings*

6.3%

32. EVENTS AFTER THE REPORTING PERIOD

There have been no material events after the reporting period which would affect the financial report of the MRC for the year ended 30 June 2015 or which would require separate disclosure, other than as listed below:

- a) Carbon price – at its council meeting held in August 2015, the Council of the MRC resolved to comply with the spirit of voluntary Waste Industry Protocol regarding funds held by landfills arising from the carbon price, without formally adopting the protocol.

As part of this resolution, the MRC has refunded \$2,849,654 to its member councils after the year end, which will reduce both the liability and the cash backed reserve. The remaining \$491,077 will be retained for future carbon abatement projects. The liability will be reversed as a revenue and the reserve will be repurposed to be used for carbon abatement projects.

33. COMMITMENTS FOR CAPITAL AND LEASING EXPENDITURE

	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
Contracted capital equipment purchases and lease expenditure		
Payable not later than one year	5,298	24,500
Payable between one and five years	15,012	-

Mindarie Regional Council
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34. CONTINGENT LIABILITIES

As at 30 June 2015, the MRC had no contingent liabilities.

35. GRANT REVENUE

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

	ACTUAL 2014/2015 \$	ACTUAL 2013/2014 \$
By Nature and Type:		
Operating Grants and Subsidies	10,000	302,926
By Program:		
Community Amenities	10,000	302,926

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36. NEW ACCOUNTING STANDARDS AND INTERPRETATIONS FOR APPLICATION IN FUTURE PERIODS

The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the Council.

Management's assessment of the new and amended pronouncement that are relevant to the Council, applicable to future reporting periods and which have not yet been adopted are set out as follows:

	Title and topic	Issued	Applicable	Impact
i.	9 – Financial Instruments (Incorporating 2014-7 and AASB 139)	Dec 2014	1 Jan 2018	Nil – The objective of this Standard is to improve and simplify the approach for classification and measurement of financial assets compared with the requirements of AASB 139. Given the nature of the financial assets of the Council, it is not anticipated the standard will have any material effect.
ii.	2010 – 7 Amendments to Australian Accounting Standards arising from AASB 9 (September 2010)	Sept 2014	1 Jan 2018	Nil – The revisions embodied in this standard give effect to the consequential changes arising from the issuance of AASB 9 which is not anticipated to have any material effect on the Council (refer (i) above).
iii.	AASB 15 Revenue from Contracts with Customers	Dec 2014	1 Jan 2017	This Standard establishes principles for entities to apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from a contract with a customer. The effect of this Standard will depend upon the nature of future transactions the Council has with third parties. It may or may not be significant.
iv.	AASB 2013-9: Amendments to Australian Accounting Standards – Conceptual Framework, Materiality and Financial Instruments	Dec 2013	1 Jan 2015	Part C makes consequential amendments to AASB 9 and other standards and amends the permissions around certain applications relating to financial liabilities reissued at fair value. As the bulk of changes are either editorial or referencing it is not expected to have a significant impact on Council.

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36. NEW ACCOUNTING STANDARDS AND INTERPRETATIONS (continued)

	Title and topic	Issued	Applicable	Impact
v.	AASB 2014-3 Amendments to Australian Accounting Standards – Accounting for Acquisitions of Interests in Joint Operations	Aug 2014	1 Jan 2016	This Standard amends AASB 11: Joint Arrangements to require the acquirer of an interest (both initial and additional) in a joint operation in which the activity constitutes a business, as defined in AASB 3: Business Combinations, to apply all of the principles on business combinations accounting in AASB 3 and other Australian Accounting Standards except for those principles that conflict with the guidance in AASB 11; and disclose the information required by AASB 3 and other Australian Accounting Standards for business combinations. Since adoption of this Standard would impact only acquisitions of interests in joint operations on or after 1 January 2016, management believes it is impracticable at this stage to provide a 'reasonable estimate of such impact on the Council's financial statements.
vi.	AASB 2014-4 Amendments to Australian Accounting Standards – Clarification of Acceptable Methods of Depreciation and Amortisation	Aug 2014	1 Jan 2016	This Standard amends AASB 116 and AASB 138 to establish the principle for the basis of depreciation and amortisation as being the expected pattern of consumption of the future economic benefits of an asset. It also clarifies the use of revenue-based methods to calculate the depreciation of an asset is not appropriate nor is revenue generally an appropriate basis for measuring the consumption of the economic benefits embodied in an intangible asset. Given the Council currently uses the expected pattern of consumption of the future economic benefits of an asset as the basis of calculation of depreciation, it is not expected to have a significant impact.

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36. NEW ACCOUNTING STANDARDS AND INTERPRETATIONS (continued)

vii.	AASB 2014-5 Amendments to Australian Accounting Standards arising from AASB 15	Dec 2014	1 Jan 2017	Consequential changes to various Standards arising from the issuance of AASB 15. It will require changes to reflect the impact of AASB 15.
viii.	AASB 2015-2 Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 101	Jan 2015	1 Jan 2016	This Standard amends AASB 101 to provide clarification regarding the disclosure requirements in AASB 101. Specifically, the Standard proposes narrow-focus amendments to address some of the concerns expressed about existing presentation and disclosure requirements and to ensure entities are able to use judgement when applying a Standard in determining what information to disclose in their financial statements. This Standard also makes editorial and consequential amendments as a result of amendments to the Standards listed in the title column. It is not anticipated it will have any significant impact on disclosures.
ix.	AASB 2015-3 Amendments to Australian Accounting Standards arising from the withdrawal of AASB 1031 Materiality	Jan 2015	1 Jul 2015	This Standard completes the withdrawal of references to AASB 1031 in all Australian Accounting Standards and Interpretations, allowing it to be completely withdrawn. It is not anticipated it will have a significant impact as the principles of materiality remain largely unchanged.
x.	AASB 2015-6 Amendments to Australian Accounting Standards – Extending Related Party Disclosures to Not-for- Profit Public Sector Entities	Mar 2015	1 Jul 2016	The objective of this Standard is to extend the scope of AASB 124 Related Party Disclosures to include not-for-profit sector entities. The Standard is expected to have a significant disclosure impact on the financial report of the Councils both Elected Members and Senior Management will be deemed to be Key Management Personnel and resultant disclosures will be necessary.

Mindarie Regional Council
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36. NEW ACCOUNTING STANDARDS AND INTERPRETATIONS (continued)

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

These new and revised standards were:

- AASB 2011-7
- AASB 2012-3
- AASB 2013-3
- AASB 2013-8
- AASB 2013-9 Parts A & B

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

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(to be distributed under separate cover)

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APPENDIX NO. 7

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