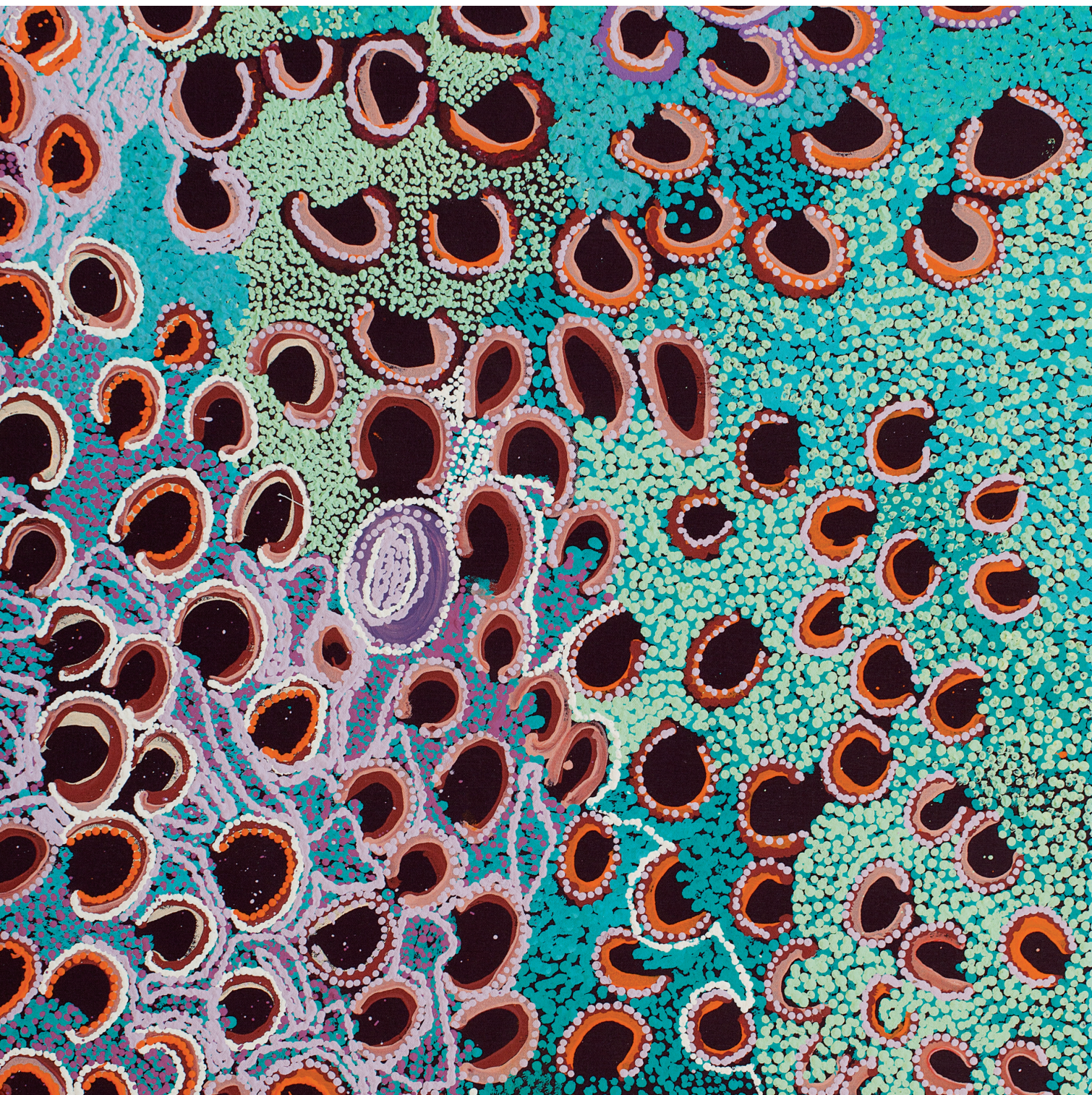




Annual Report

2016 - 2017

Shire
of East
Pilbara



Welcome

On the cover and above this Annual Report:

'Kalajarli', Nancy Chapman Nyanjilpayi, 2017,
acrylic on canvas, 76 x 122cm

Special thanks to 'Kevin Mitchell Chasing Stars' for the
use of his photographs



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Photo by Kevin Mitchell

Our History

Shire of East Pilbara

The Shire of East Pilbara is considered the heart of the Pilbara, covering approximately 372,000 square kilometres, one and a half times larger than the state of Victoria.

The main townsites are Newman, Marble Bar and Nullagine, with a number of remote communities within the Shire, including Jigalong, Parnngurr, Punmu, Kunawarriji, Kiwirrkurra and Warralong.

The Shire of East Pilbara was formed in 1972 upon the amalgamation of the Shires of Marble Bar and Nullagine. Historically, Marble Bar was part of the Bamboo Road Board which was established in 1896 and renamed the Marble Bar Road Board in 1904. Nullagine was part of the Nullagine Road Board which was established in 1898. The Shires of Marble Bar and Nullagine were established in 1961 when all road boards became shires.

Nowadays, the Shire's administration centre is located in Newman. Council retains a sub-office at Marble Bar with a rural works crew that operates from that location. A small work force is also operated at Nullagine.

The estimated population of the Shire is 16,000 people of which 5,200 live in Newman; home to the major Pilbara iron ore mine, BHP's Mt Whaleback. The Shire's history is rich in mining and pastoral activities and provides a significant contribution towards the State and Federal Governments' wealth.

Newman

Newman was named after the Newman Homestead. The homestead and nearby Mt Newman were named in honour of Aubrey Woodward Newman, an early explorer. The town of Newman was built by Mt Newman Mining Company Pty Ltd to accommodate its employees and their families. From July 1981, the company began gradually handing over responsibilities for the town to the Shire of East Pilbara. In 1982 the town of Newman was changed from a closed mining town to a "normalised" town.

Newman is home to the largest single cut iron ore mine in the world and was built after export restrictions on iron ore were lifted. It is surrounded by the Ophthalmia Ranges and is the southern gateway to the magnificent Karijini National Park which boasts some of Western Australia's most spectacular scenery.

Marble Bar

Marble Bar has the dubious reputation of being Australia's hottest town. It is located approximately 300 kilometres north of Newman, with a population of approximately 250 people.

Marble Bar is another Pilbara town which sprang up during the gold rush period, with the settlement officially declared a town in 1893. It derives its name from the immense bar of jasper, similar in appearance to marble, which cuts through the Coongan River about six kilometres from the town.

Visitors to Marble Bar can visit the famous Iron Clad Hotel or explore the surrounding gorges such as Coppin's Gap, Kitty's Gap and Doolena Gorge.

Nullagine

Nullagine is located on the Nullagine River, approximately 200 kilometres north of Newman and 100 kilometres from Marble Bar along a partially sealed road.

Settled originally by graziers, Nullagine became a thriving town during the gold rush of the 1880's. Its population peaked between 1895 and 1914 at 3,000 people. During this period, the town boasted three hotels and a number of stores.

Nullagine was the site of Australia's first diamond discovery and has since attracted prospectors and gold miners looking to find their fortunes in this mineral rich town.



Photo by Kevin Mitchell

Report from the President and CEO

Each year the Shire of East Pilbara continues to achieve goals which consolidate our position as one of the key regional centres in the Pilbara and 2016-17 has been no exception. Looking back on the past year, the Shire had a strong focus on community events and activities as well continuing to fulfill our plans on the Newman Town Centre Revitalisation Plan.

The Shire enjoyed many popular community events, including a number of new events that we were excited to add to the social calendar. In May, Newman enjoyed the

inaugural Reconciliation Ball held at our beautiful East Pilbara Art Centre with more than 240 guests in attendance. The Ball was held to provide all members of the East Pilbara community with an opportunity to participate in Reconciliation Week and to recognise, reflect and commemorate the significance of Australia's reconciliation journey. The event helped the Shire to further strengthen its relationships with both agencies and prominent members of the indigenous community.

Now in its third year of a four year commitment, the 2016 Art at the Heart residency was awarded to the extraordinary Nigerian-born artist 'Akirash'. In his six short weeks in the East Pilbara, Akirash produced a staggering 18 individual pieces of art and presented workshops in Marble Bar, Newman and Nullagine.

The Shire was proud bring back

the Outback Fusion Festival in 2016 which celebrated Newman's distinct multiculturalism and remote outback location through art, culture, food, music and dance. Over 1600 participants took part in the three day festival, enjoying market stalls, international food stalls and cooking demonstrations, dance performances and a live concert.

Members at Newman Recreation Centre can now access round-the-clock gymnasium facilities after the Shire recognised the need for more health and fitness opportunities in Newman. The move to allow 24-hour access to the gym facilities ensures that all members have the same opportunities regardless of the working commitments and shift rosters that are common in our community.

The Shire took over the operations of the Newman Library in June 2016. We increased the hours of operation so that





the library is now a full-time service and library staff have developed a number of programs including an after-school Lego club, Coder Dojo coding club and monthly Book Club. We are proud that patronage has increased by around 40% and we intend to do more to increase memberships in the coming year.

An increase in services and lower fees for RVs to stay at the Newman Visitor Centre resulted in Newman becoming the first town in the North West to achieve the RV Friendly Town Status, courtesy of the Campervan and Motorhome Club of Australia (CMCA). We are pleased that a national organisation like the CMCA has recognised our commitment to provide low cost overnight parking and facilities for self-contained vehicles, and hope that it entices more tourists to travel through Newman.

Now at the end of the 2016-17 year, we can see the finish line for the Newman Town Centre Revitalisation Plan which began planning in 2002. After many years of planning and hard work we are greatly looking forward to the grand opening of the Town Square in July and to seeing the whole community of Newman enjoying and embracing the new facilities and services it will offer.

We are still persistent in our aim to see the price of airfares dropped for residents of the East Pilbara. We have met with

Qantas twice to urge the airline carrier to investigate different pricing options for the Pilbara region and to provide an explanation for the high prices. We will continue to put pressure on the carriers that service Newman and persist in our desire to see the implementation of lower fares and/or a resident discount card.

We also endured difficult times this past year as we said goodbye to Councillor John Jakobson who passed away in April 2017. As the husband of fellow Councillor Anita Grace, this was a difficult period for all on Council and John's departure was heavily felt. He had a real passion for the East Ward and was keenly aware of the challenges facing the community and Local

Government. John Jakobson was an asset to the Pilbara and will be greatly missed.

As always, we continue to strive to provide the best for our region and our residents. We would like to thank our fellow Councillors, administration staff and our wonderful community for another successful year in the Shire of East Pilbara. Please take the time to read through this Annual Report to obtain a picture of our diverse activities and achievements of the past year.



Cr Lynne Craigie
Shire President



Allen Cooper
Chief Executive Officer

Elected Members

South Ward



Cr Lynne Craigie
Shire President
Term Expires 2019

South Ward



Cr Shane Carter
Term Expires 2017

South Ward



Cr Anita Grace
Term Expires 2017

South Ward



Cr Craig Hoyer
Term Expires 2019

South Ward



Cr Gerry Parsons
Term Expires 2017

South Ward



Cr Jay Ahmedi
Term Expires 2019

North Ward



Cr Lang Coppin
Shire Deputy President
Term Expires 2017

North West Ward



Cr Michael Kitchin
Term Expires 2019

Lower Central Ward



Cr Biddy Schill
Term Expires 2019

East Ward



Cr John Jakobson
Term Expires 2017

Central Ward



Cr Dean Hatwell
Term Expires 2017

Councillor's Meeting Attendance

	Ward	Retire	22-Jul-16	26-Aug-16	23-Sep-16	28-Oct-16	09-Dec-16
Cr Lynne Craigie	South	2019	Yes	Apology	Yes	Yes	Yes
Cr Michael Kitchen	North West	2019	Apology	Yes	Yes	Yes	Yes
Cr Jay Ahmedi	South	2019	Leave of Absence	Yes	Apology	Yes	Yes
Cr Craig Hoyer	South	2019	Yes	Yes	Yes	Yes	Yes
Cr Biddy Schill	Lower Central	2019	Yes	Apology	Yes	Yes	Yes
Cr Anita Grace	South	2017	Yes	Yes	Apology	Yes	Apology
Cr Shane Carter	South	2017	Yes	Yes	Apology	Yes	Yes
Cr Gerry Parson	South	2017	Yes	Yes	Yes	Yes	Yes
Cr Lang Coppin	North	2017	Yes	Apology	Yes	Yes	Yes
Cr John Jakobson	East	2017	Apology	Yes	Apology	Yes	Yes
Cr Dean Hatwell	Central	2017	Yes	Yes	Yes	Yes	Yes
Location			Newman	Newman	Marble Bar	Newman	Newman

	03-Feb-17	17-Mar-17	21-Apr-17	26-May-17	30-Jun-17
Cr Lynne Craigie	Yes	Apology	Apology	Yes	Yes
Cr Michael Kitchen	Yes	Yes	Yes	Yes	Yes
Cr Jay Ahmedi	Yes	Apology	Yes	Yes	Apology
Cr Craig Hoyer	Apology	Yes	Yes	Yes	Yes
Cr Biddy Schill	Yes	Yes	Apology	Apology	Yes
Cr Anita Grace	Yes	Yes	Apology	Yes	Yes
Cr Shane Carter	Yes	Yes	Apology	Yes	Yes
Cr Gerry Parson	Yes	Yes	Yes	Yes	Apology
Cr Lang Coppin	Yes	Yes	Yes	Yes	Yes
Cr John Jakobson	Yes	Apology	Apology	Vacant	
Cr Dean Hatwell	Yes	Yes	Yes	Yes	yes
Location	Newman	Marble Bar	Newman	Newman	Nullagine

Councillor's meeting attendance for 10 meetings in the financial year are as follows:

Cr Lynne Craigie	7
Cr Michael Kitchen	9
Cr Jay Ahmedi	6
Cr Craig Hoyer	9
Cr Biddy Schill	7
Cr Anita Grace	7
Cr Shane Carter	8
Cr Gerry Parson	9
Cr Lang Coppin	9
Cr John Jakobson	4
Cr Dean Hatwell	10

Organisational Chart



Allen Cooper
Chief Executive Officer



Sian Appleton
Deputy Chief
Executive Officer



Rick Miller
Director Technical and
Development Services



David Kular
Manager Human Resources



Pip Parsonson
Manager Community
Wellbeing



Clint Swadling
Manager Community Safety



Simone Van Buerle
Manager Recreation &
Events



Ryan Del Casale
Manager Planning



Salomon Kloppers
Manager Development
Airports



Edmore Masaka
Manager Development
Services - Health



David Evrett
Manager Development
Services - Building



Ben Lewis
Manager Assets &
Procurements



Oliver Schaer
Manager Technical Services
- Rural



Bhavesh Modi
Manager Technical Services
- Newnan



George Christianson
Manager Airport Compliance

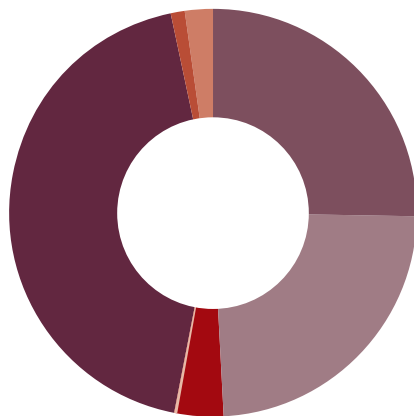


Carly Day
Manager Martumili
Artists



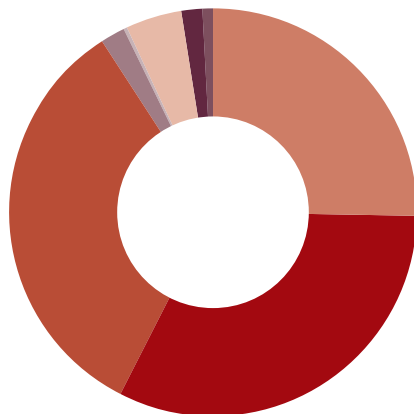
Sources and Applications of Operating Funds

(Excluding Capital)



Operating Revenues

- Rates
- Grants and Subsidies
- Contributions, Reimbursements and Donations
- Gain on Asset Disposals
- Fees and Charges
- Interest Earnings
- Other Revenue/Income



Operating Expenditure

- Employee Costs
- Materials and Contracts
- Depreciation on Non Current Assets
- Insurance Expenses
- Loss on Asset Disposal
- Utilities (Gas, Electricity, Water etc)
- Other Expenditure
- Interest Expenses



Photo by Kevin Mitchell

Human Resources

Deputy CEO's Office:

Deputy CEO	1
Managers	5
Coordinators	10
Officers	28

Technical & Development:

Director	1
Managers	8
Coordinators	4
Officers	31

As at the 30th June, 2017, Council had 96 permanent positions allocated as follows:

Executive Services:

CEO	1
Managers	1
Coordinators	2
Officers	4

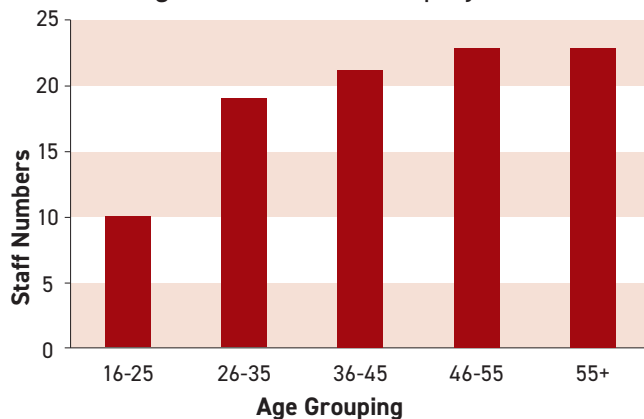
Recruitment:

The following permanent positions were vacant as at 30 June, 2017

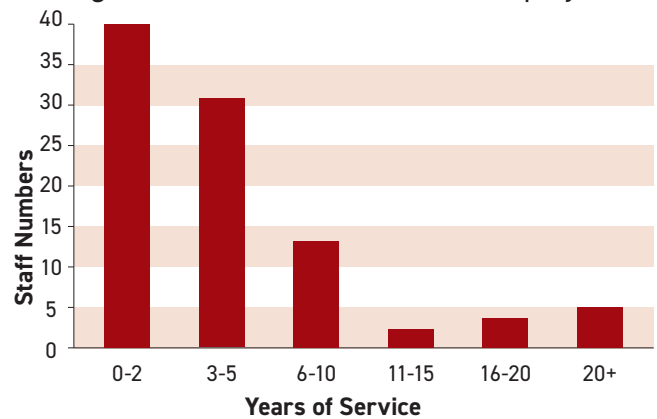
- IT Information Services Support Officer
- Manager Corporate Services
- Chief Operation Officer - Airports
- Works Supervisor
- Snr Works Hand - Newman
- Coordinator Youth Services
- Shire Ranger
- Coordinator Aquatic Centre

Staff turnover for 2016/2017 financial year was 25% for permanent full time and part time positions.

Age of Permanent Employees



Length of Service for Permanent Employees





Administration Report

Corporate Business Plan

The Corporate Business Plan addresses all of the Shire's operations including services, assets (capital works and ongoing operating) and projects. It also identifies how the Shire's operations link to the Strategic Community Plan through strategies and outcomes.

The Shire is committed to deliver what the community and its elected members have identified as its priorities, together with meeting its legislative obligations as a local government.

Strategic Community Plan

Pursuant to section 5.56 of the Local Government Act 1995, Council is required to prepare a plan for the Future of the District.

The Shire's commitment to the future of all its towns is reflected in this plan, which outlines a vision, strategies, initiatives and proposed outcomes for the coming decades. In framing this plan, the Shire is fulfilling legislative obligations whilst paying due attention to the needs and aspirations of residents, now and in the future.

The plan aims to meet our community needs, whilst also addressing the expectations of State Government – requiring all local government authorities

to develop a strategy and planning document that reflects community and local government aspirations and priorities over a period of 10+ years.

Records Management

The Shires updated Record Keeping Plan (RKP) was adopted by Council 26th July 2013. The purpose of a government organisation's Record Keeping Plan is to set out the matters about which records are to be created by the organisation and how it is to keep its records. The Record Keeping Plan is to provide an accurate reflection of the record keeping program within the organisation, including information regarding the organisation's record keeping system(s), disposal arrangements, policies, practices and processes. The Record Keeping Plan is the primary means of providing evidence of compliance with the Act and the implementation of best practice record keeping within the organisation.

The Shire's style guide was implemented 13th March 2014 and outlines the standards and specifications for the use of the Shire of East Pilbara's identity in a variety of situations. The guide determines how we use the Shire of East Pilbara logo including the crest, wordmark and 'Heart of the Pilbara' illustration.

It also covers the correct use of colours and fonts, taking and choosing suitable photographs and other graphic elements, and layout examples for reference.

Disability Access and Inclusion Plan 2015-2019

The Disability Access and Inclusion Plan 2015-2019 (DAIP) was adopted by council 22nd May 2015. We would like to establish a DAIP committee to review, implement and partner with to ensure the outcomes are meeting community needs by December 2015. This financial year the Shire partnered with Disability Services Commission and Pilbara Joblink to celebrate International Day of People with Disability to promote awareness and support from the wider community with an inclusive event. The day was celebrated with a dive-in movie at the Newman Aquatic Centre and it will become an annual event. The Shire of East Pilbara will continue to support local initiatives and recognise the challenges of ensuring that local businesses, community centres and public buildings are easily accessible for members with a disability.

Outcome 1: People living with disability have the same opportunities as other people to access the services of, and any events organised by the Shire of East Pilbara.	The DAIP is included in the Public Events Application forms for all event organisers. Library services throughout the East Pilbara Shire have reading materials and have dedicated areas for people with disability ensuring easy access.
Outcome 2: People living with disability have the same opportunities as other people to access the buildings and other facilities owned and/or operated by the Shire of East Pilbara.	All new public building/facilities are accessible for people with disability. Shire of East Pilbara continues to ensure that people living with disability have the same opportunities as other people.
Outcome 3: People living with disability receive information from the Shire of East Pilbara in a format that will enable them to access the information as readily as other people are able to access it.	All Shire documents are being made available in other formats on request.
Outcome 4: People living with disability receive the same level and quality of service from the employees of the Shire of East Pilbara as other people receive.	All Shire employees deliver the same service to everyone regardless if they are a person living with disability.
Outcome 5: People living with disability have the same opportunities as other people to make complaints to the Shire of East Pilbara.	The new Shire website allows access to make a complaint online or directs members to these services and processes and the website complies with W3C web content guidelines.
Outcome 6: People living with disability have the same opportunities as other people to participate in any public consultation process facilitated or/on behalf of the Shire of East Pilbara	Disability services and groups will be part of the DAIP committee to be established by end 2015.
Outcome 7: People with disability have the same opportunities to obtain and maintain employment with the Shire of East Pilbara	People with disability are offered the same opportunities for employment within the Shire. People with disability are currently employed as staff and will continue to be supported in maintaining their employment.
Outcome 8: The Shire of East Pilbara will undertake initiatives that promote community awareness, accessibility and inclusiveness relating to people living with disability.	The Shire of East Pilbara will celebrate International Day of People with Disability as an annual event and is included in the Event Strategy.

Freedom of Information (FOI) statistics

In accordance with Section 10 (1) of the Freedom of Information Act 1992, residents have the right to access documents (which are not otherwise exempt) held by State and Local Government agencies. One Freedom of Information applications were received during the 2016/17 financial year.

Official Conduct Report

The Local Government Act 1995 requires the Shire of East Pilbara to report on the number of official conduct complaints recorded under Section 5.121 during a financial year. The Shire of East Pilbara received no complaints of this nature during the 2016/17 financial year.

Policy Manual

During the reportable period the following new policies were added to the policy manual;

- Use of Presidential Chain Policy 1.17
- Internal Controls Policy 4.15

During the reportable period the following policies were amended in the policy manual;

Amendments are due to changes in legislation and/or the current operational needs of the Shire.

- Gratuity Policy 2.4
- Accounting Policy 3.1
- Self-Supporting Loans Policy 3.7
- Rates Incentive Policy 3.8
- Investments Policy 3.9
- Regional Price Preference Policy 3.13
- Procurement and Tender Procedures Policy formerly known as the Purchasing and Tender Procedure Policy 3.14
- Execution of Documents 4.5
- Staff Housing -Home Improvements Policy 7.1

During the reportable period the following policies were deleted in the policy manual;

- Occupational Health and Safety Policy from the Staff Procedures Manual and adopted it back to the policy manual.



Corban, Clause Williams talking to customers in the Martumili Gallery, in the East Pilbara Arts Centre

Martumili

Martumili Artists is an Aboriginal Arts Centre representing Martu artists from 7 communities across the Pilbara. The East Pilbara Arts Centre (EPAC) opened in April 2016, providing Martumili with purpose built facilities from which to run their operations- studio and office space, plus a state of the art Gallery space in which to display exhibitions and share their work with the wider community.

Since it's opening, the building has attracted national media attention for its innovative and sustainable design

features, earlier this year the Centre was awarded the Jeffery Howlett Award by the Australian Institute of Architects WA. The Centre also picked up commendations for the Sustainability and Colorbond Steel categories.

In the first 12 months of moving into the East Pilbara Arts Centre, Martumili have recruited over 50 new artists, 9 new Martu staff members, and have curated 5 exhibitions. Events such as exhibition openings, family open days and basket weaving workshops have allowed Martu artists to share their art and culture with the wider community, including a significant amount of tourists that pass through the town.

Martumili Artists continue to deliver a curated exhibition program in their Gallery, as well as participating in exhibitions and projects nationally and internationally.

51 new artists recruited, a significant increase compared to 14 in the previous reporting year.

1188 new artworks have been created, 894 sold.

A total of **138 artists engaged with the centre** within the year, across the 7 East Pilbara Communities serviced by Martumili Artists: Newman (Parnpajinya), Nullagine (Irrungadji), Parnngurr, Jigalong, Punmu, Warralong and Kunawarritji.

9 new Martu arts workers were employed compared to 3 in previous reporting year.

Martumili have participated in **3 artist in residencies** and **4 Art Markets** around Australia.



Nancy Nyanjilpayi Chapman collecting timari grass for basket weaving in Punmu



Nancy Nyanjilpayi Chapman painting in the Martumili Artists Parnngurr art shed

6 community exhibitions, events and partnerships delivered:

Gallery tours for school children and community groups

As a result of the opening of EPAC and the Martumili Gallery, MMA is now able to offer guided tours of the gallery and its artwork to school children and other community groups.

Artist in Residencies with BHP for NAIDOC week

Martumili Artists visited two separate BHP sites at Jimblebar and Eastern Ridge for a three day Artist in Residency.

Fusion Festival

A collaborative exhibition by Martumili Artists and the Art at the Heart Artist Akirash. This exhibition launched the whole festival celebrating collaboration and cultural diversity in Newman.

Martumili Artists Annual Christmas Sale and Online Sale 2016

Martumili's annual Christmas Sale was this year held in the new EPAC facilities and launched an extended online sale.

Yarrkalpinti Warrarnpa (Hunting Grounds)

A new exhibition exploring the Martu hunting traditions of the Western Desert. Curated around the significant 2013 Martumili Collaborative painting 'Yarrkalpa- Hunting Ground, Parnngurr Area', painting on Country by 8 senior women artists.

After the Rains

An exhibition celebrating the botanical abundance that follows a heavy wet season in Martu Country. Flowing rivers, springing flora and soaked waterholes make for inspiring Country.

21 external exhibitions, events and partnerships delivered:

Revealed: New and Emerging WA Aboriginal Artists, Fremantle Arts Centre, Fremantle

More than 60 of the best new and Emerging Aboriginal artists from all over the state demonstrate the vitality and diversity of Contemporary WA Indigenous art. This Martumili had two artists selected, Cyril Whyoulter and Helen Dale Samson

The Karijini Experience, Karijini National Park

Martu Basket makers travelled to Karijini to do a workshop on Martu basket making techniques.

Line + Form | Paintings and Sculpture from the Indigenous Australian Collection, Queensland Art Gallery, Gallery of Modern Art

Exhibition reflecting individual visions and encompassing cultural links and connections between artists, featuring Rabbit Proof Fence by Dadda Samson and Judith Samson.

Black, White & Restive | Cross Cultural Initiatives in Australian Contemporary Art, Newcastle Art Gallery, Newcastle, NSW

An exhibition exploring engagement between Aboriginal and non-Indigenous artists, revealing the diversity of approaches to cross-cultural art practice. Featuring Martumili and Lynette Wallworth collaborative video installation.

Salon Des Refuses, Outstation Gallery, Darwin, NT





An exhibition of works that were not included in the Telstra awards this year including Bugai Whyoulter and Ngamaru Bidu

Yiwarra Kuju | the Canning Stock Route, Kagawa Prefecture Museum, Kagawa, Japan

A touring exhibition exploring the history of the famous West Australian droving road (the Canning Stock Route) through the stories of the country it cuts across, and tells the story of the Canning Stock Route's impact on Aboriginal people and the importance of the country surrounding it. Exhibition features many Martumili artworks now in the National Museum of Australia's collection.

Port Hedland Art Awards, The Courthouse Gallery, Port Hedland, WA

Finalists including Billy Atkins, Muuki Taylor, Betty Whyoulter, Cyril Whyoulter, Bugai Whyoulter and Jakayu Biljabu.

Painting. More Painting , Australian Centre for Contemporary Art, Melbourne, VIC

An overview of contemporary Australian painting in a context in which diverse conceptual, polemic and stylistic connections and debates can be drawn between individual approaches across generations. Featuring Collaborative work by Nora Wompi, Nora Nungabar, Bugai Whyoulter, Nola Taylor and Marjorie Yates

Nyilangkurr, Paul Johnstone Gallery, Darwin, NT

This exhibition celebrates the work of two incredible Martumili Artists – Jakayu Biljabu and Bugai Whyoulter. Their bold works have gained national recognition for their diverse, energetic and unmediated painting style.

Desert Mob Exhibition, Araluen Arts Centre, Alice Springs, NT

Spanning three galleries and hundreds of new works, selected for inclusion by the artists and art centres, Desert Mob is both a testament to tradition and a testing ground for experimentation and innovation in contemporary Aboriginal art from the desert.

Spring Salon + Art Parade, McCulloch and McCulloch, Whittlewood, Shoreham, VIC

An exhibition of dynamic new Aboriginal art celebrating the vibrancy of spring in paintings, ochres, barks and carvings from the Central, Western and Eastern Deserts, Utopia, the Pilbara, the APY Lands, the Kimberley, the Tiwi Islands and Arnhem Land.

Doreen Chapman, FORM Gallery, Perth, WA

Doreen Chapman, a self-titled solo exhibition by one of Western Australia's rising Aboriginal art stars, Pilbara-based painter Doreen Chapman. This exhibition was co-presented by Spinifex Hill Studios and Martumili Artists



Nancy Nyanjilpayi Chapman collecting minarri grass for basket weaving in Punimu



Arts Law Auction, Woolloomooloo, Sydney, NSW

A fundraising auction to raise money for Arts Law

Artist Open House Fremantle, Perth, WA

Each November Fremantle residents volunteer their gorgeous homes so that a carefully curated selection of emerging and established artists can show their art in a domestic context. It is also an opportunity to meet the artists, Amy French and Lily Long were the first Indigenous Artists to be a part of this event.

Light Geist, Fremantle Arts Centre, Fremantle, WA

Award-winning media artist Sohan Ariel Hayes (WA) and senior Martu artist Ngamaru Bidu (WA) transformed Bidu's mesmerising paintings of the Martu's fire burning regimes in the Western Desert into an absorbing three-dimensional painting titled Walyja Ngurra.

Who's afraid of Colour?, National Gallery of Victoria, Melbourne, VIC

Who's Afraid of Colour? looks at a number of senior and emerging artists from both city and bush studios. Featuring many Martu artists from the NGV permanent collection

20/20: A sense of Place, McCulloch and McCulloch, Whistlewood, Shoreham, VIC

Award-winning media artist Sohan Ariel Hayes (WA) and senior Martu artist Ngamaru Bidu (WA) transformed Bidu's mesmerising paintings of the Martu's fire burning regimes in the Western Desert into

an absorbing three-dimensional painting titled Walyja Ngurra.

Constellation, Paul Johnstone Gallery, Darwin, NT

Constellation is an exhibition that brings together a collection of outstanding artists from a diversity of regions. The artists, some senior and some emerging, hail from various leading Indigenous art centres including Martumili Artists.

Painting Power, The Goods Shed, FORM, Perth, WA

The relationship between the power of nature and the energy of ritual traditions is explored in these intensely personal artworks by Aboriginal artists living in remote Australia. Featuring Nora Wompi and Bugai Whyoulter.

50fifty, John Curtin University, Perth, WA

Celebrating 50 years of innovation in art from the Curtin University Art Collection, featuring Ngamaru Bidu.

Winter Salon + Art Parade, McCulloch & McCulloch Whistlewood, Shoreham, VIC

Aboriginal art from 6 regions featuring works by famous founding artists, award winners & rising stars. Artists include Nora Wompi and Bugai Whyoulter.





Community Wellbeing

Local Community Forums

The Shire of East Pilbara, through the Community Wellbeing section, continued to facilitate and host the monthly *East Pilbara Interagency*. The Interagency brought together a comprehensive array of service providers, representing government and the community sector from throughout the East Pilbara, to achieve common awareness of each agency's 'burning issues', 'good news' and upcoming events.

The Interagency has helped establish a critical mass to support advocacy and hold sector events and activities. It also meant that information was easily shared across a number of services and government departments as well as helping establish trust and reciprocity because of the regular interaction.

Community Wellbeing also continued to facilitate the Newman Early Years Network, where meetings are held bi-monthly to share information between all providers of children's services in Newman.

The Disability Access and Inclusion Committee also was facilitated in 2016-17 by Community Wellbeing. Meetings were held bi-monthly for services providers working with families and people living with disability.

Community Assistance Grants

In 2016/17 the Community Assistance Grant program was revamped, allowing clubs, associations and individuals improved access to financial and in-kind support from the Shire of East Pilbara.

The Shire Community Assistance Grants program assisted many East Pilbara community associations with in-kind support through Grant Number 1, which provides for the waiver of fees for the use of Shire amenities such as ovals, pools and pavilions with almost \$5000 in fees waived. Recipients included Newman Vets Football Club, Ngurra Kujungka Inc., Lions Club of Newman, Marble Bar Taekwondo Club, Newman Visitor Centre, Newman Senior Cricket, Marble Bar Primary School, Empowering People in Communities (EPIC), Newman Chamber of Commerce, Centrals Football Club and Pilbara Community Legal Service Inc.

The Community Assistance Grant Number 2, which provides up to \$1,000 in-kind and/or cash, awarded over \$2,000 of value to the following organisations, V Swans East Pilbara, Newman Senior High School, YMCA, Newman Playgroup, Marble Bar Ball Committee and Filipino Association of Newman to run events, host awards nights, and to bring new activities to the Shire's communities.

In 2016/17 Grant Number 3, which is offered twice a year and is up to the value of \$6,000 in cash or in-kind contributions, provided a total monetary value of approximately \$34,000 to a number of community groups to run a wide range of community activities, host events, purchase equipment and make much-needed changes to facilities. Organisations who received support under

Grant Number 3 were the Pioneers Football Club, Newman Community Baptist Church, Newman Taekwondo and Hapkido Club, Newman RSL Sub-Branch, Newman Amateur Swim Club, Newman National Football League, Empowering People in Communities, Newman Vets Football Club and Newman Gymkhana and Polocrosse Club.

Youth and Children's Services

The Newman Youth Centre continued to offer an engaging variety of opportunities for young people to participate in community life. The centre offered a dynamic range of programs and drop-in activities, alongside information and support relevant to local young people.

My Place Cafe continued to provide a well utilised drop-in space dedicated to young people, where affordable food could be purchased, free Wi-Fi was available throughout the year and a range of programs and fun activities were also made available. Youth Centre staff provided a safe environment for young people to access youth-specific information or to spend time with their peers, enjoying the range of activities the centre has on offer. The menu was upgraded to provide an adolescent-friendly range of options and regular cooking programs took place to encourage the development of young people's life skills.

Regular outdoor activities at the Newman Skate Park, Aquatic Centre and local ovals took place seasonally, with regular competitions and activities throughout the year. A range of activities were offered by the Youth Centre in school holiday periods, with extended open hours on offer. Activities varied from excursions to Karijini National Park to cake making workshops,



Funky Bus workshop with Darren Hutchens July

with something to appeal to all young people. Formal skateboarding workshops were run by highly experienced skaters from Perth in Newman and Marble Bar in August, and again in Newman in May

Early 2016 Newman Youth Centre introduced two Traineeship positions, working alongside the Chamber of Commerce and Industry of Western Australia, and Newman Senior High School. The full-time School Leaver Traineeship, when completed, qualifies the trainee with a Certificate IV in Youth Services and the part-time School-Based Trainee qualifies the trainee with a Certificate II in Community Services. This was a great opportunity to have local young people explore a career path in youth and community services, as well as actively participating in the daily operations of the Youth Centre.

The Newman Youth Centre continued to deliver exceptional youth-targeted community events, such as the National Youth Week 2016 Festival. The event was guided by survey data from local young people as well as a young people's planning team. This year the free festival was held at the Newman Youth Centre over two time slots, allowing younger children and families to visit the centre and join in the festivities during the day, followed by a dedicated evening session for high school aged students. Over 300 people attended to take part in activities including bucking bulls, bumper-balls, a giant waterslide, a blow-up obstacle course, a photo booth, laser tag, silent disco, blow-up basketball, live music from a local DJ and a range of free food and drinks. Feedback from parents and community members was exceptionally positive.

School's Out for Summer, held at the Newman Youth Centre, also provided a great outlet for young people to socialise and celebrate the end of the 2016 school year.

Another highlight of the year was the *Urban Art Workshops*, held at the centre in November and January, with visiting artist Chez Vegana. Young people learned various techniques of spray art and prepared a number of art works on canvas as well as transforming the entrance to the Youth Centre with a huge mural. The quality of work was so high that an exhibition was arranged and set up at Newman Visitors Centre to display the work. An exhibition was also held at the Newman Youth Centre at the end of the January workshop, which was open to all youth and parents to check out the amazing art work.

A Girls Group was piloted in 2016 with great success and is now a regular program at the Youth Centre. The group caters for girls aged 10-15 and provides an engaging mix of health information and social, recreational, craft and other activities decided by the group. Importantly the group provides a dedicated time and space for young women to access the Youth Centre and has seen a large increase in the number of girls participating in centre activities.

The youth centre also held their first ever International Youth Women's Week event. Coming together with local organisations Red Desert Events and EPIC, a broad range of fantastic events were held. Kick starting the celebrations with a youth leadership video conference featuring International Australian Model Chloe Wheatcroft, this was then followed by a pamper session

for the girls to get them ready for the IWD dinner. The dinner was an exciting event presenting the youth award for 'Young Woman of the Year'. There was also an all-girls defence class and afternoon tea for the girls to meet the special guests. The week finished with a screening of the movie *Girl Rising* a documentary that tells the stories of nine girls from developing countries, showing them overcoming great obstacles to obtain an education and change their fates. With the positive feedback on the week's activities International Youth Women's Week events are likely to be on the Youth Centre's annual calendar.

Newman Sustainable Litter Collection

Throughout 2016/17, the Community Wellbeing Department continued to facilitate the Sustainable Litter Collection Partnership Initiative in Newman. Expressions of interest to participate from local not for profit community groups and associations in Newman are compiled, and a schedule created, that sees Newman remain largely litter free throughout the year, while each participating community group is able to raise valuable funds as they go. SAFE Newman, Newman Taekwondo Club, Newman Vets Football Club, Newman Motorcycle Club, East Pilbara Softball Association, Newman Community Radio, Whaleback Ladies Darts Club, Newman Scout Group, Newman Netball Association and The East Pilbara BMX Club all participated, with the funds used to purchase new equipment, host events, send groups to events and keep local groups and associations sustainable.



Newman Library Book Club

Great Northern Clean up

Newman also participated in the Great Northern Clean-up which is a similar concept to 'Clean Up Australia Day'. The event saw almost 40 community members, a large contingent being from the Newman Scout Group, gathered to clean up litter around the community.

Tidy Towns Competition

The Shire of East Pilbara submitted entries for Newman and Marble Bar for the Tidy Towns Sustainable Communities Awards. Marble Bar entered into the General Appearance and Community Action and Wellbeing categories and was nominated as a finalist in the Community Action and Wellbeing categories.

Newman entered into the Community Action and Wellbeing, Environmental Sustainability, Litter Prevention and Waste Management and Heritage and Culture categories and was one of seven finalists in the State Winners Title.

Community Strategic Plan Review

In September 2016 a review of the Shire's Strategic Community Plan commenced. A survey was conducted and a number of workshops were held in Marble Bar, Newman and Nullagine, at a range of locations to explore the community's views on Shire services and amenities. The results of the survey and consultations were used to review the existing Strategic Community Plan.

Newman Visitor Centre and the Marble Bar Tourist Association

The Shire of East Pilbara continues to support the Newman Visitor Centre and the Marble Bar Tourist Association with on-going funding to support their activities and to contribute to the development of tourism to the region.

In Newman, the Visitor Centre operates regular tours to BHP's Mount Whaleback mine site. The tours of the largest open cut iron ore mine in the world continue to

be popular with tourists visiting Newman with some days attracting over 70 people on the tour. The Shire has also worked with Pilbara Regional Council and there are three 'Welcome Wi-Fi' hot spots established in the Shire, where residents and visitors to the region can enjoy free Wi-Fi.

The Marble Bar Tourist Association has been steadily developing its capacity over the past year. A new funding agreement with the Shire has provided for the employment of Tourism officers at the Marble Bar Visitor Centre and the Museum during the peak tourism months of April to October.

Libraries

Community libraries in Newman, Marble Bar and Nullagine continue to be supported by the Shire.

The Memorandum of Understanding which is in place with the Nullagine Community Resource Centre (CRC) which extends the arrangement of the CRC operating the Nullagine Library on behalf of the Shire by employing a part-time staff member five days per week has continued through 2016-17. Nullagine Library also provided informal activities throughout the year for the town's children such as colouring competitions and craft activities.

Marble Bar Library is situated within the Shire Administration Office building and continued to be maintained to a high standard by the Shire's Marble Bar Customer Services Officer. Events hosted by the Marble Bar Library included an Astronomy & Movie night in September.

The Shire took over the operations of the Newman Library in June 2016 and increased the hours of operation so that





the library is now a full-time service. Patronage increased approximately 40%. The following programs are now run out of the library,

- Lego – A group program enabling children to work on their own projects or as a group.
- Gumnuts Rhyme Time – A weekly rhyme time and sing-a-long program for 0 – 18 month old children and their carers.
- Story time – A weekly story reading and craft program for 2 to 5 year old children and their carers
- Coder Dojo – A computer based program teaching children how to make the codes behind games, apps and websites.
- Book Club - A club open to all members of the community who wish to share their passion for reading books with like-minded people.

During the year some of the Library staff from Newman and Marble Bar had the opportunity to attend the Regional Library Meeting which is an opportunity for library employees to attend a workshop to gain further knowledge of the industry and learn from others.

Events hosted by the Newman Library included, Children's Book week which further assisted the activation of the Library by providing a variety of story time activities as well as Lego workshops, dress up day for Halloween and online story telling. Other events included Disability Awareness Week, Macrame workshops, Christmas Craft, Easter Craft, more extensive school holiday workshops, Primary School study group visits, Harry Potter celebrations and a variety of NAIDOC themed activities.

The library has also in more recent times started to collaborate with other agencies such as Population Health to provide fun activity based education for children on things such as Dental Hygiene and Hand Hygiene.

Through this new found focus and dedicated team the Library has been able to steadily grow their membership throughout the year.

Arts and Cultural Development

Art at the Heart: Artist in Residence Program

The Art at the Heart residency is a four-year commitment by the Shire of East Pilbara to celebrate and develop the arts and cultural landscape of the region. With a commission budget of \$40,000 and an artist prize of \$15,000, the Art at the Heart residency is one of the richest of its kind in Australia.

In 2016, extraordinary Nigerian-born interdisciplinary artist Olaniyi Rasheed Akindiya, known by his brush name of Akirash, was selected to be the 2016 artist in residence. He was chosen from a field of 70 applicants by judges Janet Holmes á Court, Lockie McDonald and Pilar Kasat as well as Shire councillors Gerry Parsons and Michael Kitchin.

Now based in Austin, Texas, Akirash began his residency in August 2016. He presented workshops in schools and community settings in Newman, Marble Bar and Nullagine. Akirash attended the Fortescue Festival on his first weekend in the East Pilbara and painted in excess of forty faces, all of which were photographed and catalogued, along with his artworks, for the 2016 Art at the Heart booklet.

Akirash produced, in his short six weeks in the East Pilbara, a staggering 18 individual pieces of art including *Work In Progress*, an enormous installation that was the centrepiece of his incredible performance at the official opening of his exhibition in the East Pilbara Art Centre. Akirash's projects tend to incorporate performances to educate the community. Entitled 'We Do Exist', his Newman performance incorporated the theme for his residency, 'Light', and looked at the importance of education rather than focusing on alcohol as a way of life.

Unlike the two previous years, when Art at the Heart was managed by an outside consultant, the 2016 Art at the Heart residency project was managed in-house after the new position of Coordinator Arts and Cultural Development was created.

Banners in the Terrace

In April, school children from South Newman Primary School won the Shire's design competition for Banners in the Terrace 2017. The banner was beautifully painted by the students and then sent to Perth to be displayed along St Georges and Adelaide Terraces in August during Local Government Week. To complement the Shire's call-out for design entries, the banners produced in previous years were hung in strategic places around Newman in May and June.

Community Wellbeing Events

The Community Wellbeing section complements the Shire's Events Team by organising some key community events in Newman, Marble Bar and Nullagine throughout the year.



NAIDOC

The Shire of East Pilbara helped celebrate NAIDOC in July 2016 through funding and organising bush tucker at the closing event. Shire staff were assisted by Ashburton Aboriginal Corporation (AAC) and East Pilbara Independence Support (EPIS), making a delicious 'roo' stew cooked on an open fire and served with damper. It was a huge hit with the Martu mob on a cold winter's night.

In Marble Bar a flag raising ceremony and morning tea was held at the Shire offices to signify NAIDOC 2015.

Lighting of the Christmas Tree

Annual Lighting of the Christmas Tree events were held in the towns of Newman, Marble Bar and Nullagine in December.

Councillor Dean Hatwell officiated at the Marble Bar event, prior to Marble Bar Primary School performing Christmas songs before the countdown to the lighting of the tree and Shire staff handed out gift bags to the children in attendance.

In Nullagine Councillor Biddy Schill officiated at the Lighting of the Christmas Tree, which had the support of local businesses offering a community BBQ. The Shire provided gift bags for the children, complete with lollies and toys.

Christmas Lights Competition

The annual Christmas Lights Competition was held in Newman, Marble Bar and Nullagine with cash prizes awarded to the most popular entries through the newly created People's Choice awards format.

NATSI Children's Day

The Shire of East Pilbara, through the Newman Early Years Network, hosted an inclusive event to celebrate *NATSI Children's Day* on 4th August. A number of Newman service providers hosted activities at Boomerang Oval and Pavilion. Approximately 150 people attended the morning event with both day-care centres bringing children to participate. Also partnering to make the day a great success were East Pilbara Independence Support (EPIS), Save the Children, YMCA, Empowering People in Communities (EPIC) and Newman Day Care.

It was a wonderful family atmosphere and was co-funded by the Shire, with further support provided through a small grant from Fortescue Metals Group (FMG).

White Ribbon Day

Newman hosted White Ribbon Day for 2016 in November at Goanna Oval. The event saw a number of organisations taking part in this inaugural event in Newman with speeches made on domestic violence followed by a fun afternoon of music and family activities.

Harmony Day

Harmony Day events in 2017 were held in both Marble Bar and Newman during the month of March.

In Marble Bar a well-attended *Long Table of Harmony Dinner* was held, in collaboration with the Marble Bar Community Resource Centre and the Marble Bar Progress Association, with guests sharing a great spread of food followed by a Seniors Movie Night held at the Marble Bar RSL Park.

In Newman Harmony Day kicked off with a Harmony Day Film Night which included a collection of short films celebrating diversity and multiculturalism.

For the third year running the Shire of East Pilbara hosted a Harmony Day *Long Table of Harmony Dinner*. Meals were prepared by twelve different cultural groups (up from 9 in 2015) at the East Pilbara Arts Centre. Kitchens around town started buzzing with activity from early in the day as meals were prepared for the more than 300 people who attended. Entertainment was provided by the Perth based Juliana Frassatti Trio and dancing from local dance troupe the Newman Dance Company.

Reconciliation Week Ball

On 27 May 2017 The Shire of East Pilbara hosted the East Pilbara's first Reconciliation Week Ball. The Ball was held to provide all members of the community of Newman and beyond, the opportunity to participate in Reconciliation Week and to recognise, reflect and commemorate the significance of Australia's reconciliation journey.

Over 240 people, dressed to impress, attended the inaugural event with a great cross-section of the community in attendance. Nyiyaparli Elder Victor Parker provided a Welcome to Country and spoke of his strong desire to see a unified East Pilbara. Shire President Lynne Craigie gave an opening address before presentations were given by a number of community members including Pat Bourke from BHP, Kate Mackie, Vivienne Landy and Garry Earl -Spurr from Kanyirninpa Jukurrpa, Deb Stockton from East Pilbara Independent Support and community members Mel Nelson and Alan Ewan.



Reconciliation Ball from L-R Mel Thomas, Kate Mackie, Vivianne Landy, Gary (duke) Earl-Spurr, Victor Parker, Allen Ewen, Deb Stockton

The entertainment line-up included indigenous entertainers; comedian and MC Sean Choolburra and The Mexicans from Broome together with other local non indigenous talent who all generated an engaging, dynamic and uplifting experience for the audience.

The Shire also worked with community groups by providing them the opportunity to deliver a variety of services for the event. These tasks provided valuable fund raising to the groups involved. Not only were we able to support community groups through this event but we were also able to support a range of local businesses by engaging many different types of services.

Finally, through the event planning and community consultation the Shire was able to further strengthen the relationships with both agencies and prominent members of the indigenous community within Newman as well as providing an inclusive and unique gala event for the whole community to enjoy. The Reconciliation Week Ball was proudly supported by BHP Billiton.

Movie Nights

Movie nights were held on a number of occasions in the Marble Bar, Nullagine and Warralong communities that were well attended by all age groups. These activities, which also included the supply and preparation of a sausage sizzle, helped to strengthen ties between community members, which lead to the development of further programmes and increased collaborations between service providers.

Reverse Short Course Triathlon – Marble Bar

To further enhance the End of Muster Weekend of activities in Marble Bar the Inaugural Reverse Short Course Triathlon was held in September, commencing at the Sports Complex with a 3 kilometre run followed by a 6.5 kilometre bike ride and 250 metre swim at the town's swimming pool. The individual winner was an entrant who travelled from Port Hedland for the event and the team trophy was won by the Iron Clad Hotel Team for the second year in a row.

Outdoor/Indoor Cricket – Marble Bar

A regular cricket session initiated by the Shire and community was held regularly at the Marble Bar Recreational Complex Courts on Thursdays each week during the cooler month's for players over 12 years. The community now runs the program, attracting over 20 male and female residents per week. The program was featured on ABC Radio who interviewed locals who attended the sessions.

School Holiday Programs – Marble Bar, Warralong and Nullagine

Throughout the year a variety of School Holiday Programs were provided to Marble Bar, Warralong and Nullagine communities. Community Wellbeing staff partnered with a number of organisations to deliver these programs, including, Fair Game, a youth charity inspiring healthy living through the donation of recycled sports equipment and delivering sport, fitness and health programs, DJ Rev a diverse performer who hosts hip-hop dance classes and sessions, Eddie on the Road, a specialist School Holiday Program run by the Edmund Rice Centre, Spinifex Express a wonderful travelling show for children, Junkadelic, a colourful and dynamic travelling brass funk band who engage children in music performances and Ngurra Kujungka who provided a diverse sports program for children to engage in.

Indigenous Movie Night

In April 2017 Marble Bar hosted an Indigenous Movie Night and community BBQ featuring the film Putuparri and the Rainmakers. Engagement with community was fantastic with visits from community member's that don't usually attend movie screening nights.





Recreation and Events

Newman Aquatic Centre

The Newman Aquatic Centre (NAC) features a six lane 50 meter pool and toddler's splash pool, dry play areas including beach volleyball, playground surrounded by grassed areas, dry play areas, kiosk and swim shop. Pool inflatables and lockers are available for hire, while there are free BBQ facilities and Wi-Fi.

NAC rated highly in the last Annual Community Survey with residents reporting the facility was important to the community, and they were satisfied with the facility. A number of successful community events were held at NAC during the past year including:

- International Day Of Disability Night
- Australia Day Celebrations
- Virtual Rottneest Channel Swim
- Newman Triathlon
- Easter Egg Hunt and Family Day
- WA Day Pool Party
- Children's Birthday Parties
- End of Year events for sporting clubs and community groups.

The NAC Swim School is a Royal Life Saving Society endorsed Learn to Swim School and Watch around Water Centre. The Swim School has been a highlight of the services offered this year with over 3000 lessons delivered.

NAC retained its unblemished safety record with zero fatalities or major incidents reported. All staff underwent annual lifeguard requalification and maintain current First Aid certificates. Water safety tests over the year recorded a 100% pass rate from the Department of Health.

NAC received \$32,000 grant funding from the Department of Sport and Recreation's Community Pool Revitalisation Project for plant maintenance.

2016/2017 saw a decrease in patronage and income when compared to the previous year:

	2016/17	2015/16
Patron Visits	30,341	33,580
Admissions Revenue	\$61,727	\$85,400
Kiosk Sales	\$44,876	\$55,035
Swim Shop Revenue	\$12,277	\$14,036
Swim School Revenue	\$49,730	\$57,166
Equipment Hire Revenue	\$5,988	\$7,350
Multi pass Revenue	\$14,407	\$20,109





Marble Bar Aquatic Centre

The Marble Bar Aquatic Centre (MAC) features a 25 metre lap pool and a shaded toddler pool as well as grassed areas, seating and kiosk. MAC provides a vital recreational opportunity for the community in the hottest town in Australia. Marble Bar Primary School, Warralong School and Nullagine School regularly attend for swimming lessons and physical education.

A number of upgrades in the 16/17 year have improved the facility including: CCTV coverage of the toddler's pool for safety, new shaded seating and a new shade sail over the lap pool. MAC was successful in obtaining a \$32,000 grant from the Department of Sport and Recreation for equipment and staff training. New pool inflatables, tools and signage were purchased using the funding.

MAC hosted a number of successful community events over the year including:

- Thank a Volunteer Day
- Christmas Day lunch
- Australia Day Ceremony
- Volleyball series presented by Act Belong Commit
- Community Swim to Rotto
- Marble Bar Reverse Triathlon

The Royal Life Saving WA program "Swim for Fruit" continued to be popular with the community with 733 laps recorded over the year.

Patronage and kiosk sales were reduced this year compared to the previous year.

	2016/17	2015/16
Patron visits	4,368	6,219
Admissions	n/a	n/a
Revenue		
Kiosk Sales	\$2,560	\$7,028

Newman Recreation Centre

Newman Recreation Centre (NRC) is co-located with Newman Senior High School on Department of Education land. The Centre has a fully equipped fitness centre with three rooms; free weights room, cardio room and a circuit room. Life and Fitness equipment and Hammer Strength equipment is leased and serviced twice annually.

The Fitness Centre has security features including CCTV and a duress alarm, which allow members to have 24 hour access (pending a blood pressure assessment). There are also two full size gymnasiums available to the community for casual court hire or as a venue for special events. Additionally, NRC offers a range of group fitness classes and both junior and adult programs. In March 2017, a purpose built 15 Spin Bike Studio was launched.

Membership Sales

Newman Recreation Centre currently has 429 members, (7 members less than 2015/2016). This is made up of 332

Fitness Centre Members, 19 Group Fitness Members and 78 Dual Access Members (Group Fitness and Fitness Centre). The 50% increase in Dual Access Memberships is a result of the Spin Bike studio with more male members now attracted to Group Fitness.

There was an increase in membership sales from BHP FIFO workers as a result of the closure of Kurra Village. Overall, revenue is slightly increased from last year.

	2016/17	2015/16
Fitness Centre	\$211,106	\$203,146
Group Fitness	\$11,190	\$18,890
Dual Memberships	\$65,557	\$43,431
Number of memberships sold	1,132	1,232
Casual visits (Fitness Centre)	1,853	1,799
Casual revenue (Fitness Centre)	\$20,191.50	\$22,687
Casual visits (Group Fitness)	600	892
Casual revenue (Group Fitness)	\$7,892	\$12,460
Rec Centre Visit Pass Revenue	\$4,005	\$4,180
Total Revenue	\$319,944	\$304,794

Combined Facility Memberships provide access to both Newman Aquatic Centre and Newman Recreation Centre. Twelve of these memberships were sold in 2016/2017 (an increase from the 5 memberships sold the previous year).

Junior Programs

A number of low priced activities are run for children at NRC:

- Funky Movement – a physical activity program that improves fine motor skills and coordination for toddlers to five year olds.
- Junior Basketball – a popular term program

Junior program revenue decreased significantly when compared to the previous year due to income from sporting events no longer being attributed to this income account.

	2016/17	2015/16
Junior Programs	\$2,945	\$7,341

Senior Programs

A number of sporting programs for adult men and women are also available at NRC:

- Men's basketball competition

- Women's basketball competition
- Futsal

Basketball is popular with both men and women, but a lack of umpires hampers the programs. To address this, a basketball umpiring clinic was held in March 2017 in partnership with Basketball WA. Nine participants attended the clinic.

Senior Program revenue was also down when compared to the previous year but this is due to income from sporting events being attributed to this income account last year.

	2016/17	2015/16
Adult Programs	\$4,505	\$12,247

Crèche

Crèche at Newman Recreation Centre is well utilised by members and staff. A regular school holiday craft program and a Wednesday afternoon session have been introduced. While crèche visits in this

financial year were down in comparison to last year, revenue was increased. This anomaly is due to purchase of multi-visit passes that are still being redeemed.

	2016/17	2015/16
Crèche visits	3,206	3,751
Crèche revenue	\$20,342	\$15,119

Rural Fitness Centres

Marble Bar & Nullagine

The Shire operates a Fitness Centre in both Marble Bar and Nullagine. Both are unmanned facilities; the community access the facilities by applying for a membership and receiving a key. It was identified that these Fitness Centres expose Council to risk due to the nature of an unsupervised gymnasium with a lack of staff, CCTV, telephones and alarms.

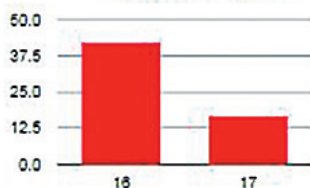
To address this risk, a number of safety measures have been introduced:

59 vouchers
51 unique kids

\$4,988.00
Funded

Jul 2016 - Jun 2017
Date range

Total per year



Gender



19 girls | 32 boys

Registered with a club before



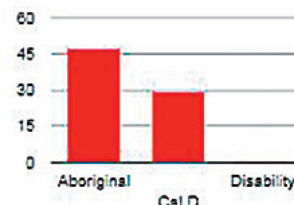
4 Registered | 47 Not registered

1 Local government

Top LGs

East Pilbara 59 100.0%

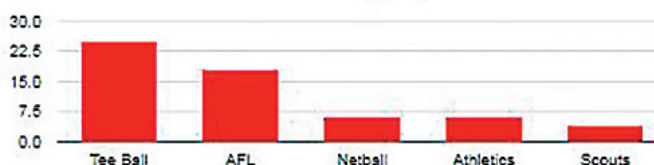
Diversity



Top 10 clubs (5 in total)

Newman Teeball Association	27	45.8%
Newman Junior Football Council Inc	16	27.1%
Newman Netball Association (Pilbara)	6	10.2%
Newman Little Athletics Centre Inc	6	10.2%
Newman Scout Group	4	6.8%

Top sports



How they are hearing about KidSport





- All equipment is serviced annually by a contractor with unsafe equipment disposed of.
- A certified Fitness Attendant undertakes monthly visits to check equipment and induct new members.
- Aquatic staff at Marble Bar have been trained to undertake safety checks three times per week at the Marble Bar Fitness Centre and report any equipment malfunction.
- Incident forms for members to report malfunctioning equipment have been introduced.
- Posters have been installed in both centres to guide members on the correct techniques for use of equipment.
- Membership forms have been updated to include user guidelines.
- A Buddy System is in place; which requires members to work out with another member.
- A sign-in sheet keeps track of the number of entries.

During 2016/2017, Marble Bar had 357 entries. Current members = 7

During 2016/2017, Nullagine had 20 entries. Current members = 0

Recreation Services

Club Development

A number of free workshops were delivered in Newman with Department of Sport and Recreation funding:

- Sports Medicine Workshop
- Club Talk Workshop (social media training)
- Peak Performance Workshop

KidSport

The KidSport programme provides funding for financially disadvantaged children aged 5 to 18 years to join local sporting clubs. Up to \$200 per year is available for each eligible child. In 2016-2017, five sporting clubs in Newman participated in the scheme. Fifty one unique kids benefitted from the program with \$4,998.00 funded to local clubs.

Events

The Shire's Public Events Team ensures that all community events meet the necessary compliance requirements for health, planning and safety. They meet monthly to review event applications and identify risks to Council.

The Recreation and Events team organised a balanced calendar of well attended community events throughout 2016 – 2017. Highlights of the community event calendar are outlined below.

Newman Half Marathon and Family Fun Run

The Newman Half Marathon and Family Fun Run was held on Sunday 31 July 2016 at Goanna Oval. 107 registered runners took part in varying distances. Around 170 people attended on the day (either as a runner, walker, volunteer or spectator) with some participants travelling from neighbouring towns such as Tom Price.

2016 Outback Fusion Festival

The Outback Fusion Festival spanned three days (23 – 25 September) with a number of events celebrating Newman's distinct multiculturalism and remote outback location.

The opening event on the Friday included an art exhibition by the Martumili Artists, the opening of the exhibition by the 2016 winner of the Art in the Heart residency (Akirash), Indigenous cultural performances, local bands and a hip hop artist.

Saturday's events included a community market day and a workshop programme of belly dancing, musical percussion, Vietnamese cooking, and Thai massage. All workshops were well attended by both children and adults. The highlight of the Festival was the Newman World Stage concert. Local cultural performers shared the stage with headline Western Australian acts (Junkadelic, the Merindas and Blue Shaddy). Other activities included an international food market, a photo booth and evening market stalls.

The Festival began its third day on Sunday with an early morning Yoga class in Kiripirna Park. Newman Aquatic Centre opened its doors for a family fun day with an Aussie Pool party theme. The Festival closed with barefoot bowls and live music at Newman Club.

Over 1600 participants took part in the Festival with positive feedback and media coverage received. The Shire received funding for the event from BHP, Tourism WA and Healthway. The Shire also received in-kind sponsorship from local businesses, Coates Hire, Cleanaway, Mia Mia, Thrifty Car Hire and MTA McHaffie Transport.



Welcome to Newman events

These community events are held twice per year to integrate old and new residents of Newman and to inform the community of what services are available in town. The events were held Sunday 16 October 2016 and Sunday 2 April 2017.

Following a free tour of Mount Whaleback Mine, participants were able to attend a free outdoor movie night with a sausage sizzle at Boomerang Oval. Around 75 community members attended the October event, with a record 250 people attending the April event (where free ice-cream was handed out).

2016 Christmas Festivities

A number of events were held in the lead up to Christmas. The Lighting of the Christmas tree was held concurrently with the Newman Combined Churches Carol Concert on 4 December.

Around 350 people attended to see a brand new tree light up, meet Santa in his fire truck and receive lolly bags. Everyone then made their way over to Boomerang Oval for a free BBQ and the carol concert.

Sixteen residential houses and two local businesses registered for the annual Christmas Lights competition. A free bus tour for local residents to view the entries was organised on 16 December. Participants were treated to a free BBQ Chicken dinner prior to the tour, with lolly bags, reindeer "antlers" and voting slips handed out on the bus.

Christmas pool parties were also held in both Newman and Marble Bar with free entry, free inflatables and a free BBQ.

Thank a Volunteer Day 2016

This lunchtime event was held in Newman on Monday 5 December 2016 at the Senior Sports Pavilion. Around 50 people attended the event; representing nine separate community groups and services. Certificates of appreciation were presented to volunteers, as well as awards for Volunteer of the year (Lisa Parker) and Youth Volunteer of the year (Tayla Hayward). The Shire was successful in securing a grant for the event from the Department of Local Government and Communities.

Australia Day Celebrations

Newman Aquatic Centre hosted the 2017 event on Thursday 26 January. Formalities included the Citizen of the Year Awards, a Citizenship Ceremony and a speech from Australia Day Ambassador, Dr Robert Isaacs. Thirteen local residents (nine adults and five children) became Australian Citizens on the day.

Following the official proceedings, around 360 guests enjoyed a free swim with pool inflatables and a traditional Aussie sausage sizzle. The day concluded with the annual Australia Day Fireworks display.





Newman Bike and Breakfast

To coincide with Bike Week celebrations in WA, a community bike ride was held on Sunday 19 March. The event promoted cycling as a form of transport and raised awareness of the existing bike paths in the community. Participants were given a copy of the Newman Recreation Map which outlines the dual use bike/walk paths in the town. The Shire was successful in securing a \$750 grant from the Department of Transport to assist with costs of the event. East Pilbara BMC Club partnered with the Shire to deliver the event. They provided free bicycle safety checks and cooked a BBQ Bacon and Egg breakfast for more than 80 cyclists who attended.

Harmony Day Long Table Dinner and Concert

Harmony Day is a national observance that celebrates Australia's cultural, linguistic and religious diversity. The day was celebrated in Newman on 25 March with a long table dinner and musical concert. Local cultural groups prepared a variety of traditional dishes to serve to 380 attendees. Throughout the evening there were live performances from Perth band, the Julianna Frassatti Trio, and Newman Dance Company.

Easter Pool Party

Easter Pool Parties were held in both Newman and Marble Bar with an Easter Egg Hunt the highlight of the day. An Easter Brunch was provided free of charge, with free entry and free inflatables also on offer. Over 270 people attended the Newman event, which also included a craft area with colouring crayons.

Newman Triathlon – presented by Act, Belong, Commit

A successful funding application to Healthway for community sporting events in the East Pilbara gave naming rights to the Newman Triathlon to Act-Belong-Commit. The Triathlon was hosted at Newman Aquatic Centre on Sunday 30 April 2017 with a focus on mental health. Athletes took part in either the Full course, Short course or Junior course. Each course consisted of a swim, cycle and run leg – which could be completed individually or in a team. All competitors at the end of the race were presented with participation medals and a participant bag containing items from the Shire and BHP. In total there were 88 competitors, some travelling from neighbouring towns Paraburdoo and Tom Price to compete.

There was strong support from volunteers this year, with 35 community members donating their time to make the event possible.

Mother's Day Classic

The inaugural Mother's Day Classic in Newman engaged the community in a non-competitive four kilometre walk. A fun warm up routine was led by Newman Recreation Centre fitness instructors prior to the commencement of the walk. The ninety three participants were able to donate money for cupcakes or morning tea following the walk. A raffle with prizes donated by local businesses was also conducted. The event raised a total of \$571 for breast cancer research.

WA Day Festival

Four days of activities and events were held in Newman over the WA Day Long Weekend from Friday 2 June to Monday 5 June 2017.

The weekend festival was launched at Boomerang Oval with a West Aussie Chicken Dinner and the digital fantasy land of the Magical Park App. Newman Recreation Centre hosted a free exercise class on Saturday morning followed by a West Aussie Produce healthy brunch. The Recreation Centre was also the venue for Ricochet Circus Show and the indoor screening of Red Dog True Blue on Sunday night. Monday's activities included free hip hop dancing and juggling workshops for the kids, with a Pool Party and sausage sizzle at Newman Aquatic Centre to end the successful weekend. The four day festival attracted over 650 participants.

Event Funding

The Shire has a significant community events partnership with BHP which provides funding for a number of events in Newman. As a result of several successful applications for event funding written during the year, \$41,250 of external grant funding was received in the 16/17 year.

- \$4,500 from Healthway for the 2016 Outback Fusion Festival 2016.
- \$15,000 from Healthway for 2017 community sporting events in Newman and Marble Bar.
- \$750 from Department of Transport for Bike Week 2016
- \$1,000 from Department of Local Government and Communities for Thank a Volunteer Day 2016
- \$20,000 from the Pilbara Development Commission for the 2017 Outback Fusion Festival

Building Assets and Procurement Services

The Building and Assets group has expanded to meet Shire service needs with respect to:

- Asset Portfolio Management;
- Building Management;
- Procurement
- Occupational Health Safety and Injury Management; and
- Insurance

Asset Portfolio Management

Asset Portfolio Management includes asset or property transactions and management of the staff office environment.

Asset Management Projects

A full review of the Asset Management Strategy and all Asset Management plans commenced during the 2016/17 year which is anticipated to be rolled out during the 2017/18 financial year.

The recreation centre underwent some a transformation and had a spin room installed

Additional sealed car parking was completed at the East Pilbara Arts Centre and the rear of the Newman Administration Office.

Stage 1 of the open drainage upgrade was completed along Newman Drive. Stage 2 is planned for the 2017/18 financial year.



Lease/Licences

The Shire of East Pilbara has entered into new agreements with the following organisations;

- Iron Persons Gym
- Newman Amateur Swimming Club
- Martu Christian Fellowship
- Newman Motorcycle Club
- North Newman Football League (NNFL) for a new electronic Scoreboard

The Shire of East Pilbara entered into a new agreement with Department of Training and Workforce to secure buildings on the old TAFE site for use as the public library.

The following agreements are under process;

- Hillview Speedway
- Newman Pistol Club
- Newman Clay Shooters Association.



Newman House

The Assets Department oversees the building and operational needs of Newman House.

During this time the Shire has entered into new agreements with the following organisations from the 1st July 2017

- Newman Chamber of Commerce
- Pilbara Community Legal Services
- Disability Services Commission
- World Vision
- Ethnic Disability Advocacy Services
- Puntukurnu Aboriginal Medical Services





Building Management

Building Management includes minor building works, maintenance and contract management of key building contracts.

Newman

Continuous improvement to staff housing across the town sites has maintained Council's assets to a high standard. Some of the works include:

39 Rudall – Internal painting and external concrete works were completed.

Landscaping works were completed to the front of the airport houses.

The five yearly termite barrier treatments commence on approximately 50% of staff housing in the 2016/17 year with the balance to be completed in the 2017/18.

Marble Bar

Staff housing in Marble Bar had some works completed:

Septic works have been completed to a majority of the staff housing to remove tree roots that have entered the leach drains.

41B Bohemia – kitchen works including benchtops and tiling

The final two Single Persons Quarters have been upgraded

The Greenhouse had a kitchen upgrade

Procurement

In the 16/17 year the Purchasing & Tender Policy was updated with new procurement thresholds and requirements.

A total of 17 Tenders and 12 Formal Requests for Quotations were undertaken. This resulted in Contracts being awarded to the value of approx. \$5.2m

Insurance

An increase in vandalism / malicious damage was reported as the major causal factor for insurance claims, with an increase from 25% of claims in 2015/16 to 39% of claims in 2016/17. Although the number of Storm damage claims decreased in 2016/17 the extent of the claims were more wide spread.

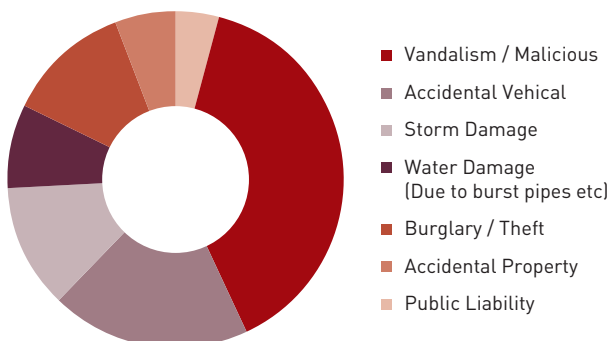
Throughout the year 51 Property, Vehicle and Plant damage claims and 2 Public Liability insurance claims were settled. The accumulated value for these claims is \$339,367. The 206/17 Financial year finished with 26 claims yet to be settled.

Facilities

The assets team manage the bookings for the shires facilities.

A total of 3,440 booking were processed for all facilities across the district in the 2016/17 year.

All Closed Insurance Claims by Casual Factors 2016/2017



Shire of East Pilbara Facility Bookings 2016/2017

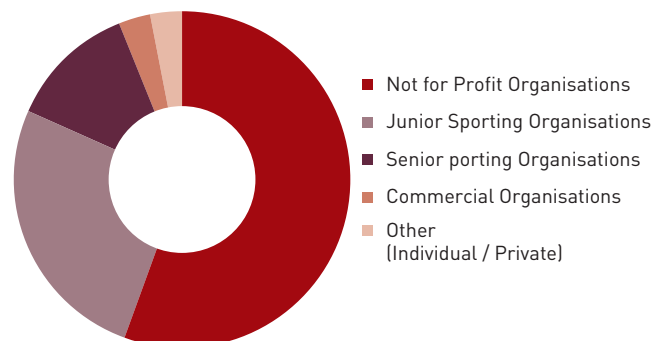




Photo By Kevin Mitchell

Building Report

Development Services

Building activity within the Shire for 2016/17 has remained quiet. There have been no approvals for new dwellings this year and the number of approvals for the other building categories is similar to the previous year.

Approvals were issued three new Industrial developments in the Light Industrial Area and a new Animal Handling Facility at the Shire's depot.

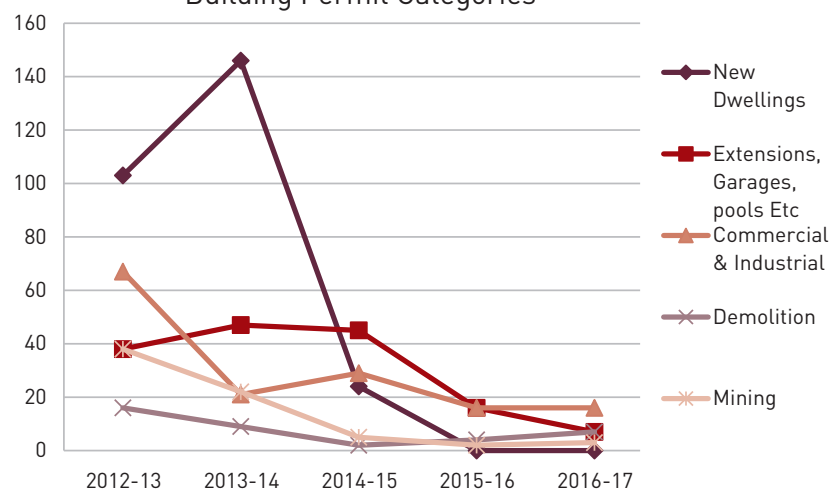
There has been some development in the mining industry with the approval of three new mining camps, Pilgangoora, Koodaideri and Corunna Downs.

Major developments this year include the new shopping centre in Newman which has been completed and is awaiting tenants to complete their fit-outs prior to opening, and the Town Square which is also nearing completion. The extension to the Newman Airport waiting area has also been completed.

21 private swimming pool inspections were carried out during this year with several compliance issues being identified and addressed.

The graphs show comparisons in building activity for the past five financial years.

Building Permit Categories



Construction Value Comparison

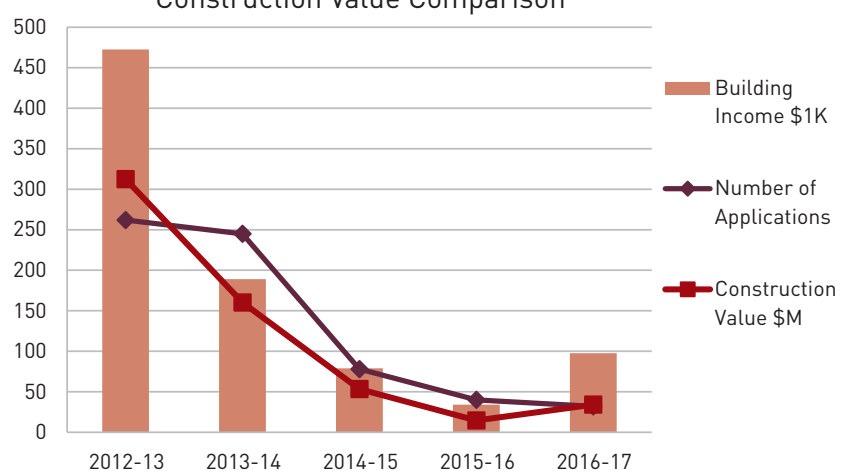




Photo By Kevin Mitchell

Planning Report

Development Services

Development Activity

The majority of development activity in the Shire remains focussed on Newman with no new significant mining construction approved during 2016-17. In particular this activity has revolved around the Newman Town Centre with the construction of the Newman Town Square. This has generated a lot of interest within the community and a range of queries about what uses and activities could be carried out within the Square and the broader Town Centre area.

The 2016-17 year saw a slight reduction in the number of development approvals issued compared to the last few years. There was a reduction from 43 approvals

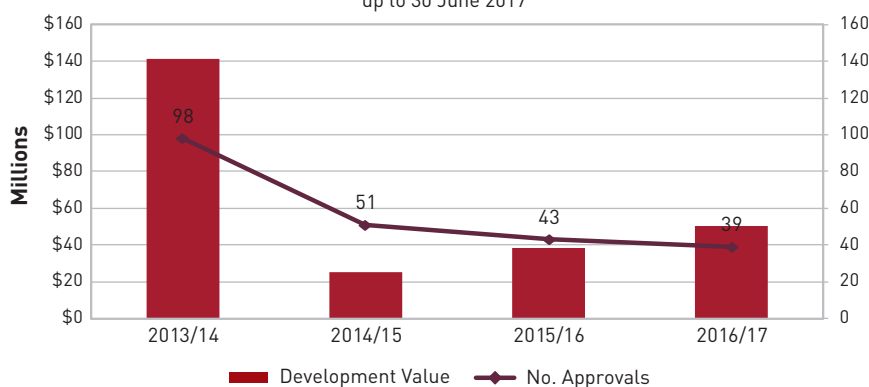


last year to 39 in 2016-17. However the total value of development increased from previous years due to a few large development applications. Some notable applications included a proposed energy storage system to the value of \$35million dollars determined by the Northern Joint Development Assessment Panel in August-September 2016 and the commercial, civic and recreation spaces as part of the Town Square, submitted by Landcorp at an estimated value of \$6.4million dollars in November 2016.

Overall the development activity remains subdued. Following on from last year there has been a slight increase in the number of enquiries from the mining sector, some interest from the renewable energy sector to develop infrastructure within the Shire and in the latter stages of the year with the Town Square coming on line.

Development Applications Determined and Value of Development 2013/14 to 2015/16

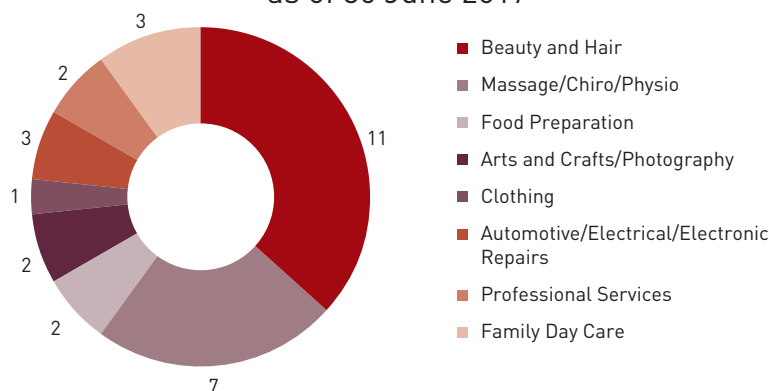
*up to 30 June 2017



Home Based Business Activity

An important element of the local economy of the Shire is the home-based business sector. The overall number of approved home-based businesses is higher than in previous years and has almost doubled from this time last year where the number was 16 premises. As of 30 June 2017 there were a total of 30 home-based businesses with the majority of businesses being in the beauty and hair and massage categories. With the development of the Town Square and the buildings located on the edge of the Sqaure (known as the "Edge") late this year, interest has been generated the home-based business community. The interest lies within how these spaces could be activated to be used for "Pop-Up" versions of established home-based business. The following chart below shows the services provided by theses home-based businesses.

Number of Approved Home-Based Businesses as of 30 June 2017



Newman Business Activation Program

During this year the Shire's commitment to supporting and creating a small business incubator continued with the initiation of The Newman Business Activation Program. The program involved the collaboration of specialist entrepreneurs from regional Western Australia, a locally based consultant in the Pilbara, the Pilbara Development Commission, Landcorp and officers of the Shire to develop a model for a sustainable small business incubator. This year the Shire was successful in obtaining a grant from the Pilbara Development Commission to help develop the program, which will continue to run over the next financial year. A key objective of this program is to provide affordable office and commercial space for daily, shorter term or longer term arrangements for home-based businesses, community groups, larger businesses and visitors to Newman.

With construction of the Town Sqaure and the Edge completed late this year there is opportunities in the new financial year for the Town Sqaure and the Edge to be used for co-working, special events, for people to run their businesses or experiment with new business ideas. It is anticipated the Square and the Edge will open the early part of the next financial year with.

Local Business Development

The Shire committed to the Retail Franchise Attraction Project last year with the 3 other Pilbara Local Governments. The aim of this project was to promote Newman as an investment ready town with a stable consumer demand. Work has continued with this project with a series of meetings held between the Local Governments and



the delivery of a draft Retail Franchise Opportunity prospectus mid-year.

Local Planning Strategy

During 2016-17 the Local Planning Strategy was publicly advertised with feedback received from various State Government agencies, the private sector, from members of the local community and from neighbouring local governments. The feedback received was positive and it was identified that more targeted consultation was needed prior to the Strategy being presented to the Western Australian Planning Commission for final endorsement. Further consultation with the State Government and the mining sector was flagged in regards to such matters as industrial land development and the

protection of the iron ore body surrounding Newman. Currently the Shire's development services team is reviewing the Strategy with the Western Australian Department of Planning. It is anticipated that the targeted consultation will continue on into the first half of the next financial year. Once this work is completed and the Western Australian Planning Commission endorses the Strategy, work will commence on drafting a replacement for Town Planning Scheme No.4 which was gazetted in 2005.

Agricultural Development

The Shire is working closely with the Pilbara Development Commission and Department Primary Industries and Regional Development on an identifying



agricultural trial site in Newman as part of the Pilbara Hinterland Agricultural Development initiative (PHADI). Work still continues on the 1-2ha trial site established out near Woodie Woodie, to prove the viability of a range of crops as part of an initiative to diversify the economic base of the Pilbara.

Whilst not directly involved the work undertaken at Pardoo Station with the Pardoo Beef Corporation, it is of significance to the economic diversification of the Shire. In 2015 Pardoo Beef Corporation was formed to purchase Pardoo Station with the aim of creating a reliable, safe and secure supply of ultra-premium Wagyu beef for discerning Asian Markets. Work has continued this year on implementing large-scale development plans with the focus on improving the quality of the herd.

Tourism Development

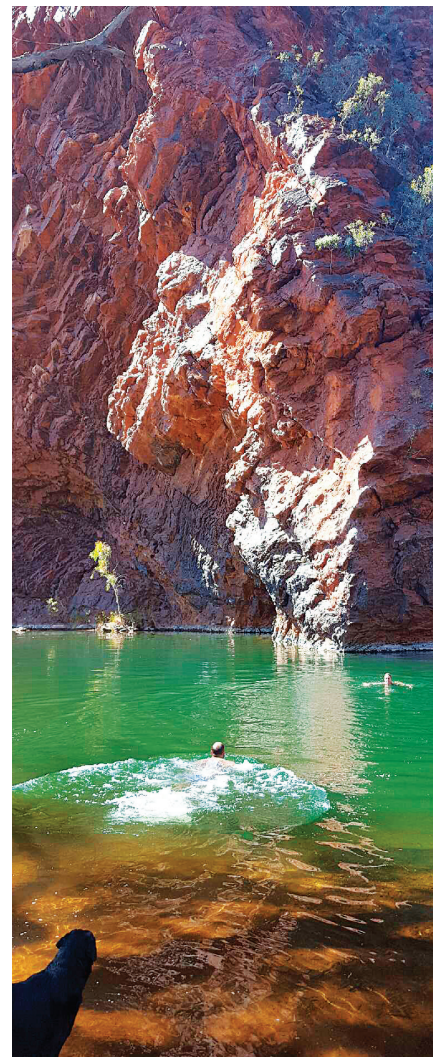
Tourism growth is considered vital for diversifying the Pilbara's economy. The Shire continues to make contributions in a number of areas including the provision of facilities for the travelling public, promotion of the Shire and financial contribution to the Newman Visitors Centre.

During the year work continued on the Desert Road Trail Masterplan Project. This project has been able to be undertaken due to a \$50,000.00 grant provided by the

Pilbara Development Commission. The aim of this project is to provide an east-west link across the Great Sandy Desert as a 4WD adventure trail on the "Desert Road" from Marble Bar to the WA/NT Border via Telfer, Punmu, Kunawarritji and Kiwikurra. During this year a field trip was undertaken by Shire staff along parts of the "Desert Road" and consultants assisting the Shire with the mapping of the Trail. A draft report was prepared for the project in the latter stages of this financial year with the aim of having the report adopted for early next financial year.

Industrial Development

The Shire continues to work with Landcorp to ensure that there is sufficient land available for industrial development in Newman. As part of the Local Planning Strategy project officers of the Shire met with Landcorp to discuss these matters during the year and it is anticipated more discussion will be held next year. During the year the Shire continued to refine a route for a future access road to the South of Newman that will connect Great Northern Highway with the Newman Industrial Area and Mount Whaleback. The Shire is continuing to work on preliminary studies for a freight and logistics hubs adjacent to the Newman Airport and during this year a feasibility study has been worked on.



Environmental and Public Health

Development Services



Obesity and healthy food options

In September of 2016, the Shire submitted initiatives under this goal to the Public Health Advocacy Institute of Western Australia (PHAIWA) Children's Environment and Health Report card project. The submission was anchored on the Shire's current strategies and activities aimed at addressing priority one of the Public Health Plan. The unit was honoured to receive notification that the Shire of East Pilbara had won an award in recognition of our leading efforts in this area.



Introduction

The Environment and Public Health function of the Shire of East Pilbara continues to plan, evolve and progress towards elevated goals for public health performance. Each year is different, and the emergence of new health issues requires flexibility and an aptitude for dynamism. The primary administrative guideline for all strategic and operational functions of the unit was the new Public Health Act 2016, in conjunction with the Shire of East Pilbara's Public Health Plan endorsed by council in 2014, as well as the Community Strategic Plan 2013-2022. The summaries of activities discussed in this report describe the environmental and public health initiatives and programs to indicate how resources have been efficiently utilised to

support a strong and healthy East Pilbara community.

Implementation of the Public Health Plan: The primary guide

1. Preventing Obesity and Increasing Healthy Food Options

In order to enable a community that embraces active lifestyles and good nutrition, within an environment that supports healthy lifestyle choices, the unit engaged with the community to identify key trails, gaps and needs. Collaborations with adjacent projects run by other internal departments in the Shire of East Pilbara and external organisations such as the Heart Foundation were key to achieving the goals set in this financial year.



2. Mental Health Promotion and Connected Communities

To increase social connection and mental health wellbeing within the East Pilbara, the community was encouraged to join and embrace the Act-Belong-Commit philosophy. The unit supported all projects that provide mentally healthy activities to encourage residents to take action to protect and promote their own mental wellbeing, including those initiatives that provide and support opportunities to volunteer to all members of East Pilbara communities.

Another strategy aimed at increasing acceptance of Aboriginal residents and their culture was implemented through the identification of the need to prioritise the development of an Aboriginal employment target and an Aboriginal engagement policy. This process is still at planning stage although the necessary collaborations with existing external groups have been established.



3. Preventing harm from alcohol, drug and solvent use

To actively reduce harm from alcohol, drugs and solvents to all residents using a partnership approach, the public health unit actively supported the 'Alcohol and pregnancy: what are the risks?' FASD campaign run through the Pilbara Community Drug Service Team, participating in stakeholder meetings and monitoring local activities coordinated to align and support FASD campaign. The unit continued to promote smoke free playgrounds and public spaces through maintenance and upgrades of signage and increasing the presence of notices at public events within the Shire. The focus was extended to encouraging alcohol free events and requiring stricter controls and event management plans for events that have alcohol service.

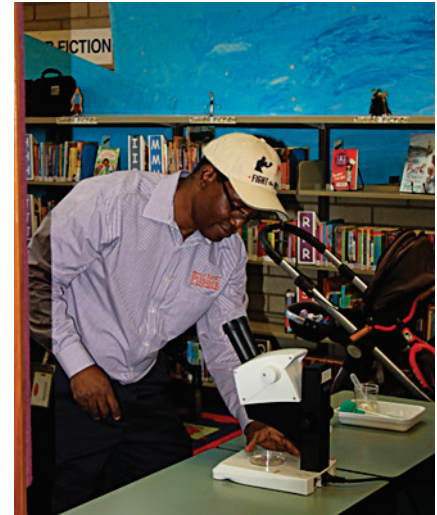
4. Environmental Health Protection

4.1 Mosquito Management

The unit continued to determine the likelihood of mosquito borne diseases in all areas and facilitate appropriate management strategies using evidence and a risk assessment framework. The Mosquito Control Advisory Committee completed its review of FIMMWA submissions for 2016 – 2017 and the Shire of East Pilbara secured \$17 257.62 funding for mosquito control efforts.

East Pilbara residents were continuously encouraged to cover up, repel and clean up in an effort to reduce the incidence of mosquito borne diseases. A campaign was launched in the week of the 5th to the 12th of December 2016 through Redware Media radio announcements. The campaign continued throughout the season and well into 2017 with the goal of keeping residents on high alert about their responsibility in fighting against mosquito borne diseases.





4.2 Arbovirus monitoring program

The arbovirus surveillance program is essential for predicting outbreaks of these mosquito-borne viruses which have substantial impact on public health. The program also allows the Department of Health to warn residents and travellers throughout the state to take personal protective measures when required. The Shire of East Pilbara's sentinel chicken surveillance programme has over the years, provided among many other benefits, an early warning system for mosquito-borne diseases. Greater analysis of the data observed has helped the public health unit to predict environmental conditions necessary for elevated mosquito and virus activities. In this financial year, all the sentinel chickens at Ophthalmia dam were infected and consequently had to be humanely euthanized. A replacement flock has been provided.

4.3 Upgrade of the Mosquito slayers

The mosquito slayers in Marble bar were upgraded so as to reduce gas usage by installing regulators and timers that kick on and off at 6pm and 6am respectively. The slayer program maintenance has been included in the operational functions of the environmental health unit. The Manager Developmental Services-Health (MDSH) will be responsible for monthly inspections and servicing. This will greatly reduce costs and increase the efficiency of the equipment.

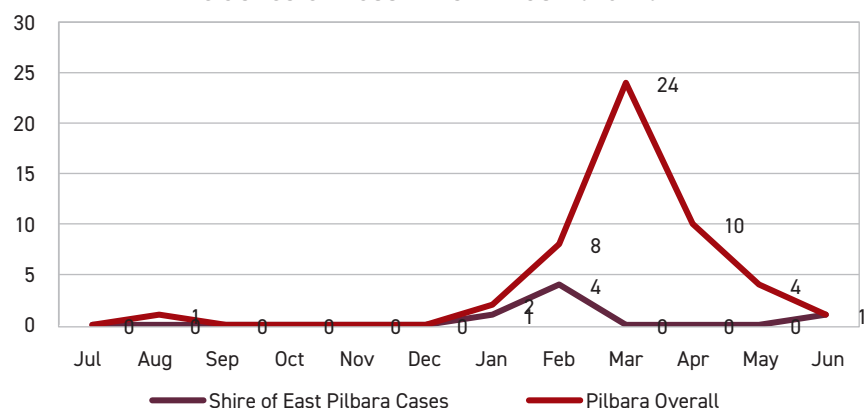
4.4 Septic Tank treatments for mozzie management

A new strategy for treating septic tanks for mosquitoes using Vectolex was planned and scheduled for implementation at the start of the new financial year in the towns of Marble Bar and Nullagine. The approach involves administering a litre of Vectolex solution per household, flushing it down the toilets to achieve monthly residual effect. The unit will engage the depot teams to conduct the exercise in conjunction with their routine rubbish collection runs. Ashburton Aboriginal Corporation will be responsible for the treatments in Gudabinya. The Shire will supply the chemicals and necessary training to the personnel who have been engaged for this exercise. MDSH will conduct similar treatments in the Irrungadji community. This has been necessitated by

the findings that there is massive breeding of mosquitoes in these town based communities which poses a significant risk of mosquito borne diseases to surrounding environments.

Ross River Virus - The state-wide WA notifications register has reported that there are 405 cases of Ross River Virus at the end of the 12 week reporting period compared to 105 cases in 2016 for the same time period. This is a significant 300% increase in reported cases. These figures correlate with an increase in number of reported cases in the Shire of East Pilbara. After a record zero cases over two consecutive years, the Shire has followed up on three cases so far and the Public Health Unit expects to receive more reported cases due to the nature of the rainy season we have experienced.

Incidence of Ross River Virus 2016-2017



4.5 Dust Monitoring

A formal request was submitted to the Department of Environment and Regulation for an air quality monitoring campaign following concerns raised by residents regarding dust levels in the town. The campaign is necessary to determine the levels of ambient aggregate dust and its individual constituents. This will in turn allow a correct assessment of risks posed to town residents.

Currently, the project has reached an advanced planning stage and is awaiting technical consideration and recommendations by the approved authorities.

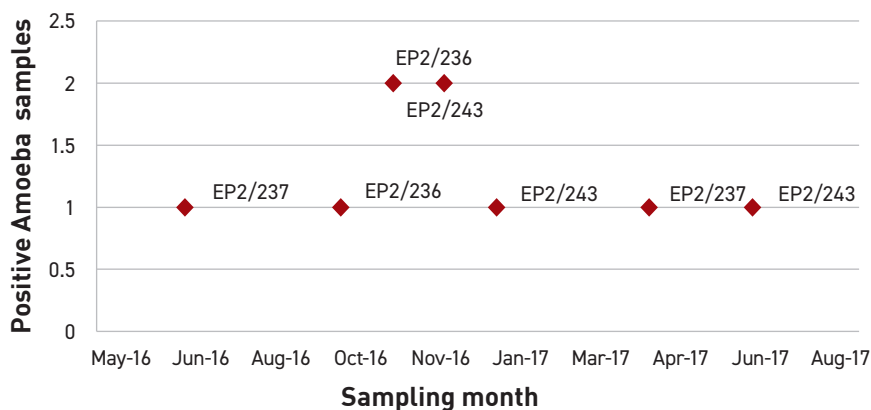
4.6 Drinking water quality

The quality of water supplied to residents can vary throughout the year and needs to be monitored to ensure that it is safe and suitable for consumption. Heterotrophic plate count is one of the regular tests used to detect the number of micro-organisms present in water. In addition, the samples collected always test for Total coliforms which do not present a direct health risk, but provide us with information on the efficiency of drinking water disinfection. Other regular tests include E.coli, Amoeba and Naegleria which are primary indicators of insufficient treatment or contamination.

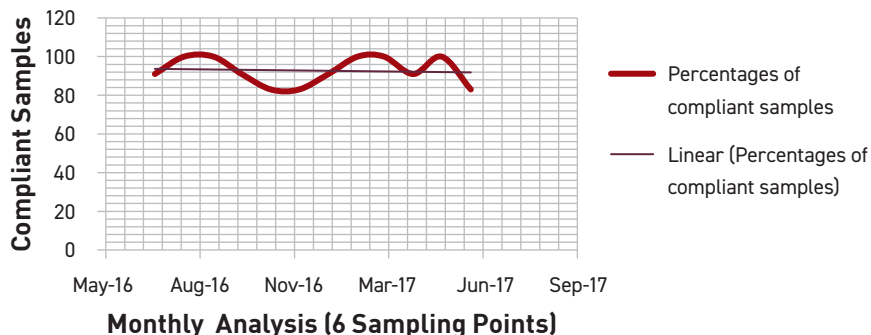
The unit commenced the regular monitoring of the Newman Airport drinking water supplies. One of the latest suggestions, which is the installation of a drinking water fountain that is certified to alleviate the issues previously encountered by its increased throughput, was implemented at Newman Airport. A fountain was installed, which is made of materials that are bactericidal and bacteriostatic. The environmental health unit continued to monitor the quality of water at the airport and satisfactory results were observed throughout the year from all sampling points.



Airport Water Samples: Anomalies



Airport Water Sample Analysis





4.7 Food Safety

To maintain and promote environmental health and wellbeing to all residents using a risk based approach, the unit continued to employ the existing risk based food classification system in collaboration with food premises managers. Food businesses servicing vulnerable populations were encouraged to submit Food Safety Plans as required under the Food Standards Code. There was continued provision of the Environmental Health Australia 'I'm Alert' on line food hygiene training program to support local and regional food businesses. There have been a total of 780 users since the programs inception, with an average of 10 users per month accessing the training through the Shire of East Pilbara's website.

Salmonellosis - A notable increase (869 from 599) has been reported in WA since the beginning of the year. The Environmental Health Officer has incorporated Salmonella environmental swabbing into all routine inspections for all the food premises in the Shire of East

Pilbara. Results received to date have been satisfactory.

Salmonella bacteria can infect both people and animals, and can also grow in food and the environment. People become infected with Salmonella by ingesting the bacteria. This can be by eating contaminated, undercooked meat (most commonly chicken), eating contaminated raw or undercooked eggs, eating food that has been cross-contaminated with Salmonella

from raw foods (especially meats, poultry and eggs), handling pets, other animals, raw meat and pet meat, drinking water that has been contaminated, usually by animals or sewage.

A total of 45 surface samples and 12 food samples were collected and sent to the Pathwest Laboratory for analysis. The surface samples enabled the environmental health office to verify sanitation procedures in food businesses.

Guidelines for sample assessment

Surfaces	TVC	Ecoli
Satisfactory	<80	0-1
Borderline	80-1000	
Unsatisfactory	>1000	>1
Ready to eat Foods		
Satisfactory	<1 million	<3 per gram
Borderline	<10 million	3-100
Unacceptable	>=10 million	>100

Food Samples Collected : 12	Percentage Compliant Samples: 66.6%		Non-Compliant Food Sample Data (4)	
Food Sample ID	Total Viable Count	Ecoli	Verdict	Enforcement
F005/16	45000000	23	Unsatisfactory	Prohibition
F006/16	55000000	1	Unsatisfactory	Prohibition
F007/16	150000000	1	Unsatisfactory	Prohibition
F008/16	100000000	1	Unsatisfactory	Prohibition

Surface Samples Collected: 45		Percentage Compliant Samples: 86.6%		Non-Compliant Swab Sample Data (6)	
Surface Sample ID	Total Viable	Salmonella	E.coli	Verdict	Enforcement
316	5200	Not detected	10	Unsatisfactory	Prohibition
516	300000	Not detected	10	Unsatisfactory	Prohibition
2016	250	Not detected	24	Unsatisfactory	Prohibition
2216	3000	Not detected	110	Unsatisfactory	Prohibition
2816	2500	Not detected	10	Unsatisfactory	Improvement
3816	2800	Not detected	10	Unsatisfactory	Improvement



Photo credit: Woven in the land Blog – wovenintheland.blogspot.com.au



5. Creating a safe community

5.1 Environmental Health Response

As part of operational function, the Shire responded to several notifications of potentially hazardous health and pollution reports. These included investigations of unknown dumped materials within SOEP boundaries, mould complaints from residential properties and collection and laboratory analysis of samples.

Among the reports investigated was a high incidence of Corella deaths, a native species, in and around the Shire of East Pilbara. Fortunately, the results of the investigation showed that the disease was not zoonotic, and there was no significant public health concern.

MDSH responded to a house fire incident and played a key role in the management of the damage caused as soon as the notification was received. The urgency was necessitated by the fact that buildings that were constructed before 1988 pose the greatest risk of releasing asbestos dust and fibres. Priority is given to proper management of associated risks so as to protect public health. The Manager Developmental Services- Health required the property owners to put in place measures that ensured that asbestos particles did not become airborne which poses the risk of inhalation.



5.2 Investigation of Disease clusters

The environmental and public health unit followed up on several disease notifications as part of the epidemiological collaborative process with Population Health. Minor difficulties were encountered in reaching some sectors of the population. Measures are currently under draft to address this; they include ramping up on collaborations with external organisations carrying out similar functions albeit with better access.

Case Detection

Hospital

Notification

Hospital

DOH

Local Government

Notification

Local Government
Health Unit

CDC



5.2 Community Sharps Program

The unit maintained local amenity through decreasing the presence of discarded needles, syringes and related waste in public places. This was achieved through regular park and amenity maintenance and ensuring that there are sufficient facilities and equipment to safely collect syringes and sharps in most public places. The community has responded well, freely submitting used needle containers to the Environmental Health Office or local tip free of charge. The Shire of East Pilbara's Safe Sharps program is online and accessible to the entire nation through the collaboration with New South Wales REROC Waste forum. Disposal locations are available for viewing via Apps and REROC Website.



6. Regulatory Compliance and control

6.1 Septic Tanks

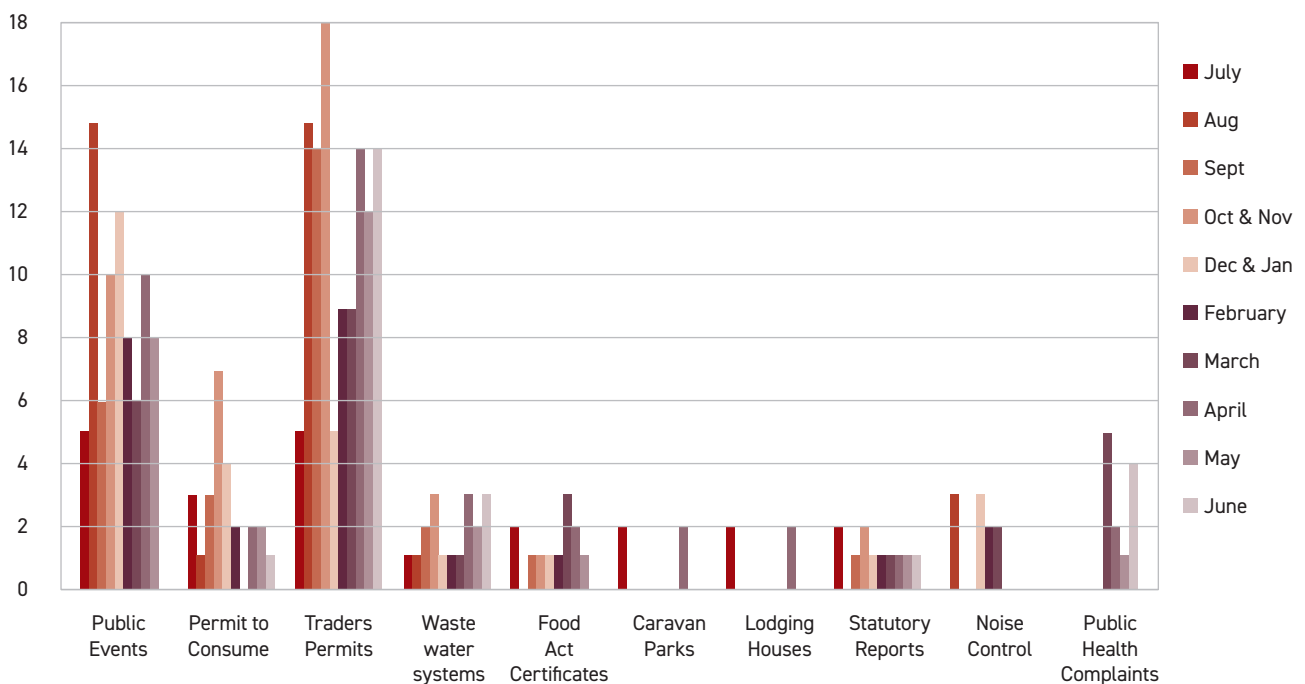
On-site sewage management systems include septic tanks, aerated waste treatment and greywater irrigation systems are installed in areas where sewer is not available. The environmental and public health unit is responsible for overseeing and enforcing the legislation and guidelines that ensure that systems are designed, operated and maintained in a manner that prevents risks to public health and the environment, as well as ensuring that the community is protected from nuisances such as odours and poor aesthetics. A total of 18 system applications were process in this financial year and 58 applications currently await inspections and permits to use. Inspections of systems installed in mining camps remains a major challenge due to time resource required for each exercise. The unit is reviewing and currently implementing measures to address this without compromising on the standard and quality of enforcement.



6.2 Management and Review of the Public events approval process

Part of the function of local governments Environmental Health unit is to ensure that every aspect of the local population and environment is analysed and assessed for potential environmental health risks. Once identified, the unit develops appropriate responses and strategies. Part of the response protocol includes ensuring that approval processes for public events are efficient and streamlined for efficacy. The unit has issued long term approvals to the Public events team requiring them to take responsibility for temporary event trading risks. This is in response to the number and nature of trader's applications that have been processed in this financial year. Streamlining the approval process in this way allows for preservation of the time resource, while ensuring that the quality of trading elements is kept high. It is expected that the Events department will be able to ensure, through purchase of appropriate equipment, that all traders have the minimum stall requirements.

Operational Documents Processed 2016-2017





6.3 Regulation of food and home businesses

It is anticipated that the availability of the community kitchen in The Square will allow easier regulation of small food businesses run by both individuals and community groups. Most importantly, the kitchen should make a positive contribution towards the Shires image as a regulatory enforcer, considering how many applications have been turned down or the high number of illegal operations that have been shut down due to inadequate premise compliance. The unit hopes to be engaged or notified of the scope of use of the kitchen once it is complete so as to incorporate the details in its advisory and promotional functions.

The unit has ramped up its health promotion efforts in Food Safety, producing a detailed and comprehensive booklet which can be used as a reference guideline for all types of Food Businesses. The purpose of the booklet is to provide information in an easy to read format to

assist proprietors who want to operate a food business from temporary or registered premises. It highlights the key elements of food safety as well as the laws that affect the production and trade of food in the Shire of East Pilbara.

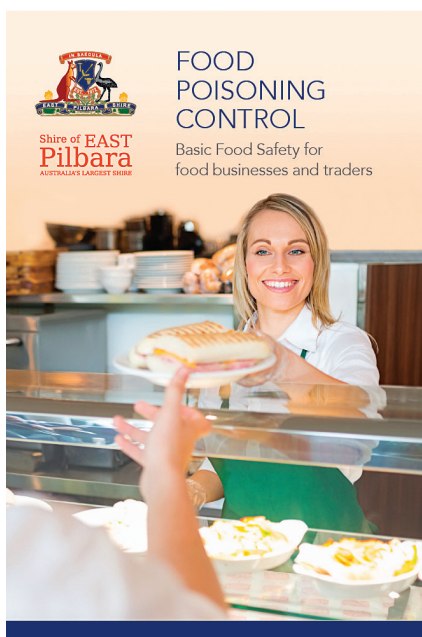
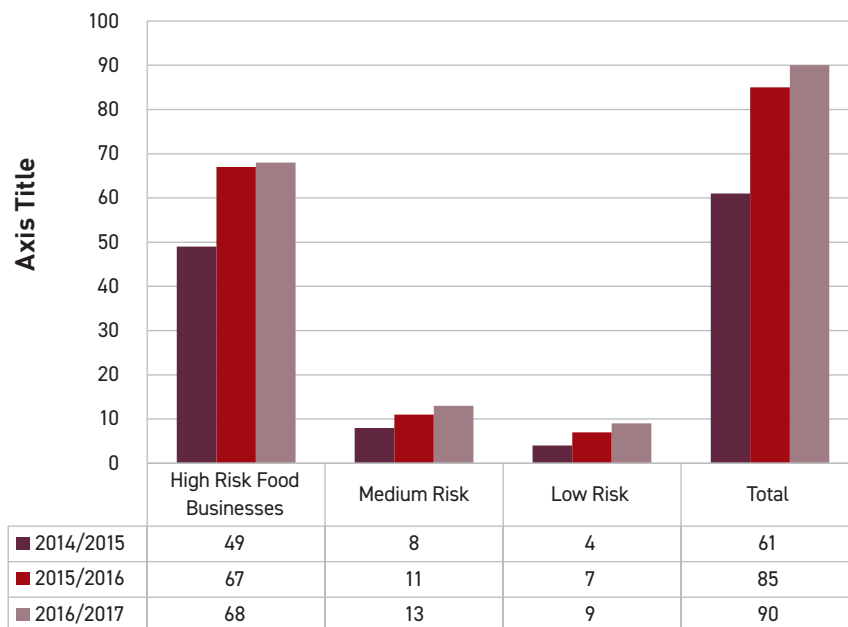
Corresponding pamphlets have also been produced and are available for distribution to proprietors. These documents should help answer the numerous questions that community members have regarding the Shire's requirements.

6.4 Food Business Inspections

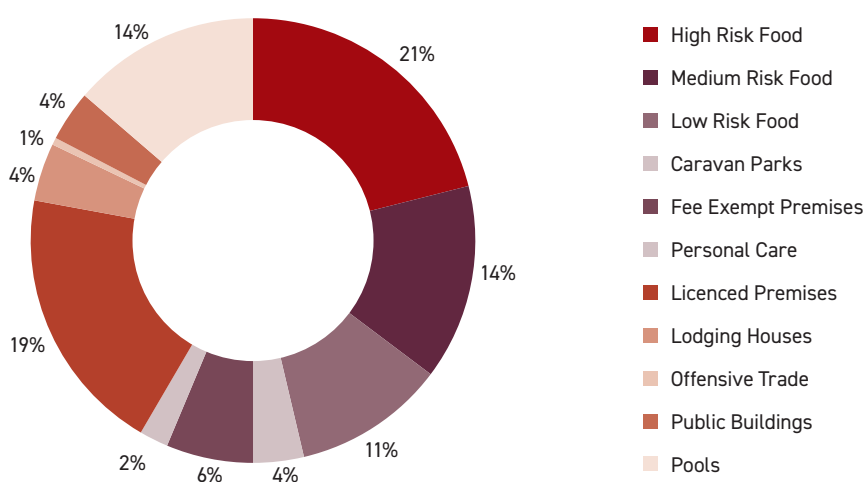
A total of 81 registered food businesses were inspected at a frequency exceeding 42% of the minimum requirements for risk premises, 25% medium risk premises and 42% of the low risk businesses. Overall, there was a slight increase in the number of inspections carried out. The challenge of distance and resource remains the major obstacle to elevated achievement in this area.



Food Business Inspections 2014-2017



Health Premises 2016-2017





6.4 Effluent and Aquatic Water systems

The unit continued to monitor and report on non-scheme drinking water and aquatic facility waters highlighting and correcting any areas of risk.

The environmental and public health unit has been consistent in collecting samples and analysis evacuation procedures and data from the Newman Aquatic centre to ensure that the processes documented reduce risks of transmission of this and other diseases.

Cryptosporidiosis - There has been a 200% increase in the number of Cryptosporidiosis cases reported in WA since the beginning of the year.

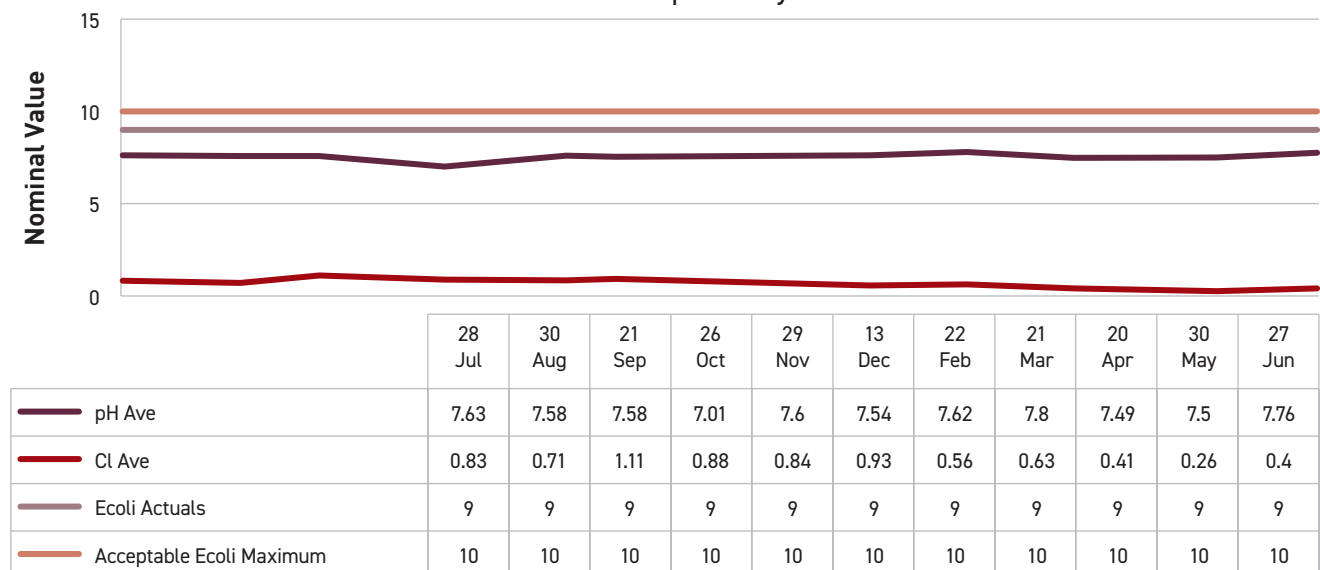
Cryptosporidiosis is a diarrhoeal disease caused by the parasite, *Cryptosporidium*, which infects the intestine. *Cryptosporidium* is present in the faeces matter of infected humans and animals. Infection occurs when the parasite is ingested. Transmission most often occurs through person-to-person contact, particularly in families and among small children (for example, in child care centres), drinking contaminated water, swimming in contaminated pools, handling infected animals or their manure and food (in rare cases). *Cryptosporidium* can be resistant to Chlorine disinfection, hence the need to ensure pools are evacuated immediately when faecal

incidents occur. The environmental and public health unit has been meticulous in its monitoring processes, taking time to assess and visually audit record and maintenance systems for the Shire of Eats Pilbara centres. There were no major non compliances observed in this financial year.

Conclusion

Overall, the unit paid particular attention to new directions in public and environmental health, incorporating emerging issues into its operations and using a "risk based" approach to all statutory, strategic and operational duties so as to protect public health.

Effluent Sample Analysis





Newman Townsite Technical Services

Transport Infrastructure

Newman townsite maintenance team delivers services to keep the town streets and drains in good and safe condition for the Community.

Infrastructure Type	Length
Town Streets – Sealed	71
Town Streets – Road kerb	132
Town Pathways	81
Town Piped Drainage	12
Town Open Drains	14

Asset renewal and preservation works are scheduled to maintain the integrity of road and path networks and included drainage installation, road crack sealing, asphalt resealing and concrete works for path and road kerb repairs plus spraying and vegetation removal in the open drains.

Starting in 2015/16 Technical Services has developed a 3-Year Asset Renewal and Preservation Plan, incorporating all budgetary details, for Newman road assets. This plan incorporates the delivery of projects involving renewal of ageing/damaged concrete infrastructure and bitumen seal (asphalt or stone chip seal) as preservation treatment on the same street's pavement over the three FYs 2015/16, 2016/17 and 2017/18, covering as many as 47 streets. This plan was developed after almost a yearlong ground checking exercise and in conjunction with

the Shire's current Asset Management Plan for Roads and Footpath and the Corporate Business Plan.

Furthermore, in the FY 2016/17 Technical Services has developed 5- Year Newman Drainage Improvement Plan 2016-2020. As per this plan, and subject to the Council approval for budgets, as many as ten new drainage lines installation to take place in Newman between the FY 2016/17 and FY 2020/21. However, with the support of Senior Management, the depot already delivered projects incorporating installation of drainage lines in 4 four streets during the FY 2016/17 as detailed below.

Crack Sealing, Pathway and Road Kerb Renewal and Chip Seal Preservation Works

As per the new 3 Year delivery plan, the below listed concrete, crack seal and double coat reseal works were completed in the FY 2016/17 in Newman.

Crack Sealing Works

In addition to 6 streets in Newman, crack sealing completed over joints between exiting and newly laid asphalt at twelve streets.

Concrete Renewal Works

A total of 2559 m2 pathway and 1894 lineal metre of kerb renewal works were completed in Newman incorporating the streets listed below;

Concrete works in these 16 streets were completed on the basis of their age, damage, risk to the community etc; Kurra St, Spring St, Gunn Pl, Selman Ave, Bates Ave, Tjilla St, Turner St, Pond St, Oflaherty St, Stuart St, Yalberee St, Keedi Rd, Cara St, Boonara St, Hamilton St and Wurangura St.

R2R Funded Project Works

Federal funding stream R2R was organised to deliver drainage installation and pavement profiling and asphaltting over the following streets;

Drainage Installation Works

A total 1100 m long drainage line, with 35 stormwater pits of various types, was installed at Daniels Dr, Eagle Rock Turn, Mindarra Dr, Burrows St and Ethel Creek St.

Pavement Profiling and Asphaltting Works

As per Pavement fixing and asphaltting works, almost 8,400 m2 area was profiled and hot mix asphalt was installed over the following streets;

Burrows Street, Ethel Creek Street, Mindarra Drive (between Burrows St and Newman Dr), Daniels Drive (between McLennan Dr and Braeside Dr), Laneway (between Daniels Dr and Ophthalmia Cr), Eagle Rock Turn, Braeside Dr (between Ophthalmia Cr and Callawa Way), Ophthalmia Cr (between Eagle Rock Turn and Joffer Lane), Homestead Ramble (Near Braeside Dr Intersection), Brumby Mews and Pyramid Lane.

Other Maintenance Works

Throughout 2016/17, a number of major open drains were cleared (vegetation removed) and sprayed. In addition to this, culvert and stormwater pits cleaning work was carried out at various locations.

Depot based town crew also remain focused on a number of day-to-day town maintenance activities like potholes fixing, removing trip hazards, preventative inspections cleaning rubbish to maintain the amenity of the town to the expectations



of the community. Furthermore, town crew remained busy assisting various events which were organised through the shire staff.

Town crew throughout the year also assisted in various small to large scale maintenance activities at the Waste Water Treatment Plant and Newman Tip Site Septage Ponds.

Works Requests

Council aims to be responsive to ratepayers' requests for minor improvements and fault rectification through a recorded works request system. The Shire "works request" system tracks customer service requests from the initial report through to completion of the request.

The works request register allows staff to quickly categorise and prioritise requests.

This provides for an appropriate response in an efficient and timely manner. Requests vary dramatically and can be minor in nature from sweeping a path to major road works/drainage which needs future budget funding to emergencies such as flooding, oil spills and vandalism. Unresolved issues are monitored until a satisfactory resolution has been reached.

The system is continuously assessed to improve the level of service and response to the Shire's customers.

Recreation, Playgrounds, Parks and Ovals

The Shire maintains 12.5 hectares of active ovals and 16 playgrounds in the Newman Townsite which is kept green, and safe for kids, by the dedicated parks team. The Shire infrastructure includes over 8kms of irrigation pipe. As part of the Shire's water conservation measures we utilise recycled water for irrigation of the majority of areas and are trialling subsurface irrigation to further reduce water usage.

Over the 2016-2017 year the Parks and Gardens team have completed major verge slashing and spraying, including fire breaks as discussed with Rangers, replanting of parks and streetscapes, and we have implemented a maintenance program for

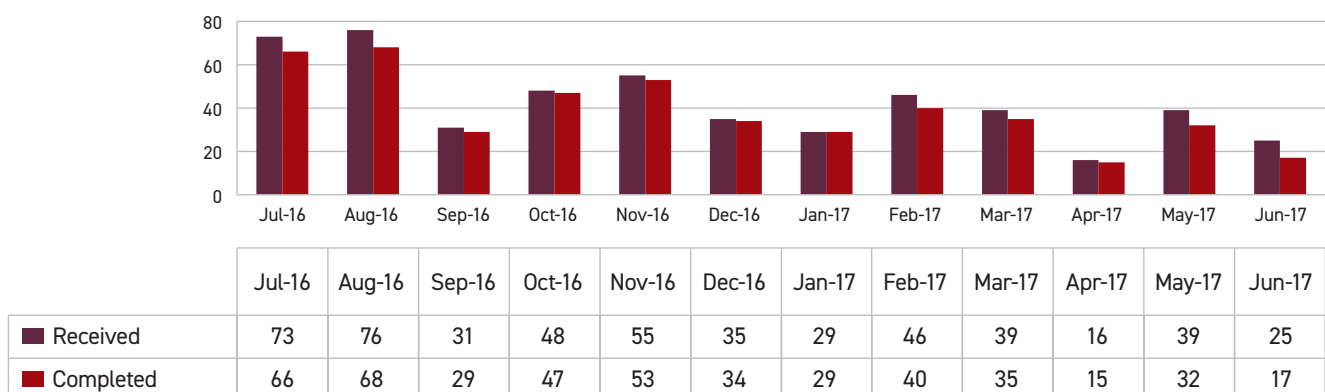
all parks and reserves for fertilising, wetta-soiling, topdressing, renovating, spraying and general maintenance within town.

As many as 16 playgrounds were maintained and/or repaired in conjunction with the issues identified by external auditors during annual audit for the 2016/17. Further to this, soft fall was changed to a new look at Ethel Creek St, Forrest Ave and Jabbarup St Park. Whereas, Forrest Ave park improved with a new double rocker see saw unit. Furthermore, two new BBQs with a complete new wiring were installed at the Jabbarup and Nardoo Loop parks. Finally, Newman Cemetery and Warranbaca landscaping areas based reticulation upgraded with automation.

Details on Budget/Expenditure on Major Project Works

Work/Project	Expenditure
Crack Sealing	\$30,000
Concrete Works	\$395,000
Pavement Failures and Drainage Works- Mindarra Dr	\$318,370
Pavement Failures and Drainage Works- East Newman	\$490,000
Pavement Failures and Drainage Works- Ethel Creek St	\$175,125
Pavement Failures and Drainage Works- Burrows St	\$172,075
Irrigation Automation and various Other major works	\$30,000
Playground Equipment, soft fall and various furniture Replacement.	\$80,000
BBQ at Willara St and Ethel Creek St Park	\$25,000
Total	\$1,715,570

Work Requests July 2016 - June 2017





Waste Management and Recycling

The Shire of East Pilbara supports the states minimisation strategy and continues to progress activities in this area. This includes segregation of waste at the Newman Landfill Site and the ongoing kerbside collection of recyclables in the yellow bin.

The Materials Recovery Facility (MRF) continues to be developed with the Shire successfully using a \$123,000 grant to complete and commission the facility in June 2016. It is expected to come on line later in FY 2016/17 once the marketing strategy has been assessed and it can be advertised for expression of interest for its ongoing operations.

Liquid Waste

The Shire operates a liquid waste facility within the Newman Landfill site where licensed controlled waste contractors dispose of waste collected in and around the Pilbara region. The facility has 4 clay lined ponds which utilises a natural three treatment (aerobic, facultative and anaerobic) system complimented with two aerator pumps to support the process and maintain consistency of the treatment to process the septage. The facility was designed for 75,000 litres per day but with another pond built we could temporarily process up 250,000 litres per day to take advantage of additional requests. In September 2015 the septage received was reduced back to design levels to ensure the ponds were not overloaded and at risk of

permanently ceasing to function. This has also coincided with a reduction in requests but is expected to increase later in year as the weather warms up. As can be seen from the graphs, the Shire processed just under 20 million litres in 2015/16 which has provided an income of just over \$2.2 million. The facility provides an important service to the region and provides steady income to the Shire of East Pilbara.

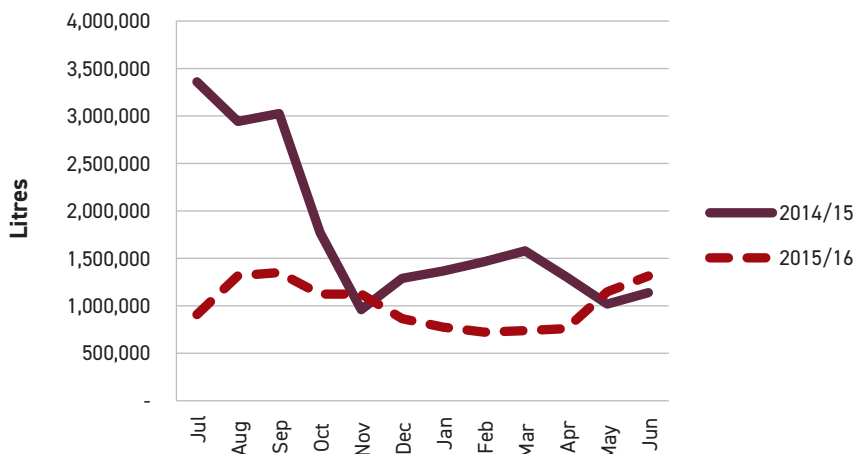
To provide additional opportunities to process liquid waste the Waste Water Treatment Plant is also now certified as a Cat 61 Liquid Waste Facility and can accept the same liquid waste as the septage treatment ponds.

Shire East Pilbara: Newman Landfill Waste Statistics 2016-2017		
Waste Category	Waste Type	Weight Tonnes
One	Mixed Municipal Waste (Wet)	4,216
Two	Kerbside Recyclables	309
Three	Greenwaste	3,023
Four	Car Bodies	recycled
Five	Steel Products	1
Six	Construction and Demolition Waste	7,644
Seven	Commercial& Industrial	4,706
Eight	Asbestos	55
Nine	Tyres (see below)	22
Ten	Medical	67
Total	Landfill Tonnage	20,043
Total	Liquid Waste Tonnage	11,340

Source: SEP Gate receipts converted using standard conversion factors (Waste Authority WA).

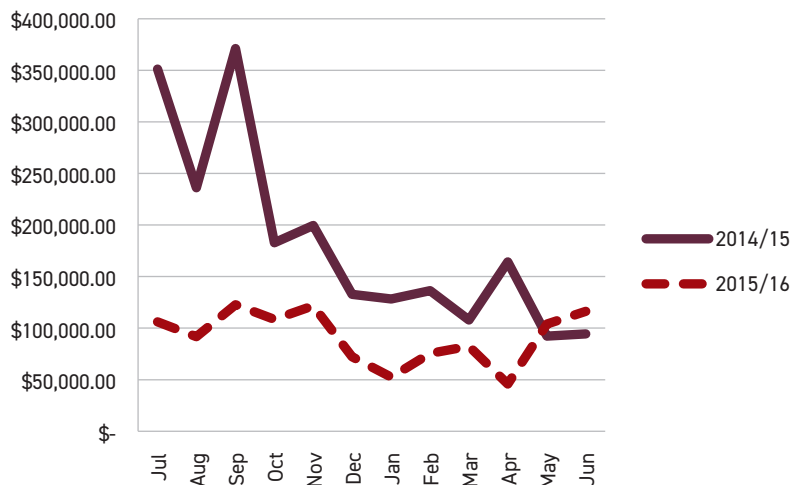


Septage Pond - intake



Total Intake 2015/16: 18,653,065 Litres Total Intake 2016/17: 11,056,102 Litres

Septage Pond - Income



Total Income 2015/16: \$2,210,258.09 Total Income 2016/17: \$1,134,947.53

Waste Water Treatment Plant (WWTP)

The Waste Water (Sewerage) Treatment Plant is owned and maintained by the Shire. The facility receives untreated sewage from the Water Corporation deep sewer network and treats it to produce a treated effluent (water). The water is chlorinated and used for reticulating the sportsgrounds and a number of community organisations grassed areas (e.g. Lions Animal Park).

The facility is one of a few mechanical wastewater treatment plants in the State and when first installed by BHP it was designed for a nominal town population of around 9,000.

The Shire receives a financial contribution from the Water Corporation and the balance of funds from a levy raised against Newman properties.

A program of capital improvements has been ongoing to ensure reliability and compliance with environmental and public health licensing requirements.

The WWTP is critical infrastructure for the community as it not only treats Townsite sewerage, but value adds by producing recycled water which is used to irrigate town ovals, parks and gardens. This can be up to 900,000 litres/day.

The new clarifier was commissioned in 2015/16 and functioning as an important Shire asset to provide high quality 'Class A' recycled water to the parks and ovals.



The Shire's depot staff were involved in the following large scale maintenance works at the WWTP;

1. Changed 2 new sets of primary screening augers and screens at grit pit.
2. Refurbished grit pit with new heavy duty rubber liners.
3. Changed damaged inner and outer shafts with damaged discs of the Orbal.
4. Changed faulty RAS pit pumps with guide chain.
5. Cleaned Toe-Bro of the new clarifier.
6. Replaced damaged Amiad filters over the line pumping recycled water to the top tank/town.
7. Replaced faulty chlorine weigh scale at the chlorine shed.
8. Replaced faulty chlorine alarm system at the chlorine shed.

There is a standard calculation that relates discharge to population in town on any given day and that is reflected in the graph that shows inlet flow to the Waste Water Treatment Plant from 1 July 2016 to 30 June 2017.

Newman Sewage Flows and Population Estimates 2016-2017

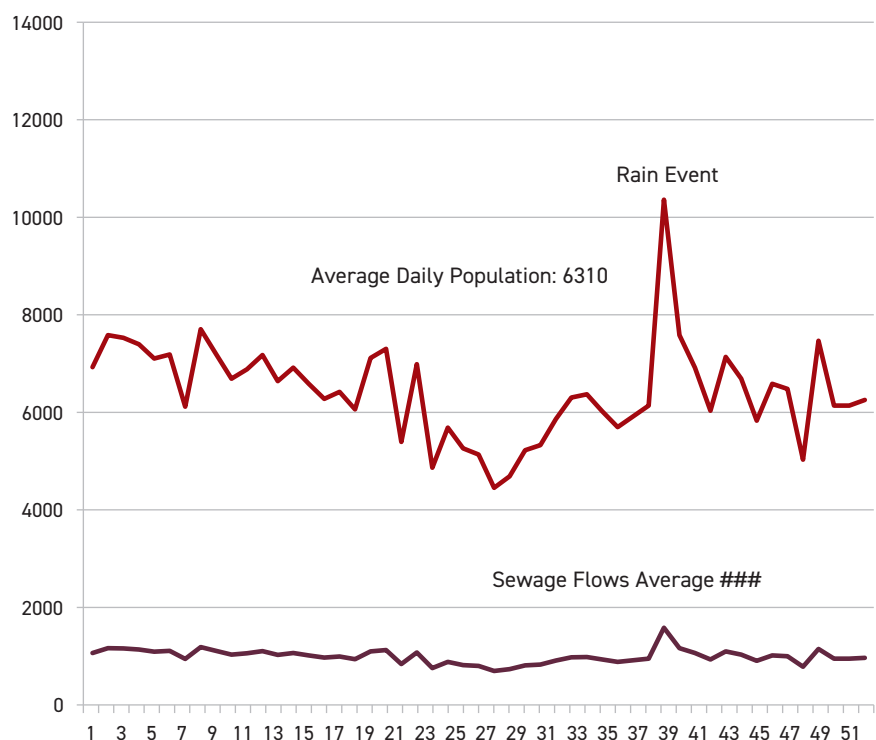




Photo by Kevin Mitchell

Rural Services

Technical Services

Roadworks

The Shire maintains a road network comprising of approximately 3,158 kilometres of unsealed roads and 140 kilometres of sealed roads. The road network extends from Cape Keraudren (north of Port Hedland) through to the Northern Territory border.

The Shire's Road Network is maintained by a small dedicated team comprising of a maintenance crew responsible for the operation of four maintenance graders servicing Council's extensive remote road network and a contract construction crew responsible for the renewal and upgrade of Council's Rural Road Network. Both crews operate out of fully functional modern self-contained camps and are able to service Council's entire remote network extending from the coast at Cape Keraudren to the Western Australia/Northern Territory State Borders.

Council's maintenance grading program focuses on high priority roads servicing Marble Bar and Nullagine as well as Aboriginal Communities to minor access roads servicing pastoral leases and mining tenements. The maintenance graders operate within set perimeters and area boundaries ensuring a continuous coverage is achieved. Contract graders are utilised to conduct maintenance grading operations in remote areas servicing the access roads to the Communities of Punmu, Kunawarritji

and Kiwirrkurra. The maintenance grading budget for the 2016/2017 financial year was \$1,409,400 with actual expenditure coming in under at \$1,092,947.

The construction program for the 2016/2017 was funded from the federally funded Roads to Recovery program as well as State funding administered by Main Roads Western Australia. In addition Council also undertook extensive flood damage reinstatement works as a result

of the passage of Tropical Lows and Associated Flooding in the Pilbara on 26 December 2016 (AGRN 737) and January and February 2017 (AGRN 743). The cost of the reinstatement works are in the process of being recovered under the Western Australian Natural Disaster Relief and Recovery Arrangement (WANDRRA) as works have carried over to the 2017/2018 financial year.

Event – Tropical Low and Flooding in the Pilbara (26 December 2016) AGRN 737

Roads Affected	Actual Reinstatement Cost
Desert Road	\$874,505
Jupiter Well Road	\$188,405
Kiwirrkurra Road	\$635,080
Total	\$1,697,990



Event – Flooding in Western Australia (January and February 2017) AGRN 743

Road Affected	Estimated Reinstatement Cost
Talawana Track	\$700,000
Total	\$700,000





Additional funding was released and made available to Councils from Main Roads WA for Aboriginal Access Roads in Western Australia. As a result Council secured an additional \$198,000 for improvements to be carried out to the Punmu Road. The additional funding has greatly improved road access to the Punmu Community.

The capital improvement and renewal program covered the following roads in the 2016/2017 budget:

Aboriginal Access Roads

Road	Budget	Type of Works
Kiwirrkurra Access Road	\$153,000	Formation & Drainage Improvements, Gravel Sheeting
Punmu Access Road	\$785,000	Formation & Drainage Improvements, Gravel Sheeting (works currently still in progress)
Talawana Track	\$165,000	Formation & Drainage Improvements, Gravel Sheeting
Jupiter Well Access Road	\$75,000	Formation & Drainage Improvements, Gravel Sheeting
Desert Road	\$0	Not Funded in 2016/2017
Kunawarritji Road	\$213,000	Formation & Drainage Improvements, Gravel Sheeting
Jigalong Road	\$555,000	Formation & Drainage Improvements, Gravel Sheeting
Total	\$1,946,000	

Rural Roads

Road	Budget	Type of Works
Marble Bar Woodstock /Hillside Road	\$225,000	Formation & Drainage Improvements, Gravel Sheeting
Muccan Shay Gap Road	\$486,264	Formation & Drainage Improvements, Gravel Sheeting, installation of culverts and guideposts.
Woodie Woodie Road	\$160,000	Reseal and pavement repairs
Balfour Downs Road	\$210,000	Formation & Drainage Improvements, Gravel Sheeting
Corunna Downs Road	\$250,000	Formation & Drainage Improvements, Gravel Sheeting
Total	\$1,331,264	

More detailed information can be obtained from the Manager Technical Services – Rural Operations.



Community Safety

Technical Services

The Community Safety section has responsibility within the Shire of East Pilbara for all aspects of Community Safety, Ranger Services, Emergency Management and Bushfire Management.

The Community Safety sections focus is to promote safety across our community and is committed to working closely with other agencies such as Western Australia Police, Department of Child Protection (DCP), and the Local Liquor Accord to develop & implement strategies that have impacted on anti-social/ inappropriate behaviours and mindless vandalism.

Plans were approved in 2016/2017 for a new Community Safety Department Building and Animal Management Facility to be built at the Newman Works Depot. Completion of both projects will be towards the end of 2017.

The department has welcomed several new staff members. New and existing staff members are all contributing a wide range of ideas and strategies. The structure and enthusiasm of the department is extremely positive, enabling residents and visitors of the Shire of East Pilbara to be assisted and educated in a timely manner. The department's future vision will most definitely be reflected throughout the whole Shire in years to come.

Emergency Management

The Community Safety section is responsible for ensuring that best practice emergency management is undertaken within the Shire and with this in mind facilitated a number of Local Emergency Management Committee (LEMC) meetings in Marble Bar, Nullagine and Newman where the LEMA (Local Emergency Management Arrangements) are reviewed and confirmation that agency planning for emergency events has been undertaken and tested.

Work continues on the update of the Shire of East Pilbara Emergency Management Arrangements and Recovery Plan.

Bushfires

As is normal within the Shire of East Pilbara multiple fires were detected across the district. Most were monitored for their potential to impact on assets but several required a response or intervention.

Community Safety staff and Marble Bar Works Supervisor engaged in a cooperative effort to improve breaks in the immediate vicinity of the town site.

In November 2016, a number of fires over several days shut down Great Northern Highway between Newman Airport and

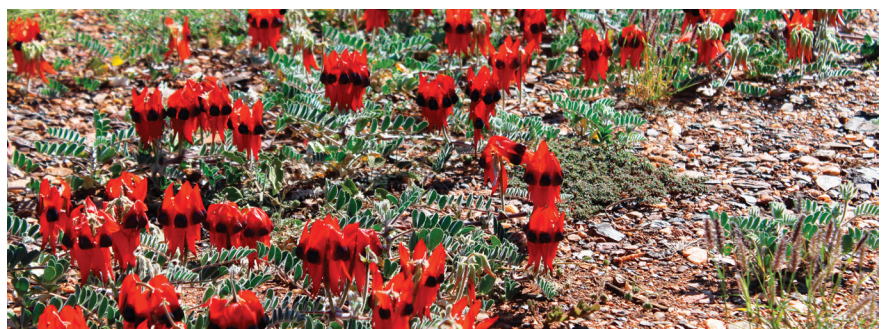
Hope downs. Various employees and volunteers assisted in containing the fires ensuring the busy highway was able to be reopened as soon as possible.

The issues around fires being lit without permits or notification to neighbours continues, Rangers will seek to improve compliance in this area over the coming year. The re-establishment of a network of trained Fire Control Officers (FCO) throughout the District will also be a focus for the prevention and response aspects of fire management in the coming year.

CCTV

Newman and Marble Bar are continuously undertaking CCTV upgrades around a vast amount of assets within their respective town centres. Additional and upgraded cameras will be sought after in different locations, allowing authorised officers a greater opportunity in achieving a high level of community safety.

The Shire of East Pilbara and WA Police both have access to the technology and utilise it on a daily basis ensuring the community is safe and compliance is achieved should any breaches to legislation be observed.





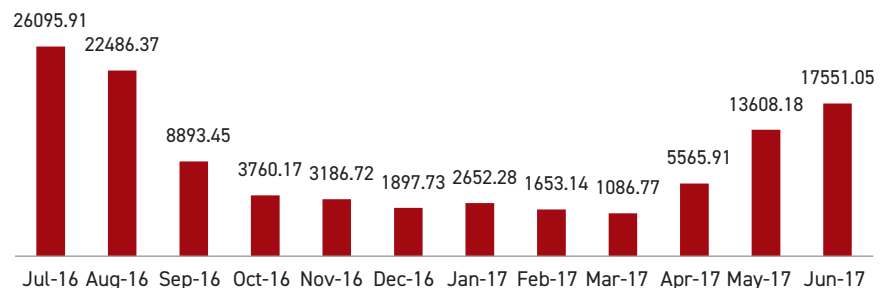
Cape Keraudren

The nature based reserve is looking fantastic. Tourists seem to be enjoying the fine weather, beautiful scenery and fantastic fishing.

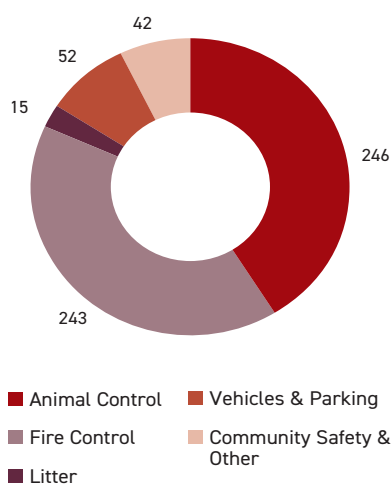
The park ranger has been ensuring that tourists comply with Shire of East Pilbara Local Laws and Policies. Feedback from tourists has been extremely positive.

The Shire of East Pilbara Council after a two year trial recently approved for tourists to bring their dogs with them to Cape Keraudren provided they are on a lead at all times.

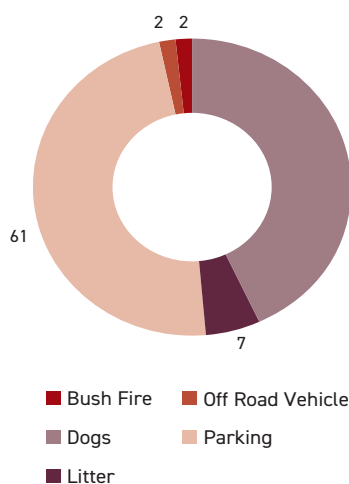
Cape Keraudren Monthly Income Total Income for 2016-2017 \$108,437.70



Ranger Tasks 2016-2017



Infringements 2016-2017



Ranger Services

The trend of past years continues with the majority of Ranger tasks being dedicated to animal control and vehicle complaints. This year a total of 526 dogs and 58 cats were registered.

Rangers continually patrolled the town of Newman, educating and enforcing the general public in relation to Animal Control, Parking, Litter and Anti-Social Behaviour. The close relationship between Rangers and Newman Police allowed authorised officers to effectively deal with any alleged offender.

Several dogs and cats were impounded during 2016/2017. 4 dogs were declared dangerous due to evidence being obtained of dog attack offences that occurred.

Infringement Income for 2016-2017

Total Infringements Issued

131

Value of Open notices	\$ 14,141.35
Value of unpaid infringements	\$ 16,739.30
Value of Notices Paid	\$ 13,947.75
Infringements awaiting enforcement (Value)	\$ 2,412.00

Impounded Animals



The graph to the left identifies the use of Ranger time for the financial year.



Airports

Newman, Marble Bar
and Nullagine

The Airport Services team provides operational, development and business activities at Newman Airport and the airstrips at Marble Bar and Nullagine.

Business Management

Aircraft related activities

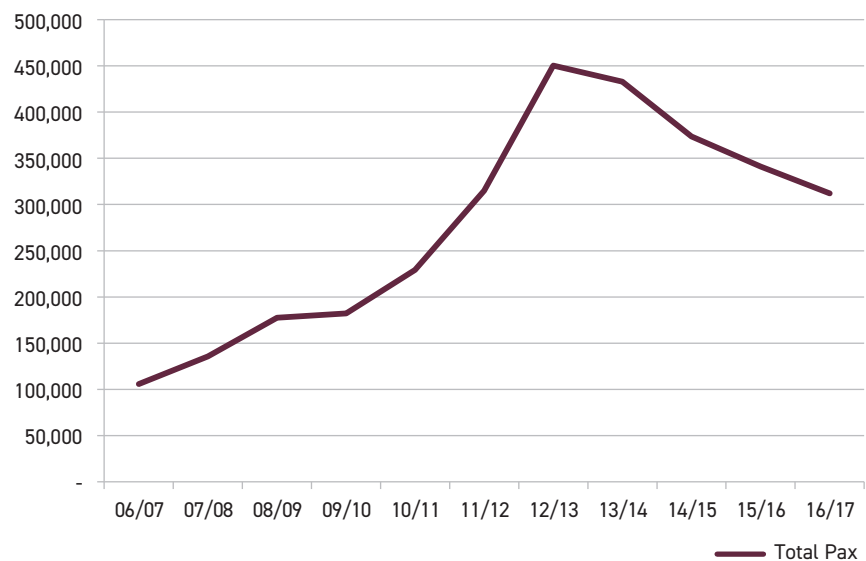
Regular Passenger Transport (RPT) flights at Newman Airport are provided mainly by Qantas and Virgin Australia (including their various sister organisations).

During the financial year 2016/17 RPT landings reduced by 7.5% with Non - RPT landings variable over the last few years.

This financial year saw a number of flight schedule changes, as well as adjusting the relative mix of airframe sizes used.

Newman Airport has traditionally not been an overnight parking destination. Parking income from overnighing aircraft is not a major income line for the airport.

Total Passengers FY 2007 - 2017



Passenger related activities

Passenger numbers for the financial year 2016/17 was 311,990. This represents a reduction of 8.56% year on year. The airport has a long term pricing strategy in place that will ensure sustainability.

Tenancies

Newman Airport provides facilities for tenants either by way of leases, or licenses.

Leases are long term offering little chance for upselling or fee adjustments outside those that have been agreed historically at the time of signing the agreements. Current leases increase by 1% per annum.

Licenses are generally short-term and are currently the subject of a review.



Marble Bar & Nullagine

- The Marble Bar and Nullagine airfields remain strategic airports for the community and are serviced by the Royal Flying Doctor Service (RFDS) flights for medical evacuation.
- These airports have been the subject of a number of small projects during the year to maintain the infrastructure, make the manoeuvring areas and strips safer for aviation and to increase the service levels in line with community expectations.

Operational

Safety and Security

- Audits were conducted by the Office of Transport Security (OTS).
- The annual aerodrome technical and electrical inspections were conducted.
- On-going internal inspections and audits by airport personnel were conducted on airport facilities including standby power, electrical and aerodrome lighting.
- On-going Safety and Security Awareness Training was conducted as

part of our staff induction programme for tenants and contractors alike. This included the procedures for responding to a security incident affecting the airport and for the reporting of hazards and incidents as part of our Safety Management System and risk assessment strategies.

Bird Strikes

- Although several bird strikes were reported during the period, bird mitigation strategies have been successful in reducing the risk to airport users.

Aircraft Operations:

- Although there has been a downturn in the number of passenger numbers transiting through the terminal, the weekly aircraft flight schedules have changed little. There has been a move by airlines to use smaller airframes for some of the flights (B737-800's swapped for B717's as an example).
- Many domestic and international flights overfly Newman enroute to their destinations. Because of its strategic location on the air-routes it is unlikely that Newman's ground

based navigation aids will be retired by Airservices Australia, as is the case with many other sites across the country under scrutiny. Newman is also a significant alternate airfield to flights operating in the region. Several diversions into Newman occurred as a result of weather and low fuel reserves, affecting operations into certain aerodromes.

Strategic Developments

Business Development

Mining tenements affecting airport land has finally been cleared, providing the opportunity for the Shire to acquire freehold title of the airport land.

Freehold title of the airport land was identified as the centre of gravity towards developing a comprehensive and executable Airport Master Plan. With resolution of the tenure issue expected to be finalised by the end of 2017, the development of the Master Plan, Development Plan, and supporting Business Plan will occur with a clear forward vision.





Annual Financial Report

For the year ended
30 June 2017

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Statement by CEO

Schedule 2

Form 1

Local Government Act 1995
Local Government (Financial Management) Regulations 1996

Statement by CEO

The attached financial report of the Shire of East Pilbara being the annual financial report and supporting notes and other information for the financial year ended 30 June 2017 are in my opinion properly drawn up to present fairly the financial position of the Shire of East Pilbara at 30 June 2017 and the results of the operations for the financial year then ended in accordance with the Australian Accounting Standards and comply with the provisions of the Local Government Act 1995 and the regulations under that Act.

Signed as authorisation of issue on the 23rd November 2017



Allen Cooper
Chief Executive Officer



Statutory Statements

For the year ended
30 June 2017

Statement of Financial Position

As At 30 June 2017

DESCRIPTION	NOTE	2016/2017 \$	2015/2016 \$	2014/2015 \$
CURRENT ASSETS				
Cash and Cash Equivalents	3b	36,063,134	27,374,146	29,672,839
Trade and Other Receivables	4	4,089,916	3,235,977	3,958,320
Inventories	5	108,275	111,667	90,720
Total Current Assets		40,261,325	30,721,790	33,721,879
CURRENT LIABILITIES				
Trade and Other Payables	8	4,128,799	2,679,802	8,343,196
Provisions	8	1,118,077	1,211,169	1,080,239
Long Term Borrowings - Current Portion	9	811,287	764,499	1,128,662
Total Current Liabilities		6,058,163	4,655,470	10,552,097
NET CURRENT ASSETS		34,203,162	26,066,320	23,169,782
NON CURRENT ASSETS				
Property, Plant and Equipment	6	87,148,382	90,832,556	97,894,166
Infrastructure	7	196,057,463	201,824,730	201,577,580
Total Non Current Assets		283,205,845	292,657,286	299,471,746
NON CURRENT LIABILITIES				
Provisions	8	138,035	87,867	158,174
Long Term Borrowings	9	4,748,403	5,559,690	6,324,189
Total Non Current Liabilities		4,886,438	5,647,557	6,482,363
NET NON CURRENT ASSETS		278,319,407	287,009,729	292,989,383
NET ASSETS		312,522,569	313,076,049	316,159,165
EQUITY				
Retained Surplus		186,801,344	191,269,306	191,752,425
Reserves - Cash Backed	10	26,291,580	19,802,304	18,051,772
Revaluation Surplus	10a	99,429,645	102,004,439	106,354,968
TOTAL EQUITY		312,522,569	313,076,049	316,159,165

This statement is to be read in conjunction with accompanying notes

Statement of Comprehensive Income by Nature or Type

For The Year Ending 30 June 2017

DESCRIPTION	NOTE	2016/2017 BUDGET \$	2016/2017 ACTUAL \$	2015/2016 ACTUAL \$
Revenue				
Rates		11,258,200	11,123,639	11,680,209
Grants and Subsidies		10,506,500	11,802,437	12,244,167
Contributions, Reimbursements and Donations		1,752,700	1,956,214	1,510,852
Gain on Asset Disposals		2,300	23,569	1,005
Fees and Charges		19,263,600	17,493,779	18,368,839
Interest Earnings		466,300	705,126	736,998
Other Revenue/Income		964,200	1,443,003	994,439
		44,213,800	44,547,767	45,536,509
Expenses				
Employee Costs		(11,892,300)	(10,924,469)	(10,959,491)
Materials and Contracts		(15,077,800)	(12,318,474)	(12,796,030)
Depreciation on Non Current Assets		(15,664,200)	(15,296,877)	(16,239,732)
Insurance Expenses	20	(935,700)	(954,943)	(863,417)
Loss on Asset Disposal		(145,300)	(111,893)	(249,885)
Utilities (Gas, Electricity, Water etc)		(1,977,800)	(1,766,907)	(1,770,017)
Other Expenditure		(800,500)	(767,530)	(935,663)
		(46,493,600)	(42,141,093)	(43,814,235)
Interest Expenses		(362,000)	(385,360)	(454,861)
		(46,855,600)	(42,526,453)	(44,269,096)
NET PROFIT/(LOSS) RESULT		(2,641,800)	2,021,314	1,267,413
Other Comprehensive Income				
<i>Items that will not be reclassified to profit or loss</i>				
Changes on revaluation of non-current assets	10a	-	(2,574,794)	(4,350,529)
Total Other Comprehensive Income		-	(2,574,794)	(4,350,529)
TOTAL COMPREHENSIVE INCOME		(2,641,800)	(553,480)	(3,083,116)

This statement is to be read in conjunction with accompanying notes

Statement of Comprehensive Income by Program For The Year Ending 30 June 2017

DESCRIPTION	NOTE	2016/2017 BUDGET \$	2016/2017 ACTUAL \$	2015/2016 ACTUAL \$
Revenue				
General Purpose Funding		14,167,700	15,602,038	15,029,590
Governance		115,000	147,809	173,032
Law, Order & Public Safety		101,500	96,398	118,876
Health		48,000	69,024	70,090
Education & Welfare		131,700	214,644	216,603
Housing		331,000	337,089	324,849
Community Amenities		6,174,100	4,160,243	5,293,968
Recreation & Culture		2,120,800	1,815,236	2,151,177
Transport		13,146,200	16,005,315	13,199,868
Economic Services		348,400	481,732	369,337
Other Property & Services		123,200	385,664	335,180
Total Operating Revenue		36,807,600	39,315,192	37,282,570
Expenses Excluding Finance Costs				
General Purpose Funding		(529,600)	(484,955)	(444,067)
Governance		(1,969,100)	(1,261,893)	(1,223,678)
Law, Order & Public Safety		(1,068,400)	(1,001,864)	(1,481,996)
Health		(637,100)	(568,765)	(561,672)
Education & Welfare		(2,207,200)	(1,695,743)	(1,768,939)
Housing		(1,091,500)	(992,036)	(1,001,783)
Community Amenities		(4,768,400)	(4,357,252)	(4,582,176)
Recreation & Culture		(10,408,100)	(9,303,469)	(9,273,123)
Transport		(21,513,900)	(20,787,012)	(20,875,086)
Economic Services		(1,978,600)	(1,407,585)	(1,484,948)
Other Property & Services		(176,400)	(168,626)	(866,881)
Total Operating Expenditure		(46,348,300)	(42,029,200)	(43,564,349)
Finance Costs				
Governance		(25,000)	(23,975)	(32,485)
Housing		(121,700)	(125,133)	(144,782)
Community Amenities		(80,900)	(91,246)	(96,966)
Transport		(134,400)	(145,006)	(180,628)
	17b	(362,000)	(385,360)	(454,861)
Non-Operating Grants, Subsidies and Contributions	23	7,403,900	5,209,006	8,252,933
Profit on Disposal of Assets		1,200	23,569	1,005
(Loss) on Disposal of Assets		(144,200)	(111,893)	(249,885)
NET PROFIT/(LOSS) RESULT		(2,641,800)	2,021,314	1,267,413
Other Comprehensive Income				
Items that will not be reclassified to profit or loss				
Changes on revaluation of non-current assets	10a	-	(2,574,794)	(4,350,529)
Other Comprehensive Income		-	(2,574,794)	(4,350,529)
TOTAL COMPREHENSIVE INCOME		(2,641,800)	(553,480)	(3,083,116)

This statement is to be read in conjunction with accompanying notes

Statement of Changes in Equity

For The Year Ended 30 June 2017

DESCRIPTION	RETAINED SURPLUS \$	RESERVES CASH/ INVESTMENT BACKED \$	ASSET REVALUATION RESERVES \$	TOTAL EQUITY \$
Balance as at 1 July 2015	191,752,425	18,051,772	106,354,968	316,159,165
Net Result	1,267,413	-	-	1,267,413
Total Other Comprehensive Income	-	-	(4,350,529)	(4,350,529)
Transfer from/(to) Reserves	(1,750,532)	1,750,532	-	-
Balance as at 1 July 2016	191,269,306	19,802,304	102,004,439	313,076,049
Net Result	2,021,314	-	-	2,021,314
Total Other Comprehensive Income	-	-	(2,574,794)	(2,574,794)
Transfer from/(to) Reserves	(6,489,276)	6,489,276	-	-
Balance as at 30 June 2017	186,801,344	26,291,580	99,429,645	312,522,569

This statement is to be read in conjunction with accompanying notes

Statement of Cash Flows

For The Year Ended 30 June 2017

DESCRIPTION	NOTE	2016/2017 BUDGET \$	2016/2017 ACTUAL \$	2015/2016 ACTUAL \$
Cash Flows From Operating Activities				
Receipts				
Rates		11,442,400	11,503,633	11,488,312
Grants & Subsidies		4,546,600	6,953,407	4,703,441
Contributions, Reimbursements & Donations		358,700	1,818,195	1,020,602
Fees & Charges		21,605,800	16,154,412	19,573,596
Interest Earnings		466,300	705,126	736,998
Goods & Services Tax		700,000	1,291,531	1,291,136
Other Revenue/Income		964,200	1,443,003	994,438
		40,084,000	39,869,307	39,808,523
Payments				
Employee Costs		(12,429,600)	(12,413,271)	(11,114,680)
Materials & Contracts		(17,510,800)	(9,420,174)	(18,668,449)
Utilities (Gas, Electricity, Water, etc)		(1,977,800)	(1,766,907)	(1,770,017)
Interest Expenses		(362,000)	(385,360)	(446,493)
Insurance Expenses		(935,700)	(954,943)	(863,416)
Goods & Services Tax		(700,000)	(1,408,086)	(1,408,086)
Other Expenditure		(800,500)	(767,530)	(935,663)
		(34,716,400)	(27,116,271)	(35,206,804)
<i>Net Cash Inflows/(Outflows) From Operating Activities</i>	3	5,367,600	12,753,036	4,601,719
Cash Flows From Investing Activities				
Purchase Land and Buildings		(4,032,000)	(1,551,497)	(3,836,613)
Purchase Plant and Equipment		(2,178,600)	(1,677,743)	(2,150,078)
Purchase Furniture and Equipment		(395,000)	(119,175)	(341,583)
Purchase Infrastructure Assets		(12,235,100)	(5,719,939)	(8,221,028)
Sale of Plant and Equipment	11	534,000	559,799	524,617
Grants and Contributions for the Development of Assets	23a	7,353,900	5,209,006	8,252,933
<i>Net Cash Inflows/(Outflows) From Investing Activities</i>		(10,952,800)	(3,299,548)	(5,771,752)
Cash Flows From Financing Activities				
Proceeds from New Loans	17c	-	-	-
Repayment of Loans	17b	(764,500)	(764,499)	(1,128,662)
<i>Net Cash Inflows/(Outflows) From Financing Activities</i>		(764,500)	(764,499)	(1,128,662)
<i>Net Increase/(Decrease) In Cash Held</i>		(6,349,700)	8,688,988	(2,298,695)
Cash and Cash Equivalents At Beginning Of Year		29,546,500	27,374,146	29,672,841
Cash and Cash Equivalents At End of Year	3b	23,196,800	36,063,134	27,374,146

This statement is to be read in conjunction with accompanying notes

Rate Setting Statement

For The Year Ended 30 June 2017

DESCRIPTION	NOTE	2016/2017 BUDGET \$	2016/2017 BUDGET \$	2015/2016 ACTUAL \$
REVENUES				
General Purpose Funding		2,909,500	4,478,398	3,349,381
Governance		115,000	147,809	173,032
Law, Order and Public Safety		101,500	96,398	118,876
Health		48,000	69,024	70,090
Education and Welfare		131,700	214,644	216,603
Housing		331,000	337,089	324,849
Community Amenities		6,174,100	4,160,243	5,293,968
Recreation and Culture		2,120,800	1,815,236	2,151,177
Transport		13,146,200	16,005,316	13,199,868
Economic Services		398,400	481,732	369,337
Other Property and Services		123,200	385,664	335,180
		25,599,400	28,191,553	25,602,361
EXPENSES				
General Purpose Funding		(529,600)	(484,955)	(444,067)
Governance		(1,994,100)	(1,285,867)	(1,256,162)
Law, Order and Public Safety		(1,068,400)	(1,001,864)	(1,481,996)
Health		(637,100)	(568,765)	(561,672)
Education and Welfare		(2,207,200)	(1,695,743)	(1,768,939)
Housing		(1,213,200)	(1,117,169)	(1,146,565)
Community Amenities		(4,849,300)	(4,448,498)	(4,679,142)
Recreation and Culture		(10,408,100)	(9,303,469)	(9,273,123)
Transport		(21,648,300)	(20,932,018)	(21,055,715)
Economic Services		(1,978,600)	(1,407,585)	(1,484,948)
Other Property and Services		(176,400)	(168,626)	(866,881)
		(46,710,300)	(42,414,559)	(44,019,210)
Net Operating Result Excluding Rates		(21,110,900)	(14,223,006)	(18,416,849)
Add:				
Capital Grants and Contributions	23a	7,353,900	5,209,006	8,252,933
Sale of Assets	11	534,000	559,799	524,617
Write Back Depreciation	20	15,636,800	15,296,877	16,239,732
		23,524,700	21,065,682	25,017,282
Less: CAPITAL WORKS PROGRAMME				
Governance		(847,000)	(410,978)	(1,005,762)
Law, Order and Public Safety		(422,000)	(327,158)	(712,610)
Health		(65,000)	(59,527)	-
Education & Welfare		(624,000)	(321,550)	(178,852)
Housing		(409,500)	(152,463)	(266,952)
Community Amenities		(1,792,000)	(349,351)	(640,134)
Recreation and Culture		(2,832,600)	(1,196,447)	(1,783,418)
Transport		(11,116,600)	(5,969,394)	(9,610,755)
Economic Services		(505,000)	(72,924)	(288,222)
Other Property and Services		(227,000)	(208,562)	(62,597)
		(18,840,700)	(9,068,354)	(14,549,302)
Less: OTHER				
Repayments of Debentures	17b	(764,500)	(764,499)	(1,128,662)
Less Contributions to Loan Principal		-	-	-
Transfers to Reserves	10	(3,121,100)	(8,102,425)	(7,157,650)
		(3,885,600)	(8,866,924)	(8,286,312)
Add: OTHER				
Movement in Non-Current Long Service Leave Provision		-	50,168	87,867
Surplus/(Deficit) June 30 c/fwd	12b	92,000	8,722,869	7,028,515
TO BE MADE UP FROM RATES	13	(11,258,200)	(11,123,639)	(11,680,209)

This statement is to be read in conjunction with accompanying notes



Notes to the Financial Reports

For the year ended
30 June 2017

Notes to the Financial Reports

For The Year Ending 30 June 2017

1. Summary of Significant Accounting Policies

Basis of Preparation

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

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

Critical Accounting Estimates

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

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

The Local Government Reporting Entity

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 33 of the financial statements.

(a) Goods and Services Tax (GST)

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

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

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

(b) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts.

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

(c) Trade and Other Receivables

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

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

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

(d) Inventories

General

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

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

Land Held for Sale

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

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

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

Notes to the Financial Reports

For The Year Ending 30 June 2017

1. Summary of Significant Accounting Policies (continued)

(e) Fixed Assets

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

Mandatory Requirement to Revalue Non-Current Assets

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

During the year ended 30 June 2013 the Shire commenced the process of adopting Fair Value in accordance with the Regulations.

Whilst the amendments initially allowed for a phasing in of fair value in relation to fixed assets over three years, as at 30 June 2015 all non-current assets were carried at Fair Value in accordance with the requirements.

Thereafter, each asset class must be revalued in accordance with the regulatory framework established and the Shire revalues each asset class in accordance with this mandatory timetable.

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

Land Under Control

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

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

Initial Recognition and Measurement between Mandatory Revaluation Dates

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

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

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

Revaluation

Increases in the carrying amount arising on revaluation of assets are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same asset

are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

Land Under Roads

In Western Australia, all land under roads is Crown land, the responsibility for managing which, is vested in the local government.

Effective as at 1 July 2008, the Shire elected not to recognise any value for land under roads acquired on or before 30 June 2008. This accords with the treatment available in Australian Accounting Standard AASB 1051 Land Under Roads and the fact Local Government (Financial Management) Regulation 16 (a)(i) prohibits local governments from recognising such land as an asset.

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

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

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

Notes to the Financial Reports

For The Year Ending 30 June 2017

1. Summary of Significant Accounting Policies (continued)

Depreciation

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

When an item of property, plant and equipment is revalued, any accumulated depreciation at the date of the revaluation is treated in one of the following ways:

- (a) Restated proportionately with the change in the gross carrying amount of the asset so that the carrying amount of the asset after revaluation equals its revalued amount; or
- (b) Eliminated against the gross carrying amount of the asset and the amount restated to the revalued amount of the asset.

Depreciation of Non Current Assets

Non current assets having limited useful lives are to be depreciated over such useful lives using the straight-line method to reflect the consumption of the economic benefits embodied in such assets.

Major depreciation periods used for property, plant and equipment are:

Buildings	40 years
Plant and Equipment	3 - 10 years
Computer Equipment and Software	3 years
Furniture and Equipment	5 years
Tools	3 years

Infrastructure Assets

Infrastructure assets are those amenities, structures or facilities which assist the municipality in providing services to the community and may have the following characteristics:

- a long life;
- require substantial capital outlays;
- do not necessarily have a realisable value;
- usually a fixture not always readily visible or noticeable;
- consist of a number of components.

Infrastructure assets are depreciated on a straight-line basis over their useful lives as follows:

Bridges	75 years
Car parks	20 years
Culverts	50 years
Cycle ways	50 years
Drains	25 years
Footpath - in situ concrete	50 years
Footpath – slab	20 years
Irrigation	20 years
Kerbs and channel	50 years
Manholes	50 years
Median strips	50 years
Road seals – aggregate	15 years
Road seals – asphalt	25 years
Road (sealed) – pavement	50 years
Road (unsealed) – formed	20 years
Road (unsealed) – gravel	20 years
Street lights	25 years
Street signs	10 years
Water reticulation systems	20 years
Park and Gardens	20 years

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

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

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

Notes to the Financial Reports

For The Year Ending 30 June 2017

1. Summary of Significant Accounting Policies (continued)

Capitalisation Threshold

Fixed assets will be recognised in the statements when the value exceeds the following amounts:

Land	\$0
Buildings	\$0
Plant and Equipment	\$1,500
Office Furniture and Equipment	\$1,000
Infrastructure Assets	\$5,000

(f) Fair Value of Assets and Liabilities

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

Fair Value is the price that the Shire would receive to sell the asset or would have to pay to transfer a liability, in an orderly (ie 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 or liability.

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 or liability (ie the market with the greatest volume and level of activity for the asset or liability or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (ie the market that maximises the receipts from the sale of the asset after taking into account transaction costs and transport costs).

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

Fair Value Hierarchy

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

Level 1

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

Level 2

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

Level 3

Measurements based on unobservable inputs for the asset or liability.

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

Valuation techniques

The Shire 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 Shire 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.

Notes to the Financial Reports

For The Year Ending 30 June 2017

1. Summary of Significant Accounting Policies (continued)

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 Shire 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 in accordance with the regulatory framework.

(g) Financial Instruments

Initial Recognition and Measurement

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

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

Classification and Subsequent Measurement

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

Amortised cost is calculated as:

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

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

(i) *Financial assets at fair value through profit or loss*

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

Assets in this category are classified as current assets.

(ii) *Loans and receivables*

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

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

(iii) *Held-to-maturity investments*

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

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

Notes to the Financial Reports

For The Year Ending 30 June 2017

1. Summary of Significant Accounting Policies (continued)

(iv) *Available-for-sale financial assets*

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

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

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

(v) *Financial liabilities*

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

Impairment

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

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

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

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

Derecognition

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

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

(h) Impairment of Assets

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

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

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

For non-cash generating assets such as roads, drains, public buildings and the like, value in use is represented by the depreciated replacement cost of the asset.

(i) Trade and Other Payables

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

Notes to the Financial Reports

For The Year Ending 30 June 2017

1. Summary of Significant Accounting Policies (continued)

(j) Employee Benefit

Short-Term Employee Benefits

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

The Shire'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 Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

Other Long-Term Employee Benefits

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any 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 Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

(k) Borrowing Costs

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

(l) Provisions

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

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

(m) Leases

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

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

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

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

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

(n) Rates, Grants, Donations and Other Contributions

Rates, grants, donations and other contributions are recognised as revenues when the local government obtains control over the assets comprising the contributions.

Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.

Where contributions recognised as revenues during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the nature of and amounts pertaining to those undischarged conditions are disclosed in Note 3(c). That note also discloses the amount of contributions recognised as revenues in a previous reporting period which were obtained in respect of the local government's operations for the current reporting period.

Notes to the Financial Reports

For The Year Ending 30 June 2017

1. Summary of Significant Accounting Policies (continued)

(o) Superannuation

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

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

(p) Current and Non-Current Classification

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

(p) Current and Non-Current Classification (continued)

such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current even if not expected to be realised in the next 12 months except for land held for sale where it is held as non-current based on the Shire's intentions to release for sale.

(q) Rounding Off Figures

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

(r) Comparative Figures

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

When the Shire 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.

(s) Budget Comparative Figures

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

(t) 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 Shire.

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

	Title and Topic	Issued/ Compiled	Applicable ⁽¹⁾	Impact
(i)	AASB 9 – Financial Instruments (incorporating AASB 2014-7 and AASB 2014-8)	December 2014	01 January 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 Shire, it is not anticipated the standard will have any material effect.
(ii)	AASB 15 Revenue from Contracts with Customers	December 2014	01 January 2019	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 Shire has with those third parties it has dealings with. It may or may not be significant.

Notes to the Financial Reports

For The Year Ending 30 June 2017

1. Summary of Significant Accounting Policies (continued)

	Title and Topic	Issued/ Compiled	Applicable ⁽¹⁾	Impact
(iii)	AASB 16 Leases	February 2016	1 January 2019	<p>Under AASB 16 there is no longer a distinction between finance and operating leases. Lessees will now bring to account a right-to use- asset and liability onto their statement of financial position for all leases. Effectively this means the vast majority of operating leases as defined by the current AASB 117. Leases which currently do not impact the statement of financial position will be required to capitalise on the statement of financial position once AASB 16 is adopted.</p> <p>Currently, operating lease payments are expenses as incurred. This will cease and will be replaced by both depreciation and interest charges. Based on the current number of operating leases held by the Shire, the impact is not expected to be significant.</p>
(iv)	AASB 1058 Income of Not-for-Profit Entities (incorporating AASB 2016-17 and AASB2016-8	December 2016	1 January 2019	<p>These standards are likely to have a significant impact on the income recognition for NFP's. Key areas for consideration are:</p> <ul style="list-style-type: none"> • Assets received below fair value; • Transfers received to acquire or contract non-financial assets; • Grants received; • Prepaid rates; • Leases entered into at below market rates; and • Volunteer services. <p>Whilst it is not possible to quantify the financial impact (or if it is material) of these key areas until the details of future transactions are known, they will all have application to the Shire's operations</p>

Notes: (1) Applicable to reporting periods commencing on or after the given date

(u) Adoption of New and Revised Accounting Standards

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

Whilst many reflected consequential changes associate with the amendment of existing standards, the only new standard with material application is as follows:

(i)	AASB 2015-6 Amendments to Australian Accounting Standards – Extending Related party Disclosure to Not-for-Profit Public Sector Entities	<p>The objective of this Standard was to extend the scope of AASB 124 Related Party Disclosures to include not-for-profit sector entities.</p> <p>The Standard has had a significant disclosure impact on the financial report of the Shire as both Elected Members and Senior Management are deemed to be Key Management Personnel and resultant disclosures in accordance to AASB 124 have been necessary.</p>
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Notes to the Financial Reports

For The Year Ending 30 June 2017

2. Functions and Activities of the Shire – Statement of Objective

The Shire of East Pilbara is dedicated to provide high quality service to the community through the provision of local government services achieved by the following service oriented functions which it has established:

General Purpose Funding

Rates, general purpose government grants, normalisation grants and interest revenue.

Governance

Members of Council, general governance including administration, finance and other corporate services, computer administration and community liaison.

Law, Order and Public Safety

Supervision of Local Laws, fire prevention, emergency services and animal control.

Health

Maintenance of infant health clinic, health inspection services, food and water quality control and immunisation.

Education & Welfare

Community services and sponsored support of community aged care.

Housing

Aged persons housing, and maintenance of leased properties.

Community Amenities

Rubbish collection services, maintenance of storm water drainage, maintenance of cemeteries and maintenance of the Newman Sewerage Farm.

Recreation and Culture

Maintenance of public halls, Newman and Marble Bar Aquatic Centres, Newman Recreation Centre, public parks and gardens, libraries and recreation services.

Transport

Construction and maintenance of roads, footpaths, drainage works, parking facilities, traffic signs, street lighting, depot operations, street cleaning and operation of the Newman Airport and Marble Bar and Nullagine airstrips.

Economic Services

Tourism support, building services and controls, caravan parks and bus services.

Other Property and Services

Private works carried out by the Shire and allocations to works and services of all salaries and wages, overheads and plant costs incurred. Miscellaneous unclassified areas.

Notes to the Financial Reports

For The Year Ending 30 June 2017

3. Cash and Cash Equivalents

(a)(i) Reconciliation of Cash

For the purposes of the Statement of Cash Flows, cash includes cash and cash equivalents, net of outstanding bank overdrafts. Cash at the end of the reporting period is reconciled to the related items in the Statement of Financial Position as Follows.

	2016/2017 BUDGET \$	2016/2017 ACTUAL \$	2015/2016 ACTUAL \$
Cash & Cash Equivalents	23,196,800	36,063,134	27,374,146

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

	2016/2017 \$	2015/2016 \$
Net Profit/(Loss) Result	2,021,314	1,267,413

Add/(Less) Non Cash and Non Cash Equivalent Items

Depreciation	15,296,877	16,239,732
Gain on sale of non current assets	(23,569)	(1,005)
Loss on sale of non current assets	111,893	249,885

Changes in Assets and Liabilities

(Increase)/Decrease in Trade and other Receivables	(853,970)	1,117,867
Increase/(Decrease) in Trade and other Payables	2,567,106	(5,851,473)
Increase/(Decrease) in Accrued Expenses	-	(207,447)
Increase/(Decrease) in Employee Provisions	(1,161,001)	60,626
(Increase)/Decrease in Inventories	3,392	(20,946)

(Less)

Grants for the Development of Assets	(5,209,006)	(8,252,933)
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Net Cash and Cash Equivalents provided by Operating Activities

12,753,036	4,601,719
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(a)(iii) Undrawn Borrowing Facilities, Credit Standby Arrangements

	2016/2017 \$	2015/2016 \$
Credit card limit	25,000	25,000
Credit card balance at balance date	(2,039)	(5,138)
Total amount of credit unused	22,961	19,862

Loan facilities

Loan facilities - current	811,287	764,499
Loan facilities - non-current	4,748,403	5,559,690
Total facilities in use at balance date	5,559,690	6,324,189

Unused loan facilities at balance date

NIL	NIL
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Notes to the Financial Reports

For The Year Ending 30 June 2017

3. Cash and Cash Equivalents (continued)

(b) Total Cash and Cash Equivalents

Cash and Cash Equivalents at the end of the reporting period are reconciled to the related items in the Statement of Financial Position as follows:

	2016/2017 \$	2015/2016 \$
Restricted Cash - Reserves		
Alice Springs Road	205,017	200,410
Heavy Road Plant	1,853,996	1,762,864
Cape Keraudren Development	343,943	336,214
Computer Technology	352,446	124,285
Newman Recreation Centre Maintenance	246,377	240,841
Newman Sewerage Treatment Plant	110,754	108,265
Newman Airport	15,813,557	9,915,696
Oval Lights Maintenance	136,997	133,919
Long Service Leave	657,629	618,116
Recreation Maintenance Facilities	1,120,960	1,095,771
Staff Housing	867,400	748,966
Newman Town Centre Revitalisation	325,529	193,722
Waste Management	1,113,536	1,088,514
Public Art	118,190	115,534
Town Centre Public Toilet	993	971
Annual Leave	473,338	437,966
Royalties for Regions - Pilbara Revitalisation	184,686	420,063
Newman House	470,499	410,455
BHP Billiton Maintenance Fund	-	48,602
Public Building Maintenance Fund	1,458,468	1,178,338
Martumili Operations	386,871	621,967
Martumili Infrastructure Project	50,394	-
Cowra Tourist and Recreation Precinct	-	825
	26,291,580	19,802,304
Restricted Cash - Committed Funds	357,512	139,911
Restricted Cash - Total	26,649,092	19,942,215
Unrestricted Cash		
Municipal Fund Cash At Bank	5,416,664	878,978
Municipal Fund Cash Invested	3,981,441	6,535,431
Municipal Fund Cash On Hand	15,937	17,522
Unrestricted Cash - Total	9,414,042	7,431,931
Total Cash	36,063,134	27,374,146

Notes to the Financial Reports

For The Year Ending 30 June 2017

3. Cash and Cash Equivalents (continued)

(c) Conditions over Contributions

Grants recognised as revenues in a previous reporting period which were not expended at the close of the previous reporting period:

GRANT/CONTRIBUTION	FUNCTION/ ACTIVITY	OPENING BALANCE ⁽¹⁾ 1/07/14 \$	RECEIVED ⁽²⁾ 2014/15 \$	EXPENDED ⁽³⁾ 2014/15 \$	CLOSING BALANCE ⁽¹⁾ 30/06/15 \$	RECEIVED ⁽²⁾ 2015/16 \$	EXPENDED ⁽³⁾ 2015/16 \$	CLOSING BALANCE 30/06/16 \$
CLGF - 2012/2013		754,659	-	(754,659)	-	-	-	-
R4R - Sporting Facilities Upgrade	11	103,141	-	(103,141)	-	-	-	-
DLG - Cat Act Implementation	5	23,605	-	(2,349)	21,256	-	(21,256)	-
BHPB - Newman Tomorrow	13	304,835	-	(304,835)	-	-	-	-
BHPB - Newman Events	11	10,000	-	(10,000)	-	144,550	(114,000)	30,550
MWAA - Mobile Recycling Facility	10	24,603	-	(24,603)	-	-	-	-
BHP - Community Safety Identification Study	5	1,247	-	(1,247)	-	-	-	-
DLG - Marble Bar Talent Show	8	700	-	-	700	-	(700)	-
DoT - Black Spot - Newman Drive	12	94,733	-	(94,733)	-	-	-	-
DoT - Black Spot - Kalgan Drive	12	124,681	-	(124,681)	-	-	-	-
Atlas Mining - Marble Bar Youth Camp	8	168	-	(168)	-	-	-	-
Department of Sport and Rec - Aquatic Centre's	11	64,561	-	(64,561)	-	-	-	-
WA Drug & Alcohol - Breaking the Cycle	8	10,000	-	(10,000)	-	-	-	-
Commissioner for Young People	8	811	-	(811)	-	-	-	-
Department of Sport and Rec - Governance W/Shop	11	2,500	2,500	-	5,000	-	-	5,000
PDC - East Pilbara Tourism Project	13	50,000	-	(2,000)	48,000	-	(48,000)	-
Healthway - Triathlon	11	6,300	-	(6,300)	-	-	-	-
WA National Science Week - M/ Bar Library	11	-	455	-	455	-	(455)	-
PDC - Town Centre Activation	10	-	38,500	-	38,500	-	-	38,500
Tourism WA - Outback Fusion Festival	11	-	15,000	-	15,000	-	(15,000)	-
Dept of Sport & Rec - Kidsport	11	-	11,000	-	11,000	-	(8,584)	2,416
Dept Regional Development - Local Projects	8	-	-	-	-	2,000	-	2,000
Dept Regional Development - Local Projects	11	-	-	-	-	175,000	-	175,000
Pilbara Development Commission - Evaluation Project	11	-	-	-	-	50,000	(24,455)	25,545
Pilbara Development Commission - Business Activation	13	-	-	-	-	114,801	(36,300)	78,501
Total		1,576,544	67,455	(1,504,088)	139,911	486,351	(268,750)	357,512

Notes:

- (1) Grants/contributions recognised as revenue in a previous reporting period which were not expended at the close of the previous reporting period.
- (2) New grants/contributions which were recognised as revenues during the reporting period and which had not yet been fully expended in the manner specified by the contributor.
- (3) Grants/contributions which had been recognised as revenues in a previous reporting period or received in the current reporting period and which were expended in the current reporting period in the manner specified by the contributor.

Notes to the Financial Reports

For The Year Ending 30 June 2017

4. Trade and Other Receivables

	2016/2017 \$	2015/2016 \$
Current Debtors		
Rates	778,336	398,341
Trade and Other Receivables	3,086,502	2,729,081
ATO - GST Refund & other receivables	233,305	116,950
	4,098,343	3,244,372
Provision Bad/Doubtful Debts	(8,427)	(8,395)
Total Trade & Other Receivables	4,089,916	3,235,977

Information with respect to the impairment or otherwise of the total of rates outstanding and sundry debtors is as follows:

Rates Outstanding	778,339	398,341
Includes:		
Past due and not impaired	179,017	123,486
Impaired	-	-
Trade and Other Receivables	3,086,502	2,729,081
Includes:		
Past due and not impaired	771,626	1,528,285
Impaired	8,427	8,395

5. Inventories

	2016/2017 \$	2015/2016 \$
Inventory Category		
Fuels	74,264	75,769
History Books	13,503	14,453
Baskets	20,508	21,445
Total Inventories	108,275	111,667

Notes to the Financial Reports

For The Year Ending 30 June 2017

6. Property, Plant and Equipment

(a) Property, Plant and Equipment

	2016/2017 \$	2015/2016 \$
Buildings		
Independent Valuation 2013	-	59,423,982
Independent Valuation 2017	69,496,626	-
Manangement Valuation 2017	637,125	-
Movement Between Asset Classes	-	(1,053,239)
Additions after Valuation - Cost	-	20,413,667
Accumulated Depreciation	-	(8,572,254)
	70,133,751	70,212,156
Freehold Land		
Independent Valuation 2013	-	14,490,510
Independent Valuation 2017	5,980,500	-
Impairment Loss 2015	-	(6,586,500)
Additions after Valuation - Cost	-	1,088,138
	5,980,500	8,992,148
Land Vested and Under Control of Council		
Independent Valuation 2014	-	1,440,000
Independent Valuation 2017	1,150,000	-
Impairment Loss 2015	-	(285,000)
	1,150,000	1,155,000
Plant & Equipment		
Independent Valuation 2016	9,041,208	9,041,208
Sales / Disposals	(699,287)	-
Additions after Valuation - Cost	1,801,004	181,039
Accumulated Depreciation	(1,405,585)	-
	8,737,340	9,222,247
Furniture and Equipment		
Independent Valuation 2016	1,251,005	1,251,005
Additions after Valuation - Cost	93,672	-
Accumulated Depreciation	(197,886)	-
	1,146,791	1,251,005
Total - Property, Plant & Equipment	87,148,382	90,832,556

The fair value of property, plant and equipment is determined at least every three years in accordance with the regulatory framework. Additions since the date of valuation are shown as cost, given they were acquired at arms length and any accumulated depreciation reflects the usage of service potential, it is considered the recorded written down value approximates fair value. At the end of each intervening period the valuation is reviewed and where appropriate the fair value is updated to reflect current market conditions. This process is considered it to be in accordance with Local Government (Financial Management) Regulation 17A (2), which requires property, plant and equipment to be shown at fair value.

Notes to the Financial Reports

For The Year Ending 30 June 2017

6. Property, Plant and Equipment (continued)

(b) Movements in Carrying Amounts

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

	LAND & BUILDINGS \$	PLANT & EQUIPMENT \$	FURNITURE & EQUIPMENT \$	AIRPORT LAND & BUILDINGS \$	AIRPORT PLANT & EQUIPMENT \$	AIRPORT FURNITURE & EQUIPMENT \$	TOTAL \$
Balance at 1 July 2016	66,877,223	7,988,742	683,120	13,482,081	1,233,505	567,885	90,832,556
Plus: Additions - Cost	1,336,505	1,565,720	90,382	322,620	54,244	3,290	3,372,761
	68,213,728	9,554,462	773,502	13,804,701	1,287,749	571,175	94,205,317
Less: Disposals	-	(614,345)	-	-	(84,942)	-	(699,287)
	68,213,728	8,940,117	773,502	13,804,701	1,202,807	571,175	93,506,030
Write Back Depreciation	6,935,732	-	-	1,222,984	-	-	8,158,716
	75,149,460	8,940,117	773,502	15,027,685	1,202,807	571,175	101,664,746
	(9,390,453)	(1,197,323)	(95,332)	(1,647,647)	(208,261)	(102,554)	(12,641,570)
	65,759,007	7,742,794	678,170	13,380,038	994,546	468,621	89,023,176
Plus/(Less): Revaluation movements	(907,814)	-	-	(966,980)	-	-	(1,874,794)
	64,851,193	7,742,794	678,170	12,413,058	994,546	468,621	87,148,382
Plus/(Less): Movement between Asset Class	-	-	-	-	-	-	-
Balance at 30 June 2017	64,851,193	7,742,794	678,170	12,413,058	994,546	468,621	87,148,382

Notes to the Financial Reports

For The Year Ending 30 June 2017

6. Property, Plant and Equipment (continued)

(c) Fair Value Measurements

ASSET CLASSES	FAIR VALUE HIERARCHY	VALUATION TECHNIQUE	BASIS OF VALUATION	DATE OF LAST VALUATION	INPUTS USED
Land and Buildings					
Land – Freehold	2	Market approach using recent observable market data for similar properties .	Independent registered valuer	June 2017	Price per hectare.
Land – vested in and under the control of the Shire	3	Cost approach using depreciated replacement costs	Independent valuer	June 2017	Improvement to land using construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
Buildings – specialised	3	Cost approach using depreciated replacement costs	Independent valuer and management valuation	June 2017	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
Building – non-specialised	2	Market approach using recent observable market data for similar properties	Independent valuer	June 2017	Price per square metre
Furniture and Equipment					
Independent Valuation	3	Cost approach using depreciated replacement cost	Independent valuation	June 2016	Construction costs and current condition (level 2), residual values and remaining useful life assessments (Level 3) inputs
Plant and Equipment					
Independent valuation	2	Market approach using recent observable market data for similar assets	Independent valuer	June 2016	Market price per item

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption using current information. If the basis of these assumptions were varied, they have the potential to result in significantly higher or lower fair value measurement. During the period there were no changes in the valuation techniques used by the local government to determine the fair value of property, plant and equipment using level 2 or 3 inputs.

Notes to the Financial Reports

For The Year Ending 30 June 2017

7. Infrastructure Assets

(a) Infrastructure

	2016/2017 \$	2015/2016 \$
Roads		
Independent Valuation 2014	232,031,917	232,031,917
Revaluation Correction 2014	(114,448,330)	(114,448,330)
Impairment - Flood Damage	(700,000)	-
Additions after Valuation - Cost	19,690,800	15,314,675
Accumulated Depreciation	(15,277,546)	(9,759,682)
	121,296,841	123,138,580
Footpaths		
Independent Valuation 2014	10,704,941	10,704,941
Additions after Valuation - Cost	645,420	640,531
Accumulated Depreciation	(1,932,631)	(1,283,661)
	9,417,730	10,061,811
Drainage		
Independent Valuation 2015	6,143,873	6,143,873
Additions after Valuation - Cost	306,182	33,801
Accumulated Depreciation	(430,131)	(210,622)
	6,019,924	5,967,052
Parks & Gardens and Other Infrastructure		
Independent Valuation 2015	25,323,533	25,323,533
Movement between classes of assets	2,450,183	2,450,183
Additions after Valuation - Cost	2,674,622	1,436,056
Accumulated Depreciation	(4,525,701)	(2,481,602)
	25,922,637	26,728,170
Airport Infrastructure		
Independent Valuation 2015	37,859,539	37,859,539
Movement between classes of assets	157,757	157,757
Additions after Valuation - Cost	750,397	700,398
Accumulated Depreciation	(5,367,362)	(2,788,577)
	33,400,331	35,929,117
Total - Infrastructure Assets	196,057,463	201,824,730

The fair value of infrastructure is determined at least every three years in accordance with the regulatory framework. Additions since the date of valuation are shown as cost, given they were acquired at arms length and any accumulated depreciation reflects the usage of service potential, it is considered the recorded written down value approximates fair value. At the end of each intervening period the valuation is reviewed and where appropriate fair value is updated to reflect current market conditions. This process is considered it to be in accordance with Local Government (Financial Management) Regulation 17A (2), which requires infrastructure to be shown at fair value.

Notes to the Financial Reports

For The Year Ending 30 June 2017

7. Infrastructure Assets (continued)

(b) Movement in Carrying Amounts

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

	INFRASTRUCTURE ASSETS	AIRPORT INFRASTRUCTURE ASSETS	TOTAL INFRASTRUCTURE
Balance at 1 July 2016	165,895,613	35,929,117	201,824,730
Plus: Acquisitions	5,891,961	49,999	5,941,960
	171,787,574	35,979,116	207,766,690
Less: Disposals	-	-	-
	171,787,574	35,979,116	207,766,690
Write Back Depreciation	-	-	-
	171,787,574	35,979,116	207,766,690
Less: Annual Depreciation	(8,430,442)	(2,578,785)	(11,009,227)
	163,357,132	33,400,331	196,757,463
Plus/(Less): Revaluation movements	(700,000)	-	(700,000)
	162,657,132	33,400,331	196,057,463
Plus: Movement between Asset Classes	-	-	-
Balance at 30 June 2017	162,657,132	33,400,331	196,057,463

Road Valuation Overview

The Shire of East Pilbara incurred significant flooding during January and February 2017 resulting in an impairment to the Talawanna Track to the value of \$700,000. All of this decrease was debited to the revaluation surplus in the Shire's equity and was recognised as Changes on Revaluation of non-current Assets in the Statement of Comprehensive Income.

Notes to the Financial Reports

For The Year Ending 30 June 2017

7. Infrastructure Assets (continued)

(c) Fair Value Measurements

ASSET CLASSES	FAIR VALUE HIERARCHY	VALUATION TECHNIQUE	BASIS OF VALUATION	DATE OF LAST VALUATION	INPUTS USED
Infrastructure – roads	3	Cost approach using depreciated replacement cost	Management Valuation	June 2014	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
Infrastructure – footpaths	3	Cost approach using depreciated replacement cost	Management Valuation	June 2014	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
Infrastructure – drainage	3	Cost approach using depreciated replacement cost	Management Valuation	June 2015	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
Infrastructure – parks, gardens and other	3	Cost approach using depreciated replacement cost	Management Valuation	June 2015	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
Infrastructure – airport	3	Cost approach using depreciated replacement cost	Management Valuation	June 2015	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption using current information. If the basis of these assumptions were varied, they have the potential to result in significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used by the local government to determine the fair value of infrastructure using level 3 inputs.

(d) Total Assets Classified by Function and Activity

FUNCTION NAME	FUNCTION NO	2016/2017 \$	2015/2016 \$
Governance	4	7,568,575	7,083,781
Law, Order & Public Safety	5	2,627,645	2,286,285
Health	7	71,612	68,000
Education & Welfare	8	9,244,961	7,164,330
Housing	9	14,800,310	21,851,883
Community Amenities	10	8,352,590	6,213,531
Recreation & Culture	11	48,432,503	42,467,624
Transport	12	210,592,852	197,555,981
Economic Services	13	3,603,402	3,207,685
Other Property & Services	14	4,311,250	4,609,159
Unallocated		13,861,470	30,870,817
		323,467,170	323,379,076

Notes to the Financial Reports

For The Year Ending 30 June 2017

8. (a) Trade and other Payables

		2016/2017 \$	2015/2016 \$
Current Liabilities			
Trade and Other Payables And Accruals			
Trade and Other Payables	3,178,392		
Accrued Expenses	950,407	4,128,799	2,679,802
		4,128,799	2,679,802
Total Trade and other Payables		4,128,799	2,679,802

8. (b) Provisions

	PROVISION FOR ANNUAL LEAVE \$	PROVISION FOR LONG SERVICE LEAVE \$	TOTAL \$
Balance At 1 July 2016			
Current	617,430	593,739	1,211,169
Non-current	-	87,867	87,867
	617,430	681,606	1,299,036
Additional provision	-	18,131	18,131
Amounts used	(61,055)	-	(61,055)
Increase in the discounted amount arising because of time and the effect of any change in the discounted rate	-	-	-
Balance at 30 June 2017	556,375	699,737	1,256,112
Comprises			
Current	556,375	561,702	1,118,077
Non-current	-	138,035	138,035
	556,375	699,737	1,256,112

9. Long Term Borrowings

	2016/2017 \$	2015/2016 \$
Current		
Debenture (secured by floating charge)	811,287	764,499
Non Current		
Debenture (secured by floating charge)	4,748,403	5,559,690
Total Borrowings	5,559,690	6,324,189

Additional detail on debentures is provided in Note 17.

Notes to the Financial Reports

For The Year Ending 30 June 2017

10. Reserves – Cash Backed

RESERVE FUNDS	2016/2017 BUDGET \$	2016/2017 ACTUAL \$	2015/2016 ACTUAL \$
Alice Springs Road			
Opening Balance	198,500	200,410	194,586
Interest Earned During Year	5,000	4,607	5,824
Transfer From Municipal Fund	-	-	-
Transfer To Municipal Fund	(100,000)	-	-
Closing Balance	103,500	205,017	200,410
Heavy Road Plant			
Opening Balance	1,746,000	1,762,864	1,711,637
Interest Earned During Year	43,700	41,132	51,227
Transfer From Municipal Fund	50,000	50,000	-
Transfer To Municipal Fund	-	-	-
Closing Balance	1,839,700	1,853,996	1,762,864
Cape Keraudren Development			
Opening Balance	333,000	336,214	326,444
Interest Earned During Year	8,300	7,729	9,770
Transfer From Municipal Fund	-	-	-
Transfer To Municipal Fund	(100,000)	-	-
Closing Balance	241,300	343,943	336,214
Computer Technology			
Opening Balance	123,100	124,285	120,673
Interest Earned During Year	3,100	3,161	3,612
Transfer From Municipal Fund	25,000	223,000	-
Transfer To Municipal Fund	-	-	-
Closing Balance	151,200	352,446	124,285
Newman Recreation Centre Maintenance			
Opening Balance	238,500	240,841	233,843
Interest Earned During Year	6,000	5,536	6,998
Transfer From Municipal Fund	-	-	-
Transfer To Municipal Fund	(150,000)	-	-
Closing Balance	94,500	246,377	240,841
Newman Sewerage Treatment Plant			
Opening Balance	107,200	108,265	105,120
Interest Earned During Year	2,700	2,489	3,145
Transfer From Municipal Fund	-	-	-
Transfer To Municipal Fund	-	-	-
Closing Balance	109,900	110,754	108,265
Newman Airport			
Opening Balance	9,712,100	9,915,696	5,557,546
Interest Earned During Year	121,400	291,800	250,789
Transfer From Municipal Fund	2,104,800	6,403,348	5,271,317
Transfer To Municipal Fund	-	(797,287)	(1,163,956)
Closing Balance	11,938,300	15,813,557	9,915,696

Notes to the Financial Reports

For The Year Ending 30 June 2017

10. Reserves – Cash Backed (continued)

RESERVE FUNDS	2016/2017 BUDGET \$	2016/2017 ACTUAL \$	2015/2016 ACTUAL \$
Oval Lights Maintenance			
Opening Balance	132,600	133,919	130,027
Interest Earned During Year	3,300	3,078	3,892
Transfer From Municipal Fund	-	-	-
Transfer To Municipal Fund	(120,000)	-	-
Closing Balance	15,900	136,997	133,919
Long Service Leave			
Opening Balance	612,200	618,116	600,154
Interest Earned During Year	15,300	14,513	17,962
Transfer From Municipal Fund	25,000	25,000	-
Transfer To Municipal Fund	-	-	-
Closing Balance	652,500	657,629	618,116
Recreation Facilities Maintenance			
Opening Balance	1,085,300	1,095,771	1,063,929
Interest Earned During Year	27,100	25,189	31,842
Transfer From Municipal Fund	-	-	-
Transfer To Municipal Fund	(200,000)	-	-
Closing Balance	912,400	1,120,960	1,095,771
Staff Housing			
Opening Balance	741,800	748,966	727,202
Interest Earned During Year	18,500	18,434	21,764
Transfer From Municipal Fund	100,000	100,000	-
Transfer To Municipal Fund	-	-	-
Closing Balance	860,300	867,400	748,966
Newman Town Centre Revitalisation			
Opening Balance	192,700	193,722	104,938
Interest Earned During Year	4,800	5,982	3,140
Transfer From Municipal Fund	125,000	125,825	85,644
Transfer To Municipal Fund	-	-	-
Closing Balance	322,500	325,529	193,722
Waste Management			
Opening Balance	1,075,700	1,088,514	1,299,618
Interest Earned During Year	26,900	25,022	38,896
Transfer From Municipal Fund	-	-	-
Transfer To Municipal Fund	(200,000)	-	(250,000)
Closing Balance	902,600	1,113,536	1,088,514
Public Art			
Opening Balance	115,300	115,534	114,795
Interest Earned During Year	2,900	2,656	739
Transfer From Municipal Fund	-	-	-
Transfer To Municipal Fund	-	-	-
Closing Balance	118,200	118,190	115,534

Notes to the Financial Reports

For The Year Ending 30 June 2017

10. Reserves – Cash Backed (continued)

RESERVE FUNDS	2016/2017 BUDGET \$	2016/2017 ACTUAL \$	2015/2016 ACTUAL \$
Town Centre Public Toilet			
Opening Balance	1,000	971	943
Interest Earned During Year	-	22	28
Transfer From Municipal Fund	-	-	-
Transfer To Municipal Fund	-	-	-
Closing Balance	1,000	993	971
Annual Leave			
Opening Balance	433,800	437,966	425,239
Interest Earned During Year	10,800	10,372	12,727
Transfer From Municipal Fund	25,000	25,000	-
Transfer To Municipal Fund	-	-	-
Closing Balance	469,600	473,338	437,966
Royalties for Regions - Pilbara Revitalisation			
Opening Balance	416,100	420,063	635,389
Interest Earned During Year	10,400	9,656	14,770
Transfer From Municipal Fund	-	-	342
Transfer To Municipal Fund	(426,200)	(245,033)	(230,438)
Closing Balance	300	184,686	420,063
Newman House			
Opening Balance	406,500	410,455	398,528
Interest Earned During Year	10,200	10,044	11,927
Transfer From Municipal Fund	50,000	50,000	-
Transfer To Municipal Fund	-	-	-
Closing Balance	466,700	470,499	410,455
BHP Billiton Maintenance Fund			
Opening Balance	47,600	48,602	98,567
Interest Earned During Year	1,200	1,117	2,950
Transfer From Municipal Fund	-	-	-
Transfer To Municipal Fund	-	(49,719)	(52,915)
Closing Balance	48,800	-	48,602
Public Building Maintenance Fund			
Opening Balance	1,167,100	1,178,338	1,144,097
Interest Earned During Year	29,200	30,130	34,241
Transfer From Municipal Fund	250,000	250,000	-
Transfer To Municipal Fund	-	-	-
Closing Balance	1,446,300	1,458,468	1,178,338
Moondoorow Housing			
Opening Balance	-	-	2,615,141
Interest Earned During Year	-	-	21,200
Transfer From Municipal Fund	-	-	-
Transfer To Municipal Fund	-	-	(2,636,341)
Closing Balance	-	-	-

Notes to the Financial Reports

For The Year Ending 30 June 2017

10. Reserves – Cash Backed (continued)

RESERVE FUNDS	2016/2017 BUDGET \$	2016/2017 ACTUAL \$	2015/2016 ACTUAL \$
Martumili Operations			
Opening Balance	620,400	621,967	348,982
Interest Earned During Year	15,500	12,641	13,416
Transfer From Municipal Fund	-	272,547	704,175
Transfer To Municipal Fund	(318,700)	(520,285)	(444,606)
Closing Balance	317,200	386,871	621,967
Martumili Infrastructure Project			
Opening Balance	-	-	10,418
Interest Earned During Year	-	394	1,936
Transfer From Municipal Fund	-	50,000	530,864
Transfer To Municipal Fund	-	-	(543,218)
Closing Balance	-	50,394	-
Cowra Tourist and Recreation Precinct			
Opening Balance	-	825	83,956
Interest Earned During Year	-	-	2,513
Transfer From Municipal Fund	-	-	-
Transfer To Municipal Fund	-	(825)	(85,644)
Closing Balance	-	-	825
Totals - All Reserves			
Opening Balance	19,506,500	19,802,304	18,051,772
Interest Earned During Year	366,300	525,704	565,308
Transfer From Municipal Fund	2,754,800	7,576,721	6,592,342
Transfer To Municipal Fund	(1,614,900)	(1,613,149)	(5,407,118)
Closing Balance	21,012,700	26,291,580	19,802,304

All of the reserve accounts are supported by money held in financial institutions and match the amount shown as restricted cash in Note 3(b).

Purpose of Reserves

In accordance with council resolutions in relation to each reserve account, the purpose for which the reserves are set aside and their anticipated date of use are as follows

- | | |
|--|---------|
| a) Alice Springs Road | Ongoing |
| To establish a road link to Alice Springs from Marble Bar to the Northern Territory border | |
| b) Heavy Road Plant | Ongoing |
| To fund the purchase of heavy plant that is needed for the operation of the Shire | |
| c) Cape Keraudren Development | Ongoing |
| For the maintenance, development & enhancement of the Cape Keraudren Reserve | |
| d) Computer Technology | Ongoing |
| For the replacement, enhancement and upgrading of computer hardware and software | |
| e) Newman Recreation Maintenance | Ongoing |
| For the upgrading and enhancement and future extensions of the Newman Recreation Centre | |

Notes to the Financial Reports

For The Year Ending 30 June 2017

10. Reserves – Cash Backed (continued)

f) Newman Sewerage Treatment Plant	Ongoing
For the maintenance, upgrading and replacement of all Shire plant and equipment associated with the treatment of sewage and the distribution of the treated product.	
g) Newman Airport	Ongoing
For the upgrading, maintenance and enhancement of the Newman Airport	
h) Oval Lights Maintenance	Ongoing
To maintain and upgrade the lights at Capricorn Oval, Newman	
i) Recreation Facilities Maintenance	Ongoing
For the upgrading and enhancement of recreation facilities	
j) Long Service Leave	Ongoing
Provision for the long service leave entitlements for the employees of the Shire	
k) Staff Housing	Ongoing
For the upgrading and maintenance of staff housing assets	
l) Newman Town Centre Revitalisation	Ongoing
For the revitalisation, upgrade and maintenance of the Newman Town Centre Precinct	
m) Waste Management	Ongoing
For the development, maintenance & enhancement of waste management facilities	
n) Public Art	Ongoing
For the development, maintenance & enhancement of Public Art within the three towns of the East Pilbara Shire	
o) Town Centre Public Toilet	Ongoing
For the development, maintenance & enhancement of Town Centre Public Toilets	
p) Annual Leave	Ongoing
To provide for the payment of annual leave entitlements for staff	
q) Royalties for Regions – Pilbara Revitalisation	Ongoing
To hold and utilise the allocation of the Royalties for Regions – Pilbara Revitalisation funds in accordance with funding legislation	
r) Newman House	Ongoing
For the upgrading, maintenance and enhancement of Newman House.	
s) BHP Billiton Maintenance Fund	30 June 2017
To hold and utilise the allocation of the BHP Billiton Maintenance Fund in accordance with funding legislation	
t) Public Building Maintenance Fund	Ongoing
For the upgrading, maintenance and enhancement of Public Buildings.	
u) Martumili Operations	Ongoing
To hold and utilise the allocation of Martumili's funds.	
v) Martumili Infrastructure Projects	Ongoing
For the upgrading, maintenance and enhancement of Martumili Buildings.	
w) Cowra Tourist and Recreation Precinct	30 June 2017
To hold and utilise the allocation of money for the completion of the Cowra Tourist & Recreation Precinct.	

Notes to the Financial Reports

For The Year Ending 30 June 2017

10. Reserves – Cash Backed (continued)

(a) Revaluation Surplus

	2016/2017 \$	2015/2016 \$
Land and Buildings		
Opening Balance	29,712,491	29,712,491
Revaluation Increment	-	-
Revaluation Decrement	(1,874,794)	-
	<u>27,837,697</u>	<u>29,712,491</u>
Plant and Equipment		
Opening Balance	3,367,076	6,842,732
Revaluation Increment	-	-
Revaluation Decrement	-	(3,475,656)
	<u>3,367,076</u>	<u>3,367,076</u>
Furniture and Equipment		
Opening Balance	215,604	1,090,477
Revaluation Increment	-	-
Revaluation Decrement	-	(874,873)
	<u>215,604</u>	<u>215,604</u>
Infrastructure		
Opening Balance	68,709,268	68,709,268
Revaluation Increment	-	-
Revaluation Decrement	(700,000)	-
	<u>68,009,268</u>	<u>68,709,268</u>
Total Asset Revaluation Surplus	<u><u>99,429,645</u></u>	<u><u>102,004,439</u></u>

Notes to the Financial Reports

For The Year Ending 30 June 2017

11. Disposal of Assets

The following assets were disposed of during the year:

PROGRAM	NET BOOK VALUE		SALE PROCEEDS		PROFIT/(LOSS)	
	ACTUAL \$	BUDGET \$	ACTUAL \$	BUDGET \$	ACTUAL \$	BUDGET \$
Governance						
- Plant & Equipment	16,591	20,594	9,612	15,000	(6,979)	(5,594)
Law, Order & Public Safety						
- Plant & Equipment	35,360	38,514	33,006	34,000	(2,354)	(4,514)
Health						
- Plant & Equipment	35,360	41,029	34,825	34,000	(536)	(7,029)
Education & Welfare						
- Plant & Equipment	40,601	51,786	33,703	42,000	(6,897)	(9,786)
Community Amenities						
- Plant & Equipment	-	36,060	-	32,000	-	(4,060)
Recreation & Culture						
- Plant & Equipment	4,135	-	4,854	-	719	-
Transport						
- Plant & Equipment	287,678	415,192	217,116	302,000	(70,562)	(113,192)
Economic Services						
- Plant & Equipment	40,567	-	32,779	-	(7,788)	-
Other Property & Services						
- Plant & Equipment	187,832	73,799	193,904	75,000	6,072	1,201
	648,123	676,974	559,799	534,000	(88,324)	(142,974)

Notes to the Financial Reports

For The Year Ending 30 June 2017

12. Budget Comparison

(a) Non Operating Income and Expenditure

The following is a comparison of capital income and expenditure and movements to and from reserve accounts with the amounts contained in the Rate Setting Statement in the Annual Budget.

	2016/2017 BUDGET \$	2016/2017 ACTUAL \$	2015/2016 ACTUAL \$
Non Operating Income			
Proceeds From Sale Of Assets	534,000	559,799	524,617
Loans Raised	-	-	-
Transfers From Reserve Accounts	1,614,900	1,613,150	5,407,118
Total Non Operating Income	<u>2,148,900</u>	<u>2,172,949</u>	<u>5,931,735</u>
Non Operating Expenditure			
Repayment Of Debentures	764,500	764,499	1,128,662
Transfer To Reserves	3,121,100	8,102,425	7,157,650
Land & Buildings	3,742,500	1,228,877	3,458,586
Furniture & Equipment	2,165,600	1,582,248	340,256
Plant & Equipment	381,000	98,127	1,987,967
Airport Assets	2,486,500	489,161	961,664
Infrastructure Assets	10,305,100	5,669,940	7,800,829
Total Non Operating Expenditure	<u>22,966,300</u>	<u>17,935,277</u>	<u>22,835,614</u>

Notes to the Financial Reports

For The Year Ending 30 June 2017

12. Budget Comparison (continued)

(b) Net Current Assets

	2017 (30 JUNE 2017 CARRIED FORWARD) \$	2017 (1 JULY 2016 BROUGHT FORWARD) \$	2016 (30 JUNE 2016 CARRIED FORWARD) \$
Surplus/(Deficit)	8,722,869	7,028,515	7,028,515
Current Assets			
Cash and Cash Equivalents			
Unrestricted	9,414,042	7,431,931	7,431,931
Restricted	26,649,092	19,942,215	19,942,215
Receivables			
Rates Outstanding	778,336	398,341	398,341
Sundry Debtors	3,078,075	2,720,686	2,720,686
GST Receivable	233,505	116,950	116,950
Inventories			
Fuels	74,264	75,769	75,769
History Books	13,503	14,453	14,453
Baskets	20,508	21,445	21,445
Less : Current Liabilities			
Trade and Other Payables			
Trade and Other Payables	(3,178,392)	(1,853,237)	(1,853,237)
Accrued Expenses	(950,407)	(826,565)	(826,565)
Current portion of long term borrowings			
Secured by Floating Charge	(811,287)	(764,499)	(764,499)
Provisions			
Provision for Annual Leave	(556,375)	(617,430)	(617,430)
Provision for Long Service Leave	(561,702)	(593,739)	(593,739)
Unadjusted net current assets	34,203,162	26,066,320	26,066,320
Adjustments			
Less Reserves - Restricted Cash	(26,291,580)	(19,802,304)	(19,802,304)
Current portion of long term borrowings			
Secured by Floating Charge	811,287	764,499	764,499
Adjusted Net Current Assets - Surplus/(Deficit)	8,722,869	7,028,515	7,028,515

Notes to the Financial Reports

For The Year Ending 30 June 2017

13. Rating and Valuations

(a) Property Rating

RATE TYPE	RATE IN THE DOLLAR (CENTS)	NUMBER OF PROPERTIES	RATEABLE VALUE \$	RATE REVENUE \$	INTERIM RATES \$	TOTAL REVENUE \$	RATE REVENUE \$	BUDGET INTERIM RATES \$	TOTAL REVENUE \$
Governance									
GRV - Industrial	1.5438	90	12,938,480	199,744	6,184	205,928	199,744	56	199,800
GRV - Town Centre	4.3653	33	5,248,280	229,103	13,350	242,453	229,103	(3)	229,100
GRV - Nullagine	4.3500	23	327,756	14,258	(11)	14,247	14,257	43	14,300
GRV - Transient	4.3653	18	33,094,200	1,444,661	68,859	1,513,520	1,444,661	39	1,444,700
GRV - Other	3.0723	1,887	76,627,220	2,354,218	63	2,354,281	2,354,218	(18)	2,354,200
UV - Other	17.2335	1,079	34,380,555	5,924,973	(3,274)	5,921,699	6,008,883	17	6,008,900
UV - Pastoral	5.7399	46	4,932,813	283,139	17,472	300,611	283,130	(30)	283,100
			-	-	-	-	-	150,000	150,000
Sub Total		3,176	167,549,304	10,450,096	102,643	10,552,739	10,533,996	150,104	10,684,100
MINIMUM									
\$									

Minimum Rates

GRV - Industrial	663	26	647,580	17,238	-	17,238	17,238	(38)	17,200
GRV - Town Centre	663	9	69,312	5,967	-	5,967	5,967	33	6,000
GRV - Nullagine	265	19	45,875	5,035	-	5,035	5,300	-	5,300
GRV - Other	663	610	5,743,938	404,430	-	404,430	404,430	(30)	404,400
UV - Other	230	577	408,480	132,710	-	132,710	135,700	-	135,700
UV - Pastoral	230	24	14,347	5,520	-	5,520	5,520	(20)	5,500
Sub Total		1,265	6,929,532	570,900	-	570,900	574,155	(55)	574,100
Total		4,441	174,478,836	11,020,996	102,643	11,123,639	11,108,151	150,049	11,258,200

(b) Sewerage Rates

Where properties in the Newman town site have the ability to connect to the town's sewerage scheme a rate is raised against that property for the purpose of maintaining and running the Newman Sewerage Treatment Plant.

The rate imposed for the 2016/2017 year was 0.7401 cents in the dollar on the gross rental value of the property. The total revenue from this rate was \$707,774.

Notes to the Financial Reports

For The Year Ending 30 June 2017

14. Service Charges

No service charges were levied by the Shire during 2016/2017.

15. Discounts, Incentives and Concessions

The Shire did not allow any discounts or concessions for the early payment of rates during 2016/2017.

An early rates payment incentive was offered consisting of a rates cash back prize from the Shire of East Pilbara and holiday accommodation prizes donated by various organisations. The incentives were awarded by a draw officiated by the Newman Police.

16. Interest Payments and Additional Charges

(a) Interest on Late Rate Payments

A penalty interest rate of 8% per annum was set and accrued on outstanding rates which were outstanding in excess of 35 days after the date of issue and where the option to pay by instalments had not been taken up.

A total of \$72,703 penalty interest was charged during the year.

(b) Instalments Interest and Additional Charges

An administration fee of \$5.00 was set on the second and subsequent payments where the option to pay rates in instalments was taken up. In addition interest at the rate of 4% per annum was applied to outstanding balances under this option.

Administration fees of \$6,700 were received against a budget of \$10,000 and interest of \$12,592 against a budget of \$20,000.

17. Borrowings

(a) Unspent Loans - Nil

Notes to the Financial Reports

For The Year Ending 30 June 2017

17. Borrowings (continued)

(b) Loan Repayments

LOAN NO	PARTICULARS	PRINCIPAL	NEW LOANS	PRINCIPAL REPAYMENTS MADE		PRINCIPAL OUTSTANDING 30 JUNE 2016		INTEREST REPAYMENTS MADE	
		1 JULY 2015 ACTUAL		ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET
Administration									
65	Newman Admin Building Upgrade	429,580	-	98,082	98,100	331,498	331,480	23,975	25,000
Housing									
67	Staff Housing	515,072	-	72,781	72,800	442,291	442,272	33,442	32,800
71	Staff Housing	1,378,477	-	101,694	101,700	1,276,783	1,276,777	91,691	88,900
Community Amenities									
72	Newman Sewerage Plant	1,803,770	-	104,847	104,800	1,698,923	1,698,970	91,246	80,900
Transport									
66	Newman Airport Precinct Upgrade	2,197,290	-	387,095	387,100	1,810,195	1,810,190	145,006	134,400
		6,324,189	-	764,499	764,500	5,559,690	5,559,689	385,360	362,000

All other loan repayments financed by general purpose income.

(c) New Borrowings

There were no new borrowings for the 2016/2017 year.

(d) Overdraft

The Shire had not established an overdraft facility as at 30 June 2017.

Short term liquidity requirements were catered for from the Shire's own resources.

Notes to the Financial Reports

For The Year Ending 30 June 2017

18. Fees and Charges

The following fees and charges revenue resulted for each of the Shire's Functions for the 2016/2017 financial year:

FUNCTION NAME	FUNCTION NO	2016/2017 \$	2015/2016 \$
General Purpose Funding	3	91,996	107,078
Governance	4	68,458	22,923
Law, Order & Public Safety	5	36,696	45,785
Health	7	47,809	52,692
Education & Welfare	8	5,683	2,116
Housing	9	287,059	264,257
Community Amenities	10	3,994,814	5,094,429
Recreation & Culture	11	879,540	866,564
Transport	12	11,831,148	11,626,440
Economic Services	13	243,822	232,747
Other Property & Services	14	6,754	53,808
		17,493,779	18,368,839

19. Interest on Investments

	2016/2017 \$	2015/2016 \$
(a) Reserve Investments		
Alice Springs Road	4,607	5,824
Heavy Road Plant	41,132	51,227
Cape Keraudren Development	7,729	9,770
Computer Technology	3,161	3,612
Newman Recreation Centre Maintenance	5,536	6,998
Newman Sewerage Plant	2,489	3,145
Newman Airport	291,800	250,789
Oval Lights Maintenance	3,078	3,892
Long Service Leave	14,513	17,962
Recreation Facilities Maintenance	25,189	31,842
Staff Housing	18,434	21,764
Newman Town Centre Revitalisation	5,982	3,140
Waste Management	25,022	38,896
Public Art	2,656	739
Public Toilet	22	28
Annual Leave	10,372	12,727
Royalties for Regions - Pilbara Revitalisation	9,656	14,770
Newman House	10,044	11,927
BHP Billiton Maintenance Fund	1,117	2,950
Public Building Maintenance Fund	30,130	34,241
Moondoorow Housing	-	21,200
Martumili Operations	12,641	13,416
Martumili Infrastructure Project	394	1,936
Cowra Tourist and Recreation Precinct	-	2,513
	525,704	565,308
(b) Municipal Fund Investments	179,422	171,690
Total Interest Earnings	705,126	736,998

Notes to the Financial Reports

For The Year Ending 30 June 2017

20. Depreciation

FUNCTION NAME	FUNCTION NO	2016/2017 \$	2015/2016 \$
Governance	4	396,142	540,703
Law, Order & Public Safety	5	156,397	590,889
Health	7	20,555	14,358
Education & Welfare	8	340,145	315,315
Housing	9	639,326	662,254
Community Amenities	10	530,866	570,383
Recreation & Culture	11	2,359,049	2,516,956
Transport	12	10,019,755	10,133,574
Economic Services	13	173,162	185,793
Other Property & Services	14	661,481	709,507
		15,296,877	16,239,732

21. Councillors' Remuneration

The following fees, expenses and allowances were paid to council members and the president:

	2016/2017 BUDGET \$	2016/2017 ACTUAL \$	2015/2016 ACTUAL \$
Meeting Fees	152,500	148,688	142,500
President's Allowances	61,000	62,950	62,000
Deputy President's Allowance	8,100	8,380	8,250
Travelling Expenses	18,200	15,366	16,560
Telecommunication Allowance	12,000	11,750	11,500
Member's Expenses Reimbursed	100	-	-
	251,900	247,134	240,810

Notes to the Financial Reports

For The Year Ending 30 June 2017

22. Financial Risk Management

The Shire's activities expose it to a variety of financial risks including price risk, credit risk, liquidity risk and interest rate risk. The Shire's overall risk management focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Shire.

The Shire does not engage in transactions expressed in foreign currencies and is therefore not subject to foreign currency risk.

Financial risk management is carried out by the finance area under policies approved by the Council.

The Shire held the following financial instruments at balance date:

	CARRYING VALUE		FAIR VALUE	
	2016/2017 \$	2015/2016 \$	2016/2017 \$	2015/2016 \$
Financial Assets				
Cash & Cash Equivalents	36,063,134	27,374,147	36,063,134	27,374,147
Receivables	4,089,916	3,235,977	4,089,916	3,235,977
	40,153,051	30,610,124	40,153,051	30,610,124
Financial Liabilities				
Payables	4,128,799	2,679,802	4,128,799	2,679,802
Borrowings	5,559,690	6,324,189	6,150,685	7,179,743
	9,688,489	9,003,991	10,279,484	9,859,545

Fair Value is determined as follows:

- Cash and Cash Equivalents, Receivables, Payables – estimated to the carrying value which approximates net market value.
- Borrowings, Held-to-Maturity Investment – estimated future cash flows discounted by the current market interest rates applicable to assets and liabilities with similar risk profiles

(a) Cash and Cash Equivalents

The Shire's objective is to maximise its return on cash and investments whilst maintaining an adequate level of liquidity and preserving capital. The finance area manages the cash and investments portfolio with the assistance of independent advisers (where applicable). The Shire has an investment policy and the policy is subject to review by the Council. An Investment Report is provided to Council on a monthly basis setting out the make-up and performance of the portfolio.

Cash is subject to interest rate risk – the risk that movements in interest rates could affect returns.

Another risk associated with cash is credit risk – the risk that a contracting entity will not complete its obligations under a financial instrument resulting in a financial loss to the Shire.

The Shire manages these risks by diversifying its portfolio and only purchasing investments with high credit ratings or capital guarantees. The Shire also seeks advice from independent advisers (where applicable) before placing any cash and investments.

	2016/2017 \$	2015/2016 \$
Impact of a 1%⁽¹⁾ movement in interest rates on cash:		
Equity	351,300	232,600
Statement of Comprehensive Income	351,300	232,600

Notes:

(1) Sensitivity percentages based on management's expectation of future possible market

Notes to the Financial Reports

For The Year Ending 30 June 2017

22. Financial Risk Management (continued)

(b) Receivables

The Shire's major receivables comprise rates and annual charges and user charges and fees. The major risk associated with these receivables is credit risk – the risk that the debts may not be repaid. The Shire manages this risk by monitoring outstanding debt and employing debt recovery policies. It also encourages ratepayers to pay rates by the due date through incentives.

Credit risk on rate and annual charges is minimised by the ability of the Shire to recover these debts as a secured charge over the land – that is, the land can be sold to recover the debt. The Shire is also able to charge interest on overdue rates and annual charges at higher than market rates, which further encourages payment.

The level of outstanding rates is reported to Council monthly and benchmarks are set and monitored for acceptable collection performance.

The Shire makes suitable provision for doubtful receivables.

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

The profile of the Shire's credit risk at balance date was:

RECEIVABLES CREDIT RISK	2016/2017 \$	2015/2016 \$
Percentage of Rates and Annual Charges		
Current	77%	69%
Overdue	23%	31%
Percentage of Other Receivables (Debtors)		
Current	75%	44%
Overdue	25%	56%

(c) Payables - Borrowings

Payables and borrowings are both subject to liquidity risk – that is the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due. The Shire manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer. Payment terms can be extended and overdraft facilities drawn upon if required.

The contractual undiscounted cash flows of the Shire's payables and Borrowings are set out in the Liquidity Sensitivity Table below:

Notes to the Financial Reports

For The Year Ending 30 June 2017

22. Financial Risk Management (continued)

	DUE WITHIN ONE YEAR \$	DUE BETWEEN ONE AND FIVE YEARS \$	DUE AFTER FIVE YEARS \$	TOTAL CONTRACTUAL CASH FLOWS \$	CARRYING VALUES \$
2017					
Payables	4,128,799	-	-	4,128,799	4,128,799
Borrowings	935,319	4,090,965	1,676,634	6,702,918	5,559,690
	5,064,118	4,090,965	1,676,634	10,831,717	9,688,489
2016					
Payables	2,679,802	-	-	2,679,802	2,679,802
Borrowings	1,119,991	4,836,751	2,050,840	8,007,582	6,324,189
	3,799,793	4,836,751	2,050,840	10,687,384	9,003,991

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

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

LOAN NO	EXPIRY DATE	RATE	PRINCIPAL 30/06/2017 \$		YEARS TO RUN AT 30/06/2017	IRR AT 30/06/2017 \$
Year Ended 30 June 2017						
65	1/2/2020	5.99	331,498	3	1 to 5	19,857
66	15/6/2021	6.25	1,810,195	4	1 to 5	113,137
67	1/3/2022	6.47	442,291	5	1 to 5	28,616
71	1/3/2026	6.49	1,276,783	9	>5 Years	82,863
72	23/6/2029	4.49	1,698,923	12	>5 Years	76,282
			<u>5,559,690</u>			<u>320,755</u>
						<u>5.77%</u>
			-		<1	
			2,583,984		1 to 5	
			<u>2,975,906</u>		>5	
			<u>5,559,890</u>			

LOAN NO	EXPIRY DATE	RATE	PRINCIPAL 30/06/2016 \$		YEARS TO RUN AT 30/06/2016	IRR AT 30/06/2016 \$
Year Ended 30 June 2016						
65	1/02/2020	5.99	429,580	4	1 to 5	25,732
66	15/06/2021	6.25	2,197,290	5	1 to 5	137,331
67	1/03/2022	6.47	515,072	6	>5 Years	33,325
71	1/03/2026	6.49	1,378,477	10	>5 Years	89,463
72	23/06/2029	4.49	1,803,770	13	>5 Years	80,989
			<u>6,324,189</u>			<u>366,840</u>
						<u>5.80%</u>
			-		<1	
			2,626,870		1 to 5	
			<u>3,697,319</u>		>5	
			<u>6,324,189</u>			

Notes to the Financial Reports

For The Year Ending 30 June 2017

23. Grants and Contributions

(a) Non Operating Grants For the Development Of Assets

GRANT SOURCE	PURPOSE	2016/2017 ACTUAL \$	2015/2016 ACTUAL \$
State Grants			
FESA - SES	Headquarters	-	887,550
MWAA	Mobile Recycling Facility	-	98,414
Dept Regional Develop & Lands	Martumili Art Centre	-	625,000
WA Grants Commission	Aboriginal Access Roads	582,000	596,000
Main Roads WA	Aboriginal Access Roads	489,000	298,000
Main Roads WA	Regional Road Group	913,621	693,250
WA Grants Commission	Untied Road Grants	397,600	406,800
Main Roads WA	Direct Road Grants	397,713	368,800
Dept of Regional Development	Local Projects Local Jobs	2,000	-
Dept of Regional Development	Local Projects Local Jobs	175,000	-
		2,956,934	3,973,814
Federal Grants			
Federal Dep't Of Transport	Roads To Recovery	1,892,096	2,971,912
Federal Dep't Of Transport	Black Spot Funding - Newman Dv	-	238,637
Federal Dep't Of Transport	Roads To Recovery - Special	-	356,363
		1,892,096	3,566,912
Contributions			
BHPBIO - Sustainability Prog	Martumili Art Centre	-	500,000
Consolidated Minerals	Woodie Woodie Road	119,067	200,000
BHPBIO - Sustainability Prog	Other Projects	-	12,207
Landcorp	East Newman	240,909	-
		359,976	712,207
		5,209,006	8,252,933

Notes to the Financial Reports

For The Year Ending 30 June 2017

23. Grants and Contributions (continued)

(b) Operating Grants and Contributions

GRANT SOURCE	PURPOSE	2016/2017 ACTUAL \$	2015/2016 ACTUAL \$
State Grants			
WA Grants Commission	General Purpose Grants	4,206,980	3,070,614
Fire & Emergency Services	Nullagine Bush Fire Brigade	4,010	4,160
Fire & Emergency Services	Administration Grant	16,320	16,987
Department of Health	Mosquito Control	21,215	17,399
Dept Sport and Recreation	Kidsport	2,000	3,000
NW Planning Program Fund	Planning	-	20,259
Department of Sport & Rec	Swimming Pool Grant	64,000	64,000
Art Enterprise Activities (NACIS)	Martumilli Arts Project	205,000	205,000
Dept Environ and Heritage	Martumilli Arts Project	66,000	33,215
Pilbara Development Commission	Martumili Evaluation Project	50,000	-
Healthways	Triathlon	4,127	5,700
WA Arts	Collisions	2,000	-
Dept Sport and Recreation	Kidsport	-	11,000
Pilbara Development Commission	Town Square Activation	-	38,500
WA Tourism	Fusion Festival	15,000	-
Healthways	Fusion Festival	23,545	-
Main Roads WA	Flood Damage	1,057,459	-
WA Grants Commission	Untied Road Grants	2,228,139	1,089,300
State Dep't of Transport	RPT Bus Service Subsidy	115,381	124,307
Pilbara Development Commission	Business Activation	114,801	-
		8,195,978	4,703,441
Contributions			
BHPB - Contribution	Events - Newman	144,550	-
Water Corporation	Newman Sewerage Farm	137,896	90,000
BHPB Contribution	Martumili - Community Support	-	137,211
Strategic Project for Digital Bio.	Martumili Art Centre	-	530,000
City of Fremantle	We Don't Need A Map	-	15,543
		282,446	772,754
		8,478,424	5,476,195

(c) Grants By Program In Operating Statement

PROGRAM	2016/2017	2015/2016
General Purpose Funding	4,206,980	3,070,614
Law, Order & Public Safety	20,330	908,697
Health	21,215	17,399
Education & Welfare	148,549	93,000
Community Amenities	137,897	255,883
Recreation & Culture	604,673	2,027,958
Transport	8,317,604	7,219,062
Economic Services	230,182	136,515
	13,687,430	13,729,128

Notes to the Financial Reports

For The Year Ending 30 June 2017

24. Performance Measures

The following performance measures are used to compare the Shire's financial performance for 2016/2017 with the previous two years:

PERFORMANCE MEASURE	HOW CALCULATED	2016/2017	2015/2016	2014/2015
(a) Current ratio	current assets minus restricted assets	2.5019	2.9750	1.4490
	current liabilities minus liabilities associated with restricted assets			
(b) Debt service cover ratio	annual operating surplus before interest and depreciation	10.8662	6.1313	8.2977
	principal and interest			
(c) Own Source Revenue Ratio	own source operating revenue	0.7700	0.7520	0.9604
	operating expense			
(d) Operating Surplus Ratio	operating revenue minus operating expense	-0.0973	-0.2098	-0.0158
	own source operating revenue			
(e) Asset Sustainability Ratio	Capital renewal and replacement expenditure	0.4719	0.6121	1.0236
	depreciation expense			

Notes:

Information relating to the asset consumption ratio and the asset renewal funding ratio can be found at Supplementary Ratio Information on page 78 of this document.

For 2016/2017:

The Current, Debt Service Cover and Operating Surplus ratios as disclosed above are distorted by the early receipt of half of the allocation of the 2017/18 Financial Assistance Grant (FAG) prior to 30 June 2017. The early payment of the grant increased operating revenue in 2017 by \$2,376,780.

For 2015/2016

The Debt Service Cover and Operating Surplus ratios as disclosed above are distorted by the early receipt of half of the allocation of the 2015/16 Financial Assistance Grant (FAG) prior to 30 June 2015. The early payment of the grant increased operating revenue in 2017 by \$2,453,866.

For 2014/2015

The Current, Debt Service Cover and Operating Surplus ratios as disclosed above are distorted by an item of significant revenue relating to the early payment of 2015/16 (FAG) of \$2,453,866 as detailed above.

These are considered "one-off" timing/non-cash in nature and if they were ignored, the calculations disclosed in the columns above would be as follows:

	2016/2017	2015/2016	2014/2015
Current Ratio	2.0814	N/A	1.1967
Debt Service Cover Ratio	8.7991	7.6809	6.7020
Operating Surplus	-0.1669	-0.1361	-0.0705

Notes to the Financial Reports

For The Year Ending 30 June 2017

25. Employees Remuneration

Set out below is the number of employees of the Shire entitled to an annual salary of \$100,000 or more;

SALARY RANGE	2016/2017	2015/2016
100,000 - 109,999	1	3
110,000 - 119,999	4	6
120,000 - 129,999	6	6
130,000 - 139,999	1	-
140,000 - 149,999	1	2
180,000 - 189,999	-	-
190,000 - 199,999	1	1
210,000 - 219,999	-	-
220,000 - 229,999	-	1
230,000 - 239,999	1	-
250,000 - 259,999	-	-
260,000 - 269,999	1	1

26. Bad and Doubtful Debts

The following debts were written off during the year:

	2016/2017 \$	2015/2016 \$
Rates	4,562	3,080
Sundry Debtors	(1,340)	5,347

27. Auditors Remuneration

	2016/2017 \$	2015/2016 \$
Audit of the Annual Financial Report	28,065	36,223
Assistance with the finalisation of the Annual Report	10,000	-
Other Services	8,700	14,818

28. Contingent Liabilities

The Shire had no contingent liabilities as at 30 June 2017.

29. Major Land Transactions

The Shire undertook no land transactions for the period ended 30 June 2017.

30. Trading Undertakings

The Shire had no trading undertakings as at 30 June 2017.

31. Employee Numbers

	2016/2017	2015/2016
The number of permanent employees at reporting date	90	88

Notes to the Financial Reports

For The Year Ending 30 June 2017

32. Capital & Leasing Commitment

OPERATING LEASE COMMITMENTS	2016/2017 \$	2015/2016 \$
Non-cancellable operating lease for goods		
Payable		
- not more than one year	17,662	17,662
- later than one but not later than 5 years	14,719	32,381
- later than 5 years	-	-
	32,381	50,043

33. Trust Funds

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

	1 JULY 2016 \$	AMOUNTS RECEIVED \$	AMOUNTS PAID \$	30 JUNE 2017 \$
EPSC Social Club	7,318	14,509	(11,159)	10,669
EPSC Lotto Syndicate	2,474	35,309	(37,204)	579
Refreshments Trust	91	1,254	(651)	694
Council Nominations	-	640	(640)	-
Booking Bonds	-	20,950	(17,250)	3,700
Building & Road Side Kerbing Retentions	681,000	82,921	(512,921)	251,000
BCITF Holding	(686)	57,336	(56,650)	-
Recreation Centre Holding	7,100	11,250	(14,350)	4,000
Unclaimed Monies	109,441	1,241	(57,121)	53,561
Prepaid Swimming Pool Inspectn	33,492	4,175		37,667
Martumilli Arts Trust Account	202,443	522,911	(527,989)	197,365
BRB Receipts	40	23,369	(23,409)	-
Public Open Space	231,500	-	-	231,500
Cash in Lieu of Parking	526,724	-	-	526,724
Retention Monies Held	162,921	33,575	(181,713)	14,783
Floodworks to Telfer (Trust)	193,000	-	-	193,000
Maintenance Bond	26,795	-	-	26,795
Martumili Unclaimed Monies	36,554	20,975	(43,374)	14,155
Tourist Assoc. - Souvenir Sales	57	1,693	(1,448)	302
	2,220,265			1,566,494

Notes to the Financial Reports

For The Year Ending 30 June 2017

34. Related Party Transactions

Key Management Personnel (KMP) Compensation Disclosure

The total of remuneration paid to KMP of the Shire during year are as follows:

	2016/2017 \$
Short-term employee benefits	820,001
Post employment benefits	91,607
Other long-term benefits	19,509
Termination benefits	-
	<u>931,117</u>

Short-term employee benefits

These amounts include all salary, paid leave benefits, fringe benefits and cash bonuses awarded to KMP. Details in respect to fees and benefits paid to elected members may be found at Note 21.

Post-employment benefits

These amounts are the current-year's estimated cost of providing for the Shire's superannuation contributions made during the year.

Other long-term benefits

These amounts represent long service benefits accruing during the year.

Termination benefits

These amounts represent termination benefits paid to key management personnel.

Related Parties

The Shire's main related parties are as follows:

(i) *Key management personnel*

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any elected members, are considered key management personnel.

(ii) *Entities subject to significant influence by the Shire*

An entity that has the power to participated in the financial and operating policy decision of an entity, but does not have control over those policies, is an entity which holds significant influence. Significant influence may be gained by share ownership, statue or agreement.

(iii) *Joint venture arrangements accounted for under the equity method*

The Shire has no joint venture arrangements

Transactions with Related Parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

The following transactions occurred with related parties:

	2016/2017 \$
Associated companies/individuals:	
Sale of goods and services	77,987
Purchase of goods and services	10,874
Joint Venture Entities	
Distributions received from joint venture entities	-
Amounts outstanding from related parties:	
Trade and other receivables	-
Loans to associated entities	-
Loans to key management personnel	-
Amounts payable to related parties:	
Trade and other payables	-
Loans from associated entities	-

Note: Transitional provision contained with AAASB 2015-16 do not require comparative related party disclosures to be presented in the period of initial application. As a consequence, only disclosures in relation to the current year have been presented.

Notes to the Financial Reports

For The Year Ending 30 June 2017

35. Prior Year Adjustments

The following adjustments have been made to comparative amounts in the 30 June 2017 Financial Report to bring into account financial activities that were incorrectly stated in 2014/2015 and the 2015/16 financial years. Details of these activities are listed below:-

1. The Shire of East Pilbara roads were last valued for fair value purposes in June 2014. In June 2017 it was detected by the Consultant – Talis Consulting – that an error had occurred during the calculation of sheeted roads during this valuation process.

Based on valuations received from Talis Consulting in June 2017 and input from managerial staff at the Shire of East Pilbara valuations were recalculated using corrected unit rates for the 2014/15 and 2015/16 year. This note shows the amended bought forward values.

The revaluation resulted in an overall decrease in the valuation of the roads by

\$114,201,963. All of this decrease was debited to the revaluation surplus in the Shire's equity and was recognised as Changes on Revaluation of non-current Assets in the Statement of Comprehensive Income.

This resulted in a depreciation adjustment of \$63,887 in 2014/15 and \$182,480 in 2015/16. The amended figures for the 2014/15 financial year have also been included in the Statement of Financial Position.

	2015/2016 FINANCIAL REPORT \$	2015/2016 CORRECTED COMPARATIVE \$	2015/2016 AMENDMENT \$
Statement of Comprehensive Income			
By Nature or Type			
Expenses - Depreciation	(16,057,252)	(16,239,732)	(182,480)
Net Result	1,449,893	1,267,413	(182,480)
By Program			
Expenses -Transport	(20,692,606)	(20,875,086)	(182,480)
Net Result	1,449,893	1,267,413	(182,480)
Statement of Financial Position			
Infrastructure	316,273,060	201,824,730	(114,448,330)
Retained Surplus	191,515,673	191,269,306	(246,367)
Revaluation Surplus	216,206,402	102,004,439	(114,201,963)
Statement of Changes in Equity			
Retained Surplus			
Balance as at 1 July 2015	191,816,312	191,752,425	(63,887)
Net Result	1,449,893	1,267,413	(182,480)
Balance as at 30 June 2016	191,515,673	191,269,306	(246,367)
Revaluation Surplus - Changes on revaluation of non-current assets.			
Balance as a 1 July 2015	220,556,931	106,354,968	(114,201,963)
Changes on Revaluation of Non-Current Assets	(4,350,529)	(4,350,529)	-
Balance as at 30 June 2016	216,206,402	102,004,439	(114,201,963)
Rate Setting Statement			
Expenses - Transport	(20,873,235)	(21,055,715)	(182,480)
Net result excluding rates	(18,234,369)	(18,416,849)	(182,480)
Depreciation	16,057,252	16,239,732	182,480

Notes to the Financial Reports

For The Year Ending 30 June 2017

35. Prior Year Adjustments (continued)

	2015/2016 FINANCIAL REPORT \$	2015/2016 CORRECTED COMPARATIVE \$	2015/2016 AMENDMENT \$
Note 7 - Infrastructure			
Roads - Revaluation Correction 2014	-	(114,448,330)	(114,448,330)
Note 7(d) - Total Assets Classified by Function and Activity			
Transport	312,004,310	197,555,980	(114,448,330)
Note 10(a) - Revaluation Surplus			
Infrastructure	182,911,231	68,709,268	(114,201,963)
Total Asset Revaluation Surplus	216,206,402	102,004,439	(114,201,963)
Note 20 - Depreciation			
Transport	9,951,094	10,133,574	182,480

Note 24 - Financial Ratios

Restatement of the numbers above affected the actual 2016 comparative ratios as follows:

Own Source Revenue Coverage Ratio decreased from 0.7552 to 0.7520

Operating Surplus Ratio decreased from -0.2043 to -0.2098

Asset Sustainability Ratio decreased from 0.6190 to 0.6121

Restatement of the numbers above affected the actual 2016 comparative ratios as follows:

Operating Surplus Ratio decreased from -0.1306 to -0.1361



Independent Audit Report

For the year ended
30 June 2017

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INDEPENDENT AUDITOR'S REPORT TO THE ELECTORS OF THE SHIRE OF EAST PILBARA

Opinion on the Audit of the Financial Report

We have audited the accompanying financial report of the Shire of East Pilbara (the Shire), which comprises the statement of financial position as at 30 June 2017, statement of comprehensive income by nature or type, statement of comprehensive income by program, statement of changes in equity, statement of cash flows and the rate setting statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the statement by Chief Executive Officer.

In our opinion, the financial report of the Shire of East Pilbara is in accordance with the *Local Government Act 1995 (as amended)* and the *Local Government (Financial Management) Regulations 1996 (as amended)*, including:

- a) giving a true and fair view of the Shire's financial position as at 30 June 2017 and of its financial performance and its cash flows for the year ended on that date; and
- b) complying with Australian Accounting Standards (including Australian Accounting Interpretations).

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Shire in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the "Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Report on Other Legal and Regulatory Requirements

During the course of the audit we became aware of the following instances where the Shire did not comply with the *Local Government (Financial Management) Regulations 1996 (as amended)*:

Differential General Rates

With respect to differential rates imposed for 2016/2017,

- The details of the original rates set forth in the public notice were not included in the annual statutory budget as required by *Local Government (Financial Management) Regulation 23(b)(i)*; and
- The reasons the final rates differed from those set forth in the public notice were not included in the annual statutory budget and the rate notice or accompanying information as required by *Local Government (Financial Management) Regulation 23(b)(ii)* and *56(4)(b)*.

Monthly Statement of Financial Activity

Material variances between the year-to-date actual amounts and budget estimates for capital income and expenditure items were not explained in the monthly Statement of Financial Activity as required by *Local Government (Financial Management) Regulations 34(2)(b)*.

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

- a) There are no matters that in our opinion indicate significant adverse trends in the financial position or the financial management practices of the Shire.

Independent Audit Report

INDEPENDENT AUDITOR'S REPORT TO THE ELECTORS OF THE SHIRE OF EAST PILBARA (CONTINUED)

MOORE STEPHENS

Report on Other Legal and Regulatory Requirements (continued)

- b) Except as detailed above, no other 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 Supplementary Ratio Information presented at page 77 of this report, we have reviewed the calculations as presented and nothing has come to our attention to suggest it is not supported by:
 - i. verifiable information; and
 - ii. reasonable assumptions.
- d) All necessary information and explanations were obtained by us.
- e) All audit procedures were satisfactorily completed in conducting our audit.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Shire's annual report for the year ended 30 June 2017 but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

Responsibilities of Management and Council for the Financial Report

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

In preparing the financial report, management is responsible for assessing the Shire's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.

The Council is responsible for overseeing the Shire's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_files/ar3.pdf. This description forms part of our auditor's report.

MOORE STEPHENS
CHARTERED ACCOUNTANTS



WEN-SHIEN CHAI
PARTNER

Date: 23 November 2017
Perth, WA



Appendices

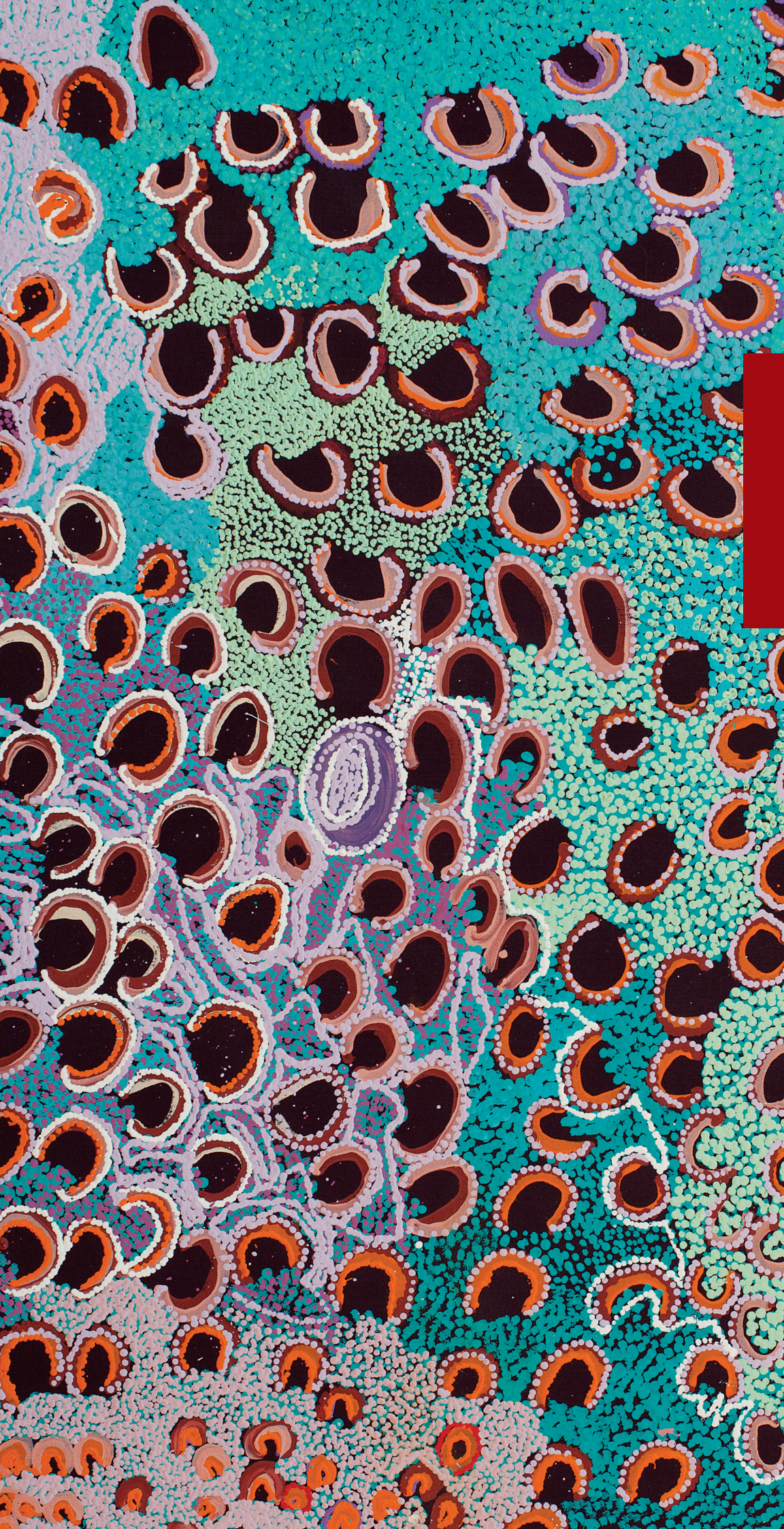
For the year ended
30 June 2017

Appendices

A Supplementary Ratio Information

The following information relates to those ratios which only require attestation they have been checked and are supported by verifiable information. It does not form part of the audited financial report.

PERFORMANCE MEASURE	HOW CALCULATED	2016/2017	2015/2016	2014/2015
(a) Asset Consumption ratio	depreciated replacement cost of assets	0.9045	0.9210	0.5115
	current replacement cost of depreciated assets			
(b) Asset Renewal Funding Ratio	NPV of planned capital renewals over 10 years	1.0000	1.0000	1.0000
	NPV of required capital expenditure over 10 years			



Shire of East Pilbara

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