



WASTE DISPOSAL AUTHORITY
Established 1st January 1990

ANNUAL REPORT

AND

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2013

CITY OF
BUNBURY



Shire of
HARVEY





WASTE DISPOSAL AUTHORITY
Established 1st January 1990

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2013**

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WASTE DISPOSAL AUTHORITY

Established 1st January 1990

SCHEDULE OF CONSTITUENT COUNCILS:

CITY OF BUNBURY



SHIRE OF HARVEY



BUNBURY - HARVEY REGIONAL COUNCIL

ELECTED MEMBERS AND EXECUTIVE STAFF AND PRINCIPAL PLACE OF BUSINESS

CHAIRMAN:

Cr J Jones

LOCAL AUTHORITY

City of Bunbury

COUNCIL MEMBERS:

Cr G Campbell

Shire of Harvey

Cr P Monagle

Shire of Harvey

Cr C Bridges

City of Bunbury

Retired July 2012

Cr N McNeill

City of Bunbury

Cr M Cook

City of Bunbury

Appointed July 2012

REPRESENTATIVES:

Mr M Parker

Chief Executive Officer - Shire of Harvey

CHIEF EXECUTIVE OFFICER:

Mr T Battersby

Bunbury-Harvey Regional Council

ACCOUNTANT:

Mr C Welham

City of Bunbury

AUDITOR:

Mr Michael Hillgrove

Grant Thornton Audit Pty Ltd

PRINCIPAL PLACE OF BUSINESS:

Waste Disposal Site and Administration: Lot 45 Stanley Road, Australind WA 6233.

Postal address: Bunbury Harvey Regional Council, P. O. Box 21, Bunbury, WA 6231.



WASTE DISPOSAL AUTHORITY
Established 1st January 1990

BUNBURY-HARVEY REGIONAL COUNCIL

CHAIRMAN'S REPORT

It is with pleasure that I provide the Chairman's Annual Report for the Bunbury-Harvey Regional Council for the period ending June 30 2013.

The current license at Stanley Road Landfill site is due to expire in December 2014. Approaches to the Department of Conservation for an extension to the licence have not yet eventuated.

There is a time-imperative for the extension of the licence due to the need for an alternative licensed waste management site being available.

The purchase and setting up of the Banksia Road site in Dardanup is anticipated within the next several years. Negotiations are continuing for the acquisition of a portion of the Banksia Road location from the Shire of Dardanup.

Significant waste mitigation has occurred on the Stanley Road site over the past year, with green waste, steel, cardboard and saleable items being collected at the set-down area.

Stage two of the of the waste transfer station has been designed and will be delivered during 2013/14, ensuring even greater emphasis on the "Zero Waste to Landfill" ethos.

The implementation of the organics household collection in Bunbury is likely to result in the further reduction of putrescible material into the Stanley Road landfill.

An agreement between the BHRC and the Bunbury Wellington Group of Councils has enabled the employment of a Waste Education Coordinator and a Waste Education Officer for a three-year period. These officers have jointly developed a waste education and community engagement strategy for the Shires of Harvey, Dardanup, Collie, Capel, Donnybrook-Balingup, and the City of Bunbury. Twelve months into the program, a thirty- five point synopsis was presented to BHRC, illustrating widespread achievement across the region. All these endeavours have resulted in a much greater positive focus on issues relating to waste.

BHRC members attended a workshop on April 24 2013 at which the topics of regional models for waste management, offsets for native vegetation clearing, and the extension of the Stanley Road lease and license were discussed.

Several presentations involving landfill gas and carbon liability forecasts were also conducted.

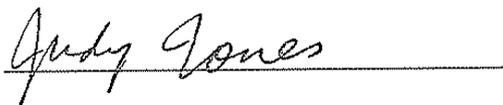
Harvey Shire's representative to BHRC, Cr Greg Campbell, attends meetings of the Municipal Waste Advisory Council in Perth, and provides feedback to BHRC on a regular basis. His contribution is acknowledged with gratitude.

Of all the responsibilities which Local Government Councillors assume upon their election, waste management looms as one of the essential components, after all, it affects each and every household in a constituency.

However, the profile of waste management does not always have the position which it deserves as an essential element of a municipality's tasks.

BHRC is most fortunate to have constituent Councillors and staff committed to maintaining compliant practises for administering and managing the BHRC and the Stanley Road site.

To all involved, thank you for your consistent approach to this crucial local government industry.

A handwritten signature in cursive script that reads "Judy Jones". The signature is written in black ink and is positioned above a solid horizontal line that extends to the right.

Cr JUDY JONES
Chairman



WASTE DISPOSAL AUTHORITY

Established 1st January 1990

BUNBURY-HARVEY REGIONAL COUNCIL

CHIEF EXECUTIVE OFFICER'S REPORT

Madam Chairman, Members, Officers

The following financial statements for the year ended 30th June 2013 are submitted for your perusal and adoption.

The Regional Council completed its 21st (twenty first) year of operation as a waste management authority at its site at Stanley Road, Australind, on the 30th June 2012. In this reporting period the Bunbury-Harvey Regional Council has continued its commitment to responsibly managing the environment and in ensuring Council's financial sustainability.

In the 2012/2013 financial year the Bunbury-Harvey Regional Council entered a new era of waste management with it going from a dominantly waste disposal function to a new exciting waste diversion program with the commissioning of the Banksia Road Compost Facility. The compost facility will see organics traditionally disposed of at landfill processed in the compost facility turning it into high quality fertiliser and soil conditioners. The City of Bunbury and the Shire of Capel are supplying organics to the facility via a residential third bin organics collection service, it is hoped in the future all Councils within the region will introduce the organics collection service allowing an estimated 20,000 tonnes of organics to be diverted from landfill.

The 2012/13 financial year also so has seen the commencement of construction of another major project with the Stanley Road Waste Transfer Station civil works commencing. The waste transfer station is due for completion in mid-November 2013 and will see all trafficable areas asphalted and the opening of the new Trash and Treasure shop.

Last but definitely not least it gives me great pleasure to announce the introduction of the Regional Waste Education program that has seen the employment of two Waste Education Officers to promote best practice waste management throughout the region including a schools waste education program. The program and Officers will be a big asset to the region helping promote future waste strategies to divert waste from landfill and encourage waste minimisation.

Major projects in the 2013/214 financial year include gas flaring at Stanley Road landfill, expansion of Banksia Road Compost Facility to accommodate additional Councils to the service, regional group of Councils purchase of the Banksia Road and construction of lined cells at the Banksia Road site.

I wish to acknowledge the commitment and support provided by the Chairman and Councillors and the dedication and assistance of the staff of our constituent Councils and our own staff for their support during the past year. Without their efforts the achievements of the many positive outcomes would not have been possible and I thank the team sincerely for their enormous contribution.

A handwritten signature in black ink, appearing to read 'Tony Battersby', is written over a solid horizontal line.

TONY BATTERSBY
Chief Executive Officer

BUNBURY-HARVEY REGIONAL COUNCIL

FINANCIAL REPORT

FOR THE YEAR ENDED 30TH JUNE, 2013

Local Government Act 1995

And

Local Government (Financial Management) Regulations 1996

STATEMENT BY CHIEF EXECUTIVE OFFICER

The attached financial report of the Bunbury-Harvey Regional Council being the annual financial report and supporting notes and other information for the financial year ended 30th June 2013 are, in my opinion properly drawn up to present fairly the financial position of the Bunbury-Harvey Regional Council at 30th June 2013 and the results of the operations for the financial year then ended in accordance with the Australian Accounting Standards and comply with the provisions of the Local Government Act 1995 and the regulations under the Act.

Signed as authorisation of issue on the 7th day of November 2013



TONY BATTERSBY
Chief Executive Officer

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Independent Auditor's Report To the Bunbury-Harvey Regional Council

We have audited the accompanying financial report of Bunbury-Harvey Regional Council, which comprises the statement of financial position as at 30 June 2013, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information to the financial report and the statement by the Chief Executive Officer.

Responsibility of the Council for the financial report

The Council of Bunbury-Harvey Regional Council is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Local Government Act 1995 Part 6. This responsibility includes such internal controls as the Council determine are necessary to enable the preparation of the financial report to be free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to Bunbury-Harvey Regional Council's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Bunbury-Harvey Regional Council's internal control. An audit also includes evaluating the appropriateness of

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accounting policies used and the reasonableness of accounting estimates made by the Council, as well as evaluating the overall presentation of the financial report.

We performed the procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Local Government Act 1995 Part 6 and Australian Accounting Standards (including the Australian Accounting Interpretations), a view which is consistent with our understanding of Bunbury-Harvey Regional Council's financial position and of their performance.

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

Electronic presentation of audited financial report

This auditor's report relates to the financial report of Bunbury-Harvey Regional Council for the year ended 30 June 2013 included on Bunbury-Harvey Regional Council's web site. The Council is responsible for the integrity of the Bunbury-Harvey Regional Council web site. We have not been engaged to report on the integrity of Bunbury-Harvey Regional Council's web site. The auditor's report refers only to the statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this web site.

Independence

In conducting our audit, we have complied with the applicable independence requirements of the Accounting Professional and Ethical Standards Board.

Auditor's Opinion

In our opinion, the financial report of Bunbury-Harvey Regional Council

- i presents fairly, in all material respects, Bunbury-Harvey Regional Council's financial position as at 30 June 2013 and of its performance and cash flows for the year then ended ; and
- ii complies with Australian Accounting Standards (including the Australian Accounting Interpretations) and;
- iii are prepared in accordance with the requirements of the Local Government Act 1995 Part 6 (as amended) and Regulations under that Act.

Statutory Compliance

I did not, during the course of my audit, become aware of any instance where the Council did not comply with the requirements of the Local Government Act 1995 and Local Government (Financial Management) Regulations 1996, as they relate to the financial statements.



GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



M J Hillgrove
Partner - Audit & Assurance

Perth, 7 November 2013

BUNBURY HARVEY REGIONAL COUNCIL

STATEMENT OF COMPREHENSIVE INCOME BY NATURE AND TYPE

FOR THE YEAR ENDED 30 JUNE 2013

	Notes	2013 ACTUAL	2013 REVISED BUDGET	2013 BUDGET	2012 ACTUAL
Revenue					
Contributions		114,588	111,500	408,000	-
Fees and Charges	3(b)	2,888,707	2,732,799	2,424,550	2,404,862
Interest Earnings	3(c)	218,074	202,657	161,991	239,919
Other Revenue	3(d)	199,595	83,067	30,000	34,567
		3,420,964	3,130,023	3,024,541	2,679,348
Expenses					
Employee Costs		(828,337)	(765,215)	(735,692)	(613,181)
Materials and Contracts		(1,082,249)	(1,163,140)	(1,191,289)	(1,043,922)
Utility Charges		(5,276)	(4,332)	(5,132)	(4,643)
Other Expenditure		(181,396)	(35,928)	(9,582)	(17,249)
Insurance		(28,640)	(29,973)	(24,605)	(34,499)
Depreciation	3(e)	(295,565)	(385,272)	(425,951)	(243,542)
		(2,421,463)	(2,383,861)	(2,392,251)	(1,957,036)
Operating Surplus		999,501	746,163	632,290	722,312
Profit on Asset Disposals		31,933	331,933	10,533	-
Non-Operating Grants, Subsidies and Contributions		270,000	-	-	-
NET RESULT		1,301,434	1,078,096	642,823	722,312
Other Comprehensive Income					
Changes on revaluation of non-current assets		186,303	-	-	-
TOTAL COMPREHENSIVE INCOME		1,487,737	1,078,096	642,823	722,312

This statement is to be read in conjunction with the accompanying notes.

BUNBURY HARVEY REGIONAL COUNCIL
STATEMENT OF COMPREHENSIVE INCOME BY PROGRAM
FOR THE YEAR ENDED 30 JUNE 2013

	Notes	2013 ACTUAL	2013 REVISED BUDGET	2013 BUDGET	2012 ACTUAL
		\$	\$	\$	\$
Revenues	1,2,3				
Governance		114,588	111,501	100,000	2,356
General Purpose Funding		218,074	202,658	161,991	239,919
Community Amenities		3,088,302	2,815,864	2,762,550	2,437,073
		3,420,964	3,130,023	3,024,541	2,679,348
Expenses	1,2,3				
Governance		(394,421)	(397,422)	(378,013)	(220,215)
Community Amenities		(2,027,042)	(1,986,439)	(2,014,239)	(1,736,821)
Total Operating Expenses		(2,421,463)	(2,383,861)	(2,392,251)	(1,957,036)
Fair Value Adjustments to financial Assets at fair value through profit or loss					
General Purpose Funding					
Non-Operating Grants, Subsidies and Contributions					
Community Amenities		270,000	300,000	-	-
Governance		-	-	-	-
		270,000	300,000	-	-
Profit/(Loss) on Disposal of Assets	15				
Community Amenities		31,933	31,933	10,533	-
NET RESULT		1,301,434	1,078,096	642,823	722,312
Other Comprehensive Income					
Changes on revaluation of non-current assets		186,303	-	-	-
TOTAL COMPREHENSIVE INCOME		1,487,737	1,078,096	642,823	722,312

This statement is to be read in conjunction with the accompanying notes.

BUNBURY HARVEY REGIONAL COUNCIL

STATEMENT OF FINANCIAL POSITION

FOR THE YEAR ENDED 30 JUNE 2013

	Notes	2013 ACTUAL \$	2012 ACTUAL \$
CURRENT ASSETS			
Cash and Cash Equivalents	4,14(a)	4,992,819	4,686,779
Trade and Other Receivables	6	476,207	302,597
Inventories		1,924	2,306
Total Current Assets		5,470,950	4,991,682
NON CURRENT ASSETS			
Property, Plant and Equipment	7(a)	2,353,536	1,413,243
Infrastructure	7(b)(c)	304,657	67,284
Total Non Current Assets		2,658,193	1,480,527
TOTAL ASSETS	16	8,129,143	6,472,209
CURRENT LIABILITIES			
Trade and Other Payables	8(a)	320,816	166,103
Short Term Provisions		94,581	71,904
Total Current Liabilities		415,397	238,006
NON CURRENT LIABILITIES			
Long Term Provisions	8(b)	8,212	16,406
Total Non Current Liabilities		8,212	16,406
TOTAL LIABILITIES		423,609	254,412
TOTAL NET ASSETS		7,705,534	6,217,797
EQUITY			
Retained Surplus		3,981,264	2,203,621
Reserves - Cash Backed	13(a)	3,537,967	4,014,176
Revaluation Surplus		186,303	-
TOTAL EQUITY		7,705,534	6,217,797

This statement is to be read in conjunction with the accompanying notes.

BUNBURY HARVEY REGIONAL COUNCIL
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30th JUNE 2013

	NOTE	RETAINED SURPLUS \$	RESERVES CASH BACKED \$	REVALUATION SURPLUS \$	TOTAL EQUITY \$
Balance as at 1 July 2011		2,265,634	3,229,851	-	5,495,485
Changes in Accounting Policy		-	-	-	-
Correction of Errors		-	-	-	-
Restated Balance		2,265,634	3,229,851	-	5,495,485
Comprehensive Income					
Net Result		722,312	-	-	722,312
Changes on revaluation of Non-Current Assets		-	-	-	-
Total Comprehensive Income		722,312	-	-	722,312
Transfer from/(to) Reserves	13(b)&(c)	(784,325)	784,325	-	-
Balance as at 30 June 2012		2,203,621	4,014,176	-	6,217,797
Comprehensive Income					
Net Result		1,301,434	-	-	1,301,434
Changes on revaluation of Non-Current Assets		-	-	186,303	186,303
Total Comprehensive Income		1,301,434	-	186,303	1,487,737
Transfer from/(to) Reserves	13(b)&(c)	476,209	(476,209)	-	-
Balance as at 30 June 2013		3,981,264	3,537,967	186,303	7,705,534
Equity in Joint Venture					
City of Bunbury	89.6%	1(p) 3,567,212	3,170,018	166,927	6,904,158
Shire of Harvey	10.4%	1(p) 414,051	367,949	19,376	801,375
Total Equity		3,981,264	3,537,967	186,303	7,705,534

This statement is to be read in conjunction with the accompanying notes.

BUNBURY HARVEY REGIONAL COUNCIL

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2013

	Notes	2013 ACTUAL \$	2013 BUDGET \$	2012 ACTUAL \$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Contributions		114,588	108,000	-
Fees and Charges		2,706,083	2,451,891	2,375,809
Interest Received		227,088	161,051	234,683
Other Revenue		199,595	30,000	34,567
		3,247,354	2,750,942	2,645,059
Payments				
Employee Costs		(795,981)	(699,797)	(593,641)
Materials and Contracts		(947,889)	(1,197,540)	(1,036,087)
Utility Charges		(15,276)	(5,132)	(4,643)
Insurance Expenses		(28,641)	(24,605)	(34,499)
Goods and Services Tax		12,864	-	28,379
Other Expenditure		(181,396)	(9,582)	(17,249)
		(1,956,320)	(1,936,656)	(1,657,740)
Net Cash Provided by Operating Activities	14(b)	1,291,034	814,286	987,319
CASH FLOWS FROM INVESTING ACTIVITIES				
Receipts				
Contributions for the development of assets		270,000	300,000	-
Proceeds from Sale of Plant and Equipment		49,000	30,000	
Payments				
Payment for Purchase of Buildings		(7,742)	(105,785)	(121,357)
Payment for Purchase of Plant and Equipment		(1,031,099)	(875,300)	(4,420)
Payment for Purchase of Furniture and Equipment		(23,998)	(8,000)	(108,944)
Payment for Construction of Infrastructure		(241,156)	(825,035)	(30,197)
		(1,303,995)	(1,814,120)	(264,918)
Net Cash Used in Investing Activities		(984,995)	(1,484,120)	(264,918)
Net Increase / (Decrease) in Cash Held		306,039	(669,834)	722,401
Cash at the Beginning of the Year		4,686,779	4,602,715	3,964,379
Cash and Cash Equivalents at the End of the Year	14(a)	4,992,819	3,932,881	4,686,779

This statement is to be read in conjunction with the accompanying notes.

BUNBURY HARVEY REGIONAL COUNCIL

FEE SETTING STATEMENT

FOR THE YEAR ENDED 30 JUNE 2012

Notes	2013 ACTUAL \$	2013 REVISED BUDGET \$	2013 BUDGET \$	2012 ACTUAL \$
Operating				
Revenue (Excluding Fees & Charges)				
Interest Received	218,074	202,657	161,991	239,919
Profit on Disposal of Asset	31,933	331,933	10,533	-
Contributions	114,588	111,500	138,000	-
Other Revenue	199,595	83,067	-	34,567
	564,190	729,157	310,524	274,486
Less Expenditure				
Employee Costs	(828,337)	(765,215)	(735,692)	(613,181)
Material and Contracts	(1,072,249)	(1,163,140)	(1,191,289)	(1,043,922)
Utility Charges	(15,276)	(4,332)	(5,132)	(4,643)
Depreciation	(295,565)	(385,272)	(425,951)	(243,542)
Insurance Expenses	(28,640)	(29,972)	(24,605)	(34,499)
Other Expenditure	(181,396)	(35,928)	(9,582)	(17,249)
	(2,421,463)	(2,383,859)	(2,392,253)	(1,957,036)
Net Operating Result Excluding Fees and Charges	(1,857,273)	(1,654,702)	(2,081,729)	(1,682,551)
Adjustments for Cash Budget Requirements:				
Non-Cash Expenditure & Revenue				
(Profit)/Loss on Asset Disposals	15 (31,933)	(331,933)	(10,533)	-
Depreciation on Assets	3(e) 295,565	385,272	425,951	243,542
Contributions for the development of assets	-	-	-	-
Funds Demanded from Operations	(1,593,642)	(1,601,363)	(1,666,310)	(1,439,009)
Capital				
Capital Expenditure				
Purchase of Buildings	(7,742)	(15,785)	(105,785)	(121,357)
Purchase Plant & Equipment	(1,031,099)	(1,015,988)	(875,300)	(108,944)
Purchase Furniture & Equipment	(23,998)	(27,750)	(8,000)	(4,420)
Purchase Infrastructure	(241,156)	(825,035)	(825,035)	(30,197)
	(1,303,995)	(1,884,558)	(1,814,120)	(264,918)
Capital Revenue				
Contributions for the development of assets	270,000	300,000	300,000	-
Proceeds from Sale of Assets	49,000	49,000	30,000	-
	(984,995)	(1,535,558)	(1,484,121)	(264,918)
Financial Transfers				
Transfer to Reserves	13(b) (289,378)	(172,657)	(158,075)	(784,326)
Transfer From Reserves	13(c) 765,587	959,078	907,640	-
Demand for Resources	(2,102,428)	(2,350,502)	(2,400,866)	(2,488,253)
Transfers From Current to Non-Current				
Long Service Leave	(8,192)	(8,756)	(8,756)	(6,591)
	(8,192)	(8,756)	(8,756)	(6,591)
Add Surplus/(Deficit) July 1 B/fwd	739,499	739,500	751,791	829,481
Less Surplus/(Deficit) June 30 C/fwd	14(c) (1,517,586)	(1,113,041)	(766,719)	(739,499)
Amount Required to be raises from Fees & Charges	3(b) (2,888,707)	(2,732,798)	(2,424,550)	(2,404,862)

This statement is to be read in conjunction with the accompanying notes.

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

1 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies which have been adopted in the preparation of this financial report are:

1(a) The Local Government Reporting Entity

All Funds through which the Regional Council controls resources to carry on its functions have been included in the financial statements forming part of this report. In the process of reporting on the local government as a single unit, all transactions and balances between those funds have been eliminated.

1(b) Basis of Preparation

This financial report is a general purpose financial report which has been prepared in accordance with applicable Australian Accounting Standards (as they apply to local government 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 and fee setting information, the report has also been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

Critical Accounting Estimates

The preparation of 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(c) Rounding Off Figures

All figures shown in this financial report are rounded to the nearest dollar.

1(d) Employee Benefits

Provision is made for the Council's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

1(e) Superannuation

The Bunbury Harvey Regional Council contributes to a number of Superannuation funds on behalf of employees. All funds to which the Council contributes are defined contribution plans.

1(f) Provisions

Provisions are recognised when:

- a) The Council has a present legal or constructive obligation as a result of past events.
- b) for which it is probable that an outflow of economic benefits will result; and
- c) that outflow can be reliably measured.

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

1(g) Fixed Assets

Each class of fixed assets is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation or impairment losses.

Mandatory Requirement to Revalue Non-Current Assets

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

The amendments allow for a phasing in of fair value in relation to fixed assets over three years as follows:

- (a) for the financial year ending on 30 June 2013, the fair value of all of the assets of the local government that are plant and equipment; and
- (b) for the financial year ending on 30 June 2014, the fair value of all of the assets of the local government –
 - (i) that are plant and equipment; and
 - (ii) that are –
 - (I) land and buildings; or
 - (II) infrastructure;and
- (c) for a financial year ending on or after 30 June 2015, the fair value of all of the assets of the local government.

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

Council has commenced the process of adopting Fair Value in accordance with the Regulations.

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

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

1(g) Fixed Assets (continued)

(i) Initial Recognition

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

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

Revaluation

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

Revalued assets are carried at their fair value being the price that would be received to sell the asset, in an orderly transaction between market participants at the measurement date (Level 1 inputs in the fair value hierarchy).

With regards to specialised buildings, fair value is determined having regard for current replacement cost and both observable and unobservable costs. These include construction costs based on recent contract prices, current condition (observable Level 2 inputs in the fair value hierarchy), residual values and remaining useful life assessments (unobservable Level 3 inputs in the fair value hierarchy).

For infrastructure and other asset classes, fair value is determined to be the current replacement cost of an asset (Level 2 inputs in the fair value hierarchy) less, where applicable, accumulated depreciation calculated on the basis of such cost to reflect the already consumed or expired future economic benefits of the asset (Level 3 inputs in the fair value hierarchy).

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

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

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

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

1(g) Fixed Assets (continued) Revaluation (continued)

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

Transitional Arrangement

During the time it takes to transition the carrying value of non-current assets from the cost approach to the fair value approach, the Council may still be utilising both methods across differing asset classes.

Those assets carried at cost will be carried in accordance with the policy detailed in the *Initial Recognition* section as detailed above.

Those assets carried at fair value will be carried in accordance with the *Revaluation Methodology* section as detailed above.

Early Adoption of AASB 13 – Fair Value Measurement

Whilst the new accounting standard in relation to Fair Value, *AASB 13 – Fair Value Measurement* does not become applicable until the year ended 30 June 2014 (in relation to Council), given the legislative need to commence using Fair Value methodology for this reporting period, the Council chose to early adopt AASB 13 (as allowed for in the standard).

As a consequence, the principles embodied in *AASB 13 – Fair Value Measurement* have been applied to this reporting period (year ended 30 June 2013).

Due to the nature and timing of the adoption (driven by legislation) the adoption of this standard has had no effect on previous reporting periods.

(ii) Depreciation of Non Current Assets

All non current assets having a limited useful life are separately and systematically

Items of property, plant and equipment including buildings and infrastructure but excluding

Assets are depreciated on a straight-line basis, from date of acquisition, or in respect of

Major depreciation periods applied are;

Buildings	10	years
Furniture and Equipment	5 - 10	years
Machinery & Motor Vehicle	5 - 10	years
Other Plant and Equipment	10	years
Roads	45	years
Perimeter Fencing	10	years
Waste Transfer Station	10	years

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the

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 with the carrying amount. These gains and losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

1(i) Financial Instruments

1(h) Impairment

In accordance with Australian Accounting Standards the Regional 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 impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount.

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

1(i) Financial Instruments

Initial Recognition and Measurement

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

Financial instruments are initially measured at fair value plus transaction costs, except where

Classification and Subsequent Measurement

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

Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as:

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

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

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

1(i) Financial Instruments (Continued)

(i) Financial assets at fair value through profit and loss

Financial assets at fair value through profit or loss are financial assets held for trading. A financial asset is classified in this category if acquired principally for the purpose of selling in the short term. Derivatives are classified as held for trading unless they are designated as hedges. Assets in this

(ii) Loans and receivables

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

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

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed maturities and fixed or determinable payments that the Council's management has the positive intention and ability to hold to maturity. They are subsequently measured at amortised cost.

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

(iv) Available-for-sale financial assets

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

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

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

(v) Financial Liabilities

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

Impairment

At the end of each reporting period, the Council assesses whether there is objective evidence that a financial instrument has been impaired.

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

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

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

1(i) Financial Instruments (Continued)

Derecognition

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

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

1(j) Budget 2012/13

The budget figures shown in the financial statements and supporting notes are from the 2012/13 Annual Budget adopted by Council on 25 July 2013. The revised 2012/13 budget figures are the result of amendments to the original budget adopted by Council during the course of the financial year.

1(k) 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 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 realised in the next 12 months.

1(l) Fees and Charges

All fees and charges are recognised as revenue, and it is anticipated that all outstanding fees will be received net of any provision for doubtful debts.

1(m) Grants, Donations and Other Contributions

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

1(n) Goods and Services Tax

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

1(o) Cash and Cash Equivalents

Cash and cash equivalents in the statement of financial position comprise cash at bank and in hand and short term and on-call deposits 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 are included as short term borrowings in current liabilities on the Statement of Financial Position.

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

1(p) Joint Venture

The Regional Council is a joint venture between the City of Bunbury, which holds an 89.6% share, and the Shire of Harvey, holding a 10.4% share. This has been recognised in the financial statements in the Statement of Changes in Equity on Page 4.

1(q) Materiality

The BHRC has adopted a \$750 threshold for the recognition of assets within the accounts. Any expenditure below this threshold is treated as operating expenditure.

1(r) Comparative Information

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

When the Council applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its' financial statement, a statement of financial position at the beginning of the earliest period will be disclosed.

1(s) Trade and Other Receivables

Collectibility 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.

1(t) Trade and Other Payables

Trade payables and other payables represent liabilities for goods and services provided to the Regional Council prior to the end of the financial year that are unpaid and arise when the Regional Council becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured and are usually paid within 30 days of recognition.

1(u) 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.

1(v) Contributions

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 2(c). That note also discloses the amount of contributions recognised as revenues in a previous reporting period which were obtained in respect of the local government's operations for the current reporting period.

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

2 FUNCTIONS / ACTIVITIES

2(a) Statement of Objective

The Bunbury Harvey Regional Council is dedicated to providing a high standard refuse disposal site for the residents of the City of Bunbury, Shire of Harvey, other surrounding residents, and business operators.

2(b) Description of Programs

GOVERNANCE

Objective:

To provide a decision making process for the efficient allocation of scarce resources.

Activities:

Includes the activities of members of the council and the administrative support available to the council for the provision of governance of the regional council. Other costs relate to the task of assisting elected members.

GENERAL PURPOSE FUNDING

Objective:

To collect revenue to allow for the provision of services.

Activities:

Fees, general purpose government grants and interest revenue.

COMMUNITY AMENITIES

Objective:

To provide services required by the member councils.

Activities:

Operation of landfill facilities.

2(c) Undischarged Contributions

As at 30 June 2013 an amount of \$4,356 in Waste Education contributions was unspent and has been carried forward to the 2013/14 financial year.

Waste Education contributions are received from participating councils as per the memorandum of understating which prescribes the financial contribution payable by the following Councils:

City of Bunbury
Shire of Harvey
Shire of Dardanup
Shire of Capel
Shire of Collie
Shire of Donnybrook/Balingup

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

3 OPERATING REVENUES AND EXPENSES

3(a) ELECTED MEMBERS REMUNERATION

	2013 ACTUAL \$	2013 BUDGET \$	2012 ACTUAL \$
The following fees, expenses and allowances were paid to Council Members and the Chairman.			
Chairman - Meeting Fees	1,350	1,440	1,440
- Reimbursement of Expenses	-	100	-
Councillors - Meeting Fees	2,460	3,060	2,730
- Reimbursement of Expenses	1,234	400	1,507
Total Elected Members Remuneration	5,044	5,000	5,677

3(b) FEES AND CHARGES

	2013 ACTUAL \$	2013 BUDGET \$	2012 ACTUAL \$
Casual Tipping Fees	1,458,867	1,047,220	1,066,615
Disposals - City of Bunbury	716,992	543,730	654,603
Disposals - Shire of Harvey	306,334	264,693	277,537
Tip Passes - Shire of Harvey	161,055	156,677	155,628
Sale of Recyclables	132,705	280,000	157,026
Carbon Emissions Revenue	99,637	94,730	93,454
Banksia Road Organics Income	13,117	37,500	-
Total Fees & Charges	2,888,707	2,424,550	2,404,862

3(c) INTEREST ON INVESTMENTS

	2013 ACTUAL \$	2013 BUDGET \$	2012 ACTUAL \$
General Funds	35,592	3,916	45,264
Reserve Funds:			
Plant & Infrastructure Reserve	51,903	41,137	46,668
Site (Post Closure) Rehab. Reserve	118,545	112,657	136,865
Waste Minimisation Reserve	12,034	4,281	11,122
Total Interest on Investments	218,074	161,991	239,919

3(d) OTHER REVENUE

	2013 ACTUAL \$	2013 BUDGET \$	2012 ACTUAL \$
Landfill Levy Income	142,402	-	(2,102)
Fuel Tax Credit	37,992	21,000	22,062
Insurance Reimbursements	1,957	3,000	5,341
Miscellaneous Reimbursements	7,560	6,000	9,266
Contributions	9,684	-	-
Total Other Revenue	199,595	30,000	34,567

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

3 OPERATING REVENUES AND EXPENSES

3(e) DEPRECIATION

	2013 ACTUAL \$	2013 BUDGET \$	2012 ACTUAL \$
Buildings	23,104	11,358	12,061
Furniture and Equipment	4,106	21,710	7,504
Plant and Equipment	264,572	370,749	219,758
Infrastructure	3,783	22,134	4,219
	295,565	425,951	243,542

3(f) AUDITOR'S REMUNERATION

	2013 ACTUAL \$	2013 BUDGET \$	2012 ACTUAL \$
Audit Services	6,427	4,750	3,018
Other Services	-	-	-
	6,427	4,750	3,018

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

4(a) CASH AND CASH EQUIVALENTS

	2013 ACTUAL \$	2012 ACTUAL \$
Unrestricted	1,454,852	672,603
Restricted	3,537,967	4,014,176
	4,992,819	4,686,779
Restricted		
Restrictions has been imposed by regulations or other externally imposed requirements on the following:		
Plant and Equipment Reserve	580,629	1,289,631
Site Post Closure Rehabilitation Reserve	2,563,651	2,443,325
Waste Minimisation reserve	393,688	281,220
	3,537,967	4,014,176

4(b) INVESTMENTS

Funds surplus to the Regional Council's daily operating requirements, and restricted funds, are invested with approved financial institutions.

To manage cash flow requirements and maximise return, funds have been invested in Term Deposits with the banks listed below.

Invested Funds

Investment Type	Term	2013 ACTUAL \$	2012 ACTUAL \$
CBA On-Call Fund	On-Call	508,182	22,187
CBA Term Deposits	Short Term	-	473,658
ANZ term Deposit	Short Term	3,739,567	210,038
Bank West Term Deposit	Short Term	-	856,906
NAB Term Deposit	Short Term	477,430	1,044,315
Westpac Term Deposit	Short Term	-	1,837,470
		4,725,179	4,444,574

5 FINANCING ARRANGEMENTS

Municipal Fund

This overdraft provision was established with the Commonwealth Bank of Australia to provide working capital when required. The overdraft would be secured by giving security over general funds of the Council in accordance with Section 6.21 of The Local Government Act when utilised.

	2013 ACTUAL \$	2012 ACTUAL \$
Bank overdraft limit as at 1 July	-	-
Bank overdraft used at 1 July	-	-
Increase/decrease in overdraft during financial year	-	-
Bank overdraft used at 30 June	-	-
Unused credit facility as at 30 June	-	-

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

6 TRADE AND OTHER RECEIVABLES

	2013 ACTUAL \$	2012 ACTUAL \$
CURRENT		
Trade Debtors	450,715	268,091
Accrued Interest	25,492	34,506
	476,207	302,597

7 NON CURRENT ASSETS

7(a)(i) PROPERTY, PLANT AND EQUIPMENT

	2013 ACTUAL \$	2012 ACTUAL \$
Buildings - cost	302,873	295,131
<i>less</i> Accumulated depreciation	(61,552)	(38,448)
	241,321	256,683
Furniture and Equipment - cost	78,250	54,252
<i>less</i> Accumulated depreciation	(32,679)	(28,573)
	45,571	25,679
Plant and Equipment - Management Valuation 2013	2,066,644	1,804,390
<i>less</i> Accumulated depreciation	-	(673,509)
	2,066,644	1,130,881
TOTAL NET BOOK VALUE	2,353,536	1,413,243

Plant and Vehicles:

The Council's plant and vehicles were revalued at 30 June 2013 by Management valuation. All of the valuations were made on the basis of open market values of similar assets adjusted for condition and comparability (Level 2 inputs in the fair value hierarchy). The revaluation resulted in an overall increase of \$186,303 in the Council's plant and vehicles. All of this increase was credited to the revaluation surplus in Council's equity (refer note 14 for further details) and was recognised as changes on Revaluation of non-current assets in the Statement of Comprehensive Income.

Movements in Carrying Amounts

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

	Buildings \$	Furniture and Equipment \$	Plant and Equipment \$	Total \$
Balance at the beginning of the year	256,683	25,679	1,130,881	1,413,243
Additions	7,742	23,998	1,031,099	1,062,839
Disposals	-	-	(17,067)	(17,067)
Revaluation increments/(decrements)	-	-	-	-
Impairment (losses) / reversals	-	-	-	-
Initial Recognition of Assets due to				
Changes to regulations			186,303	186,303
Depreciation expense	(23,104)	(4,106)	(264,572)	(291,782)
Carrying Amount at the end of the year	241,321	45,571	2,066,644	2,353,536

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

7 NON CURRENT ASSETS (Continued)

7(b) INFRASTRUCTURE

	2013 ACTUAL \$	2012 ACTUAL \$
Stanley Road Operations		
Roads - at cost	5,180	5,180
less Accumulated depreciation	(1,292)	(1,187)
	3,888	3,993
Perimeter Fencing	24,806	24,806
less Accumulated depreciation	(6,934)	(5,791)
	17,872	19,015
Waster Transfer Station-Hardstand, Signage	17,952	17,952
less Accumulated depreciation	(6,189)	(3,873)
	11,763	14,079
Banksia Road Operations		
Concrete Bunker and Apron, Composting Pad, Leachate Ponds, Monitoring Bores, Site Fencing	228,755	-
less Accumulated depreciation	(219)	-
	228,536	-
NET BOOK VALUE	262,059	37,087

Movements in Carrying Amounts

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

	Roads \$	Perimeter Fencing \$	Waste Transfer Station \$	Banksia Road Operations \$	Total \$
Balance at the beginning of the year	3,993	19,015	14,079	-	37,087
Additions	-	-	-	228,755	228,755
Disposals	-	-	-	-	-
As per BHRC Management Plan being p	-	-	-	-	-
Impairment (losses) / reversals	-	-	-	-	-
Depreciation expense	(105)	(1,143)	(2,316)	(219)	(3,783)
	3,888	17,872	11,763	228,536	262,059

7(c) WORK IN PROGRESS

	2013 ACTUAL \$	2013 BUDGET \$	2012 ACTUAL \$
Waste Transfer Station (Stage Two)	42,598	473,535	30,197
	42,598	473,535	30,197

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

8 LIABILITIES

(a) CURRENT LIABILITIES

Trade and Other Payables

Sundry Creditors

Accrued Wages

Security Bonds

GST & PAYG Payable

Provisions

Provision for Annual Leave

Provision for Long Service Leave

Provision for Rostered Days Off

(b) NON CURRENT LIABILITIES

Provisions

Provision for Long Service Leave

	2013 ACTUAL \$	2012 ACTUAL \$
	246,025	122,048
	28,819	10,946
	500	500
	45,472	32,609
	320,816	166,103
	67,256	55,404
	22,093	14,050
	5,232	2,450
	94,581	71,904
	8,212	16,406
	8,212	16,406

9 CAPITAL EXPENDITURE COMMITMENTS

The BHRC has the following capital expenditure commitment contracted for as at 30 June 2013 which has not been recognised as a liability in the Statement of Financial Position.

Waste Transfer Station (Stage Two)

	2013 \$	2012 \$
	465,297	-
	465,297	-

10 TRADING UNDERTAKINGS

No trading undertakings were commenced for the BHRC in the 2012/13 financial year.

11 MAJOR TRADING UNDERTAKINGS

No major trading undertakings were commenced for the BHRC in the 2012/13 financial year.

12 CONTINGENT LIABILITIES

Site Post Closure Rehabilitation

The Department of Conservation has issued preliminary advice to the Bunbury-Harvey Regional Council that the landfill licence will expire in December 2014. This is an extension of 12 months from the previous notification received from the Department. Council engaged a landfill auditor and had put together an application for a 5 year extension beyond December 2013 for sufficient time to secure and set up new infrastructure at an alternative site. The Bunbury Harvey-Regional Council expects there to be significant site rehabilitation costs associated with the post closure of the landfill site. A preliminary minimum estimate has been made as detailed below.

As per BHRC Management Plan being prepared by Ask Waste Management

4,000,000

\$4,000,000

The Bunbury-Harvey Regional Council has restricted funds in the Site (Post Closure) Rehabilitation Reserve for future expenditure. The value of this reserve as at 30 June 2013 is \$2,563,631. The 2013.14 budget includes a proposed transfer to the Site (Post Closure) Rehabilitation Reserve of \$576,000. Further allocations to the Site (Post Closure) Rehabilitation Reserve will be addressed in future budgets.

There are no other contingent liabilities of material amounts not provided for in the accounts.

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

13(a) RESERVES - CASH BACKED

	2013 ACTUAL	2013 REVISED BUDGET	2013 BUDGET	2012 ACTUAL
	\$	\$	\$	\$
PLANT AND INFRASTRUCTURE RESERVE				
<i>Purpose: To fund the future replacement of machinery, plant and vehicles and infrastructure.</i>				
Opening Balance	1,289,631	1,289,631	1,290,304	745,899
Amount Set Aside/Transfer to Reserve	56,585	50,000	41,137	543,732
Amount Used/Transfer from Reserve	(765,587)	(959,078)	(714,149)	-
	580,629	380,553	617,292	1,289,631
SITE (POST CLOSURE) REHABILITATION RESERVE				
<i>Purpose: To set aside funds to provide resources for rehabilitation.</i>				
Opening Balance	2,443,325	2,443,325	2,443,054	2,306,249
Amount Set Aside/Transfer to Reserve	120,326	112,657	112,657	137,076
Amount Used/Transfer from Reserve	-	-	-	-
	2,563,651	2,555,982	2,555,711	2,443,325
WASTE MINIMISATION RESERVE				
<i>Purpose: To set aside funds to provide resources for carbon emissions levies and other waste minimisation initiatives.</i>				
Opening Balance	281,220	173,000	189,210	177,703
Amount Set Aside/Transfer to Reserve	112,467	10,000	4,281	103,517
Amount Used/Transfer from Reserve	-	-	(193,491)	-
	393,688	183,000	-	281,220
TOTAL CASH BACKED RESERVE FUNDS	3,537,967	3,119,535	3,173,003	4,014,176

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

13 RESERVES - CASH BACKED (Continued)

13(a) SUMMARY OF RESERVES

Opening Balance
Amount Set Aside/Transfer to Reserve
Amount Used/Transfer from Reserve

	2013 ACTUAL	2013 REVISED BUDGET	2013 BUDGET	2012 ACTUAL
	\$	\$	\$	\$
	4,014,176	3,905,956	3,922,568	3,229,851
	289,378	172,657	158,075	784,325
	(765,587)	(959,078)	(907,640)	-
TOTAL CASH BACKED RESERVE FUNDS	3,537,967	3,119,535	3,173,003	4,014,176

All of the reserves are supported by money held in financial institutions and they match the amount shown as restricted cash in Note 4 to this financial report.

13(b) Transfers from Retained Surplus

PLANT AND INFRASTRUCTURE RESERVE

Operations
Interest on Investments

**SITE (POST CLOSURE)
REHABILITATION RESERVE**

Operations
Interest on Investments

WASTE MINIMISATION RESERVE

Operations
Interest on Investments

Total Transfers from Retained Surplus

	2013 ACTUAL	2013 REVISED BUDGET	2013 BUDGET	2012 ACTUAL
	\$	\$	\$	\$
	4,682	-	-	497,064
	51,903	50,000	41,137	46,668
	56,585	50,000	41,137	543,732
	-	-	-	-
	120,326	112,657	112,657	137,076
	120,326	112,657	112,657	137,076
	100,433	-	-	92,395
	12,034	10,000	4,281	11,122
	112,467	10,000	4,281	103,517
Total Transfers from Retained Surplus	289,378	172,657	158,075	784,325

13(c) Transfers to Retained Surplus

PLANT AND INFRASTRUCTURE RESERVE

Capital Expenditure

Total Transfers to Retained Surplus

	2013 ACTUAL	2013 REVISED BUDGET	2013 BUDGET	2012 ACTUAL
	\$	\$	\$	\$
	765,587	959,078	714,149	-
Total Transfers to Retained Surplus	765,587	959,078	714,149	-

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

14 REVALUATION SURPLUS

Revaluation surpluses have arisen on revaluation of the following class of non-current assets:

	2013 ACTUAL \$	2012 ACTUAL \$
Plant and Equipment		
Opening balance	-	-
Revaluation increment	189,471	-
Revaluation decrement	(3,168)	-
	186,303	-

15 NOTES TO CASH FLOW AND FEE SETTING STATEMENTS

15(a) RECONCILIATION OF CASH

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments, net of outstanding bank overdrafts. Cash at the end of the reporting period is reconciled to the related items in the statement of financial position as follows:

	2013 ACTUAL \$	2013 BUDGET \$	2012 ACTUAL \$
Cash and Cash Equivalents	4,992,819	3,932,881	4,686,779
Short Term Borrowings (Bank Overdraft)	-	-	-
Cash as at 30 June	4,992,819	3,932,881	4,686,779

15(b) RECONCILIATION OF NET CASH PROVIDED BY OPERATING ACTIVITIES TO NET RESULT

	2013 ACTUAL \$	2013 BUDGET \$	2012 ACTUAL \$
Net Result	1,488,579	642,823	722,312
Depreciation	295,576	425,951	243,542
Increase/(Decrease) in Employee Provisions	14,483	35,896	21,407
(Increase)/Decrease in Receivables	(173,610)	26,400	(34,289)
Increase/(Decrease) in Payables	137,224	(250)	36,214
Increase/(Decrease) in Taxation Liabilities	-	(6,001)	-
(Profit)/Loss on Sale of Assets	(31,933)	(10,533)	-
Decrease in Accrued Wages	17,873	-	(1,866)
Contributions for the Development of Assets	(270,000)	(300,000)	-
Changes on revaluation of non-current assets	(187,157)	-	-
Net Cash from Operating Activities	1,291,034	814,286	987,319

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

15 NOTES TO CASH FLOW AND FEE SETTING STATEMENTS (Continued)

15(c) COMPOSITION OF NET CURRENT ASSET POSITION

	2013 ACTUAL \$	2013 BUDGET \$	2012 ACTUAL \$
<u>Current Assets</u>			
Cash - Unrestricted	1,454,852	759,878	672,603
Cash - Restricted	3,537,967	3,173,003	4,014,176
Trade and Other Receivables	476,207	200,000	302,597
Inventories	1,924	1,500	2,306
	5,470,950	4,134,381	4,991,682
<u>Current Liabilities</u>			
Trade and Other Payables	(320,816)	(61,251)	(166,103)
Provisions	(94,581)	(133,408)	(71,904)
	(415,397)	(194,659)	(238,007)
Net Current Assets	5,055,553	3,939,722	4,753,675
<u>Adjustments</u>			
<u>Less:</u>			
Cash - Reserves / Restricted	(3,537,967)	(3,173,003)	(4,014,176)
	(3,537,967)	(3,173,003)	(4,014,176)
Net Current Asset Position	1,517,586	766,719	739,499

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

16 DISPOSAL OF ASSETS

	2013 ACTUAL \$	2013 BUDGET \$	2012 ACTUAL \$
Motor Vehicles, Plant & Equipment			
Proceeds from Sale	49,000	30,000	-
Less: Carrying amount of assets sold	(17,067)	(19,467)	-
	31,933	10,533	-
Profit/(Loss) on Disposal	31,933	10,533	-

17 TOTAL ASSETS CLASSIFIED BY FUNCTION AND ACTIVITY

	2013 ACTUAL \$	2012 ACTUAL \$
Governance	56,426	45,157
Community Amenities	8,072,716	6,427,052
	8,129,142	6,472,209

18 EMPLOYEES

18(a) EMPLOYEE NUMBERS

	2013	2012
The number of full-time equivalent employees at balance date:	13.0	9.0

18(b) EMPLOYEE REMUNERATION

No employees of the Bunbury Harvey Regional Council were entitled to receive an annual salary of \$100,000 or more during 2012/13

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

19 PERFORMANCE MEASURES

	2013	2012	2011	2010
Current Ratio: means the ratio determined as follows:				
$\frac{\text{Current Assets minus Restricted Assets}}{\text{Current Liabilities minus Restricted Liabilities}}$	465.33%	410.70%	574.26%	815.91%
Asset Sustainability Ratio: capital renewal and replacement expenditure depreciation expense	441.19%	108.78%	95.20%	306.02%
Debt Service Cover Ratio: means the ratio determined as follows:				
$\frac{\text{Debt Service Cost}}{\text{Available Operating Revenue}}$	Nil	Nil	Nil	Nil
Operating Surplus Ratio: operating revenue minus operating expense own source operating revenue	31.70%	27.31%	25.51%	32.54%
Own Source Revenue Ratio means the ratio determined as follows:				
$\frac{\text{own source operating revenue}^*}{\text{operating expense}}$	134.35%	135.14%	131.71%	148.12%
Asset Consumption Ratio: depreciated replacement cost of assets current replacement cost of depreciated assets	92.20%			
Asset renewal Funding ratio: means the ratio determined as follows:				
$\frac{\text{NPV of planned capital renewals over 10 years}}{\text{NPV of required capital expenditure over 10 years}}$	90.00%			

* Own Source Operating Revenue

- revenue from rates and service charges, fees and users charges, reimbursements and recoveries,

interest income and profit on disposals of assets.

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

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

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

The Council held the following financial instruments at balance date:

	Carrying Value		Fair Value	
	2013	2012	2013	2012
	\$	\$	\$	\$
Financial Assets				
Cash and cash equivalents	4,992,819	4,686,779	4,992,819	4,686,779
Receivables	476,207	302,597	476,207	302,597
	5,469,026	4,989,376	5,469,026	4,989,376
Financial Liabilities				
Payables	320,816	166,103	320,816	166,103
	320,816	166,103	320,816	166,103

Fair value is determined as follows:

- Cash and Cash Equivalents, Receivables, Payables – estimated to the carrying value which approximates net market value.

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

20 FINANCIAL RISK MANAGEMENT (Continued)

20(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 (where applicable). Council has an investment policy and the policy is subject to review by Council. An Investment Report is provided to Council on a monthly basis setting out the make-up and performance of the portfolio.

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

	30.6.2013	30.6.2012
	\$	\$
Impact of a 1% (*) movement in interest rates on cash and investments:		
- Equity	49,928	46,868
- Statement of Comprehensive Income	49,928	46,868

Notes:

(*) Sensitivity percentages based on management's expectation of future possible market movements.

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

20 FINANCIAL RISK MANAGEMENT (Continued)

20(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.

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

Council makes suitable provision for doubtful receivables as required.

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

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

	30.6.2013	30.6.2012
	%	%
Percentage of Fees and Charges		
- Current	58%	83%
- Overdue	42%	17%

20(c) 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. Payment terms can be extended and overdraft facilities drawn upon if required.

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

	Due within 1 year	Due between 1 & 5 years	Due after 5 years	Total contractual cash flows	Carrying values
<u>2012/13</u>					
Payables	320,816	-	-	320,816	320,816
	320,816	-	-	320,816	320,816
<u>2011/12</u>					
Payables	166,103	-	-	166,103	166,103
	166,103	-	-	166,103	166,103

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

21 New Accounting Standards and Interpretations for Application in Future Periods

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

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

Title and Topic	Issued	Applies	Impact
i) AASB 9 - Financial Instruments AASB 2012 – 6 Amendments to Australian Accounting Standards – Mandatory effective date of AASB 9 and Transition Disclosures	Dec 2009 Sept 2012	1 Jan 2013 Deferred AASB 9 until 1 January 2015	Nil - The objective of this Standard is to improve and simplify the approach for the classification and measurement of financial assets compared with the requirements of AASB 139. Given the nature of the financial assets of the Council, it is not anticipated the standard will have any material effect.
ii) AASB 2009 – 11 Amendments to Australian Accounting Standards arising from AASB 9[AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 121, 127, 128, 131, 132, 136, 139, 1023 & 1038 and Interpretations 10 & 12)	Dec 2009	1 Jan 2013	Nil – The revisions embodied in this standard give effect to the consequential changes arising from the issuance of AASB 9 which is not anticipated to have any material effect on the Council (refer (i) above).
iii) AASB 2010 – 7 Amendments to Australian Accounting Standards arising from AASB 9 (December 2010)[AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 120, 121, 127, 128, 131, 132, 136, 137, 139, 1023 & 1038 and Interpretations 2, 5, 10, 12, 19 & 127]	Dec 2010	1 Jan 2013	Nil – The revisions embodied in this standard give effect to the consequential changes arising from the issuance of AASB 9 which is not anticipated to have any material effect on the Council (refer (i) above).

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

21 New Accounting Standards and Interpretations (Continued)

	Title and Topic	Issued	Applies	Impact
iv)	AASB 10 – Consolidated Financial Statements AASB 11 – Joint Arrangements AASB 12 – Disclosure of Interests in Other Entities AASB 127 – Separate Financial Statements AASB 128 – Investments in Associates and Joint Ventures AASB 2011 – 7 Amendments to Australian Accounting Standards arising from the Consolidation and Joint Arrangement Standards [AASB 1, 2, 3, 5, 7, 9, 2009-11, 101, 107, 112, 118, 121, 124, 132, 133, 131, 138, 139, 1023 & 1038 and Interpretations 5, 9, 16 & 17]	Aug 11	1 Jan 2013	Nil – None of these except for AASB 128, are expected to have significant application to the operations of the Council.
v)	AASB 2011 - 9 Amendments to Australian Accounting Standards – Presentation of Items of Other Comprehensive Income [AASB 1, 5, 7, 101, 112, 120, 121, 132, 133, 134, 1039 & 1049]	Sep 2011	1 Jul 2013	The main change embodied in this standard is the requirement to group items presented in other comprehensive income on the basis of whether they are potentially reclassifiable to profit or loss subsequently. It effects presentation only and is not expected to significantly impact the Council.
vi)	AASB 119 – Employee Benefits AASB 2011 – 10 Amendments to Australian Accounting Standards arising from AASB 119 [AASB 1, 8, 101, 124, 134, 1049 & 2011 – 8 and Interpretation 14]	Sep 2011	1 Jan 2013	The changes in relation to defined benefit plans contained in this standard are not expected to significantly impact the Council nor are the changes to AASBs in relation to termination benefits.

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

21 New Accounting Standards and Interpretations (Continued)

Title and Topic	Issued	Applies	Impact
vii) AASB 2012-2 Amendments to Australian Accounting Standards – Disclosures – Offsetting Financial Assets and Financial Liabilities[AASB 7 & 32]	Jun-12	1 Jan 2013	Principally amends AASB 7: Financial Instruments: Disclosures to require entities to include information that will enable users of their financial statements to evaluate the effect or potential effect of netting arrangements, including rights of set-off associated with the entity's recognised financial assets and recognised financial liabilities, on the entity's financial position. This Standard is not expected to significantly impact on the Council's financial statements.
viii) AASB 2012-3: Amendments to Australian Accounting Standards – Offsetting Financial Assets and Financial Liabilities[AASB 132]	June 2013	1 Jan 2014	This Standard adds application guidance to AASB 132: Financial Instruments: Presentation to address potential inconsistencies identified in applying some of the offsetting criteria of AASB 132, including clarifying the meaning of “currently has a legally enforceable right of set-off” and that some gross settlement systems may be considered equivalent to net settlement. This Standard is not expected to significantly impact the Council's financial statements.
ix) AASB 2012-5: Amendments to Australian Accounting Standards arising from Annual Improvements 2009-2011 Cycle .[AASB1,101,116,132,134 and Interpretation 2]	June 2012	1 Jan 2013	Outlines changes to the various standards and interpretations as listed. These topics are not currently relevant to Council, nor are they expected to be in the future. As a consequence, this Standard is not expected to significantly impact on the Council's financial statements.
x) AASB 2012-10: Amendments to Australian Accounting Standards – Transition Guidance and Other Amendments.[AASB 1, 5, 7, 8, 10, 11, 12, 13, 101, 102, 108, 112, 118, 119, 127, 128, 132, 133, 134, 137, 1023, 1038, 1039, 1049 & 2011-7 and Interpretation 12]	Dec 2012	1 Jan 2013	Mainly consequential changes relating to transition guidance. It is not expected to have a significant impact on Council.

Notes:

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

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

22 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 became mandatory and which were applicable to its operations.

These new and revised standards were:

AASB 2010 – 8

AASB 2011 - 3

AASB 2011 - 13

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

The Council also chose to early adopt *AASB 13 – Fair Value Measurement* as allowed for in the standard. For further details with respect to this early adoption, refer to Note 1(g).

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

		2013	2012
		\$	\$
23	FEES & CHARGES		
	LOCATION: STANLEY ROAD		
	LIGHT VEHICLES		
	Per car or station wagon	\$11.00	\$11.00
	Per utility or trailer (up to 1.8m x 1.2m)	\$16.50	\$16.50
	Per trailer or large utility (up to 2.1m x 1.2m) or trailer with sides exceeding 600mm	\$25.00	\$25.00
	HEAVY VEHICLES - WEIGHBRIDGE		
	Co-mingled Waste per tonne	\$49.00	\$46.50
	Minimum Charge	\$49.00	\$46.50
	Clean Green Waste per tonne	\$39.50	\$39.50
	Minimum Charge	\$39.50	\$39.50
	Clean Cardboard Waste per tonne	\$27.50	\$27.50
	Minimum Charge	\$27.50	\$27.50
	Clean Fill - Suitable for Daily Cover and	\$2.50	\$2.50
		\$2.50	
	Road Building per tonne		\$2.50
	Minimum Charge		\$2.50
	Building and Demolition Waste per tonne (No Gyprock or Timber)	\$5.00	\$5.00
	Minimum Charge	\$5.00	\$5.00
	Clean Fill - Suitable for Site Rehabilitation (By consultation with CEO)	\$0.00	\$0.00
	OTHER WASTE		
	Tyres - car (per tyre) from	\$5.50	\$5.00
	- truck (per tyre) from	\$20.00	\$20.00
	Car bodies (from)	\$15.00	\$15.00
	Special burial (i.e.asbestos) per tonne or part thereof	\$78.00	\$74.00
	Minimum Charge	\$78.00	\$74.00
	Quarantine Waste per tonne	\$115.50	\$110.00
	Minimum Charge	\$115.50	\$110.00
	TIP PASSES		
	Charge to Shire of Harvey for tip pass usage -		
	As per light vehicles as detailed above	\$11.00	\$11.00
	Per utility or trailer (up to 1.8m x 1.2m)	\$16.50	\$16.00
	Per trailer or large utility (up to 2.1m x 1.2m) or trailer with sides exceeding 600mm	\$25.00	\$25.00
	CONSTITUENT COUNCILS REBATE		
	City of Bunbury per tonne	\$11.00	\$10.00
	Shire of Harvey per tonne	\$11.00	\$10.00

BUNBURY HARVEY REGIONAL COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

22 FEES & CHARGES (continued)	2013	2012
	\$	\$

LOCATION: BANKSIA ROAD

HEAVY VEHICLES WEIGHBRIDGE

Organic Waste per tonne	\$22.00	\$0.00
Minimum Charge	\$22.00	\$0.00
Clean Green Waste per tonne	\$22.00	\$0.00
Minimum Charge	\$22.00	\$0.00

Note: All charges include 10% GST.