



CONFIRMED MINUTES

PART 1

Ordinary Meeting of Council

5 December 2019

ORDINARY MEETING OF COUNCIL

MINUTES

5 December 2019

(REF: D2019/13887)

An Ordinary Meeting of Council was held at the EMRC Administration Office, 1st Floor, 226 Great Eastern Highway, BELMONT WA 6104 on **Thursday, 5 December 2019**. The meeting commenced at **6:00pm**.

TABLE OF CONTENTS

Refer - PART 1 – Item 1 – Item 14.11

1	DECLARATION OF OPENING AND ANNOUNCEMENT OF VISITORS	1
2	ATTENDANCE, APOLOGIES AND LEAVE OF ABSENCE (PREVIOUSLY APPROVED)	1
3	DISCLOSURE OF INTERESTS	2
3.1	ANGELA WOLSTENCROFT – MANAGER HUMAN RESOURCES – INTERESTS AFFECTING IMPARTIALITY – ITEMS 19.2, 19.3, 19.4.	2
3.2	MARCUS GEISLER – CHIEF EXECUTIVE OFFICER – INTERESTS AFFECTING IMPARTIALITY – ITEM 19.1.	2
3.3	MARCUS GEISLER – CHIEF EXECUTIVE OFFICER – FINANCIAL INTEREST – ITEMS 19.2, 19.3 19.4.	2
3.4	MARCUS GEISLER – CHIEF EXECUTIVE OFFICER – INTERESTS AFFECTING IMPARTIALITY – ITEMS 19.2, 19.3, 19.4.	2
4	ANNOUNCEMENTS BY THE CHAIRMAN OR PRESIDING MEMBER WITHOUT DISCUSSION	2
4.1	COMMITTEES' ELECTIONS	2
5	RESPONSE TO PREVIOUS PUBLIC QUESTIONS TAKEN ON NOTICE	3
6	PUBLIC QUESTION TIME	3
7	APPLICATIONS FOR LEAVE OF ABSENCE	3
7.1	CRS LESLEY BOYD, MEL CONGERTON AND GIORGIA JOHNSON - LEAVE OF ABSENCE	3
8	PETITIONS, DEPUTATIONS AND PRESENTATIONS	3
8.1	PRESENTATION – RESULTS OF MODELLING ON FOOD ORGANICS AND GARDEN ORGANICS (FOGO) COSTS	3
9	CONFIRMATION OF MINUTES OF PREVIOUS MEETINGS	4
9.1	MINUTES OF SPECIAL MEETING OF COUNCIL HELD ON 17 OCTOBER 2019 (Ref: D2019/15697)	4
9.2	MINUTES OF SPECIAL MEETING OF COUNCIL HELD ON 4 NOVEMBER 2019 (Ref: D2019/17125)	4
10	QUESTIONS BY MEMBERS OF WHICH DUE NOTICE HAS BEEN GIVEN	4
11	QUESTIONS BY MEMBERS WITHOUT NOTICE	4
12	ANNOUNCEMENT OF CONFIDENTIAL MATTERS FOR WHICH MEETINGS MAY BE CLOSED TO THE PUBLIC	5
12.1	ITEM 15.2 OF THE WASTE ADVISORY COMMITTEE MINUTES – 21 NOVEMBER 2019 – LEASE OF THE BAYWASTE SITE	5
12.2	ITEM 14.1 OF THE CHIEF EXECUTIVE OFFICER PERFORMANCE REVIEW COMMITTEE MINUTES – 1 OCTOBER 2019 - CHIEF EXECUTIVE OFFICER PROBATIONARY REVIEW	5

TABLE OF CONTENTS continued

12.3	ITEM 14.1 OF THE CHIEF EXECUTIVE OFFICER PERFORMANCE REVIEW COMMITTEE MINUTES – 17 OCTOBER 2019 - CHIEF EXECUTIVE OFFICER PROBATIONARY REVIEW	5
12.4	CHIEF EXECUTIVE OFFICER EMPLOYMENT CONTRACT	5
13	BUSINESS NOT DEALT WITH FROM A PREVIOUS MEETING	5
14	REPORTS OF EMPLOYEES	6
14.1	EMRC CONTINUES TO BUILD VALUE FOR THE EASTERN REGION (Ref: D2019/17837)	7
14.2	LIST OF ACCOUNTS PAID DURING THE MONTHS OF SEPTEMBER AND OCTOBER 2019 (Ref: D2019/14741)	14
14.3	FINANCIAL REPORT FOR PERIOD ENDED 31 AUGUST 2019 (Ref: D2019/14740)	31
14.4	FINANCIAL REPORT FOR PERIOD ENDED 30 SEPTEMBER 2019 (Ref: D2019/15973)	46
14.5	FINANCIAL REPORT FOR PERIOD ENDED 31 OCTOBER 2019 (Ref: D2019/17567)	62
14.6	PURCHASE OF A TROMMEL FOR RED HILL WASTE MANAGEMENT FACILITY (D2019/15722)	78
14.7	EMRC ANNUAL REPORT 2018/2019 (Ref: D2019/17127)	81
14.8	PURCHASE OF EXCAVATORS, RED HILL WASTE MANAGEMENT FACILITY (D2019/17574)	176
14.9	INTERIM ARRANGEMENT TO OPERATE BAYWASTE TRANSFER STATION (Ref: D2019/17750)	181
14.10	CONTAINER DEPOSIT SCHEME (CDS) UPDATE (Ref: D2019/17833)	184
14.11	MAKING OF THE EASTERN METROPOLITAN REGIONAL COUNCIL WASTE LOCAL LAW (Ref: D2019/17329)	187

<u>Refer - PART 2 – Item 14.12</u>		
14.12	ITEMS CONTAINED IN THE INFORMATION BULLETIN (Ref: D201917159)	202

<u>Refer - PART 3 – Item 15.1 – Item 15.4</u>		
15	REPORTS OF COMMITTEES	
15.1	CHIEF EXECUTIVE OFFICER PERFORMANCE REVIEW COMMITTEE MEETING HELD 1 OCTOBER 2019	275
15.2	CHIEF EXECUTIVE OFFICER PERFORMANCE REVIEW COMMITTEE MEETING HELD 17 OCTOBER 2019	282
15.3	WASTE ADVISORY COMMITTEE MEETING HELD 21 NOVEMBER 2019	289
15.4	AUDIT COMMITTEE MEETING HELD 21 NOVEMBER 2019	332

<u>Refer - PART 4 – Item 15.5 – Item 21</u>		
15.5	CHIEF EXECUTIVE OFFICER ADVISORY COMMITTEE MEETING HELD 26 NOVEMBER 2019	449
16	REPORTS OF DELEGATES	537
17	MEMBERS' MOTIONS OF WHICH PREVIOUS NOTICE HAS BEEN GIVEN	537
17.1	NOTICE OF MOTION RECEIVED FROM CR CONGERTON	537
18	NEW BUSINESS OF AN URGENT NATURE APPROVED BY THE CHAIRMAN OR PRESIDING MEMBER OR BY DECISION OF MEETING	538
19	CONFIDENTIAL MATTERS FOR WHICH THE MEETING MAY BE CLOSED TO THE PUBLIC	539
19.1	ITEM 15.2 OF THE WASTE ADVISORY COMMITTEE MINUTES – 21 NOVEMBER 2019 – LEASE OF THE BAYWASTE SITE (Ref: D2019/17636)	540

TABLE OF CONTENTS *continued*

19.2	<i>ITEM 14.1 OF THE CHIEF EXECUTIVE OFFICER PERFORMANCE REVIEW COMMITTEE MINUTES – 1 OCTOBER 2019 - CHIEF EXECUTIVE OFFICER PROBATIONARY REVIEW (D2019/17360)</i>	540
19.3	<i>ITEM 14.1 OF THE CHIEF EXECUTIVE OFFICER PERFORMANCE REVIEW COMMITTEE MINUTES – 17 OCTOBER 2019 - CHIEF EXECUTIVE OFFICER PROBATIONARY REVIEW (D2019/17366)</i>	540
19.4	<i>CHIEF EXECUTIVE OFFICER EMPLOYMENT CONTRACT (D2019/13846)</i>	541
20	FUTURE MEETINGS OF COUNCIL	545
21	DECLARATION OF CLOSURE OF MEETING	545



1 DECLARATION OF OPENING AND ANNOUNCEMENT OF VISITORS

The Chairman opened the meeting at 6:00pm, welcomed Mr David Cocks, Manager Victoria, Tasmania, MRA Consulting Group and visitors to the meeting and acknowledged the traditional custodians of the land on which the meeting was held and paid respects to the elders past, present and future.

2 ATTENDANCE, APOLOGIES AND LEAVE OF ABSENCE (PREVIOUSLY APPROVED)

Councillor Attendance

Cr Jai Wilson (Chairman)	EMRC Member	Town of Bassendean
Cr Doug Jeans (Deputy Chairman)	EMRC Member	Shire of Mundaring
Cr Kathryn Hamilton	EMRC Member	Town of Bassendean
Cr Lorna Clarke	EMRC Member	City of Bayswater
Cr Giorgia Johnson	EMRC Member	City of Bayswater
Cr Janet Powell	EMRC Member	City of Belmont
Cr Steve Wolff	EMRC Member	City of Belmont
Cr Lesley Boyd	EMRC Member	City of Kalamunda
Cr Dylan O'Connor	EMRC Member	City of Kalamunda
Cr John Daw	EMRC Member	Shire of Mundaring
Cr Mel Congerton	EMRC Member	City of Swan
Cr Charlie Zannino	EMRC Member	City of Swan

Apologies

Cr Ian Johnson	EMRC Deputy Member	City of Swan
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EMRC Officers

Mr Marcus Geisler	Chief Executive Officer
Mr Hua Jer Liew	Director Corporate Services
Mr Steve Fitzpatrick	Director Waste Services
Mrs Wendy Harris	Director Regional Services
Mr David Ameduri	Manager Financial Services
Miss Izabella Krzysko	Manager Procurement and Governance
Ms Angela Wolstencroft	Manager Human Resources
Ms Theresa Eckstein	Executive Assistant to Chief Executive Officer
Mrs Annie Hughes-d'Aeth	Personal Assistant to Director Corporate Services (Minutes)

EMRC Observers

Mr Steve Conway	Manager Engineering and Waste Operations
Mr David Schmidt	Manager Information Technology
Mr Richard Whitehead	Communication Coordinator

Observer(s)

Cr Hilary MacWilliam	EMRC Deputy Member	Town of Bassendean
Cr Filomena Piffaretti	EMRC Deputy Member	City of Bayswater
Cr Cameron Blair	EMRC Deputy Member	City of Kalamunda
Cr Amy Collins	EMRC Deputy Member	Shire of Mundaring
Mr John Christie	Chief Executive Officer	City of Belmont
Ms Rhonda Hardy	Chief Executive Officer	City of Kalamunda
Mr Doug Pearson	Director Works and Infrastructure	City of Bayswater
Mr Brett Jackson	Director Asset Services	City of Kalamunda
Mr Shane Purdy	Director Infrastructure Services	Shire of Mundaring
Mr Brice Campbell	Recycling & Waste Coordinator	Town of Bassendean
Mr Steve Morrison	Manager Works	City of Belmont



Item 2 continued

Visitor(s)

Mr David Cocks
 Ms Melissa Mykytiuk

Manager Victoria, Tasmania

MRA Consulting Group

3 DISCLOSURE OF INTERESTS

3.1 ANGELA WOLSTENCROFT – MANAGER HUMAN RESOURCES – INTERESTS AFFECTING IMPARTIALITY

Items: 19.2, 19.3, 19.4.
 Subject: Confidential Item 19.2, 19.3, 19.4 - Chief Executive Officer (CEO) - Probationary Review
 Nature of Interest: Disclosure of Interests Affecting Impartiality, EMRC Code of Conduct 2.3.
 Due to reporting relationship to the CEO

3.2 MARCUS GEISLER – CHIEF EXECUTIVE OFFICER – INTERESTS AFFECTING IMPARTIALITY

Item: 19.1
 Subject: Confidential Report Item 19.1 – Lease of the Baywaste Site
 Nature of Interest: Disclosure of Interests Affecting Impartiality, due to his relationship to his son who is employed by the organisation identified in the Report.

3.3 MARCUS GEISLER – CHIEF EXECUTIVE OFFICER – FINANCIAL INTEREST

Items: 19.2, 19.3, 19.4.
 Subject: Confidential Items 19.2, 19.3, 19.4 - Chief Executive Officer (CEO) - Probationary Review
 Nature of Interest: Disclosure of Financial Interest, Sections 5.60B, 5.65, 5.70 and 5.71 of the *Local Government Act 1995*.
 Subject matter of the Report directly applies to the Chief Executive Officer

3.4 MARCUS GEISLER – CHIEF EXECUTIVE OFFICER – INTERESTS AFFECTING IMPARTIALITY

Item: 19.2, 19.3, 19.4.
 Subject: Confidential Item 19.2, 19.3, 19.4 - Chief Executive Officer (CEO) - Probationary Review
 Nature of Interest: Disclosure of Interests Affecting Impartiality, EMRC Code of Conduct 2.3.
 Subject matter of the Report directly applies to the Chief Executive Officer

4 ANNOUNCEMENTS BY THE CHAIRMAN OR PRESIDING MEMBER WITHOUT DISCUSSION

4.1 COMMITTEES' ELECTIONS

The Chairman announced that during November, three committee meetings were held for the first time since the local government elections. At those meetings the following members were elected as Chairman and Deputy Chairman:

- Cr Stephen Wolff of the City of Belmont and Cr Mel Congerton of the City of Swan were elected Chairman and Deputy Chairman respectively of the Waste Advisory Committee.
- Cr Mel Congerton of the City of Swan and Cr Lesley Boyd of the City of Kalamunda were elected Chairman and Deputy Chairman respectively of the Audit Committee.
- Mr Jonathan Throssell, CEO of the Shire of Mundaring and Mr Mike Foley, CEO of the City of Swan were elected Chairman and Deputy Chairman respectively of the Chief Executive Officers Advisory Committee.

The Chairman congratulated all Committee Chairmen and Deputy Chairmen on their respective appointments.



5 RESPONSE TO PREVIOUS PUBLIC QUESTIONS TAKEN ON NOTICE

Nil

6 PUBLIC QUESTION TIME

Nil

7 APPLICATIONS FOR LEAVE OF ABSENCE

7.1 CRS LESLEY BOYD, MEL CONGERTON AND GIORGIA JOHNSON - LEAVE OF ABSENCE

COUNCIL RESOLUTION(S)

MOVED CR JEANS

SECONDED CR HAMILTON

THAT COUNCIL APPROVE APPLICATIONS FOR LEAVE OF ABSENCE FOR CR BOYD FROM 25 DECEMBER 2019 TO 15 JANUARY 2020 INCLUSIVE, CR CONGERTON FROM 15 FEBRUARY 2020 TO 29 FEBRUARY 2020 INCLUSIVE, AND CR JOHNSON FROM 16 DECEMBER 2019 TO 24 DECEMBER 2019 INCLUSIVE.

CARRIED UNANIMOUSLY

8 PETITIONS, DEPUTATIONS AND PRESENTATIONS

8.1 PRESENTATION – RESULTS OF MODELLING ON FOOD ORGANICS AND GARDEN ORGANICS (FOGO) COSTS

A presentation was provided by Mr Cocks, Manager Victoria, Tasmania from MRA Consulting Group on the results of modelling on FOGO costs.

Mr Cocks departed the meeting at 6:37pm.



9 CONFIRMATION OF MINUTES OF PREVIOUS MEETINGS

9.1 MINUTES OF SPECIAL MEETING OF COUNCIL HELD ON 17 OCTOBER 2019

That the minutes of the Special Meeting of Council held on 17 October 2019 which have been distributed, be confirmed.

COUNCIL RESOLUTION

MOVED CR JOHNSON SECONDED CR JEANS

THAT THE MINUTES OF THE SPECIAL MEETING OF COUNCIL HELD ON 17 OCTOBER 2019 WHICH HAVE BEEN DISTRIBUTED, BE CONFIRMED.

CARRIED UNANIMOUSLY

9.2 MINUTES OF SPECIAL MEETING OF COUNCIL HELD ON 4 NOVEMBER 2019

That the minutes of the Special Meeting of Council held on 4 November 2019 which have been distributed, be confirmed.

COUNCIL RESOLUTION

MOVED CR WOLFF SECONDED CR JOHNSON

THAT THE MINUTES OF THE SPECIAL MEETING OF COUNCIL HELD ON 4 NOVEMBER 2019 WHICH HAVE BEEN DISTRIBUTED, BE CONFIRMED.

CARRIED UNANIMOUSLY

10 QUESTIONS BY MEMBERS OF WHICH DUE NOTICE HAS BEEN GIVEN

Responses to questions by Cr Wolff and Cr O'Connor were tabled at the meeting and further clarification questions were responded to.

11 QUESTIONS BY MEMBERS WITHOUT NOTICE

Nil



12 ANNOUNCEMENT OF CONFIDENTIAL MATTERS FOR WHICH MEETINGS MAY BE CLOSED TO THE PUBLIC

NOTE: Section 5.23(2) of the *Local Government Act 1995*, details a number of matters upon which Council may discuss and make decisions without members of the public being present. These matters include: matters affecting employees; personal affairs of any person; contractual matters; legal advice; commercial-in-confidence matters; security matters; among others.

The following report items are covered in Section 19 of this agenda:

- 12.1 ITEM 15.2 OF THE WASTE ADVISORY COMMITTEE MINUTES – 21 NOVEMBER 2019
- LEASE OF THE BAYWASTE SITE
- 12.2 ITEM 14.1 OF THE CHIEF EXECUTIVE OFFICER PERFORMANCE REVIEW
COMMITTEE MINUTES – 1 OCTOBER 2019 - CHIEF EXECUTIVE OFFICER
PROBATIONARY REVIEW
- 12.3 ITEM 14.1 OF THE CHIEF EXECUTIVE OFFICER PERFORMANCE REVIEW
COMMITTEE MINUTES – 17 OCTOBER 2019 - CHIEF EXECUTIVE OFFICER
PROBATIONARY REVIEW
- 12.4 CHIEF EXECUTIVE OFFICER EMPLOYMENT CONTRACT

13 BUSINESS NOT DEALT WITH FROM A PREVIOUS MEETING

Nil



14 REPORTS OF EMPLOYEES

- Item 14.1 EMRC CONTINUES TO BUILD VALUE FOR THE EASTERN REGION
- Item 14.2 LIST OF ACCOUNTS PAID DURING THE MONTHS OF SEPTEMBER AND OCTOBER 2019
- Item 14.3 FINANCIAL REPORT FOR PERIOD ENDED 31 AUGUST 2019
- Item 14.4 FINANCIAL REPORT FOR PERIOD ENDED 30 SEPTEMBER 2019
- Item 14.5 FINANCIAL REPORT FOR PERIOD ENDED 31 OCTOBER 2019
- Item 14.6 PURCHASE OF A TROMMEL FOR RED HILL WASTE MANAGEMENT FACILITY
- Item 14.7 EMRC ANNUAL REPORT 2018/2019
- Item 14.8 PURCHASE OF EXCAVATORS, RED HILL WASTE MANAGEMENT FACILITY
- Item 14.9 INTERIM ARRANGEMENT TO OPERATE BAYWASTE TRANSFER STATION
- Item 14.10 CONTAINER DEPOSIT SCHEME (CDS) UPDATE
- Item 14.11 MAKING OF THE EASTERN METROPOLITAN REGIONAL COUNCIL WASTE LOCAL LAW
- Item 14.12 ITEMS CONTAINED IN THE INFORMATION BULLETIN

QUESTIONS

The Chairman invited questions from members on the reports of employees.

Cr O'Connor requested more information on commercial discounts provided to major customers and Local Governments in regards to the fees and charges for Red Hill Waste Management Facility.

The CEO advised he would organise a briefing and provide the information requested.

On Item 14.2 Cr O'Connor queried the purchase of vehicles, namely a wheel loader and asked why they were not purchased during the financial year 2018/2019 and why the amount was not carried forward in the FY2019/2020 budget.

The Director Corporate Services clarified that these were plant, and not vehicles. He advised that these purchases were budgeted for and that delivery was envisaged prior to 30 June 2019. Consequently, the provisions for these items were not carried forward into the current FY2019/2020. As the plant was received in 2019/2020, a budget adjustment will be made as part of the half year budget review in March 2020.

RECOMMENDATION(S)

That with the exception of items, which are to be withdrawn and dealt with separately, Council adopts the recommendations in the Reports of Employees (Section 14).

COUNCIL RESOLUTION(S)

MOVED CR DAW

SECONDED CR HAMILTON

THAT WITH THE EXCEPTION OF ITEMS 14.1 and 14.7 WHICH ARE TO BE WITHDRAWN AND DEALT WITH SEPARATELY, COUNCIL ADOPTS THE RECOMMENDATIONS IN THE REPORTS OF EMPLOYEES (SECTION 14).

CARRIED UNANIMOUSLY



14.1 EMRC CONTINUES TO BUILD VALUE FOR THE EASTERN REGION

REFERENCE: D2019/17837

PURPOSE OF REPORT

The purpose of this report is to reaffirm the strategic direction of the EMRC and the opportunities to continue to build value for member Councils.

KEY POINTS AND RECOMMENDATION(S)

- The EMRC commenced operations in 1981 with five of the current six member Councils (the City of Kalamunda joined in August 1995)
- The EMRC is embarking on a number of new initiatives that will help form the strategic direction of the regional council.
- The EMRC has identified opportunities for member Councils;
- The EMRC is seeking Member Councils to reaffirm their commitment to strategic projects and key timelines in order for the EMRC progress with Council's agreed strategic direction.

Recommendation(s)

That Council:

1. Notes the information contained within the report;
2. Notes the EMRC CEO has written to all member Councils and offered a full briefing and Question and Answer (Q&A) session for all member Council Councillors.
3. Requests the EMRC Chairman and the Chief Executive Officer correspond with all member Councils and their respective Councillors seeking a reaffirmation of their commitment to the EMRC.
4. Requests the CEO investigate the process of redistributing the Secondary Waste Reserve in the event that the projected capital outlay is reduced and any surplus funds be redistributed from the Secondary Waste Reserve following the completion of the permanent FOGO processing facility.
5. By absolute majority, in accordance with s.6.16(3)(b) of the *Local Government Act 1995*, amend the Secondary Waste Charge rate to \$0/tonne on each tonne of member Council waste from 1 January 2020.

SOURCE OF REPORT

Chief Executive Officer



Item 14.1 continued

BACKGROUND

The EMRC commenced operations in 1981 and since that time has expanded to provide a broad range of services across the region including waste management and education, resource recovery, environmental management and regional development.

The EMRC is an incorporated body established under the Western Australian *Local Government Act 1995* and its operations are governed by its Council under an Establishment Agreement. In brief, the Establishment Agreement states that EMRC will:

- Work collaboratively with member Councils to facilitate local government to enhance its service delivery to the community;
- Be efficient and effective in delivering quality services and facilities;
- Maintain a framework which allows the members to promote and market the role of local government;
- Implement a strategic plan that is regularly reviewed; and
- Avoid providing any service or facility that adversely impacts on the services or facilities of any member Council.

The EMRC's Establishment Agreement provides for it to undertake a range of projects and services and provides a means for member councils to share resources and facilities. The cooperative, political and executive framework of the EMRC enables the member Councils individually and collectively to promote and advocate on issues for the benefit of local government and to better serve their communities.

The EMRC has been a model of successful collaboration and cooperation for the past 38 years and has initiated and led projects for its member Councils that deliver real benefits to the region in the areas of waste management and resource recovery, environmental sustainability and regional economic development. This has been made possible through having economies of scale for key projects and by working with in excess of 366,000 residents and ratepayers in Perth's Eastern Region

These services enable member Councils to enhance outcomes for their own communities and for Perth's Eastern Region as a whole and examples of this include the diligent banking of reserve funds for future divestment back into major projects or distributed back to member Councils by way of a dividend.

Another successful regional advocacy initiative is the significant amount of infrastructure funding that has come into the region as a direct result of the EMRCs successful and robust advocacy efforts for the benefit of all member Council.

REPORT

Since its inception the EMRC has built, apart from a best practice range of operations and management capability, an impressive financial reserve for its members.

The net equity position at 30 June 2019 of \$195.5 million is a result of additional reserves for future operations through the Secondary Waste Reserve (\$57.99 million) from through rates (\$49.2M) and interest (<\$10M) and surpluses from commercial operations.

The EMRC is embarking on a number of key strategic projects for the Region that require the continuing cooperation and commitment by all of our member Councils. The EMRC is delivering on Council's commitment to align itself with the WA State Waste Strategy, which is an exciting time for EMRC member Councils. This is made possible by the healthy balance of the Secondary Waste Reserve, currently \$57million, set aside for these future alternative waste management initiatives.



Item 14.1 continued

The table below sets out the EMRC's current financial planning for the Secondary Waste Reserve:

Item	When	Cost	Comments
Container Deposit Scheme (CDS)	2020	\$2m	Subject to Business Plan and WARRRL requirements
Community Drop Off Centre and Repair Cafe	2020	\$2m	
Food Organics/Garden Organics (FOGO) Bin -funding and delivery	2020-2022	\$7.5m	146,000 bins x \$50 (including Bayswater and Bassendean)
FOGO caddie – funding and delivery	2020-2022	\$1.5m	
Caddy liners and public space dog poo bags	2020-2022	\$6.5m	
Bin Education materials and advertising campaigns	2020-2030	\$2m	10 year program
6 Waste Education Officers	2020-2030	\$6m	10 year program
Interim FOGO facility	2020	\$0.6m	Initial 2 years
Large scale FOGO facility Once operational this may reduce the gate fee by around \$20 per tonne	2021+	\$40m	Estimated capital outlay – subject to tender process and procurement to obtain best value for money and best contracting model.

The EMRC is continuing to progress all initiatives identified as part of the current and future strategic direction of the EMRC and is positive about the future of the EMRC and the Region's alignment with the WA State Waste Strategy. This is in line with the EMRC Council resolution to align with the State Waste Strategy and member Councils' unanimous endorsement of the FOGO Recovery Strategy.



Item 14.1 continued

The regional benefits and opportunities that will flow on to member Councils include the following:

1. Removal of the \$38/tonne allocation to the Secondary Waste Reserve which equates to significant cost savings for member Councils residents and ratepayers;

Member Council	Annual Contribution to Secondary Waste Reserve
<i>Bassendean</i>	\$ 205,200
<i>Bayswater</i>	\$ 709,232
<i>Belmont</i>	\$ 497,572
<i>Kalamunda</i>	\$ 912,000
<i>Mundaring</i>	\$ 532,000
<i>Swan</i>	\$ 1,900,000
Total	\$ 4,756,004

2. FOGO facility – interim and permanent;
3. Finalise the Resource Recovery Facility project;
4. Regional approach to bin purchasing – resulting in economies of scale and significant savings for Councils;
5. Regional approach to FOGO education for all member Councils – resulting in economies of scale and consistency in messaging; and
6. Redistribution of surplus Reserve funds back to member Councils by way of a dividend.

The above will also support member Councils as they review their own investment decisions which could include savings back to their communities by way of reducing the gate fee by \$38/tonne (with removal of Secondary Waste Reserve contributions) and the opportunity for a dividend back to member Councils should the \$40m investment of a large scale FOGO facility not be required.

The Secondary Waste Reserve was established to accumulate and to make provision for secondary waste treatment technology in the future. Since its introduction in 1999, \$49.20m has been contributed into this Secondary Waste Reserve by member Councils. As at 30 June 2019, the balance in the Secondary Waste Reserve is \$57.99m.

Should Council approve the recommendation, this would reduce the gate fee for landfill from \$181.50/tonne ex GST to \$143.50/tonne ex GST inclusive of the \$70/tonne waste levy.

In terms of 'timing', there are a number of unknowns that are yet to be determined in regards to the future direction of major regional projects:

- Resource recovery Facility project to reach financial close – this is subject to participants agreeing on the final conditions of the Financier Side Deed (FSD).
- FOGO permanent facility expected to be completed by early 2022.
- Strategic review of the entire EMRC operations and the key findings and recommendations on the future direction of the EMRC – likely to be concluded late 2020 or early 2021.

STRATEGIC/POLICY IMPLICATIONS

Key Result Area 3 – Good Governance

- 3.1 To provide advice and advocacy on issues affecting Perth's Eastern Region
- 3.3 To provide responsible and accountable governance and management of the EMRC
- 3.4 To continue to improve financial and asset management practices



Item 14.1 continued


FINANCIAL IMPLICATIONS

The reduction of \$38/tonne will reduce around \$4.7m of Secondary Waste Charge paid by member Councils through the household bins.

SUSTAINABILITY IMPLICATIONS

The EMRC successfully operates under a model of sustainability on behalf of all member Councils

MEMBER COUNCIL IMPLICATIONS

Member Council	Implication Details
Town of Bassendean	 Benefits and opportunities will continue to accrue for member Councils as key projects come to fruition.
City of Bayswater	
City of Belmont	
City of Kalamunda	
Shire of Mundaring	
City of Swan	

VOTING REQUIREMENT

Absolute Majority

RECOMMENDATION(S)

That Council:

1. Notes the information contained within the report;
2. Notes the EMRC CEO has written to all member Councils and offered a full briefing and Question and Answer (Q&A) session for all member Council Councillors.
3. Requests the EMRC Chairman and the Chief Executive Officer correspond with all member Councils and their respective Councillors seeking a reaffirmation of their commitment to the EMRC.
4. Requests the CEO investigate the process of redistributing the Secondary Waste Reserve in the event that the projected capital outlay is reduced and any surplus funds be redistributed from the Secondary Waste Reserve following the completion of the permanent FOGO processing facility.
5. By absolute majority, in accordance with s.6.16(3)(b) of the *Local Government Act 1995*, amend the Secondary Waste Charge rate to \$0/tonne on each tonne of member Council waste from 1 January 2020.



Item 14.1 continued

The Chairman announced that there were two (2) alternate recommendation(s) for this item.

In accordance with clause 9.1 of the *EMRC Standing Orders Local Law 2013*, an alternate recommendation was received from Cr Doug Jeans in reference to the Report Item 14.1 which is before Council for adoption:

i. Cr Jeans - Proposed Alternate Recommendation(s):

In accordance with clause 9.1 of the *EMRC Standing Orders Local Law 2013*, an alternate recommendation was received from Cr Doug Jeans in reference to the Report Item 14.1 which is before Council for adoption:

That Council:

1. Notes the information contained within the report.
2. Notes the CEO has written to all member Councils and offered a full briefing and Question and Answer (Q&A) session for all member Councils.
3. Requests the CEO prepare a proposal, for consideration by Council, of mechanisms whereby projects relating to FOGO, Container Deposit Schemes or other waste initiatives are initiated through formalised project proposals or business cases setting out:
 - a. the core issues of each proposal,
 - b. risks,
 - c. underpinning revenue and expenses,
 - d. funding stream, and
 - e. SWOT analysis
 which, in turn, are brought to Council for approval to proceed beyond the project feasibility stage. These mechanisms are to take into account input from and consultation with member Councils.
4. Requests the CEO prepare a report which reviews the Secondary Waste Reserve funding level requirements in light of item 3 above with recommendations in relation to the secondary waste charge amounts and likely gate fee charges in relation to landfill, FOGO and Waste to Energy for the next ten years and to be presented to Council at a future meeting of Council. *Item 14.1 continued*

Rationale provided by Cr Jeans.

Until the Strategic Review is completed and the identification of the projects where funds are required to be funded from the Secondary Waste Reserve, it is premature for a discussion of ceasing the Secondary Waste Charge from 1 January 2020. It remains uncertain whether sufficient funds are allowed for with all the various alternative waste treatments that will divert waste from landfill to achieve the targets of the WA State Waste Strategy.

All the Councils have established their 2019/2020 budgets having regarded the Secondary Waste Charge. These charges are paid into the Secondary Waste Reserve and they represent an increase in the investment by member Councils in the EMRC. At an appropriate time, when it has been clearly identified that sufficient funds are available for those future projects, then it will be prudent to make the decision about the Secondary Waste Charge as well as the possibility of a distribution.

Officer Comments

EMRC Officers are supportive of the alternate recommendations and in light of recent events, it is prudent to delay the decision about the Secondary Waste Charge and Reserve until greater clarity is available following Council's consideration of the various projects as well as the future waste processing alternatives.



Item 14.1 continued

ii. Cr Congerton - Proposed Alternate Recommendation(s):

In accordance with clause 9.1 of the *EMRC Standing Orders Local Law 2013*, an alternate recommendation was received from Cr Doug Jeans in reference to the Report Item 14.1 which is before Council for adoption:

That Council defer item 14.1 to allow for a briefing a session to members of the EMRC Council at the earliest opportunity in January 2020.

Rationale provided by Cr Congerton.

New members are not fully across the content of the items presented in the report. A briefing session will allow for members to become fully aware of the matters contained in the report.

Officer Comments

EMRC Officers are understanding of the request for further information to assist with Council's decision making and are supportive should Council agree to Cr Congerton's alternate recommendation.

The Chairman proposed to deal with the alternate recommendations in the order of receipt as is the usual practice at the EMRC, with Cr Jeans alternate recommendation dealt with prior to Cr Congertons.

Cr Jeans advised the Chairman he was agreeable for Cr Congerton's alternate recommendation to be discussed first.

The Chairman asked members if there were any questions regarding Cr Congerton's alternate recommendation.

As there were no questions Cr Congerton then spoke to his alternate recommendation.

Cr Zannino seconded the alternate recommendation.

COUNCIL RESOLUTION(S)

MOVED CR CONGERTON

SECONDED CR ZANNINO

THAT COUNCIL DEFER ITEM 14.1 TO ALLOW FOR A BRIEFING SESSION TO MEMBERS OF THE EMRC COUNCIL AT THE EARLIEST OPPORTUNITY IN JANUARY 2020.

CARRIED UNANIMOUSLY



14.2 LIST OF ACCOUNTS PAID DURING THE MONTHS OF SEPTEMBER AND OCTOBER 2019

REFERENCE: D2019/14741

PURPOSE OF REPORT

The purpose of this report is to present to Council a list of accounts paid under the Chief Executive Officer's delegated authority during the months of September and October 2019 noting.

KEY POINTS AND RECOMMENDATION(S)

- As per the requirements of regulation 13(1) of the *Local Government (Financial Management) Regulations 1996*, the list of accounts paid during the months of September and October 2019 is provided for noting.

Recommendation(s)

That Council notes the CEO's list of accounts for September and October 2019 paid under delegated power in accordance with regulation 13(1) of the *Local Government (Financial Management) Regulations 1996*, forming the attachment to this report totalling \$24,472,820.32.

SOURCE OF REPORT

Director Corporate Services

BACKGROUND

Council has delegated to the Chief Executive Officer (CEO) the exercise of its power to make payments from the Municipal Fund and Trust Fund. In accordance with regulation 13(1) of the *Local Government (Financial Management) Regulations 1996*, a list of accounts paid by the CEO is to be provided to Council, where such delegation is made.



Item 14.2 continued

REPORT

The table below summarises the payments drawn on the funds during the months of September and October 2019. A list detailing the payments made is appended as an attachment to this report.

Municipal Fund	EFT Payments	EFT42458 – EFT42899	
	Cheque Payments	220451– 220464	
	Payroll EFT	PAY 2020-5, PAY 2020-6, PAY 2020-7, PAY 2020-8 & PAY 2020-9	
	Direct Debits		
	- Superannuation	DD19054.1 – DD19051.24 & DD19055.1 – DD19055.24	
	- Bank Charges	1*SEP19 & 1*OCT19	
	- Other	1583 – 1616	\$24,472,820.32
	Less		
	Cancelled EFT & Cheques		Nil
Trust Fund	Not Applicable		Nil
Total			\$24,472,820.32

Summary of Expenditure for the Months of September and October 2019	
Payroll	\$1,153,017.50
Term Deposit Investment	\$15,500,000.00
Capital Expenditure	\$1,692,151.09
Operating Expenditure	
- Landfill Levy *	\$3,684,188.93
- Other	\$2,443,462.80
Total	\$24,472,820.32

* Note: The Landfill Levy is paid quarterly in July, October, January and April.



Item 14.2 continued

STRATEGIC/POLICY IMPLICATIONS

Key Result Area 3 – Good Governance

3.3 To provide responsible and accountable governance and management of the EMRC

3.4 To continue to improve financial and asset management practices


FINANCIAL IMPLICATIONS

As contained within the report.

SUSTAINABILITY IMPLICATIONS

Nil

MEMBER COUNCIL IMPLICATIONS

Member Council	Implication Details
Town of Bassendean	 Nil
City of Bayswater	
City of Belmont	
City of Kalamunda	
Shire of Mundaring	
City of Swan	

ATTACHMENT(S)

CEO's Delegated Payments List for the months of September and October 2019 (Ref: D2019/17392)

VOTING REQUIREMENT

Simple Majority

RECOMMENDATION(S)

That Council notes the CEO's list of accounts for September and October 2019 paid under delegated power in accordance with regulation 13(1) of the *Local Government (Financial Management) Regulations 1996*, forming the attachment to this report totalling \$24,472,820.32.

COUNCIL RESOLUTION(S)

MOVED CR DAW

SECONDED CR HAMILTON

THAT COUNCIL NOTES THE CEO'S LIST OF ACCOUNTS FOR SEPTEMBER AND OCTOBER 2019 PAID UNDER DELEGATED POWER IN ACCORDANCE WITH REGULATION 13(1) OF THE *LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996*, FORMING THE ATTACHMENT TO THIS REPORT TOTALLING \$24,472,820.32.

CARRIED UNANIMOUSLY



Eastern Metropolitan Regional Council

**CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019**

Cheque / EFT No	Date	Payee		Amount
EFT42458	02/09/2019	ACCESS INDUSTRIAL TYRES PTY LTD	TYRE REPAIRS	577.50
EFT42459	02/09/2019	ADVANCED NATIONAL SERVICES PTY LTD	CLEANING SERVICES & CONSUMABLES - ASCOT PLACE	2,682.78
EFT42460	02/09/2019	AIR FILTER DRY CLEAN SYSTEMS WA	PLANT PARTS MAINTENANCE & SERVICE	797.73
EFT42461	02/09/2019	AIRWELL GROUP PTY LTD	QUARTERLY PLANT SERVICE & MAINTENANCE	1,889.54
EFT42462	02/09/2019	ALLIGHTSYKES PTY LTD	QUARTERLY PLANT SERVICE & MAINTENANCE	412.50
EFT42463	02/09/2019	ALLWEST PLANT HIRE	PLANT HIRE	12,018.51
EFT42464	02/09/2019	ANALYTICAL REFERENCE LABORATORY (ARL)	STOCKPILE SAMPLE TESTING - HMAS STIRLING & WOODCHIP SAMPLINGS	19,401.80
EFT42465	02/09/2019	APOLLO FABRICATIONS	HOOK-LIFT BIN PURCHASE	9,988.00
EFT42466	02/09/2019	ARMAGUARD (LINFOX ARMAGUARD PTY LTD)	COURIER SERVICE	345.99
EFT42467	02/09/2019	AUST-WEIGH	REPAIRS TO WEIGHBRIDGE	279.40
EFT42468	02/09/2019	AUTOSWEEP WA (LAMBERT FAMILY TRUST)	SITE SWEEPING - HAZELMERE	2,772.00
EFT42469	02/09/2019	AZILITY	STAFF TRAINING	1,760.00
EFT42470	02/09/2019	BARFIELD EARTHMOVING (JAYCOURT NOMINEES P/L)	REPLACE RAMP FOR WHEELWASH, PLANT & EQUIPMENT HIRE & PRODUCT TRANSPORTATION	12,537.21
EFT42471	02/09/2019	BATTERY WORLD	BATTERY PURCHASES	140.00
EFT42472	02/09/2019	BELMONT - REDCLIFFE NEWSROUND	NEWSPAPERS	57.10
EFT42473	02/09/2019	BELMONT TYREPOWER (RICHARDS TYRES)	TYRE REPLACEMENT	487.00
EFT42474	02/09/2019	BIN BATH AUSTRALIA PTY LTD	BIN CLEANING	124.08
EFT42475	02/09/2019	BOBCAT ATTACH	PLANT REPAIR	880.00
EFT42476	02/09/2019	BRIGHTMARK GROUP PTY LTD	CLEANING SERVICES & CONSUMABLES	2,797.64
EFT42477	02/09/2019	BRING COURIERS	COURIER SERVICE	61.23
EFT42478	02/09/2019	BUDGET ELECTRICS	BUILDING REPAIRS & MAINTENANCE	404.20
EFT42479	02/09/2019	BULLIVANTS PTY LTD	PLANT PARTS	480.81
EFT42480	02/09/2019	BUNNINGS GROUP LTD	HARDWARE SUPPLIES	605.77
EFT42481	02/09/2019	BURSON AUTOMOTIVE PTY LTD	HARDWARE SUPPLIES	502.06
EFT42482	02/09/2019	BURSWOOD TROPHIES	DOOR TITLES	72.60
EFT42483	02/09/2019	CAPITAL TRANSPORT SERVICES (WA) PTY LTD	COURIER SERVICE	169.37
EFT42484	02/09/2019	CAREERSPOT PTY LTD	STAFF RECRUITMENT	198.00
EFT42485	02/09/2019	CARPENTRY, HOUSE AND YARD MAINTENANCE	RED HILL EDUCATION CENTRE - MAINTENANCE	88.00
EFT42486	02/09/2019	CBC AUSTRALIA PTY LTD (WA DIVISION)	PARTS FOR GRINDER	338.00
EFT42487	02/09/2019	CHEMCENTRE	WOODCHIP & SLUDGE / SOIL - SAMPLINGS	3,922.60
EFT42488	02/09/2019	CHRIS KERSHAW PHOTOGRAPHY	PHOTOGRAPHY	225.00
EFT42489	02/09/2019	CJD EQUIPMENT PTY LTD	PLANT MAINTENANCE, PARTS & SERVICE	5,698.92
EFT42490	02/09/2019	COMMAND-A-COM AUSTRALIA PTY LTD	ADVICE ON PHONE SYSTEM	242.00
EFT42491	02/09/2019	COMPELLING ECONOMICS PTY LTD (REMPAN)	REMPAN ANNUAL SUBSCRIPTION RENEWAL	24,970.00
EFT42492	02/09/2019	COMPU-STOR	IT BACKUP DATA SERVICES	787.45
EFT42493	02/09/2019	CPR ELECTRICAL SERVICES	CONNECT WB POWER SUPPLY - HRRP	928.40
EFT42494	02/09/2019	CROSSLAND & HARDY PTY LTD	SURVEYING COSTS - HAZELMERE STOCKPILE & RED HILL ASBESTOS & LEACHATE POND	4,064.50
EFT42495	02/09/2019	CSE CROSSCOM PTY LTD	BATTERY PURCHASES	737.00
EFT42496	02/09/2019	DARLING EARTH MOVERS PTY LTD	EQUIPMENT HIRE	478.50
EFT42497	02/09/2019	DENSFORD CIVIL PTY LTD	CONTRACT PAYMENT & RELEASE OF RETENTION FUNDS - HRRP	201,174.49
EFT42498	02/09/2019	DIVERSECO PTY LTD	CONTRACT PAYMENT - HAZELMERE WEIGHBRIDGE UPGRADE	39,419.32
EFT42499	02/09/2019	DMB FLUID TECHNOLOGIES PTY LTD	PUMP RELIEF VALVE MODIFICATIONS	5,313.14



Eastern Metropolitan Regional Council
CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019

Cheque / EFT No	Date	Payee		Amount
EFT42500	02/09/2019	DVG AUTOMOTIVE GROUP (BUICK HOLDINGS PTY LTD)	VEHICLE PURCHASE	34,986.83
EFT42501	02/09/2019	ECO ENVIRONMENTAL (BENFOSTER PTY LTD)	GROUNDWATER MONITORING - EQUIPMENT MAINTENANCE	542.30
EFT42502	02/09/2019	ELAN ENERGY MATRIX	TYRE DISPOSAL COSTS	565.60
EFT42503	02/09/2019	ELEMENT HYDROGRAPHIC SOLUTIONS	EQUIPMENT MAINTENANCE & SERVICE	1,124.20
EFT42504	02/09/2019	ELLENBROOK BUS SERVICE	BUS HIRE	429.00
EFT42505	02/09/2019	EMAIL MEDIA (NRM JOBS)	STAFF RECRUITMENT	165.00
EFT42506	02/09/2019	ENVIRONMENTAL JOBS NETWORK	STAFF RECRUITMENT	121.00
EFT42507	02/09/2019	FLASHBAY PTY LTD	MARKETING MATERIALS	1,651.65
EFT42508	02/09/2019	FLEXI STAFF PTY LTD	LABOUR HIRE	958.27
EFT42509	02/09/2019	FOSTER PLUMBING AND GAS	INSTALL ED ATU UNIT AND POWER CONDUIT IN HAZELMERE & PLUMBING WORK FOR HAZELMERE OLD LUNCH ROOM	5,885.00
EFT42510	02/09/2019	FRESH BOOST PTY LTD ATF BANDITS TRUST	STAFF AMENITIES	1,410.68
EFT42511	02/09/2019	GREEN PROMOTIONS PTY LTD	NAME BADGES	115.34
EFT42512	02/09/2019	HAMMEL INTERNATIONAL (COYLE SALES SERVICES) CSS	BATTERY PURCHASE	407.32
EFT42513	02/09/2019	HEATLEY SALES PTY LTD	PROTECTIVE EQUIPMENT	584.02
EFT42514	02/09/2019	HECS FIRE	FIRE FIGHTING EQUIPMENT INSPECTION	286.00
EFT42515	02/09/2019	HIND'S TRANSPORT SERVICES	PRODUCT TRANSPORTATION COSTS	146.34
EFT42516	02/09/2019	HITACHI CONSTRUCTION MACHINERY (AUSTRALIA) PTY LTD	PLANT SERVICE & MAINTENANCE & REPAIR	733.43
EFT42517	02/09/2019	HOSERIGHT	PLANT REPAIR	516.37
EFT42518	02/09/2019	ILLION AUSTRALIA PTY LTD (DUN & BRADSTREET)	ONLINE CREDIT REFERENCE CHECKS	39.60
EFT42519	02/09/2019	IPING PTY LTD	INTERNET SERVICE	1,128.80
EFT42520	02/09/2019	IT VISION USER GROUP (INC)	ANNUAL SUBSCRIPTION - IT VISION USER GROUP	748.00
EFT42521	02/09/2019	JBS&G AUSTRALIA P/L T/A STRATEGEN JBS&G	CONSULTING FEE - WWtE	9,985.80
EFT42522	02/09/2019	JCB CONSTRUCTION EQUIPMENT AUSTRALIA (CFC HOLDINGS- CEA; JCB CEA; DYNAPAC CEA)	PLANT SERVICE & MAINTENANCE	393.01
EFT42523	02/09/2019	JJ RICHARDS & SONS P/L	PRODUCT TRANSPORTATION COST	2,842.50
EFT42524	02/09/2019	JRM RESOURCES	PLANT REPAIR	654.50
EFT42525	02/09/2019	KENNARDS HIRE	PLANT HIRE	1,257.20
EFT42526	02/09/2019	KLB SYSTEMS	SOFRWARE LICENCE ANNUAL RENEWAL	4,950.00
EFT42527	02/09/2019	KOTT GUNNING LAWYERS	LEGAL ADVICE & CONTRACT FINALISATION & ANNUAL AUDIT CONFIRMATION FEE	19,880.44
EFT42528	02/09/2019	LABOURFORCE IMPEX PERSONNEL P/L	LABOUR HIRE	6,919.79
EFT42529	02/09/2019	LANDFILL GAS & POWER PTY LTD	ELECTRICITY CHARGES	23,468.81
EFT42530	02/09/2019	LIEBHERR AUSTRALIA PTY LTD	PLANT SERVICE & MAINTENANCE	2,291.30
EFT42531	02/09/2019	LIFTRITE HIRE & SALES	PLANT REPAIR	539.00
EFT42532	02/09/2019	LO-GO APPOINTMENTS	LABOUR HIRE	10,004.56
EFT42533	02/09/2019	MAIL PLUS PERTH	MAIL EXPENSES	369.60
EFT42534	02/09/2019	MAJOR SECURITY SERVICES PTY LTD	SECURITY MONITORING	4,505.70
EFT42535	02/09/2019	MARKET CREATIONS PTY LTD	IT CONSULTING	4,694.25
EFT42536	02/09/2019	MARKETFORCE	MARKETING MATERIALS - AVON DESCENT	269.50
EFT42537	02/09/2019	MCINTOSH & SON	PLANT SERVICE & MAINTENANCE	1,136.94
EFT42538	02/09/2019	METRO MOTORS (2010) PTY LTD	VEHICLE PURCHASE	21,701.70
EFT42539	02/09/2019	MIDALIA STEEL (ONESTEEL)	PLANT PARTS	592.36
EFT42540	02/09/2019	MIDLAND STEEL FABRICATION	PLANT PARTS - GRINDER	3,355.00
EFT42541	02/09/2019	MIDLAND TOYOTA	PLANT PARTS	27.32



Eastern Metropolitan Regional Council
CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019

Cheque / EFT No	Date	Payee		Amount
EFT42542	02/09/2019	MIDWAY FORD (WA)	VEHICLE SERVICES	1,482.24
EFT42543	02/09/2019	MOBILE MOUSE	STAFF TRAINING	280.00
EFT42544	02/09/2019	MONADELPHOUS ENGINEERING ASSOCIATES PTY LTD	CONSULTING FEE - WWiE SUPERINTENDENT SERVICES	45,223.75
EFT42545	02/09/2019	MS GROUNDWATER MANAGEMENT	GROUNDWATER MONITORING COSTS - UNBLOCK BORES	1,650.00
EFT42546	02/09/2019	MUNDARING TYRE CENTRE	TYRE REPAIR & REPLACEMENT	599.00
EFT42547	02/09/2019	MY SAFETY SUPPLY (STARWISE INVESTMENTS PTY LTD)	SAFETY EQUIPMENT	311.08
EFT42548	02/09/2019	NEVERFAIL SPRINGWATER	BOTTLED WATER	347.15
EFT42549	02/09/2019	NK ASPHALTS PTY LTD	SUPPLY OF ASPHALTS TO HRRP	8,349.00
EFT42550	02/09/2019	NORTH CITY HOLDEN	VEHICLE PURCHASE	40,931.10
EFT42551	02/09/2019	OFFICEWORKS	OFFICE SUPPLIES	905.44
EFT42552	02/09/2019	ONSITE RENTALS PTY LTD	EQUIPMENT RENTAL	433.53
EFT42553	02/09/2019	OTICON AUSTRALIA P/L T/A AUDIKA	AUDIOLOGICAL ASSESSMENT FOR STAFF	180.40
EFT42554	02/09/2019	PETRO MIN ENGINEERS	CONSULTING FEE - WWiE	792.00
EFT42555	02/09/2019	PIRTEK MIDLAND (M & B HYDRAULICS PTY LTD)	HYDRAULIC HOSE SUPPLIES & REPAIRS	2,571.44
EFT42556	02/09/2019	PROTECTOR FIRE SERVICES	FIRE FIGHTING EQUIPMENT MAINTENANCE	429.00
EFT42557	02/09/2019	PRUDENTIAL INVESTMENT SERVICES CORP P/L	INVESTMENT ADVISORY SERVICES	1,959.65
EFT42558	02/09/2019	PUMPS UNITED PTY LTD	PUMP HIRE	2,728.00
EFT42559	02/09/2019	REECE AUSTRALIA PTY LTD	PLUMBING SUPPLIES	3,966.46
EFT42560	02/09/2019	REFRESH WATERS PTY LTD	BOTTLED WATER	98.50
EFT42561	02/09/2019	RELATIONSHIPS AUSTRALIA WA INC	EAP - COUNSELLING FEES	165.00
EFT42562	02/09/2019	REMA TIP TOP AUSTRALIA PTY LTD	HARDWARE SUPPLIES	149.95
EFT42563	02/09/2019	REMONDIS AUSTRALIA PTY LTD	COLLECTION OF PAPER RECYCLABLES	9.24
EFT42564	02/09/2019	RUDD INDUSTRIAL AND FARM SUPPLIES	HARDWARE SUPPLIES	1,725.20
EFT42565	02/09/2019	S&L ENGINEERING (WA) PTY LTD	PLANT MAINTENANCE & REPAIR	412.50
EFT42566	02/09/2019	SAFETY SIGNS SERVICE	SIGNAGE	4,114.36
EFT42567	02/09/2019	SHIRE OF MUNDARING	PRINTING COSTS - THE VALUE OF FRINGING VEGETATION BOOKLET	727.65
EFT42568	02/09/2019	SIGN SUPERMARKET	SIGNAGE	640.00
EFT42569	02/09/2019	SIGNATURE PAVING AND EARTHWORKS PTY LTD	MINOR EARTHMOVING WORK - HRRP	2,961.75
EFT42570	02/09/2019	SNAP BELMONT (BELSNAP PTY LTD)	PRINTING COSTS - BUSINESS CARDS	107.47
EFT42571	02/09/2019	SONIC HEALTHPLUS PTY LTD	PRE-EMPLOYMENT MEDICAL	220.00
EFT42572	02/09/2019	SOURCE MY PARTS	PLANT PARTS	1,366.73
EFT42573	02/09/2019	SPECIALISED MECHANICAL SERVICES	EQUIPMENT SERVICE	266.59
EFT42574	02/09/2019	SPUDS GARDENING SERVICES	GROUND MAINTENANCE, SITE REHABILITATION & WEED CONTROL - RED HILL	14,662.00
EFT42575	02/09/2019	STANTONS INTERNATIONAL	PROBITY SERVICES - RRF TENDER	101.20
EFT42576	02/09/2019	SWAN FIRE SERVICES	SERVICE MAINTENANCE - FIRE PROTECTION SYSTEM	173.80
EFT42577	02/09/2019	TALIS CONSULTANTS	CONSULTING FEE - LEACHATE PROJECT, HRRP COMMUNITY RECYCLING CENTRE & HAZELMERE WASTE TRANSFER	38,668.58
EFT42578	02/09/2019	TENDERLINK	ADVERTISING COSTS - TENDER	369.60
EFT42579	02/09/2019	THE WATERSHED	PIPE FITTING FOR CLASS IV LEACHATE DAMS& REPLACE PUMP FOR PONTOON EVAPORATOR	1,197.65
EFT42580	02/09/2019	TIM DAVIES LANDSCAPING PTY LTD (TDL)	GARDEN MAINTENANCE ASCOT PLACE	1,014.99
EFT42581	02/09/2019	TINT A CAR	TINTING OF WB HUT WINDOWS	862.00
EFT42582	02/09/2019	TJ DEPIAZZI & SONS	PRODUCT TRANSPORTATION COSTS	3,331.90
EFT42583	02/09/2019	TOOLMART AUSTRALIA PTY LTD	HARDWARE SUPPLIES	88.95



Eastern Metropolitan Regional Council
CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019

Cheque / EFT No	Date	Payee		Amount
EFT42584	02/09/2019	TOTAL TOOLS MIDLAND	HARDWARE SUPPLIES	47.90
EFT42585	02/09/2019	TOTALLY WORKWEAR MIDLAND	PROTECTIVE CLOTHING	1,347.23
EFT42586	02/09/2019	TUTT BRYANT EQUIPMENT (BT EQUIPMENT PTY LTD)	PLANT SERVICE & MAINTENANCE	6,688.48
EFT42587	02/09/2019	UNITED CRANE SERVICES PTY LTD	EQUIPMENT TRANSPORTATION COSTS	875.88
EFT42588	02/09/2019	VARLEY GROUP	PLANT SERVICE & MAINTENANCE	1,518.85
EFT42589	02/09/2019	VOLICH WASTE CONTRACTORS PTY LTD	BULK BIN HIRE	44.00
EFT42590	02/09/2019	WA RECYCLING PTY LTD	SUPPLY OF SUB-BASE TO HRRP	1,866.77
EFT42591	02/09/2019	WATERLOGIC AUSTRALIA PTY LTD	EQUIPMENT RENTAL	519.31
EFT42592	02/09/2019	WEST COAST WATER FILTER MAN	SERVICE TO WATER FILTER SYSTEM AT HAZELMERE	462.00
EFT42593	02/09/2019	WEST FORCE PLUMBING AND GAS	PLUMBING - TESTING OF BACKFLOW DEVICES AT HAZELMERE	300.00
EFT42594	02/09/2019	WEST TIP WASTE CONTROL	PRODUCT TRANSPORTING COSTS	990.00
EFT42595	02/09/2019	WESTERN MAZE T/A WESTERN EDUCTING SERVICE	DUST EXTRACTION UNIT MAINTENANCE - GRINDER	1,221.00
EFT42596	02/09/2019	WESTRAC EQUIPMENT PTY LTD	PLANT SERVICE AGREEMENT & PLANT PARTS & REPAIRS	6,909.35
EFT42597	02/09/2019	WINC AUSTRALIA PTY LTD	STATIONERY & CONSUMABLES	1,153.65
EFT42598	02/09/2019	WORK CLOBBER	PROTECTIVE CLOTHING	61.00
EFT42599	02/09/2019	YEOMAN PTY LTD ATF THE RJ ROHRLACH FAMILY TRUST	CONSULTING FEES - EAST ROCKINGHAM RRP	1,315.60
EFT42600	30/08/2019	B&J CATALANO PTY LTD	BLASTING OF CAPROCK	57,148.04
EFT42601	30/08/2019	SURFSIDE ELECTRICAL (WA) P/L	REPAIRS TO SOLAR PANELS - RED HILL	175.00
EFT42602	30/08/2019	TRI AUSTRALASIA PTY LTD	PERFORMANCE TESTING ON EQUIPMENT - RED HILL	2,970.00
EFT42603	03/09/2019	DATA 3 PERTH	SOFRWARE LICENCE ANNUAL RENEWAL	2,360.33
EFT42604	03/09/2019	ID CONSULTING PTY LTD	ANNUAL SUBSCRIPTION RENEWAL	4,510.00
EFT42605	03/09/2019	TELSTRA CORPORATION LTD	TELEPHONE CHARGES	537.60
EFT42606	04/09/2019	ANERGY AUSTRALIA PTY LTD T/A ANSAC	WWtE - CONTRACT VARIATION PAYMENT	32,502.25
EFT42607	06/09/2019	CABCHARGE	ADMIN FEE	6.00
EFT42608	06/09/2019	CHILD SUPPORT	EMPLOYEE DEDUCTION	601.19
EFT42609	06/09/2019	CYGNETECH PTY LTD AS TRUSTEE FOR THE CYGNETECH TRUST	BP CLASS V WASTE ENCAPSULATION OPTIONS	2,946.90
EFT42610	06/09/2019	DAVID SCHMIDT	STAFF REIMBURSEMENT	1,061.63
EFT42611	06/09/2019	IMI PRECISION ENGINEERING	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	270.57
EFT42612	06/09/2019	JP GROUP PTY LTD	PLANT PARTS	3,221.64
EFT42613	06/09/2019	LOCAL GOVERNMENT PROFESSIONALS AUSTRALIA WA	STAFF TRAINING	270.00
EFT42614	06/09/2019	MCINERNEY FORD	VEHICLE SERVICE	575.00
EFT42615	06/09/2019	MIDALIA STEEL (ONESTEEL)	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	3,898.36
EFT42616	06/09/2019	MVLV POWER SOLUTIONS P/L	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	13,439.95
EFT42617	06/09/2019	NV ENGINEERING PTY LTD	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	423.30
EFT42618	06/09/2019	ROBAYNE INDUSTRIAL SUPPLIES PTY LTD	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	2,893.68
EFT42619	06/09/2019	ROLADUCT SPIRAL TUBING (VIC) PTY LTD	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	6,093.78
EFT42620	06/09/2019	TELSTRA CORPORATION LTD	TELEPHONE CHARGES	343.66
EFT42621	06/09/2019	UNIQUE METALS LASER	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	2,103.98
EFT42622	06/09/2019	WENCO P/L	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	302.50
EFT42623	06/09/2019	WRIDGWAYS LIMITED	REFUND OF OVERPAYMENT	145.20
EFT42624	10/09/2019	ADAM TENCH	CLEANING CAR POOL VEHICLES	405.00
EFT42625	10/09/2019	CITY OF BELMONT	COUNCIL RATES - INSTALMENT	8,061.94



Eastern Metropolitan Regional Council
CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019

Cheque / EFT No	Date	Payee		Amount
EFT42626	10/09/2019	NEVILLE REFRIGERATION & AIRCONDITIONING	DEGASSING OF FRIDGES & AIRCONDITIONERS - HAZELMERE	572.00
EFT42627	10/09/2019	OFFICE MART	HARDWARE SUPPLIES	55.22
EFT42628	10/09/2019	PAYG PAYMENTS	PAYG TAXATION PAYMENT	76,232.00
EFT42629	10/09/2019	TELSTRA CORPORATION LTD	TELEPHONE CHARGES	240.49
EFT42630	13/09/2019	A2K TECHNOLOGIES PTY LTD	ANNUAL SUBSCRIPTION - USE OF APPLICATION AND WEBSITE TO OBTAIN IMAGERY & SURVEYING	3,495.80
EFT42631	13/09/2019	CATHY LEVETT	STAFF REIMBURSEMENT	300.00
EFT42632	13/09/2019	DC COMPUTERS	IT EQUIPMENT SERVICE	286.00
EFT42633	13/09/2019	KLB SYSTEMS	PRINTER CONSUMABLES	770.00
EFT42634	13/09/2019	MOTORCHARGE PTY LTD	FLEET FUEL PURCHASES	2,164.44
EFT42635	13/09/2019	NEVERFAIL SPRINGWATER	BOTTLED WATER	98.15
EFT42636	13/09/2019	ODOUR CONTROL SYSTEMS INTERNATIONAL LTD	ALTERNATIVE DAILY COVER MATERIAL	8,276.40
EFT42637	13/09/2019	YOGA BY LAUREN CATALANO	STAFF HEALTH PROMOTION	450.00
EFT42638	17/09/2019	BLUEFIT PTY LTD (BELMONT OASIS LEISURE CENTRE)	STAFF HEALTH PROMOTION	193.50
EFT42639	17/09/2019	BP AUSTRALIA PTY LTD	FUEL PURCHASES	49,941.59
EFT42640	17/09/2019	BP AUSTRALIA PTY LTD	OIL PURCHASES	963.06
EFT42641	20/09/2019	ADELAIDE SCAFFOLD SOLUTIONS PTY LTD (OLDFIELDS ADVANCE SCAFFOLD)	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	5,933.18
EFT42642	20/09/2019	DEPUTY COMMISSIONER OF TAXATION	GST PAYMENT	166,945.00
EFT42643	20/09/2019	MODA ENGINEERING PTY LTD	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	13,299.00
EFT42644	20/09/2019	MVLV POWER SOLUTIONS P/L	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	94,037.22
EFT42645	20/09/2019	888 CRUSHING & SCREENING EQUIPMENT PTY LTD ATF 888 CRUSHING & SCREENING EQUIPMENT TRUST	EQUIPMENT HIRE - HAZELMERE	13,662.00
EFT42646	20/09/2019	ANALYTICAL REFERENCE LABORATORY (ARL)	STOCKPILE SAMPLE TESTING - HMAS STIRLING	3,643.20
EFT42647	20/09/2019	BOC LTD	GAS BOTTLE REFILLS - RED HILL	491.57
EFT42648	20/09/2019	CHILD SUPPORT	EMPLOYEE DEDUCTION	601.19
EFT42649	20/09/2019	CITY OF SWAN	STAFF HEALTH PROMOTION	130.00
EFT42650	20/09/2019	EVENT AND CONFERENCE CO	WASTE & RECYCLING CONFERENCE 2019	7,700.00
EFT42651	20/09/2019	GREGORY COWAN	STAFF REIMBURSEMENT	1,229.41
EFT42652	20/09/2019	HOUSE OF ASTRADA & ALLWEST UNIFORMS (VERA PTY LTD)	STAFF UNIFORMS	927.00
EFT42653	20/09/2019	KLB SYSTEMS	IT EQUIPMENT PURCHASES & PRINTER CONSUMABLES	12,215.50
EFT42654	20/09/2019	NEVERFAIL SPRINGWATER	BOTTLED WATER	128.35
EFT42655	20/09/2019	SHUGS ELECTRICAL	BUILDING MAINTNENANCE AT RED HILL	220.00
EFT42656	20/09/2019	TELSTRA CORPORATION LTD	TELEPHONE CHARGES	4,911.36
EFT42657	20/09/2019	WESTERN AUSTRALIAN LOCAL GOVERNMENT ASSOCIATION (WALGA)	WALGA SUBSCRIPTION RENEWAL	25,445.90
EFT42658	24/09/2019	MARKETFORCE	VARIOUS PUBLIC NOTICES	261.72
EFT42659	24/09/2019	NEVILLE COLLARD	SMOKING CEREMONY - DEPOSIT	1,000.00
EFT42660	24/09/2019	PAYG PAYMENTS	PAYG TAXATION PAYMENT	83,248.00
EFT42661	24/09/2019	PERTH ENERGY PTY LTD	GAS SUPPLY - WWtE	142.80
EFT42662	25/09/2019	ANERGY AUSTRALIA PTY LTD T/A ANSAC	WWtE - CONTRACT VARIATION PAYMENT	17,330.50
EFT42663	25/09/2019	ATC GROUP (ALL THINGS CONTAINERS)	WWtE - CONTRACT VARIATION PAYMENT	599.75
EFT42664	25/09/2019	BEST BLAST SOUTHWEST	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	2,530.00
EFT42665	25/09/2019	BUNBURY FREIGHT SERVICES	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	4,957.17
EFT42666	25/09/2019	EES SHIPPING PTY LTD	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	52,040.89
EFT42667	25/09/2019	GOLDSQUARE CORPORATION T/A HENDERSON HOSE & FITTING	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	229.96



Eastern Metropolitan Regional Council
CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019

Cheque / EFT No	Date	Payee		Amount
EFT42668	25/09/2019	IBEX AUSTRALIA	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	39,193.49
EFT42669	25/09/2019	JB SPECIALISED ENGINEERING PTY LTD	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	10,896.87
EFT42670	25/09/2019	L & H GROUP	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	9,704.33
EFT42671	25/09/2019	MOXI PTY LTD	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	2,227.50
EFT42672	25/09/2019	NV ENGINEERING PTY LTD	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	863.50
EFT42673	25/09/2019	PARTOUT PTY LTD T/A STATEWIDE BEARINGS	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	223.10
EFT42674	25/09/2019	UNIQUE METALS LASER	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	11,786.46
EFT42675	25/09/2019	VALVE & FITTING AUSTRALIA	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	756.85
EFT42676	25/09/2019	VULCAN STEEL PTY LTD (VULCAN STAINLESS)	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	20,319.27
EFT42677	25/09/2019	WELDLOK INDUSTRIES PTY LTD	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	13,033.49
EFT42678	25/09/2019	WENCO P/L	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	852.50
EFT42679	27/09/2019	B&J CATALANO PTY LTD	EXCAVATE, CRUSH, SCREEN & STOCKPILE FERRICRETE / CELL EXCAVATION	199,070.35
EFT42680	27/09/2019	CARPENTRY, HOUSE AND YARD MAINTENANCE	RED HILL WORKSHOP - MAINTENANCE	1,440.00
EFT42681	27/09/2019	DAVID BERESFORD	STAFF REIMBURSEMENT	399.04
EFT42682	27/09/2019	DEPARTMENT OF AGRICULTURE AND WATER RESOURCES	ANNUAL APPROVED ARRANGEMENT CHARGE	2,500.00
EFT42683	27/09/2019	FLICK ANTICIMEX PTY LTD	HYGIENE SERVICES	1,696.53
EFT42684	27/09/2019	HITACHI CONSTRUCTION MACHINERY (AUSTRALIA) PTY LTD	PURCHASE OF A WHEEL LOADER & PLANT SERVICE & MAINTENANCE & REPAIR	426,028.90
EFT42685	27/09/2019	REMBIND PTY LTD	GRANULAR MATERIALS - REMEDIATION PROJECT	33,880.00
EFT42686	01/10/2019	AALAN LINE MARKING SERVICES	LINEMARKING - HRRP	12,177.00
EFT42687	01/10/2019	AIR FILTER DRY CLEAN SYSTEMS WA	PLANT PARTS MAINTENANCE & SERVICE	1,095.06
EFT42688	01/10/2019	ALCOLIZER PTY LTD	SIX-MONTHLY CALIBRATION OF BREATH ANALYSERS & PURCHASE OF BREATH TESTER FOR HAZELMERE	99.00
EFT42689	01/10/2019	ALL RUBBER TMH PTY LTD	REPAIR TO SPLICE ON BELT ON GRINDER	1,159.40
EFT42690	01/10/2019	ALLIGHTSYKES PTY LTD	SERVICE ON GENERATOR AT RED HILL	328.35
EFT42691	01/10/2019	ALLWEST PLANT HIRE	PLANT HIRE	11,495.97
EFT42692	01/10/2019	ANALYTICAL REFERENCE LABORATORY (ARL)	WATER MONITORING & STOCKPILE SAMPLE TESTING - HMAS STIRLING	2,255.00
EFT42693	01/10/2019	ARMAGUARD (LINFOX ARMAGUARD PTY LTD)	COURIER SERVICE	461.32
EFT42694	01/10/2019	AUSTRALIAN HVAC SERVICES	AIRCONDITIONING MAINTENANCE & INSTALLED AIR BALANCING & ZONE SENSOR	1,503.18
EFT42695	01/10/2019	AUSTRALIAN INSTITUTE OF MANAGEMENT - AIM	STAFF TRAINING & CORPORATE MEMBERSHIP RENEWAL	3,117.00
EFT42696	01/10/2019	AUSTRALIAN TRAINING MANAGEMENT PTY LTD (ATM)	STAFF TRAINING	325.00
EFT42697	01/10/2019	AUTOSWEEP WA (LAMBERT FAMILY TRUST)	SITE SWEEPING - HAZELMERE	3,410.00
EFT42698	01/10/2019	BADER LUBRICATION	PLANT MAINTENANCE - GRINDER	608.49
EFT42699	01/10/2019	BARFIELD EARTHMOVING (JAYCOURT NOMINEES P/L)	EQUIPMENT & PRODUCT TRANSPORTATION	860.20
EFT42700	01/10/2019	BEDROCK MINE MAINTENANCE SERVICES PTY LTD	PLANT MAINTENANCE	792.00
EFT42701	01/10/2019	BELMONT - REDCLIFFE NEWSROUND	NEWSPAPERS	59.54
EFT42702	01/10/2019	BIN BATH AUSTRALIA PTY LTD	BIN CLEANING	124.08
EFT42703	01/10/2019	BOYA EQUIPMENT	PLANT MAINTENANCE	885.50
EFT42704	01/10/2019	BRIGHTMARK GROUP PTY LTD	CLEANING SERVICES & CONSUMABLES	2,184.40
EFT42705	01/10/2019	BRING COURIERS	COURIER SERVICE	327.87
EFT42706	01/10/2019	BUDGET ELECTRICS	BUILDING REPAIRS & MAINTENANCE & REPLACE LED LIGHTS AT ASCOT PLACE	5,410.53
EFT42707	01/10/2019	BUNNINGS GROUP LTD	HARDWARE SUPPLIES	32.83
EFT42708	01/10/2019	BURSWOOD TROPHIES	NAME PLATE ENGRAVING & DOOR TITLES	125.40
EFT42709	01/10/2019	CAPITAL TRANSPORT SERVICES (WA) PTY LTD	COURIER SERVICE	890.85



Eastern Metropolitan Regional Council
CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019

Cheque / EFT No	Date	Payee		Amount
EFT42710	01/10/2019	CDM AUSTRALIA	IT EQUIPMENT PURCHASES	17,510.38
EFT42711	01/10/2019	CHEMCENTRE	WOODCHIP SAMPLE MONITORING	90.20
EFT42712	01/10/2019	CJD EQUIPMENT PTY LTD	PLANT MAINTENANCE, PARTS & SERVICE	5,371.93
EFT42713	01/10/2019	COMPU-STOR	IT BACKUP DATA SERVICES	1,399.22
EFT42714	01/10/2019	CPR ELECTRICAL SERVICES	ELECTRICAL WORKS AROUND THE HAZELMERE SITE & ASCOT PLACE	30,074.00
EFT42715	01/10/2019	CROSSLAND & HARDY PTY LTD	SURVEYING COSTS - PROPOSED STAGE 14	1,705.00
EFT42716	01/10/2019	DAVID GRAY & CO PTY LTD	PURCHASE OF BINS	1,020.17
EFT42717	01/10/2019	DEERING AUTRONICS AUSTRALIA P/L	INSTALL ACCESSORIES ON A FLEET VEHICLES	925.18
EFT42718	01/10/2019	ECOTECH P/L	WEBSITE MAINTENANCE FEE	561.00
EFT42719	01/10/2019	ELAN ENERGY MATRIX	TYRE DISPOSAL COSTS	609.52
EFT42720	01/10/2019	ELEMENT HYDROGRAPHIC SOLUTIONS	EQUIPMENT MAINTENANCE & SERVICE	309.10
EFT42721	01/10/2019	FENCE ERECT PTY LTD T/A IBOLT FENCING	FENCING FOR HRRP	13,386.12
EFT42722	01/10/2019	FILTERS PLUS	PLANT FILTERS	156.76
EFT42723	01/10/2019	FRESH BOOST PTY LTD ATF BANDITS TRUST	STAFF AMENITIES	1,144.88
EFT42724	01/10/2019	FUELFIX T/AS TANKS2GO	REPAIR TO DIESEL BOWSER AT HAZELMERE	770.00
EFT42725	01/10/2019	FUJI XEROX AUSTRALIA PTY LTD	PHOTOCOPIER MAINTENANCE	3,360.30
EFT42726	01/10/2019	GLEN FORREST GOURMET	CATERING COSTS	100.00
EFT42727	01/10/2019	GREENS ELECTRICAL SERVICE	REPLACE GENERATOR AT RED HILL	640.63
EFT42728	01/10/2019	GREG WOOD TWISTECH	FENCE REPAIR AROUND LEACHATE PONDS	990.00
EFT42729	01/10/2019	GROENEVELD AUSTRALIA P/L	PLANT MAINTENANCE	147.86
EFT42730	01/10/2019	HA HIRE	LINEN HIRE - COUNCIL MEETING	129.01
EFT42731	01/10/2019	HARVEY NORMAN MIDLAND	NEW FRIDGE - HAZELMERE	579.00
EFT42732	01/10/2019	HEATLEY SALES PTY LTD	PROTECTIVE EQUIPMENT	408.03
EFT42733	01/10/2019	HERBERT SMITH FREEHILLS	QUARTERLY LEGISLATIVE REVIEW MANUAL	2,530.00
EFT42734	01/10/2019	HIND'S TRANSPORT SERVICES	PRODUCT TRANSPORTATION COSTS	186.96
EFT42735	01/10/2019	HITACHI CONSTRUCTION MACHINERY (AUSTRALIA) PTY LTD	PLANT SERVICE & MAINTENANCE & REPAIR	899.67
EFT42736	01/10/2019	ILLION AUSTRALIA PTY LTD (DUN & BRADSTREET)	ONLINE CREDIT REFERENCE CHECKS	542.30
EFT42737	01/10/2019	INSTANT WEIGHT PTY LTD T/A INSTANT WEIGHING	CALIBRATION OF SCALE ON PLANT	1,320.00
EFT42738	01/10/2019	IPING PTY LTD	INTERNET SERVICE	1,128.80
EFT42739	01/10/2019	J & K HOPKINS	PURCHASE OF WATEC WATERSTATION & CHAIRS	5,542.00
EFT42740	01/10/2019	JASON SIGNSMAKERS	SIGNAGE	3,496.10
EFT42741	01/10/2019	JCB CONSTRUCTION EQUIPMENT AUSTRALIA (CFC HOLDINGS- CEA; JCB CEA; DYNAPAC CEA)	PLANT SERVICE & MAINTENANCE	428.74
EFT42742	01/10/2019	JJ RICHARDS & SONS P/L	PRODUCT TRANSPORTATION COST	1,770.00
EFT42743	01/10/2019	JRM RESOURCES	PLANT SERVICE & MAINTENANCE	1,798.67
EFT42744	01/10/2019	K2 AUDIOVISUAL PTY LTD	EQUIPMENT PURCHASES	4,983.00
EFT42745	01/10/2019	KOMATSU FORKLIFT AUSTRALIA PTY LTD	PLANT SERVICE	598.23
EFT42746	01/10/2019	KOTT GUNNING LAWYERS	LEGAL ADVICE	5,370.64
EFT42747	01/10/2019	LABOURFORCE IMPEX PERSONNEL P/L	LABOUR HIRE	5,136.60
EFT42748	01/10/2019	LIEBHERR AUSTRALIA PTY LTD	PLANT SERVICE & MAINTENANCE	23,577.40
EFT42749	01/10/2019	LO-GO APPOINTMENTS	LABOUR HIRE	8,109.04
EFT42750	01/10/2019	LYONS AIRCONDITIONING SERVICES	PLANT PARTS	318.45
EFT42751	01/10/2019	MACRI PARTNERS	AUDIT FEE - GRANT ACQUITTAL	660.00



Eastern Metropolitan Regional Council
CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019

Cheque / EFT No	Date	Payee		Amount
EFT42752	01/10/2019	MAIL PLUS PERTH	MAIL EXPENSES	369.60
EFT42753	01/10/2019	MAJOR SECURITY SERVICES PTY LTD	SECURITY MONITORING	3,604.56
EFT42754	01/10/2019	MANDALAY TECHNOLOGIES PTY LTD	PART PAYMENT OF THE PURCHASE COSTS OF WEIGHBRIDGE SOFTWARE FOR RED HILL & HAZELMERE	15,010.06
EFT42755	01/10/2019	MARINE CHALLENGE PTY LTD T/AS PERFECT PROJECT PLANNING	CONSULTING FEE - WWtE	9,900.00
EFT42756	01/10/2019	MARKET CREATIONS PTY LTD	IT CONSULTING	6,121.50
EFT42757	01/10/2019	MIDLAND STEEL FABRICATION	PLANT PARTS - GRINDER	3,036.00
EFT42758	01/10/2019	MISS MAUD	CATERING COSTS	418.90
EFT42759	01/10/2019	MODDEX GROUP PTY LTD	SAFETY EQUIPMENT HIRE	2,731.36
EFT42760	01/10/2019	MONTYANNE PTY LTD ATF THE MONTYANNE TRUST TRADING AS SAFETYQUIP PERTH EAST	HARDWARE SUPPLIES	42.75
EFT42761	01/10/2019	MS GROUNDWATER MANAGEMENT	HYDROGEOLOGICAL ASSESSMENT - HRRP	8,932.00
EFT42762	01/10/2019	MUNDARING CRANE TRUCK HIRE	PLANT TRANSPORTATION COST	247.50
EFT42763	01/10/2019	MUNDARING TYRE CENTRE	TYRE REPAIRS & REPLACEMENT	334.00
EFT42764	01/10/2019	NAPA (FORMERLY KNOWN AS COVS)	HARDWARE SUPPLIES	31.35
EFT42765	01/10/2019	NASH BROS	PLANT REFURBISHMENT	7,569.47
EFT42766	01/10/2019	NATURAL AREA CONSULTING MANAGEMENT SERVICES	CONSULTING FEE - WASTE ENVIRONMENTAL OPERATION AT RED HILL	1,787.50
EFT42767	01/10/2019	NEVERFAIL SPRINGWATER	BOTTLED WATER	351.16
EFT42768	01/10/2019	NEVILLE REFRIGERATION & AIRCONDITIONING	DEGASSING OF FRIDGES & AIRCONDITIONERS - TRANSFER STATIONS	902.00
EFT42769	01/10/2019	OFFICEWORKS	OFFICE STATIONERY	113.18
EFT42770	01/10/2019	ONSITE RENTALS PTY LTD	EQUIPMENT RENTAL	741.53
EFT42771	01/10/2019	OTICON AUSTRALIA P/L T/A AUDIKA	AUDIOLOGICAL ASSESSMENT FOR STAFF	992.20
EFT42772	01/10/2019	PERTH AUTO ALLIANCE P/L T/A LYNFORD MOTORS	VEHICLE PURCHASE	41,265.50
EFT42773	01/10/2019	PERTH BIN HIRE	SKIP BIN HIRE	275.00
EFT42774	01/10/2019	PETRO MIN ENGINEERS	CONSULTING FEE - WWtE	495.00
EFT42775	01/10/2019	PIRTEK MIDLAND (M & B HYDRAULICS PTY LTD)	HYDRAULIC HOSE SUPPLIES & REPAIRS	1,213.80
EFT42776	01/10/2019	PRESTIGE ALARMS	SECURITY MONITORING AT RED HILL & HAZELMERE & INSTALLATION OF GPRS MONITORING FOR HAZELMERE	1,867.00
EFT42777	01/10/2019	PROFESSIONAL GLASS AND MAINTENANCE	REPAIR TO IT COMPUTER DOOR	880.00
EFT42778	01/10/2019	PROFICIENCY GROUP PTY LTD T/AS INFORMATION PROFICIENCY & SIGMA DATA	LICENCE UPGRADE FOR TRIM & ANNUAL LICENCE RENEWAL	17,639.01
EFT42779	01/10/2019	PROTECTOR FIRE SERVICES	FIRE FIGHTING EQUIPMENT INSPECTION & MAINTENANCE AT HAZELMERE	1,649.18
EFT42780	01/10/2019	PRUDENTIAL INVESTMENT SERVICES CORP P/L	INVESTMENT ADVISORY SERVICES	1,959.65
EFT42781	01/10/2019	PUMPS UNITED PTY LTD	PUMP HIRE	1,407.35
EFT42782	01/10/2019	RELATIONSHIPS AUSTRALIA WA INC	EAP - COUNSELLING FEES	495.00
EFT42783	01/10/2019	REMONDIS AUSTRALIA PTY LTD	COLLECTION OF PAPER RECYCLABLES	11.55
EFT42784	01/10/2019	RENT A FENCE PTY LTD	HIRING COSTS - TEMPORARY FENCE FOR WWtE	3,801.87
EFT42785	01/10/2019	ROL-WA PTY LTD T/AS ALLPEST	TERMITE INSPECTION AND RODENT CONTROL	2,892.00
EFT42786	01/10/2019	RUDD INDUSTRIAL AND FARM SUPPLIES	HARDWARE SUPPLIES	957.30
EFT42787	01/10/2019	SAFETY SIGNS SERVICE	SIGNAGE	937.61
EFT42788	01/10/2019	SCADDEN UNITED PTY LTD T/A TONY SCADDEN DIESEL	PLANT SERVICE, REPAIR & MAINTENANCE	693.00
EFT42789	01/10/2019	SEME SOLUTIONS PTY LTD	EQUIPMENT MAINTENANCE - SECURITY CAMERA	695.70
EFT42790	01/10/2019	SETON AUSTRALIA	PROTECTIVE EQUIPMENT	2,956.09
EFT42791	01/10/2019	SIGN SUPERMARKET	SIGNAGE	910.00
EFT42792	01/10/2019	SIGNATURE PAVING AND EARTHWORKS PTY LTD	INSTALL LIMESTONE RETAINING WALLS AROUND WWtE	10,056.07
EFT42793	01/10/2019	SNAP BELMONT (BELSNAP PTY LTD)	PRINTING COSTS - DISPOSAL DOCKETS	363.91



Eastern Metropolitan Regional Council
CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019

Cheque / EFT No	Date	Payee		Amount
EFT42794	01/10/2019	SONIC HEALTHPLUS PTY LTD	PRE-EMPLOYMENT MEDICAL	148.50
EFT42795	01/10/2019	SOURCE MY PARTS	PLANT PARTS	2,883.32
EFT42796	01/10/2019	SPUDS GARDENING SERVICES	GROUND MAINTENANCE, SITE REHABILITATION & WEED CONTROL - RED HILL	13,017.00
EFT42797	01/10/2019	ST JOHN AMBULANCE ASSOCIATION	STAFF TRAINING	320.00
EFT42798	01/10/2019	STEWARTS PEST CONTROL	PEST CONTROL - HAZELMERE	195.00
EFT42799	01/10/2019	SWAN FIRE SERVICES	SERVICE MAINTENANCE - FIRE PROTECTION SYSTEM	508.20
EFT42800	01/10/2019	SWAN LOCK SERVICE PTY LTD	LOCK SUPPLIES TO NEW WEIGHBRIDGE OFFICE AT HAZELMERE	1,068.00
EFT42801	01/10/2019	TALIS CONSULTANTS	CONSULTING FEE - STORMWATER DRAINAGE DESIGN, HRRP COMMUNITY RECYCLING CENTRE & HAZELMERE WASTE	17,443.90
EFT42802	01/10/2019	TENDERLINK	ADVERTISING COSTS - TENDER	172.70
EFT42803	01/10/2019	THE WATERSHED	EQUIPMENT PURCHASE	192.80
EFT42804	01/10/2019	TIM DAVIES LANDSCAPING PTY LTD (TDL)	GARDEN MAINTENANCE ASCOT PLACE	1,014.99
EFT42805	01/10/2019	TJ DEPIAZZI & SONS	PRODUCT TRANSPORTATION COSTS	4,997.85
EFT42806	01/10/2019	TOOLMART AUSTRALIA PTY LTD	HARDWARE SUPPLIES	938.75
EFT42807	01/10/2019	TOTAL TOOLS MIDLAND	WORKSHOP SUPPLIES	159.00
EFT42808	01/10/2019	TOTALLY WORKWEAR MIDLAND	PROTECTIVE CLOTHING	1,779.48
EFT42809	01/10/2019	TUTT BRYANT EQUIPMENT (BT EQUIPMENT PTY LTD)	PLANT SERVICE & MAINTENANCE	660.00
EFT42810	01/10/2019	VOLICH WASTE CONTRACTORS PTY LTD	BULK BIN HIRE	44.00
EFT42811	01/10/2019	WA HINO SALES AND SERVICE	PURCHASE OF A WATER TRUCK	277,222.15
EFT42812	01/10/2019	WATERLOGIC AUSTRALIA PTY LTD	EQUIPMENT RENTAL	519.31
EFT42813	01/10/2019	WEST COAST WATER FILTER MAN	SERVICE TO WATER FILTER SYSTEM AT HAZELMERE	990.00
EFT42814	01/10/2019	WEST TIP WASTE CONTROL	PRODUCT TRANSPORTING COSTS	1,749.00
EFT42815	01/10/2019	WESTERN AUSTRALIAN LOCAL GOVERNMENT ASSOCIATION (WALGA)	LOCAL GOVERNMENT CONVENTION 2019	1,616.00
EFT42816	01/10/2019	WESTERN MAZE T/A WESTERN EDUCTING SERVICE	DUST EXTRACTION UNIT MAINTENANCE - GRINDER	610.50
EFT42817	01/10/2019	WESTERN RESOURCE RECOVERY PTY LTD	REMOVE WASTE LIQUID FROM 9 SUMPS - RED HILL	847.00
EFT42818	01/10/2019	WESTRAC EQUIPMENT PTY LTD	PLANT SERVICE AGREEMENT & PLANT PARTS & REPAIRS	7,738.38
EFT42819	01/10/2019	WINC AUSTRALIA PTY LTD	STATIONERY & CONSUMABLES	545.80
EFT42820	01/10/2019	WOOD & FORM CABINETS	INSTALL CABINETS IN HAZELMERE NEW WEIGHBRIDGE OFFICE	3,410.00
EFT42821	01/10/2019	WORK CLOBBER	PROTECTIVE CLOTHING	603.95
EFT42822	01/10/2019	WORLDWIDE PRINTING SOLUTIONS CANNINGTON	PRINTING COSTS - WASTE & RECYCLING GUIDE & STICKERS	3,821.43
EFT42823	01/10/2019	WREN OIL	WASTE OIL REMOVAL	49.50
EFT42824	01/10/2019	WURTH AUSTRALIA PTY LTD	PLANT PARTS	235.17
EFT42825	01/10/2019	YEOMAN PTY LTD ATF THE RJ ROHRLACH FAMILY TRUST	CONSULTING FEES - EAST ROCKINGHAM RRF	686.40
EFT42826	02/10/2019	AUSTRALIA POST - ASCOT PLACE	POSTAL CHARGES	272.25
EFT42827	02/10/2019	EVENT AND CONFERENCE CO	WASTE & RECYCLING CONFERENCE 2019	12,337.00
EFT42828	04/10/2019	ADAM KOVALEVS	QUARTERLY COUNCILLORS PAYMENT	2,640.00
EFT42829	04/10/2019	AIRWELL GROUP PTY LTD	QUARTERLY PUMP CLEAN & MAINTENANCE	3,316.41
EFT42830	04/10/2019	ALGA (AUSTRALASIAN LAND & GROUNDWATER ASSOCIATION)	STAFF TRAINING	715.00
EFT42831	04/10/2019	AUSTRALIAN INSTITUTE OF MANAGEMENT - AIM	STAFF TRAINING	734.00
EFT42832	04/10/2019	BARRY MCKENNA	QUARTERLY COUNCILLORS PAYMENT	2,640.00
EFT42833	04/10/2019	CABCHARGE	ADMIN FEE	6.00
EFT42834	04/10/2019	CAMERON BLAIR	COUNCILLORS ATTENDANCE FEE	476.00
EFT42835	04/10/2019	CHILD SUPPORT	EMPLOYEE DEDUCTION	601.19



Eastern Metropolitan Regional Council
CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019

Cheque / EFT No	Date	Payee		Amount
EFT42836	04/10/2019	DAVID LAVELL	QUARTERLY COUNCILLORS PAYMENT	2,640.00
EFT42837	04/10/2019	DAVID MCDONNELL	QUARTERLY COUNCILLORS PAYMENT	8,975.50
EFT42838	04/10/2019	DYLAN O'CONNOR	QUARTERLY COUNCILLORS PAYMENT	3,893.94
EFT42839	04/10/2019	FILOMENA PIFFARETTI	COUNCILLORS ATTENDANCE FEE	238.00
EFT42840	04/10/2019	FUJI XEROX AUSTRALIA PTY LTD	PHOTOCOPIER - PRINTING CHARGE	66.49
EFT42841	04/10/2019	GEOFF STALLARD	QUARTERLY COUNCILLORS PAYMENT	2,640.00
EFT42842	04/10/2019	IAN JOHNSON	COUNCILLORS ATTENDANCE FEE	238.00
EFT42843	04/10/2019	JAI WILSON	QUARTERLY COUNCILLORS PAYMENT	2,640.00
EFT42844	04/10/2019	JANET POWELL	QUARTERLY COUNCILLORS PAYMENT	2,640.00
EFT42845	04/10/2019	JOHN DAW	QUARTERLY COUNCILLORS PAYMENT	2,640.00
EFT42846	04/10/2019	KATHRYN HAMILTON	COUNCILLORS ATTENDANCE FEE	238.00
EFT42847	04/10/2019	MELISSA MYKYTIUK	QUARTERLY COUNCILLORS PAYMENT	2,640.00
EFT42848	04/10/2019	SALLY PALMER	QUARTERLY COUNCILLORS PAYMENT	2,640.00
EFT42849	04/10/2019	STEPHEN K WOLFF	QUARTERLY COUNCILLORS PAYMENT	2,640.00
EFT42850	04/10/2019	SYNERGY	ELECTRICITY CHARGES - HAZELMERE	101.40
EFT42851	04/10/2019	TELSTRA CORPORATION LTD	TELEPHONE CHARGES	183.06
EFT42852	08/10/2019	AUSTRALIAN INSTITUTE OF MANAGEMENT - AIM	STAFF TRAINING	734.00
EFT42853	08/10/2019	GENSET HIRE AND SALES AUSTRALIA PTY LTD	WASTE OIL TANK PURCHASE	4,719.00
EFT42854	08/10/2019	MARKET CREATIONS PTY LTD	IT CONSULTING	99.00
EFT42855	08/10/2019	PAYG PAYMENTS	PAYG TAXATION PAYMENT	75,530.00
EFT42856	08/10/2019	TELSTRA CORPORATION LTD	TELEPHONE CHARGES	331.08
EFT42857	11/10/2019	ADAM TENCH	CLEANING CAR POOL VEHICLES	405.00
EFT42858	11/10/2019	BRIGHTMARK GROUP PTY LTD	CLEANING SERVICES & CONSUMABLES	644.19
EFT42859	11/10/2019	DIVERSECO PTY LTD	CONTRACT PAYMENT - HAZELMERE WEIGHBRIDGE UPGRADE	15,767.72
EFT42860	11/10/2019	ELEMENT HYDROGRAPHIC SOLUTIONS	EQUIPMENT MAINTENANCE & SERVICE	309.10
EFT42861	11/10/2019	GUIDERA O'CONNOR	REFUND OF OVERPAYMENT	17,764.11
EFT42862	11/10/2019	INSTITUTE OF PUBLIC WORKS ENGINEERING AUST T/A IPWEA- STAFF TRAINING		75.00
EFT42863	11/10/2019	WA DIVISION KLB SYSTEMS	IT EQUIPMENT PURCHASES	12,298.00
EFT42864	11/10/2019	MOTORCHARGE PTY LTD	FLEET FUEL PURCHASES	2,602.51
EFT42865	11/10/2019	TELSTRA CORPORATION LTD	TELEPHONE CHARGES	583.29
EFT42866	11/10/2019	YOGA BY LAUREN CATALANO	STAFF HEALTH PROMOTION	360.00
EFT42867	15/10/2019	MANDALAY TECHNOLOGIES PTY LTD	ANNUAL SUBSCRIPTION FOR NEW WEIGHBRIDGE SOFTWARE FOR RED HILL & HAZELMERE	5,280.00
EFT42868	15/10/2019	NEVERFAIL SPRINGWATER	BOTTLED WATER	176.00
EFT42869	15/10/2019	REMONDIS AUSTRALIA PTY LTD	COLLECTION OF PAPER RECYCLABLES	187.00
EFT42870	15/10/2019	TALIS CONSULTANTS	CONSULTING FEE - CLASS IV CELL ASSESSMENT OVERUN	4,400.00
EFT42871	18/10/2019	ANERGY AUSTRALIA PTY LTD T/A ANSAC	WWtE - CONTRACT VARIATION PAYMENT	47,624.50
EFT42872	18/10/2019	BP AUSTRALIA PTY LTD	FUEL PURCHASES	63,738.62
EFT42873	18/10/2019	BP AUSTRALIA PTY LTD	OIL PURCHASES	798.61
EFT42874	18/10/2019	CHILD SUPPORT	EMPLOYEE DEDUCTION	601.19
EFT42875	18/10/2019	CITY OF BAYSWATER	STAFF HEALTH PROMOTION	241.20
EFT42876	18/10/2019	CITY OF BELMONT	APPLICATION FEE	55.00
EFT42877	18/10/2019	CIVIL AUTO ELECTRICS PTY LTD	PLANT REPAIR	528.55



Eastern Metropolitan Regional Council
CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019

Cheque / EFT No	Date	Payee	Amount
EFT42878	18/10/2019	DEPUTY COMMISSIONER OF TAXATION	223,366.00
EFT42879	18/10/2019	JCB CONSTRUCTION EQUIPMENT AUSTRALIA (CFC HOLDINGS- PLANT SERVICE & MAINTENANCE CEA; JCB CEA; DYNAPAC CEA)	1,816.30
EFT42880	18/10/2019	MVLV POWER SOLUTIONS P/L	18,953.12
EFT42881	18/10/2019	ODOUR CONTROL SYSTEMS INTERNATIONAL LTD	16,552.80
EFT42882	18/10/2019	PERTH ENERGY PTY LTD	142.80
EFT42883	18/10/2019	ROBAYNE INDUSTRIAL SUPPLIES PTY LTD	3,904.85
EFT42884	18/10/2019	TOOLMART AUSTRALIA PTY LTD	107.70
EFT42885	22/10/2019	AUSTRALIAN COMMUNICATIONS & MEDIA AUTHORITY	669.00
EFT42886	22/10/2019	ACMA	780.62
EFT42887	22/10/2019	MARKETFORCE	79,772.72
EFT42887	22/10/2019	PAYG PAYMENTS	4,953.30
EFT42888	22/10/2019	SAI GLOBAL LIMITED	7,465.48
EFT42889	22/10/2019	TELSTRA CORPORATION LTD	41,883.62
EFT42890	22/10/2019	WESTERN AUSTRALIAN LOCAL GOVERNMENT ASSOCIATION (WALGA)	626.69
EFT42891	25/10/2019	AUSCO MODULAR PTY LTD	1,405.00
EFT42892	25/10/2019	CARPENTRY, HOUSE AND YARD MAINTENANCE	3,684,188.93
EFT42893	25/10/2019	DEPARTMENT OF WATER AND ENVIRONMENTAL REGULATION (DWER)	4,675.00
EFT42894	25/10/2019	KLB SYSTEMS	300.00
EFT42895	25/10/2019	PACE PAINTING - TONY PACE	506.00
EFT42896	25/10/2019	REMONDIS AUSTRALIA PTY LTD	126,388.27
EFT42897	30/10/2019	B&J CATALANO PTY LTD	1,827.00
EFT42898	30/10/2019	DEPARTMENT OF WATER AND ENVIRONMENTAL REGULATION (DWER)	196,352.63
EFT42899	30/10/2019	LGIS	516.35
220451	04/09/2019	EMRC PETTY CASH - BELMONT	60.85
220452	04/09/2019	EMRC PETTY CASH - COPPIN ROAD	24.40
220453	04/09/2019	EMRC PETTY CASH - MATHIESON ROAD	193.05
220454	04/09/2019	EMRC PETTY CASH - RED HILL	1,010.85
220455	02/10/2019	EMRC PETTY CASH - BELMONT	48.25
220456	02/10/2019	EMRC PETTY CASH - COPPIN ROAD	23.30
220457	02/10/2019	EMRC PETTY CASH - MATHIESON ROAD	180.95
220458	02/10/2019	EMRC PETTY CASH - RED HILL	1,500.00
220459	03/10/2019	GIDGEGANNUP PRIMARY SCHOOL P&C	1,500.00
220460	03/10/2019	GIDGEGANNUP SCOUT GROUP - SCOUTS WA	1,500.00
220461	03/10/2019	X SPEED AUSTRALIA CYCLE CLUB INC	711.90
220462	07/10/2019	EMRC PETTY CASH - BELMONT	2,213.63
220463	17/10/2019	WATER CORPORATION	802.60
220464	28/10/2019	EMRC PETTY CASH - BELMONT	210,916.75
PAY 2020-5	03/09/2019	PAYROLL FE 3/9/2019	219,851.54
PAY 2020-6	17/09/2019	PAYROLL FE 17/9/2019	208,230.28
PAY 2020-7	01/10/2019	PAYROLL FE 1/10/2019	214,856.32
PAY 2020-8	15/10/2019	PAYROLL FE 15/10/2019	213,853.63
PAY 2020-9	29/10/2019	PAYROLL FE 29/10/2019	1,199.55
1*SEP19	02/09/2019	BANK CHARGES 1842 - 1846	



Eastern Metropolitan Regional Council
CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019

Cheque / EFT No	Date	Payee		Amount
1*OCT20	1/10/2019	BANK CHARGES 1846 - 1450	BANK FEES & CHARGES	1,422.44
DD19054.1	03/09/2019	WALGS PLAN	SUPERANNUATION	26,577.83
DD19054.2	03/09/2019	SUNSUPER	SUPERANNUATION	677.26
DD19054.3	03/09/2019	ZURICH MASTER SUPERANNUATION FUND	SUPERANNUATION	296.52
DD19054.4	03/09/2019	RETAIL EMPLOYEES SUPERANNUATION TRUST	SUPERANNUATION	1,566.36
DD19054.5	03/09/2019	AUSTRALIAN ETHICAL SUPER	SUPERANNUATION	258.33
DD19054.6	03/09/2019	ONEPATH MASTERFUND (ANZ)	SUPERANNUATION	180.83
DD19054.7	03/09/2019	BT SUPER FOR LIFE	SUPERANNUATION	614.84
DD19054.8	03/09/2019	PLUM SUPERANNUATION FUND (MLC)	SUPERANNUATION	296.52
DD19054.9	03/09/2019	MARANI SUPER FUND	SUPERANNUATION	997.11
DD19054.10	03/09/2019	AMP - SIGNATURESUPER	SUPERANNUATION	1,078.50
DD19054.11	03/09/2019	NORTH PERSONAL SUPERANNUATION	SUPERANNUATION	540.04
DD19054.12	03/09/2019	AMP FLEXIBLE LIFETIME SUPER	SUPERANNUATION	621.16
DD19054.13	03/09/2019	BT LIFETIME SUPER - EMPLOYER PLAN	SUPERANNUATION	275.76
DD19054.14	03/09/2019	CBUS INDUSTRY SUPER	SUPERANNUATION	1,047.96
DD19054.15	03/09/2019	TELSTRA SUPERANNUATION SCHEME	SUPERANNUATION	232.63
DD19054.16	03/09/2019	COMMONWEALTH ESSENTIAL SUPER	SUPERANNUATION	263.54
DD19054.17	03/09/2019	MY NORTH SUPER A/T WEALTH PERSONAL SUPERANNUATION & PENSION FUN	SUPERANNUATION	446.00
DD19054.18	03/09/2019	ETHAN Y WANG SUPER PTY LTD ATF ETHAN Y WANG SUPERANNUATION FUND	SUPERANNUATION	595.33
DD19054.19	03/09/2019	A&S HUGHES-D'AETH PTY LTD ATF A&S HUGHES-D'AETH SUPERANNUATION FUND	SUPERANNUATION	533.68
DD19054.20	03/09/2019	HOSTPLUS SUPERANNUATION FUND	SUPERANNUATION	2,083.69
DD19054.21	03/09/2019	AUSTRALIAN SUPER	SUPERANNUATION	2,254.41
DD19054.22	03/09/2019	LEGALSUPER	SUPERANNUATION	401.92
DD19054.23	03/09/2019	AUSTRALIAN CATHOLIC SUPERANNUATION & RETIREMENT FUND	SUPERANNUATION	323.86
DD19054.24	03/09/2019	MLC SUPER FUND	SUPERANNUATION	606.96
DD19055.1	17/09/2019	WALGS PLAN	SUPERANNUATION	26,444.00
DD19055.2	17/09/2019	ZURICH MASTER SUPERANNUATION FUND	SUPERANNUATION	296.52
DD19055.3	17/09/2019	RETAIL EMPLOYEES SUPERANNUATION TRUST	SUPERANNUATION	1,546.78
DD19055.4	17/09/2019	AUSTRALIAN ETHICAL SUPER	SUPERANNUATION	252.84
DD19055.5	17/09/2019	ONEPATH MASTERFUND (ANZ)	SUPERANNUATION	184.27
DD19055.6	17/09/2019	BT SUPER FOR LIFE	SUPERANNUATION	614.84
DD19055.7	17/09/2019	PLUM SUPERANNUATION FUND (MLC)	SUPERANNUATION	296.52
DD19055.8	17/09/2019	MARANI SUPER FUND	SUPERANNUATION	997.11
DD19055.9	17/09/2019	AMP - SIGNATURESUPER	SUPERANNUATION	1,078.50
DD19055.10	17/09/2019	UNISUPER	SUPERANNUATION	203.88
DD19055.11	17/09/2019	NORTH PERSONAL SUPERANNUATION	SUPERANNUATION	540.22
DD19055.12	17/09/2019	AMP FLEXIBLE LIFETIME SUPER	SUPERANNUATION	621.16
DD19055.13	17/09/2019	BT LIFETIME SUPER - EMPLOYER PLAN	SUPERANNUATION	271.10
DD19055.14	17/09/2019	CBUS INDUSTRY SUPER	SUPERANNUATION	1,029.29
DD19055.15	17/09/2019	TELSTRA SUPERANNUATION SCHEME	SUPERANNUATION	231.76
DD19055.16	17/09/2019	COMMONWEALTH ESSENTIAL SUPER	SUPERANNUATION	264.20
DD19055.17	17/09/2019	MY NORTH SUPER A/T WEALTH PERSONAL SUPERANNUATION & PENSION FUN	SUPERANNUATION	447.83



Eastern Metropolitan Regional Council
CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019

Cheque / EFT No	Date	Payee		Amount
DD19055.18	17/09/2019	ETHAN Y WANG SUPER PTY LTD ATF ETHAN Y WANG SUPERANNUATION FUND	SUPERANNUATION	595.33
DD19055.19	17/09/2019	A&S HUGHES-D'AETH PTY LTD ATF A&S HUGHES-D'AETH SUPERANNUATION FUND	SUPERANNUATION	533.68
DD19055.20	17/09/2019	HOSTPLUS SUPERANNUATION FUND	SUPERANNUATION	2,137.50
DD19055.21	17/09/2019	AUSTRALIAN SUPER	SUPERANNUATION	2,309.79
DD19055.22	17/09/2019	SUNSUPER	SUPERANNUATION	677.26
DD19055.23	17/09/2019	LEGALSUPER	SUPERANNUATION	401.92
DD19055.24	17/09/2019	MLC SUPER FUND	SUPERANNUATION	561.64
1583	04/09/2019	SHANGHAI SHUANGMU RADIATOR MANUFACTURING CO, LTD WWtE PAYMENT RE EMRC / ANERGY AGREEMENT		11,717.84
1584	05/09/2019	HUBEI YIDU YUNJI MEC. & ELEC. CO. LTD	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	3,804.69
1585	10/09/2019	WESTPAC BANKING CORPORATION	TERM DEPOSIT INVESTMENT	1,000,000.00
1586	12/09/2019	ANZ BANKING GROUP	TERM DEPOSIT INVESTMENT	500,000.00
1587	13/09/2019	WESTPAC BANKING CORPORATION	TERM DEPOSIT INVESTMENT	1,000,000.00
1588	17/09/2019	ANZ BANKING GROUP	TERM DEPOSIT INVESTMENT	7,000,000.00
1589	20/09/2019	MACQUARIE BANK LIMITED - SYDNEY	TERM DEPOSIT INVESTMENT	2,500,000.00
1590	23/09/2019	AUSTRACLEAR LIMITED (ASX)	FINANCIAL SERVICES FEE	30.80
1591	16/09/2019	WBC - CORPORATE MASTERCARD - D AMEDURI	CREDIT CARD PURCHASES	720.62
1592	16/09/2019	WBC - CORPORATE MASTERCARD - DAVID SCHMIDT	CREDIT CARD PURCHASES	444.46
1593	16/09/2019	WBC - CORPORATE MASTERCARD - DOUGLAS DARMAGO	CREDIT CARD PURCHASES	2,745.58
1594	16/09/2019	WBC - CORPORATE MASTERCARD - IZABELLA KRZYSKO	CREDIT CARD PURCHASES	5.66
1595	16/09/2019	WBC - CORPORATE MASTERCARD - MARCUS GEISLER	CREDIT CARD PURCHASES	990.08
1596	16/09/2019	WBC - CORPORATE MASTERCARD - S FITZPATRICK	CREDIT CARD PURCHASES	408.63
1597	16/09/2019	WBC - CORPORATE MASTERCARD - T BEINHAUER	CREDIT CARD PURCHASES	941.59
1598	16/09/2019	WBC - CORPORATE MASTERCARD - T ECKSTEIN	CREDIT CARD PURCHASES	972.45
1599	16/09/2019	WBC - CORPORATE MASTERCARD - W HARRIS	CREDIT CARD PURCHASES	890.72
1600	16/09/2019	WBC - CORPORATE MASTERCARD - Z WILLIAMSON	CREDIT CARD PURCHASES	335.49
1601	21/10/2019	AUSTRACLEAR LIMITED (ASX)	FINANCIAL SERVICES FEE	39.05
1602	18/10/2019	HUBEI YIDU YUNJI MEC. & ELEC. CO. LTD	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	3,767.60
1603	30/10/2019	ANHUI LIXIN CLUTCH COMPANY	WWtE PAYMENT RE EMRC / ANERGY AGREEMENT	554.19
1604	30/10/2019	MACQUARIE BANK LIMITED - SYDNEY	TERM DEPOSIT INVESTMENT	2,000,000.00
1605	31/10/2019	ANZ BANKING GROUP	TERM DEPOSIT INVESTMENT	1,500,000.00
1606	15/10/2019	WBC - CORPORATE MASTERCARD - D AMEDURI	CREDIT CARD PURCHASES	977.24
1607	15/10/2019	WBC - CORPORATE MASTERCARD - DAVID SCHMIDT	CREDIT CARD PURCHASES	2,409.77
1608	15/10/2019	WBC - CORPORATE MASTERCARD - DOUGLAS DARMAGO	CREDIT CARD PURCHASES	4,636.63
1609	15/10/2019	WBC - CORPORATE MASTERCARD - FRANK HUA HIM KUA	CREDIT CARD PURCHASES	512.00
1610	15/10/2019	WBC - CORPORATE MASTERCARD - IZABELLA KRZYSKO	CREDIT CARD PURCHASES	1,293.75
1611	15/10/2019	WBC - CORPORATE MASTERCARD - MARCUS GEISLER	CREDIT CARD PURCHASES	2,467.49
1612	15/10/2019	WBC - CORPORATE MASTERCARD - S FITZPATRICK	CREDIT CARD PURCHASES	4,149.53
1613	15/10/2019	WBC - CORPORATE MASTERCARD - T BEINHAUER	CREDIT CARD PURCHASES	1,278.38
1614	15/10/2019	WBC - CORPORATE MASTERCARD - T ECKSTEIN	CREDIT CARD PURCHASES	1,473.42
1615	15/10/2019	WBC - CORPORATE MASTERCARD - W HARRIS	CREDIT CARD PURCHASES	19.10
1616	15/10/2019	WBC - CORPORATE MASTERCARD - Z WILLIAMSON	CREDIT CARD PURCHASES	517.01
SUB TOTAL				24,472,820.32



Eastern Metropolitan Regional Council
CEO's DELEGATED PAYMENTS LIST
FOR THE MONTHS OF SEPTEMBER & OCTOBER 2019

Cheque / EFT No	Date	Payee	Amount
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		LESS CANCELLED EFTs & CHEQUES	Nil
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		TOTAL	24,472,820.32
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REPORT

Bank Code	Bank	
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	EMRC - Municipal Fund	24,472,820.32
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All Employee Superannuation obligations for the periods September & October 2019 have been paid by the EMRC.



14.3 FINANCIAL REPORT FOR PERIOD ENDED 31 AUGUST 2019

REFERENCE: D2019/14740

PURPOSE OF REPORT

The purpose of this report is to provide Council with an overview of the EMRC's financial performance for the period ended 31 August 2019.

KEY POINTS AND RECOMMENDATION(S)

- Significant year to date budget variances greater than 10% or \$20,000, whichever is the greater, within each nature and type category on the Statement of Financial Activity as at 31 August 2019 have been identified and are reported on in the body of the report.

Recommendation(s)

That Council receives the Statement of Comprehensive Income, Capital Expenditure Statement, Statement of Financial Position, Statement of Cash and Investments and the Investment Report for the period ended 31 August 2019.

SOURCE OF REPORT

Director Corporate Services

BACKGROUND

It is a requirement of the *Local Government (Financial Management) Regulations 1996* (r.34) that a Local Government is to prepare and present to Council financial reports in such a form as the Local Government considers to be appropriate.

The 2019/2020 Budget was presented in a format that separated operating income and expenditure from other revenue and expenses to provide improved disclosure of Council's underlying operating result.

Submitted to each meeting of Council is a financial report and summaries which provide an overview of year to date budget performance for operating activities and capital works. Variances greater than 10% or \$20,000, whichever is the greater, within each nature and type category on the Statement of Comprehensive Income are reported on in the body of the report. Also included are end of year forecasts by nature and type for operating activities and end of year forecasts for each capital works project. These forecasts are reviewed regularly in order to provide an accurate forecast of the end of year result.

REPORT

Outlined below are financial statements for the period ended 31 August 2019. Where possible the year to date monthly budget allocations will be reviewed in order to match the appropriate timing for the various projects budgeted to be undertaken. This will provide a better comparison between the year to date actual and year to date budget figures.



Item 14.3 continued

Statement of Comprehensive Income - Nature and Type (refer Attachment 1)

The year to date operating result from normal activities as at 31 August 2019 is a favourable variance of \$4,450 (0.42%) against budget. The following information is provided on key aspects of Council's year to date financial performance:

<u>Operating Income</u>	<i>Actuals for the Year</i>	An unfavourable variance of \$341,488 (8.10%).
	<i>End of Year Forecast</i>	As per budget - not yet due to be reviewed.

Operating Income variances previously reported to Council:

1. Year to date Reimbursements of \$86,057 is \$45,645 (34.66%) below the budget of \$131,702. This is attributable to a lower level of reimbursements compared to budget relating to the Coppin & Mathieson Transfer Stations.
2. Year to date Other Income of \$235,207 is \$210,713 (47.25%) below the budget of \$445,920. This is mainly attributable to lower ferricrete sales during August 2019 (\$40,066 compared to a budget of \$130,000), a lower level of Greenwaste products sales (\$8,376 compared to a budget of \$46,816) and the timing of royalty payments from the sale of landfill gas (\$0 compared to a budget of \$116,666).

There were no further significant Operating Income variances as at 31 August 2019.

<u>Operating Expenditure</u>	<i>Actuals for the Year</i>	A favourable variance of \$345,938 (10.97%).
	<i>End of Year Forecast</i>	As per budget - not yet due to be reviewed.

Operating Expenditure variances previously reported to Council:

1. Year to date Contract Expenses of \$385,435 is \$239,787 (38.35%) below the budget of \$625,222 due to the timing of various projects from different business units.
 Projects where the expenditures are lower than budget for various directorates/business units include: Waste Services projects (\$109,084), Regional Development (\$46,629), Environmental Services (\$21,572) and Corporate Services (\$61,936).
2. Year to date Material Expenses of \$187,953 is \$49,852 (36.10%) above the budget of \$138,101. This is primarily due to the purchase of a binding material (Rembind) required as part of waste acceptance approval requirements which has resulted in an unfavourable variance of \$53,009 for Waste Services. This is offset by an increase in income for commercial tonnages at the Red Hill Waste Management Facility.

Operating Expenditure variances not previously reported to Council:

3. Year to date Depreciation Expenses of \$724,391 is \$96,165 (11.72%) below the budget of \$820,556. The variance is primarily due to the low level of capital expenditure as at 31 August 2019.
4. Year to date Miscellaneous Expenses of \$167,124 is \$57,269 (25.52%) below the budget of \$224,393. The variance relates primarily to the lower landfill levy payable compared to budget as a result of the lower level of tonnages received as at the period end date.



Item 14.3 continued

5. Year to date Cost Allocated Expenses of \$82,247 is \$119,688 (59.27%) below the budget of \$201,935. This variance relates specifically to internal costs allocated between the Hazelmere C&I Plant and the Red Hill Landfill Facility Class III cell as a result of lower activity at the C & I Plant.

There were no further significant Operating Expenditure variances as at 31 August 2019.

<u>*Other Revenues and Expenses (Net)</u>	<i>Actuals for the Year</i>	An unfavourable variance of \$87,739 (7.31%).
	<i>End of Year Forecast</i>	As per budget - not yet due to be reviewed.

Other Revenues and Expenses variances previously reported to Council:

1. Year to date User Charges of \$5,518 is \$111,982 (95.30%) below the budget of \$117,500. The variance is due to the lower level of tonnages received through the Hazelmere C & I facility.
2. Year to date Other Revenue of \$1,888 is \$157,488 (98.82%) below the budget of \$159,376. The variance relates specifically to the sale of products from the Hazelmere C&I Project due to the lower than budget level of tonnages received through the C&I facility and resulting recoverable material available for sale (\$1,888 compared to a budget of \$34,072), as well as the sale of electricity from the Wood Waste to Energy facility which is yet to be completed (\$0 compared to a budget of \$125,304).
3. Year to date Salary Expenses (Other Expenses) of \$58,222 is \$59,114 (50.38%) below the budget of \$117,336. The variance is principally attributable to the low level of activity in the Hazelmere C & I facility due to the lower than budget level of tonnages received.

Other Revenues and Expenses variances not previously reported to Council:

4. Year to date Interest Restricted Cash Investments of \$391,268 is \$59,788 (18.04%) above the budget of \$331,480. This is attributable to the higher level of funds available for investment as at 31 August 2019, and a higher average interest rate expected to be received for the 2019/2020 financial year (2.53% as at 31 August 2019 compared to the budgeted rate of 1.78%).

There were no further significant Other Revenues and Expenses variances as at 31 August 2019.

Capital Expenditure Statement (refer Attachment 2)

<u>Capital Expenditure</u>	<i>Actuals for the Year</i>	A favourable variance of \$3,245,755.
	<i>End of Year Forecast</i>	As per budget - not yet due to be reviewed.

Capital Expenditure variances:

A favourable variance of \$3,245,755 existed as at 31 August 2019 when compared to the budget of \$4,483,755. The year to date budget provisions are used as a guide only as expenditure of a capital nature is undertaken as and when required.

Major capital expenditures to 31 August 2019 include:

- Purchase / Replace Plant Red Hill Landfill Facility - \$387,299;
- Construct and Commission Resource Recovery Park - WWtE Building - \$367,994;
- Construct and Commission Resource Recovery Park - Site Infrastructure - \$145,004; and
- Purchase Vehicles - Ascot Place - \$87,128.



Item 14.3 continued

Statement of Financial Position (refer Attachment 3)

The Statement of Financial Position shows the overall impact of actual balances compared with budget provisions and end of year forecasts for operating and capital works activities.

Total Equity as at 31 August 2019 totals \$197,694,382. This is an increase of \$2,180,780 from the 30 June 2019 equity of \$195,513,602 and represents the net change in assets from operations.

As end of year forecasts are yet to be reviewed, the forecast balances as at 31 August 2019 are as per the budget estimates.

Statement of Cash and Investments (refer Attachment 4)

The level of cash and investments in the Municipal Fund as at 31 August 2019 is \$11,587,094 and Restricted Cash amount to \$92,583,220.

The net movement for the month is an increase of \$1,153,570.

As end of year forecasts are yet to be reviewed, the forecast balances as at 31 August 2019 are as per the budget estimates.

Investment Report (refer Attachment 5)

Term deposits valued at \$10,500,000 matured during August 2019 all of which was reinvested into further term deposits together with additional surplus funds.

STRATEGIC/POLICY IMPLICATIONS

Key Result Area 3 - Good Governance

3.3 To provide responsible and accountable governance and management of the EMRC

3.4 To continue to improve financial and asset management practices

FINANCIAL IMPLICATIONS

As outlined within the report and attachments.

SUSTAINABILITY IMPLICATIONS

Nil



Item 14.3 continued

MEMBER COUNCIL IMPLICATIONS

Member Council	Implication Details
Town of Bassendean	} Nil
City of Bayswater	
City of Belmont	
City of Kalamunda	
Shire of Mundaring	
City of Swan	

ATTACHMENT(S)

1. Statement of Comprehensive Income by Nature and Type (Ref: D2019/16357)
2. Capital Expenditure Statement (Ref: D2019/16358)
3. Statement of Financial Position (Ref: D2019/16359)
4. Statement of Cash and Investments (Ref: D2019/16360)
5. Investment Report (Ref: D2019/16361)

VOTING REQUIREMENT

Simple Majority

RECOMMENDATION(S)

That Council receives the Statement of Comprehensive Income, Capital Expenditure Statement, Statement of Financial Position, Statement of Cash and Investments and the Investment Report for the period ended 31 August 2019.

COUNCIL RESOLUTION(S)

MOVED CR DAW

SECONDED CR HAMILTON

THAT COUNCIL RECEIVES THE STATEMENT OF COMPREHENSIVE INCOME, CAPITAL EXPENDITURE STATEMENT, STATEMENT OF FINANCIAL POSITION, STATEMENT OF CASH AND INVESTMENTS AND THE INVESTMENT REPORT FOR THE PERIOD ENDED 31 AUGUST 2019.

CARRIED UNANIMOUSLY



STATEMENT OF COMPREHENSIVE INCOME

Nature and Type

AUGUST 2019

Year to Date					Full Year		
Actual	Budget	Variance			Forecast	Budget	Variance
Operating Income							
\$5,370,555	\$5,669,200	(\$298,645)	(U)	User Charges	\$34,133,183	\$34,133,183	\$0 (F)
(\$2,232,729)	(\$2,424,620)	\$191,891	(F)	<u>Less</u> Landfill Levy Charges	(\$14,607,723)	(\$14,607,723)	\$0 (F)
\$3,137,826	\$3,244,580	(\$106,754)	(U)	Net User Charges	\$19,525,460	\$19,525,460	\$0 (F)
\$75,905	\$73,763	\$2,142	(F)	Special Charges	\$442,603	\$442,603	\$0 (F)
\$290,733	\$276,303	\$14,430	(F)	Contributions	\$563,447	\$563,447	\$0 (F)
\$0	\$0	\$0	(F)	Operating Grants	\$525,000	\$525,000	\$0 (F)
\$50,050	\$44,998	\$5,052	(F)	Interest Municipal Cash Investments	\$270,000	\$270,000	\$0 (F)
\$86,057	\$131,702	(\$45,645)	(U)	Reimbursements	\$790,259	\$790,259	\$0 (F)
\$235,207	\$445,920	(\$210,713)	(U)	Other	\$2,675,597	\$2,675,597	\$0 (F)
\$3,875,778	\$4,217,266	\$341,488	(U)	Total Operating Income	\$24,792,366	\$24,792,366	\$0 (F)
Operating Expenditure							
\$1,158,479	\$1,269,830	\$111,351	(F)	Salary Expenses	\$9,856,504	\$9,856,504	\$0 (F)
\$385,435	\$625,222	\$239,787	(F)	Contract Expenses	\$4,706,382	\$4,706,382	\$0 (F)
\$187,953	\$138,101	(\$49,852)	(U)	Material Expenses	\$1,114,269	\$1,114,269	\$0 (F)
\$52,020	\$54,570	\$2,550	(F)	Utility Expenses	\$327,525	\$327,525	\$0 (F)
\$113,538	\$122,424	\$8,886	(F)	Fuel Expenses	\$734,688	\$734,688	\$0 (F)
\$43,917	\$43,040	(\$877)	(U)	Insurance Expenses	\$258,545	\$258,545	\$0 (F)
\$724,391	\$820,556	\$96,165	(F)	Depreciation Expenses	\$4,923,631	\$4,923,631	\$0 (F)
\$167,124	\$224,393	\$57,269	(F)	Miscellaneous Expenses	\$936,306	\$936,306	\$0 (F)
\$57,721	\$58,068	\$347	(F)	Provision Expenses	\$236,821	\$236,821	\$0 (F)
(\$82,247)	(\$201,935)	(\$119,688)	(U)	Costs Allocated	(\$2,146,825)	(\$2,146,825)	\$0 (F)
\$2,808,331	\$3,154,269	\$345,938	(F)	Total Operating Expenditure	\$20,947,846	\$20,947,846	\$0 (F)
\$1,067,447	\$1,062,997	\$4,450	(F)	OPERATING RESULT FROM NORMAL ACTIVITIES	\$3,844,520	\$3,844,520	\$0 (F)
Surplus	Surplus				Surplus	Surplus	

Notes:

1. User Charges - include member Councils and casual users pertaining to waste, risk management and environmental services fees and charges;
2. Special Charges - Waste Education Levy;
3. Contributions - member Councils' contributions to projects and services;
4. Operating Grants - grant income predominantly from government agencies;
5. Other Operating Income - includes income from the sale of products;
6. Actual & YTD Budget User Charges & Miscellaneous Expenses excludes the landfill levy value of \$2,232,729 as at 31 August 2019; and
7. Full Year Budget & Forecast User Charges & Miscellaneous Expenses excludes the landfill levy of \$14,607,723

(F) denotes Favourable variance and (U) denotes Unfavourable variance

STATEMENT OF COMPREHENSIVE INCOME

Nature and Type

Year to Date

AUGUST 2019

Full Year

Actual	Budget	Variance		Forecast	Budget	Variance	
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Other Revenues

\$5,518	\$117,500	(\$111,982)	(U)	User Charges	\$705,000	\$705,000	\$0	(F)
\$824,111	\$805,664	\$18,447	(F)	Secondary Waste Charge	\$4,756,004	\$4,756,004	\$0	(F)
\$0	\$0	\$0	(F)	Operating Grants	\$0	\$0	\$0	(F)
\$391,268	\$331,480	\$59,788	(F)	Interest Restricted Cash Investments	\$1,604,959	\$1,604,959	\$0	(F)
\$0	\$8	(\$8)	(U)	Reimbursements	\$50	\$50	\$0	(F)
\$157,955	\$148,800	\$9,155	(F)	Proceeds from Sale of Assets	\$205,000	\$205,000	\$0	(F)
\$1,888	\$159,376	(\$157,488)	(U)	Other	\$956,262	\$956,262	\$0	(F)
\$1,380,740	\$1,562,828	(\$182,088)	(U)	Total Other Revenues	\$8,227,275	\$8,227,275	\$0	(F)

Other Expenses

\$58,222	\$117,336	\$59,114	(F)	Salary Expenses	\$828,644	\$828,644	\$0	(F)
\$42,068	\$48,876	\$6,808	(F)	Contract Expenses	\$850,463	\$850,463	\$0	(F)
\$180	\$12,560	\$12,380	(F)	Material Expenses	\$75,475	\$75,475	\$0	(F)
\$1,263	\$4,780	\$3,517	(F)	Utility Expenses	\$28,700	\$28,700	\$0	(F)
\$0	\$166	\$166	(F)	Fuel Expenses	\$1,000	\$1,000	\$0	(F)
\$9,411	\$9,226	(\$185)	(U)	Insurance Expenses	\$55,406	\$55,406	\$0	(F)
\$13,171	\$16,042	\$2,871	(F)	Depreciation Expenses	\$503,290	\$503,290	\$0	(F)
\$24,400	\$22,194	(\$2,206)	(U)	Miscellaneous Expenses	\$133,350	\$133,350	\$0	(F)
\$60,209	\$52,300	(\$7,909)	(U)	Carrying Amount of Assets Disposed Of	\$153,999	\$153,999	\$0	(F)
\$58,482	\$78,275	\$19,793	(F)	Costs Allocated	\$683,135	\$683,135	\$0	(F)
\$267,406	\$361,755	\$94,349	(F)	Total Other Expenses	\$3,313,462	\$3,313,462	\$0	(F)

\$1,113,334	\$1,201,073	(\$87,739)	(U)	OPERATING RESULT FROM OTHER ACTIVITIES	\$4,913,813	\$4,913,813	\$0	(F)
Surplus	Surplus				Surplus	Surplus		

\$2,180,780	\$2,264,070	(\$83,290)	(U)	NET RESULT	\$8,758,333	\$8,758,333	\$0	(F)
Surplus	Surplus				Surplus	Surplus		

Realised/Unrealised (Gain)/Loss From Change in Fair Value of Investments

\$0	\$0	\$0	(F)	Unrealised (Gain)/Loss	\$0	\$0	\$0	(F)
\$0	\$0	\$0	(F)	Realised (Gain)/Loss	\$0	\$0	\$0	(F)
\$0	\$0	\$0	(F)	Total (Gain)/Loss from change in Fair Value of Investments	\$0	\$0	\$0	(F)

Other Comprehensive Income

\$0	\$0	\$0	(F)	Revaluation of Assets/Accumulated Depreciation Reversal	\$0	\$0	\$0	(F)
\$0	\$0	\$0	(F)	Other Comprehensive Income	\$0	\$0	\$0	(F)
\$0	\$0	\$0	(F)	Total Other Comprehensive Income	\$0	\$0	\$0	(F)

\$2,180,780	\$2,264,070	(\$83,290)	(U)	CHANGE IN NET ASSETS FROM OPERATIONS	\$8,758,333	\$8,758,333	\$0	(F)
Surplus	Surplus				Surplus	Surplus		



CAPITAL EXPENDITURE STATEMENT

AUGUST 2019

Year to Date				On (F) = Favourable variation Order (U) = Unfavourable variation		Full Year		
Actual	Budget	Variance	Forecast			Budget	Variance	
Governance and Corporate Services								
\$87,128	\$56,166	(\$30,962)	(U)	\$0	Purchase Vehicles - Ascot Place (24440/00)	\$337,000	\$337,000	\$0 (F)
\$0	\$4,166	\$4,166	(F)	\$0	Purchase Furniture Fittings & Equipment - Corporate Services (24510/01)	\$25,000	\$25,000	\$0 (F)
\$9,425	\$56,000	\$46,575	(F)	\$0	Purchase Information Technology & Communication Equipment (24550/00)	\$336,000	\$336,000	\$0 (F)
\$0	\$3,332	\$3,332	(F)	\$0	Purchase Art Works (24620/00)	\$20,000	\$20,000	\$0 (F)
\$0	\$26,666	\$26,666	(F)	\$0	Capital Improvement Administration Building - Ascot Place (25240/01)	\$160,000	\$160,000	\$0 (F)
\$0	\$750	\$750	(F)	\$0	Upgrade Security Equipment - Ascot Place (25530/01)	\$4,500	\$4,500	\$0 (F)
\$96,553	\$147,080	\$50,527	(F)	\$0		\$882,500	\$882,500	\$0 (F)

CAPITAL EXPENDITURE STATEMENT

AUGUST 2019

Year to Date				On Order	(F) = Favourable variation (U) = Unfavourable variation	Full Year			
Actual	Budget	Variance	Forecast			Budget	Variance		
Resource Recovery									
\$367,994	\$0	(\$367,994)	(U)	\$0	Construct and Commission Resource Recovery Park - Wood Waste to Energy Building (24259/05)	\$0	\$0	\$0	(F)
\$0	\$91,664	\$91,664	(F)	\$0	Construct and Commission Resource Recovery Park - Community Transfer Station (24259/06)	\$550,000	\$550,000	\$0	(F)
\$0	\$133,332	\$133,332	(F)	\$0	Construct and Commission Resource Recovery Park - Site/Administration Office (24259/07)	\$800,000	\$800,000	\$0	(F)
\$0	\$83,332	\$83,332	(F)	\$0	Construct and Commission Resource Recovery Park - Community Reuse Store (24259/08)	\$500,000	\$500,000	\$0	(F)
\$0	\$1,666	\$1,666	(F)	\$0	Construct and Commission Resource Recovery Park - MRF Building - Hazelmere (24259/09)	\$10,000	\$10,000	\$0	(F)
\$22,238	\$35,000	\$12,763	(F)	\$10,011	Construct and Commission Resource Recovery Commercial Transfer Station - Hazelmere (24259/10)	\$210,000	\$210,000	\$0	(F)
\$40,601	\$13,008	(\$27,593)	(U)	\$38,834	Construct and Commission Resource Recovery Park - Weighbridge Office (24259/12)	\$78,055	\$78,055	\$0	(F)
\$0	\$100,000	\$100,000	(F)	\$0	Construct and Commission Resource Recovery Park - Site Workshop (24259/13)	\$600,000	\$600,000	\$0	(F)
\$3,100	\$19,222	\$16,122	(F)	\$52,942	Construct and Commission Resource Recovery Park - Weighbridges (x2) (24392/02)	\$115,337	\$115,337	\$0	(F)
\$145,004	\$424,998	\$279,994	(F)	\$48,700	Construct and Commission Resource Recovery Park - Site Infrastructure (24399/01)	\$2,550,000	\$2,550,000	\$0	(F)

CAPITAL EXPENDITURE STATEMENT

AUGUST 2019

Year to Date				On (F) = Favourable variation Order (U) = Unfavourable variation	Full Year			
Actual	Budget	Variance	Forecast		Budget	Variance		
Resource Recovery								
\$0	\$41,666	\$41,666	(F)	\$0	Construct Resource Recovery Park - Reuse Store Infrastructure (Car Park) (24399/07)	\$250,000	\$250,000	\$0 (F)
\$5,206	\$20,614	\$15,408	(F)	\$6,514	Wood Waste to Energy Utilities/Infrastructure - Resource Recovery Park (24399/11)	\$123,685	\$123,685	\$0 (F)
\$45,403	\$206,766	\$161,364	(F)	\$78,800	Purchase Resource Recovery Park - Wood Waste to Energy Plant & Equipment (24410/03)	\$1,240,613	\$1,240,613	\$0 (F)
\$0	\$83,332	\$83,332	(F)	\$0	Purchase Resource Recovery Park C & I Building - Plant & Equipment (24410/04)	\$500,000	\$500,000	\$0 (F)
\$0	\$50,000	\$50,000	(F)	\$0	Purchase Resource Recovery Park Transfer Station - Plant & Equipment (24410/05)	\$300,000	\$300,000	\$0 (F)
\$629,545	\$1,304,600	\$675,055	(F)	\$235,801		\$7,827,690	\$7,827,690	\$0 (F)

Waste Management

\$0	\$18,332	\$18,332 (F)	\$0	Construct Waste Management Facility Buildings - Red Hill Landfill Facility (24250/01)	\$110,000	\$110,000	\$0	(F)
\$0	\$10,500	\$10,500 (F)	\$0	Construct Storage Shed - Hazelmere (24250/05)	\$63,000	\$63,000	\$0	(F)
\$0	\$13,332	\$13,332 (F)	\$0	Upgrade Power Supply to Transfer Station - Red Hill Landfill Facility (24259/14)	\$80,000	\$80,000	\$0	(F)
\$0	\$13,332	\$13,332 (F)	\$0	Upgrade Power Supply to Workshop No 2 - Red Hill Landfill Facility (24259/15)	\$80,000	\$80,000	\$0	(F)
\$57,969	\$826,373	\$768,404 (F)	\$1,550	Construct Class III Cell Stage 14 - Red Hill Landfill Facility (24310/12)	\$4,974,352	\$4,974,352	\$0	(F)
\$10,370	\$13,832	\$3,462 (F)	\$0	Leachate Project - Red Hill Landfill Facility (24320/02)	\$83,000	\$83,000	\$0	(F)

CAPITAL EXPENDITURE STATEMENT

AUGUST 2019

Year to Date						Full Year		
Actual	Budget	Variance		On Order	(F) = Favourable variation (U) = Unfavourable variation	Forecast	Budget	Variance
Waste Management								
\$0	\$75,000	\$75,000	(F)	\$0	Design and Construct Class IV Cell Stage 2 - Red Hill Landfill Facility (24330/04)	\$450,000	\$450,000	\$0 (F)
\$0	\$33,332	\$33,332	(F)	\$0	Construct Stormwater Infrastructure and Siltation Ponds - Red Hill Landfill Facility (24350/01)	\$200,000	\$200,000	\$0 (F)
\$7,150	\$20,614	\$13,464	(F)	\$0	Construct Roads / Carparks - Red Hill Landfill Facility (24370/00)	\$123,690	\$123,690	\$0 (F)
\$0	\$83,332	\$83,332	(F)	\$0	Construct Access Road to Lots 8 9 10 - Red Hill Landfill Facility (24370/02)	\$500,000	\$500,000	\$0 (F)
\$0	\$41,666	\$41,666	(F)	\$0	Construct Drainage Diversion and Earthworks Infrastructures - Red Hill Landfill Facility (24380/00)	\$250,000	\$250,000	\$0 (F)
\$0	\$16,666	\$16,666	(F)	\$3,005	Construct Litter Fence - Redhill Landfill Facility (24394/05)	\$100,000	\$100,000	\$0 (F)
\$773	\$0	(\$773)	(U)	\$0	Construct Greenwaste Processing Area - Red Hill Landfill Facility (24395/00)	\$0	\$0	\$0 (F)
\$0	\$9,164	\$9,164	(F)	\$0	Construct Hardstand and Road - Hazelmere (24395/01)	\$55,000	\$55,000	\$0 (F)
\$0	\$16,666	\$16,666	(F)	\$0	Construct FOGO Processing Area - Red Hill Landfill Facility (24395/05)	\$100,000	\$100,000	\$0 (F)
\$0	\$6,666	\$6,666	(F)	\$0	Construct Monitoring Bores - Red Hill Landfill Facility (24396/00)	\$40,000	\$40,000	\$0 (F)
\$0	\$12,500	\$12,500	(F)	\$0	Air Supply lines - Waste Management Structures - Red Hill Landfill Facility (24399/10)	\$75,000	\$75,000	\$0 (F)
\$0	\$258,332	\$258,332	(F)	\$0	Liquid Waste Project - Red Hill Landfill Facility (24399/16)	\$1,550,000	\$1,550,000	\$0 (F)
\$0	\$246,366	\$246,366	(F)	\$0	Develop Lots 8 9 & 10 For Future Waste Activities - Red Hill Landfill Facility (24399/19)	\$1,500,000	\$1,500,000	\$0 (F)

CAPITAL EXPENDITURE STATEMENT

AUGUST 2019

Year to Date				On (F) = Favourable variation Order (U) = Unfavourable variation		Full Year		
Actual	Budget	Variance	Forecast			Budget	Variance	
Waste Management								
\$387,299	\$599,166	\$211,867	(F)	\$0	Purchase / Replace Plant - Red Hill Landfill Facility (24410/00)	\$3,595,000	\$3,595,000	\$0 (F)
\$0	\$345,832	\$345,832	(F)	\$0	Purchase / Replace Plant - Hazelmere (24410/01)	\$2,075,000	\$2,075,000	\$0 (F)
\$0	\$100,000	\$100,000	(F)	\$0	Purchase FOGO Processing Plant - Red Hill Landfill Facility (24410/10)	\$600,000	\$600,000	\$0 (F)
\$0	\$75,000	\$75,000	(F)	\$0	Liquid Waste Project Plant - Red Hill Landfill Facility (24410/11)	\$450,000	\$450,000	\$0 (F)
\$0	\$146,666	\$146,666	(F)	\$13,214	Purchase / Replace Minor Plant and Equipment-Red Hill Landfill Facility (24420/00)	\$880,000	\$880,000	\$0 (F)
\$9,080	\$2,332	(\$6,748)	(U)	\$0	Purchase / Replace Minor Plant and Equipment - Hazelmere (24420/02)	\$14,000	\$14,000	\$0 (F)
\$37,155	\$14,332	(\$22,823)	(U)	\$54,479	Purchase / Replace Vehicles - Red Hill Landfill Facility (24430/00)	\$86,000	\$86,000	\$0 (F)
\$0	\$16,666	\$16,666	(F)	\$0	Purchase / Replace Security System - Red Hill Waste Management Facility (24530/08)	\$100,000	\$100,000	\$0 (F)
\$0	\$6,080	\$6,080	(F)	\$5,930	Purchase / Replace Security System - Hazelmere (24530/10)	\$36,480	\$36,480	\$0 (F)
\$2,106	\$3,332	\$1,226	(F)	\$0	Purchase / Replace Other Equipment - Red Hill Landfill Facility (24590/00)	\$20,000	\$20,000	\$0 (F)
\$0	\$3,332	\$3,332	(F)	\$5,339	Purchase Office Furniture and Fittings-Hazelmere (24610/10)	\$20,000	\$20,000	\$0 (F)
\$0	\$3,332	\$3,332	(F)	\$0	Refurbish Plant - Red Hill Landfill Facility (25410/00)	\$20,000	\$20,000	\$0 (F)
\$511,902	\$3,032,075	\$2,520,173	(F)	\$83,517		\$18,230,522	\$18,230,522	\$0 (F)
\$1,238,000	\$4,483,755	\$3,245,755	(F)	\$319,318	TOTAL CAPITAL EXPENDITURE	\$26,940,712	\$26,940,712	\$0 (F)

STATEMENT OF FINANCIAL POSITION

AUGUST 2019

Actual June 2019	Actual Year to Date	(F) = Favourable variation (U) = Unfavourable variation	Full Year		
			Forecast	Budget	Variance
Current Assets					
\$1,498,764	\$2,759,524	Cash and Cash Equivalents	\$4,277,914	\$4,277,914	\$0 (F)
\$103,399,001	\$101,410,790	Investments	\$86,095,966	\$86,095,966	\$0 (F)
\$2,716,470	\$3,629,006	Trade and Other Receivables	\$2,426,402	\$2,426,402	\$0 (F)
\$54,739	\$23,407	Inventories	\$29,845	\$29,845	\$0 (F)
\$42,555	\$295,271	Other Assets	\$21,377	\$21,377	\$0 (F)
\$107,711,529	\$108,117,998	Total Current Assets	\$92,851,504	\$92,851,504	\$0 (F)
Current Liabilities					
\$5,541,725	\$4,149,921	Trade and Other Payables	\$3,604,991	\$3,604,991	\$0 (F)
\$1,629,324	\$1,629,324	Provisions	\$1,600,159	\$1,600,159	\$0 (F)
\$7,171,049	\$5,779,245	Total Current Liabilities	\$5,205,150	\$5,205,150	\$0 (F)
\$100,540,480	\$102,338,753	Net Current Assets	\$87,646,354	\$87,646,354	\$0 (F)
Non Current Assets					
\$50,570,000	\$50,570,000	Land	\$50,570,000	\$50,570,000	\$0 (F)
\$7,282,047	\$7,263,418	Buildings	\$10,683,789	\$10,683,789	\$0 (F)
\$17,270,648	\$16,979,756	Structures	\$27,371,536	\$27,371,536	\$0 (F)
\$10,479,107	\$10,621,803	Plant	\$19,411,090	\$19,411,090	\$0 (F)
\$310,204	\$303,967	Equipment	\$918,978	\$918,978	\$0 (F)
\$143,201	\$141,956	Furniture and Fittings	\$124,441	\$124,441	\$0 (F)
\$13,411,331	\$14,025,867	Work in Progress	\$11,954,052	\$11,954,052	\$0 (F)
\$99,466,539	\$99,906,767	Total Non Current Assets	\$121,033,886	\$121,033,886	\$0 (F)
Non Current Liabilities					
\$4,493,417	\$4,551,138	Provisions	\$4,040,109	\$4,040,109	\$0 (F)
\$4,493,417	\$4,551,138	Total Non Current Liabilities	\$4,040,109	\$4,040,109	\$0 (F)
\$195,513,602	\$197,694,382	Net Assets	\$204,640,131	\$204,640,131	\$0 (F)
Equity					
\$54,062,507	\$62,308,230	Accumulated Surplus/Deficit	\$69,541,479	\$69,541,479	\$0 (F)
\$91,958,292	\$91,958,292	Cash Backed Reserves	\$85,093,239	\$85,093,239	\$0 (F)
\$41,247,080	\$41,247,080	Asset Revaluation Reserve	\$41,247,080	\$41,247,080	\$0 (F)
\$8,245,723	\$2,180,780	Net change in assets from operations	\$8,758,333	\$8,758,333	\$0 (F)
\$195,513,602	\$197,694,382	Total Equity	\$204,640,131	\$204,640,131	\$0 (F)



CASH AND INVESTMENTS AUGUST 2019

Actual June 2019	Actual Year to Date	(F) = Favourable variation (U) = Unfavourable variation	Full Year		
			Forecast	Budget	Variance
Municipal Cash and Investments					
1,495,314	2,756,075	Cash at Bank - Municipal Fund 01001/00	1,593,563	1,593,563	0 (F)
3,450	3,450	Cash on Hand 01019/00 - 02	3,450	3,450	0 (F)
11,251,348	8,827,569	Investments - Municipal Fund 02021/00	2,684,351	2,684,351	0 (F)
12,750,112	11,587,094	Total Municipal Cash	4,281,364	4,281,364	0 (F)
Restricted Cash and Investments					
1,937,863	1,945,981	Restricted Investments - Plant and Equipment 02022/01	564,514	564,514	0 (F)
2,709,862	2,721,214	Restricted Investments - Post Closure Site Rehabilitation Red Hill 02022/02	2,900,531	2,900,531	0 (F)
20,180,980	20,265,521	Restricted Investments - Future Development 02022/03	21,861,282	21,861,282	0 (F)
1,098,527	1,103,129	Restricted Investments - Environmental Monitoring Red Hill 02022/04	1,203,445	1,203,445	0 (F)
37,510	37,667	Restricted Investments - Environmental Insurance Red Hill 02022/05	62,696	62,696	0 (F)
15,192	15,256	Restricted Investments - Risk Management 02022/06	15,461	15,461	0 (F)
602,871	605,396	Restricted Investments - Class IV Cells Red Hill 02022/07	220,591	220,591	0 (F)
312,586	313,896	Restricted Investments - Regional Development 02022/08	476,800	476,800	0 (F)
57,994,036	58,236,986	Restricted Investments - Secondary Waste Processing 02022/09	54,682,074	54,682,074	0 (F)
6,031,536	6,056,803	Restricted Investments - Class III Cells 02022/10	2,753,548	2,753,548	0 (F)
76,706	77,027	Restricted Investments - Building Refurbishment (Ascot Place) 02022/11	78,297	78,297	0 (F)
189,362	239,699	Restricted Investments - Accrued Interest 02022/19	274,000	274,000	0 (F)
0	0	Restricted Investments - Unrealised Loss/Gain on Investments 02022/20	0	0	0 (F)
960,622	964,645	Restricted Investments - Long Service Leave 02022/90	1,002,727	1,002,727	0 (F)
92,147,653	92,583,220	Total Restricted Cash	86,095,966	86,095,966	0 (F)
104,897,765	104,170,314	TOTAL CASH AND INVESTMENTS	90,377,330	90,377,330	0 (F)

The Cash at Bank - Municipal Fund represents the balance on the last day of the relevant month. Any portion of the balance available for investment is transferred into the Investment - Municipal Fund account in the following period. Funds held in the Cash at Bank - Municipal Fund continue to accrue interest as per the Westpac commercial rates.

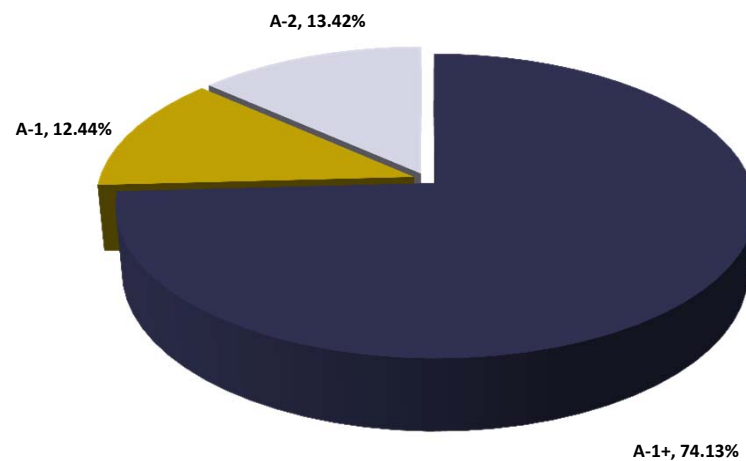
EMRC Investment Report

August 2019

I. Overall Portfolio Limits

S&P Long Term Rating	S&P Short Term Rating	% Portfolio	Investment Maximum %
AAA	A-1+	74.13%	100.00%
AA	A-1	12.44%	100.00%
BBB	A-2	13.42%	15.00%
		<u>100.00%</u>	

Investment by S&P Rating



II. Single Entity Exposure

	S&P Long Term Rating	S&P Short Term Rating	% Portfolio	
AMP	BBB	A-2	4.48%	
ANZ Banking Group	AAA	A-1+	5.47%	
Bankwest	AAA	A-1+	0.00%	
Bank of Queensland	BBB	A-2	4.48%	
ING	AA	A-1	6.97%	
ME Bank	BBB	A-2	4.48%	*
NAB	AAA	A-1+	25.87%	
Suncorp	AA	A-1	5.47%	*
Westpac / St. George Bank	AAA	A-1+	42.78%	
			<u>100.00%</u>	

* Non-Fossil Fuel ADI (Authorised Deposit Taking Institution)

III. Term to Maturity Framework

Maturity Profile	Investment Policy Guidelines		
	% Portfolio	% Min	% Max
Less Than 1 Year	100.00%	40%	100%
Greater than 1 year & less than or equal to 3 years	0.00%	0%	60%
	<u>100.00%</u>		

IV. Fossil Fuel Divestment

	% Portfolio
Non-Fossil Fuel ADI's	9.95%
Fossil Fuel ADI's	90.05%
	<u>100.00%</u>

NB: This report is consistent with the reporting requirements of the Policy 3.3 - Management of Investments Policy



14.4 FINANCIAL REPORT FOR PERIOD ENDED 30 SEPTEMBER 2019

REFERENCE: D2019/15973

PURPOSE OF REPORT

The purpose of this report is to provide Council with an overview of the EMRC's financial performance for the period ended 30 September 2019.

KEY POINTS AND RECOMMENDATION(S)

- Significant year to date budget variances greater than 10% or \$20,000, whichever is the greater, within each nature and type category on the Statement of Financial Activity as at 30 September 2019 have been identified and are reported on in the body of the report.

Recommendation(s)

That Council receives the Statement of Comprehensive Income, Capital Expenditure Statement, Statement of Financial Position, Statement of Cash and Investments and the Investment Report for the period ended 30 September 2019.

SOURCE OF REPORT

Director Corporate Services

BACKGROUND

It is a requirement of the *Local Government (Financial Management) Regulations 1996* (r.34) that a Local Government is to prepare and present to Council financial reports in such a form as the Local Government considers to be appropriate.

The 2019/2020 Budget was presented in a format that separated operating income and expenditure from other revenue and expenses to provide improved disclosure of Council's underlying operating result.

Submitted to each meeting of Council is a financial report and summaries which provide an overview of year to date budget performance for operating activities and capital works. Variances greater than 10% or \$20,000, whichever is the greater, within each nature and type category on the Statement of Comprehensive Income are reported on in the body of the report. Also included are end of year forecasts by nature and type for operating activities and end of year forecasts for each capital works project. These forecasts are reviewed regularly in order to provide an accurate forecast of the end of year result.

REPORT

Outlined below are financial statements for the period ended 30 September 2019. Where possible the year to date monthly budget allocations will be reviewed in order to match the appropriate timing for the various projects budgeted to be undertaken. This will provide a better comparison between the year to date actual and year to date budget figures.



Item 14.4 continued

Statement of Comprehensive Income - Nature and Type (refer Attachment 1)

The year to date operating result from normal activities as at 30 September 2019 is a favourable variance of \$29,321 (2.00%) against budget. The following information is provided on key aspects of Council's year to date financial performance:

<u>Operating Income</u>	<i>Actuals for the Year</i>	An unfavourable variance of \$215,707 (3.45%).
	<i>End of Year Forecast</i>	As per budget - not yet due to be reviewed.

Operating Income variances previously reported to Council:

1. Year to date Reimbursements of \$132,896 is \$64,657 (32.73%) below the budget of \$197,553. This is attributable to a lower level of reimbursements compared to budget relating to the Coppin & Mathieson Transfer Stations.
2. Year to date Other Income of \$455,760 is \$213,120 (31.86%) below the budget of \$668,880. This is mainly attributable to lower ferricrete sales to September 2019 (\$174,831 compared to a budget of \$195,000), a lower level of Greenwaste products sales (\$12,342 compared to a budget of \$70,224) and the timing of royalty payments from the sale of landfill gas (\$0 compared to a budget of \$174,999).

There were no further significant Operating Income variances as at 30 September 2019.

<u>Operating Expenditure</u>	<i>Actuals for the Year</i>	A favourable variance of \$245,028 (5.11%).
	<i>End of Year Forecast</i>	As per budget - not yet due to be reviewed.

Operating Expenditure variances previously reported to Council:

1. Year to date Contract Expenses of \$698,904 is \$323,929 (31.67%) below the budget of \$1,022,833 due to the timing of various projects from different business units.
 Projects where the expenditures are lower than budget for various directorates/business units include: Waste Services projects (\$128,413), Regional Development (\$69,732), Environmental Services (\$38,452) and Corporate Services (\$86,243).
2. Year to date Material Expenses of \$311,223 is \$96,655 (45.05%) above the budget of \$214,568. This is primarily due to the purchase of a binding material (Rembind) required as part of waste acceptance approval requirements which has resulted in an unfavourable variance of \$102,900 for Waste Services. This is offset by an increase in income for commercial tonnages at the Red Hill Waste Management Facility.
3. Year to date Cost Allocated Expenses of \$97,946 is \$287,832 (74.61%) below the budget of \$385,778. This variance relates specifically to internal costs allocated between the Hazelmere C&I Plant and the Red Hill Landfill Facility Class III cell as a result of lower activity at the C & I Plant, as well as the low level of capital works undertaken to-date involving internal resources.

There were no further significant Operating Expenditure variances as at 30 September 2019.



Item 14.4 continued

<u>*Other Revenues and Expenses (Net)</u>	<i>Actuals for the Year</i>	An unfavourable variance of \$72,248 (4.19%).
	<i>End of Year Forecast</i>	As per budget - not yet due to be reviewed.

Other Revenues and Expenses variances previously reported to Council:

1. Year to date User Charges of \$15,780 is \$160,470 (91.05%) below the budget of \$176,250. The variance is due to the lower level of tonnages received through the Hazelmere C & I facility.
2. Year to date Interest Restricted Cash Investments of \$569,484 is \$104,264 (22.41%) above the budget of \$465,220. This is attributable to the higher level of funds available for investment as at 30 September 2019, and a higher average interest rate expected to be received for the 2019/2020 financial year (2.47% as at 30 September 2019 compared to the budgeted rate of 1.78%).
3. Year to date Other Revenue of \$2,392 is \$236,672 (99.00%) below the budget of \$239,064. The variance relates specifically to the sale of products from the Hazelmere C&I Project due to the lower than budget level of tonnages received through the C&I facility and resulting recoverable material available for sale (\$2,392 compared to a budget of \$51,108), as well as the sale of electricity from the Wood Waste to Energy facility which is yet to be completed (\$0 compared to a budget of \$187,956).
4. Year to date Salary Expenses (Other Expenses) of \$85,079 is \$95,581 (52.91%) below the budget of \$180,660. The variance is principally attributable to the low level of activity in the Hazelmere C & I facility due to the lower than budget level of tonnages received.

Other Revenues and Expenses variances not previously reported to Council:

5. Year to date Costs Allocated of \$59,738 is \$77,187 (56.37%) below the budget of \$136,925. This variance relates specifically to internal costs allocated between the Hazelmere C&I Plant and the Red Hill Landfill Facility Class III cell due to lower than budget levels of activity at the C & I Plant.

There were no further significant Other Revenues and Expenses variances as at 30 September 2019.

Capital Expenditure Statement (refer Attachment 2)

<u>Capital Expenditure</u>	<i>Actuals for the Year</i>	A favourable variance of \$4,655,106
	<i>End of Year Forecast</i>	As per budget - not yet due to be reviewed.

Capital Expenditure variances:

A favourable variance of \$4,655,106 existed as at 30 September 2019 when compared to the budget of \$6,727,127. The year to date budget provisions are used as a guide only as expenditure of a capital nature is undertaken as and when required.

Major capital expenditures to 30 September 2019 include:

- Purchase / Replace Plant - Red Hill Landfill Facility - \$638,944;
- Construct and Commission Resource Recovery Park - WWtE Building - \$624,646;
- Construct Class III Cell - Stage 14 - Red Hill Landfill Facility - \$224,841;
- Construct and Commission Resource Recovery Park - Site Infrastructure - \$200,852;
- Purchase Resource Recovery Park - WWtE Plant and Equipment - \$119,379; and
- Purchase Vehicles - Ascot Place - \$87,128.



Item 14.4 continued

Statement of Financial Position (refer Attachment 3)

The Statement of Financial Position shows the overall impact of actual balances compared with budget provisions and end of year forecasts for operating and capital works activities.

Total Equity as at 30 September 2019 totals \$198,658,838. This is an increase of \$3,145,236 from the 30 June 2019 equity of \$195,513,602 and represents the net change in assets from operations.

As end of year forecasts are yet to be reviewed, the forecast balances as at 30 September 2019 are as per the budget estimates.

Statement of Cash and Investments (refer Attachment 4)

The level of cash and investments in the Municipal Fund as at 30 September 2019 is \$11,940,228 and Restricted Cash amount to \$92,768,361.

The net movement for the month is an increase of \$538,275.

As end of year forecasts are yet to be reviewed, the forecast balances as at 30 September 2019 are as per the budget estimates.

Investment Report (refer Attachment 5)

Term deposits valued at \$12,500,000 matured during September 2019. Of this amount \$12,000,000 was reinvested into further term deposits.

STRATEGIC/POLICY IMPLICATIONS

Key Result Area 3 - Good Governance

3.3 To provide responsible and accountable governance and management of the EMRC

3.4 To continue to improve financial and asset management practices

FINANCIAL IMPLICATIONS

As outlined within the report and attachments.

SUSTAINABILITY IMPLICATIONS

Nil

MEMBER COUNCIL IMPLICATIONS

Member Council	Implication Details
Town of Bassendean	} Nil
City of Bayswater	
City of Belmont	
City of Kalamunda	
Shire of Mundaring	
City of Swan	



Item 14.4 continued

ATTACHMENT(S)

1. Statement of Comprehensive Income by Nature and Type (Ref: D2019/16473)
2. Capital Expenditure Statement (Ref: D2019/16474)
3. Statement of Financial Position (Ref: D2019/16475)
4. Statement of Cash and Investments (Ref: D2019/16476)
5. Investment Report (Ref: D2019/16478)

VOTING REQUIREMENT

Simple Majority

RECOMMENDATION(S)

That Council receives the Statement of Comprehensive Income, Capital Expenditure Statement, Statement of Financial Position, Statement of Cash and Investments and the Investment Report for the period ended 30 September 2019.

COUNCIL RESOLUTION(S)

MOVED CR DAW

SECONDED CR HAMILTON

THAT COUNCIL RECEIVES THE STATEMENT OF COMPREHENSIVE INCOME, CAPITAL EXPENDITURE STATEMENT, STATEMENT OF FINANCIAL POSITION, STATEMENT OF CASH AND INVESTMENTS AND THE INVESTMENT REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2019.

CARRIED UNANIMOUSLY



STATEMENT OF COMPREHENSIVE INCOME

Nature and Type

SEPTEMBER 2019

Year to Date				SEPTEMBER 2019		Full Year		
Actual	Budget	Variance			Forecast	Budget	Variance	
Operating Income								
\$8,604,460	\$8,539,654	\$64,806	(F)	User Charges	\$34,133,183	\$34,133,183	\$0	(F)
(\$3,671,806)	(\$3,651,930)	(\$19,876)	(U)	Less Landfill Levy Charges	(\$14,607,723)	(\$14,607,723)	\$0	(F)
\$4,932,654	\$4,887,724	\$44,930	(F)	Net User Charges	\$19,525,460	\$19,525,460	\$0	(F)
\$112,830	\$111,383	\$1,447	(F)	Special Charges	\$442,603	\$442,603	\$0	(F)
\$331,747	\$320,817	\$10,930	(F)	Contributions	\$563,447	\$563,447	\$0	(F)
\$0	\$0	\$0	(F)	Operating Grants	\$525,000	\$525,000	\$0	(F)
\$72,260	\$67,497	\$4,763	(F)	Interest Municipal Cash Investments	\$270,000	\$270,000	\$0	(F)
\$132,896	\$197,553	(\$64,657)	(U)	Reimbursements	\$790,259	\$790,259	\$0	(F)
\$455,760	\$668,880	(\$213,120)	(U)	Other	\$2,675,597	\$2,675,597	\$0	(F)
\$6,038,147	\$6,253,854	\$215,707	(U)	Total Operating Income	\$24,792,366	\$24,792,366	\$0	(F)
Operating Expenditure								
\$1,817,361	\$1,990,959	\$173,598	(F)	Salary Expenses	\$9,856,504	\$9,856,504	\$0	(F)
\$698,904	\$1,022,833	\$323,929	(F)	Contract Expenses	\$4,706,382	\$4,706,382	\$0	(F)
\$311,223	\$214,568	(\$96,655)	(U)	Material Expenses	\$1,114,269	\$1,114,269	\$0	(F)
\$53,793	\$67,855	\$14,062	(F)	Utility Expenses	\$327,525	\$327,525	\$0	(F)
\$166,678	\$183,636	\$16,958	(F)	Fuel Expenses	\$734,688	\$734,688	\$0	(F)
\$65,168	\$64,560	(\$608)	(U)	Insurance Expenses	\$258,545	\$258,545	\$0	(F)
\$1,130,465	\$1,230,834	\$100,369	(F)	Depreciation Expenses	\$4,923,631	\$4,923,631	\$0	(F)
\$304,918	\$323,249	\$18,331	(F)	Miscellaneous Expenses	\$936,306	\$936,306	\$0	(F)
\$94,926	\$77,802	(\$17,124)	(U)	Provision Expenses	\$236,821	\$236,821	\$0	(F)
(\$97,946)	(\$385,778)	(\$287,832)	(U)	Costs Allocated	(\$2,146,825)	(\$2,146,825)	\$0	(F)
\$4,545,490	\$4,790,518	\$245,028	(F)	Total Operating Expenditure	\$20,947,846	\$20,947,846	\$0	(F)
\$1,492,657	\$1,463,336	\$29,321	(F)	OPERATING RESULT FROM NORMAL ACTIVITIES		\$3,844,520	\$3,844,520	\$0 (F)
Surplus	Surplus				Surplus	Surplus		

Notes:

1. User Charges - include member Councils and casual users pertaining to waste, risk management and environmental services fees and charges;
2. Special Charges - Waste Education Levy;
3. Contributions - member Councils' contributions to projects and services;
4. Operating Grants - grant income predominantly from government agencies;
5. Other Operating Income - includes income from the sale of products;
6. Actual & YTD Budget User Charges & Miscellaneous Expenses excludes the landfill levy value of \$3,671,806 as at 30 September 2019; and
7. Full Year Budget & Forecast User Charges & Miscellaneous Expenses excludes the landfill levy of \$14,607,723

(F) denotes Favourable variance and (U) denotes Unfavourable variance



STATEMENT OF COMPREHENSIVE INCOME

Nature and Type

SEPTEMBER 2019

Year to Date				SEPTEMBER 2019			Full Year		
Actual	Budget	Variance			Forecast	Budget	Variance		
Other Revenues									
\$15,780	\$176,250	(\$160,470)	(U)	User Charges	\$705,000	\$705,000	\$0	(F)	
\$1,225,016	\$1,209,923	\$15,093	(F)	Secondary Waste Charge	\$4,756,004	\$4,756,004	\$0	(F)	
\$0	\$0	\$0	(F)	Operating Grants	\$0	\$0	\$0	(F)	
\$569,484	\$465,220	\$104,264	(F)	Interest Restricted Cash Investments	\$1,604,959	\$1,604,959	\$0	(F)	
\$0	\$12	(\$12)	(U)	Reimbursements	\$50	\$50	\$0	(F)	
\$157,955	\$148,800	\$9,155	(F)	Proceeds from Sale of Assets	\$205,000	\$205,000	\$0	(F)	
\$2,392	\$239,064	(\$236,672)	(U)	Other	\$956,262	\$956,262	\$0	(F)	
\$1,970,627	\$2,239,269	(\$268,642)	(U)	Total Other Revenues	\$8,227,275	\$8,227,275	\$0	(F)	
Other Expenses									
\$85,079	\$180,660	\$95,581	(F)	Salary Expenses	\$828,644	\$828,644	\$0	(F)	
\$48,318	\$60,098	\$11,780	(F)	Contract Expenses	\$850,463	\$850,463	\$0	(F)	
\$848	\$6,342	\$5,494	(F)	Material Expenses	\$75,475	\$75,475	\$0	(F)	
\$1,428	\$7,170	\$5,742	(F)	Utility Expenses	\$28,700	\$28,700	\$0	(F)	
\$0	\$249	\$249	(F)	Fuel Expenses	\$1,000	\$1,000	\$0	(F)	
\$13,965	\$13,839	(\$126)	(U)	Insurance Expenses	\$55,406	\$55,406	\$0	(F)	
\$19,539	\$24,063	\$4,524	(F)	Depreciation Expenses	\$503,290	\$503,290	\$0	(F)	
\$28,924	\$32,796	\$3,872	(F)	Miscellaneous Expenses	\$133,350	\$133,350	\$0	(F)	
\$60,209	\$52,300	(\$7,909)	(U)	Carrying Amount of Assets Disposed Of	\$153,999	\$153,999	\$0	(F)	
\$59,738	\$136,925	\$77,187	(F)	Costs Allocated	\$683,135	\$683,135	\$0	(F)	
\$318,048	\$514,442	\$196,394	(F)	Total Other Expenses	\$3,313,462	\$3,313,462	\$0	(F)	
\$1,652,579	\$1,724,827	(\$72,248)	(U)	OPERATING RESULT FROM OTHER ACTIVITIES	\$4,913,813	\$4,913,813	\$0	(F)	
Surplus	Surplus				Surplus	Surplus			
\$3,145,236	\$3,188,163	(\$42,927)	(U)	NET RESULT	\$8,758,333	\$8,758,333	\$0	(F)	
Surplus	Surplus				Surplus	Surplus			
Realised/Unrealised (Gain)/Loss From Change in Fair Value of Investments									
\$0	\$0	\$0	(F)	Unrealised (Gain)/Loss	\$0	\$0	\$0	(F)	
\$0	\$0	\$0	(F)	Realised (Gain)/Loss	\$0	\$0	\$0	(F)	
\$0	\$0	\$0	(F)	Total (Gain)/Loss from change in Fair Value of Investments	\$0	\$0	\$0	(F)	
Other Comprehensive Income									
\$0	\$0	\$0	(F)	Revaluation of Assets/Accumulated Depreciation Reversal	\$0	\$0	\$0	(F)	
\$0	\$0	\$0	(F)	Other Comprehensive Income	\$0	\$0	\$0	(F)	
\$0	\$0	\$0	(F)	Total Other Comprehensive Income	\$0	\$0	\$0	(F)	
\$3,145,236	\$3,188,163	(\$42,927)	(U)	CHANGE IN NET ASSETS FROM OPERATIONS	\$8,758,333	\$8,758,333	\$0	(F)	
Surplus	Surplus				Surplus	Surplus			

CAPITAL EXPENDITURE STATEMENT

SEPTEMBER 2019

Year to Date				Full Year			
Actual	Budget	Variance		On (F) = Favourable variation Order (U) = Unfavourable variation	Forecast	Budget	Variance
Governance and Corporate Services							
\$87,128	\$84,249	(\$2,879) (U)	\$0	Purchase Vehicles - Ascot Place (24440/00)	\$337,000	\$337,000	\$0 (F)
\$0	\$6,249	\$6,249 (F)	\$0	Purchase Furniture Fittings & Equipment - Corporate Services (24510/01)	\$25,000	\$25,000	\$0 (F)
\$9,425	\$84,000	\$74,575 (F)	\$5,000	Purchase Information Technology & Communication Equipment (24550/00)	\$336,000	\$336,000	\$0 (F)
\$0	\$4,998	\$4,998 (F)	\$0	Purchase Art Works (24620/00)	\$20,000	\$20,000	\$0 (F)
\$4,250	\$39,999	\$35,749 (F)	\$0	Capital Improvement Administration Building - Ascot Place (25240/01)	\$160,000	\$160,000	\$0 (F)
\$0	\$1,125	\$1,125 (F)	\$0	Upgrade Security Equipment - Ascot Place (25530/01)	\$4,500	\$4,500	\$0 (F)
\$100,803	\$220,620	\$119,817 (F)	\$5,000		\$882,500	\$882,500	\$0 (F)

CAPITAL EXPENDITURE STATEMENT

SEPTEMBER 2019

Year to Date				On Order	(F) = Favourable variation (U) = Unfavourable variation	Full Year			
Actual	Budget	Variance	Forecast			Budget	Variance		
Resource Recovery									
\$624,645	\$0	(\$624,645)	(U)	\$0	Construct and Commission Resource Recovery Park - Wood Waste to Energy Building (24259/05)	\$0	\$0	\$0	(F)
\$0	\$137,496	\$137,496	(F)	\$0	Construct and Commission Resource Recovery Park - Community Transfer Station (24259/06)	\$550,000	\$550,000	\$0	(F)
\$0	\$199,998	\$199,998	(F)	\$0	Construct and Commission Resource Recovery Park - Site/Administration Office (24259/07)	\$800,000	\$800,000	\$0	(F)
\$0	\$124,998	\$124,998	(F)	\$0	Construct and Commission Resource Recovery Park - Community Reuse Store (24259/08)	\$500,000	\$500,000	\$0	(F)
\$0	\$2,499	\$2,499	(F)	\$0	Construct and Commission Resource Recovery Park - MRF Building - Hazelmere (24259/09)	\$10,000	\$10,000	\$0	(F)
\$35,476	\$52,500	\$17,024	(F)	\$0	Construct and Commission Resource Recovery Commercial Transfer Station - Hazelmere (24259/10)	\$210,000	\$210,000	\$0	(F)
\$40,601	\$19,512	(\$21,089)	(U)	\$22,338	Construct and Commission Resource Recovery Park - Weighbridge Office (24259/12)	\$78,055	\$78,055	\$0	(F)
\$0	\$150,000	\$150,000	(F)	\$0	Construct and Commission Resource Recovery Park - Site Workshop (24259/13)	\$600,000	\$600,000	\$0	(F)
\$3,100	\$28,833	\$25,733	(F)	\$52,942	Construct and Commission Resource Recovery Park - Weighbridges (x2) (24392/02)	\$115,337	\$115,337	\$0	(F)
\$200,852	\$637,497	\$436,645	(F)	\$22,073	Construct and Commission Resource Recovery Park - Site Infrastructure (24399/01)	\$2,550,000	\$2,550,000	\$0	(F)

CAPITAL EXPENDITURE STATEMENT

SEPTEMBER 2019

Year to Date						Full Year		
Actual	Budget	Variance		On (F) = Favourable variation Order (U) = Unfavourable variation		Forecast	Budget	Variance
Resource Recovery								
\$0	\$62,499	\$62,499 (F)	\$0	Construct Resource Recovery Park - Reuse Store Infrastructure (Car Park) (24399/07)	\$250,000	\$250,000	\$0	(F)
\$5,206	\$30,921	\$25,715 (F)	\$6,514	Wood Waste to Energy Utilities/Infrastructure - Resource Recovery Park (24399/11)	\$123,685	\$123,685	\$0	(F)
\$119,379	\$310,149	\$190,770 (F)	\$1,251,194	Purchase Resource Recovery Park - Wood Waste to Energy Plant & Equipment (24410/03)	\$1,240,613	\$1,240,613	\$0	(F)
\$0	\$124,998	\$124,998 (F)	\$0	Purchase Resource Recovery Park C & I Building - Plant & Equipment (24410/04)	\$500,000	\$500,000	\$0	(F)
\$0	\$75,000	\$75,000 (F)	\$0	Purchase Resource Recovery Park Transfer Station - Plant & Equipment (24410/05)	\$300,000	\$300,000	\$0	(F)
\$1,029,259	\$1,956,900	\$927,641 (F)	\$1,355,060		\$7,827,690	\$7,827,690	\$0	(F)

Waste Management

\$0	\$27,498	\$27,498 (F)	\$0	Construct Waste Management Facility Buildings - Red Hill Landfill Facility (24250/01)	\$110,000	\$110,000	\$0	(F)
\$0	\$15,750	\$15,750 (F)	\$0	Construct Storage Shed - Hazelmere (24250/05)	\$63,000	\$63,000	\$0	(F)
\$0	\$19,998	\$19,998 (F)	\$0	Upgrade Power Supply to Transfer Station - Red Hill Landfill Facility (24259/14)	\$80,000	\$80,000	\$0	(F)
\$0	\$19,998	\$19,998 (F)	\$0	Upgrade Power Supply to Workshop No 2 - Red Hill Landfill Facility (24259/15)	\$80,000	\$80,000	\$0	(F)
\$224,841	\$1,240,194	\$1,015,353 (F)	\$3,240,852	Construct Class III Cell Stage 14 - Red Hill Landfill Facility (24310/12)	\$4,974,352	\$4,974,352	\$0	(F)
\$10,370	\$20,748	\$10,378 (F)	\$0	Leachate Project - Red Hill Landfill Facility (24320/02)	\$83,000	\$83,000	\$0	(F)

CAPITAL EXPENDITURE STATEMENT

SEPTEMBER 2019

Year to Date				Full Year			
Actual	Budget	Variance		On (F) = Favourable variation Order (U) = Unfavourable variation	Forecast	Budget	Variance
Waste Management							
\$0	\$112,500	\$112,500 (F)	\$0	Design and Construct Class IV Cell Stage 2 - Red Hill Landfill Facility (24330/04)	\$450,000	\$450,000	\$0 (F)
\$0	\$49,998	\$49,998 (F)	\$0	Construct Stormwater Infrastructure and Siltation Ponds - Red Hill Landfill Facility (24350/01)	\$200,000	\$200,000	\$0 (F)
\$7,150	\$30,921	\$23,771 (F)	\$0	Construct Roads / Carparks - Red Hill Landfill Facility (24370/00)	\$123,690	\$123,690	\$0 (F)
\$0	\$124,998	\$124,998 (F)	\$3,420	Construct Access Road to Lots 8 9 10 - Red Hill Landfill Facility (24370/02)	\$500,000	\$500,000	\$0 (F)
\$0	\$62,499	\$62,499 (F)	\$0	Construct Drainage Diversion and Earthworks Infrastructures - Red Hill Landfill Facility (24380/00)	\$250,000	\$250,000	\$0 (F)
\$0	\$24,999	\$24,999 (F)	\$0	Construct Litter Fence - Redhill Landfill Facility (24394/05)	\$100,000	\$100,000	\$0 (F)
\$773	\$0	(\$773) (U)	\$0	Construct Greenwaste Processing Area - Red Hill Landfill Facility (24395/00)	\$0	\$0	\$0 (F)
\$0	\$13,746	\$13,746 (F)	\$980	Construct Hardstand and Road - Hazelmere (24395/01)	\$55,000	\$55,000	\$0 (F)
\$0	\$24,999	\$24,999 (F)	\$6,630	Construct FOGO Processing Area - Red Hill Landfill Facility (24395/05)	\$100,000	\$100,000	\$0 (F)
\$0	\$9,999	\$9,999 (F)	\$0	Construct Monitoring Bores - Red Hill Landfill Facility (24396/00)	\$40,000	\$40,000	\$0 (F)
\$0	\$18,750	\$18,750 (F)	\$0	Air Supply lines - Waste Management Structures - Red Hill Landfill Facility (24399/10)	\$75,000	\$75,000	\$0 (F)
\$0	\$387,498	\$387,498 (F)	\$0	Liquid Waste Project - Red Hill Landfill Facility (24399/16)	\$1,550,000	\$1,550,000	\$0 (F)
\$0	\$370,409	\$370,409 (F)	\$25,270	Develop Lots 8 9 & 10 For Future Waste Activities - Red Hill Landfill Facility (24399/19)	\$1,500,000	\$1,500,000	\$0 (F)

CAPITAL EXPENDITURE STATEMENT

SEPTEMBER 2019

Year to Date					Full Year		
Actual	Budget	Variance	On Order	(F) = Favourable variation (U) = Unfavourable variation	Forecast	Budget	Variance
Waste Management							
\$638,944	\$898,749	\$259,806 (F)	\$0	Purchase / Replace Plant - Red Hill Landfill Facility (24410/00)	\$3,595,000	\$3,595,000	\$0 (F)
\$0	\$518,748	\$518,748 (F)	\$0	Purchase / Replace Plant - Hazelmere (24410/01)	\$2,075,000	\$2,075,000	\$0 (F)
\$0	\$150,000	\$150,000 (F)	\$0	Purchase FOGO Processing Plant - Red Hill Landfill Facility (24410/10)	\$600,000	\$600,000	\$0 (F)
\$0	\$112,500	\$112,500 (F)	\$0	Liquid Waste Project Plant - Red Hill Landfill Facility (24410/11)	\$450,000	\$450,000	\$0 (F)
\$0	\$219,999	\$219,999 (F)	\$137,760	Purchase / Replace Minor Plant and Equipment-Red Hill Landfill Facility (24420/00)	\$880,000	\$880,000	\$0 (F)
\$9,080	\$3,498	(\$5,582) (U)	\$0	Purchase / Replace Minor Plant and Equipment - Hazelmere (24420/02)	\$14,000	\$14,000	\$0 (F)
\$37,155	\$21,498	(\$15,657) (U)	\$54,479	Purchase / Replace Vehicles - Red Hill Landfill Facility (24430/00)	\$86,000	\$86,000	\$0 (F)
\$0	\$24,999	\$24,999 (F)	\$0	Purchase / Replace Security System - Red Hill Waste Management Facility (24530/08)	\$100,000	\$100,000	\$0 (F)
\$0	\$9,120	\$9,120 (F)	\$4,950	Purchase / Replace Security System - Hazelmere (24530/10)	\$36,480	\$36,480	\$0 (F)
\$10,184	\$4,998	(\$5,186) (U)	\$0	Purchase / Replace Other Equipment - Red Hill Landfill Facility (24590/00)	\$20,000	\$20,000	\$0 (F)
\$3,462	\$0	(\$3,462) (U)	\$0	Purchase / Replace Miscellaneous Equipment - Hazelmere (24590/02)	\$0	\$0	\$0 (F)
\$0	\$4,998	\$4,998 (F)	\$0	Purchase Office Furniture and Fittings-Hazelmere (24610/10)	\$20,000	\$20,000	\$0 (F)
\$0	\$4,998	\$4,998 (F)	\$0	Refurbish Plant - Red Hill Landfill Facility (25410/00)	\$20,000	\$20,000	\$0 (F)
\$941,958	\$4,549,607	\$3,607,649 (F)	\$3,474,341		\$18,230,522	\$18,230,522	\$0 (F)



CAPITAL EXPENDITURE STATEMENT

SEPTEMBER 2019

Year to Date			On Order	(F) = Favourable variation (U) = Unfavourable variation	Full Year		
Actual	Budget	Variance			Forecast	Budget	Variance
\$2,072,021	\$6,727,127	\$4,655,106 (F)	\$4,834,401	TOTAL CAPITAL EXPENDITURE	\$26,940,712	\$26,940,712	\$0 (F)



STATEMENT OF FINANCIAL POSITION

SEPTEMBER 2019

Actual June 2019	Actual Year to Date	(F) = Favourable variation (U) = Unfavourable variation	Full Year		
			Forecast	Budget	Variance
Current Assets					
\$1,498,764	\$3,879,540	Cash and Cash Equivalents	\$4,277,914	\$4,277,914	\$0 (F)
\$103,399,001	\$100,829,049	Investments	\$86,095,966	\$86,095,966	\$0 (F)
\$2,716,470	\$4,854,409	Trade and Other Receivables	\$2,426,402	\$2,426,402	\$0 (F)
\$54,739	\$30,241	Inventories	\$29,845	\$29,845	\$0 (F)
\$42,555	\$295,771	Other Assets	\$21,377	\$21,377	\$0 (F)
\$107,711,529	\$109,889,010	Total Current Assets	\$92,851,504	\$92,851,504	\$0 (F)
Current Liabilities					
\$5,541,725	\$5,340,851	Trade and Other Payables	\$3,604,991	\$3,604,991	\$0 (F)
\$1,629,324	\$1,629,324	Provisions	\$1,600,159	\$1,600,159	\$0 (F)
\$7,171,049	\$6,970,175	Total Current Liabilities	\$5,205,150	\$5,205,150	\$0 (F)
\$100,540,480	\$102,918,835	Net Current Assets	\$87,646,354	\$87,646,354	\$0 (F)
Non Current Assets					
\$50,570,000	\$50,570,000	Land	\$50,570,000	\$50,570,000	\$0 (F)
\$7,282,047	\$7,258,650	Buildings	\$10,683,789	\$10,683,789	\$0 (F)
\$17,270,648	\$16,745,638	Structures	\$27,371,536	\$27,371,536	\$0 (F)
\$10,479,107	\$10,712,420	Plant	\$19,411,090	\$19,411,090	\$0 (F)
\$310,204	\$296,291	Equipment	\$918,978	\$918,978	\$0 (F)
\$143,201	\$141,353	Furniture and Fittings	\$124,441	\$124,441	\$0 (F)
\$13,411,331	\$14,603,994	Work in Progress	\$11,954,052	\$11,954,052	\$0 (F)
\$99,466,539	\$100,328,346	Total Non Current Assets	\$121,033,886	\$121,033,886	\$0 (F)
Non Current Liabilities					
\$4,493,417	\$4,588,343	Provisions	\$4,040,109	\$4,040,109	\$0 (F)
\$4,493,417	\$4,588,343	Total Non Current Liabilities	\$4,040,109	\$4,040,109	\$0 (F)
\$195,513,602	\$198,658,838	Net Assets	\$204,640,131	\$204,640,131	\$0 (F)
Equity					
\$54,062,507	\$62,308,230	Accumulated Surplus/Deficit	\$69,541,479	\$69,541,479	\$0 (F)
\$91,958,292	\$91,958,292	Cash Backed Reserves	\$85,093,239	\$85,093,239	\$0 (F)
\$41,247,080	\$41,247,080	Asset Revaluation Reserve	\$41,247,080	\$41,247,080	\$0 (F)
\$8,245,723	\$3,145,236	Net change in assets from operations	\$8,758,333	\$8,758,333	\$0 (F)
\$195,513,602	\$198,658,838	Total Equity	\$204,640,131	\$204,640,131	\$0 (F)

CASH AND INVESTMENTS SEPTEMBER 2019

Actual June 2019	Actual Year to Date	(F) = Favourable variation (U) = Unfavourable variation	Full Year		
			Forecast	Budget	Variance
Municipal Cash and Investments					
1,495,314	3,876,090	Cash at Bank - Municipal Fund 01001/00	1,593,563	1,593,563	0 (F)
3,450	3,450	Cash on Hand 01019/00 - 02	3,450	3,450	0 (F)
11,251,348	8,060,688	Investments - Municipal Fund 02021/00	2,684,351	2,684,351	0 (F)
12,750,112	11,940,228	Total Municipal Cash	4,281,364	4,281,364	0 (F)
Restricted Cash and Investments					
1,937,863	1,951,338	Restricted Investments - Plant and Equipment 02022/01	564,514	564,514	0 (F)
2,709,862	2,728,705	Restricted Investments - Post Closure Site Rehabilitation Red Hill 02022/02	2,900,531	2,900,531	0 (F)
20,180,980	20,321,309	Restricted Investments - Future Development 02022/03	21,861,282	21,861,282	0 (F)
1,098,527	1,106,166	Restricted Investments - Environmental Monitoring Red Hill 02022/04	1,203,445	1,203,445	0 (F)
37,510	37,771	Restricted Investments - Environmental Insurance Red Hill 02022/05	62,696	62,696	0 (F)
15,192	15,298	Restricted Investments - Risk Management 02022/06	15,461	15,461	0 (F)
602,871	607,063	Restricted Investments - Class IV Cells Red Hill 02022/07	220,591	220,591	0 (F)
312,586	314,760	Restricted Investments - Regional Development 02022/08	476,800	476,800	0 (F)
57,994,036	58,397,300	Restricted Investments - Secondary Waste Processing 02022/09	54,682,074	54,682,074	0 (F)
6,031,536	6,073,477	Restricted Investments - Class III Cells 02022/10	2,753,548	2,753,548	0 (F)
76,706	77,239	Restricted Investments - Building Refurbishment (Ascot Place) 02022/11	78,297	78,297	0 (F)
189,362	170,634	Restricted Investments - Accrued Interest 02022/19	274,000	274,000	0 (F)
0	0	Restricted Investments - Unrealised Loss/Gain on Investments 02022/20	0	0	0 (F)
960,622	967,301	Restricted Investments - Long Service Leave 02022/90	1,002,727	1,002,727	0 (F)
92,147,653	92,768,361	Total Restricted Cash	86,095,966	86,095,966	0 (F)
104,897,765	104,708,589	TOTAL CASH AND INVESTMENTS	90,377,330	90,377,330	0 (F)

The Cash at Bank - Municipal Fund represents the balance on the last day of the relevant month. Any portion of the balance available for investment is transferred into the Investment - Municipal Fund account in the following period. Funds held in the Cash at Bank - Municipal Fund continue to accrue interest as per the Westpac commercial rates.

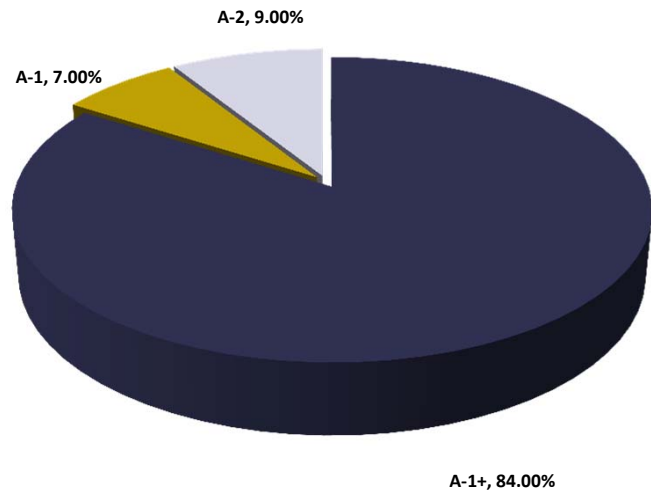
EMRC Investment Report

September 2019

I. Overall Portfolio Limits

S&P Long Term Rating	S&P Short Term Rating	% Portfolio	Investment Maximum %
AAA	A-1+	84.00%	100.00%
AA	A-1	7.00%	100.00%
BBB	A-2	9.00%	15.00%
		<u>100.00%</u>	

Investment by S&P Rating



II. Single Entity Exposure

	S&P Long Term Rating	S&P Short Term Rating	% Portfolio	
AMP	BBB	A-2	4.50%	
ANZ Banking Group	AAA	A-1+	13.00%	
Bankwest	AAA	A-1+	0.00%	
Bank of Queensland	BBB	A-2	0.00%	
ING	AA	A-1	0.00%	
ME Bank	BBB	A-2	4.50%	*
NAB	AAA	A-1+	26.00%	
Suncorp	AA	A-1	4.50%	*
Westpac / St. George Bank	AAA	A-1+	45.00%	
Macquarie Bank	A-1		2.50%	
			<u>100.00%</u>	

* Non-Fossil Fuel ADI (Authorised Deposit Taking Institution)

III. Term to Maturity Framework

Maturity Profile	Investment Policy Guidelines		
	% Portfolio	% Min	% Max
Less Than 1 Year	100.00%	40%	100%
Greater than 1 year & less than or equal to 3 years	0.00%	0%	60%
	<u>100.00%</u>		

IV. Fossil Fuel Divestment

	% Portfolio
Non-Fossil Fuel ADI's	9.00%
Fossil Fuel ADI's	91.00%
	<u>100.00%</u>

NB: This report is consistent with the reporting requirements of the Policy 3.3 - Management of Investments Policy



14.5 FINANCIAL REPORT FOR PERIOD ENDED 31 OCTOBER 2019

REFERENCE: D2019/17567

PURPOSE OF REPORT

The purpose of this report is to provide Council with an overview of the EMRC's financial performance for the period ended 31 October 2019.

KEY POINTS AND RECOMMENDATION(S)

- Significant year to date budget variances greater than 10% or \$20,000, whichever is the greater, within each nature and type category on the Statement of Financial Activity as at 31 October 2019 have been identified and are reported on in the body of the report.

Recommendation(s)

That Council receives the Statement of Comprehensive Income, Capital Expenditure Statement, Statement of Financial Position, Statement of Cash and Investments and the Investment Report for the period ended 31 October 2019.

SOURCE OF REPORT

Director Corporate Services

BACKGROUND

It is a requirement of the *Local Government (Financial Management) Regulations 1996* (r.34) that a Local Government is to prepare and present to Council financial reports in such a form as the Local Government considers to be appropriate.

The 2019/2020 Budget was presented in a format that separated operating income and expenditure from other revenue and expenses to provide improved disclosure of Council's underlying operating result.

Submitted to each meeting of Council is a financial report and summaries which provide an overview of year to date budget performance for operating activities and capital works. Variances greater than 10% or \$20,000, whichever is the greater, within each nature and type category on the Statement of Comprehensive Income are reported on in the body of the report. Also included are end of year forecasts by nature and type for operating activities and end of year forecasts for each capital works project. These forecasts are reviewed regularly in order to provide an accurate forecast of the end of year result.

REPORT

Outlined below are financial statements for the period ended 31 October 2019. Where possible the year to date monthly budget allocations will be reviewed in order to match the appropriate timing for the various projects budgeted to be undertaken. This will provide a better comparison between the year to date actual and year to date budget figures.



Item 14.5 continued

Statement of Comprehensive Income - Nature and Type (refer Attachment 1)

The year to date operating result from normal activities as at 31 October 2019 is a favourable variance of \$769,032 (51.88%) against budget. The following information is provided on key aspects of Council's year to date financial performance:

<u>Operating Income</u>	<i>Actuals for the Year</i>	A favourable variance of \$254,176 (3.07%).
	<i>End of Year Forecast</i>	As per budget - not yet due to be reviewed.

Operating Income variances previously reported to Council:

1. Year to date Reimbursements of \$195,435 is \$67,969 (25.80%) below the budget of \$263,404. This is attributable to a lower level of reimbursements compared to budget relating to the Coppin & Mathieson Transfer Stations.
2. Year to date Other Income of \$745,345 is \$146,495 (16.43%) below the budget of \$891,840. This is mainly attributable to lower ferricrete sales to October 2019 (\$182,985 compared to a budget of \$260,000), a lower level of Greenwaste products sales (\$16,619 compared to a budget of \$93,632) and the timing of royalty payments from the sale of landfill gas (\$189,269 compared to a budget of \$233,332).

This is off set by additional income from the sale of products from the woodwaste project (\$203,441 compared to a budget of \$189,976) the sale of products from the Coppin & Mathieson Transfer Stations (\$47,123 compared to a budget of \$27,664).

There were no further significant Operating Income variances as at 31 October 2019.

<u>Operating Expenditure</u>	<i>Actuals for the Year</i>	A favourable variance of \$514,856 (7.58%).
	<i>End of Year Forecast</i>	As per budget - not yet due to be reviewed.

Operating Expenditure variances previously reported to Council:

1. Year to date Contract Expenses of \$1,001,787 is \$471,865 (32.02%) below the budget of \$1,473,652 due to the timing of various projects from different business units.
 Projects where the expenditures are lower than budget for various directorates/business units include: Waste Services projects (\$209,720), Regional Development (\$75,807), Environmental Services (\$56,832) and Corporate Services (\$128,315).
2. Year to date Material Expenses of \$366,084 is \$68,993 (23.22%) above the budget of \$297,091. This is primarily due to the purchase of a binding material (Rembind) required as part of waste acceptance approval requirements which has resulted in an unfavourable variance of \$89,414 for Waste Services. This is offset by an increase in income for commercial tonnages at the Red Hill Waste Management Facility.
3. Year to date Cost Allocated Expenses of \$200,166 is \$381,666 (65.60%) below the budget of \$581,832. This variance relates specifically to internal costs allocated between the Hazelmere C&I Plant and the Red Hill Landfill Facility Class III cell as a result of lower activity at the C & I Plant, as well as the low level of capital works undertaken to-date involving internal resources.



Item 14.5 continued

Other Operating Expenditure variances not previously reported to Council:

4. Year to date Salary Expenses of \$2,657,502 is \$436,096 (14.10%) below the budget of \$3,093,598. The variance is attributable to the timing of filling of vacant positions and budgeted positions that are yet to be filled.
5. Year to date Provision Expenses of \$138,530 is \$40,994 (42.30%) above the budget of \$97,536. The variance is attributable to the greater level of tonnages compared to budget received as at 31 October 2019.

There were no further significant Operating Expenditure variances as at 31 October 2019.

<u>*Other Revenues and Expenses (Net)</u>	<i>Actuals for the Year</i>	An unfavourable variance of \$18,716 (0.87%).
	<i>End of Year Forecast</i>	As per budget - not yet due to be reviewed.

Other Revenues and Expenses variances previously reported to Council:

1. Year to date User Charges of \$17,672 is \$217,328 (92.48%) below the budget of \$235,000. The variance is due to the lower level of tonnages received through the Hazelmere C & I facility.
2. Year to date Interest Restricted Cash Investments of \$758,735 is \$159,775 (26.68%) above the budget of \$598,960. This is attributable to the higher level of funds available for investment as at 31 October 2019, and a higher average interest rate expected to be received for the 2019/2020 financial year (2.42% as at 31 October 2019 compared to the budgeted rate of 1.78%).
3. Year to date Other Revenue of \$3,217 is \$315,535 (98.99%) below the budget of \$318,752. The variance relates specifically to the sale of products from the Hazelmere C&I Project due to the lower than budget level of tonnages received through the C&I facility and resulting recoverable material available for sale (\$3,217 compared to a budget of \$68,144), as well as the sale of electricity from the Wood Waste to Energy facility which is yet to be completed (\$0 compared to a budget of \$250,608).
4. Year to date Salary Expenses (Other Expenses) of \$124,116 is \$150,914 (54.87%) below the budget of \$275,030. The variance is principally attributable to the low level of activity in the Hazelmere C & I facility due to the lower than budget level of tonnages received.
5. Year to date Costs Allocated of \$148,594 is \$54,961 (27.00%) below the budget of \$203,555. This variance relates specifically to internal costs allocated between the Hazelmere C&I Plant and the Red Hill Landfill Facility Class III cell due to lower than budget levels of activity at the C & I Plant..

Other Revenues and Expenses variances not previously reported to Council:

6. Year to date Contract Expenses of \$61,486 is \$20,984 (\$25.44%) below the budget of \$82,470. This variance is due to the timing of the various Resource Recovery projects and the associated consultancy expenditure.
7. Year to date Depreciation Expenses of \$26,046 is \$23,717 (47.66%) below the budget of \$49,763. The variance relates to the low level of capital expenditure relating to the Hazelmere Resource Recovery Park.

There were no further significant Other Revenues and Expenses variances as at 31 October 2019.



Item 14.5 continued

Capital Expenditure Statement (refer Attachment 2)

<u>Capital Expenditure</u>	<i>Actuals for the Year</i>	<i>A favourable variance of \$6,583,149</i>
	<i>End of Year Forecast</i>	<i>As per budget - not yet due to be reviewed.</i>

Capital Expenditure variances:

A favourable variance of \$6,583,149 existed as at 31 October 2019 when compared to the budget of \$8,980,460. The year to date budget provisions are used as a guide only as expenditure of a capital nature is undertaken as and when required.

Major capital expenditures to 31 October 2019 include:

- Construct and Commission Resource Recovery Park - WWtE Building - \$708,503;
- Purchase / Replace Plant - Red Hill Landfill Facility - \$638,944;
- Construct Class III Cell - Stage 14 - Red Hill Landfill Facility - \$265,210;
- Construct and Commission Resource Recovery Park - Site Infrastructure - \$215,160;
- Purchase Vehicles - Ascot Place and Red Hill Landfill Facility - \$178,762; and
- Purchase Resource Recovery Park - WWtE Plant and Equipment - \$172,928.

Statement of Financial Position (refer Attachment 3)

The Statement of Financial Position shows the overall impact of actual balances compared with budget provisions and end of year forecasts for operating and capital works activities.

Total Equity as at 31 October 2019 totals \$199,905,277. This is an increase of \$4,391,675 from the 30 June 2019 equity of \$195,513,602 and represents the net change in assets from operations.

As end of year forecasts are yet to be reviewed, the forecast balances as at 31 October 2019 are as per the budget estimates.

Statement of Cash and Investments (refer Attachment 4)

The level of cash and investments in the Municipal Fund as at 31 October 2019 is \$10,779,701 and Restricted Cash amount to \$92,957,720.

The net movement for the month is a decrease of \$971,168.

As end of year forecasts are yet to be reviewed, the forecast balances as at 31 October 2019 are as per the budget estimates.

Investment Report (refer Attachment 5)

Term deposits valued at \$4,500,000 matured during October 2019. Of this amount \$3,500,000 was reinvested into further term deposits.



Item 14.5 continued

STRATEGIC/POLICY IMPLICATIONS

Key Result Area 3 - Good Governance

- 3.3 To provide responsible and accountable governance and management of the EMRC
- 3.4 To continue to improve financial and asset management practices

FINANCIAL IMPLICATIONS

As outlined within the report and attachments.

SUSTAINABILITY IMPLICATIONS

Nil

MEMBER COUNCIL IMPLICATIONS

Member Council	Implication Details
Town of Bassendean	} Nil
City of Bayswater	
City of Belmont	
City of Kalamunda	
Shire of Mundaring	
City of Swan	

ATTACHMENT(S)

1. Statement of Comprehensive Income by Nature and Type (Ref: D2019/17644)
2. Capital Expenditure Statement (Ref: D2019/17645)
3. Statement of Financial Position (Ref: D2019/17646)
4. Statement of Cash and Investments (Ref: D2019/17647)
5. Investment Report (Ref: D2019/17648)

VOTING REQUIREMENT

Simple Majority

RECOMMENDATION(S)

That Council receives the Statement of Comprehensive Income, Capital Expenditure Statement, Statement of Financial Position, Statement of Cash and Investments and the Investment Report for the period ended 31 October 2019.

COUNCIL RESOLUTION(S)

MOVED CR DAW

SECONDED CR HAMILTON

THAT COUNCIL RECEIVES THE STATEMENT OF COMPREHENSIVE INCOME, CAPITAL EXPENDITURE STATEMENT, STATEMENT OF FINANCIAL POSITION, STATEMENT OF CASH AND INVESTMENTS AND THE INVESTMENT REPORT FOR THE PERIOD ENDED 31 OCTOBER 2019.

CARRIED UNANIMOUSLY

STATEMENT OF COMPREHENSIVE INCOME

Nature and Type

Year to Date			OCTOBER 2019		Full Year		
Actual	Budget	Variance			Forecast	Budget	Variance
Operating Income							
\$12,377,725	\$11,420,611	\$957,114	(F)	User Charges	\$34,133,183	\$34,133,183	\$0 (F)
(\$5,358,481)	(\$4,869,240)	(\$489,241)	(U)	<u>Less Landfill Levy Charges</u>	(\$14,607,723)	(\$14,607,723)	\$0 (F)
\$7,019,244	\$6,551,371	\$467,873	(F)	Net User Charges	\$19,525,460	\$19,525,460	\$0 (F)
\$153,910	\$149,369	\$4,541	(F)	Special Charges	\$442,603	\$442,603	\$0 (F)
\$329,747	\$327,819	\$1,928	(F)	Contributions	\$563,447	\$563,447	\$0 (F)
\$0	\$0	\$0	(F)	Operating Grants	\$525,000	\$525,000	\$0 (F)
\$84,294	\$89,996	(\$5,702)	(U)	Interest Municipal Cash Investments	\$270,000	\$270,000	\$0 (F)
\$195,435	\$263,404	(\$67,969)	(U)	Reimbursements	\$790,259	\$790,259	\$0 (F)
\$745,345	\$891,840	(\$146,495)	(U)	Other	\$2,675,597	\$2,675,597	\$0 (F)
\$8,527,975	\$8,273,799	\$254,176	(F)	Total Operating Income	\$24,792,366	\$24,792,366	\$0 (F)
Operating Expenditure							
\$2,657,502	\$3,093,598	\$436,096	(F)	Salary Expenses	\$9,856,504	\$9,856,504	\$0 (F)
\$1,001,787	\$1,473,652	\$471,865	(F)	Contract Expenses	\$4,706,382	\$4,706,382	\$0 (F)
\$366,084	\$297,091	(\$68,993)	(U)	Material Expenses	\$1,114,269	\$1,114,269	\$0 (F)
\$85,635	\$95,140	\$9,505	(F)	Utility Expenses	\$327,525	\$327,525	\$0 (F)
\$237,768	\$244,848	\$7,080	(F)	Fuel Expenses	\$734,688	\$734,688	\$0 (F)
\$86,021	\$86,080	\$59	(F)	Insurance Expenses	\$258,545	\$258,545	\$0 (F)
\$1,573,043	\$1,641,112	\$68,069	(F)	Depreciation Expenses	\$4,923,631	\$4,923,631	\$0 (F)
\$330,536	\$344,371	\$13,835	(F)	Miscellaneous Expenses	\$936,306	\$936,306	\$0 (F)
\$138,530	\$97,536	(\$40,994)	(U)	Provision Expenses	\$236,821	\$236,821	\$0 (F)
(\$200,166)	(\$581,832)	(\$381,666)	(U)	Costs Allocated	(\$2,146,825)	(\$2,146,825)	\$0 (F)
\$6,276,740	\$6,791,596	\$514,856	(F)	Total Operating Expenditure	\$20,947,846	\$20,947,846	\$0 (F)
\$2,251,235	\$1,482,203	\$769,032	(F)	OPERATING RESULT FROM NORMAL ACTIVITIES	\$3,844,520	\$3,844,520	\$0 (F)
Surplus	Surplus				Surplus	Surplus	

Notes:

1. User Charges - include member Councils and casual users pertaining to waste, risk management and environmental services fees and charges;
2. Special Charges - Waste Education Levy;
3. Contributions - member Councils' contributions to projects and services;
4. Operating Grants - grant income predominantly from government agencies;
5. Other Operating Income - includes income from the sale of products;
6. Actual & YTD Budget User Charges & Miscellaneous Expenses excludes the landfill levy value of \$5,358,481 as at 31 October 2019; and
7. Full Year Budget & Forecast User Charges & Miscellaneous Expenses excludes the landfill levy of \$14,607,723

(F) denotes Favourable variance and (U) denotes Unfavourable variance

STATEMENT OF COMPREHENSIVE INCOME

Nature and Type

Year to Date

OCTOBER 2019

Full Year

Actual	Budget	Variance		Forecast	Budget	Variance	
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Other Revenues

\$17,672	\$235,000	(\$217,328)	(U)	User Charges	\$705,000	\$705,000	\$0	(F)
\$1,671,024	\$1,618,145	\$52,879	(F)	Secondary Waste Charge	\$4,756,004	\$4,756,004	\$0	(F)
\$0	\$0	\$0	(F)	Operating Grants	\$0	\$0	\$0	(F)
\$758,735	\$598,960	\$159,775	(F)	Interest Restricted Cash Investments	\$1,604,959	\$1,604,959	\$0	(F)
\$0	\$16	(\$16)	(U)	Reimbursements	\$50	\$50	\$0	(F)
\$157,955	\$150,000	\$7,955	(F)	Proceeds from Sale of Assets	\$205,000	\$205,000	\$0	(F)
\$3,217	\$318,752	(\$315,535)	(U)	Other	\$956,262	\$956,262	\$0	(F)
\$2,608,603	\$2,920,873	(\$312,270)	(U)	Total Other Revenues	\$8,227,275	\$8,227,275	\$0	(F)

Other Expenses

\$124,116	\$275,030	\$150,914	(F)	Salary Expenses	\$828,644	\$828,644	\$0	(F)
\$61,486	\$82,470	\$20,984	(F)	Contract Expenses	\$850,463	\$850,463	\$0	(F)
\$2,108	\$8,456	\$6,348	(F)	Material Expenses	\$75,475	\$75,475	\$0	(F)
\$4,470	\$9,560	\$5,090	(F)	Utility Expenses	\$28,700	\$28,700	\$0	(F)
\$0	\$332	\$332	(F)	Fuel Expenses	\$1,000	\$1,000	\$0	(F)
\$8,670	\$18,452	\$9,782	(F)	Insurance Expenses	\$55,406	\$55,406	\$0	(F)
\$26,046	\$49,763	\$23,717	(F)	Depreciation Expenses	\$503,290	\$503,290	\$0	(F)
\$32,464	\$43,749	\$11,285	(F)	Miscellaneous Expenses	\$133,350	\$133,350	\$0	(F)
\$60,209	\$70,350	\$10,141	(F)	Carrying Amount of Assets Disposed Of	\$153,999	\$153,999	\$0	(F)
\$148,594	\$203,555	\$54,961	(F)	Costs Allocated	\$683,135	\$683,135	\$0	(F)
\$468,163	\$761,717	\$293,554	(F)	Total Other Expenses	\$3,313,462	\$3,313,462	\$0	(F)

\$2,140,440	\$2,159,156	(\$18,716)	(U)	OPERATING RESULT FROM OTHER ACTIVITIES	\$4,913,813	\$4,913,813	\$0	(F)
Surplus	Surplus				Surplus	Surplus		

\$4,391,675	\$3,641,359	\$750,316	(F)	NET RESULT	\$8,758,333	\$8,758,333	\$0	(F)
Surplus	Surplus				Surplus	Surplus		

Realised/Unrealised (Gain)/Loss From Change in Fair Value of Investments

\$0	\$0	\$0	(F)	Unrealised (Gain)/Loss	\$0	\$0	\$0	(F)
\$0	\$0	\$0	(F)	Realised (Gain)/Loss	\$0	\$0	\$0	(F)
\$0	\$0	\$0	(F)	Total (Gain)/Loss from change in Fair Value of Investments	\$0	\$0	\$0	(F)

Other Comprehensive Income

\$0	\$0	\$0	(F)	Revaluation of Assets/Accumulated Depreciation Reversal	\$0	\$0	\$0	(F)
\$0	\$0	\$0	(F)	Other Comprehensive Income	\$0	\$0	\$0	(F)
\$0	\$0	\$0	(F)	Total Other Comprehensive Income	\$0	\$0	\$0	(F)

\$4,391,675	\$3,641,359	\$750,316	(F)	CHANGE IN NET ASSETS FROM OPERATIONS	\$8,758,333	\$8,758,333	\$0	(F)
Surplus	Surplus				Surplus	Surplus		

CAPITAL EXPENDITURE STATEMENT

OCTOBER 2019

Year to Date						Full Year		
Actual	Budget	Variance		On Order	(F) = Favourable variation (U) = Unfavourable variation	Forecast	Budget	Variance
Governance and Corporate Services								
\$87,128	\$112,332	\$25,204	(F)	\$71,271	Purchase Vehicles - Ascot Place (24440/00)	\$337,000	\$337,000	\$0 (F)
\$0	\$8,332	\$8,332	(F)	\$16,030	Purchase Furniture Fittings & Equipment - Corporate Services (24510/01)	\$25,000	\$25,000	\$0 (F)
\$9,425	\$112,000	\$102,575	(F)	\$4,820	Purchase Information Technology & Communication Equipment (24550/00)	\$336,000	\$336,000	\$0 (F)
\$0	\$6,664	\$6,664	(F)	\$0	Purchase Art Works (24620/00)	\$20,000	\$20,000	\$0 (F)
\$4,250	\$53,332	\$49,082	(F)	\$0	Capital Improvement Administration Building - Ascot Place (25240/01)	\$160,000	\$160,000	\$0 (F)
\$0	\$1,500	\$1,500	(F)	\$0	Upgrade Security Equipment - Ascot Place (25530/01)	\$4,500	\$4,500	\$0 (F)
\$100,803	\$294,160	\$193,357	(F)	\$92,121		\$882,500	\$882,500	\$0 (F)

CAPITAL EXPENDITURE STATEMENT

OCTOBER 2019

Year to Date			On (F) = Favourable variation Order (U) = Unfavourable variation	Full Year		
Actual	Budget	Variance		Forecast	Budget	Variance

Resource Recovery

\$708,503	\$0	(\$708,503) (U)	\$0	Construct and Commission Resource Recovery Park - Wood Waste to Energy Building (24259/05)	\$0	\$0	\$0 (F)
\$0	\$183,328	\$183,328 (F)	\$7,355	Construct and Commission Resource Recovery Park - Community Transfer Station (24259/06)	\$550,000	\$550,000	\$0 (F)
\$0	\$266,664	\$266,664 (F)	\$0	Construct and Commission Resource Recovery Park - Site/Administration Office (24259/07)	\$800,000	\$800,000	\$0 (F)
\$0	\$166,664	\$166,664 (F)	\$0	Construct and Commission Resource Recovery Park - Community Reuse Store (24259/08)	\$500,000	\$500,000	\$0 (F)
\$0	\$3,332	\$3,332 (F)	\$0	Construct and Commission Resource Recovery Park - MRF Building - Hazelmere (24259/09)	\$10,000	\$10,000	\$0 (F)
\$48,647	\$70,000	\$21,353 (F)	\$0	Construct and Commission Resource Recovery Commercial Transfer Station - Hazelmere (24259/10)	\$210,000	\$210,000	\$0 (F)
\$60,197	\$26,016	(\$34,181) (U)	\$27,268	Construct and Commission Resource Recovery Park - Weighbridge Office (24259/12)	\$78,055	\$78,055	\$0 (F)
\$0	\$200,000	\$200,000 (F)	\$0	Construct and Commission Resource Recovery Park - Site Workshop (24259/13)	\$600,000	\$600,000	\$0 (F)
\$9,204	\$38,444	\$29,240 (F)	\$41,621	Construct and Commission Resource Recovery Park - Weighbridges (x2) (24392/02)	\$115,337	\$115,337	\$0 (F)
\$215,160	\$849,996	\$634,836 (F)	\$78,076	Construct and Commission Resource Recovery Park - Site Infrastructure (24399/01)	\$2,550,000	\$2,550,000	\$0 (F)

CAPITAL EXPENDITURE STATEMENT

OCTOBER 2019

Year to Date				On (F) = Favourable variation Order (U) = Unfavourable variation		Full Year			
Actual	Budget	Variance	Forecast			Budget	Variance		
Resource Recovery									
\$0	\$83,332	\$83,332	(F)	\$0	Construct Resource Recovery Park - Reuse Store Infrastructure (Car Park) (24399/07)	\$250,000	\$250,000	\$0	(F)
\$5,206	\$41,228	\$36,022	(F)	\$6,514	Wood Waste to Energy Utilities/Infrastructure - Resource Recovery Park (24399/11)	\$123,685	\$123,685	\$0	(F)
\$172,928	\$413,532	\$240,604	(F)	\$1,077,031	Purchase Resource Recovery Park - Wood Waste to Energy Plant & Equipment (24410/03)	\$1,240,613	\$1,240,613	\$0	(F)
\$0	\$166,664	\$166,664	(F)	\$0	Purchase Resource Recovery Park C & I Building - Plant & Equipment (24410/04)	\$500,000	\$500,000	\$0	(F)
\$0	\$100,000	\$100,000	(F)	\$0	Purchase Resource Recovery Park Transfer Station - Plant & Equipment (24410/05)	\$300,000	\$300,000	\$0	(F)
\$1,219,846	\$2,609,200	\$1,389,354	(F)	\$1,237,865		\$7,827,690	\$7,827,690	\$0	(F)

Waste Management

\$0	\$36,664	\$36,664 (F)	\$0	Construct Waste Management Facility Buildings - Red Hill Landfill Facility (24250/01)	\$110,000	\$110,000	\$0	(F)
\$0	\$21,000	\$21,000 (F)	\$0	Construct Storage Shed - Hazelmere (24250/05)	\$63,000	\$63,000	\$0	(F)
\$0	\$26,664	\$26,664 (F)	\$0	Upgrade Power Supply to Transfer Station - Red Hill Landfill Facility (24259/14)	\$80,000	\$80,000	\$0	(F)
\$0	\$26,664	\$26,664 (F)	\$0	Upgrade Power Supply to Workshop No 2 - Red Hill Landfill Facility (24259/15)	\$80,000	\$80,000	\$0	(F)
\$265,210	\$1,658,246	\$1,393,036 (F)	\$3,342,813	Construct Class III Cell Stage 14 - Red Hill Landfill Facility (24310/12)	\$4,974,352	\$4,974,352	\$0	(F)
\$10,370	\$27,664	\$17,294 (F)	\$2,000	Leachate Project - Red Hill Landfill Facility (24320/02)	\$83,000	\$83,000	\$0	(F)

CAPITAL EXPENDITURE STATEMENT

OCTOBER 2019

Year to Date				On Order	(F) = Favourable variation (U) = Unfavourable variation	Full Year			
Actual	Budget	Variance	Forecast			Budget	Variance		
Waste Management									
\$0	\$150,000	\$150,000	(F)	\$0	Design and Construct Class IV Cell Stage 2 - Red Hill Landfill Facility (24330/04)	\$450,000	\$450,000	\$0	(F)
\$0	\$66,664	\$66,664	(F)	\$0	Construct Stormwater Infrastructure and Siltation Ponds - Red Hill Landfill Facility (24350/01)	\$200,000	\$200,000	\$0	(F)
\$7,150	\$41,228	\$34,078	(F)	\$0	Construct Roads / Carparks - Red Hill Landfill Facility (24370/00)	\$123,690	\$123,690	\$0	(F)
\$3,420	\$166,664	\$163,244	(F)	\$0	Construct Access Road to Lots 8 9 10 - Red Hill Landfill Facility (24370/02)	\$500,000	\$500,000	\$0	(F)
\$0	\$83,332	\$83,332	(F)	\$0	Construct Drainage Diversion and Earthworks Infrastructures - Red Hill Landfill Facility (24380/00)	\$250,000	\$250,000	\$0	(F)
\$0	\$33,332	\$33,332	(F)	\$0	Construct Litter Fence - Redhill Landfill Facility (24394/05)	\$100,000	\$100,000	\$0	(F)
\$795	\$0	(\$795)	(U)	\$0	Construct Greenwaste Processing Area - Red Hill Landfill Facility (24395/00)	\$0	\$0	\$0	(F)
\$0	\$18,328	\$18,328	(F)	\$0	Construct Hardstand and Road - Hazelmere (24395/01)	\$55,000	\$55,000	\$0	(F)
\$8,630	\$33,332	\$24,702	(F)	\$0	Construct FOGO Processing Area - Red Hill Landfill Facility (24395/05)	\$100,000	\$100,000	\$0	(F)
\$0	\$13,332	\$13,332	(F)	\$0	Construct Monitoring Bores - Red Hill Landfill Facility (24396/00)	\$40,000	\$40,000	\$0	(F)
\$0	\$25,000	\$25,000	(F)	\$0	Air Supply lines - Waste Management Structures - Red Hill Landfill Facility (24399/10)	\$75,000	\$75,000	\$0	(F)
\$0	\$516,664	\$516,664	(F)	\$0	Liquid Waste Project - Red Hill Landfill Facility (24399/16)	\$1,550,000	\$1,550,000	\$0	(F)
\$13,729	\$500,182	\$486,453	(F)	\$4,039	Develop Lots 8 9 & 10 For Future Waste Activities - Red Hill Landfill Facility (24399/19)	\$1,500,000	\$1,500,000	\$0	(F)

CAPITAL EXPENDITURE STATEMENT

OCTOBER 2019

Year to Date				On (F) = Favourable variation Order (U) = Unfavourable variation		Full Year			
Actual	Budget	Variance				Forecast	Budget	Variance	
Waste Management									
\$638,944	\$1,198,332	\$559,389	(F)	\$769,018	Purchase / Replace Plant - Red Hill Landfill Facility (24410/00)	\$3,595,000	\$3,595,000	\$0	(F)
\$0	\$691,664	\$691,664	(F)	\$0	Purchase / Replace Plant - Hazelmere (24410/01)	\$2,075,000	\$2,075,000	\$0	(F)
\$0	\$200,000	\$200,000	(F)	\$0	Purchase FOGO Processing Plant - Red Hill Landfill Facility (24410/10)	\$600,000	\$600,000	\$0	(F)
\$0	\$150,000	\$150,000	(F)	\$0	Liquid Waste Project Plant - Red Hill Landfill Facility (24410/11)	\$450,000	\$450,000	\$0	(F)
\$14,054	\$293,332	\$279,278	(F)	\$0	Purchase / Replace Minor Plant and Equipment-Red Hill Landfill Facility (24420/00)	\$880,000	\$880,000	\$0	(F)
\$9,080	\$4,664	(\$4,416)	(U)	\$0	Purchase / Replace Minor Plant and Equipment - Hazelmere (24420/02)	\$14,000	\$14,000	\$0	(F)
\$91,634	\$28,664	(\$62,970)	(U)	\$71,153	Purchase / Replace Vehicles - Red Hill Landfill Facility (24430/00)	\$86,000	\$86,000	\$0	(F)
\$0	\$33,332	\$33,332	(F)	\$0	Purchase / Replace Security System - Red Hill Waste Management Facility (24530/08)	\$100,000	\$100,000	\$0	(F)
\$0	\$12,160	\$12,160	(F)	\$0	Purchase / Replace Security System - Hazelmere (24530/10)	\$36,480	\$36,480	\$0	(F)
\$10,184	\$6,664	(\$3,520)	(U)	\$12,410	Purchase / Replace Other Equipment - Red Hill Landfill Facility (24590/00)	\$20,000	\$20,000	\$0	(F)
\$3,462	\$0	(\$3,462)	(U)	\$9,650	Purchase / Replace Miscellaneous Equipment - Hazelmere (24590/02)	\$0	\$0	\$0	(F)
\$0	\$6,664	\$6,664	(F)	\$0	Purchase Office Furniture and Fittings-Hazelmere (24610/10)	\$20,000	\$20,000	\$0	(F)
\$0	\$6,664	\$6,664	(F)	\$0	Refurbish Plant - Red Hill Landfill Facility (25410/00)	\$20,000	\$20,000	\$0	(F)
\$1,076,662	\$6,077,100	\$5,000,438	(F)	\$4,211,083		\$18,230,522	\$18,230,522	\$0	(F)

OCTOBER 2019

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STATEMENT OF FINANCIAL POSITION

OCTOBER 2019

Actual June 2019	Actual Year to Date	(F) = Favourable variation (U) = Unfavourable variation	Full Year		
			Forecast	Budget	Variance
Current Assets					
\$1,498,764	\$3,784,391	Cash and Cash Equivalents	\$4,277,914	\$4,277,914	\$0 (F)
\$103,399,001	\$99,953,030	Investments	\$86,095,966	\$86,095,966	\$0 (F)
\$2,716,470	\$4,995,897	Trade and Other Receivables	\$2,426,402	\$2,426,402	\$0 (F)
\$54,739	\$21,062	Inventories	\$29,845	\$29,845	\$0 (F)
\$42,555	\$483,902	Other Assets	\$21,377	\$21,377	\$0 (F)
\$107,711,529	\$109,238,282	Total Current Assets	\$92,851,504	\$92,851,504	\$0 (F)
Current Liabilities					
\$5,541,725	\$3,276,284	Trade and Other Payables	\$3,604,991	\$3,604,991	\$0 (F)
\$1,629,324	\$1,629,324	Provisions	\$1,600,159	\$1,600,159	\$0 (F)
\$7,171,049	\$4,905,608	Total Current Liabilities	\$5,205,150	\$5,205,150	\$0 (F)
\$100,540,480	\$104,332,674	Net Current Assets	\$87,646,354	\$87,646,354	\$0 (F)
Non Current Assets					
\$50,570,000	\$50,570,000	Land	\$50,570,000	\$50,570,000	\$0 (F)
\$7,282,047	\$7,249,327	Buildings	\$10,683,789	\$10,683,789	\$0 (F)
\$17,270,648	\$16,476,903	Structures	\$27,371,536	\$27,371,536	\$0 (F)
\$10,479,107	\$10,618,405	Plant	\$19,411,090	\$19,411,090	\$0 (F)
\$310,204	\$288,433	Equipment	\$918,978	\$918,978	\$0 (F)
\$143,201	\$140,731	Furniture and Fittings	\$124,441	\$124,441	\$0 (F)
\$13,411,331	\$14,860,751	Work in Progress	\$11,954,052	\$11,954,052	\$0 (F)
\$99,466,539	\$100,204,550	Total Non Current Assets	\$121,033,886	\$121,033,886	\$0 (F)
Non Current Liabilities					
\$4,493,417	\$4,631,947	Provisions	\$4,040,109	\$4,040,109	\$0 (F)
\$4,493,417	\$4,631,947	Total Non Current Liabilities	\$4,040,109	\$4,040,109	\$0 (F)
\$195,513,602	\$199,905,277	Net Assets	\$204,640,131	\$204,640,131	\$0 (F)
Equity					
\$54,062,507	\$62,308,230	Accumulated Surplus/Deficit	\$69,541,479	\$69,541,479	\$0 (F)
\$91,958,292	\$91,958,292	Cash Backed Reserves	\$85,093,239	\$85,093,239	\$0 (F)
\$41,247,080	\$41,247,080	Asset Revaluation Reserve	\$41,247,080	\$41,247,080	\$0 (F)
\$8,245,723	\$4,391,675	Net change in assets from operations	\$8,758,333	\$8,758,333	\$0 (F)
\$195,513,602	\$199,905,277	Total Equity	\$204,640,131	\$204,640,131	\$0 (F)

CASH AND INVESTMENTS OCTOBER 2019

Actual June 2019	Actual Year to Date	(F) = Favourable variation (U) = Unfavourable variation	Full Year		
			Forecast	Budget	Variance
Municipal Cash and Investments					
1,495,314	3,780,941	Cash at Bank - Municipal Fund 01001/00	1,593,563	1,593,563	0 (F)
3,450	3,450	Cash on Hand 01019/00 - 02	3,450	3,450	0 (F)
11,251,348	6,995,310	Investments - Municipal Fund 02021/00	2,684,351	2,684,351	0 (F)
12,750,112	10,779,701	Total Municipal Cash	4,281,364	4,281,364	0 (F)
Restricted Cash and Investments					
1,937,863	1,952,714	Restricted Investments - Plant and Equipment 02022/01	564,514	564,514	0 (F)
2,709,862	2,730,629	Restricted Investments - Post Closure Site Rehabilitation Red Hill 02022/02	2,900,531	2,900,531	0 (F)
20,180,980	20,335,633	Restricted Investments - Future Development 02022/03	21,861,282	21,861,282	0 (F)
1,098,527	1,106,946	Restricted Investments - Environmental Monitoring Red Hill 02022/04	1,203,445	1,203,445	0 (F)
37,510	37,797	Restricted Investments - Environmental Insurance Red Hill 02022/05	62,696	62,696	0 (F)
15,192	15,309	Restricted Investments - Risk Management 02022/06	15,461	15,461	0 (F)
602,871	607,491	Restricted Investments - Class IV Cells Red Hill 02022/07	220,591	220,591	0 (F)
312,586	314,982	Restricted Investments - Regional Development 02022/08	476,800	476,800	0 (F)
57,994,036	58,438,463	Restricted Investments - Secondary Waste Processing 02022/09	54,682,074	54,682,074	0 (F)
6,031,536	6,077,758	Restricted Investments - Class III Cells 02022/10	2,753,548	2,753,548	0 (F)
76,706	77,294	Restricted Investments - Building Refurbishment (Ascot Place) 02022/11	78,297	78,297	0 (F)
189,362	294,723	Restricted Investments - Accrued Interest 02022/19	274,000	274,000	0 (F)
0	0	Restricted Investments - Unrealised Loss/Gain on Investments 02022/20	0	0	0 (F)
960,622	967,983	Restricted Investments - Long Service Leave 02022/90	1,002,727	1,002,727	0 (F)
92,147,653	92,957,720	Total Restricted Cash	86,095,966	86,095,966	0 (F)
104,897,765	103,737,421	TOTAL CASH AND INVESTMENTS	90,377,330	90,377,330	0 (F)

The Cash at Bank - Municipal Fund represents the balance on the last day of the relevant month. Any portion of the balance available for investment is transferred into the Investment - Municipal Fund account in the following period. Funds held in the Cash at Bank - Municipal Fund continue to accrue interest as per the Westpac commercial rates.

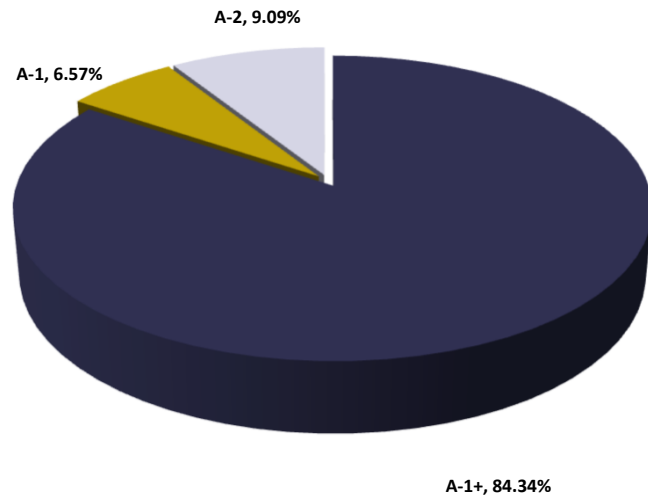
EMRC Investment Report

October 2019

I. Overall Portfolio Limits

S&P Long Term Rating	S&P Short Term Rating	% Portfolio	Investment Maximum %
AAA	A-1+	84.34%	100.00%
AA	A-1	6.57%	100.00%
BBB	A-2	9.09%	15.00%
		<u>100.00%</u>	

Investment by S&P Rating



II. Single Entity Exposure

	S&P Long Term Rating	S&P Short Term Rating	% Portfolio	
AMP	BBB	A-2	4.55%	
ANZ Banking Group	AAA	A-1+	14.65%	
Bankwest	AAA	A-1+	0.00%	
Bank of Queensland	BBB	A-2	0.00%	
ING	AA	A-1	0.00%	
ME Bank	BBB	A-2	4.55%	*
NAB	AAA	A-1+	26.26%	
Suncorp	AA	A-1	2.02%	*
Westpac / St. George Bank	AAA	A-1+	43.42%	
Macquarie Bank	A-1		4.55%	
			<u>100.00%</u>	

* Non-Fossil Fuel ADI (Authorised Deposit Taking Institution)

III. Term to Maturity Framework

Maturity Profile	Investment Policy Guidelines		
	% Portfolio	% Min	% Max
Less Than 1 Year	100.00%	40%	100%
Greater than 1 year & less than or equal to 3 years	0.00%	0%	60%
	<u>100.00%</u>		

IV. Fossil Fuel Divestment

	% Portfolio
Non-Fossil Fuel ADI's	6.57%
Fossil Fuel ADI's	93.43%
	<u>100.00%</u>

NB: This report is consistent with the reporting requirements of the Policy 3.3 - Management of Investments Policy



14.6 PURCHASE OF A TROMMEL FOR RED HILL WASTE MANAGEMENT FACILITY

REFERENCE: D2019/15722

PURPOSE OF REPORT

The purpose of this report is to seek Council approval for the purchase of an Edge Trommel from the City of Cockburn for use at the Red Hill Waste Management Facility.

KEY POINTS AND RECOMMENDATION(S)

- The EMRC has planned and budgeted to replace an existing trommel at Red Hill Waste Management Facility for the screening of compost.
- EMRC officers were approached by officers from the City of Cockburn regarding our interest in purchasing a near new trommel surplus to their needs.
- The trommel has been inspected and is fit for purpose.
- A purchase price of \$290,000 ex GST has been negotiated with the City of Cockburn.
- Authority is sought for the CEO to purchase this trommel for the Red Hill Waste Management Facility.

Recommendations

That Council by absolute majority in accordance with s.5.42(1) of the *Local Government Act 1995* delegates to the CEO the authority to enter into a sale of goods agreement with the City of Cockburn for the purchase of a secondhand Edge TRT 622 Trommel and Edge 622 – 20 mm Mesh Screen for \$290,000 ex GST from the City of Cockburn.

SOURCE OF REPORT

Director Waste Services

BACKGROUND

The EMRC requires a replacement trommel to screen green waste at the Red Hill Waste Management Facility under the plant replacement policy. The existing Komptech Mustang trommel (P2708) has done 16,000 hours and is due for replacement in 2020/2021 and the EMRC propose to bring this replacement forward.

REPORT

The EMRC need to replace an existing Komptech trommel at Red Hill Waste Management Facility for the screening of compost, in accordance with the plant replacement program for 2020/2021.

EMRC Officers were approached by the City of Cockburn regarding our interest in purchasing a near new Edge trommel surplus to their needs. EMRC officers inspected the trommel and witnessed it in operation and have completed an assessment report advising that it is fit for purpose for use at Red Hill and recommending purchase of the equipment.

The CEO has negotiated a purchase price of \$290,000 ex GST for the Edge TRT 622 Trommel and Edge 622 – 20 mm Mesh Screen, including delivery to Red Hill, operational and maintenance manuals, initial operational set up and maintenance training. Year of manufacture is 2018 and has approx. 800 hours on the clock, is well maintained, no damage. The replacement value of the Edge TRT 622 is \$385,000 ex GST.



Item 14.6 continued

Legal advice has been obtained from the EMRC's lawyers to confirm the CEO's authority to purchase goods in this manner. The advice has confirmed that while value of the trommel is over the tender threshold limit of \$150,000, the exemption under regulation 11(2)(e) of the *Local Government (Functions and General) Regulations 1996* applies such that a tender does not have to be publicly invited for the supply of goods or services if:

"the goods or services are to be supplied by or obtained through the government of the State or the Commonwealth or any of its agencies, or by a local government or a regional local government".

As the City of Cockburn is a local government, the exemption applies.

Under delegation C5/2016 (amending delegation C1/2014) the CEO, amongst other things, may accept tenders to the value of \$400,000 ex. GST. This is subject to the requirement under C1/2014 for provision having been made in the current budget for the purchase of the particular item or as authorised by Council in advance.

However, the effect of the exemption under r.11(2)(e) of the *Local Government (Functions and General) Regulations 1996* is that a tender is not required and hence the delegation C5/2016 does not extend to purchases outside of a tender. That means that the CEO currently does not have the delegated power to purchase the trommel for \$290,000 unless the purchase is under a tender.

Accordingly, authority is sought for the CEO to purchase this trommel from the City of Cockburn for \$290,000 ex GST.

Another local government authority is seeking additional screening capacity with FOGO processing at their facility and the EMRC may be able to rent the proposed Edge trommel or one of our existing trommels to this local government authority to help offset the capital costs, provided this doesn't compromise our operations at Red Hill.

STRATEGIC/POLICY IMPLICATIONS

Key Result Area 1 – Environmental Sustainability

- 1.1 To provide sustainable waste disposal services
- 1.2 To improve regional waste management

FINANCIAL IMPLICATIONS

An amount of \$600,000 has been provided in the 2019/2020 Annual Budget for the replacement of the existing trommel under the plant replacement programme.


SUSTAINABILITY IMPLICATIONS

The greenwaste processing operation at Red Hill Waste Management Facility is an important aspect of the EMRC's environmental sustainability.



Item 14.6 continued

MEMBER COUNCIL IMPLICATIONS

Member Council	Implication Details
Town of Bassendean	 Nil
City of Bayswater	
City of Belmont	
City of Kalamunda	
Shire of Mundaring	
City of Swan	

ATTACHMENT(S)

Nil

VOTING REQUIREMENT

Absolute Majority

RECOMMENDATION(S)

That Council by absolute majority in accordance with s.5.42 of the *Local Government Act 1995* delegates to the CEO the authority and power to enter into a sale of goods agreement with the City of Cockburn for the purchase of a secondhand Edge TRT 622 Trommel and Edge 622 – 20 mm Mesh Screen for \$290,000 ex GST from the City of Cockburn.

COUNCIL RESOLUTION(S)

MOVED CR DAW

SECONDED CR HAMILTON

THAT COUNCIL BY ABSOLUTE MAJORITY IN ACCORDANCE WITH S.5.42 OF THE *LOCAL GOVERNMENT ACT 1995* DELEGATES TO THE CEO THE AUTHORITY AND POWER TO ENTER INTO A SALE OF GOODS AGREEMENT WITH THE CITY OF COCKBURN FOR THE PURCHASE OF A SECOND HAND EDGE TRT 622 TROMMEL AND EDGE 622 – 20 MM MESH SCREEN FOR \$290,000 EX GST FROM THE CITY OF COCKBURN.

CARRIED UNANIMOUSLY



14.7 EMRC ANNUAL REPORT 2018/2019

REFERENCE: D2019/17127

PURPOSE OF REPORT

The purpose of this report is to present the EMRC's draft Annual Report 2018/2019 to Council for acceptance.

KEY POINTS AND RECOMMENDATION(S)

- It is a requirement of section 5.53 of the *Local Government Act 1995* (the Act) that an annual report is prepared for each financial year.
- Section 5.54 of the Act requires the annual report to be accepted by Council, with an absolute majority, no later than 31 December after that financial year.
- Section 5.55 of the Act states that, "*The CEO is to give local public notice of the availability of the annual report as soon as practicable after the report has been accepted by the local government*".

Recommendation(s)

That:

1. Council, by absolute majority, in accordance with section 5.54 of the *Local Government Act 1995*, accepts the draft EMRC Annual Report 2018/2019 and the statements therein forming the attachment to this report.
2. Local public notice be given, in accordance with section 5.55 of the *Local Government Act 1995*, of the availability of EMRC's Annual Report 2018/2019.

SOURCE OF REPORT

Director Corporate Services

BACKGROUND

It is a requirement of section 5.53 of the Act that an annual report is prepared for each financial year.

Under the Act, the annual report is to contain:

- (a) A report from the Mayor or President (or Chairman of a regional local government);
- (b) A report from the Chief Executive Officer;
- (c) An overview of the plan for the future of the district made in accordance with section 5.56, including major initiatives that are proposed to commence or continue in the next financial year;
- (d) The financial report for the financial year;
- (e) Such information as may be prescribed in relation to the payments made to employees;
- (f) The auditor's report for the financial year;
- (g) A matter on which a report must be made under section 29(2) of the *Disability Services Act 1993*;
- (h) Details of entries made under section 5.121 of the Act during the financial year in the register of complaints, including:
 - (i) The number of complaints recorded in the register of complaints;
 - (ii) How the recorded complaints were dealt with; and
 - (iii) Any other details that the regulations may require.
- (i) Such other information as may be prescribed.



Item 14.7 continued

Section 5.54 of the Act requires the annual report to be accepted by council no later than 31 December after that financial year by absolute majority.

Section 5.55 of the Act states that, *“The CEO is to give local public notice of the availability of the annual report as soon as practicable after the report has been accepted by the local government”*.

REPORT

The EMRC's Annual Report 2018/2019 is presented in accordance with the provisions of the Act and addresses all the required contents.

In prior years, the Annual Report included a 10-page audited Concise Financial Report.

On 7 April 2016 Circular No 3-2016 was received titled *“Auditing of Local Government by the Auditor General - Renewal of Audit Contracts”*, which outlined the intension to amend the *Local Government Act 1995* to allow for the Auditor General and the Office of the Auditor General (OAG) to take responsibility for the local government financial audits from 1 July 2017. The *Local Government Amendment (Auditing) Act 2017* (No 5 of 2017) - an Act to amend the *Local Government Act 1995* to provide for the auditing of local governments by the OAG and for related purposes was assented to on 1 September 2017.

As a result of the OAG taking responsibility for the financial audits since the 2017/2018 Annual Report, the Annual Report now includes the full audited Financial Report instead of the Concise Financial Report and is consistent with the approach taken by the OAG with State Government departments and agencies.

Similar to previous years, it is proposed that the annual report be distributed in predominantly e-book format, with both hard copy and e-book formats distributed to key stakeholders. A database of the key stakeholders has been compiled to allow a mail-out to be conducted following approval and production of the annual report. The annual report e-book will also be available on EMRC's corporate website (www.emrc.org.au).

Availability of the annual report will be advertised through a local government notice in *The West Australian* newspaper and public notices sent to all member Council libraries for public display.

STRATEGIC/POLICY IMPLICATIONS

Key Result Area 3 – Good Governance

- 3.3 To provide responsible and accountable governance and management of the EMRC
- 3.4 To continue to improve financial and asset management practices

FINANCIAL IMPLICATIONS

The cost for the design and production of the annual report has been included in the adopted 2019/2020 EMRC budget.


SUSTAINABILITY IMPLICATIONS

Nil



Item 14.7 continued

MEMBER COUNCIL IMPLICATIONS

Member Council	Implication Details
Town of Bassendean	 Member Councils own the proportionate share of the equity of the EMRC per the Establishment Agreement.
City of Bayswater	
City of Belmont	
City of Kalamunda	
Shire of Mundaring	
City of Swan	

ATTACHMENT(S)

Draft EMRC Annual Report 2018/2019 (Ref: D2019/17643) (*provided under separate cover*)

VOTING REQUIREMENT

Absolute Majority

RECOMMENDATION(S)

That:

1. Council, by absolute majority, in accordance with section 5.54 of the *Local Government Act 1995*, accepts the draft EMRC Annual Report 2018/2019 and the statements therein forming the attachment to this report.
2. Local public notice be given, in accordance with section 5.55 of the *Local Government Act 1995*, of the availability of EMRC's Annual Report 2018/2019.

Cr O'Connor queried and subsequently requested an amendment to the attachment to Item 14.7 page 50 – Key Result Area 1: Environmental Sustainability, Red Hill Waste Management Facility, specifically identify the type of waste processing facility such that the current item which reads:

- Investigate the feasibility of new waste processing facility

is to be amended to read:

- Investigate the feasibility of a new *liquid* waste processing facility

The Director Corporate Services advised that this amendment along with the photo of the new Councillors will be included in the final annual report document.

COUNCIL RESOLUTION(S)

MOVED CR O'CONNOR

SECONDED CR BOYD

THAT:

1. COUNCIL, BY ABSOLUTE MAJORITY, IN ACCORDANCE WITH SECTION 5.54 OF THE *LOCAL GOVERNMENT ACT 1995*, ACCEPTS THE DRAFT EMRC ANNUAL REPORT 2018/2019 AND THE STATEMENTS THEREIN FORMING THE ATTACHMENT TO THIS REPORT.
2. LOCAL PUBLIC NOTICE BE GIVEN, IN ACCORDANCE WITH SECTION 5.55 OF THE *LOCAL GOVERNMENT ACT 1995*, OF THE AVAILABILITY OF EMRC'S ANNUAL REPORT 2018/2019.

CARRIED UNANIMOUSLY



ANNUAL REPORT 2018/2019



LIVE



WORK



PLAY



DO BUSINESS

Advancing Perth's Eastern Region 



CONTENTS

About the EMRC	2	Statutory Reports	46
Chairman's Report	6	Annual Financial Report	50
Chief Executive Officer's Report	8	Statement by Chief Executive Officer	51
Organisational Structure	10	Statement of Comprehensive Income By Program	52
Elected Representatives	11	Statement of Comprehensive Income By Nature and Type	52
Councillor Attendance	12	Statement of Financial Position	53
EMRC Services	14	Statement of Changes in Equity	54
EMRC Service Delivery Model	15	Statement of Cash Flows	54
Committees	16	Notes to and forming part of the Financial Report	54
Grants and Awards	17	Independent Auditor's Report	88
Environmental Sustainability	20		
Economic Development	32		
Good Governance	36		

KEY RESULT AREA 1

KEY RESULT AREA 2

KEY RESULT AREA 3



OUR VISION

To be a responsive and innovative leader in assisting Perth's Eastern Region to be a great place to live, work, play and do business.



OUR MISSION

The EMRC, by partnering with member Councils and other stakeholders, facilitates strategies and actions for the benefit of Perth's Eastern Region.

OUR VALUES

The values that govern the EMRC are:

EXCELLENCE – Striving for excellence through the development of quality and continuous improvement.

RECOGNITION – Valuing staff in a supporting environment that focuses on their wellbeing.

INNOVATION – Focus on innovative approaches in project and service delivery.

RESPONSIVENESS – Dynamic and flexible service delivery.

INTEGRITY – Accountability and consistency in all that we do.



ABOUT THE EMRC

The Eastern Metropolitan Regional Council (EMRC) is a progressive and innovative regional local government working on behalf of six member Councils located in Perth's Eastern Region: Town of Bassendean, City of Bayswater, City of Belmont, City of Kalamunda, Shire of Mundaring and City of Swan.

The EMRC is an incorporated body established under the Western Australian Local Government Act 1995. The EMRC's operations are governed by its Council under an Establishment Agreement. In brief, the Establishment Agreement states that the EMRC will:

- Work collaboratively with member Councils to facilitate local government to enhance its service delivery to the community;
- Be efficient and effective in delivering quality services and facilities;
- Maintain a framework which allows the members to promote and market the role of local government;
- Implement a strategic plan that is regularly reviewed; and
- Avoid providing any service or facility that adversely impacts on the services or facilities of any member Council.

In line with this brief, the EMRC provides a broad range of services across the region including waste management and education, resource recovery, environmental management and regional development. Working in partnership with our member Councils and other stakeholders, the EMRC delivers local and regional scale projects across each of these areas for the benefit of the region.

The EMRC Council is responsible for setting the EMRC's strategic direction. EMRC management implements this direction, ensures the organisation's values are sustained and provides an environment that encourages all staff to reach their full potential.



ABOUT PERTH'S EASTERN REGION

Perth's Eastern Region is an area defined by the boundaries of the EMRC's six member Councils: Town of Bassendean, City of Bayswater, City of Belmont, City of Kalamunda, Shire of Mundaring and City of Swan. The region constitutes around one-third of Perth's metropolitan area encompassing a land area of about 2,100 square kilometres and is home to over a third of a million people.

The Region is considered the gateway to greater Perth, hosting Western Australia's major air, road and rail transport hub for the efficient movement of freight and passengers throughout Perth, intrastate, interstate and overseas.

Perth's Eastern Region has undergone rapid expansion following major capital investments including intermodal freight terminal development, major airport and road redevelopment and education and health services investment. It is an increasingly attractive for large national and international companies seeking office and commercial accommodation within close proximity of the CBD, their key stakeholders and major transport routes. The industrial areas of Malaga, Kewdale, Hazelmere, Forrestfield, Bayswater, Ashfield and Bassendean play key roles in transport, storage, manufacturing and logistics servicing the state's vital construction and resource sectors.

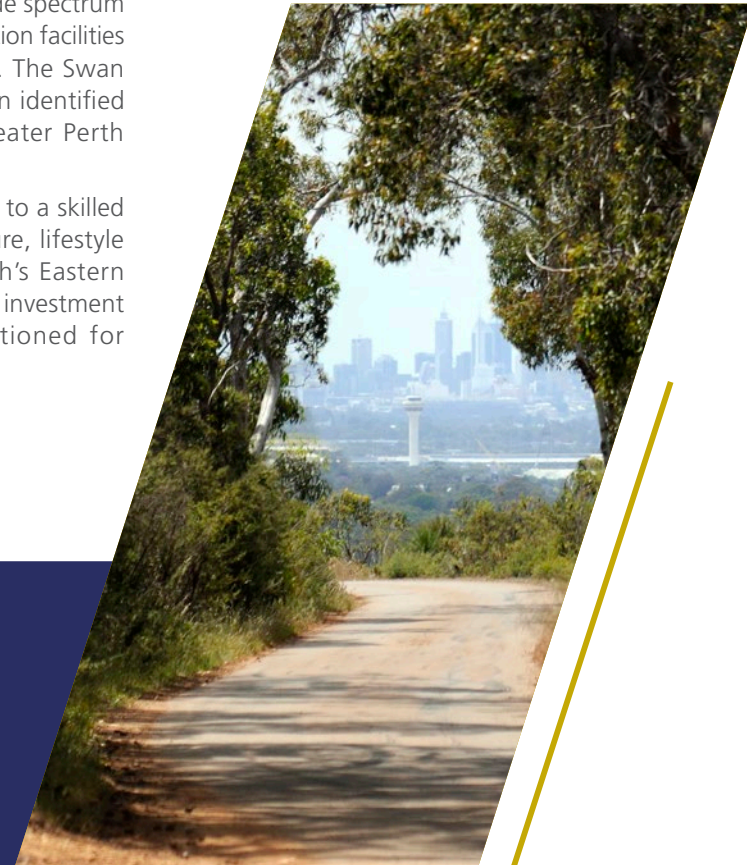
In addition to specialist and industrial centres, several key activity centres in the region are identified for growth in the State Government's key planning framework Directions 2031 and Beyond. Morley and

Midland are both identified as Strategic Metropolitan Centres providing a mix of retail, office, community, entertainment, residential and employment activities. Secondary centres identified are Belmont and Ellenbrook. These centres deliver a range of services to local communities and play a vital role for allocation of future infill population. Forrestfield, Kalamunda, Mundaring, Ashfield, Bassendean and Maylands have been identified as the district centres that provide key local services, facilities and employment opportunities. The Forrestfield Airport Link and associated Perth Airport redevelopment, Midland Health and University Campus and NorthLink WA in particular are providing new infrastructure to support future growth. Proposed developments including Metronet and the Perth-Adelaide National Highway will further support this development. Encompassing inner urban areas to outer metropolitan and urban fringe developments, this is a growing vibrant region.

Perth's Eastern Region is an attractive destination for visitors and provides a high quality of life for its residents. Key amenities

include national parks; walking and cycling trails; numerous picturesque parks and reserves on the banks of the Swan River; an extensive range of heritage, culture and arts attractions including Guildford, which is one of the oldest settled areas in WA and the ever-popular Swan Valley and boutique wineries in the Perth Hills. A wide spectrum of community events and recreation facilities encourage community activity. The Swan Valley and Perth Hills have been identified as key attractions for the Greater Perth Metropolitan Area.

With a diverse economy, access to a skilled workforce and a range of leisure, lifestyle and living opportunities, Perth's Eastern Region represents an attractive investment destination and is well positioned for continued growth.





Perth's Eastern Region
constitutes around

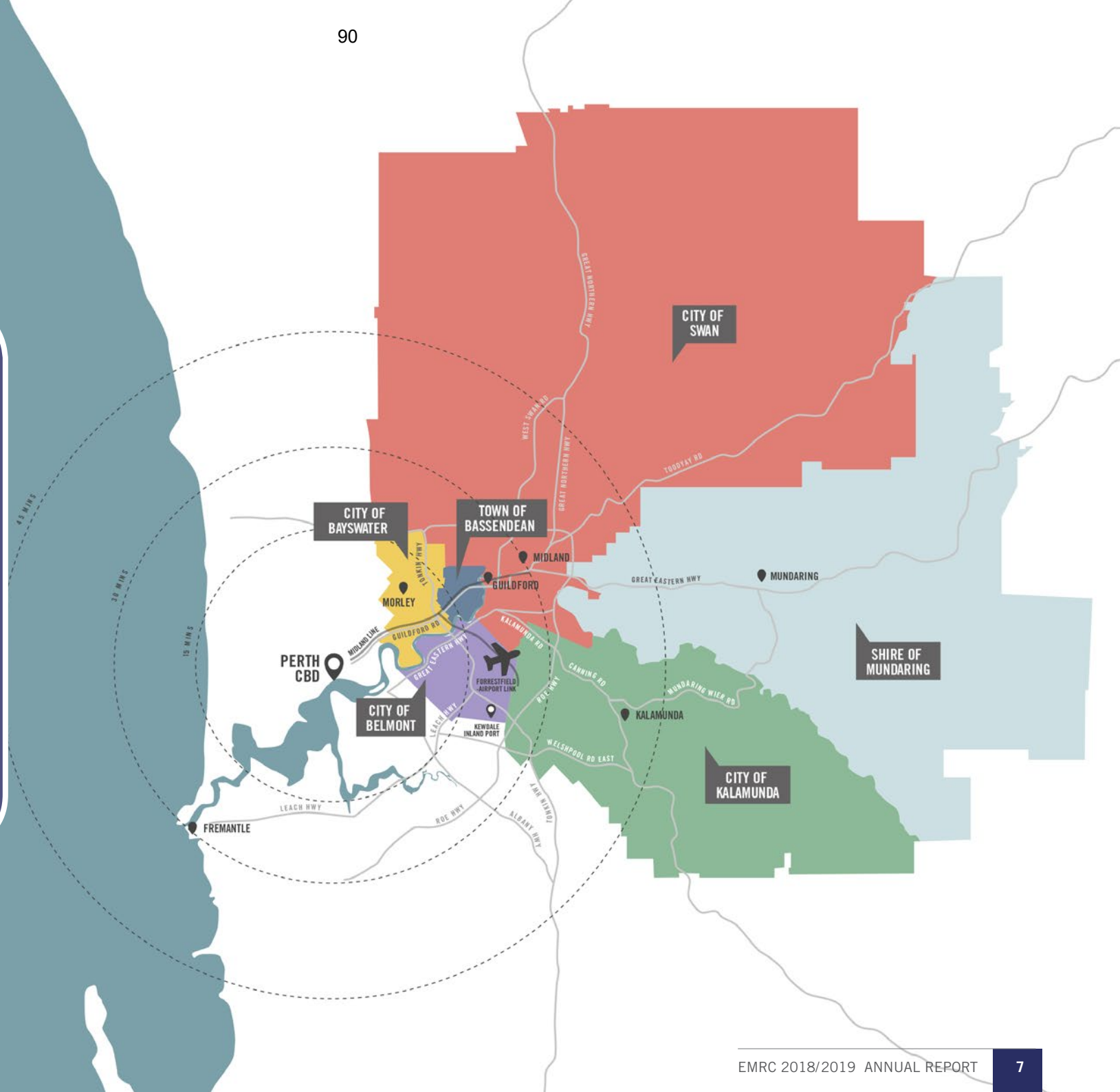
ONE THIRD

of Perth's metropolitan
area, encompassing a
land area of about

2,100 KM²

with an estimated
population of

365,000
people.





Outgoing Chairman's Report

It was both a pleasure and a privilege to serve as Chairman of the EMRC during an important transitional phase in its history.

Achieving positive change for the benefit of stakeholders is a goal that all local governments aspire to. In the case of the EMRC, my experience as Chairman provided a unique perspective on how the EMRC achieves this: its single-minded focus has always been, and continues to be, creating and delivering value for its member Councils and the region.

Following my election as an EMRC Councillor in November 2015, I was immediately impressed by the organisation's ability to foresee and develop opportunities across its specialist areas of waste management, regional advocacy and environmental sustainability.

My positive impressions continued to grow as I observed the EMRC's councillors and staff working single-mindedly to deliver positive outcomes for the benefit of Perth's Eastern Region.

Over recent months public interest in waste recovery, spurred by community concerns over environmental protection, has created expectations that organisations with specific responsibility in these fields are working towards providing sustainable short, medium and long term solutions. In the case of the EMRC, this is perfectly true.

The appointment as CEO of Mr Marcus Geisler, with his extensive professional background in the waste industry, marks a new focus and direction for the EMRC as it demonstrates its leadership, commitment to innovation and expertise.

Looking back, I can pinpoint the unanimous vote for adoption by Council of a FOGO Strategy in March 2019 as a pivotal moment of my chairmanship. The decision is fully aligned with Western Australia's Waste Strategy, encapsulated in the Waste Avoidance and Resource Recovery Strategy 2030, which calls for all metropolitan local government councils to provide a FOGO system by 2025. The EMRC's Strategy will also identify appropriate technology to implement long-term FOGO processing solutions for all EMRC member Council waste streams.

I would like to convey my sincerest best wishes to my successor, Cr Jai Wilson, for a successful chairmanship and wish him well for the future.

My thanks also go to the Executive Leadership Team and the dedicated staff of the EMRC for their unstinting guidance and support.

Finally, I will always be grateful to my fellow Councillors for their confidence in entrusting me with the responsibilities and duties of EMRC Chairman, working collaboratively for the benefit of the region. I wish the organisation every success as it rises to meet the challenges ahead.

Cr David McDonnell
EMRC Chairman



Incoming Chairman's Report

As the incoming Chairman of the Eastern Metropolitan Regional Council (EMRC), it gives me great pleasure to present the 2018/2019 Annual Report.

I would like to pay my respects to outgoing Chairman of the EMRC, David McDonnell, for the great work he did as Chairman of the EMRC during the 2018/2019 financial year.

We have an exciting year ahead and I am confident EMRC will continue to demonstrate excellence and innovation in the provision of services for, and on behalf of, our member Councils.

Cr Jai Wilson
EMRC Chairman





"I have lived in Maylands since 2017 and have enjoyed every second of it because of the river, greenery, city view, sunsets, and a warm and friendly neighbourhood."

<https://www.maylands.wa.gov.au/>



Chief Executive Officer's Report

There can be no doubt that these are pivotal times for the EMRC.

Entering the financial year 2018/2019 with an acknowledged leadership position in waste management, a second-to-none track record of effective advocacy for Perth's Eastern Region and for its staunch environmental protection, the following 12 months witnessed the EMRC continue to strengthen its reputation for delivering value for our member Councils across a range of quality programs and services.

Arriving as CEO just after the end of the year, I was delighted to find an organisation respectful of its past, geared to maximise the benefit from its current plans and strategies, and a future firmly aligned to delivering positive future outcomes for its member Councils.

Looking ahead, these qualities place the EMRC in a lead position as we gear up to maximise the full benefits from the biggest waste management revolution in WA for decades.

Our resources and capabilities will stand us in good stead as we commence the rollout of our Food Organics Garden Organics (FOGO) Recovery Strategy and gear up for the mid-2020 introduction of WA's Container Deposit Scheme. Both initiatives require extensive stakeholder consultation and communication which are being met with large-scale public awareness initiatives.

While waste management remains our principal focus, the popularity of our support for volunteer environmental groups and the work of our Waste Education team continued to generate significant community goodwill. Our focus on Sustainable Development Goals, advocacy and NRM contribute much to our

understanding of the natural world around us and how we can preserve and protect our lands, hills and rivers.

I have been highly impressed by the knowledge, direction and support provided by our Councillors and also that of the EMRC's staff, who strive every day to create and deliver value for our member Councils. This would be an opportune moment to offer my personal thanks to Wendy Harris who, in her role as Acting CEO, steered the EMRC through a transitional six months following the departure of former CEO.

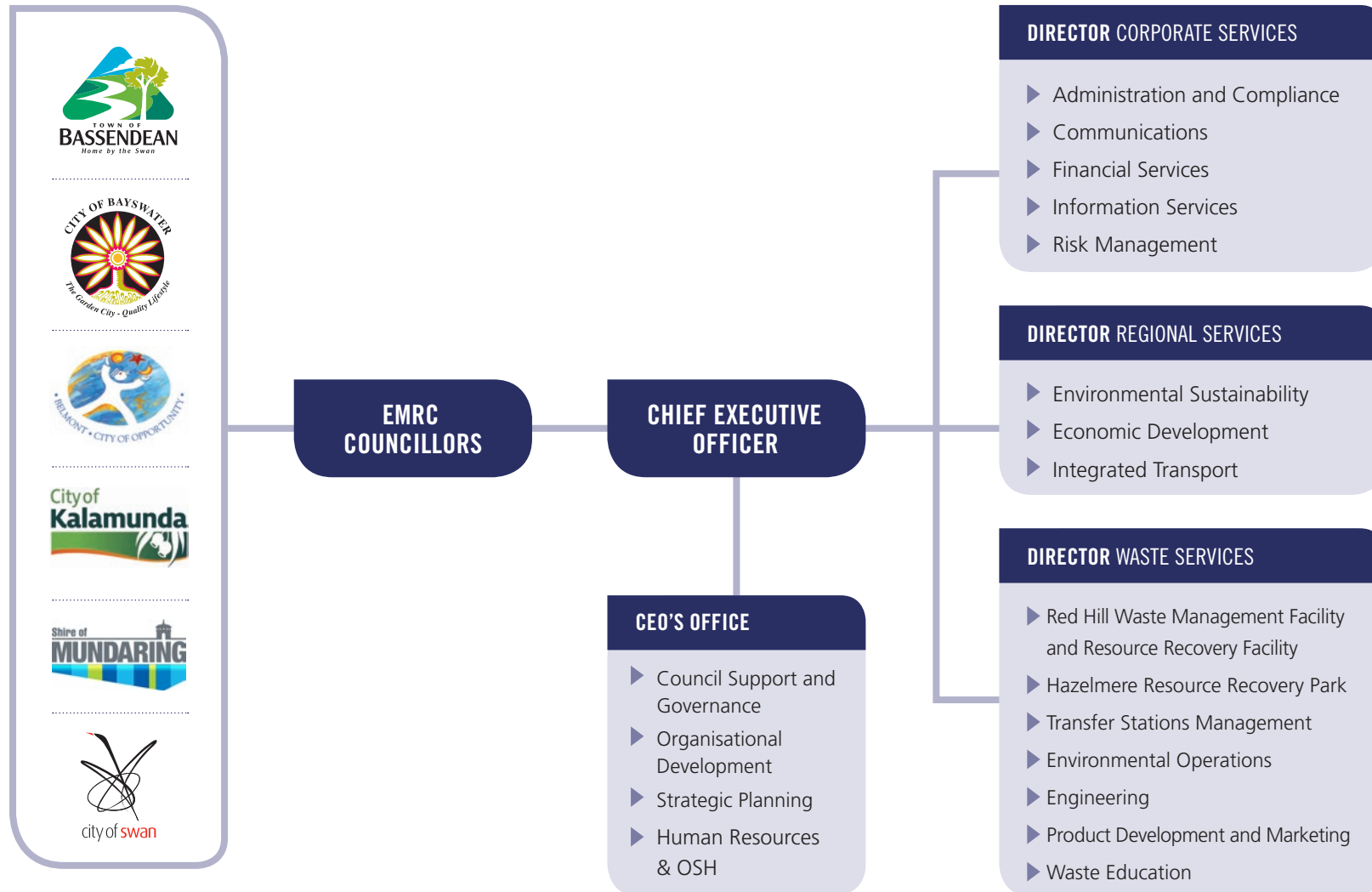
I am deeply appreciative of the valuable and ongoing support provided by the EMRC's Executive Management Team of Hua Jer Liew, Director Corporate Services; Stephen Fitzpatrick, Director Waste Services; Wendy Harris, Director Regional Services and the entire EMRC Team.

I would like to thank the EMRC's outgoing Chairman, Cr David McDonnell, for his dynamic leadership of the EMRC. I am looking forward to working alongside our new chairman, Cr Jai Wilson of the Town of Bassendean, as together we seek to achieve the EMRC's vision of making Perth's Eastern Region not only a great place to live, work, play and do business, but also a place where, collectively and with a shared responsibility, we strive to avoid generating waste, recover more resources and value, as well as protect our environment moving towards resource efficiency and a Circular Economy.

A handwritten signature in black ink, appearing to read 'Marcus Geisler'.

Marcus Geisler
Chief Executive Officer

Organisational Structure





Elected Representatives

The EMRC's Establishment Agreement specifies that two councillors from each member Council be appointed to the EMRC's Council, while a third councillor is appointed to deputise in their absence. The appointed Council members as at 30 June 2019 were:



Back row: Cr Steve Wolff, Cr Adam Kovalevs, Cr David Lavell, Cr Melissa Mykytiuk, Cr Jai Wilson, Cr Geoff Stallard. **Front row:** Cr Sally Palmer, Cr Dylan O'Connor (Deputy Chairman), Cr David McDonnell (Chairman), Cr Barry McKenna, Cr Janet Powell. **Inset:** Cr John Daw

COUNCILLORS

- Cr David McDonnell – City of Swan – EMRC Chairman
- Cr Dylan O'Connor – City of Kalamunda – EMRC Deputy Chairman
- Cr Melissa Mykytiuk – Town of Bassendean
- Cr Jai Wilson – Town of Bassendean
- Cr Barry McKenna – City of Bayswater
- Cr Sally Palmer – City of Bayswater
- Cr Janet Powell – City of Belmont
- Cr Steve Wolff – City of Belmont
- Cr Geoff Stallard – City of Kalamunda
- Cr John Daw – Shire of Mundaring
- Cr David Lavell – Shire of Mundaring
- Cr Adam Kovalevs – City of Swan

DEPUTY COUNCILLORS

- Cr Kathryn Hamilton – Town of Bassendean
- Cr Filomena Piffaretti – City of Bayswater
- Cr Phil Marks – City of Belmont
- Cr Cameron Blair – City of Kalamunda
- Cr Doug Jeans – Shire of Mundaring
- Cr Ian Johnson – City of Swan

Councillor Attendance

COUNCILLORS	MEMBER COUNCIL	ORDINARY COUNCIL* (12)				AUDIT COMMITTEE (3)				CHIEF EXECUTIVE OFFICER PERFORMANCE REVIEW COMMITTEE (1)				RESOURCE RECOVERY COMMITTEE (1)				INVESTMENT COMMITTEE (0)				CHIEF EXECUTIVE OFFICER RECRUITMENT REVIEW COMMITTEE (3)				WASTE ADVISORY COMMITTEE (2)			
		✓	A	D	L	✓	A	D	L	✓	A	D	L	✓	A	D	L	✓	A	D	L	✓	A	D	L	✓	A	D	L
Cr Melissa Mykytiuk	Town of Bassendean	10	2			3								4												2			
Cr Jai Wilson	Town of Bassendean	10	1	1			1			3	1						1				3								
Cr Sally Palmer	City of Bayswater	11	1			3				4											3					1			
Cr Barry McKenna	City of Bayswater	9	1		1		1							4			1								1	1			
Cr Janet Powell	City of Belmont	10	1					3		3	1						1				2		1						
Cr Steve Wolff	City of Belmont	11	1			1								3	1											2			
Cr Dylan O'Connor	City of Kalamunda	12								4				2	1		1				3					2			
Cr Geoff Stallard	City of Kalamunda	9	1	1	1	3								2			1												
Cr John Daw	Shire of Mundaring	11			1	1				3	1										1	2				1			
Cr David Lavell	Shire of Mundaring	8	3			2	1							4			1								1	1			
Cr Adam Kovalevs	City of Swan	11					1							2	2			1											
Cr David McDonnell	City of Swan	12				3				4				2							2	1				2			
DEPUTY COUNCILLORS																													
Cr Kathryn Hamilton	Town of Bassendean	3																											
Cr Filomena Piffaretti	City of Bayswater	3																											
Cr Phil Marks	City of Belmont	1	1																										
Cr Cameron Blair	City of Kalamunda	2	3																										
Cr Doug Jeans	Shire of Mundaring	4																											
Cr Ian Johnson	City of Swan																												

✓ = Attended meeting A = Apology D = Did Not Attend L = Leave of Absence

Note: The total number of meetings held during 2018/2019 are shown in brackets next to the meeting title.

*Including Special Meetings of Council held on 29 November 2018, 30 May 2019, 6 June 2019 and 27 June 2019.

Incoming Council

The EMRC's Establishment Agreement specifies that two councillors from each member Council be appointed to the EMRC's Council, while a third councillor is appointed to deputise in their absence. The appointed Council members as at 30 June 2019 were:



Back row: Cr Steve Wolff, Cr Adam Kovalevs, Cr David Lavell, Cr Melissa Mykytiuk, Cr Jai Wilson, Cr Geoff Stallard.
Front row: Cr Sally Palmer, Cr Dylan O'Connor (Deputy Chairman), Cr David McDonnell (Chairman), Cr Barry McKenna, Cr Janet Powell. **Inset:** Cr John Daw

COUNCILLORS

- Cr Jai Wilson – Town of Bassendean – EMRC Chairman
- Cr Doug Jeans – Shire of Mundaring – EMRC Deputy Chairman
- Cr Kathryn Hamilton – Town of Bassendean
- Cr Giorgia Johnson – City of Bayswater
- Cr Lorna Clarke – City of Bayswater
- Cr Janet Powell – City of Belmont
- Cr Steve Wolff – City of Belmont
- Cr Dylan O'Connor – City of Kalamunda
- Cr Lesley Boyd – City of Kalamunda
- Cr John Daw – Shire of Mundaring
- Cr Mel Congerton – City of Swan
- Cr Charlie Zannino – City of Swan

DEPUTY COUNCILLORS

- Cr Hilary MacWilliam – Town of Bassendean
- Cr Filomena Piffaretti – City of Bayswater
- Cr Phil Marks – City of Belmont
- Cr Cameron Blair – City of Kalamunda
- Cr Amy Collins – Shire of Mundaring
- Cr Ian Johnson – City of Swan



Executive Leadership Team

Left to right: Director Regional Services Wendy Harris,
Director Waste Services Stephen Fitzpatrick, CEO Marcus Geisler,
Director Corporate Services Hua Jer Liew

EMRC Services

The EMRC provides services in waste management, resource recovery, environmental management and regional development. Working with our member Councils, industry, government agencies and other stakeholders, the EMRC is a model of successful collaboration that delivers tangible benefits to the region.

CEO's Office

The CEO's Office undertakes council support and governance, organisational development and strategic planning for the organisation.

Corporate Services Directorate

The EMRC's Corporate Services Directorate provides administrative and operational support that meet both statutory requirements and the needs of internal and external customers. The directorate is responsible for the effective and efficient development and management of organisational policies, systems and processes.

Regional Services Directorate

The EMRC is the only metropolitan regional council in Western Australia to expand its services beyond waste management. The Regional Services Directorate provides a range of services and projects that focus on best practice land management, improving air and water quality, enhancing local biodiversity, stimulating economic development and advocating for a safe and efficient transport network in the region. The EMRC's Regional Services Directorate comprises two business units, Environmental Services and Regional Development.

The Environmental Services team builds upon strong partnerships and effective working relationships with the EMRC's member Councils and other stakeholders, including volunteer community groups to deliver the outcomes of the *Regional Environment Strategy 2016 - 2020*. With this strategy, the EMRC is one of the first organisations in Australia to progress regional environmental initiatives under the United Nations global Sustainable Development Goals framework.

The Regional Development team works with the EMRC's member Councils and regional stakeholders to stimulate economic development in Perth's Eastern Region. Key strategies and actions seek to create economic growth and employment opportunities; increase investment in infrastructure; plan and advocate for alternative modes of transport, such as cycling, walking and public transport; and facilitate regional cultural and recreational activities.

Waste Services Directorate

The EMRC's Waste Services Directorate operates the Red Hill Waste Management Facility and the Hazelmere Resource Recovery Park, on behalf of all member Councils, as well as transfer stations at Coppin Road and Mathieson Road on behalf of the Shire of Mundaring.

The EMRC undertakes a range of initiatives to divert material from landfill. Services provided by the EMRC which promote resource recovery include timber waste recycling; mattress processing; greenwaste recycling; and the collection of batteries, fluorescent lights and electronic waste for recycling.

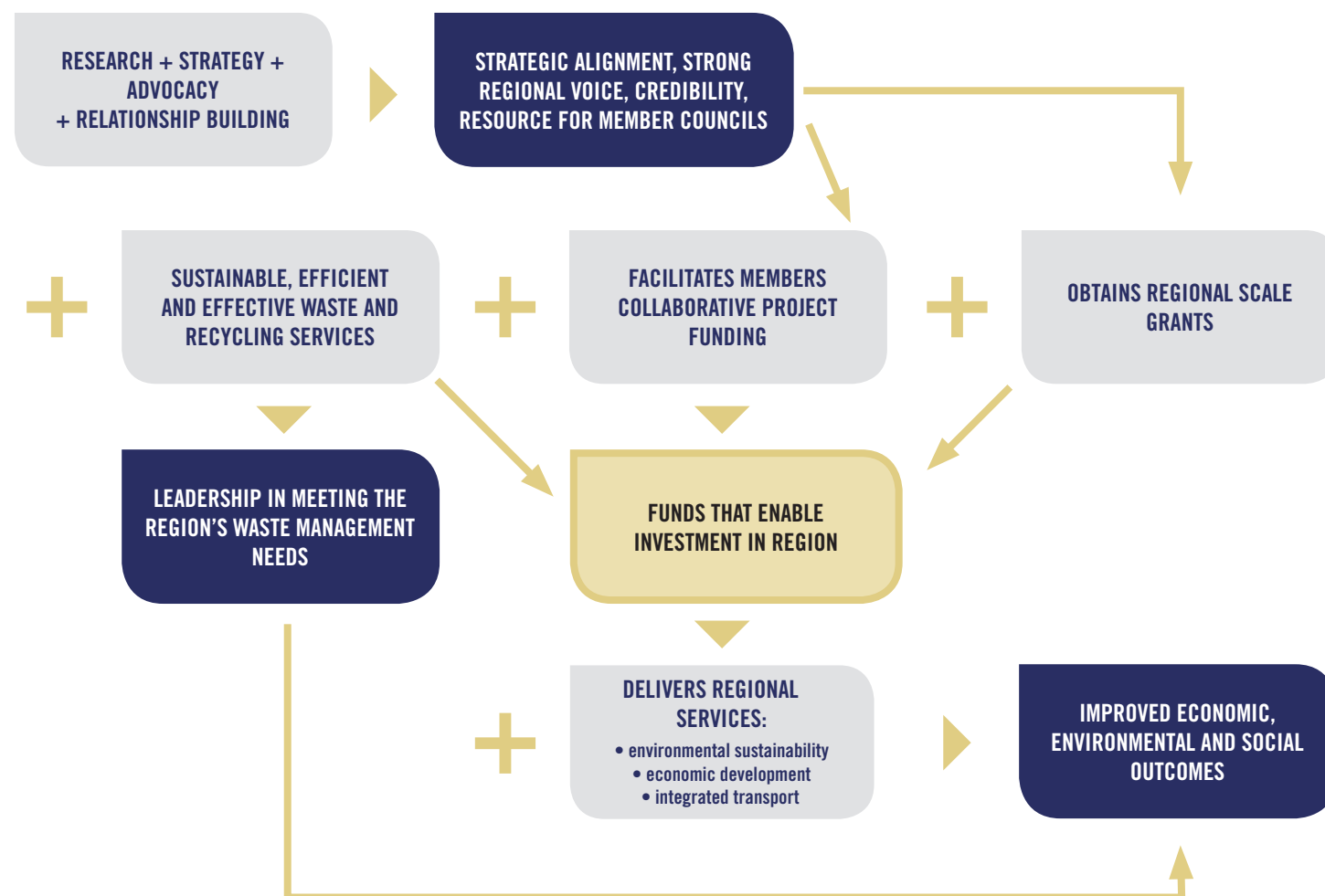
The Resource Recovery Project, which is also driven by the Waste Services Directorate, aims to develop and implement resource recovery solutions to maximise the social, environmental and economic benefits to Perth's Eastern Region and minimise the amount of waste being directed to landfill. This is complemented by the development and implementation of waste education schemes and initiatives.



EMRC Service Delivery Model

The EMRC's Establishment Agreement provides it with a means of undertaking a wide range of projects and services and for member Councils to share resources and facilities. The cooperative, political and executive framework of the EMRC enables the member Councils individually and collectively to promote and advocate on issues for the benefit of local government and to better serve the community.

For over 35 years the EMRC has initiated and led projects for its member Councils that deliver real benefits to the region in the areas of waste management and resource recovery, environmental sustainability and regional economic development. These services enable member Councils to enhance outcomes for their communities and for Perth's Eastern Region as a whole. The EMRC's governance and service delivery model is sufficiently robust and flexible enough to enable the delivery of services to its member Councils on a regional scale. The EMRC also has a geographical advantage in that its members abut each other in a cluster. This grouping enables the EMRC to provide services at a scale which is beneficial to a region containing a huge variety of interests.



Committees

Council has appointed the following six committees to assist Council with its planning and decision making

Audit Committee

The Audit Committee assists Council with the effective conduct of its responsibilities for financial reporting, management of risk and maintaining a reliable system of internal controls.

It also assists Council with review and oversight of compliance with laws and regulations, and internal and external audit. The Committee consists of one Councillor from each member Council.

Chief Executive Officers Advisory Committee (CEOAC)

The Chief Executive Officers Advisory Committee was formed to consider matters that have an impact on the member Councils and/or EMRC's business activities. Consisting of the member Councils' Chief Executive Officers and the EMRC's Chief Executive Officer, the committee provides recommendations to EMRC's Council.

Chief Executive Officer Performance Review Committee (CEOPRC)

The Chief Executive Officer Performance Review Committee consists of one Councillor from each member Council and meets to review the Chief Executive Officer's performance, determine performance objectives to be met by the Chief Executive Officer and review the Chief Executive Officer's remuneration and contract of employment.

Waste Advisory Committee (WAC)

The Waste Advisory Committee comprises a Councillor and an officer from each member Council and the EMRC Chief Executive Officer as a non-voting member. The Committee reviews and provides reports on technical matters and recommendations to Council and advises on resource recovery and other waste-related matters.

The Waste Advisory Committee incorporates the functions of the Technical Advisory Committee and the Resource Recovery Committee, which were disbanded on 21 March 2019.

Investment Committee (IC)

The Investment Committee comprises six EMRC Councillors. The purpose of the committee is to deal with matters related to the EMRC's Management of Investments Policy.



Grants

Grants

EMRC Community Grants Program

The EMRC's Community Grants program provides financial support for community groups in the vicinity of the Red Hill Waste Management Facility. In 2018/2019 a total of \$5,520 was awarded to Gidgegannup Scout Group, East Gidgegannup Volunteer Bush Fire Brigade, Gidgegannup Community Website and X-Speed Australia Cycle Club at a cheque presentation held on 19 October 2018.

Standards

Healthier Workplace

The EMRC has been recognised as a silver healthy workplace through The Healthier Workplace WA program, delivered by the Heart Foundation WA, in collaboration with the Cancer Council WA and the University of Western Australia. The EMRC maintained the silver Healthier Workplace standard throughout 2018/2019. EMRC health promotion and wellbeing initiatives included presentations on health topics, weekly yoga classes and annual flu vaccinations.

AS/NZS ISO 14001:2015

The EMRC's Environmental Development System (EMS) was developed in accordance with the ISO 14001:2004 certification for general and contaminated waste management, green waste composting and earth materials supply in relation to the Red Hill Waste Management Facility. Following a transition audit, the facility was certified as meeting the requirements of the new ISO 14001:2015 standard. The overall aim of this international standard is to support environmental protection and prevention of pollution in balance with socio-economic needs.





105

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Environmental Sustainability

TO PROVIDE SUSTAINABLE WASTE DISPOSAL OPERATIONS

Minimise the environmental impact of waste management operations.

The EMRC's core objective has always been to provide sustainable waste management with a focus on environmental performance. To implement this objective the EMRC follows a comprehensive Environmental Management System which is designed to produce continuous site improvement whilst minimising environmental impact. Following an audit in January 2019, the EMRC's Environmental Management System for the Red Hill Waste Management Facility was certified to the international ISO 14001:2015 standard. The EMRC continued to implement the Environmental Management System at the Red Hill Waste Management Facility in line with this new certification. The Environmental Management System assures the EMRC's stakeholders and the wider community that the Red Hill Waste Management Facility is meeting its environmental objectives, sufficient environmental management processes and

activities are in place and that the facility has implemented practices to continually improve its environmental performance. A similar system is being investigated for the Hazelmere Resource Recovery Park.

The EMRC publicly reports its environmental performance in annual monitoring and compliance reports to the Department of Water and Environmental Regulation and annual compliance assessment reports to the Office of the Environmental Protection Authority. Throughout 2018/2019 the EMRC undertook works to minimise the environmental impact of operations on site including environmental monitoring, research and consulting to member Councils, ground water remediation, plume management, community engagement and site rehabilitation. A new leachate management system was implemented in December 2018 alongside new Class III leachate ponds. A review of the landfill area at the Red Hill Waste Management Facility documented rehabilitation works undertaken since 1992 and identified areas for future rehabilitation.

Provide a waste disposal service at Red Hill Waste Management Facility.

The Red Hill Waste Management Facility is one of Western Australia's largest municipal waste landfills and is acknowledged as one of the best in Australia. The Red Hill Waste Management Facility has a total area of 352 hectares and receives approximately 200,000 tonnes of waste per annum. The site includes:

- An approved Class I to IV landfill (including being Western Australia's only Class IV contaminated waste landfill cell);
- A transfer station;
- A Household hazardous Waste Collection Facility; and
- A compost and mulch processing facility.

The Red Hill Waste Management Facility contains one of Western Australia's local government composting operations that has been certified as meeting Australian Standards. The facility's on-site power station run by Energy Developments Limited generates up to four megawatts of electricity from recovered landfill gas for export into the grid. Currently, all non-recycled waste collected by the EMRC's member Councils is landfilled at the Red Hill Waste Management Facility.

The Red Hill Waste Management Facility continued to operate in compliance with Department of Water and Environment

Regulation Licence Conditions. The Department of Water and Environment Regulation carried out Site Licence Compliance and Landfill Levy Inspections in September 2018, November 2018, January 2019 and May 2019 and the site passed these audits without any compliance issues raised.

Review and implement the Red Hill Waste Management Facility Development Plan

The *Red Hill Development Plan* continued to be updated by the Engineering and Operations team with input from consultants as required.

Operate member Councils' waste transfer stations where appropriate

In addition to the transfer station at the Red Hill Waste Management Facility, the EMRC operates the Coppin Road and Mathieson Road transfer stations on behalf of the Shire of Mundaring. Waste accepted at the transfer stations includes general waste, greenwaste, scrap metal, cardboard, motor oil (limit of 20 litres), white goods, mattresses, televisions, computers, batteries, tyres (fees payable), clothing and blankets, fluorescent lights, aluminium cans, glass and bottles; and paper and plastic. A Grab and Go facility at the Mathieson Road transfer station has continued to encourage residents to reuse household items.



TO IMPROVE REGIONAL WASTE MANAGEMENT

Collect, manage and dispose of problematic waste in the region in a sustainable manner.

The EMRC developed the Battery Collection program for schools and public places throughout Perth's Eastern Region in 2004 in response to a growing concern about the amount of household batteries going to landfill each year. In 2018/2019 the EMRC's Battery Collection program collected approximately 18.4 tonnes of household batteries from 105 schools and 43 public places including libraries, shopping centres and Council offices.

The Battery Collection Program for Schools held a interim collection competition between July – December 2018, so that the Battery Collection Program for Schools can be realigned with the Calendar year from the beginning of January, 2019.

The prize recipients were: Ellenbrook Secondary College - Winner of the 'Best New School' category, Belmont Primary School – Winner of the 'Small Schools' category, Darlington Primary School– Winner of the 'Medium Schools' category, High Wycombe Primary School – Winner of the 'Large Schools' category, and Sawyers Valley Primary School Winner in the 'Most Improved' category.

Compact Fluorescent Lamps contain small amounts of mercury which could be absorbed into the environment if not disposed of correctly. In order to keep these out of the environment a public collection service is also available for these. In 2018/2019, approximately 1.8 tonnes of Compact Fluorescent Lamp tubes and globes were collected and recycled from 28 public places across the region.

Continue the Waste Education Program and align this to new operations and resource recovery.

The EMRC's Waste Education program offers a range of school and community group activities, community training courses and talks and tours of the Red Hill Waste Management Facility. As part of this program, the EMRC works with its member Councils to distribute information and programs to manage waste more efficiently. A key component of the program is maintaining information for the community through the R-Gang website. This site promotes ways to reduce, re-use, recycle and recover waste. The EMRC maintains an events recycling trailer which was provided to member Councils and community groups in the region to reduce litter and increase recycling at local events. Informative bin caps and "litter letters", promoting litter reduction, were distributed at various member Council events across the region.

Earth Carers training courses were run in November 2018 and May 2019. Each course included five sessions over three weeks to increase participants' knowledge of waste management in Western Australia and learn

practical ways of reducing waste. Increasing awareness saw a total of 53 community members complete the course in 2018/2019.

Earth Carer members volunteered at a number of events including the Perth Royal Show, Australia Day at Ashfield, and Perth Garden Festival. The Waste Education team attended 11 community events at the request of member Councils, 19 school engagements, 6 community presentations and 2 joint events with regional Councils. The team also organised and promoted a range of community events across the region.

The annual Waste and Recycling guides were also developed in partnership with five member Councils. These guides provide important information for residents within Perth's Eastern Region on how to manage and reduce household waste. Across the five versions a total of 160,300 copies were printed for distribution.

The Red Hill Environmental Education Centre continued operation throughout 2018/2019 with a total of 48 school and community groups were taken through the site with 1,791 people participating. Waste Education was also linked with the EMRC's Bush Skills 4 Youth program offering a more holistic approach to environmental education for school groups.

18.4

tonnes of household batteries collected



Provide a Waste Management Advisory Service.

The EMRC undertakes a range of consulting works relating to waste management on behalf of its member Councils and other local government bodies. These works have included undertaking contaminated site investigations at decommissioned landfills, groundwater and surface water monitoring, landfill gas assessments and site remediation activities. In 2018/2019 the EMRC provided consultancy services for sampling and analysis of contaminated waste material and undertook a preliminary site investigation for a site in the City of Bayswater.

TO PROVIDE RESOURCE RECOVERY AND RECYCLING SOLUTIONS IN PARTNERSHIP WITH MEMBER COUNCILS

Establish a Resource Recovery Facility.

The HZI Consortium has amended their environmental approval for the proposed East Rockingham Waste to Energy Facility and is proceeding to financial close. Subject to these conditions being met, waste deliveries from participating member Councils are expected to commence in 2022/2023.

Develop the Hazelmere Resource Recovery Park.

The Hazelmere Resource Recovery Park is home to Western Australia's first mattress and timber recycling operations. The purpose of the park is to recover resources from some waste streams destined for landfill and provide the opportunity to re-use materials.

The EMRC's current timber recycling activities

involve processing untreated wood waste (such as pallets, packaging and crates, off-cuts and cable reels) into woodchip fines and woodchip. The woodchip fines are sold as an 'end product' to established markets in the broiler grower and livestock industries for animal bedding, whilst the woodchip remains as residual waste for which there are currently limited markets (landscaping and animal bedding). Timber processing and mattress processing at Hazelmere Resource Recovery Park in 2018/2019 included:

- 13,062 tonnes of wood waste was received during the year and converted into woodchip fines, woodchip and coloured woodchip;
- 11,929 tonnes of woodchip fines was supplied to broiler growers for animal bedding;
- 290 tonnes of coloured woodchip was supplied to landscapers;
- 13,453 mattresses were received and processed on site; and
- 490 tonnes of commercial and industrial waste were received and processed on site.

In 2018/2019 the EMRC made headway on development of the Hazelmere Resource Recovery Park. The Commercial and Industrial Waste Sorting Facility continued to accept dry commercial and industrial waste from commercial customers and local government bulk verge waste and recover resources from these waste streams, thus diverting waste from landfill whilst also providing an opportunity to re-use materials. The next major development at the site, the Wood Waste to Energy Plant, is currently under construction with commissioning expected in 2020.

The Wood Waste to Energy Plant will convert woodchip, to renewable electricity and biochar. The electricity generated will be used as a power source for the onsite facilities and excess electricity will be exported to Perth Airport Pty Ltd via a dedicated power cable. The biochar will be sold to the market.

The next stage of the Hazelmere Resource Recovery Project is development of a new commercial entrance, weighbridges, site-wide roadworks and a greenwaste processing area. Other proposed developments at the Hazelmere Resource Recovery Park include a new administration office and education centre, a workshop and a Materials Recovery Facility.

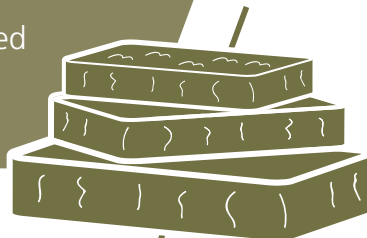
Identify markets and develop resource recovery products and markets in order to reduce waste going to landfill.

A range of high-quality products make use of materials recovered during the creation of landfill cells. These products include mulch, ferricrete, woodchip, coloured woodchip, woodchip fines, soil improver and clay. The EMRC maintained accreditation to Australian Standard AS4454 for mulch at the Red Hill Waste Management Facility and produces ferricrete similar to Main Roads specification.

Products recovered from the Commercial and Industrial Waste Sorting Facility include timber, scrap metals, cardboard and mixed plastics.

13,453

mattresses received
and recycled



TO INVESTIGATE LEADING EDGE WASTE MANAGEMENT PRACTICES

Undertake research into Integrated Waste Management.

The EMRC is jointly contributing to research for a PhD project at Edith Cowan University into the use of vetiver grass to develop a vetiver biofiltration system for the treatment of landfill leachate. The project will run over five years.

Provide leadership in the development of waste policy and practices.

The EMRC has a reputation as an innovative leader in responsible waste management and has demonstrated expertise in management and coordination of household waste, resource recovery and recycling services, managing and operating landfill sites, delivering education and awareness programs and providing and maintaining waste management infrastructure.

During 2018/2019 the EMRC provided a submission on the review of the Waste Authority's State Waste Strategy, a submission on the Discussion Paper – Controlled Waste Review and other regulatory matters and continued to represent the region on the WALGA steering group for the development of a Container Deposit System in WA.

Identify, investigate and develop new waste management practices and services.

The EMRC is currently investigating and developing business cases for several new initiatives at the Red Hill Waste Management Facility and Hazelmere Resource Recovery Park which will deliver new waste services for the region.



TO CONTINUE TO CONTRIBUTE TOWARDS IMPROVED REGIONAL AIR, WATER AND LAND QUALITY, REGIONAL BIODIVERSITY CONSERVATION AND ADDRESS CLIMATE CHANGE

Review and implement the *Regional Environment Strategy 2016 – 2020*.

In implementing the *Regional Environment Strategy 2016 – 2020* the EMRC became one of the first organisations in Australia to progress regional environmental management under the Agenda 2030 Sustainable Development Goals framework. The Sustainable Development Goals, ratified by the Australian Government, provide a new and exciting strategic method for the EMRC to work effectively with member Councils and stakeholders towards achieving excellence in environmental protection and management. As a result the Regional Environment Strategy 2016-2020 was nominated under the Government category in the 2018 Banksia Sustainability Awards in 2018.

The EMRC is taking an active and innovative leadership role in environmental management in Perth's Eastern Region by embracing the Sustainable Development Goals, continuing an ongoing partnership with the Cooperative Research Centre (CRC) for Water Sensitive Cities and taking opportunities to work with Murdoch and Curtin Universities to leverage funding for research projects for the benefit of the region.

Review and Implement the Eastern Region Catchment Management Program.

The Eastern Region Catchment Management program is a partnership between the City of Kalamunda, Shire of Mundaring, City of Swan, Department of Biodiversity, Conservation and Attractions and the EMRC that has operated for over 15 years to support the Councils and their community groups in protecting and managing the biodiversity, waterways and catchments of the area. The Eastern Region Catchment Management program provides opportunities for regional advocacy, grant applications and implementation, coordinated community engagement for natural area enhancement, strengthening of messaging for biodiversity conservation and skilled officers to provide expert support and information.

The program also includes the delivery of the award-winning Bush Skills 4 Youth program as well as Bush Skills for the Hills workshops; 20 Million Trees projects; Greenpage Newsletter; Community Capability project; and revegetation and water quality initiatives. Highlights from the 2018/2019 financial year include delivery of 10 Bush Skills for the Hills workshops, with topics including feral animal and erosion control, dieback treatment



training and foreshore Condition assessment training; completion of the 20 Million Trees revegetation program; hiring the EMRC's steam weeding machine to member Councils and other agencies; continuing projects under the Swan and Alcoa Landcare Program; and assisting community groups and member Councils with Community Rivercare Grants. The success of the program is supported by an active and diverse group of over 1,700 volunteers. The EMRC also organised the

popular 2018 End of Year Volunteer function for over 120 volunteers from the region's catchment groups and 'friends of groups' to celebrate their achievements over the period.

The EMRC has also continued to deliver the Community Capability project supported by grant funding from the Western Australian Government's State Natural Resource Management (NRM) Program. The project is providing the region's volunteer base with targeted skills development, supporting

recruitment of new volunteers and providing on ground assistance and support to develop an engaged, capable, coordinated and proactive community. Planning and implementation of on ground activities is considering Noongar values and traditional ecological knowledge relating to NRM. In addition, community focused workshops are an essential part of the project with topics such as how to use social media to engage the community Indigenous Landcare with Dr Noel Nannup and Dale Tilbrook and Catchment Group Succession Planning. These workshops provided catchment and friends group members with the skills and knowledge to utilise social media to promote group activities, engage new volunteers and network with relevant groups and organisations.

Bush Skills 4 Youth was added to the program in the 2018/2019 period and was developed in response to member Council priorities for community education and engagement to support environmental stewardship. This initiative has been one of the EMRC's most successful in recent years with 53 workshops delivered across the region with 1,477 children and 425 adult taking part in the sessions in 2018/2019.

The EMRC was successful in receiving a Lotterywest grant in 2018 for the 'Farm Dams as refuges for freshwater plants and animals in a drying climate' project. This project was

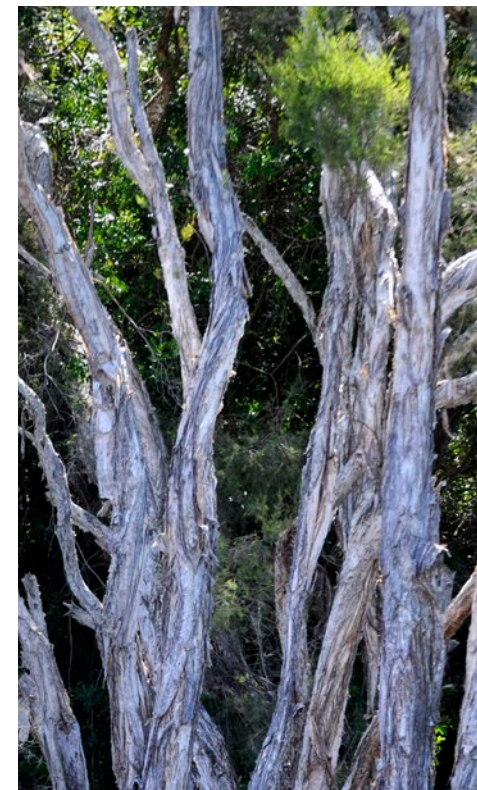
completed during the 2018/2019 period collaboratively with Murdoch University as our research partner and had a strong citizen science component. Our drying climate is having serious impacts on streams and wetlands, which has increased the risk of extinction for fish. The findings of this project will be presented to the community and member Councils in August 2019. This knowledge will increase the capacity of all landholders with farm dams to manage them to sustain native biodiversity into the future.

The EMRC also supported its member Councils by assisting with applications for funding through various grant funding opportunities such as the implementation of the Shire of Mundaring's State NRM grant to manage blackberry in sensitive watercourses; Jane Brook Catchment Group's SALP and Community Rivercare grants to increase the bushland and water quality values in Lion Mill Creek Reserve. In addition, the EMRC coordinated the implementation of a SALP grant, in collaboration with the City of Kalamunda to improve water quality and environmental values at Lower Lesmurdie Falls.

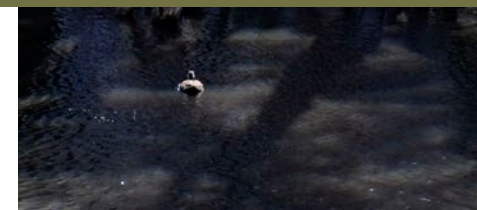
The EMRC also provided significant support to our member Councils Friends of Groups and regional Catchment Groups in undertaking the coordination and implementation of landcare activities such as planting and weeding days, attendance at Catchment

Group committee meetings across the City of Swan, Shire of Kalamunda and Shire of Mundaring catchments. In addition, during the 2018/2019 period the EMRC assisted Jane Brook, Helena River and Susannah Brook Catchment Groups, supporting them with implementing constitutional changes per the new requirements from the Department of Mines, Industry Regulation and Safety (Resource and Environmental Regulation Group).

The EMRC also supported our regions volunteers through the organisation and attendance at a number of regional events during the 2018/2019 period. These included hosting the Volunteering in Perth's Eastern Region stall at the Blue-Sky Festival, support for the 2020 Vision for the upcoming urban forest Growing Together Tour, Gidgegannup Small Farm Field day and other events in support of Catchment Groups, Bush Skills 4 Youth and the Eastern Region Catchment Management Program.



The Bush Skills 4 Youth initiative has been one of the EMRC's most successful in recent years with 53 workshops delivered across the region.



Review and implement the Swan and Helena Rivers Framework.

The EMRC, four of its member Councils and the Department of Biodiversity, Conservation and Attractions work in partnership to enhance the Swan and Helena Rivers through a coordinated management framework. The Swan and Helena Rivers are iconic landscapes in Perth's Eastern Region recognised for their natural, cultural and social values. They provide a regional resource in terms of ecosystem functions, access to the natural environment, and recreation, social, historic and economic links. The EMRC supports a collaborative approach under this framework including representing the region on the River Protection Strategy Advisory Group

The need for up to date flood risk information on the Swan and Helena Rivers was identified

through a major review of the Swan and Helena Rivers Management Framework and the EMRC's Regional Climate Change Adaptation Action Plan. The 'Understanding and Managing Flood Risk' staged project was initiated in 2014 and has received funding to date through the Natural Disaster Resilience Program administered by the Western Australian State Emergency Management Committee under a National Partnership Agreement between the Western Australian and Commonwealth governments, and the Office of Emergency Management through the All West Australians Reducing Emergencies (AWARE) Program.

The project delivered Stages one and two in previous years and Stage three was finalised in 2018/2019 period. The project delivered all the local governments along the study area with updated floodplain

mapping for a range of events, Flood Risk and Vulnerability Assessments for each participating Council and a revised Floodplain Development Strategy which will be incorporated into state and local government planning. Future stages of the project are proposed to develop flood risk adaptation planning documentation for participating local governments, as well as develop awareness materials and undertake community engagement.

The Swan and Helena Rivers are iconic landscapes in Perth's Eastern Region recognised for their natural, cultural and social values. They provide a regional resource in terms of ecosystem functions, access to the natural environment, and recreation, social, historic and economic links.



Review and implement the Water Quality and Conservation Program.

The EMRC's Water Quality and Conservation program offers support and guidance to reduce water consumption across the region and takes a structured approach enabling local governments within Perth's Eastern Region to continue to be leaders in water management. The program provides opportunities to improve water efficiency and water quality to ensure a sustainable water future for local governments, the community and the environment. Through this program, the EMRC assists member Councils and the Town of Victoria Park to maintain Waterwise Council status.

In 2018/2019, the EMRC prepared relevant member Council Water Data Report Cards; undertook water data anomaly investigations and reported findings; liaised with the Department of Water and Environmental Regulation and Water Corporation on issues and information relating to groundwater reporting and the Waterwise Council program; facilitated water team meetings to achieve implementation of participating member Councils' Water Efficiency Action

Plans; identified facilities with the highest volumetric consumption increases of water for investigation; and progressed and recorded implementation of water efficiency actions. The City of Belmont and the Shire of Mundaring retained their Waterwise Council status; the Town of Bassendean, City of Swan and Town of Victoria Park all achieved Gold Waterwise Council status.

The EMRC also ensured that the region was represented at key strategic events. These events representing the region at the 'Water Sensitive Cities Index Diagnosis and Action Development' workshop and on the Western Region Advisory Panel Cooperative Research Centre (CRC) for Water Sensitive Cities Integrated Research Project 2 Steering Committee and. This research project to develop an integrated economic evaluation framework includes the opportunity to assist with development and testing of a Benefit Cost Analysis Tool and Non-Market Value Tool including Benefit Transfer for water sensitive urban design and application of the tool through a case study of a development in Bellevue within the Shire of Mundaring and City of Swan.



Implement the Achieving Carbon Emissions Reduction Program.

The EMRC aspires to have Perth's Eastern Region recognised as a leader in corporate carbon management and energy efficiency by reducing carbon emissions to ensure that the region minimises its impact on the environment both now and into the future. The Achieving Carbon Emissions Reduction program (ACER) was developed to monitor, mitigate, reduce and report on corporate carbon emissions and provide a structured approach for member Councils to ensure continual improvement and to advance their leadership positions in the community regarding carbon management.

The EMRC provides technical information and a range of assistance to support participating Councils in reviewing and developing energy efficiency and emissions reduction strategies,

plans and emissions targets, as well as implementing actions such as solar PV system and LED lighting installations. The EMRC also maintains Home Energy Audit Kits at relevant member Council libraries and provides media articles to assist with community awareness. As part of both ACER and the Water Quality Control Plan (WQCP), participating Councils monitor energy use, emissions and water use through Planet Footprint. The EMRC assists with the management of the Planet Footprint software to enable Councils to address high use in facilities and monitor efficiency measures. This includes coordinating quarterly performance and service level reviews to identify top consuming assets of water and energy, identifying any anomalies, analysing current performance and undertaking data analysis of the participating member Councils' energy, fuel and water consumption, including tracking towards reduction targets.

Identify, investigate and develop new environmental and sustainability opportunities.

In recent years, member Councils have been proactive in undertaking energy and water efficiency retrofits and upgrades, supported by the EMRC's Sustainability Programs and external grants. For many Council facilities, the most easily identified actions have now been completed - lighting retrofit, air conditioning upgrade and solar PV installation. The next steps to achieve long term sustainability require a deeper understanding of facility performance.

Member Councils have also identified that cost benefit analysis of retrofitting opportunities and benefits to assess financial return on investment is a gap in existing programs and services.

The Regional Benchmarking Building Efficiency Project has been proposed to our member Councils during the 2018/2019 period and is proposed to be undertaken over two years. The project will involve assessing a sufficient number of buildings/facilities of various types across the Region to be able to identify areas of success and highlight areas for potential improvement. It is important to establish a robust database to better understand Key Performance Indicators for each facility type; quantify benefits and financial savings potential; and identify the most cost-effective retrofits and upgrades.

The EMRC aspires to have Perth's Eastern Region recognised as a leader in corporate carbon management and energy efficiency by reducing carbon emissions to ensure that the region minimises its impact on the environment both now and into the future.





KEY
RESULT
AREA

02

Economic Development

The EMRC provides a range of services and projects designed to stimulate economic development and advocate for a safe and efficient regional transport network, all aimed at supporting social outcomes for the region. Programs and projects are delivered within key strategies that provide a flexible response to emerging regional issues and the needs of member Councils.

Three key regional strategies are regularly reviewed and updated in partnership with member Councils. They were developed through consultation with member Councils and supported by research to ensure that they provide effective solutions to making the region a great place to live, work, play and do business.

The three strategies are the *Integrated Transport Strategy 2017-2021*; the *Economic Development Strategy 2017-2021* and the *Environmental Strategy 2016-2020*. In addition, the EMRC also has a Regional Advocacy Strategy coordinating advocacy actions for the period 2016-2020, including not only transport and economic development but also environmental and waste services.



TO FACILITATE AND ADVOCATE FOR INCREASED INVESTMENT IN REGIONAL INFRASTRUCTURE

Review and implement the Regional Integrated Transport Strategy.

Perth's Eastern Region is WA's key air, rail and road transport hub servicing passenger and freight demands of the state. The provision of an efficient and safe regional transport network is a critical issue, particularly with predicted population and transport growth. The EMRC works closely with key stakeholders to identify opportunities to address the future transport needs of residents and visitors to the region, under the *Regional Integrated Transport Strategy (RITS) 2017-2021*.

The Strategy promotes relevant and contemporary issues including road

safety; infrastructure design; congestion; intelligent transport systems; travel demand management and route optimisation; behaviour change; self-sufficiency and decentralisation; active transport; public transport; transit-oriented developments; freight network resilience; new technologies; vulnerable populations; and mobility.

In 2018/2019, the EMRC completed a *Regional Congestion Action Management Plan* under the guidance of the Regional Integrated Transport Implementation Advisory Group. With members drawn from the EMRC and its six member Councils,

Department of Transport, Main Roads WA, Public Transport Authority, Department of Planning, Perth Airport Pty Ltd, Western Roads Federation, WA Road Safety Commission, RAC, Westcycle and the Western Australian Local Government Association (WALGA). The group met regularly in 2018/2019 to promote transport strategies, plans and initiatives.

The EMRC conducted a Perth Airport Precinct Tour for key stakeholders, providing updates on completed and future projects, the proposed new runway and a tour of the Woolworths Distribution Facility.

TO FACILITATE AND ADVOCATE FOR REGIONAL ECONOMIC DEVELOPMENT ACTIVITIES

Review and implement the Regional Economic Development Strategy.

Within the boundaries of Perth's Eastern Region are a multitude of economic centres supporting a vast range of businesses and industries. Each of these centres, the businesses within and the community surrounding them require different levels of support, intervention and regulation. The EMRC has supported member Councils and industry stakeholders to achieve economic development outcomes since 1998.

The EMRC works with member Councils and other stakeholders to ensure the region capitalises on its strategic advantages, attracts investment and develops a diverse industry base, as outlined in the Regional Economic Development Strategy. During 2018/2019, the EMRC continued to provide REMPLAN, Profile.id and Atlas.id subscriptions to enable member Councils and the EMRC to obtain relevant regional economic and social-demographic profiling data.

In 2018/2019, the EMRC offered two opportunities to businesses: the Business Exemplar project and the 'How to do Business with Local Government' forum.

The Business Exemplar project, offered free to award-winning regional businesses, provided a public relations package and provided additional promotion for business associations and groups within Perth's Eastern Region.

The EMRC hosted six Economic Development Officers Group meetings, covering topics including the future of work, NBN progress and business trends.

Nearly 40 regional businesses gained valuable insights into competing for local government tenders through a WALGA "How to do Business with Local Government" forum hosted by the EMRC. The event focused on how to best respond to local government tenders, what it means to become a WALGA 'preferred supplier' and the process for gaining pre-qualified status.

The EMRC hosted six Economic Development Officers Group meetings, covering topics including the future of work, NBN progress and business trends.



Identify and investigate strategic regional development project and investment opportunities.

The EMRC has been working with its six member Councils, two non-member Councils (Town of Victoria Park and City of Canning) and industry partner Perth Airport Pty Ltd to promote the City Deal proposal, “Connect Perth’s East” which was lodged with the WA State Government in January 2018. The proposal leveraged existing and new markets via improved connectivity, clustering and innovation. This was achieved through producing the greatest amount of productivity to generate the greatest economic output that was supported by enhanced Liveability in Perth’s Extended Eastern Region (PEER). “Connect Perth’s East” also identified alignment between the PEER Group’s priorities and state and federal government priorities.

The “Connect Perth’s East” City Deal proposal comprised two distinct themes, Productivity and Liveability, which recognised the complementary and integrated competitive advantages of an enhanced and integrated PEER over the next 15 years. The proposal connected the eight local governments and Perth Airport Pty Ltd to wider WA, the nation and the Asia-Pacific region and beyond and connected PEER’s productive precincts, communities and jobs. The proposal ensured that the region continued to be a productive leader in freight, logistics, transport, manufacturing and warehousing with an appropriate skills based workforce, a productivity leader in clustering/ colocation and innovation, a liveability leader in diverse and affordable housing that is well connected to public transport and a liveability leader in resilience, sustainable densification, regeneration, revitalisation and urban infill.

The proposal has delivered significant federal and state government funding to major road and rail infrastructure projects in Perth’s Eastern Region.





TO FACILITATE REGIONAL CULTURAL AND RECREATIONAL ACTIVITIES

Continue the coordination, marketing and promotion of regional events.

The EMRC's regional events program sets out to leverage local community events, designed to attract a relatively local market, and support these events through a wider audience and coordination of grant funding and regional marketing. Through its regional approach, the program provides a cost-effective mechanism for promoting to a much wider audience.

The EMRC's participating member Councils, alongside non-member Councils the Shire of Toodyay and Shire of Northam, contribute to the regional events program both financially and through collaboration and cross promotion of each other's activities. By working together, the program leverages a stronger and more cohesive position within the tourism market and supports member Council investment in events to maximise marketing budgets and expand market reach. These events included the Avon Descent Family Fun Days, Perth Autumn Festival and the Hello Spring Campaign in 2018/2019.

The Avon Descent Family Fun Days are a range of family-friendly weekend events which take place over the first weekend of August. Activities, entertainment and food were provided along the river to coincide with the 2018 Avon Descent White Water Race, which regularly attracts around 25,000 spectators.

These annual events presented great opportunities for the community to come out and support competitors as they tackled this incredibly challenging race. With five events spread along the 124km of river foreshore, incorporating a huge range of on-shore activities, this was a great weekend to get outdoors with family and friends.

The EMRC coordinated a regional marketing campaign for the 2018 Avon Descent Family Fun Days at a cost of \$52,600 and delivered over \$113,900 in advertising value.

This campaign, along with a significant contribution to event staging costs was funded through support from Lotterywest.

Since becoming involved, the EMRC has secured more than two and a half million dollars in grant funding for these events.

The region's Hello Spring Campaign and Autumn festival are a seasonal collection of community events held across the region from September to November and March through to May respectively. The Hello Spring Campaign delivered 61 events and the Autumn Festival delivered 30 across the period. The events were promoted through the www.perthseasternregion.com.au website.



KEY
RESULT
AREA

03

Good Governance

TO PROVIDE ADVICE AND ADVOCACY ON ISSUES AFFECTING PERTH'S EASTERN REGION

Review and implement the Regional Advocacy Strategy 2016 – 2020.

The EMRC's *Regional Advocacy Strategy 2016 – 2020* provides a collective voice for regional priorities. In pursuing regional outcomes that benefit member Councils, the EMRC initiates and develops relationships with individuals, organisations and state and federal governments. This strategy is outward-focused with the capacity to deliver broad scale, big picture outcomes.

The *Regional Advocacy Strategy 2016 – 2020* priorities and areas of focus for Perth's Eastern Region are:

The Connect Perth's East City Deal proposal set out a vision embracing infrastructure improvements to enhance productivity and liveability, aimed at creating Western Australia's most connected, productive and liveable region by 2032. It encompassed regionally significant projects across the EMRC's six member Councils, non-member Councils the City of Canning and Town of

Victoria Park and strategic industry partner, Perth Airport Pty Ltd. Following the proposal's presentation to the state government in January 2018, meetings were ongoing with both the state and federal government on funding key projects.

Two major components of a Federal funding package, announced in March 2019, align with key projects contained in Connect Perth's East. The Government's funding proposals include \$13.25 million to upgrade a 3 kilometre stretch of Abernethy Road in Kewdale. Identified as a bottleneck in the proposal, Abernethy Road is a key freight route providing direct access to Kewdale, Forrestfield and Hazelmere industrial areas. It currently serves 19,000 vehicles day – projected to rise to 28,000 by 2031 – of which a quarter are heavy freight vehicles.



REGIONAL WASTE MANAGEMENT
Waste reduction and resource recovery
Environmentally sustainable solutions
Capacity for the future
REGIONAL ENVIRONMENT MANAGEMENT
Swan and Helena Rivers
Natural resource management
Climate change
REGIONAL ECONOMIC GROWTH
Business growth, investment and innovation
Infrastructure to support strategic centres and population growth
Maximise infrastructure benefits
REGIONAL INTEGRATED TRANSPORT
Increase and maximise benefits of infrastructure and services
Behaviour change
Safety



\$13.25 million

Government funding proposal to upgrade a 3 kilometre stretch of Abernethy Road in Kewdale.

Also included is a \$20 million contribution to extend Lloyd Street in Hazelmere, creating a southern entry to Midland and providing direct links to Midland, the Hazelmere industrial area and Perth Airport.

The EMRC continues to actively engage with its six member Councils, relevant ministers, local members of parliament, government agencies and key stakeholders on the delivery of services in waste management, resource recovery, transport, economic development, natural resource management, sustainability and climate change.

Other actions of regional relevance included providing regional representation on peak bodies and committees including:

- NorthLink Southern Construction Group and Freight and Road User Group;
- Northam Avon Descent Association;
- WALGA Cycling Reference Group;
- North East Youth Organisations Network;
- CRC for Water Sensitive Cities – Western Regional Advisory Panel;
- CRC for Water Sensitive Cities – Integrated Research Project 2;
- Water Resources State Planning Policy Stakeholder Reference Group;
- WALGA Climate Change Collaborators;
- WALGA Sustainability Officers Networking Group;
- Swan Region Strategy for Natural Resource Management Committee;
- Swan Canning River Protection Strategy Advisory Group;
- Department of Parks and Wildlife Rivers and Estuaries Division
- Sub-Regional Groups Chairs and Coordinators Meeting;
- Sustainable Schools WA Alliance;
- Municipal Waste Advisory Council and committees
- Officers Advisory Group, Household Hazardous Waste Committee, Contaminated Sites Committee;
- Regional Councils Working Group
- Australian Landfill Owners Association; and
- Waste Management Association of Australia.

Media releases prepared and distributed to advocate EMRC initiatives included the following:

- Regional Economic Development – Federal infrastructure funding boost welcomed
- Regional Events – EMRC receives Lotterywest funding for 2019 Avon Descent Family Fun days
- Regional Economic Development - \$1.7bn road infrastructure spending for Perth's east welcomed by the EMRC
- EMRC 2018/2019 Community Grants Program

The priorities, focus areas and intended actions identified in the Regional Advocacy Strategy 2016 – 2020 remain constant for the life of the strategy with reporting against the actions modified as required in order to respond to emerging issues and opportunities for Perth's Eastern Region. The EMRC is regarded as a credible partner for regional projects and the EMRC model is held in high regard by other Councils and the state and federal government and their agencies.

The EMRC is regarded as a credible partner for regional projects and the EMRC model is held in high regard by other Councils and the state and federal government and their agencies.



TO MANAGE PARTNERSHIPS AND RELATIONSHIPS WITH STAKEHOLDERS

Continue to foster and enhance relationships with member Councils and all key stakeholders.

The ongoing sustainability and development of the region depends on the strength and ability of the region to pool its resources to compete for public and private investment, deal with community issues, capitalise on opportunities and influence outcomes. This can be achieved through education and awareness-raising or through directly influencing key decision-makers and key stakeholders for the purpose of achieving specific outcomes.

The EMRC works with member Councils to provide a collective voice for the region and to be a conduit for collaboration and advocacy on issues of regional significance. In pursuing regional outcomes that benefit member Councils, the EMRC initiates and develops relationships with individuals, organisations and state and federal governments. The aim of this approach is to assist the region to fulfil its potential by attracting and increasing investment and supporting activities that contribute to making Perth's Eastern Region a great place to live, work, play and do business.

Member Council officers provide input to the EMRC on the development and delivery of strategic projects and relevant strategies through participation on steering groups. The Waste Services Directorate also meets regularly with groups comprising of member Council officers, particularly through the Regional Waste Education Steering Group and Resource Recovery Project Advisory Group.

The Resource Recovery Project Advisory Group provides direction on the delivery of the Resource Recovery Project. The Regional Waste Education Steering Group meets to review, advise and collaborate on waste education matters for the region, and in particular the implementation of actions to meet the objectives of the Regional Waste Education Strategy. Regional Services advisory groups meet regularly to consider regional economic, transport and environmental projects and initiatives and assist in guiding EMRC strategies.

Representation from each participating member Council and the EMRC constitute each group's membership with an expanded membership of the Regional Integrated Transport Strategy Implementation Advisory Group including numerous key stakeholders with an interest in transport.

In addition, project teams comprising representatives from participating Councils meet to provide guidance to the EMRC's role in regional events and a TravelSmart working group informs the Regional Integrated Transport Strategy Implementation Advisory Group on public and active transport matters.

Advancing the interests of Perth's Eastern Region through strategic and proactive representation and effective working relationships, across all three tiers of government, is a key enabler for investment attraction and development in the region. The EMRC's regional areas of priority are consistent with delivering on the core function of working on behalf of our member Councils and making the region stronger. Influencing the outcomes for these areas is achieved through targeting a range of primary and secondary audiences including funding partners, policy makers and key community leaders.

The EMRC maintains:

- A cooperative and productive relationship with State and Federal Government Ministers and their Departments, and Members of Parliament, particularly those representing Perth's Eastern Region;
- Consistent and effective participation in relevant regional organisations and peak bodies for the purpose of influencing outcomes beneficial to Perth's Eastern Region;
- Representation of the region's interests at key conferences, meetings, forums and on strategic committees;
- Protocols for communication with different stakeholders and target groups; and
- Involvement in external consultation processes, seeking out regional funding opportunities and providing written submissions, where relevant to Perth's Eastern Region. The EMRC also works with several community and business organisations for the benefit of the region. Several projects were delivered in 2018/2019 in partnership with the region's chambers of commerce, business support services, environmental not-for-profit organisations, catchment and 'friends of' groups. Meetings of the Red Hill Waste Management Facility Community Liaison Group continued to provide a forum for neighbours to be briefed on site development issues and have any concerns addressed. The Waste Management Community Reference Group met during the year for briefings on the Resource Recovery Project and waste education initiatives.

Review and implement the Marketing and Communications Plan.

The EMRC's *Corporate Communications Plan 2017-2019* provides a framework for communications activities in support of the EMRC's *10 Year Strategic Plan*.

The Plan is driven by the organisation's vision, mission and values and supports the EMRC to be a responsive, progressive and responsible organisation. The Communications Team is responsible for review and implementation of the Plan and also with upholding the integrity and credibility of the EMRC brand.

While the implementation of actions contained within the Plan are largely coordinated by the Communications Team, the initiatives are intended to support EMRC staff in providing consistency and quality in delivering communications supporting their services and projects. To ensure continuous improvement, a review of the Plan is carried out annually prior to the commencement of the new financial year.

The Plan's actions are also progressively updated as the communications objectives of the organisation develop in line with business needs and technological capability.



TO PROVIDE RESPONSIBLE AND ACCOUNTABLE GOVERNANCE AND MANAGEMENT OF THE EMRC

Continue to improve organisational governance.

The EMRC continues to implement and review a wide range of policies and guidelines through which the organisation strives to improve on its high standards of organisational governance.

A 12-month review of Council policies commenced in October 2017 and was reviewed by Council at its December 2018 meeting. The Recordkeeping Plan continues to be reviewed and updated, with a recordkeeping plan for the Woodwaste to Energy plant finalised during the year. The Executive Management Team adopted an updated Management of Investment Policy.

Review and implement EMRC's Integrated Planning Framework.

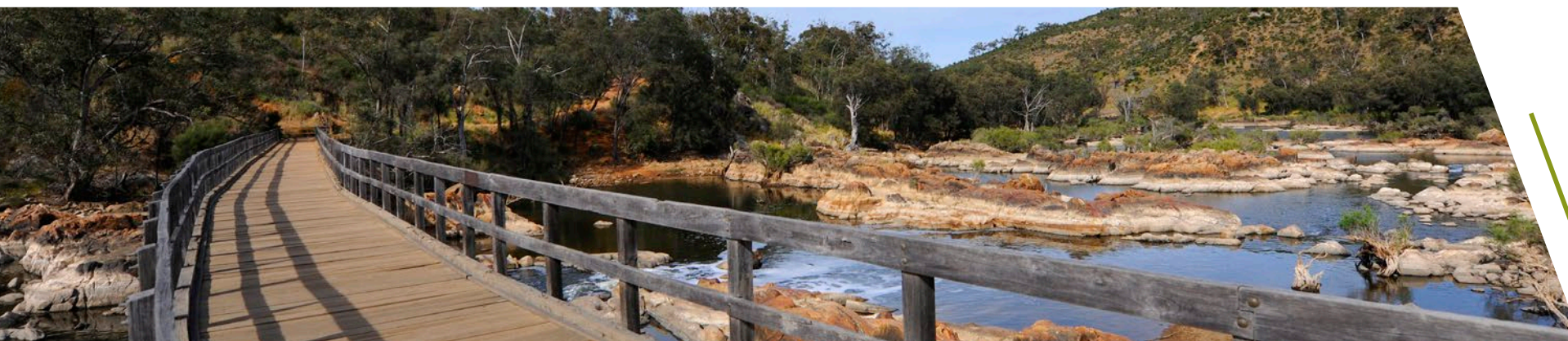
The EMRC's Integrated Planning Framework has been developed to ensure that programs and services are being delivered in alignment with the strategic priorities of the EMRC's key stakeholders. *The 10 Year Strategic Plan* identifies the overarching outcomes that the EMRC Council aspires to achieve. The Corporate Business Plan is used to drive operational activities and is aligned to the priorities identified in the 10 Year Strategic Plan. These two documents comprise the EMRC's Plan for the Future. Strategic high level plans guide development of actions which are prioritised during annual business planning workshops, and resourced through the annual budget.

Review and implement a Risk Management Plan.

The EMRC Risk Management Policy is underpinned by the *Risk Management Plan* which is reviewed on an annual basis. The Risk Management Plan conforms to the process framework as set out in AS/NZS ISO 31000 Risk Management and provides detailed actions and responsibilities to ensure the intentions of the Policy are achieved. Risk Management is an essential component of good governance and competent management generally and is tracked closely by the Executive Management Team via the Risk Management Steering Group. This forum ensures that the main risks facing the EMRC are mitigated as planned and that the ever-changing operating environment is being monitored for evolving threats to the business.

Review and implement the Disability Access and Inclusion Plan (DAIP).

The EMRC's *Disability Access and Inclusion Plan (DAIP) 2013/2014 to 2017/2018* was reviewed and a replacement draft DAIP 2018/2023 was adopted by Council at its December 2018 meeting. DAIP reporting for the 2018/2019 financial year was reviewed by Council and submitted to the Disability Services Commission. Actions from the revised DAIP continued to be implemented during the year.



TO CONTINUE TO IMPROVE FINANCIAL AND ASSET MANAGEMENT PRACTICES

Review and implement long term financial plans.

The EMRC's *10 Year Financial Management Plan* was updated to reflect the activity for the period 2019/2020 to 2028/2029. The EMRC strives to achieve improved financial management practices ensuring clarity in financial planning and reporting.

The EMRC updated the *Asset Management Plan* including the *10 Year Fleet and Plant Replacement Plan* to manage assets for the period 2018/2019 – 2027/2028.

Review and implement the Asset Management Plan

The EMRC updated the *Asset Management Plan* including the *10 Year Fleet and Plant Replacement Plan* to manage assets for the period 2019/2020 – 2028/2029. The Annual Condition Report of all plant and equipment at the Red Hill Waste Management Facility was completed in June 2019.

Review and implement the Strategic IT Plan

The EMRC *Strategic IT Plan* continued to be implemented. The EMRC's SynergySoft finance system was upgraded in June 2019, to comply with Single Touch Payroll reporting and Taxable Payments Annual Report (TPAR) reporting, required by the ATO.

The EMRC's Records System was upgraded from TRIM 7.3 to Content Manager 9.3 and the backup ADSL Internet service was replaced with an NBN service.



TO IMPROVE ORGANISATIONAL CULTURE, HEALTH, WELFARE AND SAFETY

Review and implement the Workforce Plan

An updated internal training program continued to provide staff with skills in internal procedures such as procurement, records management and safety.

Staff also continued to enhance their skills and knowledge by attending relevant training courses, identified as a result of their annual performance reviews. Several initiatives were undertaken to develop an inclusive culture, which were focused on working as a high performing team. These included:

- Group training sessions held at Ascot Place and Red Hill Waste Management Facility for all staff;
- Regular CEO and executive management attendance at Toolbox meetings at the Red Hill Waste Management Facility and Hazelmere Resource Recovery Park;
- The annual Staff Tree Planting Day at Red Hill Waste Management Facility, which saw staff plant seedlings as part of rehabilitation of the site;
- Shire of Mundaring Transfer Station employees attended monthly Toolbox Meetings at Red Hill Waste Management Facility, as well as training sessions, to ensure they were integrated into the EMRC's processes;

- HR days were organised at the operations sites so that staff could raise any queries;
- Long serving staff continued to be recognised for completing five year service interval milestones;
- The Rewards and Recognition Program continued with the 2018 Employee of the Year being awarded.

Review and implement the Occupational Safety and Health Plan.

The Safety Advisory Committee continued to meet and provide input at a strategic level on improving safety systems. A key focus was on continuing to improve reporting, analysis and management of incident and injuries at all EMRC sites to ensure lessons are learned as to the root cause of each incident and effective controls put in place to reduce the likelihood of an event reoccurring, and to reduce overall risk across all EMRC operations.

The main elements of the safety management system continued to include:

- Comprehensive OH&S induction processes for new staff;
- Accident/incident reporting;
- Hazard identification and reporting processes; and
- Emergency response with up to date documentation and quarterly drills.

The safety logo and slogan 'Our Safety is in Your Hands' was used to reinforce everyone's responsibility for safety. The following initiatives were implemented:

- The OS&H section of the intranet was updated to provide staff with current procedures and policies;
- A business case to implement online OS&H contractor inductions was approved;
- Accident/incident reporting was improved;
- Emergency response and evacuation drills were conducted at various sites;
- The hazard assessment process was reviewed

Staff were provided tools for all site procedures and inductions; and

- Safety boards were installed at Red Hill Waste Management Facility and Hazelmere Resource Recovery Park; The Safety Training program continued to be implemented to promote a safety focused culture. Safety inspections were regularly conducted at all EMRC sites and actions were implemented to minimise the risk of safety incidents.

The following safety training was conducted at EMRC sites:

- OH&S safety inductions – outdoor environments;
- OH&S safety inductions – indoor environments;
- Vehicle safety;
- Manual tasks;
- Emergency evacuations; and
- Heat Stress and manual handling training.

The Health Promotion program continued and a number of new initiatives were rolled out to encourage staff to maintain a healthy work life balance. These were promoted to staff through the Health Promotion Calendar. Some of the activities included:

- Free swim passes
- Fresh fruit
- Flu vaccinations and skin cancer checks
- Ergonomic assessments
- Employee Assistance Program
- Walking group
- Bike riding group
- Yoga
- Mental health talks



The safety logo and slogan
'Our Safety is in Your Hands'
was utilised to reinforce that
everyone's responsibility for safety.





Statutory Reports

Register of Complaints

The *Local Government Act 1995* s.5.53(2) (hb) contains provision that requires complaints made against any council member during the financial year under s.5.121 of the *Local Government Act 1995*, must be reported annually.

There were no registered complaints against EMRC Council members during the 2018/2019 financial year.

Statutory Compliance Return

The Statutory Compliance Return for the year ending 31 December 2018 was completed and referred to the Audit Committee meeting held on 7 March 2019. A certified copy of the completed Statutory Compliance Return was submitted to the Department of Local Government, Sport and Cultural Industries by 31 March 2019. Council was able to advise that it achieved a high level of compliance with all matters applicable to the EMRC's operations.



National Competition Policy

The Competition Principles Agreement is a contractual agreement between the federal government and all state and territory governments. As a result, local government is committed to the Competition Principles Agreement, which aims to ensure all public enterprises operate in a transparent manner and in the best interests of the public.

Under the Competition Principles Agreement, public enterprises are required to review their operations to ensure that they have no competitive advantage, or disadvantage, in comparison to the private sector.

The EMRC supports the Competition Principles Agreement concept and, as such, a cost benefit analysis of operations was conducted. The analysis concluded that none of the core services – operation of the Red Hill Waste Management Facility, Hazelmere Resource Recovery Park, and environmental services – should be subject to competitive neutrality principles.

Furthermore, the EMRC has not received notification that the Australian Bureau of Statistics has classified any of its operations as either public trading or public financial enterprises. No allegations of non-compliance with the principles have been made against the EMRC.

Public Interest Disclosure Act 2003

The *Public Interest Disclosure Act 2003* facilitates the disclosure of public interest information, and provides protection for those making such disclosures and those who are the subject of disclosures.

During 2018/2019 the EMRC received no public interest disclosures.

State Records Act 2000

During 2018/2019, the EMRC carried out its record keeping in accordance with the provisions of the *State Records Act 2000*. A total of 17,791 documents and 423 new files were created in the EMRC's TRIM and the upgraded Content Manager Records Management Systems.

A help desk service was provided to staff promoting the use of both the TRIM and an upgraded Content Manager Records Management System.

New staff were inducted in records management responsibilities and in the use of TRIM and Content Manager. This was provided in a face-to-face and one-to-one training delivery method by the EMRC's Manager of Information Systems and the Records Officer.

A review of the organisation's Record Keeping Plan 2015 commenced during this year with the view to submission of a new Record Keeping Plan in 2020 to the State Records Commission.

As required under the Office of the Auditor General's report into Record Keeping within Local Government, an action plan was submitted by the EMRC to the Minister for Local Government and published on the EMRC's website. The action plan set out the Audit Recommendations made by the Office of the Auditor General, the Action Items that need to be achieved in order for these Recommendations to be fulfilled and appropriate Target dates set for the achieving of these Action Items.

A management guideline for the capturing of social media records was formulated during the year to coincide with the launch of the EMRC's Facebook page in the 2019/2020 financial year.

A records destruction program was commenced during the year to dispose of records interpreted as being due for destruction.

Freedom of Information

The EMRC received one Freedom of Information application during the 2018/2019 financial year. This was a third party consultation matter that was referred to the EMRC by an external state government agency. No applications relating to the amendment of personal information were received.

A management guideline was drafted during the year to assist the EMRC in managing Freedom of Information Application matters, whether direct applications or third party consultation referrals.

Payments to Employees

12 EMRC employees were entitled to an annual salary of \$100,000 or more.

EMPLOYEES' REMUNERATION	
SALARY RANGE \$	No.
100,000 – 109,999	1
110,000 – 119,999	6
120,000 – 129,999	1
130,000 – 139,999	1
170,000 – 179,999	3
TOTAL:	12

Plan for the Future

Section 5.53(2)(e) of the *Local Government Act 1995* requires local governments to provide an overview of the 'plan for the future', including the major initiatives that are proposed to commence, or to continue, in the next financial year. Full details are contained within the EMRC's Corporate Business Plan 2019/2020 to 2023/2024.

KEY RESULT AREA 1: ENVIRONMENTAL SUSTAINABILITY

Red Hill Waste Management Facility

- Develop a Master Plan for the Red Hill Waste Management Facility
- Implement Leachate Project
- Construct Class III Leachate Pond
- Construct Class III cells
- Construct Class IV Cell (Stage 2)
- Construct storm water and siltation ponds
- Construct water storage dams
- Construct access roads to Lots 8,9 & 10
- Construct drainage diversion and earthworks infrastructure
- Investigate the feasibility of new waste processing facility
- Undertake Greenwaste audit

Transfer Stations

- Continue to operate transfer stations on behalf of member Councils

Hazelmere Resource Recovery Park

- Review and update Hazelmere Development Plan
- Construct and commission:
 - Community Transfer Station
 - Administration Building
 - Community Reuse Store
 - Site Workshop
 - Weighbridges
 - Wood Waste to Energy Plant
- Construct carpark, storage bunkers
- Investigate the feasibility of a Materials Recovery Facility

Resource Recovery

- Implement Council resolutions regarding the Resource Recovery tender
- Develop and implement programs to increase sales of Red Hill and Hazelmere by-products

Environmental Waste Operations

- Rehabilitate completed landfill cells
- Monitor environmental impacts from waste management activities
- Manage offsets program
- Transition the Environmental Management System for the Red Hill Waste Management Facility from ISO14001:2004 to ISO14001:2015

Waste Education

- Review and implement the Waste Education Strategy
- Continue with the waste education program
- Support WA Waste initiatives regarding:
 - Container Deposit Scheme
 - Illegal dumping
 - Plastic bag ban

Environmental Projects

- Implement priority initiatives and progress regional environmental management under the global Sustainable Development Goals (SDGs) framework.
- Continue the Eastern Region Catchment Management Program
- Implement the Water Quality and Conservation Program
- Continue the Regional Climate Change Program
- Continue the ACER Program
- Review and implement the Swan and Helena Rivers Framework

KEY RESULT AREA 2: ECONOMIC DEVELOPMENT

- Implement the Regional Integrated Transport Strategy
- Implement the Regional Economic Development Strategy
- Continue the coordination, marketing and promotion of regional events

KEY RESULT AREA 3: GOOD GOVERNANCE

- Continue to implement the Regional Advocacy Strategy
- Continue to advocate for and promote the "Connect Perth's East City Deal" proposal





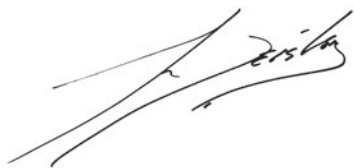
Annual Financial Report

For the year ended
30 June 2019

Local Government Act 1995***Local Government (Financial Management) Regulations 1996*****Statement by Chief Executive Officer**

The attached financial report of the Eastern Metropolitan Regional Council for the financial year ended 30 June 2019 is based on proper accounts and records to present fairly the financial position of the Eastern Metropolitan Regional Council at 30 June 2019 and the results of the operations for the financial year then ended in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards.

Signed on the 21st day of November 2019.

A handwritten signature in black ink, appearing to read 'M. Geisler', with a stylized flourish extending from the end.

Marcus J. Geisler
Chief Executive Officer

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 30 June 2019

BY PROGRAM	NOTE	Restated		
		ACTUAL 2018/2019 \$	BUDGET 2018/2019 \$	ACTUAL 2017/2018 \$
REVENUE				
Governance		58,080	179,532	28,559
General Purpose Funding		2,733,167	2,771,599	2,420,067
Community Amenities		38,650,193	40,809,527	35,794,282
Other Property and Services		1,069,454	988,515	1,108,756
TOTAL REVENUE		42,510,894	44,749,173	39,351,664
EXPENSES				
Governance		1,067,969	1,046,798	725,167
Community Amenities		30,370,473	33,091,686	24,087,427
Other Property and Services		2,816,598	3,596,708	3,283,678
TOTAL EXPENSES		34,255,040	37,735,192	28,096,272
INCREASE / (DECREASE)		8,255,854	7,013,981	11,255,392
DISPOSAL OF ASSETS				
Profit on Sale		0	70,297	0
Loss on Sale		(10,131)	0	(11,500)
PROFIT / (LOSS) ON DISPOSALS	22	(10,131)	70,297	(11,500)
FAIR VALUE ADJUSTMENTS TO FINANCIAL ASSETS				
General Purpose Funding		0	0	0
GAIN / (LOSS)		0	0	0
NET RESULT		8,245,723	7,084,278	11,243,892
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss				
Changes in Revaluation of Non-Current Assets		0	0	(341,649)
TOTAL OTHER COMPREHENSIVE INCOME		0	0	(341,649)
TOTAL COMPREHENSIVE INCOME		8,245,723	7,084,278	10,902,243

This statement is to be read in accordance with the attached notes to the financial report.

		Restated		
BY NATURE AND TYPE	NOTE	ACTUAL 2018/2019 \$	BUDGET 2018/2019 \$	ACTUAL 2017/2018 \$
REVENUE				
Fees and Charges	4	36,429,818	37,064,195	28,081,630
Grants, Subsidies and Contributions	5	1,522,191	1,647,218	1,783,424
Interest Earnings	2	2,719,271	2,771,599	2,416,358
Other Revenue	2	1,839,614	3,266,161	7,070,252
TOTAL REVENUE		42,510,894	44,749,173	39,351,664
EXPENSES				
Employee Costs		7,783,709	9,374,442	7,804,689
Materials and Contracts		4,601,752	8,907,604	4,705,008
Utility Expenses		338,184	345,118	357,516
Insurance Expenses		282,699	309,700	257,229
Other Expenditure	2	16,716,319	13,731,475	11,168,174
Depreciation Expenses on Non-Current Assets	2	4,532,377	5,066,853	3,803,656
TOTAL EXPENSES		34,255,040	37,735,192	28,096,272
INCREASE / (DECREASE)		8,255,854	7,013,981	11,255,392
DISPOSAL OF ASSETS				
Profit on Sale		0	70,297	0
Loss on Sale		(10,131)	0	(11,500)
PROFIT / (LOSS) ON DISPOSALS	22	(10,131)	70,297	(11,500)
FAIR VALUE ADJUSTMENTS TO FINANCIAL ASSETS				
Gain/(Loss)		0	0	0
GAIN / (LOSS)		0	0	0
NET RESULT		8,245,723	7,084,278	11,243,892
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss				
Changes in Revaluation of Non-Current Assets		0	0	(341,649)
TOTAL OTHER COMPREHENSIVE INCOME		0	0	(341,649)
TOTAL COMPREHENSIVE INCOME		8,245,723	7,084,278	10,902,243

This statement is to be read in accordance with the attached notes to the financial report.

STATEMENT OF FINANCIAL POSITION

For the year ended 30 June 2019

		Restated		
	NOTE	ACTUAL 2018/2019 \$	ACTUAL 2017/2018 \$	ACTUAL 2016/2017 \$
CURRENT ASSETS				
Cash and Cash Equivalents	10	35,998,764	42,180,201	41,599,929
Other Financial Assets	11	68,000,000	55,000,000	49,200,000
Trade and Other Receivables	6	3,620,310	3,666,740	3,633,350
Inventories	7	54,739	29,845	28,834
Other Assets	8	42,555	21,378	115,198
TOTAL CURRENT ASSETS	21	107,716,368	100,898,164	94,577,311
NON CURRENT ASSETS				
Property, Plant and Equipment	12	74,731,756	73,216,966	75,108,057
Infrastructure	13	24,734,783	21,957,193	19,393,424
TOTAL NON CURRENT ASSETS	21	99,466,539	95,174,159	94,501,481
TOTAL ASSETS	21	207,182,907	196,072,323	189,078,792
CURRENT LIABILITIES				
Trade and Other Payables	15	5,546,564	3,604,991	3,846,227
Provisions	16	1,629,324	1,541,191	1,438,690
TOTAL CURRENT LIABILITIES		7,175,888	5,146,182	5,284,917
NON CURRENT LIABILITIES				
Provisions	16	4,493,417	3,658,262	7,428,239
TOTAL NON CURRENT LIABILITIES		4,493,417	3,658,262	7,428,239
TOTAL LIABILITIES		11,669,305	8,804,444	12,713,156
NET ASSETS		195,513,602	187,267,879	176,365,636
EQUITY				
Retained Surplus		62,308,230	58,987,953	69,026,759
Reserves	17	91,958,292	86,979,194	65,431,736
Revaluation Surplus	14	41,247,080	41,300,732	41,907,141
TOTAL EQUITY		195,513,602	187,267,879	176,365,636

This statement is to be read in accordance with the attached notes to the financial report.

STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2019

	NOTE	RETAINED SURPLUS \$	RESERVES \$	REVALUATION SURPLUS \$	TOTAL EQUITY \$
Balance as at 1 July 2017		67,395,109	65,431,736	42,182,927	175,009,772
Prior Period Adjustments:	32				
- Change in Accounting Policy		(385,189)	0	(275,786)	(660,975)
- Correction of Error		2,016,839	0	0	2,016,839
Restated Balance as at 1 July 2017		69,026,759	65,431,736	41,907,141	176,365,636
Net Result		11,243,892	0	0	11,243,892
Total Other Comprehensive Income		0	0	(341,649)	(341,649)
Revaluation Surplus Reversal	14	264,760	0	(264,760)	0
Transfer (from) / to Reserves		(21,547,458)	21,547,458	0	0
Restated Balance as at 30 June 2018		58,987,953	86,979,194	41,300,732	187,267,879
Net Result		8,245,723	0	0	8,245,723
Total Other Comprehensive Income		0	0	0	0
Revaluation Surplus Reversal	14	53,652	0	(53,652)	0
Transfer (from) / to Reserves		(4,979,098)	4,979,098	0	0
Balance as at 30 June 2019		62,308,230	91,958,292	41,247,080	195,513,602

This statement is to be read in accordance with the attached notes to the financial report.

STATEMENT OF CASH FLOWS

For the year ended 30 June 2019

	NOTE	ACTUAL 2018/2019 \$	BUDGET 2018/2019 \$	ACTUAL 2017/2018 \$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Fees and Charges		39,110,610	37,064,196	31,517,167
Grants, Subsidies and Contributions		1,522,191	1,647,218	1,783,424
Interest Earnings		3,060,946	2,771,599	2,230,656
Other Revenue		1,839,614	4,051,855	2,834,606
Total Receipts		45,533,361	45,534,868	38,365,853
Payments				
Employee Costs		(7,699,816)	(9,345,098)	(7,729,687)
Materials and Contracts		(4,184,610)	(8,907,604)	(6,020,161)
Utility Expenses		(338,184)	(345,118)	(357,516)
Insurance Expenses		(282,699)	(309,700)	(257,229)
Other Expenditure		(14,861,886)	(14,314,797)	(10,649,704)
Goods and Services Tax paid		(2,512,714)	0	(2,116,625)
Total Payments		(29,879,909)	(33,222,317)	(27,130,922)
NET CASH PROVIDED BY OPERATING ACTIVITIES	18(ii)	15,653,452	12,312,551	11,234,931
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from sale of property, plant and equipment		131,091	274,418	327,046
Payments for purchase of property, plant and equipment		(8,965,979)	(19,951,902)	(5,181,705)
NET CASH USED IN INVESTING ACTIVITIES		(8,834,888)	(19,677,484)	(4,854,659)
CASH FLOWS FROM FINANCING ACTIVITIES				
Net Movement to Other Financial Assets		(13,000,000)	(5,800,000)	(5,800,000)
NET CASH PROVIDED BY FINANCING ACTIVITIES		(13,000,000)	(5,800,000)	(5,800,000)
SUMMARY OF CASH FLOWS				
Cash and cash equivalents at the beginning of the year		42,180,201	44,088,104	41,599,928
Net Increase/(Decrease) in Cash Held		(6,181,436)	(7,364,933)	580,273
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	18(i)	35,998,764	36,723,171	42,180,201

This statement is to be read in accordance with the attached notes to the financial report.

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

For the year ended 30 June 2019

1. SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The financial report is a general purpose financial report which has been prepared in accordance with 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.

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

The Local Government Reporting Entity

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

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

The significant accounting policies which have been adopted in the preparation of this financial report are presented below and have been consistently applied unless stated otherwise:

(a) Trust Funds

Any monies held in the Trust Fund, which Council may hold in a custodian role, are excluded from the Financial Statements.

The EMRC currently does not hold any trust fund monies for the year ended 30 June 2019.

(b) Cash and Cash Equivalents

Cash and cash equivalents in the Statement of Financial Position comprise cash at bank and in hand and short-term deposits with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

For the purposes of the Statement of Cash Flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts. Bank overdrafts, where applicable, are included as short-term borrowings in current liabilities on the Statement of Financial Position.

The EMRC does not have any bank overdrafts for the year ended 30 June 2019.

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(c) 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 Requirements to Revalue Non-Current Assets

In accordance with *Local Government (Financial Management) Regulations 1996 r.17A(4)*, the Council is required to revalue an asset, whenever the Council is of the opinion that the fair value of the asset is likely to be materially different from its carrying amount and, in any event, within a period of at least 3 years but no more than 5 years after the day on which the asset was last valued or revalued. At the end of each period the valuation is reviewed and where appropriate the fair value is updated to reflect current market conditions.

The EMRC has elected to undertake the asset revaluations on its assets on a 4 year rotational cycle commencing 2018/2019 (Year 1) as follows instead of 3 year cycle in previous years, or in the year when the Council is of the opinion that the fair value of the asset is likely to be materially different from its carrying amount:

- Year 1 - *No revaluations to be undertaken*;
- Year 2 - Plant and Equipment, and Furniture and Fittings;
- Year 3 - Land and Buildings and Infrastructure; and
- Year 4 - Artworks.

Initial Recognition and Measurement between Mandatory Revaluation Dates

All assets are initially recognised at cost where the fair value of the asset at date of acquisition is equal to or above \$5,000. All assets are subsequently revalued in accordance with the mandatory measurement framework detailed above.

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

Individual assets acquired between initial recognition and the next revaluation of the asset class in accordance with the mandatory measurement framework detailed above, are carried at cost less accumulated depreciation as management believed 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.

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(c) Fixed Assets (continued)

Depreciation

The depreciable amount of all fixed assets including buildings but excluding freehold land, artworks and work in progress which are not depreciated, 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 net amount restated to the revalued amount of the asset.

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

• Buildings	0.20 - 32.00% (based on components)
• Structures	
General	0.56 - 18.10%
Class III and IV Waste Cells	% of actual usage
• Plant	3.67 - 57.66%
• Furniture and fittings	5.97 - 33.33%
• Equipment	5.33 - 52.59%

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

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

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

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

Capitalisation Threshold

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

Land Under Control

In accordance with *Local Government (Financial Management) Regulations 1996, Reg.16(a)*, the Council is required to include as an asset (by 30 June 2013), Crown Land operated by the local government such as a golf course, showground, racecourse or other sporting or recreational facility of State or regional significance.

The Council does not have any Crown land which comes under this Regulation.

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

For the year ended 30 June 2019

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(c) Fixed Assets (continued)

Land Under Roads

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

Effective from 1 July 2008, Council elected not to recognise any value for land under roads acquired on or before 30 June 2008. This accords with the treatment available in *Australian Accounting Standard AASB 1051 Land Under Roads* and the fact *Local Government (Financial Management) Regulations 1996, Reg. 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) Regulations 1996, Reg. 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) Regulations 1996, Reg. 4(2)* provides, in the event of such an inconsistency, the *Local Government (Financial Management) Regulations 1996* prevail.

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

(d) Fair Value of Assets and Liabilities

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

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

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

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

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

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(d) Fair Value of Assets and Liabilities

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

Valuation Techniques

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

Market Approach

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

Income Approach

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

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(d) Fair Value of Assets and Liabilities

Cost Approach

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

Each valuation technique requires inputs which reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, the Council gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are 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 1996* requires, as a minimum, all assets carried at a revalued amount to be revalued in accordance with the regulatory framework.

(e) Intangible Assets

Easements

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

(f) Rates

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

(g) Grants, Donations and Other Contributions

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

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 9. 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 operation for the current reporting period.

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) Trade and Other Payables

Trade and other payables represent liabilities for goods and services provided to the local government prior to the end of the financial year that are unpaid and arise when the Local Government 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 usually paid within 30 days of recognition.

(i) Impairment

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

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another standard (e.g. *AASB 116 Property, Plant and Equipment*) whereby an impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other standard.

(j) Revenue Recognition

Waste Services

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

Generation of Gas Services

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

Interest Income

Interest income is recognised on an accrual basis.

Sale of Goods and Disposal of Assets

Revenue from the sale of goods and disposal of other assets is recognised when the Council has passed control of the goods or other assets to the buyer.

Rendering of Services

Revenue from the provision of services is recognised on an accrual basis.

Royalties

Royalty revenue is recognised on an accrual basis.

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

For the year ended 30 June 2019

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Inventories

General

Inventories are valued at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Land Held for Resale

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

(l) Goods and Services Tax

In accordance with recommended practice, revenues, expenses and assets capitalised are stated net of any GST recoverable. Receivables and payables in the Statement of Financial Position are stated inclusive of applicable GST. The net amount of GST recoverable from, or payable to the ATO is included with receivables or payables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(m) Provisions

Provisions are recognised when: The Council has a present legal or constructive obligation as a result of past events; it is more likely than not that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated.

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

(n) Provision for Site Rehabilitation

A provision for the future costs associated with closing and restoring the landfill is recognised as liabilities within the financial accounts. The nature of work planned by Council includes cell capping, landform reconstruction, dismantling of site operating facilities and implementation of a revegetation plan to suit the final land use. The provision is based on the future value of the estimated current costs, determined on a discounted basis.

Increments in the provision are calculated annually based on the change in the net present value of the future cash outflows of costs for site rehabilitation (unwinding of the discount rate).

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(n) Provision for Site Rehabilitation (continued)

As per the independent engineers report from June 2015, the current value for the rehabilitation of the site has been calculated to be \$6,647,080 and has been deemed sufficient for post closure management purposes. This value will be reviewed on a five yearly cycle.

The costs are measured using the best estimate of the amounts required and is reassessed internally on an annual basis with an independent review being undertaken on a five yearly cycle.

(o) Provision for Environmental Monitoring

A provision for the future costs associated with closing and restoring the landfill is recognised as liabilities within the financial accounts. The nature of work planned by Council includes monitoring of groundwater, surface water, leachate and landfill gas generation. The provision is based on the future value of the estimated current costs, determined on a discounted basis.

Increments in the provision are calculated annually based on the change in the net present value of the future cash outflows of costs for environmental monitoring (unwinding of the discount rate).

As per the independent engineers report from June 2015, the current value for the environmental monitoring of the site has been calculated to be \$3,716,900 and has been deemed sufficient for post closure management purposes. This value will be reviewed on a five yearly cycle.

The costs are measured using the best estimate of the amounts required and is reassessed internally on an annual basis with an independent review being undertaken on a five yearly cycle.

(p) Borrowing Costs

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

(q) 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 this experience and other factors combine to form the basis of making judgements about carrying values of assets and liabilities not readily apparent from other sources. Actual results may differ from these estimates.

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(r) Trade and Other Receivables

Trade and other receivables include amounts due from member Councils and non-members for unpaid fees and charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

Trade receivables are recognised at original invoice amount less any allowances for uncollectable amounts (i.e. impairments).

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.

Trade and other receivables are held with the objective to collect the contractual cashflows and therefore measures them subsequently at amortised cost using the effective interest rate method.

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

Impairment and risk exposure information about the impairment of trade receivables and their exposure to credit risk and interest rate risk can be found in Note 25.

(s) Employee Entitlements

The provisions for employee benefits relate to amounts expected to be paid for long service leave, annual leave, wages and salaries and are calculated as follows:

(i) Short-term Employee Benefits

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

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

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(s) Employee Entitlements (continued)

(iii) Superannuation Fund

The Council contributes to the WA Local Government Superannuation Plan (LGSP) and other choice funds for qualifying employees as per statutory requirements (9.50% for 2018/2019). It also contributes to the LGSP and other choice funds for full scheme members (5% for 2018/2019). Contributions to defined contribution plans are recognised as an expense as they become payable.

(t) Rounding Off Amounts

All amounts shown in this annual financial report are rounded to the nearest dollar. As a result of rounding, some minor reconciliation discrepancies may be present in the disclosures to the financial report.

(u) Comparative Figures

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

(v) 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.

(w) Leases

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

The EMRC does not currently have any leases.

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

For the year ended 30 June 2019

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(x) Other Financial Assets

(i) Other Financial Assets at Amortised Cost

The Council classifies financial assets at amortised cost if both of the following criteria are met:

- The asset is held within a business model whose objective is to collect the contractual cashflows, and
- The contractual terms give rise to cash flows that are solely payments of principal and interest.

(ii) Financial Assets at Fair Value through Profit and Loss

The Council classifies the following financial assets at fair value through profit and loss:

- Debt investments which do not qualify for measurement at either amortised cost or fair value through other comprehensive income.
- Equity investments which the Council has not elected to recognise fair value gains and losses through other comprehensive income.

(iii) Impairment and Risk

Information regarding impairment and exposure to risk can be found at Note 25.

(y) Current and Non-Current Classification

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

Inventories held for trading are classified as current even if not expected to be realised in the next 12 months except for land held for sale where it is held as non-current based on the Council's intentions to release for sale.

(z) Landfill Cells

There are three general components of cell construction:

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

All cell excavation and development costs and cell liner costs are capitalised and depreciated over the useful life of the cell based on the volumetric usage of the landfill cell air space during the year.

Cell capping costs are expensed as they occur as part of ongoing site rehabilitation.

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(aa) New Accounting Standards and Interpretations for Application in Future Periods

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

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

Title and topic	Issued/Compiled	Applicable (1)	Impact
(i) AASB 15 Revenue from Contracts with Customers.	December 2014	1 January 2019	<p>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.</p> <p>The effect of this Standard will depend upon the nature of future transactions the Council has with those third parties it has dealings with. In accordance with the transition provisions, the Council will adopt the new rules retrospectively with the cumulative effect of initially applying these rules recognised on 1 July 2019.</p> <p>It may or may not be significant with unspent grants and contributions being the only transactions that will have any material effect.</p> <p>The Council is in the process of assessing the impact of this standard.</p>

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

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(aa) New Accounting Standards and Interpretations for Application in Future Periods (Continued)

Title and topic	Issued/ Compiled	Applicable (1)	Impact
(ii) 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 lease 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 be capitalised on the statement of financial position once AASB 16 is adopted.</p> <p>Currently, operating lease payments are expensed as incurred. This will cease and will be replaced by both depreciation and interest charges.</p> <p>As currently the Council does not hold any leases this will not have any impact on the Council's financial statements.</p>
(iii) AASB 1058 Income of Not-for-Profit Entities.	December 2016	1 January 2019	<p>This standard is 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 construct 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 Council's operations.</p> <p>The Council is in the process of assessing the impact of this standard</p>

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

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(bb) Adoption of New and Revised Accounting Standards

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

- AASB 9 Financial Instruments (incorporating AASB 2014-7 and AASB 2014-8).

AASB 9 *Financial Instruments* replaces AASB 139 *Financial Instruments: Recognition and Measurement* for annual reporting periods on or after 1 January 2018, bringing together all three aspects of the accounting for financial instruments: classification and measurement; impairment; and hedge accounting.

The Council applied AASB 9 prospectively, with an initial application date of 1 July 2018. The adoption of AASB 9 has resulted in changes in accounting policies. In accordance with AASB 9.7.2.15, the Council has not restated the comparative information which continues to be reported under AASB 139.

Given the nature of the financial assets of the Council, there were no financial instruments impacted as a result of the implementation of AASB 9.

The assessment of the Council's business model was made as of the date of initial application, 1 July 2018. The assessment of whether contractual cash flows on financial assets are solely comprised of principal and interest was made based on the facts and circumstances as at the initial recognition of the assets.

The classification and measurement requirements of AASB 9 did not have a significant impact on the Council. The following are the changes in the classification of the Council's financial assets:

- Trade receivables and loans (i.e. Other debtors) classified as loans and receivables as at 30 June 2018 are held to collect contractual cash flows and give rise to cash flows representing solely payments of principal and interest. These are classified and measured as Financial assets at amortised cost beginning 1 July 2018.

The Council did not designate any financial assets as at fair value through profit and loss.

Impairment:

The adoption of AASB 9 has fundamentally changed the Council's accounting for impairment losses for financial assets by replacing AASB 139's incurred loss approach with a forward-looking expected credit loss (ECL) approach. AASB 9 requires the Council to recognise an allowance for ECL's for all financial assets not held at fair value through profit and loss. Upon adoption of AASB 9, the Council did not recognise any additional impairment on the Council's Trade receivables.

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

For the year ended 30 June 2019

			Restated	
2. REVENUE AND EXPENSES	ACTUAL 2018/2019 \$	BUDGET 2018/2019	ACTUAL 2017/2018 \$	ACTUAL 2017/2018 \$
Net Result				
The Net Result includes:				
(i) Crediting as Revenue:				
Interest Earnings				
Interest on funds held in Reserves	2,598,761	2,371,599	1,741,894	
Interest on Municipal Cash and Investments	120,510	400,000	674,464	
	2,719,271	2,771,599	2,416,358	
Other Revenue				
Sale of Products	1,520,386		2,006,994	
Gas Royalty Income	49,788		577,277	
Carbon Tax (Refer Note 16)	0		4,235,645	
Miscellaneous Income	269,440		250,336	
	1,839,614		7,070,252	
(ii) Charging as an Expense:				
Auditors Remuneration				
Audit of the Financial Report	31,000		29,320	
Audit and assurance of grant acquittals	600		600	
	31,600		29,920	
Depreciation and Amortisation Expense				
Buildings	109,659		109,791	109,747
Plant	1,674,774		2,054,270	2,010,257
Equipment	116,595		196,257	136,153
Furniture and Fittings	6,521		9,415	5,960
Structures - Landfill Cells	2,253,467		1,230,792	1,230,792
- Other	371,361		271,408	310,747
	4,532,377		3,871,933	3,803,656
Other Expenditure				
State Landfill levy	13,725,227		9,426,579	9,426,579
Other Expenses	2,991,092		1,480,654	1,741,595
	16,716,319		10,907,233	11,168,174

3. COMPONENT FUNCTIONS/ACTIVITIES

The activities relating to the Eastern Metropolitan Regional Council's components reported on in the Statement of Comprehensive Income are as follows:

EMRC MISSION STATEMENT

The Eastern Metropolitan Regional Council, by partnering with member Councils (and other stakeholders), facilitates strategies and actions for the benefit and sustainability of Perth's Eastern Region.

Governance

Objective:

To provide responsible and accountable governance and management of the EMRC.

Activities:

Includes the activities of members of council and the administration and operation of facilities and services to members of Council together with other administrative governance costs.

General Purpose Funding

Objective:

To provide responsible and accountable financial management practices.

Activities:

Includes the activities relating to the management of the EMRC's investment portfolio, records interest revenue as well as other general purpose revenue.

Community Amenities

Objective:

To provide sustainable waste disposal, resource recovery and recycling operations and solutions in partnership with member Councils.

Activities:

Includes waste disposal, resource recovery and recycling operations undertaken at the Red Hill Waste Disposal Facility, the Hazelmere Resource Recovery Facility, Coppin and Mathieson Road transfer stations.

Other Property and Services

Objective:

To facilitate the sustainable economic development of the region together with the provision of responsible and accountable management of the EMRC.

Activities:

Includes activities and projects of the EMRC's Regional Services directorate, the operations of the Ascot Place activity and records the activities associated with public works overheads, plant operation, materials, salaries and wages.

4. FEES AND CHARGES SUMMARY BY PROGRAM

	ACTUAL 2018/2019 \$	BUDGET 2018/2019 \$	ACTUAL 2017/2018 \$
Community Amenities	36,429,818	37,058,195	28,078,480
Other Property and Services	0	6,000	3,150
Total Statutory Fees and Charges	36,429,818	37,064,195	28,081,630

5. GRANT, SUBSIDY AND CONTRIBUTION REVENUE BY PROGRAM

	ACTUAL 2018/2019 \$	BUDGET 2018/2019 \$	ACTUAL 2017/2018 \$
Governance	33,558	28,668	26,196
Community Amenities	589,198	801,035	807,208
Other Property and Services	899,435	817,515	950,020
Total Grant, Subsidy and Contribution Revenue	1,522,191	1,647,218	1,783,424

6. TRADE AND OTHER RECEIVABLES

	ACTUAL 2018/2019 \$	ACTUAL 2017/2018 \$
Current	\$	\$
Sundry Debtors	2,734,375	2,032,014
Loan Receivable ¹	1,005,965	414,884
Other Debtors	14,486	27,588
GST Receivable	4,839	0
Accrued Interest Earnings	899,001	1,240,676
Allowance for Impairment of Receivables ²	(1,038,356)	(48,422)
	3,620,310	3,666,740

¹ Loan Receivable is covered under a loan agreement on commercial terms with Anergy Australia Pty Ltd. The balance of this loan as at 30 June 2019 of \$1,005,965 has been treated as a doubtful debt.

² Reconciliation of changes in the Allowance for Impairment of Receivables

	ACTUAL 2018/2019 \$	ACTUAL 2017/2018 \$
Balance at start of period	48,422	55,732
Doubtful debts expense	1,006,057	0
Amounts written off during the period	(6,494)	0
Impairment losses reversed during the period	(9,629)	(7,310)
Balance at end of period	1,038,356	48,422

7. INVENTORIES

	ACTUAL 2018/2019 \$	ACTUAL 2017/2018 \$
Current		
Distillate	48,691	25,314
Oils	6,048	4,531
	54,739	29,845

8. OTHER ASSETS

	ACTUAL 2018/2019 \$	ACTUAL 2017/2018 \$
Current		
Prepayment - Contract Expenses	0	2,387
Prepayment - General	33,067	8,767
Prepayment - Miscellaneous	9,488	10,224
	42,555	21,378

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

For the year ended 30 June 2019

9. CONTROL OVER GRANTS/CONTRIBUTIONS

Conditions Over Grants/Contributions

Grant/Contribution	Function/Activity	Opening Balance ⁽¹⁾ 1 July 2017 \$	Received ⁽²⁾ 2017/18 \$	Expended ⁽³⁾ 2017/18 \$	Closing Balance 30 June 2018 \$
Lighthouse Project	Governance	2,800	0	(2,800)	0
Metropolitan Local Government Youth Development Scholarship	Governance	10,000	0	(10,000)	0
20M Trees Program	Other Property and Services	7,690	5,300	(12,990)	0
Coordination of Community Led Projects	Other Property and Services	52,500	105,000	(105,000)	52,500
Healthy Wildlife Project	Other Property and Services	8,828	38,006	(46,834)	0
Water Quality Monitoring in the Lower Helena Sub Catchment	Other Property and Services	684	0	(684)	0
Community Capability Project	Other Property and Services	45,403	100,000	(79,874)	65,529
Keep Australia Beautiful Community Litter Program	Other Property and Services	1,740	0	0	1,740
Avon Descent	Other Property and Services	0	155,000	(155,000)	0
Enhancing Biodiversity SALP Project	Other Property and Services	0	3,039	(130)	2,909
Farm Dams Project	Other Property and Services	0	50,000	(42,001)	7,999
Lotterywest Bush Skills for Youth	Other Property and Services	0	3,155	(3,155)	0
		129,645	459,500	(458,468)	130,677

Conditions Over Grants/Contributions

Grant/Contribution	Function/Activity	Opening Balance ⁽¹⁾ 1 July 2018 \$	Received ⁽²⁾ 2018/19 \$	Expended ⁽³⁾ 2018/19 \$	Closing Balance 30 June 2019 \$
Avon Descent	Other Property and Services	0	145,400	(145,400)	0
Keep Australia Beautiful Community Litter Program	Other Property and Services	1,740	0	0	1,740
Enhancing Biodiversity SALP Project	Other Property and Services	2,909	0	(2,909)	0
SALP 20 Year Celebration	Other Property and Services	0	800	(800)	0
Coordination of Community Led Projects	Other Property and Services	52,500	105,000	(105,000)	52,500
Community Capability Project	Other Property and Services	65,529	59,000	(81,858)	42,671
Farm Dams Project	Other Property and Services	7,999	42,926	(50,061)	864
Perth's Autumn Festival	Other Property and Services	0	12,000	(12,000)	0
Greenwaste Waste Stream Audits	Community Amenities	0	25,000	(25,000)	0
		130,677	390,126	(423,028)	97,775

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.

10. CASH AND CASH EQUIVALENTS

	Note	ACTUAL 2018/2019 \$	ACTUAL 2017/2018 \$
Cash and Cash Equivalents - Unrestricted	25	4,885,437	5,046,861
Cash and Cash Equivalents - Restricted	25	31,113,327	37,133,340
Total Cash and Cash Equivalents		35,998,764	42,180,201
Financial assets at amortised cost - term deposits	11	68,000,000	55,000,000
		103,998,764	97,180,201

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

Plant and Equipment		1,937,863	3,383,664
Site Rehabilitation Red Hill - Post Closure		2,709,862	2,482,057
Future Development		20,180,980	16,089,599
Environmental Monitoring Red Hill		1,098,527	975,126
Environmental Insurance Red Hill		37,510	11,844
Risk Management		15,192	14,738
Class IV Cells Red Hill		602,871	589,575
Regional Development		312,587	328,109
Secondary Waste Processing		57,994,036	56,190,599
Class III Cells		6,031,536	5,929,276
Building Refurbishment (Ascot Place)		76,706	74,410
Long Service Leave		960,622	910,197
	17	91,958,292	86,979,194
Add movement in accrued interest		189,362	273,998
Add unspent grants	9	97,775	130,677
		92,245,429	87,383,869

11. OTHER FINANCIAL ASSETS

Current Assets

Financial assets at amortised cost - term deposits			
- Unrestricted	25	6,867,898	4,749,471
- Restricted	25	61,132,102	50,250,529
Total Financial assets at amortised cost		68,000,000	55,000,000

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
For the year ended 30 June 2019

12. PROPERTY, PLANT AND EQUIPMENT (Continued)

Movements in Carrying Amounts

Movements in the carrying amount of each class of property, plant and equipment between the beginning and the end of the current financial year are reflected as follows:

Note	Land \$	Buildings \$	Total Land & Buildings \$	Plant \$	Equipment \$	Furniture & Fittings \$	Artworks \$	Work in Progress \$	Total \$
Balance at 1 July 2017	50,570,000	7,485,440	58,055,440	12,083,390	669,838	16,142	145,040	4,620,754	75,590,604
<u>Prior Period Adjustment:</u>									
32 - Change in Accounting Policy	0	(9,701)	(9,701)	(242,548)	(153,202)	(13,256)	(63,840)	0	(482,547)
Restated balance as at 1 July 2017	50,570,000	7,475,739	58,045,739	11,840,842	516,636	2,886	81,200	4,620,754	75,108,057
Additions	0	17,015	17,015	335,796	79,432	0	0	321,729	753,972
WIP - Transfers in/(out)	0	790	790	0	0	0	0	(790)	0
(Disposals)	0	0	0	(345,753)	(39,793)	0	(2,485)	0	(388,031)
Reclassification	0	0	0	0	(60,868)	60,868	0	0	0
Revaluation - increments/(decrements)	0	0	0	0	0	0	5,085	0	5,085
Depreciation expense	0	(109,747)	(109,747)	(2,010,257)	(136,153)	(5,960)	0	0	(2,262,117)
Restated balance as at 30 June 2018	50,570,000	7,383,797	57,953,797	9,820,628	359,254	57,794	83,800	4,941,693	73,216,966
Comprises:									
Gross Carrying Amount at 30 June 2018	50,570,000	7,493,544	58,063,544	13,894,893	595,986	69,985	83,800	4,941,693	77,649,901
Accumulated depreciation at 30 June 2018	0	(109,747)	(109,747)	(4,074,265)	(236,732)	(12,191)	0	0	(4,432,935)
Carrying amount at 30 June 2018	50,570,000	7,383,797	57,953,797	9,820,628	359,254	57,794	83,800	4,941,693	73,216,966
Additions	0	7,909	7,909	2,449,627	67,545	8,129	0	1,005,502	3,538,712
(Disposals)	0	0	0	(116,373)	0	0	0	0	(116,373)
Depreciation expense	0	(109,659)	(109,659)	(1,674,774)	(116,595)	(6,521)	0	0	(1,907,549)
Carrying amount at 30 June 2019	50,570,000	7,282,047	57,852,047	10,479,108	310,204	59,402	83,800	5,947,195	74,731,756
Comprises:									
Gross Carrying Amount at 30 June 2019	50,570,000	7,501,453	58,071,453	16,228,147	663,531	78,114	83,800	5,947,195	81,072,240
Accumulated depreciation at 30 June 2019	0	(219,406)	(219,406)	(5,749,039)	(353,327)	(18,712)	0	0	(6,340,484)
Carrying amount at 30 June 2019	50,570,000	7,282,047	57,852,047	10,479,108	310,204	59,402	83,800	5,947,195	74,731,756

12. PROPERTY, PLANT AND EQUIPMENT (Continued)

Furniture and Fittings, Plant and Equipment:

Both furniture and fittings and plant and equipment were revalued in 2016 as part of the mandatory requirements embodied in *Local Government (Financial Management) Regulations 1996, Reg.17A*.

Whilst the additions since that time are shown at 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. Thus the value is considered in accordance with *Local Government (Financial Management) Regulations 1996, Reg.17A (2)* which requires these assets to be shown at fair value.

They will next be revalued during the year ended 30 June 2020 in accordance with the mandatory asset measurement framework detailed in Note 1(c).

Land and Buildings:

Both land and buildings were revalued in 2017 as part of the mandatory requirements embodied in *Local Government (Financial Management) Regulations 1996, Reg.17A*.

Whilst the additions since that time are shown at 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. Thus the value is considered in accordance with *Local Government (Financial Management) Regulations 1996, Reg.17A (2)* which requires these assets to be shown at fair value.

They will next be revalued during the year ended 30 June 2021 in accordance with the mandatory asset measurement framework detailed in Note 1(c).

Artworks:

The EMRC's artworks were revalued at 30 June 2018 as part of the mandatory requirements embodied in *Local Government (Financial Management) Regulations 1996, Reg.17A*.

They will next be revalued during the year ended 30 June 2022 in accordance with the mandatory asset measurement framework detailed in Note 1(c).

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
For the year ended 30 June 2019

13. INFRASTRUCTURE (Continued)

Movements in Carrying Amounts

Movements in the carrying amount of infrastructure between the beginning and the end of the current financial year are reflected as follows:

	Note	Landfill Cells \$	Other Structures \$	Post Closure Asset \$	Work in Progress \$	Total \$
Balance at 1 July 2017		7,907,302	7,014,800	0	2,784,319	17,706,421
<u>Prior Period Adjustment:</u>	32					
- Change in Accounting Policy		0	(178,428)	0	0	(178,428)
- Correction of Error		0	0	1,865,431	0	1,865,431
Restated balance at 1 July 2017		7,907,302	6,836,372	1,865,431	2,784,319	19,393,424
Additions		0	199,113	0	4,228,621	4,427,734
WIP - Transfers in/(out)		0	1,030	0	(1,030)	0
(Disposals)		0	(1,247)	0	0	(1,247)
Revaluation - increments/(decrements)		0	(321,179)	0	0	(321,179)
Depreciation expense		(1,230,792)	(271,408)	(39,339)	0	(1,541,539)
Restated balance at 30 June 2018		6,676,510	6,442,681	1,826,092	7,011,910	21,957,193
Comprises:						
Gross Carrying Amount at 30 June 2018		6,676,510	6,442,681	1,865,431	7,011,910	21,996,532
Accumulated depreciation at 30 June 2018		0	0	(39,339)	0	(39,339)
Carrying amount at 30 June 2018		6,676,510	6,442,681	1,826,092	7,011,910	21,957,193
Additions		657,347	902,317	0	3,867,602	5,427,266
WIP - Transfers in/(out)		0	3,415,377	0	(3,415,377)	0
(Disposals)		0	(24,848)	0	0	(24,848)
Depreciation expense		(2,253,467)	(318,529)	(52,832)	0	(2,624,828)
Carrying amount at 30 June 2019		5,080,391	10,416,997	1,773,260	7,464,135	24,734,783
Comprises:						
Gross Carrying Amount at 30 June 2019		7,333,858	10,735,526	1,865,431	7,464,135	27,398,950
Accumulated depreciation at 30 June 2019		(2,253,467)	(318,529)	(92,171)	0	(2,664,167)
Carrying amount at 30 June 2019		5,080,391	10,416,997	1,773,260	7,464,135	24,734,783

13. INFRASTRUCTURE (Continued)

Infrastructure:

The EMRC's infrastructure assets were revalued at 30 June 2018 as part of the mandatory requirements embodied in *Local Government (Financial Management) Regulations 1996, Reg. 17A*.

Whilst the additions since that time are shown at 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. Thus the value is considered in accordance with *Local Government (Financial Management) Regulations 1996, Reg. 17A (2)* which requires these assets to be shown at fair value.

They will next be revalued during the year ended 30 June 2021 in accordance with the mandatory asset measurement framework detailed in Note 1(c).

14. REVALUATION SURPLUS

Revaluation surpluses have arisen as a result of the revaluation of the following classes of non-current assets:

	ACTUAL 2018/2019 \$	ACTUAL 2017/2018 \$	ACTUAL 2016/2017 \$
Plant and Equipment			
Opening balance	4,264,966	4,529,712	5,834,206
Prior Period Adjustment - Change in Accounting Policy	0	0	(219,356)
Revaluation Increment/(decrement)	0	0	0
Revaluation writeback on disposals	(25,756)	(264,746)	(1,085,138)
Closing Balance	4,239,210	4,264,966	4,529,712
Land			
Opening balance	31,540,696	31,540,696	29,475,608
Revaluation Increment/(decrement)	0	0	2,065,088
Closing Balance	31,540,696	31,540,696	31,540,696
Buildings			
Opening balance	1,699,769	1,699,769	1,205,328
Prior Period Adjustment - Change in Accounting Policy	0	0	(11,245)
Revaluation Increment/(decrement)	0	0	537,547
Revaluation writeback on disposals	0	0	(31,861)
Closing Balance	1,699,769	1,699,769	1,699,769
Artworks			
Opening balance	14,164	11,564	25,807
Prior Period Adjustment - Change in Accounting Policy	0	(2,485)	(14,243)
Revaluation Increment/(decrement)	0	5,085	0
Revaluation writeback on disposals	0	0	0
Closing Balance	14,164	14,164	11,564
Infrastructure - Other Structures			
Opening balance	3,781,137	4,125,400	4,186,426
Prior Period Adjustment - Change in Accounting Policy	0	(23,026)	(30,942)
Revaluation Increment/(decrement)	0	(321,223)	0
Revaluation writeback on disposals	(27,896)	(14)	(30,084)
Closing Balance	3,753,241	3,781,137	4,125,400
Total Revaluation Surplus	41,247,080	41,300,732	41,907,141
Revaluation Surplus Summary			
Opening balance	41,300,732	41,907,141	40,727,375
Prior Period Adjustment - Change in Accounting Policy (Note 32)	0	(25,511)	(275,786)
Revaluation Increment/(decrement)	0	(316,138)	2,602,635
Revaluation writeback on disposals	(53,652)	(264,760)	(1,147,083)
Total Revaluation Surplus	41,247,080	41,300,732	41,907,141

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

For the year ended 30 June 2019

15. TRADE AND OTHER PAYABLES

	ACTUAL 2018/2019 \$	ACTUAL 2017/2018 \$
Current		
Payroll Accruals	83,850	74,777
GST Liability	0	63,055
Sundry Creditors	5,462,714	3,467,159
	5,546,564	3,604,991

16. PROVISIONS

	Restated		
	ACTUAL 2018/2019 \$	ACTUAL 2017/2018 \$	ACTUAL 2016/2017 \$
Current Employee Benefits Related Provisions			
Employees Annual Leave	729,196	635,506	646,193
Employees Long Service Leave	688,230	706,392	604,636
Employment On-Costs	211,898	199,293	187,861
	1,629,324	1,541,191	1,438,690
Non-current Employee Benefits Related Provisions			
Employees Long Service Leave	91,057	104,482	128,421
Employment On-Costs	11,713	11,600	15,287
	102,770	116,082	143,708
Total Employee Benefits Provisions	1,732,094	1,657,273	1,582,398
Non-current Other Provisions			
Red Hill Landfill Site Post Closure Rehabilitation	2,859,912	2,312,726	1,994,248
Red Hill Landfill Environmental Monitoring	1,530,736	1,229,454	1,054,638
Carbon Pricing Tax	0	0	4,235,645
Total Other Provisions	4,390,647	3,542,180	7,284,531
Total Provisions	6,122,741	5,199,453	8,866,929
Analysis of total provisions:			
Current	1,629,324	1,541,191	1,438,690
Non-current	4,493,417	3,658,262	7,428,239
	6,122,741	5,199,453	8,866,929

Note	Provision for Annual Leave \$	Provision for Long Service Leave \$	Provision for Employment On-Costs \$	Provision for Site Rehabilitation \$	Provision for Environmental Monitoring \$	Provision for Carbon Pricing \$	Total \$
Opening balance as at 1 July 2017	646,193	733,057	203,148	2,314,792	885,502	4,235,645	9,018,337
Prior Period Adjustment							
- Correction of Error	0	0	0	(320,544)	169,136	0	(151,408)
Restated Balance as at 1 July 2017	646,193	733,057	203,148	1,994,248	1,054,638	4,235,645	8,866,929
Additional provisions made	526,068	133,970	11,432	318,478	174,816	0	1,164,764
Amounts used	(536,755)	(56,153)	(3,687)	0	0	0	(596,595)
Unused amount reversed	0	0	0	0	0	(4,235,645)	(4,235,645)
Restated Balance as at 1 July 2018	635,506	810,874	210,893	2,312,726	1,229,454	0	5,199,453
Additional provisions made	543,432	191,765	12,605	547,186	301,282	0	1,596,270
Amounts used	(449,742)	(223,352)	113	0	0	0	(672,981)
Balance as 30 June 2019	729,196	779,287	223,611	2,859,912	1,530,736	0	6,122,741

16. PROVISIONS (Continued)

Annual Leave Liabilities

Classified as current as there is no unconditional right to defer settlement for at least 12 months after the end of the reporting period. Assessments indicate that actual settlement of the liabilities is expected to occur as follows:

	2018/2019 \$	2017/2018 \$
Within 12 months of the end of the reporting period	573,815	498,688
More than 12 months after the end of the reporting period	155,381	136,818
	729,196	635,506

The provision for annual leave is calculated at the present value of expected payments to be made in relation to services provided by employees up to the reporting date.

Long Service Leave Liabilities

Unconditional long service leave provisions are classified as current liabilities as the EMRC does not have an unconditional right to defer settlement of the liability for at least 12 months after the end of the reporting period.

Pre-conditional and conditional long service leave provisions are classified as non-current liabilities because the EMRC has an unconditional right to defer settlement of the liability until the employee has completed the requisite years of service.

Assessments indicate that actual settlement of the liabilities is expected to occur as follows:

	2018/2019 \$	2017/2018 \$
Within 12 months of the end of the reporting period	230,767	101,177
More than 12 months after the end of the reporting period	548,520	709,697
	779,287	810,874

The provision for long service leave is calculated at the present value as the EMRC does not expect to wholly settle the amounts within 12 months. The present value is measured taking into account the present value of expected future payments to be made in relation to services provided by employees up to the reporting date. These payments are estimated using the remuneration rate expected to apply at the time of settlement, and discounted using market yields at the end of the reporting period on national government bonds with terms to maturity that match, as closely as possible, the estimated future cash outflows.

16. PROVISIONS (Continued)

Employment On-Cost Provision

The settlement of annual leave and long service leave liabilities give rise to the payment of employment on-costs including workers' compensation insurance. The provision is the present value of expected future payments.

Employment on-costs, including workers' compensation insurance, are not employee benefits and are recognised separately as liabilities and expenses when the employment to which they relate has occurred. Employment on-costs are included as part of 'Employee Costs' in the Statement of Comprehensive Income. The related liability is included in 'Employment On-Costs' provision.

17. RESERVES

(a) Plant and Equipment Reserve

	ACTUAL 2018/2019 \$	BUDGET 2018/2019 \$	ACTUAL 2017/2018 \$
Opening balance	3,383,664	3,312,798	1,372,015
Transfer from retained surplus	1,806,797	3,884,207	2,134,690
Transfer to retained surplus	(3,356,987)	(6,861,076)	(157,381)
Interest	104,389	47,177	34,340
Closing Balance	1,937,863	383,106	3,383,664

(b) Site Rehabilitation Reserve - Post Closure

Opening balance	2,482,057	2,491,398	2,314,792
Transfer from retained surplus	151,231	125,190	109,329
Transfer to retained surplus	0	0	0
Interest	76,574	66,954	57,936
Closing Balance	2,709,862	2,683,542	2,482,057

(c) Future Development Reserve

Opening balance	16,089,599	16,138,460	6,238,460
Transfer from retained surplus	3,595,000	3,595,000	9,695,000
Transfer to retained surplus	0	0	0
Interest	496,381	594,382	156,139
Closing Balance	20,180,980	20,327,842	16,089,599

(d) Environmental Monitoring Reserve

Opening balance	975,126	977,377	885,502
Transfer from retained surplus	93,317	77,183	67,461
Transfer to retained surplus	0	0	0
Interest	30,084	26,650	22,163
Closing Balance	1,098,527	1,081,210	975,126

(e) Environmental Insurance Reserve

Opening balance	11,844	11,906	13,506
Transfer from retained surplus	45,000	45,000	40,000
Transfer to retained surplus	(19,700)	(44,100)	(42,000)
Interest	366	323	338
Closing Balance	37,510	13,129	11,844

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
For the year ended 30 June 2019

17. RESERVES (Continued)

	ACTUAL 2018/2019 \$	BUDGET 2018/2019 \$	ACTUAL 2017/2018 \$
(f) Risk Management Reserve			
Opening balance	14,738	14,778	14,377
Transfer from retained surplus	0	0	0
Transfer to retained surplus	0	0	0
Interest	454	388	361
Closing Balance	15,192	15,166	14,738
(g) Class IV Reserve			
Opening balance	589,575	593,464	563,778
Transfer from retained surplus	45,107	68,245	11,686
Transfer to retained surplus	(50,000)	(500,000)	0
Interest	18,189	9,583	14,111
Closing Balance	602,871	171,292	589,575
(h) Regional Development Reserve			
Opening balance	328,109	329,222	195,233
Transfer from retained surplus	250,000	660,000	580,000
Transfer to retained surplus	(275,645)	(598,252)	(452,010)
Interest	10,123	9,372	4,886
Closing Balance	312,587	400,342	328,109
(i) Secondary Waste Reserve			
Opening balance	56,190,599	56,498,092	48,550,081
Transfer from retained surplus	4,872,031	5,189,295	6,425,381
Transfer to retained surplus	(4,802,132)	(8,497,623)	0
Interest	1,733,538	1,429,157	1,215,137
Closing Balance	57,994,036	54,618,921	56,190,599
(j) Class III Reserve			
Opening balance	5,929,276	5,963,540	4,344,485
Transfer from retained surplus	1,576,941	2,873,756	1,676,259
Transfer to retained surplus	(1,657,605)	(2,261,222)	(200,204)
Interest	182,924	161,367	108,736
Closing Balance	6,031,536	6,737,441	5,929,276

17. RESERVES (Continued)

	ACTUAL 2018/2019 \$	BUDGET 2018/2019 \$	ACTUAL 2017/2018 \$
(k) Building Refurbishment Reserve			
Opening balance	74,410	74,594	72,593
Transfer from retained surplus	0	0	0
Transfer to retained surplus	0	0	0
Interest	2,296	1,961	1,817
Closing Balance	76,706	76,555	74,410
(l) Long Service Leave Reserve			
Opening balance	910,197	916,500	866,914
Transfer from retained surplus	22,344	22,344	21,586
Transfer to retained surplus	0	0	0
Interest	28,081	24,285	21,697
Closing Balance	960,622	963,129	910,197
TOTAL RESERVES			
Opening balance	86,979,194	87,322,129	65,431,736
Transfer from retained surplus	12,457,769	16,540,220	20,761,392
Transfer to retained surplus	(10,162,069)	(18,762,273)	(851,595)
Interest	2,683,398	2,371,599	1,637,661
CLOSING BALANCE	91,958,292	87,471,675	86,979,194

All of the reserve accounts are supported by money and investments held in financial institutions and match the amount shown as restricted cash in Note 10 to this financial report.

17. RESERVES (Continued)

The purpose for which the Reserve funds are set aside are as follows and will be utilised in accordance with annual budgeted expenditure: -

Plant and Equipment Reserve (Ongoing Reserve)

This reserve was established to finance the replacement of major items of plant and equipment.

Site Rehabilitation Reserve - Post Closure (Ongoing Reserve)

This reserve was established to finance the rehabilitation of the Red Hill waste disposal site at time of decommissioning.

Future Development Reserve (Ongoing Reserve)

This reserve was established to finance future developments being undertaken by the EMRC. The reserve is also utilised to provide funds for projects that the EMRC is investigating and undertaking for the purpose of the long term future direction in the area of waste management for the benefit of the region

Class IV Reserve (Ongoing Reserve)

This reserve was established to finance the capping of the existing Class IV cells and the construction of future Class IV cells and associated works at the Red Hill waste disposal site.

Class III Reserve (Ongoing Reserve)

This reserve was established to finance the capping of the existing Class III cells and the construction of future Class III cells and associated works at the Red Hill waste disposal site.

Environmental Monitoring Reserve (Ongoing Reserve)

This reserve was established to provide funds for environmental monitoring after decommissioning of the Red Hill Waste disposal site.

Environmental Insurance Reserve (Ongoing Reserve)

This reserve was established to provide funds to enable the EMRC to immediately respond to the need for repairs to, or rectification of damage to the environment surrounding the Red Hill waste disposal site as a result of any incident not covered by the EMRC's existing insurance policies.

Risk Management Reserve (Ongoing Reserve)

This reserve was established to receive surpluses from the Risk Management Service and to fund future requirements of the service in subsequent financial years.

Secondary Waste Reserve (Anticipated date of Use - 2018/2019 to 2019/2020 financial years)

This reserve was established to accumulate and to make provision for Secondary Waste Treatment Technology in the future.

Regional Development Reserve (Ongoing Reserve)

This reserve was established to accumulate and provide funds to enable the EMRC to fund Regional Development activities.

Building Refurbishment Reserve (Ongoing Reserve)

This reserve was established to accumulate and provide funds for the refurbishment of the Ascot Place administration building.

Long Service Leave Reserve (Ongoing Reserve)

This reserve was established to accumulate and provide funds to enable the EMRC to fund staff long service leave.

18. NOTES TO THE STATEMENT OF CASH FLOWS

(i) Reconciliation of Cash

For the purpose of the Statement of Cash Flows, the EMRC considers cash and cash equivalents to include cash on hand, cash at bank and term deposits. Cash at the end of the reporting period as shown in the Statement of Cash Flow is as follows:

	ACTUAL 2018/2019 \$	BUDGET 2018/2019 \$	ACTUAL 2017/2018 \$
Cash and Cash Equivalents - Unrestricted	4,885,437	4,081,732	5,046,861
Cash and Cash Equivalents - Restricted	31,113,327	32,641,439	37,133,340
Total Cash and Cash Equivalents	35,998,764	36,723,171	42,180,201

(ii) Reconciliation of net cash provided by operating activities to Net Result

Net Result	8,245,723	7,084,278	11,243,892
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Non-Cash Flows in Net Result

Depreciation	4,532,377	5,066,853	3,803,656
Doubtful debts	1,006,057	0	0
(Profit)/Loss on sale of assets	10,131	(70,297)	11,500
Small Assets write off	0	0	24,977

Changes in Assets and Liabilities

Increase/(Decrease) in provisions - Other	848,469	202,373	493,492
Increase/(Decrease) in provisions - Employee	74,821	29,344	74,875
Increase/(Decrease) in Sundry Creditors	1,999,789	0	(177,276)
Increase/(Decrease) in GST	(67,894)	0	(63,960)
Increase/(Decrease) in Other Revenue (Carbon Tax)	0	0	(4,235,645)
(Increase)/Decrease in accrued interest earnings	341,675	0	(185,701)
(Increase)/Decrease in Receivables	(1,291,624)	0	152,311
(Increase)/Decrease in Inventory	(24,894)	0	(1,011)
(Increase)/Decrease in Prepayments	(21,178)	0	93,821

Net cash from operating activities	15,653,452	12,312,551	11,234,931
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(iii) Undrawn Borrowing Facilities

Credit Standby Arrangements

There were no bank overdraft facilities in place for the EMRC at balance date.

Credit Card Limits	43,000	43,000
Credit Utilised at Balance Date	(15,018)	(11,269)
Total amount of credit unutilised	27,982	31,731

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

For the year ended 30 June 2019

19. EMPLOYEE ENTITLEMENTS

The aggregate employee entitlements liability recognised and included in the financial report is as follows:

Provision for Employee Entitlements (Refer to Note 16)	ACTUAL 2018/2019 \$	ACTUAL 2017/2018 \$
- Current	1,629,324	1,541,191
- Non-current	102,770	116,082
Total Employee Entitlements	1,732,094	1,657,273
	ACTUAL FTE's 2018/2019	ACTUAL FTE's 2017/2018
Total number of (FTE) employees at end of financial year	78	80

20. COUNCILLORS FEES AND ALLOWANCES

	ACTUAL 2018/2019 \$	BUDGET 2018/2019 \$	ACTUAL 2017/2018 \$
Councillors' meeting fees	115,005	116,730	115,005
Chairman's meeting fees	15,682	15,917	15,682
Deputy Councillors' meeting fees	3,068	12,580	1,888
Chairman's Local Government fee	19,864	20,162	19,864
Deputy Chairman's Local Government fee	4,966	5,040	4,966
	158,585	170,429	157,405

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

21. ASSETS CLASSIFIED BY TYPE AND LOCAL GOVERNMENT PROGRAM

	ACTUAL 2018/2019 \$	ACTUAL 2017/2018 \$	ACTUAL 2016/2017 \$
CURRENT ASSETS			
General Purpose Funding	17,506,578	17,028,635	30,347,825
Governance	1,241,881	1,273,344	1,123,650
Community Amenities	88,655,323	82,268,076	62,910,604
Economic Services	312,586	328,109	195,232
TOTAL CURRENT ASSETS	107,716,368	100,898,164	94,577,311
NON-CURRENT ASSETS			
Land			
Governance	5,450,000	5,450,000	5,450,000
Community Amenities	45,120,000	45,120,000	45,120,000
Buildings			
Governance	3,866,664	3,933,332	4,000,000
Community Amenities	3,415,383	3,450,465	3,475,739
Structures			
Governance	9,471	9,513	29,705
Community Amenities	17,261,177	14,935,770	16,579,400
Plant			
Governance	138,662	95,989	299,913
Community Amenities	10,340,446	9,724,639	11,540,928
Equipment			
Governance	164,326	184,749	275,512
Community Amenities	145,878	174,505	241,124
Furniture and Fittings			
Governance	143,202	141,594	84,086
Work In Progress			
Unclassified	13,411,330	11,953,603	7,405,074
TOTAL NON CURRENT ASSETS	99,466,539	95,174,159	94,501,481
TOTAL ASSETS	207,182,907	196,072,323	189,078,792

22. DISPOSAL OF ASSETS

	ACTUAL 2018/2019			BUDGET 2018/2019			ACTUAL 2017/2018		
	Net Book Value \$	Sale Price \$	Gain (Loss) \$	Net Book Value \$	Sale Price \$	Gain (Loss) \$	Net Book Value \$	Sale Price \$	Gain (Loss) \$
Plant	116,373	131,091	14,718	204,121	274,418	70,297	334,523	327,046	(7,477)
Structures	24,849	0	(24,849)	0	0	0	1,247	0	(1,247)
Equipment	0	0	0	0	0	0	2,776	0	(2,776)
Total Assets Disposed	141,222	131,091	(10,131)	204,121	274,418	70,297	338,546	327,046	(11,500)

23. INFORMATION ON BORROWINGS

(a) Borrowings

The EMRC does not have any loans or borrowings.

(b) New Borrowings

There were no new borrowings during the 2018/2019 financial year.

(c) Unspent Loans

There were no unspent loans during the 2018/2019 financial year.

24. INTEREST IN THE EMRC

The following table shows the total interest in the EMRC as at year end:

Member Council	2018/2019		Restated 2017/2018	
	%	\$	%	\$
Town of Bassendean	4.29	8,386,081	4.27	8,003,458
City of Bayswater	18.60	36,355,492	18.86	35,310,585
City of Belmont	11.31	22,117,430	11.35	21,261,371
City of Kalamunda	16.06	31,407,709	16.30	30,517,040
Shire of Mundaring	10.67	20,854,109	10.69	20,012,757
City of Swan	39.07	76,392,781	38.53	72,162,668
Total Equity	100.00	195,513,602	100.00	187,267,879

The EMRC participating Member Councils' interest distributions have been calculated in accordance with clause 9.4 of the Eastern Metropolitan Regional Council Establishment Agreement.

25. FINANCIAL RISK MANAGEMENT

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

Council engages in transactions expressed in foreign currencies with respect to equipment purchases or for legal representation on a minor scale only and therefore not subject to foreign currency risk.

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

The Council held the following financial instruments at balance date:

	Carrying Value		Fair Value	
	2018/2019 \$	2017/2018 \$	2018/2019 \$	2017/2018 \$
Financial Assets				
Cash and cash equivalents	35,998,764	42,180,201	35,998,764	42,180,201
Financial assets at amortised costs:				
- Term deposits	68,000,000	55,000,000	68,000,000	55,000,000
- Receivables *	3,615,471	3,666,740	3,615,471	3,666,740
	107,614,235	100,846,941	107,614,235	100,846,941
Financial Liabilities				
Financial liabilities at amortised cost:				
- Payables *	5,546,564	3,541,936	5,546,564	3,541,936
	5,546,564	3,541,936	5,546,564	3,541,936

Fair value is determined as follows:

Cash and Cash Equivalents, Receivables, Payables - estimated to the carrying value which approximates net market value.

Financial Assets at Fair Value through profit and loss - based on market valuations and verified by independent financial advisors.

* The amount of receivables/payables excludes the GST recoverable from/payable to the ATO (statutory receivable/payable)

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
For the year ended 30 June 2019

25. FINANCIAL RISK MANAGEMENT (Continued)

(a) Cash and Cash Equivalents

Council'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. Council has an investment policy and the policy is subject to review by Council.

The major risk associated with investments is price risk - the risk that the capital value of investments may fluctuate due to changes in market prices, whether these changes are caused by factors specific to individual financial instruments of their issuers or factors affecting similar instruments traded in a market.

Cash and investments are also subject to interest rate risk - the risk that movements in interest rates could affect returns.

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

Council seeks advice from an independent adviser before placing any cash and investments.

	2018/2019 \$	2017/2018 \$
Impact of a 10% movement in price of investments:		
- Equity	0	0
- Statement of Comprehensive Income	0	0
Impact of a 1% movement in interest rates on cash and investments:		
- Equity	14,953	16,768
- Statement of Comprehensive Income	14,953	16,768

(b) Receivables

Council's major receivables comprise user charges and fees. The major risk associated with these receivables is credit risk - the risk that the debts may not be repaid. Council manages this risk by monitoring outstanding debt and employing debt recovery policies.

Council makes suitable provision for impairment of receivables as required and carries out credit checks on all debtors.

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

25. FINANCIAL RISK MANAGEMENT (Continued)

(c) Ageing Analysis of Receivables

	Carrying Amount	Not Past due and not Impaired	Past due but not Impaired					Impaired Receivables
			Up to 1 month	1 - 3 Months	3 Months to 1 Year	1 - 5 Years	More than 5 Years	
	\$	\$	\$	\$	\$	\$	\$	\$
<u>2018/2019</u>								
Receivables *	2,609,506	2,250,872	306,808	19,436	0	0	0	32,391
Loan receivable	1,005,965	0	0	0	0	0	0	1,005,965
	3,615,471	2,250,872	306,808	19,436	0	0	0	1,038,356
<u>2017/2018</u>								
Receivables *	3,251,856	3,118,823	79,667	4,944	0	0	0	48,422
Loan receivable	414,884	414,884	0	0	0	0	0	0
	3,666,740	3,533,707	79,667	4,944	0	0	0	48,422

* The amount of receivables excludes the GST recoverable from the ATO (statutory receivable)

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
For the year ended 30 June 2019

25. FINANCIAL RISK MANAGEMENT (Continued)

(d) Payables

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. Council manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer.

The contractual undiscounted cash flows of Council's Payables and Borrowings are set out in the Liquidity Table below:

	Due within 1 year \$	Due between 1 & 5 years \$	Due after 5 years \$	Total contractual cash flows \$	Carrying values \$
<u>2018/2019</u>					
Payables *	5,546,564	0	0	5,546,564	5,546,564
	<u>5,546,564</u>	<u>0</u>	<u>0</u>	<u>5,546,564</u>	<u>5,546,564</u>
<u>2017/2018</u>					
Payables *	3,541,936	0	0	3,541,936	3,541,936
	<u>3,541,936</u>	<u>0</u>	<u>0</u>	<u>3,541,936</u>	<u>3,541,936</u>

* The amount of payables excludes the GST payable to the ATO (statutory payable)

(e) Borrowings

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

Council does not have any borrowings or loans.

25. FINANCIAL RISK MANAGEMENT (Continued)

(f) Liquidity Risk and Interest Rate Exposure

The following table details the EMRC's interest rate exposure and the contractual maturity analysis of financial assets and financial liabilities. The interest rate exposure section analyses the carrying amounts of each item.

Interest Rate Exposure and Maturity Analysis of Financial Assets and Financial Liabilities

	Interest Rate Exposure					Maturity Dates				
	Weighted Average Effective Interest Rate	Carrying Amount	Fixed Interest Rate	Variable Interest Rate	Non- Interest Bearing	Nominal Amount	Up to 1 month	1 - 3 Months	3 Months to 1 Year	More than 1 Year
	%	\$	\$	\$	\$	\$	\$	\$	\$	\$
2018/2019										
Financial Assets										
Cash and cash equivalents	2.05%	4,885,437	3,484,428	1,397,559	3,450	4,885,437	2,562,472	2,322,965	0	0
Restricted cash and cash equivalents	2.70%	31,113,327	31,015,552	97,775	0	31,113,327	10,436,292	20,677,035	0	0
Financial Assets at amortised cost										
Term Deposits - Unrestricted	2.70%	6,867,898	6,867,898	0	0	6,867,898	0	0	6,867,898	0
Term Deposits - Restricted	2.70%	61,132,102	61,132,102	0	0	61,132,102	0	0	61,132,102	0
Receivables *	-	2,609,506	0	0	2,609,506	2,609,506	2,609,506	0	0	0
Loan receivable	8.00%	1,005,965	1,005,965	0	0	1,005,965	0	0	1,005,965	0
		107,614,235	103,505,945	1,495,334	2,612,956	107,614,235	15,608,270	23,000,000	69,005,965	0
Financial Liabilities										
Payables *	-	5,546,564	0	0	5,546,564	5,546,564	5,546,564	0	0	0
		5,546,564	0	0	5,546,564	5,546,564	5,546,564	0	0	0
2017/2018										
Financial Assets										
Cash and cash equivalents	1.99%	5,046,861	3,497,337	1,546,074	3,450	5,046,861	2,413,064	2,633,797	0	0
Restricted cash and cash equivalents	2.64%	37,133,340	37,002,663	130,677	0	37,133,340	9,267,137	27,866,203	0	0
Financial Assets at amortised cost										
Term Deposits - Unrestricted	2.64%	4,749,471	4,749,471	0	0	4,749,471	0	0	4,749,471	0
Term Deposits - Restricted	2,64%	50,250,529	50,250,529	0	0	50,250,529	0	0	50,250,529	0
Receivables *	-	3,251,856	0	0	3,251,856	3,251,856	3,251,856	0	0	0
Loan receivable	8.00%	414,884	414,884	0	0	414,884	0	0	414,884	0
		100,846,941	95,914,884	1,676,751	3,255,306	100,846,941	14,932,057	30,500,000	55,414,884	0
Financial Liabilities										
Payables *	-	3,541,936	0	0	3,541,936	3,541,936	3,541,936	0	0	0
		3,541,936	0	0	3,541,936	3,541,936	3,541,936	0	0	0

* The amount of receivables/payables excludes the GST recoverable/payable from/to the ATO (statutory receivable/payable)

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

For the year ended 30 June 2019

26. COMMITMENTS FOR CAPITAL EXPENDITURE	ACTUAL 2018/2019 \$	ACTUAL 2017/2018 \$
Commitments for the acquisition of assets contracted for at the reporting date but not recognised as liabilities:		
- Payable not longer than one year	4,158,188	2,381,392
Total Capital Commitments	4,158,188	2,381,392

27. CONTINGENT LIABILITIES

Contingent liabilities at balance date, not otherwise provided for in the financial statements, relate to an action by Lehman Brothers in the United States Bankruptcy Court.

On 9 May 2007 EMRC invested \$450,000 into Federation notes.

On 30 Oct 2008, in common with hundreds of other investors in the Federation notes, this investment of \$450,000 was fully repaid to the EMRC.

Subsequently Lehman Brothers Special Financing Inc. commenced an action in the United States Bankruptcy Court, Southern District of New York, No. 10 - 803547 applying for an order for all investors to repay the amounts paid.

It is the opinion of the attorney representing the EMRC in this action that the claim will not be decided until post 2021.

28. EVENTS AFTER THE REPORTING PERIOD

There have been no significant events after the reporting period required to be included in the 2018/2019 Annual Financial Report.

29. FINANCIAL RATIOS	ACTUAL 2018/2019	Restated	
		ACTUAL 2017/2018	ACTUAL 2016/2017
<i>Liquidity Ratio</i>			
Current Ratio ⁽¹⁾	2.40	3.07	6.19
Current Assets less Restricted Current Assets			
Current Liabilities less Liabilities Associated with Restricted Assets			
<i>Debt Ratio</i>			
Debt Service Cover Ratio ⁽²⁾	Not Applicable	Not Applicable	Not Applicable
Operating Surplus before Interest and Depreciation Expenses			
Principal and Interest Repayments			
<i>Coverage Ratio</i>			
Own Source Revenue Coverage Ratio ⁽³⁾	1.20	1.34	1.21
Own Source Operating Revenue			
Operating Expense			
<i>Financial Performance Ratio</i>			
Operating Surplus Ratio ⁽⁴⁾	0.20	0.30	0.24
Operating Revenue less Operating Expense			
Own Source Operating Revenue			
<i>Asset Management Ratio</i>			
Asset Sustainability Ratio ⁽⁵⁾	1.02	0.10	0.68
Capital Renewal and Replacement Expenditure			
Depreciation Expense			
Asset Consumption Ratio ⁽⁶⁾	0.81	0.85	0.80
Depreciated Replacement Cost of Depreciable Assets			
Current Replacement Cost of Depreciable Assets			
Asset Renewal Funding Ratio ⁽⁷⁾	1.00	1.00	1.00
NPV of planned Capital renewals over 10 years			
NPV of required Capital expenditure over 10 years			

Notes

⁽¹⁾ This is a modified commercial ratio designed to focus on the liquidity position of the Council that has arisen from past year's transactions.

⁽²⁾ This ratio is the measurement of Council's ability to repay its debt including lease payments.

⁽³⁾ This ratio is the measurement of Council's ability to cover its costs through its own revenue efforts.

⁽⁴⁾ This ratio is a measure of Council's ability to cover its operational costs and have revenues available for capital funding or other purposes.

⁽⁵⁾ This ratio indicates whether Council is replacing or renewing existing non-financial assets at the same rate that its overall asset stock is wearing out.

⁽⁶⁾ This ratio measures the extent to which depreciable assets have been consumed by comparing their written down value to their replacement cost.

⁽⁷⁾ This ratio is a measure of the ability of Council to fund its projected asset renewal / replacements in the future.

30. FAIR VALUE MEASUREMENT

The EMRC measures the following assets at fair value on a recurring basis after initial recognition:

- Financial Assets at fair value through profit or loss
- Land and buildings
- Plant
- Equipment
- Furniture and Fittings
- Artworks
- Infrastructure

The following table provides the fair values of the EMRC's assets measured and recognised on a recurring basis after initial recognition and their categorisation within the fair value hierarchy [refer to Note 1(d)]:

Recurring Fair Value Measurements

	Note	30 June 2019			
		Level 1	Level 2	Level 3	Total
		\$	\$	\$	\$
Financial Assets	10	0	0	0	0
Total financial assets recognised at fair value on a recurring basis		0	0	0	0
Non-Financial Assets					
Land	12	0	50,570,000	0	50,570,000
Buildings	12	0	3,866,664	3,415,383	7,282,047
Plant	12	0	5,074,119	5,404,989	10,479,108
Equipment	12	0	310,204	0	310,204
Furniture and Fittings	12	0	59,402	0	59,402
Artworks	12	0	83,800	0	83,800
Infrastructure	13	0	0	17,270,648	17,270,648
Total non-financial assets recognised at fair value on a recurring basis		0	59,964,189	26,091,020	86,055,209

30. FAIR VALUE MEASUREMENT (Continued)

	Note	30 June 2018 Restated			
		Level 1	Level 2	Level 3	Total
		\$	\$	\$	\$
Financial Assets	10	0	0	0	0
Total financial assets recognised at fair value on a recurring basis		0	0	0	0
Non-Financial Assets					
Land	12	0	50,570,000	0	50,570,000
Buildings	12	0	3,923,675	3,460,122	7,383,797
Plant	12	0	4,182,184	5,638,444	9,820,628
Equipment	12	0	359,254	0	359,254
Furniture and Fittings	12	0	57,794	0	57,794
Artworks	12	0	83,800	0	83,800
Infrastructure	13	0	0	14,945,283	14,945,283
Total non-financial assets recognised at fair value on a recurring basis		0	59,176,707	24,043,849	83,220,556

(a) Transfers Policy

The policy of the EMRC is to recognise transfers into and transfers out of the fair value hierarchy levels as at the end of the reporting period.

There were no transfers between level 2 and 3 during the current and previous year.

(b) Highest and Best Use

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

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

For the year ended 30 June 2019

30. FAIR VALUE MEASUREMENT (Continued)

(c) Valuation techniques and Inputs used to derive fair values

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

Asset	Level of Valuation Input	Fair Value at 30 June 2019 \$	Valuation Technique(s)	Inputs Used
Non-Financial Assets				
Land	2	32,880,000	Market approach	Price per square metre.
	2	17,690,000	Cost Approach	Price per square metre.
Buildings	3	3,415,383	Cost Approach	Estimates of residual value, useful life, pattern of consumption and asset condition and relationship to the assessed level of remaining service potential of the depreciable amount.
	2	3,866,664	Market and income approach	Rental yields and price per square metre.
Plant	2	5,074,119	Market approach	Make, size, year of manufacture and condition.
	3	5,404,989	Cost approach	Estimates of residual value, useful life, pattern of consumption and asset condition and relationship to the assessed level of remaining service potential of the depreciable amount.
Equipment	2	310,204	Market approach	Make, size, year of manufacture and condition.
Furniture and Fittings	2	59,402	Market approach	Make, size, year of manufacture and condition.
Artworks	2	83,800	Market approach	Estimated value expected to be realised.
Infrastructure	3	17,270,648	Cost approach	Estimates of residual value, useful life, pattern of consumption and asset condition and relationship to the assessed level of remaining service potential of the depreciable amount.
TOTAL		86,055,209		

30. FAIR VALUE MEASUREMENT (Continued)

(c) Valuation techniques and Inputs used to derive fair values (Continued)

Recurring fair value measurements

Land

Where there is directly comparable market evidence Level 2 valuation inputs were used to value land held in freehold title (investment and non-investment) as well as land used for special purposes which is restricted in use under current zoning rules. Sales prices of comparable land sites in close proximity are adjusted for differences in key attributes such as property size. The most significant inputs into this valuation approach are price per square metre.

Level 2 valuation inputs were used to value land held in freehold title (investment and noninvestment) as well as land used for special purposes which is restricted in use under current zoning rules. Sales prices of comparable land sites in close proximity are adjusted for differences in key attributes such as property size. The most significant inputs into this valuation approach are price per square metre.

The land purchased in December 2012, Lot 8, 9 & 10 land parcels at Red Hill Waste Management Facility, was a strategically planned and prolonged acquisition over a period of several years. It was a closed negotiation and was not open to market participants. Market research and analysis was undertaken by the Valuers who have acknowledged that the cost of this land area equates to a land rate per hectare greater than analysis of nearby market evidence. The difference is a premium rate which Council paid to obtain the asset. AASB13 requires Fair Value of this land to be calibrated to the transactional cost. The Valuers have therefore adopted the Fair Value of this land at the purchase price as it provides calibration with actual price required for purchasing a land fill site.

Buildings

Level 2 valuation inputs

These were used to determine the fair value of a range of properties. This included the bulk of residential and commercial properties. The residential properties fair value has been derived from sales prices of comparable properties after adjusting for differences in key attributes such as property size. The most significant inputs into this valuation approach are price per square metre.

Commercial buildings have been generally derived using a combination of sales direct comparison approach and capitalisation of income approach. Fair value has been derived from sales prices of comparable properties after adjusting for differences in key attributes such as property size. The most significant inputs into this valuation approach are rental yields and price per square metre.

Level 3 valuation inputs

The level of evidence used to support the critical assumptions of some commercial buildings was considered to be highly variable due to high levels of variability in the market for rental yields and future demand. As such the level of valuation input for these properties was considered level 3

30. FAIR VALUE MEASUREMENT (Continued)

(c) Valuation techniques and Inputs used to derive fair values (Continued)

Recurring fair value measurements

Artworks

Valuation inputs and techniques used to determine the fair value for all Art work Assets have been based on Level 2 inputs - Market Based.

It has been determined that there is an active market for the Art Work Assets and hence the 'market approach' has been adopted.

Level 2 valuation inputs

Market (Direct Comparison) - This has been applied and fair value assessed on the basis of the estimated amount which the interest in each item of Art Work valued might reasonably be expected to realise on the date of valuation in an exchange between market participants given highest and best use or highest and best alternative use. This was determined by comparison to recent sales of Art work with similar characteristics. This was then adjusted to reflect conditions and comparability. As this was based on observable evidence they have been classified as Level 2.

Infrastructure

Road, Equipment and Civil Assets

All road, equipment and civil assets were valued using the cost approach.

The approach estimated the replacement cost for each asset by componentising the assets into significant parts with different useful lives and taking into account a range of factors. While the unit rates based on square metres or similar capacity could be supported from market evidence (level 2) other inputs (such as estimates of residual value, useful life, pattern of consumption and asset condition) required extensive professional judgement and impacted significantly on the final determination of fair value. As such these assets were classified as having been valued using level 3 valuation inputs.

The consumption rating scales were based initially on the past experience of the valuation firm and industry guides and were then updated to take into account the experience and understanding of Eastern Metropolitan Regional Council's own engineers, asset management and finance staff. The results of the valuation were further evaluated by confirmation against Eastern Metropolitan Regional Council's own understanding of the assets and the level of remaining service potential.

Plant

Plant assets have generally been derived from comparable sales and relevant industry market price reference guides and have been classified as being valued at level 2. The most significant inputs into this valuation approach are the make, size, year of manufacture and condition.

Some items of plant and contents however are unique in design or there was insufficient observable market evidence to support the valuation. As a result these assets have been valued using the cost approach. The approach estimated the replacement cost for each asset by componentising the assets into significant parts with different useful lives and determining the Fair Value for each component based on the Remaining Useful Life (RUL) in proportion to the Useful Life after adjusting for any Residual Value.

Equipment, Furniture and Fittings

The Council acquires its furniture and equipment at arm's length from approved suppliers. These acquisitions are recorded at cost and any accumulated depreciation reflects the usage of service potential. It is considered that the recorded written down values approximate the fair value of furniture and fittings.

30. FAIR VALUE MEASUREMENT (Continued)

(d) Valuation processes

The EMRC engages external, independent and qualified valuers to determine the fair value of the Council's land, buildings, plant, equipment, infrastructure, artworks and furniture and fittings on a regular basis in line with Regulation 17A(4) of the *Local Government (Financial Management) Regulations 1996*.

There were no revaluations undertaken for any class of assets during the 2018/2019 financial year.

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

For the year ended 30 June 2019

31. RELATED PARTY TRANSACTIONS

Key Management Personal (KMP) Compensation Disclosure

The total remuneration for KMP of the Council during the year are as follows:

	2018/2019	2017/2018
	\$	\$
Short-term employee benefits	701,934	607,911
Post-employment benefits	88,569	96,146
Other long term benefits	48,635	71,741
Termination benefits	0	0
	<u>839,138</u>	<u>775,798</u>

Short-term employee benefits

These amounts include all salary, fringe benefits and cash bonuses awarded to KMP except for details in respect of fees and benefits paid to elected members which may be found at Note 20.

Post-employment benefits

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

Other long-term benefits

These amounts represent annual leave and long service benefits accruing during the year.

Termination benefits

These amounts represent termination benefits paid to KMP (Note: may or may not be applicable in any given year).

Related Parties

The Council'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 member, are considered key management personnel.

ii Entities subject to significant influence by the Council

Any entity that has the power to participate in the financial and operating policy decisions 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, statute or agreement.

31. RELATED PARTY TRANSACTIONS (Continued)

Related Parties (Continued)

Transactions with related parties

Transactions with 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:

	2018/2019	2017/2018
	\$	\$
Member Councils:		
Sale of goods and services	27,782,087	25,372,410
Purchase of goods and services	0	0
Amounts outstanding from related parties:		
Trade and other receivables	1,945,340	1,419,667

32. PRIOR PERIOD ADJUSTMENTS

Change in Accounting Policy

Paragraph 17A(5) was inserted into the *Local Government (Financial Management) Regulations 1996* and was gazetted on 26 June 2018. It became effective from the day after the gazettal date.

The regulation stated an asset is to be excluded from the assets of a local government if the fair value of the asset at the date of acquisition by the local government is under \$5,000.

The adoption of the regulation constitutes a change in accounting policy.

The Council previously included assets with a fair value of under \$5,000 at the time of acquisition within the assets of the Council.

During the year assets with a fair value at the date of acquisition of under \$5,000 and purchased prior to 30 June 2018 have been excluded from the assets of the Council along with those assets acquired during the year ended 30 June 2019 with a fair value of under \$5,000 which were previously capitalised.

The Council has retrospectively adjusted prior year balances by restating each of the financial statement line items for the periods as outlined in the table below.

Correction of Error

In 2015 an independent review was undertaken of the post closure costs to landfill cells/sites to assess the adequacy of the provision. This was subject to a report submitted to Council on 18 June 2015, where it was reported that the current funds in the post closure provisions were below the costs identified in the independent review. It was also reported that further reviews to assess the sufficiency of the post closure costs would be undertaken on a periodic basis of approximately every five (5) years or sooner subject to material changes in operational circumstances.

The process of calculating the provisions was amended in order to accumulate funds and provide for the value calculated that would be required at the end of the life of the site, utilising an escalation future value, amortised over the useful life (based on the number of available free tonnage airspace remaining against the tonnage utilised each year).

The provisions relating to Landfill Sites are accounted for under the following accounting standards:

- AASB 116 - Property, Plant and Equipment;
- AASB 136 - Impairment of Assets: and
- AASB 137 - Provisions, Contingent Liabilities and Contingent Assets.

A recalculation of the Site Rehabilitation and the Environmental Monitoring post closure provisions has subsequently been undertaken in order to comply with the appropriate accounting standards and to determine the net present value of the future cash outflows of costs, determined on a discounted basis as at 30 June 2015.

The provisions were corrected and a corresponding post closure asset was created to be amortised over the remaining life of the site.

Increments in the provisions are calculated annually based on the change in the net present value.

The error has been corrected by restating each of the financial statement line items for the periods as outlined in the table below.

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
For the year ended 30 June 2019

32. PRIOR PERIOD ADJUSTMENTS (Continued)

Statement of Financial Position (Extract)	Previously Reported 30 June 2018 \$	Change in Accounting Policy Increase/ (Decrease) \$	Correction of Error Increase/ (Decrease) \$	30 June 2018 (Restated) \$	Previously Reported 30 June 2017 \$	Change in Accounting Policy Increase/ (Decrease) \$	Correction of Error Increase/ (Decrease) \$	30 June 2017 (Restated) \$
Total Current Assets	100,898,164	0	0	100,898,164	94,577,311	0	0	94,577,311
Non-Current Assets								
Property, plant and equipment	73,642,629	(425,663)	0	73,216,966	75,590,604	(482,547)	0	75,108,057
Infrastructure	20,309,485	(178,428)	1,826,136	21,957,193	17,706,421	(178,428)	1,865,431	19,393,424
Total Non-Current Assets	93,952,114	(604,091)	1,826,136	95,174,159	93,297,025	(660,975)	1,865,431	94,501,481
Total Assets	194,850,278	(604,091)	1,826,136	196,072,323	187,874,336	(660,975)	1,865,431	189,078,792
Total Current Liabilities	5,146,182	0	0	5,146,182	5,284,917	0	0	5,284,917
Non-Current Liabilities								
Non-Current Provisions	3,573,905	0	84,357	3,658,262	7,579,647	0	(151,408)	7,428,239
Total Non-Current Liabilities	3,573,905	0	84,357	3,658,262	7,579,647	0	(151,408)	7,428,239
Total Liabilities	8,720,087	0	84,357	8,804,444	12,864,564	0	(151,408)	12,713,156
NET ASSETS	186,130,191	(604,091)	1,741,779	187,267,879	175,009,772	(660,975)	2,016,839	176,365,636
Equity								
Retained Surplus	57,548,968	(302,794)	1,741,779	58,987,953	67,395,109	(385,189)	2,016,839	69,026,759
Reserves	86,979,194	0	0	86,979,194	65,431,736	0	0	65,431,736
Revaluation Surplus	41,602,029	(301,297)	0	41,300,732	42,182,927	(275,786)	0	41,907,141
TOTAL EQUITY	186,130,191	(604,091)	1,741,779	187,267,879	175,009,772	(660,975)	2,016,839	176,365,636

32. PRIOR PERIOD ADJUSTMENTS (Continued)

Statement of Comprehensive Income (Extract)	30 June 2018 \$	Change in Accounting Policy Increase/ (Decrease) \$	Correction of Error Increase/ (Decrease) \$	30 June 2018 (Restated) \$
Total Revenue	39,351,664	0	0	39,351,664
Expenses				
Employee Costs	7,804,689	0	0	7,804,689
Materials and Contracts	4,705,008	0	0	4,705,008
Utility Expenses	357,516	0	0	357,516
Insurance Expenses	257,229	0	0	257,229
Other Expenditure	10,907,233	25,221	235,720	11,168,174
Depreciation Expenses on Non-Current Assets	3,871,933	(107,616)	39,339	3,803,656
Total Expenses	27,903,608	(82,395)	275,059	28,096,272
Sub Total Revenue less Expenses	11,448,056	82,395	(275,059)	11,255,392
Profit / (Loss) on Disposal of Assets	(11,500)	0	0	(11,500)
Net Result	11,436,556	82,395	(275,059)	11,243,892
Other Comprehensive Income				
Changes in Revaluation of Non-Current Assets	(316,138)	(25,511)	0	(341,649)
Total Other Comprehensive Income	(316,138)	(25,511)	0	(341,649)
TOTAL COMPREHENSIVE INCOME	11,120,418	56,884	(275,059)	10,902,243

33. NET CURRENT ASSET POSITION

The net current asset position balance carried forward from the previous financial year after adjustment for Restricted Assets for the purpose of the 2018/2019 budget was \$9,005,091.

The actual net current asset position balance shown in the audited financial report as at 30 June 2018 and after adjustment for Restricted Assets was \$8,498,789.

INDEPENDENT AUDITOR'S REPORT



Auditor General

INDEPENDENT AUDITOR'S REPORT

To the Councillors of the Eastern Metropolitan Regional Council

Report on the Audit of the Financial Report

Opinion

I have audited the annual financial report of the Eastern Metropolitan Regional Council which comprises the Statement of Financial Position as at 30 June 2019, the Statement of Comprehensive Income by Nature or Type, Statement of Comprehensive Income by Program, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes comprising a summary of significant accounting policies and other explanatory information, and the Statement by the Chief Executive Officer.

In my opinion the annual financial report of the Eastern Metropolitan Regional Council:

- (i) is based on proper accounts and records; and
- (ii) fairly represents, in all material respects, the results of the operations of the Council for the year ended 30 June 2019 and its financial position at the end of that period in accordance with the *Local Government Act 1995* (the Act) and, to the extent that they are not inconsistent with the Act, Australian Accounting Standards.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report. I am independent of the Council in accordance with the *Auditor General Act 2006* and the relevant 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 my audit of the annual financial report. I have also fulfilled my other ethical responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter – Basis of Accounting

I draw attention to Note 1 to the annual financial report, which describes the basis of accounting. The annual financial report has been prepared for the purpose of fulfilling the Council's annual financial reporting responsibilities under the Act. Regulation 16 of the Local Government (Financial Management) Regulations 1996 (Regulations), does not allow a local government to recognise some categories of land, including land under roads, as assets in the annual financial report. My opinion is not modified in respect of this matter.

Responsibilities of the Chief Executive Officer and Council for the Financial Report

The Chief Executive Officer (CEO) of the Council is responsible for the preparation and fair presentation of the annual financial report in accordance with the requirements of the Act, the Regulations and, to the extent that they are not inconsistent with the Act, Australian Accounting Standards. The CEO is also responsible for such internal control as the CEO determines is necessary to enable the preparation of an annual financial report that is free from material misstatement, whether due to fraud or error.

In preparing the annual financial report, the CEO is responsible for assessing the Council's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the State government has made decisions affecting the continued existence of the Council.

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

7th Floor Albert Facey House 469 Wellington Street Perth MAIL TO: Perth BC PO Box 8469 Perth WA 6849 TEL: 08 6557 7500 FAX: 08 6557 7600

Auditor's Responsibility for the Audit of the Financial Report

The objectives of my audit are to obtain reasonable assurance about whether the annual 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 my 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 the annual financial report.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the annual financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the CEO.
- Conclude on the appropriateness of the CEO's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Council's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the annual financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report, as we cannot predict future events or conditions that may have an impact.
- Evaluate the overall presentation, structure and content of the annual financial report, including the disclosures, and whether the annual financial report represents the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the Council and the CEO regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Report on Other Legal and Regulatory Requirements

In accordance with the Local Government (Audit) Regulations 1996 I report that:

- (i) All required information and explanations were obtained by me.
- (ii) All audit procedures were satisfactorily completed.
- (iii) In my opinion, the Asset Consumption Ratio and the Asset Renewal Funding Ratio included in the annual financial report were supported by verifiable information and reasonable assumptions.

Other Matter

The financial ratios for 2017 in Note 29 of the annual financial report were audited by another auditor when performing their audit of the Council for the year ending 30 June 2017. The auditor expressed an unmodified opinion on the annual financial report for that year.

Matters Relating to the Electronic Publication of the Audited Financial Report

This auditor's report relates to the annual financial report of the Eastern Metropolitan Regional Council for the year ended 30 June 2019 included on the Council's website. The Council's management is responsible for the integrity of the Council's website. This audit does not provide assurance on the integrity of the Council's website. The auditor's report refers only to the annual financial report described above. It does not provide an opinion on any other information which may have been hyperlinked to/from this annual financial report. If users of the annual financial report are concerned with the inherent risks arising from publication on a website, they are advised to refer to the hard copy of the audited annual financial report to confirm the information contained in this website version of the annual financial report.



SANDRA LABUSCHAGNE
DEPUTY AUDITOR GENERAL
Delegate of the Auditor General for Western Australia
Perth, Western Australia
25 November 2019





Eastern Metropolitan Regional Council

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14.8 PURCHASE OF EXCAVATORS, RED HILL WASTE MANAGEMENT FACILITY

REFERENCE: D2019/17574

PURPOSE OF REPORT

The purpose of this report is to recommend acceptance of the quotations for the supply and delivery of two (2) excavators for use at the Red Hill Waste Management Facility. The recommended quotation for the 14 tonne excavator and the 38 tonne excavator was submitted by BT Equipment Pty Ltd T/A Tutt Bryant.

KEY POINTS AND RECOMMENDATION(S)

- One (1) of the EMRC's excavators (30.4 tonne, P2403) located at the Red Hill Waste Management Facility has reached its replacement point based on operating hours and operability.
- A second smaller, 14 tonne excavator is required for works on site and is included in the adopted capital budget for 2019/2020.
- Quotations were sought for a 14 tonne excavator with dozer blade and rock breaker and also a 34.5 – 38 tonne long frame heavy duty excavator using the WALGA e-quote system for replacement plant, including a maintenance service agreement.
- Twelve (12) quotations were received for 34.5 – 38 tonne excavator and thirteen (13) quotations were received for the 14 tonne excavator.

Recommendation(s)

That Council accept:

1. The quotations for the supply and delivery to the Red Hill Waste Management Facility of one (1) 14 tonne Sumitomo SH145X-6 Excavator including an extended three (3) year/6,000 hour extended warranty and one (1) 36.6 – 37.5 tonne Sumitomo SH370LHD-6 Excavator including an extended three (3) year/6,000 hour extended warranty, submitted by BT Equipment Pty Ltd t/a Tutt Bryant Equipment, for the sum of \$227,000 (ex GST) and \$355,500 (ex GST) respectively.
2. The offer to undertake a fixed price preventative maintenance agreement for the Sumitomo SH145X-6 Excavator to be located at the Red Hill Waste Management Facility for a three (3) year/6,000 hour period submitted by BT Equipment Pty Ltd t/a Tutt Bryant Equipment at a cost of \$3.55/operating hour (ex GST) subject to annual CPI adjustments.
3. The offer to undertake a fixed price preventative maintenance agreement for the Sumitomo SH370LHD-6 Excavator to be located at the Red Hill Waste Management Facility for a three (3) year/6,000 hour period submitted by BT Equipment Pty Ltd t/a Tutt Bryant Equipment at a cost of \$5.53/operating hour (ex GST) subject to annual CPI adjustments.

SOURCE OF REPORT

Director Waste Services

BACKGROUND

Under the EMRC's plant replacement programme, an Excavator (P2403) utilised at the Red Hill Waste Management Facility is due for replacement having reached 8,000 hours of service and its limit of warranty and reliability. Also the EMRC require a 14 tonne Excavator to be utilised for small works on site including:

- Rock breaking – caprock and production of rock spalls for sale;
- Material Handling – separation and loading of materials with included grab, such as timber and metals commercial loads;
- Civil repair work around site, including capping and stormwater infrastructure;
- Lifting of pumps and pipes around site; and
- Lifting of gensets on to utes or trucks for relocation.



Item 14.8 continued

This report was presented to the 21 November 2019 meeting of the Waste Advisory Committee meeting and it was resolved to defer the report until the 5 December 2019 meeting of Council. The reason for this was that there were some late changes to the Recommendation Report which had not been provided to committee in time for their consideration.

REPORT

A quotation for the replacement of an excavator and for a 14 tonne excavator was sought using the WALGA e-quote system in October 2019. There were twelve (12) responses for the 34.5 – 38 tonne machine and thirteen (13) responses for the 14 tonne machine to this Request for Quotation which has been evaluated by Waste Services staff against the selection criteria detailed in the specification.

Quotations were received from:

Tenderer	34.5 – 38 Tonne Machine
JCB Construction	JCB JS300LC
JCB Construction	JCB JS330LC
McIntosh and Son	Case CX350C
Tutt Bryant Equipment	Sumitomo SH370LHD-6
LiftRite Sales & Hire	Kobelco SK350LC-10 Tier3
CJD Equipment	Volvo EC350DL
Komatsu Australia Pty Ltd	Komatsu PC360LC-11
Hitachi Construction Equipment	Hitachi ZX360LCH-5
CJD Equipment	Volvo EC380DL
Westrac Pty Ltd	Caterpillar 336 GC
Clark Equipment	Doosan DX360 LC
Porter Equipment	Hyundai R380LC-9

Tenderer	14 Tonne Machine
Tutt Bryant Equipment	Sumitomo SH145X-6
JCB Construction	JCB JZ140
JCB Construction	JCB JS130DLC
LiftRite Sales & Hire	Kobelco SK135SR-5
Komatsu Australia Pty Ltd	Komatsu PC130-8
McIntosh and Son	Case CX145C
Porter Equipment	Hyundai R140LCD-9
Hitachi Construction Equipment	Hitachi ZX135US-5
CJD Equipment	Volvo ECR145CL
Digrite-Takeuchi	Takeuchi TB2150R
Clark Equipment	Doosan DX140 LC
Westrac Pty Ltd	Caterpillar 315 L
Digrite	Mecalac 15MC



Item 14.8 continued

Selection Criteria and Rating Scale

The submission was evaluated based on the criteria requested via the WALGA e-quote.

Qualitative criteria

The submission was scored against the qualitative criteria below.

Description of Qualitative criteria	Weighting
a) Specifications	40%
b) Quoted Price	30%
c) Extended Warranty	20%
d) Parts and consumables	5%
e) Delivery	5%

The compliance check in the evaluation process determined that all submissions were compliant.

34.5 – 38 Tonne Excavator

The evaluation process determined that the submission from BT Equipment Pty Ltd t/a Tutt Bryant Equipment for the Sumitomo SH370LHD-6 Excavator included all the items in the specification, including an extended warranty for three (3) years/6,000 hours, a service agreement quote for three (3) years/6,000 hours at \$5.53/hour totalling \$33,180 (ex GST) and which meets the EMRC's requirements.

The quotation from BT Equipment Pty Ltd t/a Tutt Bryant Equipment is recommended for acceptance as the preferred supplier.

14 Tonne Excavator

The evaluation process determined the submission from BT Equipment Pty Ltd t/a Tutt Bryant Equipment for the Sumitomo SH145X-6 Excavator included all the items in the specification, including an extended warranty for three (3) years/6,000 hours, preventative maintenance agreement quote for three (3) years/6,000 hours at \$3.55/hour totalling \$21,273 (ex GST) and which meets the EMRC's requirements.

The quotation from BT Equipment Pty Ltd t/a Tutt Bryant Equipment is recommended for acceptance as the preferred supplier.

STRATEGIC/POLICY IMPLICATIONS

Key Result Area 1 – Environmental Sustainability

- 1.1 To provide sustainable waste disposal operations

FINANCIAL IMPLICATIONS

The adopted 2019/2020 Annual Budget provides for proposed capital expenditure for plant replacement.

SUSTAINABILITY IMPLICATIONS

Nil



Item 14.8 continued

MEMBER COUNCIL IMPLICATIONS

Member Council	Implication Details
Town of Bassendean	} Nil
City of Bayswater	
City of Belmont	
City of Kalamunda	
Shire of Mundaring	
City of Swan	

ATTACHMENT(S)

Nil

VOTING REQUIREMENT

Simple Majority

RECOMMENDATION(S)

That Council accept:

1. The quotations for the supply and delivery to the Red Hill Waste Management Facility of one (1) 14 tonne Sumitomo SH145X-6 Excavator including an extended three (3) year/6,000 hour extended warranty and one (1) 36.6 – 37.5 tonne Sumitomo SH370LHD-6 Excavator including an extended three (3) year/6,000 hour extended warranty, submitted by BT Equipment Pty Ltd t/a Tutt Bryant Equipment, for the sum of \$227,000 (ex GST) and \$355,500 (ex GST) respectively.
2. The offer to undertake a fixed price preventative maintenance agreement for the Sumitomo SH145X-6 Excavator to be located at the Red Hill Waste Management Facility for a three (3) year/6,000 hour period submitted by BT Equipment Pty Ltd t/a Tutt Bryant Equipment at a cost of \$3.55/operating hour (ex GST) subject to annual CPI adjustments.
3. The offer to undertake a fixed price preventative maintenance agreement for the Sumitomo SH370LHD-6 Excavator to be located at the Red Hill Waste Management Facility for a three (3) year/6,000 hour period submitted by BT Equipment Pty Ltd t/a Tutt Bryant Equipment at a cost of \$5.53/operating hour (ex GST) subject to annual CPI adjustments.



Item 14.8 continued

COUNCIL RESOLUTION(S)

MOVED CR DAW

SECONDED CR HAMILTON

THAT COUNCIL ACCEPT:

1. THE QUOTATIONS FOR THE SUPPLY AND DELIVERY TO THE RED HILL WASTE MANAGEMENT FACILITY OF ONE (1) 14 TONNE SUMITOMO SH145X-6 EXCAVATOR INCLUDING AN EXTENDED THREE (3) YEAR/6,000 HOUR EXTENDED WARRANTY AND ONE (1) 36.6 – 37.5 TONNE SUMITOMO SH370LHD-6 EXCAVATOR INCLUDING AN EXTENDED THREE (3) YEAR/6,000 HOUR EXTENDED WARRANTY, SUBMITTED BY BT EQUIPMENT PTY LTD T/A TUTT BRYANT EQUIPMENT, FOR THE SUM OF \$227,000 (EX GST) AND \$355,500 (EX GST) RESPECTIVELY.
2. THE OFFER TO UNDERTAKE A FIXED PRICE PREVENTATIVE MAINTENANCE AGREEMENT FOR THE SUMITOMO SH145X-6 EXCAVATOR TO BE LOCATED AT THE RED HILL WASTE MANAGEMENT FACILITY FOR A THREE (3) YEAR/6,000 HOUR PERIOD SUBMITTED BY BT EQUIPMENT PTY LTD T/A TUTT BRYANT EQUIPMENT AT A COST OF \$3.55/OPERATING HOUR (EX GST) SUBJECT TO ANNUAL CPI ADJUSTMENTS.
3. THE OFFER TO UNDERTAKE A FIXED PRICE PREVENTATIVE MAINTENANCE AGREEMENT FOR THE SUMITOMO SH370LHD-6 EXCAVATOR TO BE LOCATED AT THE RED HILL WASTE MANAGEMENT FACILITY FOR A THREE (3) YEAR/6,000 HOUR PERIOD SUBMITTED BY BT EQUIPMENT PTY LTD T/A TUTT BRYANT EQUIPMENT AT A COST OF \$5.53/OPERATING HOUR (EX GST) SUBJECT TO ANNUAL CPI ADJUSTMENTS.

CARRIED UNANIMOUSLY



14.9 INTERIM ARRANGEMENT TO OPERATE BAYWASTE TRANSFER STATION

REFERENCE: D2019/17750

PURPOSE OF REPORT

The purpose of this report is to seek Council approval for the CEO to negotiate an interim arrangement with the City of Bayswater to operate the City of Bayswater's Baywaste Transfer Station.

KEY POINTS AND RECOMMENDATION(S)

- The City of Bayswater owns the transfer station at 271 Collier Road, Morley known as Baywaste.
- The current lessee of the Baywaste site, Cleanaway Pty Ltd, are on a month by month lease and are proposing to exit the site by the end of December 2019.
- Until a more permanent arrangement is agreed to per the confidential report item on Baywaste (item 19.2), authority is sought to negotiate with the City of Bayswater an arrangement for the EMRC to continue the operation of the City of Bayswater's Baywaste Transfer Station on a temporary basis.
- The proposed agreement with the City of Bayswater would be on a cost plus basis, similar to the EMRC's operation of the Shire of Mundaring Transfer Stations.

Recommendation(s)

That Council in accordance with s.5.42(1) of the *Local Government Act 1995* authorise the CEO to enter into an agreement with the City of Bayswater to operate the City of Bayswater's Baywaste Transfer Station at 271 Collier Road, Morley WA 6062 on a cost plus basis, for a period up to 30 June 2020 or an earlier period as deemed appropriate by the CEO.

SOURCE OF REPORT

Director Waste Services

BACKGROUND

The site of the Baywaste Transfer Station is situated at lot 102, 271 Collier Road, Bayswater (corner of Tonkin Highway). The site is owned in freehold title by the City of Bayswater and has a total area of 18,580m².

The site was established as a solid waste transfer station in 1981. It was initially operated by the City of Bayswater as "Baywaste" and a small scale recycling facility was later operated by the Anglican Health and Welfare Services. The site was leased to Brambles Holdings Ltd (trading as Cleanaway) on 10 June 1986 for a period of five years commencing 1 April 1985 for continued use as a solid waste transfer station. The lease was then extended for five years from 1 April 1990 to 31 March 1995.

Subsequent Deeds of Variation have extended the lease of the site and accommodated the introduction of the following services:

- Recycling collection;
- Greenwaste collections; and
- Cardboard recycling.

The Material Recycling Facility is no longer operating, however pre-sorting of the bulk waste bins for recycling is currently occurring on-site.

At the commencement of operations as a solid waste transfer station in 1981, the onsite buildings included a waste transfer station within the site, a weighbridge and office near the entrance.



Item 14.9 continued

In 1993, the City of Bayswater built a large industrial shed on the site for use as a co-mingled recycling sorting facility. Cleanaway provided the plant and equipment within the building for sorting, packaging and disposal of the recyclable materials.

This shed was extended in 1998 to allow for the increased recyclables collected due to the transfer of Maylands to the City of Bayswater following a boundary realignment with the City of Stirling.

The weighbridge which was owned by Cleanaway was removed from the site in 2018.

REPORT

The current lessee of the Baywaste site, Cleanaway Pty Ltd, are on a month by month lease and propose to exit the site by the end of December 2019.

To assist the City of Bayswater, the EMRC proposes to enter into an agreement with the City of Bayswater to operate the transfer station at Baywaste as an interim solution until the longer term use of the site is resolved, including the matters referred to in the confidential report item 11.4.

The purpose of this short term arrangement is to maintain operational continuity as a waste transfer station until City of Bayswater determines the long-term use of the site.

The proposed agreement with the City of Bayswater will be on a cost plus basis, similar to the methodology used with the EMRC's operation of the Shire of Mundaring Transfer Stations.

Authority is sought for the CEO to enter into an agreement with the City of Bayswater to operate the City of Bayswater's Baywaste Transfer Station at 271 Collier Road, Morley WA 6062 on a cost plus basis, for a period up to 30 June 2020 or an earlier period.

STRATEGIC/POLICY IMPLICATIONS

Key Result Area 1 – Environmental Sustainability

- 1.1 To provide sustainable waste disposal operations.
- 1.3 To provide resource recovery and recycling solutions in partnership with member Councils.

FINANCIAL IMPLICATIONS

As the proposed agreement with the City of Bayswater will be on a cost plus basis, there are no adverse financial impacts on the budget.

SUSTAINABILITY IMPLICATIONS

Operation of the Baywaste Transfer station by the EMRC will enable the provision of a continued service for City of Bayswater residents and local small businesses, as well as neighbouring member Councils, benefitting the Region as a whole.



Item 14.9 continued

MEMBER COUNCIL IMPLICATIONS

Member Council	Implication Details
Town of Bassendean	Access to a local transfer station for waste disposal and some recycling.
City of Bayswater	Ongoing use of the Baywaste transfer station.
City of Belmont	Access to a local transfer station for waste disposal and some recycling.
City of Kalamunda	} Nil
Shire of Mundaring	
City of Swan	Access to a local transfer station for waste disposal and some recycling.

ATTACHMENT(S)

Nil

VOTING REQUIREMENT

Absolute Majority

RECOMMENDATION(S)

That Council by absolute majority, in accordance with s.5.42(1) of the *Local Government Act 1995* authorise the CEO to enter into an agreement with the City of Bayswater to operate the City of Bayswater's Baywaste Transfer Station at 271 Collier Road, Morley WA 6062 on a cost plus basis, for a period up to 30 June 2020 or an earlier period as deemed appropriate by the CEO.

COUNCIL RESOLUTION(S)

MOVED CR DAW

SECONDED CR HAMILTON

THAT COUNCIL BY ABSOLUTE MAJORITY, IN ACCORDANCE WITH S.5.42(1) OF THE *LOCAL GOVERNMENT ACT 1995* AUTHORISE THE CEO TO ENTER INTO AN AGREEMENT WITH THE CITY OF BAYSWATER TO OPERATE THE CITY OF BAYSWATER'S BAYWASTE TRANSFER STATION AT 271 COLLIER ROAD, MORLEY WA 6062 ON A COST PLUS BASIS, FOR A PERIOD UP TO 30 JUNE 2020 OR AN EARLIER PERIOD AS DEEMED APPROPRIATE BY THE CEO.

CARRIED UNANIMOUSLY



14.10 CONTAINER DEPOSIT SCHEME (CDS) UPDATE

REFERENCE: D2019/17833

PURPOSE OF REPORT

The purpose of this report is to update Council on the progress of the EMRC's involvement in the Container Deposit Scheme (CDS) and its future implications.

KEY POINTS AND RECOMMENDATION(S)

- The EMRC expects to be advised by the Container Deposit Scheme Coordinator (Western Australia Return Recycle Renew Limited (WARRRL)) in December 2019 whether we have been successful in our application to be a Refund Point/Aggregation Point and also as a Processing Provider.
- If successful, the EMRC will need to proceed immediately to acquire plant and equipment in order to meet the start-up date of 2 June 2020.
- In this circumstance, a special meeting of Council will be required to approve a Business Plan and expenditure that was not included in the approved 2019/2020 budget with funding provided from the Secondary Waste Reserve.
- Approval will be sought for expenditure of up to \$2.1 million ex GST for plant, equipment and costs associated with repurposing of the Commercial & Industrial Waste Sorting Plant (C&I plant) to be a Processing Provider under the Container Deposit Scheme with funding from the Secondary Waste Reserve.
- If the application for a Refund Point/Aggregation Point is successful, a smaller amount of unbudgeted capital expenditure will be required and will be included in the Business Plan for Council approval.

Recommendations

That Council notes the possible requirement for a special Council meeting in December 2019 to approve a Business Plan and capital expenditure for the implementation of a project to repurpose the Hazelmere Commercial & Industrial Waste Sorting Plant to be a Processing Provider under the Container Deposit Scheme and also a Refund Point/Aggregation Point.

SOURCE OF REPORT

Director Corporate Services

BACKGROUND

The EMRC member Councils have approved the EMRC taking the lead role for the CDS.

Submissions were lodged with WARRRL by the due dates and the EMRC has been shortlisted to be a Refund Point/Aggregation Point and also a Processing Provider for the CDS. WARRRL will advise successful applicants for these roles in December 2019 with the expectation that applicants will be ready for the start of the CDS on 2 June 2020.

REPORT

If the EMRC is successful in being appointed as a Processing Provider and Refund Point/Aggregation Point, we will need to commence the procurement of plant, equipment and infrastructure in December 2019 and January 2020 in order to be ready for the June 2020 start commencement date of CDS.



Item 14.10 continued

With the last ordinary Council meeting on 5 December 2019, this means a special Council meeting will be required to approve a Business Plan and expenditure that was not included in the approved 2019/2020 budget with funding provided from the Secondary Waste Reserve.

The Container Deposit Scheme project was not included in the approved budget for 2019/2020 because the EMRC did not have sufficient information in early 2019 to formulate a budget item. As part of the submissions to WARRRL for the Processing Provider, the capital costs were identified as being approximately \$2.1 million which included some long lead items (up to 5 months delivery).

It is proposed to repurpose the C&I plant to be a Processing Provider by installing de-baling and baling plants, container storage, glass processing equipment and bale storage areas. For the Refund Point/Aggregation Point, infrastructure including a shed/drive through facility will be required and some plant and equipment, all of which will be detailed in a Business Plan currently being prepared.

STRATEGIC/POLICY IMPLICATIONS

Key Result Area 1 – Environmental Sustainability

- 1.1 To provide sustainable waste disposal services
- 1.2 To improve regional waste management


FINANCIAL IMPLICATIONS

Capital expenditure on the Container Deposit Scheme implementation is expected to be up to \$2.5 million ex GST in 2019/2020 which can be funded from the Secondary Waste Reserve.

SUSTAINABILITY IMPLICATIONS

The implementation of a Container Deposit Scheme at the Hazelmere Resource Recovery Park is an important aspect of the State Government's Waste Strategy and its waste reduction targets and is therefore an important part of the EMRC's waste reduction strategy and environmental sustainability.

MEMBER COUNCIL IMPLICATIONS

Member Council	Implication Details
Town of Bassendean	 Nil
City of Bayswater	
City of Belmont	
City of Kalamunda	
Shire of Mundaring	
City of Swan	

ATTACHMENT(S)

Nil



Item 14.10 continued

VOTING REQUIREMENT

Simple Majority

RECOMMENDATION(S)

That Council notes the possible requirement for a special Council meeting in December 2019 to approve a Business Plan and capital expenditure for the implementation of a project to repurpose the Hazelmere Commercial & Industrial Waste Sorting Plant to be a Processing Provider under the Container Deposit Scheme and also a Refund Point/Aggregation Point.

COUNCIL RESOLUTION(S)

MOVED CR DAW

SECONDED CR HAMILTON

THAT COUNCIL NOTES THE POSSIBLE REQUIREMENT FOR A SPECIAL COUNCIL MEETING IN DECEMBER 2019 TO APPROVE A BUSINESS PLAN AND CAPITAL EXPENDITURE FOR THE IMPLEMENTATION OF A PROJECT TO REPURPOSE THE HAZELMERE COMMERCIAL & INDUSTRIAL WASTE SORTING PLANT TO BE A PROCESSING PROVIDER UNDER THE CONTAINER DEPOSIT SCHEME AND ALSO A REFUND POINT/AGGREGATION POINT.



14.11 MAKING OF THE EASTERN METROPOLITAN REGIONAL COUNCIL WASTE LOCAL LAW 2019

REFERENCE: D2019/17329

PURPOSE OF REPORT

The purpose of this report is to seek Council approval to make *the Eastern Metropolitan Regional Council Waste Management Facilities Local Law 2019* as a result of the review of the existing *Eastern Metropolitan Regional Council Waste Management Facilities Local Law 2008*.

KEY POINTS AND RECOMMENDATION(S)

- The *Eastern Metropolitan Regional Council Waste Management Facilities Local Law 2008* (current Waste Local Law) was gazetted on 16 June 2009.
- In accordance with section 3.16 of the *Local Government Act 1995* (the Act), the EMRC must review the current Waste Local Law within a period of eight (8) years from the day it commenced.
- At the 7 December 2017 meeting Council resolved to repeal the current Waste Local Law and commence the process for adopting a new Waste Local Law in accordance with the statutory process set out in section 3.12 of the Act and section 61 of the *Waste Avoidance and Resource Recovery Act 2007*.
- However, since there was a delay in the local law-making process in 2018 advice received from the WA Parliament's Joint Standing Committee on Delegated Legislation (JSCDL) concluded that if a local law-making process is delayed for up to a year, the delay will invalidate the local law and the EMRC will be required to restart the law-making process.
- To facilitate this, the statutory process per section 3.12 of the Act and section 61 of the *Waste Avoidance and Resource Recovery Act 2007* is to be followed.
- At the 21 March 2019 meeting Council resolved to re-start the local law-making process and the Waste Local Law was advertised for public comment and any submissions received following the conclusion of the advertising period to be referred back to Council for consideration.
- The current Waste Local Law was made available to the public for review for a period of six (6) weeks (29 March to 13 May 2019) however, no submissions were received during the consultation period.
- Following the consultation period, the current Waste Local Law was submitted to the Department of Water and Environmental Regulation (DWER) for consent and a copy was also forwarded to the Minister for Local Government, Sport and Cultural Industries.
- DWER provided their consent to the Waste Local Law on 23 September 2019 and Council is now required to adopt the proposed Waste Local Law by absolute majority before publishing it in the WA Government Gazette.

Recommendation(s)

That:

1. Council, by absolute majority, in accordance with section 3.12 of the *Local Government Act 1995* and section 61 of the *Waste Avoidance and Resource Recovery Act 2007* make the EMRC Waste Management Facilities Local Law 2019, forming the attachment to this report.
2. Local public notice of the gazetted EMRC Waste Management Facilities Local Law 2019 be given.
3. The EMRC Waste Management Facilities Local Law 2019 and supporting documents be sent to the Joint Standing Committee on Delegated Legislation within 10 working days of their gazettal in the WA Government Gazette and a copy of the Waste Local Law be provided to the Minister for Local Government and DWER.

SOURCE OF REPORT

Director Waste Services



Item 14.11 continued

BACKGROUND

The Eastern Metropolitan Regional Council Waste Management Facilities Local Law 2008 (current Waste Local Law) was adopted by Council at the 4 December 2008 meeting (Ref: DMDOC/115042).

The current Waste Local Law provides for the orderly regulation of the disposal of waste and the payment of fees for that disposal at the Red Hill Waste Management Facility and the Hazelmere Timber Recycling Centre (now Hazelmere Resource Recovery Park).

Section 3.16 of the Act requires that all of the local laws of a local government must be reviewed within an eight (8) year period of their gazettal to determine if they should remain unchanged or be repealed or amended.

At the 21 September 2017 meeting Council approved commencement of the review of the current Waste Local Law (Ref: D2017/13240). The law-making process commenced in early 2018 however, there was a delay in the law-making process and the EMRC received advice that the law-making process should be restarted and therefore it was not completed.

The law-making process was therefore restarted in 2019 and at the 21 March 2019 Council meeting Council resolved (Ref: D2019/00720):

THAT:

1. *COUNCIL ADVERTISES THE PROPOSED EASTERN METROPOLITAN REGIONAL COUNCIL WASTE MANAGEMENT FACILITIES LOCAL LAW 2018, FORMING ATTACHMENT 2 TO THIS REPORT.*
2. *COUNCIL REQUESTS THE CHIEF EXECUTIVE OFFICER FORWARD A COPY OF THE PROPOSED EASTERN METROPOLITAN REGIONAL COUNCIL WASTE MANAGEMENT FACILITIES LOCAL LAW 2018 TO THE MINISTER FOR LOCAL GOVERNMENT, SPORT AND CULTURAL INDUSTRIES AND DIRECTOR GENERAL OF THE DEPARTMENT OF WATER AND ENVIRONMENTAL REGULATION.*
3. *THE CHIEF EXECUTIVE OFFICER PREPARE A FURTHER REPORT AT THE CONCLUSION OF THE PUBLIC ADVERTISING PERIOD TO ENABLE THE COUNCIL TO CONSIDER ANY SUBMISSIONS MADE.*

REPORT

In accordance with Council's resolution submissions on the proposed Waste Local Law were invited from members of the public through a public notice and an advertisement placed in the West Australian newspaper on 29 March 2019 for a six week period closing on 13 May 2019. No submissions were received.

DWER reviewed the Waste Local Law to ensure that it complied with the requirements of the Joint Standing Committee on Delegated Legislation and provided their feedback; minor changes were incorporated into the Waste Local Law. The DWER Chief Executive Officer provided consent to the Waste Local Law on 23 September 2019.

After Council makes the EMRC Waste Management Facilities Local Law 2019 it must be published in the WA Government Gazette. Following Gazettal, Council is to give local public notice stating the title of the Waste Local Law; summarising the purpose and effect of the Waste Local Law (specifying the date on which it comes into operation) and advising that copies of the Waste Local Law may be inspected or obtained. The Waste Local Law must be sent to the Joint Standing Committee on Delegated Legislation (JSCDL) within 10 working days of gazettal. An Explanatory Memoranda is to be provided to the JSCDL after gazettal of the Waste Local Law.



Item 14.11 continued

STRATEGIC/POLICY IMPLICATIONS

Key Result Area 3 – Good Governance

3.3 To provide responsible and accountable governance and management of the EMRC


FINANCIAL IMPLICATIONS

Nil

SUSTAINABILITY IMPLICATIONS

Nil

MEMBER COUNCIL IMPLICATIONS

Member Council	Implication Details
Town of Bassendean	 Nil
City of Bayswater	
City of Belmont	
City of Kalamunda	
Shire of Mundaring	
City of Swan	

ATTACHMENT(S)

Eastern Metropolitan Regional Council Waste Management Facilities Local Law 2019 (Ref: D2019/17482).

VOTING REQUIREMENT

Absolute Majority

RECOMMENDATION(S)

That:

1. Council, by absolute majority, in accordance with section 3.12 of the *Local Government Act 1995* and section 61 of the *Waste Avoidance and Resource Recovery Act 2007* make the EMRC Waste Management Facilities Local Law 2019, forming the attachment to this report.
2. Local public notice of the gazetted EMRC Waste Management Facilities Local Law 2019 be given.
3. The EMRC Waste Management Facilities Local Law 2019 and supporting documents be sent to the Joint Standing Committee on Delegated Legislation within 10 working days of their gazettal in the WA Government Gazette and a copy of the Waste Local Law be provided to the Minister for Local Government and DWER.



Item 14.11 continued

COUNCIL RESOLUTION(S)

MOVED CR DAW

SECONDED CR HAMILTON

THAT:

1. COUNCIL, BY ABSOLUTE MAJORITY, IN ACCORDANCE WITH SECTION 3.12 OF THE *LOCAL GOVERNMENT ACT 1995* AND SECTION 61 OF THE *WASTE AVOIDANCE AND RESOURCE RECOVERY ACT 2007* MAKE THE EMRC WASTE MANAGEMENT FACILITIES LOCAL LAW 2019, FORMING THE ATTACHMENT TO THIS REPORT.
2. LOCAL PUBLIC NOTICE OF THE GAZETTED EMRC WASTE MANAGEMENT FACILITIES LOCAL LAW 2019 BE GIVEN.
3. THE EMRC WASTE MANAGEMENT FACILITIES LOCAL LAW 2019 AND SUPPORTING DOCUMENTS BE SENT TO THE JOINT STANDING COMMITTEE ON DELEGATED LEGISLATION WITHIN 10 WORKING DAYS OF THEIR GAZETTING IN THE WA GOVERNMENT GAZETTE AND A COPY OF THE WASTE LOCAL LAW BE PROVIDED TO THE MINISTER FOR LOCAL GOVERNMENT AND DWER.

CARRIED UNANIMOUSLY

EASTERN METROPOLITAN REGIONAL COUNCIL

WASTE MANAGEMENT FACILITIES LOCAL LAW 2019

Waste Avoidance and Resource Recovery Act 2007
Local Government Act 1995

EASTERN METROPOLITAN REGIONAL COUNCIL

Waste Management Facilities Local Law 2019

CONTENTS

Part 1 - Preliminary	1
1.1 Short title.....	1
1.2 Commencement.....	1
1.3 Application	1
1.4 Repeal	1
1.5 Meaning of terms used in this local law	1
1.6 Local public notice of determinations.....	3
1.7 Rates, fees and charges	3
1.8 Power to provide waste services	3
Part 2 - Operation of waste facilities	3
2.1 Operation of this Part	3
2.2 Hours of operation.....	3
2.3 Signs and directions.....	4
2.4 Fees and charges	4
2.5 Depositing waste.....	4
2.6 Prohibited activities	5
Part 3 - Enforcement.....	5
3.1 Offences and general penalty.....	5
3.2 Other costs and expenses.....	5
3.3 Prescribed offences	6
3.4 Form of notices	6
Schedule 1 - Meaning of ‘non-collectable waste’	7

Schedule 2 - Prescribed offences	8
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Waste Avoidance and Resource Recovery Act 2007
Local Government Act 1995

EASTERN METROPOLITAN REGIONAL COUNCIL

Waste Management Facilities Local Law 2019

Under the powers conferred on it by the *Waste Avoidance and Resource Recovery Act 2007*, the *Local Government Act 1995* and under all other enabling powers, the Council of the Eastern Metropolitan Regional Council resolved on [*insert date*] to make the following local law.

Part 1 - Preliminary

1.1 Short title

This is the Eastern Metropolitan Regional Council Waste Facilities Local Law 2019.

1.2 Commencement

This local law commences 14 days after the day on which it is published in the *Government Gazette*.

1.3 Application

This local law applies throughout the Red Hill Waste Management Facility and the Hazelmere Resource Recovery Park.

1.4 Repeal

The Eastern Metropolitan Regional Council Waste Management Facilities Local Law 2008 published in the *Government Gazette* on 16 June 2009 is repealed.

1.5 Meaning of terms used in this local law

(1) In this local law—

authorised person means a person appointed by the local government under section 9.10 of the LG Act to perform any of the functions of an authorised person under this local law;

collectable waste receptacle means a receptacle for the deposit and collection of collectable waste that is—

- (a) a recycling waste receptacle;
- (b) a general waste receptacle; or
- (c) an organic waste receptacle;

;

costs of the local government include administrative costs;

Council means the council of the Regional Local Government;

Hazelmere Resource Recovery Park is the waste facility located on 77 Lakes Road, Hazelmere WA 6055

LG Act means the *Local Government Act 1995*;

LG Regulations means the *Local Government (Functions and General) Regulations 1996*;

local government waste has the same meaning as in the WARR Act;

non-collectable waste has the meaning set out in Schedule 1;

recycling waste means—

- (a) paper and cardboard;
- (b) plastic containers comprised of polyethylene terephthalate or high density polyethylene;
- (c) glass containers;
- (d) steel containers;
- (e) aluminium containers;
- (f) liquid paper board; and
- (g) any other waste determined by the regional local government to be recycling waste;

Red Hill Waste Management Facility is the waste facility located at 1094 Toodyay Road, Red Hill WA 6056

regional local government means the Eastern Metropolitan Regional Council established under section 3.61 of the *Local Government Act 1995*;

specified means specified by the regional local government or an authorised person, as the case may be;

WARR Act means the *Waste Avoidance and Resource Recovery Act 2007*;

WARR Regulations means the *Waste Avoidance and Resource Recovery Regulations 2008*;

waste has the same meaning as in the WARR Act;

waste facility means a waste facility, as defined in the WARR Act, that is operated by the regional local government.

1.6 Local public notice of determinations

Where, under this local law, the regional local government has a power to determine a matter –

- (a) local public notice, under section 1.7 of the LG Act, must be given of the matter determined;
- (b) the determination becomes effective only after local public notice has been given;
- (c) the determination remains in force for the period of one year after the date that local public notice has been given under subclause (a);
- (d) after the period referred to in subclause (c), the determination continues in force only if, and for so long as, it is the subject of local public notice, given annually, under section 1.7 of the LG Act; and
- (e) the determination must be recorded in a publicly accessible register of determinations that must be maintained by the local government.

1.7 Rates, fees and charges

The regional local government's powers to impose rates, fees and charges in relation to waste services are set out in sections 66 to 68 of the WARR Act and sections 6.16 and 6.17 of the LG Act.

1.8 Power to provide waste services

The regional local government's power to provide, or enter into a contract for the provision of, waste services is dealt with in section 50 of the WARR Act.

Part 2 - Operation of waste facilities

2.1 Operation of this Part

This Part applies to a person who enters a waste facility.

2.2 Hours of operation

The regional local government may from time to time determine the hours of operation of a waste facility.

2.3 Signs and directions

- (1) The regional local government or an authorised person may regulate the use of a waste facility—
 - (a) by means of a sign; or
 - (b) by giving a direction to a person within a waste facility.
- (2) A person within a waste facility must comply with a sign or direction under subclause (1).
- (3) The regional local government or an authorised person may direct a person who commits, or is reasonably suspected by the local government or the authorised person of having committed, an offence under this clause to leave the waste facility immediately.
- (4) A person must comply with a direction under subclause (3).

2.4 Fees and charges

- (1) Unless subclause (3) applies, a person must, on or before entering a waste facility or on demand by the regional local government or an authorised person, pay the fee or charge as assessed by an authorised person.
- (2) An authorised person may assess the fee or charge in respect of a particular load of waste at a rate that applies to any part of that load, even if that rate is higher than the rate that would apply to any other part of the load.
- (3) Subclause (1) does not apply—
 - (a) to a person who disposes of waste in accordance with the terms of—
 - (i) a credit arrangement with the regional local government; or
 - (ii) any other arrangement with the regional local government to pay the fee or charge at a different time or in a different manner; and
 - (b) to the deposit of waste owned by the regional local government, or in the possession of an employee on behalf of the local government.

2.5 Depositing waste

- (1) A person must not deposit waste at a waste facility other than—
 - (a) at a location determined by a sign and in accordance with the sign; and
 - (b) in accordance with the direction of an authorised person.
- (2) The regional local government may determine the classification of any waste that may be deposited at a waste facility.

2.6 Prohibited activities

- (1) Unless authorised by the regional local government, a person must not—
 - (a) remove any waste or any other thing from a waste facility;
 - (b) deposit at a waste facility that is a landfill site any waste that is toxic, poisonous or hazardous, or the depositing of which is regulated or prohibited by any written law;
 - (c) light a fire in a waste facility;
 - (d) remove, damage or otherwise interfere with any flora in a waste facility;
 - (e) remove, injure or otherwise interfere with any fauna in a waste facility; or
 - (f) damage, deface or destroy any building, equipment, plant or property within a waste facility.
- (2) A person must not act in an abusive or threatening manner towards any person using, or engaged in the management or operation of, a waste facility.

Part 3 - Enforcement

3.1 Offences and general penalty

- (1) A person who fails to do anything required or directed to be done under this local law, or who does anything which under this local law a person is prohibited from doing, commits an offence.
- (2) A person who commits an offence under this local law is liable, on conviction, to a penalty not exceeding \$5,000, and if the offence is of a continuing nature, to a further penalty not exceeding \$500 in respect of each day or part of a day during which the offence has continued.

3.2 Other costs and expenses

- (1) A person who is convicted of an offence under this local law is to be liable, in addition to any penalty imposed under clause 5.2, to pay to the local government the costs and expenses incurred by the local government in taking remedial action such as—
 - (a) removing and lawfully disposing of toxic, hazardous or poisonous waste; or
 - (b) making good any damage caused to a waste facility.
- (2) The costs and expenses incurred by the local government are to be recoverable, as a debt due to the local government, in a court of competent civil jurisdiction.

3.3 Prescribed offences

- (1) An offence against a clause specified in Schedule 2 is a prescribed offence for the purposes of section 9.16(1) of the LG Act.
- (2) The amount of the modified penalty for a prescribed offence is that specified adjacent to the clause in Schedule 2.

3.4 Form of notices

- (1) Where a vehicle is involved in the commission of an offence, the form of the notice referred to in section 9.13 of the LG Act is that of Form 1 in Schedule 1 of the LG Regulations.
- (2) The form of the infringement notice given under section 9.16 of the LG Act is that of Form 2 in Schedule 1 of the LG Regulations.
- (3) The form of the infringement withdrawal notice given under section 9.20 of the LG Act is that of Form 3 in Schedule 1 of the LG Regulations.

Schedule 1 - Meaning of 'non-collectable waste'

[Clause 1.5(1)]

non-collectable waste means –

- (a) hot or burning material;
- (b) household hazardous waste, including paint, acids, alkalis, fire extinguishers, solvents, pesticides, oils, gas cylinders, batteries, chemicals and heavy metals;
- (c) any other hazardous material, such as radioactive waste;
- (d) any explosive material, such as flares or ammunition;
- (e) electrical and electronic equipment;
- (f) hospital, medical, veterinary, laboratory or pathological substances;
- (g) construction or demolition waste;
- (h) sewage;
- (i) 'controlled waste' for the purposes of the *Environmental Protection (Controlled Waste) Regulations 2004*;
- (j) any object that is greater in length, width, or breadth than the corresponding dimension of the receptacle or that will not allow the lid of the receptacle to be tightly closed;
- (k) waste that is or is likely to become offensive or a nuisance, or give off an offensive or noxious odour, or to attract flies or cause fly breeding unless it is first wrapped in non-absorbent or impervious material or placed in a sealed impervious and leak-proof container; and
- (l) any other waste determined by the regional local government to be non-collectable waste.

Schedule 2 - Prescribed offences

Item No.	Clause No.	Description	Modified Penalty
1	2.3(2)	Failing to comply with a sign or direction	\$500
2	2.3(4)	Failing to comply with a direction to leave	\$500
3	2.4(1)	Disposing waste without payment of fee or charge	\$500
4	2.5(1)	Depositing waste contrary to sign or direction	\$500
5	2.6(1)(a)	Removing waste without authority in a waste facility	\$250
6	2.6(1)(b)	Depositing toxic, poisonous or hazardous waste at a waste facility	\$500
7	2.6(1)(c)	Lighting a fire in a waste facility	\$300
8	2.6(1)(d)	Removing or interfering with any flora in a waste facility	\$300
9	2.6(1)(e)	Removing or interfering with any fauna without approval in a waste facility	\$300
10	2.6(1)(f)	Damaging, defacing or destroying any building, equipment, plant or property within a waste facility	\$500
11	2.6(2)	Acting in an abusive or threatening manner	\$300

Consented to:



Chief Executive Officer
Department of Water and Environmental Regulation

Dated this 23rd day of September 2019